

GOLDEN HOPE PLANTATIONS BERHAD

(Incorporated in Malaysia)

(Company No : 29992-U)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2006

The Directors have pleasure in announcing that the unaudited consolidated results for the fourth quarter and year ended 30 June 2006 were:

CONDENSED CONSOLIDATED INCOME STATEMENT

	FOURTH QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR 30.06.06 RM'000	PRECEDING YEAR 30.06.05 RM'000	CURRENT YEAR 30.06.06 RM'000	PRECEDING YEAR 30.06.05 RM'000
Revenue	958,621	963,992	3,824,677	3,340,443
Operating profit	124,687	102,837	348,981	393,500
Investment income	243	243	943	1,993
Interest income	2,637	2,718	7,287	10,317
Other income	24,889	16,488	41,986	40,133
Operating profit before finance cost	152,456	122,286	399,197	445,943
Finance cost	(1,233)	(3,751)	(10,306)	(9,923)
Operating profit after finance cost	151,223	118,535	388,891	436,020
Associated companies	(6,070)	11,124	17,265	42,938
Exceptional item	-	-	-	271,491
Profit before taxation	145,153	129,659	406,156	750,449
Taxation	(65,719)	(55,237)	(137,078)	(213,731)
Profit after taxation	79,434	74,422	269,078	536,718
Minority interests	(7,725)	8,400	(9,312)	13,208
Profit attributable to shareholders	71,709	82,822	259,766	549,926
Earnings per share (sen) :				
- Basic	5.04	5.82	18.25	42.20

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2005.

CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.06.06 RM'000 (unaudited)	AS AT PRECEDING FINANCIAL YEAR END 30.06.05 RM'000 (audited)
Non-current assets:		
Property, plant & equipment	3,958,845	3,872,345
Investments in associated companies	599,856	352,327
Other investments	42,686	42,686
Land held for property development	90,159	90,309
Goodwill on consolidation	183,630	187,590
Deferred tax assets	226,073	235,769
Current assets		
<i>Property development-in-progress</i>	152,014	190,364
<i>Amount due from customers</i>	35,223	47,335
<i>Inventories</i>	379,698	280,543
<i>Receivables, deposits and prepayments</i>	728,054	768,347
<i>Short term investment</i>	5,000	1,263,885
<i>Cash and bank balances</i>	203,831	452,700
	1,503,820	3,003,174
Current liabilities		
<i>Dividends payable</i>	-	79,715
<i>Payables, accruals and provision</i>	586,909	637,572
<i>Amount due to customers</i>	28,559	26,582
<i>Bank borrowings</i>	509,702	213,848
<i>Taxation</i>	8,029	51,489
	1,133,199	1,009,206
Net current assets	370,621	1,993,968
	5,471,870	6,774,994
Financed by:		
Share capital	1,423,489	1,423,489
Reserves	3,536,805	4,816,790
Shareholders' equity	4,960,294	6,240,279
Minority interests	198,027	197,783
Long term borrowings	118,509	150,141
Deferred tax liabilities	195,040	186,791
	5,471,870	6,774,994
Net assets per share (RM)#	3.48 *	4.38

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2005.

Net assets per share has been computed based on the shareholders' equity of RM4,960.3 million (2005: RM6,240.3 million) divided by 1,423,489,175 (2005: 1,423,489,175) shares in issue.

* The decline in Net assets per share is mainly due to capital distribution to shareholders under the rationalisation exercise as mentioned in Note 20 (i).

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2006

	<u>Share capital</u> RM'000	<u>Share premium</u> RM'000	<u>Non-distributable Reserve on consolidation</u> RM'000	<u>Exchange adjustment</u> RM'000	<u>Distributable Retained profits</u> RM'000	<u>Total</u> RM'000
At 1 July 2005	1,423,489	1,731,147	68,452	26,487	2,990,704	6,240,279
Profit for the year	-	-	-	-	259,766	259,766
Dividends paid	-	-	-	-	(256,228)	(256,228)
Capital distribution	-	(1,263,885)	-	-	-	(1,263,885)
Translation of foreign subsidiary companies	-	-	-	(19,638)	-	(19,638)
At 30 June 2006	1,423,489	467,262	68,452	6,849	2,994,242	4,960,294
At 1 July 2004	1,062,217	849,216	68,976	29,732	2,641,161	4,651,302
Profit for the year	-	-	-	-	549,926	549,926
Dividends paid	-	-	-	-	(120,668)	(120,668)
Dividends declared	-	-	-	-	(79,715)	(79,715)
Issue of shares	361,272	888,728	-	-	-	1,250,000
Rationalisation exercise expenses written off	-	(6,797)	-	-	-	(6,797)
Changes in Group composition	-	-	(524)	-	-	(524)
Translation of foreign subsidiary companies	-	-	-	(3,245)	-	(3,245)
At 30 June 2005	1,423,489	1,731,147	68,452	26,487	2,990,704	6,240,279

The Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2005.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

	FOR THE QUARTER ENDED 30.06.06 RM'000	FOR THE QUARTER ENDED 30.06.05 RM'000
Net Profit Before Taxation	406,156	750,449
Adjustment of non-cash flow items	115,709	(203,024)
Operating Profit Before Working Capital Changes	521,865	547,425
Working capital changes		
Net changes in working capital	(100,437)	(142,363)
Interest paid	(14,459)	(14,553)
Tax paid	(150,494)	(93,738)
Net Cash Flows From Operating Activities	256,475	296,771
Cash Flow From Investing Activities		
Purchase of property, plant and equipment	(234,536)	(140,520)
Purchase of investment in associated companies	(242,705)	-
Proceeds from disposal of property, plant and equipment	8,142	10,407
Purchase of additional shares in subsidiary companies	(15,000)	(3,800)
Purchase of subsidiary companies (net cash inflow)	-	11,254
Proceeds from disposal of associated companies	-	1,782
Proceeds from disposal of partial investment in subsidiary companies	9,986	4,975
Realisation of property development	42,653	14,976
Net Cash (Used In) Investing Activities	(431,460)	(100,926)
Cash Flow From Financing Activities		
Rationalisation expenses paid	-	(6,797)
Dividends paid	(335,943)	(120,668)
Dividends paid to minority shareholders	(2,619)	(2,326)
Bank borrowings	263,407	(12,129)
Net Cash (Used In) Financing Activities	(75,155)	(141,920)
Net (Decrease)/ Increase In Cash And Cash Equivalents	(250,140)	53,925
Cash And Cash Equivalents At Beginning Of Year	449,635	395,760
Effects Of Exchange Rate Changes	456	(50)
Cash And Cash Equivalents At End Of Year	199,951	449,635
The cash and cash equivalents comprise:		
Short term deposits	131,274	386,452
Cash and bank balances	72,557	66,248
Bank overdraft	(3,880)	(3,065)
	199,951	449,635

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2005.

NOTES

1) Accounting Policies

This interim financial report has been prepared in accordance with Malaysian Accounting Standard Board FRS 134 "Interim Financial Reporting" and Chapter 9 Part K of the Listing Requirements of the Bursa Malaysia Securities Berhad. The accounting policies and methods of computation used are consistent with those used in the preparation of the most recent annual audited financial statements.

The notes should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2005.

2) Annual Audit Report

The annual audit report of the preceding annual financial statements was not qualified.

3) Seasonal Or Cyclical Factors

The Group's operations were, to a certain extent affected by seasonal or cyclical factors. However, due to the diversity of its business, any seasonal or cyclical factors would effectively mitigate each other and therefore would not have material adverse effects on the earnings of the Group.

4) Extraordinary Items

There were no extraordinary items for the current quarter and financial year to date.

5) Changes In Estimated Amounts Reported In Prior Period Which Have Effect On The Current Period

There were no changes in estimated amounts reported in prior period, which have a material effect on the current year.

6) Changes In Debt And Equity Securities

There has been no issuance or repayment of debts and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the year ended 30 June 2006.

7) Dividends Paid

The interim dividend in respect of the financial year ended 30 June 2006 of 7 sen per share less tax at 28% declared on 23 February 2006, was paid on 5 April 2006.

The interim dividend in respect of the financial year ended 30 June 2005 of 7 sen per share comprising 2 sen tax exempt and 5 sen less tax at 28% declared on 30 May 2005, was paid on 13 July 2005.

The final dividend in respect of the financial year ended 30 June 2005 of 13 sen per share less tax at 28% and a special dividend of 5 sen per share less tax at 28% was paid on 12 December 2005.

8) Segmental Reporting (Cont'd)

	Plantations and other related businesses RM'000	Oils & Fats RM'000	Property development and management RM'000	Others RM'000	Elimination RM'000	Total RM'000
Year ended						
30 June 2005						
External sales	724,160	2,307,935	161,346	147,002	-	3,340,443
Inter-segment sales	593,052	105,024	-	23,484	(721,560)	-
Total revenue	<u>1,317,212</u>	<u>2,412,959</u>	<u>161,346</u>	<u>170,486</u>	<u>(721,560)</u>	<u>3,340,443</u>
Operating profit/(loss)	417,857	(5,487)	(32,228)	3,435	-	383,577
Investment income						1,993
Interest income						10,317
Other income						40,133
Associated companies	-	34,606	8,020	312	-	42,938
Exceptional item						<u>271,491</u>
Profit before taxation						<u><u>750,449</u></u>

b) Analysis by geographical location:

	Revenue (External) RM'000	Operating Profit RM'000
Year ended		
30 June 2006		
Malaysia	2,064,916	342,260
Europe	1,178,111	(6,766)
South Africa	428,412	7,518
Asia	153,238	(4,337)
	<u>3,824,677</u>	<u>338,675</u>
Year ended		
30 June 2005		
Malaysia	1,582,380	377,014
Europe	1,355,856	7,766
South Africa	284,209	442
Asia	117,998	(1,645)
	<u>3,340,443</u>	<u>383,577</u>

9) Valuation Of Property, Plant And Equipment

The Group did not carry out any valuation on its property, plant and equipment.

10) Material Events Subsequent To The End Of Financial Period

- (i) On 27 July 2006, Golden Hope Plantations Berhad (Golden Hope) announced the signing of a memorandum of understanding (MOU) with Cognis Oleochemicals (M) Sdn. Bhd. (COM) and Lonkey Industrial Co. Ltd.(Lonkey) Guangzhou, China to collaborate (Proposed Collaboration) by cooperating and contributing their respective expertise and resources in the Proposed Collaboration with the objective of conducting a due diligence on the business of Methyl Ester Sulphonates (MES) and to facilitate valuation of the business with the view of forming a joint-venture in the manufacture, distribution and sales of MES (Proposed Business).

Upon the successful completion of the MOU, Golden Hope or its nominee(s), COM and Lonkey intend to execute a joint venture agreement to conduct the Proposed Business.

The rationale for the Proposed Collaboration are:

- (a) To strengthen Golden Hope's biodiesel business by providing the complimentary revenue from the sale of C16 ME for MES and others for biodiesel.
 - (b) To capitalise on the potential of MES as a replacement for Linear Alkyl Sulphonate (LAS) in the detergent industry.
 - (c) Strengthen Golden Hope's presence in the downstream activities of the oleochemicals derivatives business.
- (ii) On 27 July 2006, Golden Hope announced that it has signed a memorandum of understanding with Homey Group Co. Ltd. of the People's Republic of China (Homey).

Golden Hope and Homey have agreed to work jointly by combining their respective expertise and resources to achieve their mutual objective of becoming significant players in their respective businesses through the development and production of value-added food-based consumer products and biodiesel, respectively.

Except for the above, there were no other material factors or events which has occurred between the end of the financial period and 17 August 2006 affecting the earnings of the Group.

11) Changes In The Composition Of The Group

- (i) On 26 May 2006, with the disposal of 40% of interests in Golden Hope Investments (Asia Pacific), the Golden Hope Group through Golden Hope Overseas Sdn. Bhd., has effectively disposed 20.4% of its interest in Golden Hope-Nhabe Edible Oils Co. Ltd. to AFIA International Company (formerly known as Savola Edible Oils Company Ltd.).
- (ii) With the completion of the acquisition of the remaining 25% interest in P.T. Sandika Nata Palma and P.T. Budidaya Agro Lestari, the effective interests in these two (2) subsidiary companies increased from 75% to 100%.

Save for the above, there were no other material changes in the composition of the Group for the current quarter and financial year to date.

12) Contingent Liabilities

There were no contingent liabilities as at the date of issue of this report.

13) Review Of Performance

Group profit for the year ended 30 June 2006 was lower compared to the preceding financial year. This was largely attributable to the absence of exceptional gains arising from the disposal of the property companies to Island & Peninsular Berhad and lower contribution from plantations. Plantations earnings declined mainly on account of lower selling prices of palm products, notwithstanding the increase in crop production.

14) Material Changes In The Quarterly Results Compared To The Preceding Quarter

Group profit for the current quarter was higher compared to the preceding quarter. The increase in profit was due to the higher surplus recorded mainly by the plantations division. Plantations earnings increased largely on account of higher sales of palm products.

15) Current Year Prospects

Group profit for the current year is anticipated to be higher than the previous financial year mainly due to the higher contribution from plantations arising from increase in volume and better selling prices of palm products.

16) Variance Of Actual Profit From Forecast Profit

No profit forecast or profit guarantee were made or issued during the year.

17) Taxation

The tax expense comprised:

	FOURTH QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER RM'000	PRECEDING YEAR QUARTER RM'000	CURRENT YEAR TODATE RM'000	PRECEDING YEAR TODATE RM'000
Current	37,242	28,242	101,171	113,665
Deferred	5,015	16,826	8,245	89,242
Associated companies	7,899	10,169	12,099	10,824
	50,156	55,237	121,515	213,731
Under provision in respect of prior years:				
Current taxation	5,863	-	5,863	-
Deferred taxation	9,700	-	9,700	-
	65,719	55,237	137,078	213,731

The effective tax rate for the Group is higher than the statutory tax mainly due to provision for tax underprovided in prior years and expenses not deductible for tax purposes.

18) Profit On Sale Of Investments And/Or Properties

Included in the other income is a gain amounting to RM7.5 million arising from the partial disposal of 20.4% effective interest in Golden Hope-Nhabe Edible Oils Co. Ltd. to AFIA International as disclosed in Note 20 (ii).

Included in exceptional item for the preceding year were gains arising from the disposal of I&P Seriemas, I&P Permodalan Harta and I&P Alam Impian to Island & Peninsular Berhad, pursuant to the rationalisation exercise as described in Note 20 (i).

Save for the above, there were no other material disposal of unquoted investments and/or properties outside the ordinary course of business of the Group for the current quarter and financial year todate.

19) Quoted Securities

a) There were no purchases or disposals of quoted securities for the current quarter and financial year todate, except for the distribution of Island & Peninsular Berhad Shares which was completed on 14 September 2006, pursuant to the Company's rationalisation exercise as mentioned in Note 20 (i).

b) Investment in quoted shares as at 30 June 2006 were as follows :

	At Cost RM'000	At Book Value RM'000	At Market Value RM'000
- Subsidiary companies	191,214	162,212	167,985
- Other investments	27,930	5,890	3,920
	219,144	168,102	171,905

20) Status Of Corporate Proposals

(i) On 16 September 2003, Aseambankers Malaysia Berhad (Aseambankers), on behalf of the Board of Directors of Golden Hope Plantations Berhad (Golden Hope) announced a Rationalisation Exercise with Island & Peninsular Berhad (I&P) which involved the following:

- (a) Acquisition of 83,683,022 ordinary shares of RM1.00 each, representing approximately 99.63% equity interest in Austral Enterprises Berhad (AEB) a wholly-owned subsidiary company of I&P, for a purchase consideration of RM1,250,000,000 to be satisfied by the issuance of 361,271,676 new Golden Hope Shares at an issue price of RM3.46 per Golden Hope Share.
- (b) Subscription of 1,500,000 new ordinary shares of RM1.00 each, representing 60% of the enlarged issued and paid-up share capital of I&P Seriemas Sdn. Bhd. (I&P Seriemas) by I&P for a subscription price of RM629,645,945, which will be satisfied by the issuance of 185,189,984 new I&P Shares to Golden Hope, at an issue price of RM3.40 per share, in consideration of Golden Hope paying I&P Seriemas the subscription price of RM629,645,945 on behalf of I&P by setting-off against the balance amount of debt as at 30 September 2003 owing by I&P Seriemas to Golden Hope.
- (c) Settlement by I&P the amount of RM33,096,419 as at 30 September 2003 owing by I&P Permodalan Harta Sdn. Bhd. (I&P Permodalan Harta) to Golden Hope by the issuance of 9,734,240 new I&P Shares at an issue price of RM3.40 per I&P Share to Golden Hope.

Sale of the entire issued and paid-up capital of I&P Permodalan Harta by Golden Hope to I&P at the sale consideration of RM17,222,158 to be satisfied by the issuance of 5,065,340 new I&P Shares at an issue price of RM3.40 per I&P Share to Golden Hope.

- (d) Subscription of 49,500,000 new ordinary shares of RM1.00 each, representing 99% of the issued and paid-up share capital in I&P Alam Impian Sdn. Bhd. (I&P Alam Impian) by I&P, for a total cash subscription price of RM49,500,000 of which RM495,000 will be paid on completion and the balance of RM49,005,000 will be "uncalled capital".

Settlement by I&P the amount of RM583,920,060 by the issuance of 171,741,194 new I&P Shares at an issue price of RM3.40 per I&P Share to Golden Hope in settlement of the consolidated inter-company advances owing by I&P Alam Impian to Golden Hope of RM301,281,000 as at 30 September 2003 and in consideration of Golden Hope assuming the obligation to pay the balance of the purchase price for Haron Estate of RM282,639,060 directly to Haron Estate Development Sdn. Bhd. (Haron Estate Development) in accordance with the terms and conditions of the Haron Estate Development SPA.

- (e) Voluntary General Offer (VGO) by I&P to acquire the entire issued and paid-up share capital of Negara Properties Berhad (Negara), a 62.6% subsidiary company of Golden Hope (held directly and indirectly through subsidiary companies of Golden Hope), (Offer Shares) for a total purchase consideration of RM310,000,000 or approximately RM4.39 per ordinary share in Negara to be satisfied by the issuance of 91,176,470 new I&P Shares at an issue price of RM3.40 per I&P Share (assuming full acceptances of the Offer Shares) (VGO on Negara).
- (f) Capital distribution to its shareholders (excluding those issued pursuant to the Acquisition) of the entire new I&P Shares to be received by Golden Hope pursuant to the Disposal of I&P Permodalan Harta, the Subscriptions and the Settlements of Amounts Owing through Bonus Issue and Capital Repayment.

Items (a) to (d) of the rationalisation exercise was completed on 14 September 2005 with the Capital Distribution to shareholders of 371,730,758 I&P shares amounting to RM1,263,884,582.

In respect of item (e), VGO on Negara, the shareholders of Golden Hope approved the VGO at an EGM held on 8 March 2005. However, the Company, on 31 March 2005, received from Kumpulan Wang Simpanan Pekerja (KWSP), an order from the High Court of Malaya of Kuala Lumpur restraining the Company and I&P from acting in any manner whatsoever on the resolution passed at the Golden Hope EGM of 8 March 2005 in relation to the acceptance of the VGO on Negara by Golden Hope.

On 27 March 2006, Aseambankers on behalf of Golden Hope, announced that, the shareholders of Golden Hope at an EGM held on 13 March 2006 approved the revocation of the ordinary resolution passed by the shareholders at the EGM held on 8 March 2005 relating to the acceptance of the VGO on Negara.

20) Status Of Corporate Proposals (Cont'd)

(i) (Cont'd)

The rationalisation exercise is still pending the following:

- (i) Change to the Express Conditions for Lot 509, Mukim of Burau, District of Jerantut, Pahang and Lot No. 379, Mukim of Pedah, District of Jerantut, Pahang, within 12 months from the date of SC's approval.

In respect of the Change to the Express Conditions, the conversion of land use for Lot 379, Mukim of Pedah, District of Jerantut, Pahang has been approved whilst the conversion of land use for Lot 509, Mukim of Burau, District of Jerantut, Pahang approval in principle has been obtained from Pejabat Tanah Jerantut and the State EXCO, subject to payment of additional premium.

Extension of time for the conversion of express conditions for Lot 509, Mukim of Burau, District of Jerantut, Pahang was obtained from SC for a further period of 6 months to 31 May 2006. The Company has applied to the land office for a reduction in the additional premium payable and in view of this, a further extension of time of 6 months from 31 May 2006 to 30 November 2006 is sought from the SC.

- (ii) On 14 September 2005, Golden Hope signed a share sale agreement with AFIA International Company (AFIA) (formerly known as Savola Edible Oils Company Ltd.), to acquire 377,000 shares of MAD100.00 each in Savola Morocco S.A. representing 40% of the issued and paid-up share capital of Savola Morocco S.A. for a consideration of US\$12.26 million.

The acquisition is the 1st step towards implementing Phase 1 of the collaboration between the parties as envisaged in the Collaboration Agreement which was signed between the parties on 15 April 2005.

On 26 May 2006, Golden Hope International Investments (GHII), a wholly-owned subsidiary company of Golden Hope, signed a share sale agreement for the disposal of 40% of its shareholding in Golden Hope Investments (Asia Pacific) (GHIAP) a wholly-owned subsidiary company of GHII, to AFIA for a consideration of US\$2.73 million. GHIAP is the holding company of Golden Hope Overseas Sdn. Bhd..

Golden Hope Overseas Sdn. Bhd. holds 51% of Golden Hope-Nhabe Edible Oils Co. Ltd. (Golden Hope-Nhabe), Golden Hope's Vietnam-based refinery, whilst remaining 49% is held by National Company for Vegetable Oils, Aromas and Cosmetics of Vietnam (Vocarimex). With the acquisition of the 40% equity in GHIAP, AFIA effectively owns 20.4% of Golden Hope's shares in Golden Hope-Nhabe.

Golden Hope and AFIA plan to join efforts with Vocarimex to exploit the growth opportunities offered by Vietnam in the edible oils & fats market and its rapidly growing 84 million population market.

The collaboration would enable Golden Hope to enter the branded consumer and retail business of edible oils & fats in the Middle East, which is a growing market, and to leverage on AFIA's strong brands.

The collaboration is also in line with Golden Hope's existing strategy to expand its involvement in downstream operations by increasing its presence in the manufacturing, marketing and distribution of branded consumer packed edible oils & fats internationally.

- (iii) On 6 December 2005, Golden Hope announced that the shareholders of Jiangyin Golden Hope Oils & Fats Co Ltd. (Jiangyin-GH), Golden Hope Overseas Sdn. Bhd. and Jiangyin Oils & Fat Chemical Co had at the EGM held on 6 December 2005 in Jiangyin, People's Republic of China, approved the resolution to dissolve Jiangyin-GH by way of members' voluntary winding up.

- (iv) On 26 January 2006, Golden Hope announced that it has entered into a Letter of Intent with Godiver Handelsgesellschaft mbH (Godiver) (LOI) on 23 January 2006.

In furtherance of the LOI, Golden Hope or its nominee and Godiver will incorporate a Dutch limited liability company that will erect and operate a biodiesel production facility in Zwijndrecht, the Netherlands.

On 10 July 2006, Golden Hope announced that the tenure of the LOI has lapsed.

20) Status Of Corporate Proposals (Cont'd)

- (v) On 26 June 2006, Golden Hope announced that, its wholly-owned subsidiary company, Impian Golf Resort Berhad (IGRB) had on the same day, entered into a sale and purchase agreement with Sungai Kantan Development Sdn. Bhd., which is a wholly-owned subsidiary company of Negara Properties (M) Berhad, a 62.6% subsidiary company of the Golden Hope Group, for the purchase of a parcel of freehold land known as held under H.S. (D) 47918, PT NO. 36968 Mukim of Kajang, District of Ulu Langat, Selangor Darul Ehsan measuring approximately 5.531 acres for a cash consideration of RM6,023,100.

The purchase of the property is to complement the IGRB's Impian Golf and Country Club operations by having a permanent golf driving range which would enhance its capability in hosting international level professional golf tournaments in the future.

- (vi) On 30 June 2006, Golden Hope announced that it had on 29 June 2006, signed a Research and Development Agreement with NIZO food research B.V. (NIZO food research) to collaborate with each other whereby NIZO food research will:-
- (i) Provide Golden Hope with research facilities and state-of-the-art pilot food application facilities and offers to act as coordinator for Golden Hope and its subsidiary companies in the Dutch Food Valley; and
 - (ii) Arrange and assist Golden Hope with know-how, facilities and expertise to have researches performed.

The Proposed Collaboration forms the basis of the collaboration between Golden Hope and NIZO food research in which Golden Hope and NIZO food research could offer each other by combining their respective expertise and resources with the objective of establishing oils & fats businesses through the respective collaborative projects.

21) Group Borrowings

The Group Borrowings were as follows:

	Year ended 30.06.06 RM'000	Year ended 30.06.05 RM'000
a) Total short term borrowings (unsecured)	<u>509,702</u>	213,848
b) Total long term borrowings (unsecured)	<u>118,509</u>	150,141
Total borrowings	<u>628,211</u>	363,989
c) Foreign borrowings in Ringgit equivalent were as follows:		
Euro	<u>184,582</u>	186,647

22) Off Balance Sheet Financial Instruments

As at 30 June 2006, the outstanding foreign exchange currency contracts entered into by the Group to hedge its trade receivables and payables were as follows:

CURRENCY	CONTRACT AMOUNTS '000	CARRYING AMOUNTS Euro '000	CARRYING AMOUNTS RM'000 equivalent
<u>Trade Receivables</u>			
US Dollar	39,018	-	142,256
US Dollar	4,476	3,629	17,098
Euro	413	-	1,909
GBP	159	228	1,078
<u>Trade Payables</u>			
US Dollar	<u>996</u>	<u>822</u>	<u>3,870</u>

The committed sales and purchases transactions that are hedged are recorded at the contracted foreign exchange rates. Other gains or losses arising from the forward contracts are dealt with in the income statements.

All the contracts mature within six months.

23) Changes In Material Litigation

Since the last audited financial statements for the year ended 30 June 2005, there were no changes in the Group's material litigations.

24) Dividend

- (1) The Directors will propose at the forthcoming Annual General Meeting to be held on 18 October 2006, a final dividend of 18 sen per share, less tax at 28% which will be payable on 20 November 2006. If the dividend is approved at the Annual General Meeting, it is intended that the Register of Members of the Company will be closed on 30 October 2006 to determine shareholders' entitlement to the dividend payment.
- (2) An interim dividend of 7 sen per share less tax at 28% was paid on 5 April 2006.
- (3) The total annual dividend is as follows:-

	Sen per Share (gross)	2006 RM'000 (net)	Sen per Share (gross)	2005 RM'000 (net)
Interim paid on 5 April 2006				
- Tax exempt	-	-	2	28,470
- Tax paid	7	71,744	5	51,245
	<u>7</u>	<u>71,744</u>	<u>7</u>	<u>79,715</u>
Proposed to be paid on 20 November 2006				
- Final (Tax paid)	18	184,484	13	133,239
- Special (Tax paid)	-	-	5	51,246
	<u>18</u>	<u>184,484</u>	<u>18</u>	<u>184,485</u>
	<u>25</u>	<u>256,228</u>	<u>25</u>	<u>264,200</u>

Notice Of Dividend Entitlement And Payment

NOTICE IS HEREBY GIVEN that the Register of Members will be closed by 5.00 p.m. on 30 October 2006 to determine shareholders' entitlement to the dividend payment. The dividend, if approved by shareholders at the Company's Thirtieth (30th) Annual General Meeting, will be paid on 20 November 2006 to shareholders whose names appear in the Register of Members and Record of Depositors as at 30 October 2006.

A depositor shall qualify for entitlement only in respect of:

- (a) share deposited into the depositor's securities account before 12.30 p.m. on 26 October 2006 (in respect of shares which are exempted from mandatory deposit);
- (b) shares transferred to the depositor's securities account before 4.00 p.m. on 30 October 2006 in respect of ordinary transfers; and
- (c) shares bought on the Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

25) Earnings Per Share

		FOURTH QUARTER		CUMULATIVE QUARTER	
		CURRENT	PRECEDING	CURRENT	PRECEDING
		YEAR	YEAR	YEAR	YEAR
		QUARTER	QUARTER	TODATE	TODATE
a) Basic					
Profit attributable to shareholders	RM'000	71,709	82,822	259,766	549,926
Weighted average number of ordinary shares in issue	'000	1,423,489	1,423,489	1,423,489	1,303,065
Basic earnings per share	sen	5.04	5.82	18.25	42.20

b) **Diluted**

Diluted earnings per share is not calculated as there are no potential ordinary shares outstanding during the year.

By Order of the Board
 Norlin binti Abdul Samad
 LS000981
 Secretary

Kuala Lumpur
 24 August 2006