

GOLDEN HOPE PLANTATIONS BERHAD

(Incorporated in Malaysia)

(Company No : 29992-U)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2007

The Directors have pleasure in announcing that the unaudited consolidated results for the fourth quarter and year ended 30 June 2007 were:

CONDENSED CONSOLIDATED INCOME STATEMENT

	FOURTH QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR 30.06.07 RM'000	PRECEDING YEAR 30.06.06 RM'000 Restated	CURRENT YEAR 30.06.07 RM'000	PRECEDING YEAR 30.06.06 RM'000 Restated
<u>Continuing Operations</u>				
Revenue	1,483,601	958,621	4,683,663	3,824,677
Operating expenses	(1,302,531)	(833,934)	(4,098,298)	(3,475,696)
Operating profit	181,070	124,687	585,365	348,981
Other income	12,369	24,889	25,014	41,986
Investment income	683	243	2,390	943
Interest income	5,184	2,637	7,364	7,287
Finance cost	(3,119)	(1,233)	(20,880)	(10,306)
Provision for impairment losses	(24,000)	-	(24,000)	-
Associated companies	14,472	(7,951)	37,521	5,166
Profit before tax	186,659	143,272	612,774	394,057
Taxation	(46,020)	(57,820)	(161,927)	(124,979)
Profit for the period	140,639	85,452	450,847	269,078
Attributable to:				
Equity holders of the parent	128,853	77,727	432,828	259,766
Minority interests	11,786	7,725	18,019	9,312
	140,639	85,452	450,847	269,078
Earnings per share:				
- Basic	8.67	5.46	29.85	18.25
- Diluted	8.66	5.46	29.82	18.25

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2006.

CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30.06.07 RM'000 (unaudited)	AS AT PRECEDING FINANCIAL 30.06.06 RM'000 (audited) Restated
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	2,914,831	2,849,120
Biological assets	1,174,528	1,162,815
Investment properties	6,112	6,837
Investment in associated companies	631,295	599,856
Other investments	42,686	42,686
Land held for property development	128,881	114,671
Deferred tax assets	224,707	238,501
Goodwill on consolidation	183,630	183,630
	<u>5,306,670</u>	<u>5,198,116</u>
Current assets		
Property development costs	21,603	31,145
Amounts due from customers	33,578	35,223
Inventories	394,516	379,698
Receivables	861,015	728,054
Tax recoverable	7,444	16,459
Short-term investments	22,730	5,000
Bank balances and cash	276,173	203,831
	<u>1,617,059</u>	<u>1,399,410</u>
TOTAL ASSETS	6,923,729	6,597,526
<u>EQUITY AND LIABILITIES</u>		
Equity attributable to equity holders of the parent		
Share capital	1,507,611	1,423,489
Reserve	3,750,859	3,496,981
	<u>5,258,470</u>	<u>4,920,470</u>
Minority interests	193,054	184,287
Total equity	5,451,524	5,104,757
Non-current liabilities		
Long term borrowings	54,109	118,509
Deferred tax liabilities	198,235	195,040
	<u>252,344</u>	<u>313,549</u>
Current liabilities		
Dividends payable	98,665	-
Payables	565,930	616,471
Amounts due to customers	25,415	28,559
Bank borrowings	473,259	509,702
Taxation	56,592	24,488
	<u>1,219,861</u>	<u>1,179,220</u>
Total liabilities	1,472,205	1,492,769
TOTAL EQUITY AND LIABILITIES	6,923,729	6,597,526
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>3.49</u>	<u>3.46</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2006.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2007

	Attributable to holders of the parent						Minority Interests	Total Equity	
	Non-distributable		Distributable						
	Share capital	Share premium	Reserve on consolidation	Share Option	Exchange adjustment	Retained profits			Total
RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	RM'000		
At 1 July 2005									
As previously stated	1,423,489	1,731,147	68,452	-	26,487	2,990,704	6,240,279	197,783	6,438,062
Prior year adjustment (i)	-	-	-	-	-	(22,690)	(22,690)	(13,740)	(36,430)
Prior year adjustment (ii)	-	-	-	-	-	(17,134)	(17,134)	-	(17,134)
	1,423,489	1,731,147	68,452	-	26,487	2,950,880	6,200,455	184,043	6,384,498
At 1 July 2005 as restated									
Profit for the year	-	-	-	-	-	259,766	259,766	9,312	269,078
Dividends paid	-	-	-	-	-	(256,228)	(256,228)	(2,619)	(258,847)
Changes in Group composition	-	-	-	-	-	-	-	(6,449)	(6,449)
Capital distribution	-	(1,263,885)	-	-	-	-	(1,263,885)	-	(1,263,885)
Translation of foreign subsidiary companies	-	-	-	-	(19,638)	-	(19,638)	-	(19,638)
At 30 June 2006	1,423,489	467,262	68,452	-	6,849	2,954,418	4,920,470	184,287	5,104,757
At 1 July 2006									
As previously stated	1,423,489	467,262	68,452	-	6,849	2,994,242	4,960,294	198,027	5,158,321
Prior year adjustment (i)	-	-	-	-	-	(22,690)	(22,690)	(13,740)	(36,430)
Prior year adjustment (ii)	-	-	-	-	-	(17,134)	(17,134)	-	(17,134)
Changes in accounting policy:									
FRS 3 : Business Combinations	-	-	(68,452)	-	-	68,452	-	-	-
At 1 July 2006 as restated	1,423,489	467,262	-	-	6,849	3,022,870	4,920,470	184,287	5,104,757
Profit for the period	-	-	-	-	-	432,828	432,828	18,019	450,847
Dividends paid	-	-	-	-	-	(355,637)	(355,637)	(6,982)	(362,619)
Dividends declared	-	-	-	-	-	(98,665)	(98,665)	-	(98,665)
Issue of shares	84,122	216,194	-	-	-	-	300,316	-	300,316
Changes arising from members' voluntary liquidation	-	-	-	-	-	-	-	(2,270)	(2,270)
Share-based payment under ESOS:									
- Recognised in income statement	-	-	-	60,895	-	-	60,895	-	60,895
- Exercised during the year	-	57,203	-	(57,203)	-	-	-	-	-
Translation of foreign subsidiary companies	-	-	-	-	(1,737)	-	(1,737)	-	(1,737)
At 30 June 2007	1,507,611	740,659	-	3,692	5,112	3,001,396	5,258,470	193,054	5,451,524

The Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2006.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007**

	FOR THE YEAR ENDED 30.06.07 RM'000	FOR THE YEAR ENDED 30.06.06 RM'000 Restated
Net Profit Before Taxation	612,774	394,057
Adjustment of non-cash flow items	175,033	127,808
Operating Profit Before Working Capital Changes	787,807	521,865
Working capital changes		
Net changes in working capital	(189,021)	(100,437)
Short term investments	(17,730)	-
Interest paid	(24,855)	(14,459)
Tax paid	(107,688)	(150,494)
Net Cash Flows From Operating Activities	448,513	256,475
Cash Flow From Investing Activities		
Purchase of property, plant and equipment	(200,699)	(234,536)
Purchase of investment in associated companies	(21,387)	(242,705)
Purchase of additional shares in subsidiary companies	-	(15,000)
Proceeds from disposal of property, plant and equipment	10,997	8,142
Proceeds from members' voluntary liquidation	688	9,986
Expenditure on property development	(1,177)	42,653
Net Cash Used In Investing Activities	(211,578)	(431,460)
Cash Flow From Financing Activities		
Issue of shares	300,316	-
Dividends paid	(355,638)	(335,943)
Dividends paid to minority shareholders	(6,982)	(2,619)
Bank borrowings	(101,297)	263,407
Net Cash Used In Financing Activities	(163,601)	(75,155)
Net Increase/(Decrease) In Cash And Cash Equivalents	73,334	(250,140)
Cash And Cash Equivalents At Beginning Of Year	199,951	449,635
Effects Of Exchange Rate Changes	(1,446)	456
Cash And Cash Equivalents At End Of Period	271,839	199,951
The cash and cash equivalents comprise:		
Short term deposits	152,764	131,274
Cash and bank balances	123,409	72,557
Bank overdraft	(4,334)	(3,880)
	271,839	199,951

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2006.

NOTES**1) Accounting Policies**

The notes should be read in conjunction with the Annual Financial Statements for the year ended 30 June 2006.

This interim financial report has been prepared in accordance with Financial Reporting Standards (FRS) 134 "Interim Financial Reporting" and Paragraph 9.22 of the Listing Requirements of 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, except for the changes in accounting policies resulting from those described in (f) and the adoption of following new/revised FRS which became effective for financial periods beginning on or after 1 January 2006:

FRS 2	Share-based Payment
FRS 3	Business Combinations
FRS 5	Non-Current Assets Held for Sale and Discontinued Operations
FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 128	Investments in Associates
FRS 131	Interest in Joint Ventures
FRS 132	Financial Instruments: Disclosure and Presentation
FRS 133	Earnings per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

The adoption of the above FRS does not have any financial impact on the Group, except for those stated below. The principal effects of changes in accounting policies resulting from the adoption of the new/revised FRSs are as follows:

a) FRS 2 : Share-based Payment

This FRS requires an entity to recognise share-based payment transactions in its financial statements, including transactions with employees or other parties to be settled in cash, other assets, or equity instruments of the entity.

The Company operates an equity-settled, share-based compensation plan for the eligible employees of the Group, the Golden Hope Plantations Berhad Employees' Share Option Scheme (ESOS). Prior to 1 July 2006, no compensation expense was recognised in the income statement for share options granted. With the adoption of FRS 2, the compensation expense relating to share options is recognised in the income statements over the vesting periods of the grants with a corresponding increase in equity. The total amount to be recognised as compensation expense is determined by reference to the fair value of the share options at the date of the grant and the number of share options to be vested by the vesting date. The fair value of the share option is computed using a Black Sholes model. At every balance sheet date, the Group revises its estimate of the number of share options that are expected to vest by the vesting date. Any revision of this estimate is included in the income statements and a corresponding adjustment to equity over the remaining vesting period.

As the share options were granted subsequent to 1 July 2006, no restatement of comparative figures for the preceding year were required in the income statements. The financial impact to the Group arising from this change in accounting policy on the share options granted and vested for the year ended 30 June 2007, is RM60,895,000 and is accounted for as follows:

	YEAR ENDED	
	30.06.2007	30.06.2006
	RM'000	RM'000
Decrease in profit for the year	(60,895)	-
Increase in share option reserve	3,692	-
Increase in share premium	57,203	-
	_____	_____

1) Accounting Policies (cont'd)

b) FRS 3: Business Combinations, FRS 136: Impairment of Assets and FRS 138: Intangible Assets

The adoption of FRS 3 has resulted in consequential application of two other accounting standards, they are FRS 136 and FRS 138.

The adoption of these new FRSs has resulted in the Group ceasing the annual amortisation of Goodwill. Goodwill is carried at cost less accumulated impairment losses and is now tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. Any impairment loss is recognised in the income statements and subsequent reversal is not permitted.

Prior to 1 July 2006, Goodwill was amortised on a straight-line basis over its estimated useful life of 20 years. The change in accounting policy has been accounted prospectively for business combination where the agreement date is on or after 1 July 2006. The transition provisions of FRS 3, however, have required the Group to eliminate as at 1 July 2006 the accumulated amortisation of RM20 million against the carrying amount of Goodwill. The carrying amount as at 1 July 2006 of RM183.6 million will ceased to be amortised. This change has the effect of reducing the amortisation charge in the current financial year by RM10.0 million.

Under FRS 3, any excess of the Group's interest in the net fair value of acquirees' identifiable assets, liabilities and contingent liabilities over cost of acquisitions (previously referred to as "negative goodwill"), after reassessment, is now recognised immediately in the income statements. Prior to 1 July 2006, negative goodwill was not amortised, except to the extent it related to identified expected future losses as at the date of acquisition. In such cases, these expected losses were recognised in income statement. In accordance with the transitional provisions of FRS 3, the negative goodwill as at 1 July 2006 of RM68.5 million was derecognised with a corresponding increase in retained earnings.

c) FRS 140: Investment Property

The adoption of this new FRS has resulted in a change in accounting policy for investment properties. The properties consist land and buildings held for rental purposes. Previously, investment property was classified under property, plant and equipment and is now disclosed as a separate line on the face of the balance sheet as non-current assets. Investment properties are measured initially at cost, including transaction costs and are carried at cost less any accumulated depreciation and impairment losses.

Freehold land is not depreciated. Depreciation of buildings is provided for on a straight-line basis at an annual rate of 2%.

d) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of minority interest, share of net after-tax results of associates and other disclosures. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statements, minority interests are presented as an allocation of the total profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, showing separately the amounts attributable to equity holders of the parent and to minority interest.

Under FRS 101, the Group's share of the results of associated companies are now shown net of tax.

Planting and development expenditure previously classified under property, plant and equipment is now disclosed separately in the balance sheet as plantation development expenditure. The Group maintains its existing accounting policy on plantation development expenditure and shall comply with the provisions of FRS 141: Agriculture, once it becomes effective for application in Malaysia.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

1) Accounting Policies (cont'd)**e) Comparatives**

- (i) The effects on the comparatives to the Group resulting from the adoption new/revised FRSs are summarised as follows:-

Group	Previously Stated RM'000	Reclassified RM'000	Restated RM'000
At 1 July 2006			
Property, plant and equipment	3,958,845	(1,109,725)	2,849,120
Biological assets		1,162,815	1,162,815
Investment properties	-	6,837	6,837
Financial year ended 30 June 2006			
Share of results in associated companies	17,265	(12,099)	5,166
Profit before taxation	406,156	(12,099)	394,057
Taxation	(137,078)	12,099	(124,979)

f) Prior Year Adjustments

- (i) In prior years, the Group adopted FRS 201: Property Development Activities which became effective from 1 January 2004. The adoption of FRS 201 requires that all related property development costs can only be capitalised during the periods in which activities necessary to prepare the properties for its intended use are in progress and all sales incentives or promotional costs are recognised directly in the income statement when incurred.

This prior year adjustment relates to recognition of all sales incentives and promotional costs to income statement. All property development costs which were previously capitalised in periods prior to active development were also recognised to the income statements.

- (ii) This prior year adjustment relates the adoption of FRS 119: Employee Benefits - Actuarial Gains and Losses, Group Plans and Disclosure. FRS 119 requires the recognition of actuarial gains and losses of the defined benefit pension plan of the Group's wholly-owned subsidiary company, Unimills, B.V., based on an actuarial valuation. The additional provision required to comply with FRS 119 is now provided for retrospectively in the income statements of the Group. The corresponding deferred tax asset on the additional provision has also been recognised.

The effects on the comparatives to the Group resulting from Prior Year Adjustments are summarised as follows:-

Group	Previously Stated RM'000	Prior Year Adjustment (i) RM'000	Reclassified RM'000	Restated RM'000
Effects of prior year adjustment (i)				
Land held for property development	90,159	(36,430)	60,942	114,671
Property development cost	152,014	36,430	(157,299)	31,145
			2007	2006
			RM'000	RM'000
Effects on retained profits:				
At 1 July, as previously stated			2,994,242	2,990,704
Effects of adopting FRS 3			68,452	-
At 1 July, as previously stated, before prior year adjustments			3,062,694	2,990,704
Effects of prior year adjustment (i)			(22,690)	(22,690)
Effects of prior year adjustment (ii)			(17,134)	(17,134)
At 1 July, as restated			3,022,870	2,950,880

1) Accounting Policies (cont'd)**f) Prior Year Adjustments (Cont'd)**

The effects on the comparatives to the Group resulting from Prior Year Adjustments are summarised as follows (Cont'd):-

	2007	2006
	RM'000	RM'000
Effects on minority interests:		
At 1 July, as previously stated	198,027	197,783
Effects of prior year adjustment (ii)	(13,740)	(13,740)
At 1 July, as restated	184,287	184,043
Effects on deferred tax asset:		
At 1 July, as previously stated	226,073	235,769
Effects of prior year adjustment (ii)	12,428	12,428
At 1 July, as restated	238,501	248,197
Effects on payables:		
At 1 July, as previously stated	586,909	637,572
Effects of prior year adjustment (ii)	29,562	29,562
At 1 July, as restated	616,471	667,134

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 period 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 2007, except for the issuance of 84,122,000 ordinary shares of RM1.00 each pursuant to the Company's Employees Share Option Scheme (ESOS).

7) Dividends Paid

The final dividend in respect of the financial year ended 30 June 2006 of 18 sen per share less tax at 28% was paid on 20 November 2006.

The first interim dividend of 8 sen per share, less tax at 27% for the year ending 30 June 2007 was declared on 30 November 2006 and paid on 12 January 2007.

The second interim dividend of 8 sen per share, less tax at 27% for the year ending 30 June 2007 was declared on 28 February and paid on 10 April 2007.

8) Segmental Reporting

Segmental information for the period ended 31 March 2007 were as follows :

a) Analysis by industries :

	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
3 Months ended 30 June 2007						
External sales	361,080	1,018,988	68,187	35,346	-	1,483,601
Inter-segment sales	209,767	86,815	-	13,102	(309,684)	-
Total revenue	570,847	1,105,803	68,187	48,448	(309,684)	1,483,601
Operating profit	130,466	22,275	21,705	3,505	-	177,951
Investment income						683
Interest income						5,184
Other income						12,369
Provision for impairment losse:	-	-	-	-	-	(24,000)
Associated companies	-	6,805	7,502	165	-	14,472
Profit before taxation						186,659
3 Months ended 30 June 2006						
External sales	79,275	756,321	81,533	41,492	-	958,621
Inter-segment sales	370,263	63,671	-	30,473	(464,407)	-
Total revenue	449,538	819,992	81,533	71,965	(464,407)	958,621
Operating profit/(loss)	116,062	(757)	8,641	(492)	-	123,454
Investment income						243
Interest income						2,637
Other income						24,889
Associated companies	-	(5,754)	(7,034)	4,837	-	(7,951)
Profit before taxation						143,272
Year ended 30 June 2007						
External sales	981,748	3,410,130	155,692	136,093	-	4,683,663
Inter-segment sales	737,451	271,300	-	37,824	(1,046,575)	-
Total revenue	1,719,199	3,681,430	155,692	173,917	(1,046,575)	4,683,663
Operating profit/(loss)	524,025	21,752	24,483	(5,775)		564,485
Investment income						2,390
Interest income						7,364
Other income						25,014
Provision for impairment losse:	-	-	-	-	-	(24,000)
Associated companies	-	4,897	29,775	2,849	-	37,521
Profit before taxation						612,774

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 2006						
External sales	709,524	2,792,773	178,870	143,510	-	3,824,677
Inter-segment sales	698,635	121,689	-	30,473	(850,797)	-
Total revenue	1,408,159	2,914,462	178,870	173,983	(850,797)	3,824,677
Operating profit/(loss)	344,180	526	343	(6,374)	-	338,675
Investment income						943
Interest income						7,287
Other income						41,986
Associated companies	-	4,602	(3,265)	3,829	-	5,166
Profit before taxation						394,057

b) Analysis by geographical location:

	Revenue (External) RM'000	Operating Profit RM'000
Year ended		
30 June 2007		
Malaysia	2,840,300	551,807
Europe	1,190,273	2,913
South Africa	463,214	8,214
Asia	189,876	1,551
	4,683,663	564,485
Year ended		
30 June 2006		
Malaysia	2,093,854	342,260
Europe	1,178,111	(6,766)
South Africa	428,412	7,518
Asia	124,300	(4,337)
	3,824,677	338,675

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

There were no material factors or events which has occurred between the end of the financial period and 17 August 2007 affecting the earnings of the Group.

11) Changes In The Composition Of The Group

There were no 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 2007 recorded a significant increase of 56% compared to the last financial year. The improvement in performance was mainly due to higher contribution from the plantation and oils & fats divisions arising from better selling prices of palm products and higher surplus from our refineries respectively.

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

Group profit for the current quarter was higher than the preceding quarter. The increase in profit was largely attributable to better performance by the plantation and oils & fats divisions. Plantations earnings increased largely on account of better selling prices of palm products whilst higher surplus from our refineries contributed to the improved results of the oils & fats division.

15) Current Year Prospects

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

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 Restated	CURRENT YEAR TODATE RM'000	PRECEDING YEAR TODATE RM'000 Restated
Current	41,925	37,242	147,874	101,171
Deferred	12,024	5,015	21,982	8,245
	53,949	42,257	169,856	109,416
(Over)/Under provision in respect of prior years:				
Current taxation	(2,936)	5,863	(2,936)	5,863
Deferred taxation	(4,993)	9,700	(4,993)	9,700
	46,020	57,820	161,927	124,979

18) Profit On Sale Of Investments And/Or Properties

There were no material disposal of unquoted investments and/or properties outside the ordinary course of business of the Group for the current quarter and financial year to date.

19) Quoted Securities

- a) There were no purchases or disposals of quoted securities for the current quarter and financial year to date.
- b) Investment in quoted shares as at 30 June 2007 were as follows :

	At Cost RM'000	At Book Value RM'000	At Market Value RM'000
- Subsidiary companies	191,214	162,212	268,084
- Other investments	27,930	5,890	8,575
	219,144	168,102	276,659

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).

The rationalisation exercise was completed on 14 September 2005 except for :

- (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 change of express conditions for Lot 509, Mukim of Burau, District of Jerantut, Pahang was initially obtained from the Securities Commission (SC) to 31 May 2007. 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 2007 to 30 November 2007 has been granted by the SC.

- (ii) On 27 November 2006, Golden Hope announced that it had received an Offer from Synergy Drive Berhad (formerly known as Synergy Drive Sdn. Bhd.) (Synergy Drive) to acquire the entire business and undertaking of the Company as carried on by the Company as at the date of the Offer, including its assets and liabilities (Proposed Disposal).

On the same day, Synergy Drive made similar Offer to Mentakab Rubber Company (Malaya) Berhad (Mentakab Rubber), a listed subsidiary company of the Golden Hope Group and 6 other listed companies, namely, Sime Darby Berhad (Sime Darby), Sime Engineering Services Berhad, Sime UEP Properties Berhad, Kumpulan Guthrie Berhad (KGB), Highlands & Lowlands Berhad and Guthrie Ropel Berhad (Collectively the Participating Companies).

On 22 December 2006, Golden Hope and Mentakab Rubber, accepted the Offer from Synergy Drive, based on the terms of the Offer Letter dated 27 November 2006.

On 24 January 2007, Golden Hope and Mentakab Rubber, together with the Participating Companies entered into separate conditional Sale of Business Agreements (SBA) with Synergy Drive in relation to the Proposed Disposal.

The Proposed Disposal involves the disposal of the entire business and undertakings carried on by Golden Hope as at 27 November 2006, including its assets and liabilities, for a total disposal consideration equivalent to RM5.46 per ordinary share of RM1.00 each in the issued and paid-up capital of the Company (Golden Hope Share) multiplied by the total outstanding Golden Hope Shares (less treasury shares, if any) as at completion (Disposal Price). Based on the number of Golden Hope Shares in issue of 1,423.5 million as at 30 June 2006, the Disposal Price is RM7,772.3 million.

20) Status Of Corporate Proposals (Cont'd)

(ii) Cont'd

(1) Details of the Proposed Disposal

As at 30 June 2006, Golden Hope had 91.86 million outstanding options offered to employees under Employees' Share Option Scheme (ESOS) which were not exercised. Assuming the full exercise of these ESOS options, the maximum possible Disposal Price is RM8,273.9 million.

The Disposal Price shall be satisfied in full on the date of completion through the issuance of an equivalent value of Series A redeemable convertible preference shares of Synergy Drive (RCPS A) at RM5.25 for each RCPS A.

The RCPS A received by the Company will be distributed to the shareholders of Golden Hope under the Proposed Capital Repayment following the completion of the Proposed Capital Reduction. Proposed Disposal is not conditional upon the Proposed Capital Repayment.

Simultaneously with the Proposed Capital Repayment, the Company shall carry out the Proposed Share Issue of 2 new ordinary shares of RM1 each or such number of new Golden Hope shares at par value in order for Synergy Drive to maintain not less than 90% shareholding.

On 10 July 2007, Golden Hope announced that in respect of the Proposed Capital Repayment, it will undertake a bonus issue to capitalise all its reserves, including the reserves arising from the Proposed Disposal, into share capital. The bonus issue is a process undertaken to facilitate the implementation of the Proposed Capital Repayment and will take place after the completion of the Proposed Disposal.

Status of the Proposals

- (a) The Securities Commission (SC) and SC (on behalf of the Foreign Investment Committee) had via its letter dated 16 July 2007, given its approval for the Proposals, as well as those of the Participating Companies.
- (b) The Ministry of International Trade and Industry (MITI) had via its letter dated 15 August 2007, given its approval for the Proposals, as well as those of the Participating Companies.
- (c) The shareholders at an Extraordinary General Meeting held on 17 August 2007, approved the Proposed Disposal, Capital Repayment and Issuance of New Golden Hope Shares to Synergy Drive.

The Proposed Disposal is conditional upon the following:

- (a) The issuance of Synergy Drive shares and the subsequent listing of Synergy Drive on Bursa Malaysia Securities Berhad (Bursa Securities);
- (b) The approval of Bank Negara Malaysia (BNM), if required;
- (c) The approval of Bursa Securities for the listing of Synergy Drive;
- (d) The approval of lenders of Golden Hope (where applicable);
- (e) The decision of the High Court of Malaya in relation to the Proposed Capital Reduction and the Proposed Capital Repayment;
- (f) The decision of the High Court of Malaya in relation to the Proposed Capital Reduction and the Proposed Capital Repayment of Mentakab Rubber;
- (g) Permodalan Nasional Berhad (PNB) and the unit trust funds managed by companies related to PNB providing Synergy Drive with an undertaking in writing to convert any RCPS A received or receivable by each of them pursuant to the Proposed Capital Reduction and the Proposed Capital Repayment of any Target Company (as defined in Section 2 below) or otherwise, into Synergy Drive shares prior to the listing of Synergy Drive on Bursa Securities; and
- (h) The approval of any other authorities or parties, if required.

20) Status Of Corporate Proposals (Cont'd)

(ii) Cont'd

The completion of the Proposed Disposal is conditional upon the proposed disposal of the entire business and undertaking of Sime Darby and KGB groups becoming unconditional. The completion of the Proposed Disposal shall occur simultaneously with the completion of the Proposed Disposal of the entire business and undertaking of Sime Darby and KGB groups.

Upon the SBA with Golden Hope becoming unconditional, Synergy Drive will also undertake a Mandatory General Offer for all the shares in Negara Properties (M) Berhad not held by Golden Hope pursuant to the provisions of the Malaysian Code on Takeovers and Mergers 1998.

21) Group Borrowings

The Group Borrowings were as follows:

	Year ended 30.06.07 RM'000	Year ended 30.06.06 RM'000
a) Total short term borrowings (unsecured)	<u>473,259</u>	509,702
b) Total long term borrowings (unsecured)	<u>54,109</u>	118,509
Total borrowings	<u>527,368</u>	628,211
c) Foreign borrowings in Ringgit equivalent were as follows: Euro	<u>206,063</u>	184,582

22) Off Balance Sheet Financial Instruments

As at 30 June 2007, 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	28,516	-	97,002
US Dollar	3,311	2,490	11,691
GBP	201	294	1,380
<u>Trade Payables</u>			
US Dollar	<u>877</u>	<u>576</u>	<u>2,703</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 2006, there were no changes in the Group's material litigations.

24) Dividend

- (1) The Directors do not propose the payment of a final dividend for the financial year.
- (2) The total dividends declared for the financial period todate in respect of the year ended 30 June 2007 are as follows:

	2007		2006	
	Sen per Share (gross)	Amount (net)	Sen per Share (gross)	Amount (net)
1st interim - paid on 12 January 2007 (2006 : paid on 5 April 2006)	8	84,032	7	71,744
2nd interim - paid on 10 April 2007	8	86,147	-	-
3rd interim - paid on 2 July 2007	9	98,665	-	-
Final dividend - NIL (2006: paid on 20 November 2006)	-	-	18	184,484
	25	268,844	25	256,228

25) Earnings Per Share

		FOURTH QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR QUARTER	CURRENT YEAR TODATE	PRECEDING YEAR TODATE
a) Basic					
Profit attributable to ordinary equity holders of the parent	RM'000	128,853	77,727	432,828	259,766
Weighted average number of ordinary shares in issue	'000	1,486,653	1,423,489	1,449,914	1,423,489
Basic earnings per share	sen	8.67	5.46	29.85	18.25
b) Diluted					
Profit attributable to ordinary equity holders of the parent	RM'000	128,853	77,727	432,828	259,766
Weighted average number of ordinary shares in issue	'000	1,486,653	1,423,489	1,449,914	1,423,489
Effects of dilution - share options	'000	1,355	-	1,355	-
Weighted average number of ordinary shares for diluted earning per share	'000	1,488,008	1,423,489	1,451,269	1,423,489
Diluted earnings per share	sen	8.66	5.46	29.82	18.25

By Order of the Board
Norlin binti Abdul Samad
LS000981
Secretary