

THE NARBOROUGH PLANTATIONS, PUBLIC LIMITED COMPANY

(Incorporated in England 1910 – Registration No. 109273)

(Registered as a Foreign Company in Malaysia – No. 991416-W)

INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2013

THE NARBOROUGH PLANTATIONS, PLC

(Incorporated in England 1910 – Registration No. 109273)

(Registered as a Foreign Company in Malaysia – No. 991416-W)

INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2013**INCOME STATEMENT***(the figures have not been audited)**(in Ringgit Malaysia)*

Continuing Operations	3 months ended		12 months cumulative	
	31.12.13	31.12.12	31.12.13	31.12.12
	RM	RM	RM	RM
Revenue	1,607,588	1,461,711	5,014,013	7,819,763
Cost of sales	(566,885)	(656,290)	(2,356,349)	(2,304,239)
Gross Profit	1,040,703	805,421	2,657,664	5,515,524
Gain arising on revaluation of biological assets	649,544	553,995	649,544	553,995
Other operating income	52,041	7,080	89,300	35,159
Administrative expenses	(322,029)	(203,256)	(1,091,037)	(811,502)
Exchange profit/(loss)	77,052	(23,173)	258,573	25,082
Replanting expenditure	(176,995)	(369,358)	(813,172)	(717,639)
Operating Profit	1,320,316	770,709	1,750,872	4,600,619
Share of distributable profit of associate after tax pre fair value of the biological asset and investment properties adjustment	560,476	41,963	741,822	422,705
Fair value of the investment properties adjustment	605,473	4,796,428	605,473	4,796,428
Deferred tax recognised on investment properties	(181,643)	(1,195,208)	(181,643)	(1,195,208)
Fair value of the biological asset adjustment	11,079	2,481,379	11,079	2,481,379
Deferred tax recognised on the biological asset	(2,770)	(620,345)	(2,770)	(620,345)
Share of operating profit in associate after tax	992,615	5,504,217	1,173,961	5,884,959
Property, plant & equipment written off	(630)	-	(630)	-
Finance income	74,059	92,956	302,129	369,058
Finance cost	(4,557)	(4,351)	(19,554)	(18,575)
Profit on ordinary activities before taxation	2,381,803	6,363,531	3,206,778	10,836,061
Taxation	(353,822)	(149,474)	(489,155)	(1,266,954)
Profit after tax	2,027,981	6,214,057	2,717,623	9,569,107
Earnings per share (sen)	15.23	46.66	20.41	71.86

The income statement should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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INCOME STATEMENT*(the figures have not been audited)**(in Pound Sterling)*

	3 months ended		12 months cumulative	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Revenue	313,234	295,655	1,017,041	1,595,870
Cost of sales	(108,237)	(133,249)	(477,961)	(470,253)
Gross Profit	204,997	162,406	539,080	1,125,617
Gain arising on revaluation of biological assets	120,063	112,145	120,063	112,145
Other operating income	10,415	1,433	18,113	7,175
Administrative expenses	(62,420)	(41,227)	(221,306)	(165,613)
Exchange profit/(loss)	14,945	(4,749)	52,449	5,119
Replanting expenditure	(33,502)	(75,234)	(164,944)	(146,457)
Operating Profit	254,498	154,774	343,455	937,986
Share of distributable profit of associate after tax pre fair value of the biological asset and investment properties adjustment	113,003	8,405	150,471	86,266
Fair value of the investment properties adjustment	122,814	970,937	122,814	970,937
Deferred tax recognised on investment properties	(36,844)	(241,945)	(36,844)	(241,945)
Fair value of the biological asset adjustment	2,048	502,303	2,048	502,303
Deferred tax recognised on the biological asset	(512)	(125,576)	(512)	(125,576)
Share of operating profit in associate after tax	200,509	1,114,124	237,977	1,191,985
Property, plant & equipment written off	(128)	-	(128)	-
Finance income	14,162	18,855	61,284	75,318
Finance cost	(959)	(949)	(3,805)	(3,805)
Profit on ordinary activities before taxation	468,082	1,286,804	638,783	2,201,484
Taxation	(71,259)	(30,038)	(99,220)	(258,562)
Profit after tax	396,823	1,256,766	539,563	1,942,922
Earnings per share (pence)	2.98 p	9.44 p	4.05 p	14.59 p

The income statement should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

THE NARBOROUGH PLANTATIONS, PLC

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STATEMENT OF COMPREHENSIVE INCOME AND EXPENSES*(the figures have not been audited)**(in Ringgit Malaysia)*

	3 months ended		12 months cumulative	
	31.12.13	31.12.12	31.12.13	31.12.12
	RM	RM	RM	RM
Profit for the financial period (after tax)	2,027,981	6,214,057	2,717,623	9,569,107
Other comprehensive income				
Foreign exchange gains / losses on translation to Pound Sterling				
- foreign exchange reserve	-	-	-	-
Gain on revaluation of freehold land	-	37,807,020	-	37,807,020
Share of other comprehensive income/(expense) of associates				
- capital reserves	(941,746)	(55,300)	(941,746)	(55,300)
- revaluation reserves	-	3,460,092	-	3,460,092
- deferred tax attributable to revaluation reserve	-	(860,525)	-	(860,525)
Total other comprehensive income	<u>(941,746)</u>	<u>40,351,287</u>	<u>(941,746)</u>	<u>40,351,287</u>
Total comprehensive income for the period	<u>1,086,235</u>	<u>46,565,344</u>	<u>1,775,877</u>	<u>49,920,394</u>
Total comprehensive income attributable to:				
- Owners of the parent	<u>1,086,235</u>	<u>46,565,344</u>	<u>1,775,877</u>	<u>49,920,394</u>

* There is no income tax attributable to the components of other comprehensive income

The statement of comprehensive income and expenses should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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STATEMENT OF COMPREHENSIVE INCOME AND EXPENSES*(the figures have not been audited)**(in Pound Sterling)*

	3 months ended		12 months cumulative	
	31.12.13	31.12.12	31.12.13	31.12.12
	£	£	£	£
Profit for the financial period (after tax)	396,823	1,256,766	539,563	1,942,922
Other comprehensive income				
Foreign exchange gains / losses on translation to Pound Sterling				
- foreign exchange reserve	(500,733)	94,186	(1,751,246)	(89,236)
Gain on revaluation of freehold land	-	7,653,243	-	7,653,243
Share of other comprehensive income/(expense) of associates				
- capital reserves	(174,075)	(11,196)	(174,075)	(11,194)
- revaluation reserves	-	526,230	-	700,423
- deferred tax attributable to revaluation reserve	-	-	-	(174,195)
Total other comprehensive income	<u>(674,808)</u>	<u>8,262,463</u>	<u>(1,925,321)</u>	<u>8,079,041</u>
Total comprehensive income for the period	<u>(277,985)</u>	<u>9,519,229</u>	<u>(1,385,758)</u>	<u>10,021,963</u>
Total comprehensive income attributable to:				
- Owners of the parent	<u>(277,985)</u>	<u>9,519,229</u>	<u>(1,385,758)</u>	<u>10,021,963</u>

* There is no income tax attributable to the components of other comprehensive income

The statement of comprehensive income and expenses should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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STATEMENT OF FINANCIAL POSITION*(the figures have not been audited)*

ASSETS	As at 31.12.13 (Unaudited)		Year ended 31.12.12 (As Adjusted)	
	RM	£	RM	£
NON-CURRENT ASSETS				
Property, plant and equipment	54,345,201	10,045,324	53,215,228	10,772,313
Biological assets	16,981,414	3,138,894	16,331,870	3,306,046
Prepaid lease payments	-	-	17,614	3,566
Investment in associate	19,555,934	3,614,775	19,323,719	3,911,684
	<u>90,882,549</u>	<u>16,798,993</u>	<u>88,888,431</u>	<u>17,993,609</u>
CURRENT ASSETS				
Deferred nursery expenditure	13,264	2,452	7,943	1,608
Inventories	30,641	5,664	85,994	17,408
Trade and other receivables	376,544	69,601	289,349	58,573
Current tax assets	434,565	80,326	639,942	129,543
Cash and cash equivalents	12,838,794	2,373,159	14,877,621	3,011,664
TOTAL CURRENT ASSETS	<u>13,693,808</u>	<u>2,531,202</u>	<u>15,900,849</u>	<u>3,218,796</u>
TOTAL ASSETS	<u>104,576,357</u>	<u>19,330,195</u>	<u>104,789,280</u>	<u>21,212,405</u>
LIABILITIES				
NON-CURRENT LIABILITIES				
Provision for retirement benefits	(7,521)	(1,390)	(10,340)	(2,093)
Deferred tax liabilities	(4,324,779)	(799,405)	(4,127,607)	(835,548)
Cumulative preference shares	(84,163)	(19,024)	(84,163)	(19,024)
TOTAL NON-CURRENT LIABILITIES	<u>(4,416,463)</u>	<u>(819,819)</u>	<u>(4,222,110)</u>	<u>(856,665)</u>
CURRENT LIABILITIES				
Trade and other payables	(649,413)	(120,039)	(889,927)	(180,147)
Current tax liabilities	-	-	-	-
TOTAL CURRENT LIABILITIES	<u>(649,413)</u>	<u>(120,039)</u>	<u>(889,927)</u>	<u>(180,147)</u>
TOTAL LIABILITIES	<u>(5,065,876)</u>	<u>(939,858)</u>	<u>(5,112,037)</u>	<u>(1,036,812)</u>
TOTAL NET ASSETS	<u>99,510,481</u>	<u>18,390,337</u>	<u>99,677,243</u>	<u>20,175,593</u>
ISSUED CAPITAL & RESERVES ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY				
Share capital	4,891,969	1,331,659	4,891,969	1,331,659
Other reserves	53,804,290	8,673,438	54,746,036	10,598,759
Retained earnings	40,814,222	8,385,240	40,039,238	8,245,175
TOTAL EQUITY	<u>99,510,481</u>	<u>18,390,337</u>	<u>99,677,243</u>	<u>20,175,593</u>
Net assets per share (RM / pence)	<u>7.47</u>	<u>138.10 p</u>	<u>7.49</u>	<u>151.51 p</u>

The statement of financial position should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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STATEMENT OF CHANGES IN EQUITY*(the figures have not been audited)**(in Ringgit Malaysia)*

	Share capital RM	Revaluation reserve net of attributable deferred tax RM	Capital reserve RM	General reserve RM	Retained earnings RM	Total Equity RM
At 1 January 2012	4,891,969	20,856,520	2,700,991	874,698	23,047,719	52,371,897
Dividends	-	-	-	-	(2,615,048)	(2,615,048)
Profit for the financial year	-	-	-	-	9,569,107	9,569,107
Other comprehensive income	-	40,406,595	(55,308)	-	-	40,351,287
Transfers	-	(10,037,460)	-	-	10,037,460	-
At 31 December 2012	4,891,969	51,225,655	2,645,683	874,698	40,039,238	99,677,243
Dividends	-	-	-	-	(1,942,639)	(1,942,639)
Profit for the financial year	-	-	-	-	2,717,623	2,717,623
Other comprehensive income	-	-	(941,746)	-	-	(941,746)
At 31 December 2013	4,891,969	51,225,655	1,703,937	874,698	40,814,222	99,510,481

The statement of changes in equity should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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STATEMENT OF CHANGES IN EQUITY*(the figures have not been audited)**(in Pound Sterling)*

	Share capital £	Revaluation reserve net of attributable deferred tax £	Capital reserve £	Foreign exchange reserve £	General reserve £	Retained earnings £	Total Equity £
At 1 January 2012	1,331,659	4,256,433	551,222	(335,146)	178,510	4,703,616	10,686,294
Prior year adjustments	-	106,856	13,040	(223,804)	4,481	99,427	-
Restated balance as at 1 January 2012	1,331,659	4,363,289	564,262	(558,950)	182,991	4,803,043	10,686,294
Dividends	-	-	-	-	-	(532,664)	(532,664)
Profit for the financial period	-	-	-	-	-	1,942,922	1,942,922
Other comprehensive income	-	8,179,473	(11,196)	(89,236)	-	-	8,079,041
Transfers	-	(2,031,874)	-	-	-	2,031,874	-
At 31 December 2012	1,331,659	10,510,888	553,066	(648,186)	182,991	8,245,175	20,175,593
Dividends	-	-	-	-	-	(399,498)	(399,498)
Profit for the financial period	-	-	-	-	-	539,563	539,563
Other comprehensive income	-	-	(174,075)	(1,751,246)	-	-	(1,925,321)
At 31 December 2013	1,331,659	10,510,888	378,991	(2,399,432)	182,991	8,385,240	18,390,337

The statement of changes in equity should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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STATEMENT OF CASH FLOWS*(the figures have not been audited)*

	2013		2012	
	RM	£	RM	£
Operating Activities				
Profit before taxation	3,206,778	638,783	10,836,061	2,201,484
Adjustments for:				
Depreciation of property, plant and equipment	115,601	23,448	86,606	17,675
Amortisation of prepaid lease payment	17,614	3,573	26,420	5,392
Finance cost	19,554	3,614	18,575	3,805
(Reversal of provision)/Provision for retirement benefits	(2,819)	(572)	(2,150)	(439)
Property, plant & equipment written off	630	116	-	-
Share of (profit)/loss of associate after tax	(1,173,961)	(237,977)	(5,884,959)	(1,191,985)
Finance income	(302,129)	(61,284)	(369,058)	(75,318)
Gain arising on revaluation of biological assets	(649,544)	(120,063)	(553,995)	(112,145)
Operating cash flow before changes in working capital and provisions	1,231,724	249,638	4,157,500	848,469
Increase/(Decrease) in deferred nursery expenditure	(5,322)	(984)	90,368	18,293
Decrease/(Increase) in inventories	55,354	10,232	(73,833)	(14,946)
Decrease/(Increase) in trade and other receivables	(87,195)	(16,117)	144,110	29,172
Increase/(Decrease) in trade and other payables	(240,514)	(44,457)	276,437	55,959
Cash generated from operations	954,047	198,312	4,594,582	936,947
Retirement benefit paid	-	-	(12,666)	(2,585)
Tax paid	(86,606)	(17,567)	(1,636,250)	(333,929)
Net cash flow from operating activities	867,441	180,745	2,945,666	600,433
Investing activities				
Purchase of property, plant & equipment	(1,246,204)	(230,352)	(660,246)	(133,652)
Proceeds from disposal of property, plant & equipment	-	-	-	-
Interest received	302,129	61,284	369,058	75,318
Net cash flow from investing activities	(944,075)	(169,068)	(291,188)	(58,334)
Financing activities				
Dividends paid on ordinary shares	(1,942,639)	(399,498)	(2,615,048)	(532,664)
Dividends paid on cumulative preference shares	(19,554)	(3,805)	(18,575)	(3,805)
Net cash flow used in financing activities	(1,962,193)	(403,303)	(2,633,623)	(536,469)
Increase/(Decrease) in cash and cash equivalents	(2,038,827)	(391,626)	20,855	5,630
Effects of exchange rate changes	-	(246,879)	-	(25,959)
Cash and cash equivalents at beginning of the financial year	14,877,621	3,011,664	14,856,766	3,031,993
Cash and cash equivalents at end of the financial year	12,838,794	2,373,159	14,877,621	3,011,664
Comprising:				
Cash and bank balances	663,165	122,581	764,619	154,781
Short term deposits	12,175,629	2,250,578	14,113,002	2,856,883
	12,838,794	2,373,159	14,877,621	3,011,664

The cash flow statement should be read in conjunction with the financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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Notes to the interim financial statements

A1. Basis of preparation

This interim report does not constitute the company's statutory accounts. The information presented in relation to 31 December 2012 is extracted from the statutory financial statements for the year then ended and which have been delivered to the Registrar of Companies. The Independent Auditors' Report on the statutory financial statements for the year ended 31 December 2012 was unqualified, however include references to matters to which the auditors drew attention by way of emphasis without qualifying their report(s) and did not contain statements under s498 (2) or (3) Companies Act 2006.

The financial information for the twelve months ended 31 December 2013 and 31 December 2012 has neither been audited nor reviewed pursuant to guidance issued by the Auditing Practices Board. Those for the twelve months ended 31 December 2013 were approved by the board on 27 February 2013. These interim financial statements have been prepared in accordance with IAS 34 'Interim Financial Reporting' as adopted by the European Union, the requirements of the Disclosure and Transparency Rules issued by the Financial Services Authority and the accounting policies, and methods of computation as applied in the company's 2012 Annual Report and Accounts. The comparative figures for the year ended 31 December 2012 are an extract from the audited financial statements for the year.

The accounting policies and methods of computation adopted by the Company in the interim financial statements are consistent with those adopted in the financial statements for the year ended 31 December 2012.

a) The following new Standards, Interpretations and Amendments, effective for the first time from 1 January 2013, have not had a material effect on the reported results or financial position:

- ***Deferred Tax: Recovery of Underlying Assets (Amendments to IAS 12)***
- ***Severe Hyperinflation and Removal of Fixed Dates for First-Time Adopters (Amendments to IFRS 1)***
- ***IFRS 13 Fair Value Measurement***
- ***IFRIC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine***
- ***Amendments to IFRS 7 Financial Instruments : Disclosures - Offsetting Financial Assets and Financial Liabilities***
- ***Amendments to IAS 32 Financial Instruments : Presentation - Offsetting Financial Assets and Financial Liabilities***
- ***Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards - Government Loans***
- ***Annual Improvements to IFRSs 2009-2011 Cycle***
- ***Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities : Transition Guidance (Amendments to IFRS 10, IFRS 11 and IFRS 12)***

* *Not endorsed by the EU as at the date of approval of these financial statement.*

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Notes to the interim financial statements - cont'd

A1. Basis of preparation – cont'd

b) Standards, amendments and interpretations to published standards not yet effective

Certain new standards, amendments and interpretations to existing standards have been published that are mandatory for the Company's accounting periods beginning on or after 1 January 2014 or later periods and which the Company has decided not to adopt early. These are:

- ***IFRS 9 Financial Instruments****
- ***IFRS 10 Consolidated Financial Statements***
- ***IFRS 11 Joint Arrangements***
- ***IFRS 12 Disclosure of Interests in Other Entities***
- ***IFRS 14 Regulatory Deferral Accounts****
- ***Defined Benefit Plans: Employee Contributions (Amendments to IAS 19)***
- ***Annual Improvements to IFRSs 2010–2012 Cycle****
- ***Annual Improvements to IFRSs 2011–2013 Cycle****
- ***IAS 27 Separate Financial Statements***
- ***IAS 28 Investments in Associates and Joint Ventures***
- ***Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)****
- ***Recoverable Amount Disclosures for Non-Financial Assets (Amendments to IAS 36)****
- ***Novation of Derivatives and Continuation of Hedge Accounting (Amendments to IAS* 39)****
- ***IFRIC Interpretation 21 Levies****

* Not endorsed by the EU as at the date of approval of these financial statement.

The Directors do not anticipate that the adoption of the above standards and interpretations will have a material impact on the Company's financial statements, other than increasing disclosure, in the period of initial adoption and subsequent periods.

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Notes to the interim financial statements - cont'd

A2. Seasonal or cyclical factors

The production of fresh fruits bunches of oil palms (“FFB”) is dependent on weather conditions; hence is seasonal in nature. The turnover is also dependent on price fluctuations of Crude Palm Oil (“CPO”)

A3. Items affecting assets, liabilities, equity, net income or cash flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A4. Change in estimates

There were no changes in estimates that have a material effect in the current quarter.

A5. Debt and equity securities

There were no issuance, cancellations, repurchase, resale and repayments of debt and equity securities in the current quarter.

A6. Dividend paid

A Single Tier 2nd Interim Dividend of 15% amounting to RM1,026,590 (£199,749) for the year ending 31 December 2013 was announced on 7 November 2013 and paid on 7 December 2013.

A7. Segment information

The Company operates in the agricultural segment in Malaysia. All its fresh fruit bunches are sold in Malaysia. As the Company operates in a single business and geographic segment, no segmental analysis has been presented.

Financial information is presented to management in accordance with the measurement principles of IFRS. There are no adjustments or eliminations made in preparing the Company’s financial statements from the reportable segment revenues, profit or loss, assets and liabilities.

A8. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A9. Capital commitments

There are no material capital commitments as at 31 December 2013.

A10. Events subsequent to the balance sheet date

There were no material events subsequent to the end of the current quarter that have not been reflected in the interim financial statements under review.

A11. Changes in composition

There were no changes in the composition of the Company for the current quarter.

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Notes to the interim financial statements - cont'd

A12. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets as at the last annual balance sheet date and the latest practicable date.

A13. Related party transactions

There were no significant related party transactions of the Company for the current quarter.

A14. Property, plant and equipment

(i) Acquisitions and Disposals

During the current twelve months financial year, the Company acquired property, plant and equipment of RM1.246 million (£0.23 million).

During the current twelve months financial year, the Company has written of RM630 (£117) from property, plant and equipment for office equipment damaged in lightning storm.

(ii) Impairment of property, plant and equipment

There was no impairment nor reversal of such impairment during the current nine months financial period.

(iii) Valuations

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

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Additional information

B1. Review of performance

The Company registered revenue of RM5,014,013 (£1,017,041) for the current financial year, a decrease of 35.88% as compared to the preceding year.

This is mainly due to a reduction in the production of fresh fruit bunches (FFB) for the current year from 13,030 metric tonne (“MT”) to 10,036 MT and reduction in annual average FFB price from RM600 per MT to RM500 per MT as compared to the preceding year. The reduction in FFB production is mainly due to the reduction of FFB producing mature oil palm fields from an average of 490.67 Hectare to 418.61 Hectare due to replanting.

Replanting expenditure has also increased for the current financial year ended 31 December 2013 to RM813,172 (£164,944) from RM717,639 (£146,457) as compared to the preceding year as oil palm fields of 25 years old and above are being cleared in stages for replanting in line with that reported in the Company’s Annual Report 2012.

Despite the reduction in revenue, The Company has continued to maintain a strong financial position with a net assets of RM99,510,481 (£18,390,337) compared with RM99,677,243 (£20,175,593) at 31 December 2012. Cash and cash equivalents totalled RM12,838,794 (£2,373,159) compared with RM14,877,621 (£3,011,664) as at 31 December 2012. The Company does not have any borrowings.

Earnings per share were 20.41 sen [4.05 p] [2012: 71.86 sen (14.59 p)].

B2. Variation of results against preceding year corresponding quarter

The current quarter recorded a pre-tax profit of RM2,381,803 (£468,082) against pre-tax profit of RM6,363,531 (£1,286,804) in the preceding year corresponding quarter.

The pre-tax profit is lower primarily due to a reduction in FFB production for the quarter by 9.11% and reduced amount of recognised share of associate’s profit from RM5,504,217 (£1,114,124) to RM992,615 (£200,509) of the preceding year corresponding quarter.

B3. Current year prospects

Barring any unforeseen circumstances, the directors expect the performance of the Company for the current financial year 2014, to be satisfactory.

B4. Profit forecast

Not applicable as no profit forecast was published.

THE NARBOROUGH PLANTATIONS, PLC

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(Registered as a Foreign Company in Malaysia – No. 991416-W)

Additional information – cont'd**B5. Tax expense**

	3 months quarter ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Current tax expense of the company	354	149	489	1,267

	3 months quarter ended		12 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	£'000	£'000	£'000	£'000
Current tax expense of the company	71	30	99	258

The tax residence of the Company is in Malaysia.

A reconciliation of the Malaysian income tax rate to the effective tax rate of the Company is as follows:-

	% of Profit	
	31.12.2013	31.12.2012
Malaysian income tax rate	25.0	25.0
(Decrease)/Increase resulting from:		
Foreign exchange (gain)/loss not subjected to tax	(2.0)	(8.1)
Non deductible expenses	3.1	0.6
Non taxable income	(16.0)	(5.6)
	10.1	11.8
Under / (Over) provision in prior year	5.2	(0.1)
Effective tax rate	15.3	11.7

B6. Unquoted investments and properties

There was no purchase or sales of unquoted investments or properties for the current financial year to-date.

B7. Quoted investments

There were no purchases of quoted securities for the current financial year.

B8. Status of corporate proposal announced

There were no corporate proposals announced and not completed as at the latest practicable date.

B9. Borrowing and debt securities

There were no borrowings and debt securities as at the end of the current quarter.

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Additional information – cont'd

B10. Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at the latest practicable date.

B11. Changes in material litigation

There was no pending material litigation as at the latest practicable date.

B12. Dividends

A Single Tier Interim Dividend of 15% amounting to RM1,026,590 (£199,749) for the year ending 31 December 2013 had been announced on 7 November 2013 and paid on 7 December 2013 for the period under review.

B13. Prior year adjustments

The foreign exchange gains / losses arising from translation of the Ringgit Malaysia statement of changes in equity to presentation currency, Pound Sterling as at 1 January 2012 has been reclassified under Exchange Fluctuation Reserves. This reclassification is also reflected in the statement of comprehensive income.

B14. Earnings per share

Basic earnings per share

The earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of shares of the Company in issue during the period.

	Individual period		Cumulative period	
	Current year quarter 31.12.2013	Preceding year corresponding quarter 31.12.2012	Current year to date 31.12.2013	Preceding year corresponding period 31.12.2012
Net profit / (loss) attributable to ordinary shareholders (RM)	2,027,981	6,214,057	2,717,623	9,569,107
Basic earnings per share				
Weighted average number of ordinary shares of 10 p each	13,316,590	13,316,590	13,316,590	13,316,590
Basic earnings per ordinary share of 10 p each (sen)	15.23	46.66	20.41	71.86

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Additional information – cont'd

B14. Earnings per share - continued

Basic earnings per share

	Individual period		Cumulative period	
	Current year quarter 31.12.2013	Preceding year corresponding quarter 31.12.2012	Current year to date 31.12.2013	Preceding year corresponding period 31.12.2012
Net profit / (loss) attributable to ordinary shareholders (£)	396,823	1,256,766	539,563	1,942,922
Basic earnings per share				
Weighted average number of ordinary shares of 10p each	13,316,590	13,316,590	13,316,590	13,316,590
Basic earnings per ordinary share of 10p each (pence)	2.98 p	9.44 p	4.05 p	14.59 p

Diluted earnings per shares

Not applicable.

B.15 Statement of Director' Responsibilities

The Directors confirm that the above financial statements have been prepared in accordance with the applicable accounting standards as adopted by the European Union, and that the 4th quarter financial report herein includes a fair review of the information required by the Disclosure and Transparency Rule issued by the Financial Service Authority (United Kingdom).

The financial statements are measured in Ringgit Malaysia, which is the functional currency, being the currency of the primary economic environment in which the Company operates. The financial statements are presented in both Ringgit Malaysia (RM) and Pound Sterling for the benefit of the majority of shareholders who reside in the United Kingdom. The balance sheet is translated to Pound Sterling for presentation purpose at an exchange rate of RM1 = 18.48p (2012: RM1 = 20.24p) whereas the income statement is translated at an average exchange rate of RM1 = 20.28p (2012: RM1 = 20.41p).

The Unaudited Results of The Narborough Plantations, plc for the Interim Period Ended 31 December 2013 are also available on the Company's website at www.narboroughplantations.com and UKLA's National Storage Mechanism at <http://www.morningstar.co.uk/uk/nsm.aspx>.

On behalf of the Board

Adrian Tsen Keng Yam
Executive Director

Dated : 27 February 2014
Ipoh