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SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)

Incorporated in Malaysia

PART I

CIRCULAR TO SHAREHOLDERS

In relation to

Proposed Renewal of Existing Shareholders' Mandate and
Proposed New Shareholders' Mandate for
Recurrent Related Party Transactions (RRPT) of a Revenue or Trading Nature

PART II

SHARE BUY BACK STATEMENT TO SHAREHOLDERS

in relation to

Proposed Renewal of Authority to Purchase Own Shares

IMPORTANT DATES AND TIMES:

Last Date and Time for Lodgement of Proxy Form	: 27 July 2020 at 10am
Date and Time of Annual General Meeting	: 29 July 2020 at 10am
Place of Annual General Meeting	: Grand Margherita Hotel Dewan Asajaya Level 1 Jalan Tunku Abdul Rahman 93100 Kuching Sarawak

This Circular is dated 29 June 2020

DEFINITIONS

Except where the context otherwise requires, the following definitions shall apply throughout this Circular.

Act	: The Companies Act 2016 as amended from time to time and any re-enactment thereof
Acosafe	: Acosafe Sdn. Bhd.
AGM	: Annual General Meeting
Board	: Board of Directors of SPB
Bursa Malaysia	: Bursa Malaysia Securities Berhad (635998-W)
Butrasemari	: Butrasemari Sdn. Bhd.
Code	: The Malaysian Code on Take Overs and Mergers 1998
CPO	: Crude Palm Oil
Danawa	: Danawa Resources Sdn. Bhd.
Directors	: The directors for the time being of SPB and shall have the same meaning as in Section 2 of the Act and as defined in Section 2(1) of the Capital Market Services Act 2007 and includes any person who is or was within the preceding 6 months of the date of which the terms of the transaction were agreed upon, a director or chief executive of SPB, its subsidiary or holding company as per Paragraph 10.02(c) of the Listing Requirements
Eagle Forest	: Eagle Forest Sdn. Bhd.
EMS	: Estate Management System
EPS: Earnings per Share	
FFB	: Fresh Fruit Bunches
Ironhead	: Ironhead Sdn. Bhd.
IS	: Intuitive Systems Sdn. Bhd.
Key Ta Trading	: Key Ta Trading Sdn. Bhd.
Key Jaya Trading	: Key Jaya Trading Sdn. Bhd.
KUB	: KUB Sepadu Sdn. Bhd.
Lik Shen Sawmill	: Lik Shen Sawmill Sdn. Bhd.
Listing Requirements	: Bursa Malaysia's Main Market Listing Requirements as amended from time to time
Major Shareholder	: This shall have the same meaning as in Paragraph 1.01 of the Listing Requirements
Manis Oil	: Manis Oil Sdn. Bhd.
Market Day	: Any day from Mondays to Fridays (both days inclusive) which Bursa Malaysia is open for trading of securities
NA	: Net Assets
n/a	: Not Applicable
Persons Connected	: This shall have the same meaning as in Paragraph 1.01 of the Listing Requirements
PK	: Palm Kernel

Proposed Shareholders' Mandate	: Proposed Renewal of Existing Shareholders' Mandate and Proposed New Shareholder's Mandate for Recurrent Related Party Transactions (RRPT) of a Revenue or Trading Nature
Proposed Share Buy Back or Proposed Renewal of Authority to Purchase Own Shares	: Proposed purchase and / or holding of own shares of up to 10% of the Issued and paid-up Share Capital of SPB
PSS Oil Mill	: PSS Oil Mill Sdn. Bhd.
Record of Depositors	: A record provided by Bursa Malaysia to SPB under Chapter 24 of the Rules of Bursa Malaysia Depository
Related Parties	: A director, major shareholder or persons connected with such director or major shareholder. For the purpose of this definition, "director" and "major shareholder" shall have the same meaning as stated above and in Paragraph 10.02 of the Listing Requirements
Related Party Transaction	: A transaction entered into by the Company or its subsidiaries which involves the interest, direct or indirect, of a Related Party
RRPT	: Recurrent Related Party Transactions
SC	: Securities Commission
SPB or the Company	: Sarawak Plantation Berhad
SPB Shares	: Ordinary shares of the Company
Stonehead	: Stonehead Sdn. Bhd.
TABM	: TABM Sdn. Bhd.
Ta Ann Pelita Igan	: Ta Ann Pelita Igan Plantation Sdn. Bhd.
Ta Ann Pelita Silas Plantation	: Ta Ann Pelita Silas Plantation Sdn. Bhd.
Ta Ann Plywood	: Ta Ann Plywood Sdn. Bhd.
TBS Oil Mill	: TBS Oil Mill Sdn. Bhd.
the Group	: Sarawak Plantation Berhad and its subsidiaries
Treasury Shares	: The SPB shares purchased by SPB that can be retained, distributed as dividend or resold

Name of Subsidiaries

Azaria	: Azaria Sdn. Bhd.
SPAD	: Sarawak Plantation Agriculture Development Sdn. Bhd.
SPPD	: Sarawak Plantation Property Development Sdn. Bhd.
SPPH	: Sarawak Plantation Property Holding Sdn. Bhd.
SPSSB	: Sarawak Plantation Services Sdn. Bhd.
SP Suai	: SPB PELITA Suai Sdn. Bhd.
SPKP	: SPB PPES Karabungan Plantation Sdn. Bhd.
TOP	: Telliana Oil Palm Sdn. Bhd.

Words importing the singular shall, where applicable, include the plural and vice versa and words importing the masculine gender shall, where applicable, include the feminine and neuter gender. Words importing persons include corporations.

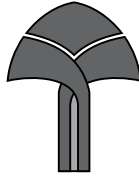
Any reference to any enactment is a reference to that enactment as for the time being amended or re-enacted. Any word defined under the Act and used in this Circular shall have the meaning assigned to it under the Act.

Any reference to a time of day shall be a reference to Malaysian time.

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SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)
Incorporated in Malaysia

Registered Office:
8th Floor Wisma NAIM
2½ Mile Rock Road
93200 Kuching

Date: 29 June 2019

Board of Directors:

Datuk Amar Abdul Hamed bin Sepawi	- Executive Chairman
Dato Wong Kuo Hea	- Executive Director
Hasmawati binti Sapawi	- Non Independent Non Executive Director
Datu Haji Soedirman bin Haji Aini	- Independent Non Executive Director
Ali bin Adai	- Independent Non Executive Director
Brig Gen Dato' Muhammad Daniel bin Abdullah (Retired)	- Independent Non Executive Director

To the Shareholders of Sarawak Plantation Berhad

Dear Sir / Madam,

PART I

PROPOSED SHAREHOLDERS' MANDATE

1. INTRODUCTION

On 27 May 2020, an announcement was made to Bursa Malaysia that SPB intends to seek its shareholders' approval on the proposed shareholders' mandate for SPB to enter into RRPT of a revenue or trading nature at the forthcoming AGM.

The purpose of this Circular is to provide the shareholders with the details, financial effects and rationale relating to this proposal which will be tabled as an ordinary resolution at the forthcoming AGM.

2. PROPOSED SHAREHOLDERS' MANDATE

2.1 Details of the Proposed Shareholders' Mandate

SPB, at its last AGM held on 23 May 2019, had obtained a mandate from its shareholders to enter into RRPT from time to time. The authority conferred by the shareholders shall in accordance with the Listing Requirements lapse at the conclusion of the forthcoming AGM unless authority for its renewal is obtained from the shareholders of the Company,

2.2 Listing Requirements

Chapter 10 (Part E) paragraph 10.09 of the Listing Requirements allows the Company to seek its shareholders' mandate for its related party transactions involving recurrent transactions of a revenue or trading nature which are necessary for its day to day operations subject to the following:

- (a) The transactions are in the ordinary course of business and are on terms not more favourable to the related party than those generally available to the public;
- (b) The shareholders' mandate is subject to annual renewal and disclosure is made in the Annual Report of the aggregate value of transactions conducted pursuant to the shareholders' mandate during the financial year where the aggregate value is equal to or more than the threshold prescribed under Paragraph 10.09(1);
- (c) The listed issuer's circular to shareholders for the shareholders' mandate includes information as may be prescribed by the Exchange. The draft circular must be submitted to the Exchange together with a checklist showing compliance with such information;
- (d) In a meeting to obtain the shareholders' mandate, the interested director, interest major shareholder or interested person connected with a director or major shareholder and where it involves the interest of an interested person connected with a director or major shareholder, such director or major shareholder must not vote on the resolution to approve the transactions. An interested director or interested major shareholder must ensure that persons connected with him abstain from voting on the resolution approving the transactions; and
- (e) The listed issuer immediately announces to the Exchange when the actual value of a RRPT entered into by the listed issuer exceeds the estimated value of the RRPT disclosed in the circular by 10% or more and must include the information as may be prescribed by the Exchange in its announcement.

2.3 Principal Activities of SPB and its Group of Companies

The principal activity of SPB is investment holding.

The principal activities of its subsidiaries are as follows:

Name of Subsidiary	Effective Ownership Interest (%)	Principal Activities
Azaria	75	Dormant
SPAD	100	Cultivation of oil palm and processing of FFB
SPPD	100	Dormant
SPPH	100	Property Investment
SPSSB	95	Provision of management, agronomic and consultancy services
SP Suai	60	Cultivation of oil palm
SPKP	70	Cultivation of oil palm
TOP	100	Cultivation of oil palm

2. PROPOSED SHAREHOLDERS' MANDATE (continued)

2.4 Classes of Related Party

There are 2 classes of parties for which the Proposed Shareholders' Mandate applies, namely:

- (a) Directors; and
- (b) Major Shareholders.

2.5 Nature and Terms of the RRPT and their Estimated Values

The details of the nature and terms of the RRPT and their Estimated Values are described in Appendix 1 to this Circular.

2.6 Details of Sum Due and Owing

There is no amount due and owing to the group by its related parties pursuant to the RRPT which exceeds the credit term.

2.7 Conditions of Shareholders' Mandate

The shareholders' mandate is subject to annual renewal and shall continue to be in force until:

- (a) The conclusion of the next AGM of the Company following the general meeting at which the shareholders' mandate was passed, at which it will lapse, unless by a resolution passed at the meeting, the authority is renewed;
- (b) The expiration of the period within which the next AGM after the date is required to be held pursuant to Section 340(2) of the Act but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Act; or
- (c) Revoked or varied by resolution passed by the shareholders in general meeting

whichever is the earlier.

A disclosure of the aggregate value of the RRPT conducted pursuant to the shareholders' mandate shall be made in the Annual Report, including a breakdown of the aggregate value of the RRPT made during the financial year where:

- (a) The consideration, value of assets, capital outlay or costs of the RRPT is RM1 million or more; or
- (b) The percentage ratios of such RRPT is 1% or more;

whichever is higher.

2. PROPOSED SHAREHOLDERS' MANDATE (continued)

2.8 Review Procedures in relation to RRPT

SPB has in place a system of internal control which reviews procedures and guidelines and which must be strictly adhered to. This will ensure that transactions with mandated related parties are made on generally acceptable commercial terms not more favourable to the mandated related parties, they are at arm's length basis and are not prejudicial to the interest of the minority shareholders.

The procedures for review of RRPT are as follows:

- (a) Where provision of services are concerned, the contracted rates are based on the best competitive rate quoted that complies with all the specifications and shall remain so throughout the period of the contract unless varied by the parties in writing;
- (b) Where sales or purchases are concerned, the contracted rates are based on the best competitive rate quoted that complies with all the specifications and shall remain so throughout the period of the contract unless varied by the parties in writing;
- (c) At least 2 other contemporaneous transactions with unrelated third parties for similar products / services and / or quantities will be used as comparison, wherever possible, to determine whether the price and terms offered to / by the related parties are fair and reasonable and comparable to those offered to / by other unrelated parties for the same or substantially similar type of products / services and / or quantities;
- (d) In the event that the quotation or comparative pricing from unrelated parties cannot be obtained, the transaction price will be based on the current market price / rates that are agreed under similar commercial terms for transactions with third parties, business practices and policies on terms which are generally in line with the industry's standard and ensure that the RRPT is not detrimental to SPB or its Group of Companies.
- (e) The Company's thresholds for the approval of RRPT are as follows:

Limit of Authority per transaction (RM)	Approving Authority
Up to 150,000	Executive Director
Up to 3 million	Executive Director and Chief Operating Officer
Above 3 million	Board of Directors

- (f) Reports on RRPT and situations that may give rise to conflict of interest situations are compiled and submitted to the Board Audit Committee for its review on a quarterly basis.

2. PROPOSED SHAREHOLDERS' MANDATE (continued)

2.9 Statement by the Board Audit Committee

The Members of the Board Audit Committee are as follows:

Name of Members	Designation	Directorship
Datu Haji Soedirman bin Haji Aini	Chairman	Independent Non Executive Director
Ali bin Adai	Member	Independent Non Executive Director
Brig Gen Dato' Muhammad Daniel bin Abdullah (Retired)	Member	Independent Non Executive Director

The Audit Committee reviews the procedures as outlined above annually or as and when deemed necessary and is of the opinion that the Group has in place adequate procedures and processes to monitor, tract and identify RRPT in a timely and orderly manner, are sufficient to ensure that RRPT are not more favourable to the mandated related party than those generally available to the public and are not to the detriment of the minority shareholders.

3. RATIONALE

As the RRPT entered into with the mandated related parties are made on generally acceptable commercial terms not more favourable to the mandated related parties, they are at arm's length and are not prejudicial to the interests of the minority shareholders, it will enhance the business operations of SPB and its Group of Companies. These relationships are forged based on high standards of integrity which seeks to propel SPB and its Group of Companies to greater productivity and efficiency.

The Proposed Shareholders' Mandate will also be advantageous to SPB and its Group of Companies because it will enable SPB and its Group of Companies to enter into transactions described in Section 2.5 above in a timely fashion and eliminates the necessity for SPB on each occasion, pursuant to the financial limits imposed under Paragraph 10.08 of the Listing Requirements to seek the shareholders' approval as and when potential transactions with related parties arise. In this manner, administrative time, inconvenience and costs associated with the convening of such meetings can be substantially reduced yet the corporate objectives of the Group are not adversely affected.

4. FINANCIAL EFFECTS OF THE PROPOSED SHAREHOLDERS' MANDATE

The Proposed Shareholders' Mandate will have no effect on the Issued and Paid-Up Share Capital of SPB and is not expected to have any material effect on the net assets of SPB.

5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTEREST IN THE PROPOSED SHAREHOLDERS' MANDATE

The Directors and / or Major Shareholders and the Persons Connected, as named below, are interested in the Proposed Shareholders' Mandate as they are also directors / major shareholders of the companies stated in Section 2.5 above.

These Directors have and will continue to abstain from all board deliberations and voting pertaining to the Proposed Shareholders' Mandate and together with the Major Shareholders and Persons Connected will not vote in respect of their direct or indirect interests on the resolutions approving the RRPT at the AGM. They have undertaken to ensure that the Persons Connected with them shall abstain from voting on the resolution approving the transaction at the AGM.

5. DIRECTORS' AND MAJOR SHAREHOLDERS' INTEREST IN THE PROPOSED SHAREHOLDERS' MANDATE (continued)

The direct and indirect interests of these Directors and / or Major Shareholders and the Persons Connected to them in SPB as at 31 May 2020 are as follows:

Name of Director	Direct		Indirect	
	No. of Shares	%	No. of Shares	%
Datuk Amar Abdul Hamed bin Sepawi	200,000	0.07	84,969,024*	30.45
Dato Wong Kuo Hea	907,600	0.33	89,986,324**	32.25
Ta Ann Holdings Berhad	84,968,024	30.45	-	-

* deemed interest pursuant to Section 8 of the Act by virtue of his interest in Ta Ann Holdings Bhd. and Custodev Sdn. Bhd.

** deemed interest pursuant to Section 8 of the Act by virtue of his interest in Ta Ann Holdings Bhd. and Palmhead Holdings Sdn. Bhd. and Goldmakers Sdn. Bhd.

Saved as disclosed above, none of the other Directors and / or Major Shareholders and the Persons Connected to them has interest, direct or indirect, in the Proposed Shareholders' Mandate.

6. DIRECTORS' RECOMMENDATION

The Directors of SPB (with the exception of those mentioned in Section 5 above), having considered all aspects of the Proposed Shareholder' Mandate are of the opinion that the Proposed Shareholder' Mandate is in the best interest of SPB and recommends that you vote in favour of the resolution to be table at the forthcoming AGM.

7. ANNUAL GENERAL MEETING

This resolution on the Proposed Shareholders' Mandate is set out in the Notice of Meeting in the Annual Report 2019 for the 23rd AGM to be held at Grand Margherita Hotel Dewan Asajaya Level 1 Jalan Tunku Abdul Rahman 93100 Kuching Sarawak on Wednesday, 29 July 2020 at 10am.

The voting at the AGM will be conducted on a poll. If you are unable to attend and vote in person at the said AGM, you should complete and return the Form of Proxy, in accordance with the instructions therein, to the office of the Company's Share Registrar, Tricor Investor & Issuing House Services Sdn. Bhd. at Unit 32-01 Level 32 Tower A Vertical Business Suite Avenue 3 Bangsar South No. 8 Jalan Kerinchi 59200 Kuala Lumpur or at its Customer Service Centre at Unit G-3 Ground Floor Vertical Podium Avenue 3 Bangsar South No. 8 Jalan Kerinchi 59200 Kuala Lumpur as soon as possible or in any event not less than 48 hours before the time set for holding the AGM.

The completion and lodgement of the Form of Proxy will not preclude you from attending and voting in person at the AGM should you subsequently wish to do so, provided you revoke the said appointment prior to the AGM.

8. FURTHER INFORMATION

Shareholders are advised to refer to **APPENDIX 2** of this Circular for further information.

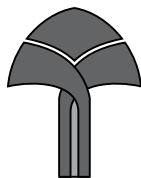
Yours faithfully,

For and on Behalf of Sarawak Plantation Berhad
DATU HAJI SOEDIRMAN BIN HAJI AINI
Independent Non Executive Director

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SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)

Incorporated in Malaysia

Registered Office:
8th Floor Wisma NAIM
2½ Mile Rock Road
93200 Kuching

Date : 29 June 2020

Board of Directors:

Datuk Amar Abdul Hamed bin Sepawi	- Executive Chairman
Dato Wong Kuo Hea	- Executive Director
Hasmawati binti Sapawi	- Non Independent Non Executive Director
Datu Haji Soedirman bin Haji Aini	- Independent Non Executive Director
Ali bin Adai	- Independent Non Executive Director
Brig Gen Dato' Muhammad Daniel bin Abdullah (Retired)	- Independent Non Executive Director

To the Shareholders of Sarawak Plantation Berhad

Dear Sir / Madam,

PART II

PROPOSED RENEWAL OF AUTHORITY TO PURCHASE OWN SHARES

1. INTRODUCTION

On 27 May 2020, an announcement was made to Bursa Malaysia that SPB intends to seek its shareholders' approval for the renewal of the authorisation to enable the Company to purchase up to 10% of the issued shares of SPB as quoted on Bursa Malaysia.

SPB, at its last AGM held on 23 May 2019, had obtained its shareholders' approval to purchase up to 10% of its issued share capital as quoted on the Main Market of Bursa Malaysia. The said authority shall in accordance with the Listing Requirements lapse at the conclusion of the forthcoming AGM unless it is renewed.

The purpose of this Statement is to provide the shareholders with the relevant information relating to this proposal which will be tabled as an ordinary resolution at the forthcoming AGM.

2. DETAILS OF THE PROPOSED SHARE BUY BACK

As at 31 May 2020, the total issued and paid up share capital of SPB is RM280,000,000 comprising 280,000,000 ordinary shares. The maximum number of shares which may be purchased by the Company will not exceed 28,000,000 shares.

The approval from the shareholders for the Proposed Share Buy Back shall be effective immediately upon the passing of the ordinary resolution for the Proposed Share Buy Back at the forthcoming AGM up to the conclusion of the next AGM or until the expiry of the period within which the next AGM is required by law to be held or revoked or varied by an ordinary resolution of the shareholders of the Company in a general meeting, whichever occurs first.

The Directors may deal with SPB shares in the following manner:

- (a) Cancel all or part of the SPB shares so purchased; or
- (b) Retain all or part of the SPB shares so purchased as Treasury Shares for distribution as dividends to the shareholders and / or transfer the shares for the purpose of or under an employee share scheme that has been approved by the shareholders and / or transfer the shares as purchase consideration and / or resell on Bursa Malaysia and / or be cancelled.

When the Directors intend to cancel or retain the SPB shares so purchased as Treasury Shares or distribute as dividends to the shareholders and / or transfer the shares for the purpose of or under an employee share scheme that has been approved by the shareholders and / or transfer the shares as purchase consideration and / or resell the SPB shares on the market, together with the rationale for the alternatives chosen, as and when the Proposed Share Buy Back is executed, appropriate announcement will be made to Bursa Malaysia. In the event the Company ceases to hold all or part of such shares as a result of the above actions, the Company may further purpose and / or hold such additional number of shares (in aggregate with the shares then still held by the Company) which shall not exceed 10% of the total Issued and Paid Up Share Capital of the Company for the time being quoted on Bursa Malaysia.

3. FUNDING

The Proposed Share Buy Back will be funded from internally generated funds and / or borrowings of the Group.

The maximum amount of funds to be allocated for the Proposed Renewal of Share Buy Back will not exceed the audited retained earnings of the Company. As at 31 December 2019, the audited retained earnings of the Company stood at RM56,962-871-00.

The proportion of which will depend on the quantum of purchase consideration as well as the availability of internally generated funds and / or borrowings and repayment capabilities of the Company at the time of the purchase. In the event the Proposed Share Buy Back is to be partly financed by external borrowings, the Company expects that it will be capable of repaying such borrowings and that such funding is not expected to have any material effect on the cash flows of the Company and the Group.

4. ADVANTAGES AND RISK MANAGEMENT OF THE PROPOSED SHARE BUY BACK

The Proposed Share Buy Back, if exercised, is expected to potentially benefit the Company and its shareholders in the following manner:

- (a) The Company may be able to stabilize the supply and demand of its shares in the open market and hence supports its fundamental values;
- (b) Where SPB shares are bought back and retained as Treasury Shares, these Treasury Shares can be distributed as dividends in future to reward shareholders or provide an opportunity for the Company to realise potential gains if the Treasury Shares are subsequently resold at prices higher than the purchase price;
- (c) Where SPB shares are cancelled, the shareholders of the Company may enjoy an increase in value of their investment in the Company due to the increase in the net EPS as a result of reduction in the Issued and Paid Up Share Capital of the Company upon cancellation of the shares.

The Proposed Share Buy Back is not expected to cause any potential material disadvantage to the Company or its Shareholders as any share buy back exercise will be undertaken only after in-depth consideration of the financial resources of SPB and of the resultant price impact on its shareholders.

Be that as it may, the Proposed Share Buy Back will reduce the Group's financial resources resulting in the Group foregoing other investment opportunities that may arise in the future and may also reduce the amount of resources available for distribution to the shareholders in the form of cash dividends.

On the other hand, the disadvantage is mitigated by the prospect that the financial resources of the Group may recover or increase upon resale of the Treasury Shares. The Board in exercising any decision on the Proposed Share Buy Bank will be mindful of the interests of the Company and its shareholders.

5. PRICING

In accordance with the Listing Requirements, the Company may only purchase its own shares on the Main Market of Bursa Malaysia at a price which is not more than 15% above the weighted average market price for the shares for the past 5 market days immediately prior to the date of purchase.

The Company may only resell the Treasury Shares on the Main Market of Bursa Malaysia at a price which is:

- (a) Not less than the weighted average market price for the shares for the 5 market days immediately prior to the resale; or
- (b) A discounted price of not more than 5% of the weighted average market price for the shares for the 5 market days immediately prior to the resale provided that the resale takes place no earlier than 30 days from the date of purchase and the resale price is not less than the cost of purchase of the shares being resold.

6. FINANCIAL EFFECTS OF THE PROPOSED SHARE BUY BACK

The effects of the Proposed Share Buy Back on the share capital, earnings, NA and working capital of SPB are as set out below:

6.1 Share Capital

The Proposed Share Buy Back will have no impact on the share capital if all the shares purchased by the Company are held as Treasury Shares.

The impact on the share capital of the Company if the Treasury Shares are subsequently cancelled is as below:

Issued and Paid Up Capital	Number of Shares
Existing share capital before cancellation of Treasury Shares as at 31 May 2020	280,000,000
Less: Cancellation of Treasury Shares (assume maximum shares bought back and cancelled)	(28,000,000)
Resultant Share Capital after cancellation of Treasury Shares	252,000,000

6.2 Earnings

Depending on the number of SPB shares purchased and the purchase price of the shares, the Proposed Share Buy Back may increase the EPS of the Group. Similarly, on the assumption that the SPB shares so purchased are treated as Treasury Shares, the extent of the effect of the earnings of the Group will depend on the actual selling price, the number of Treasury Shares resold and the effective gain or interest saving arising thereon.

6.3 NA

The effect of the Proposed Share Buy Back on the NA per share of the Group is dependent on the number of SPB shares which the Company buys back, the purchase price of the SPB shares and the treatment of the SPB shares so purchased.

The Proposed Share Buy Back is likely to reduce the NA per share of the Group if the purchase price exceeds the NA per share of the Group at the time of purchase and will increase the NA per share of the Group if the purchase price is less than the NA per share of the Group at the time of purchase.

6.4 Working Capital

The Proposed Share Buy Back will reduce the working capital of the Group, the quantum of which depends on, among other things, the number of SPB shares eventually purchased and the purchase price of SPB shares. The cashflows of the Group will be reduced relative to the number of SPB shares eventually purchased and the purchase price of the shares.

Upon resale of the Treasury Shares, the working capital and cashflows of the Group will increase. Again the quantum of increase in the working capital and cashflows will depend on the actual selling price of Treasury Shares and the number of Treasury Shares resold.

7. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' SHAREHOLDING

Save for the proportionate increase in the percentage of shareholdings and / or voting rights of the shareholders of the Company as a result of the Proposed Share Buy Back, none of the Directors and Substantial Shareholders of the Company and persons connected with them have any interest, direct or indirect, in the Proposed Share Buy Back and in the resale of the Treasury Shares, if any.

7. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' SHAREHOLDING (continued)

The effect of the Proposed Share Buy Back on the shareholdings of the Directors and Substantial Shareholders of the Company, based on the Record of Depositors as at 31 May 2020, assuming the Proposed Share Buy Back is carried out in full by the Company is shown below:

Substantial Shareholders and Directors	Before the Proposed Share Buy Back				After the Proposed Share Buy Back			
	Direct		Indirect		Direct		Indirect	
	No. of Shares	% of Share Capital	No. of Shares	% of Share Capital	No. of Shares	% of Share Capital	No. of Shares	% of Share Capital
Ta Ann Holdings Berhad	84,968,024	30.45	-	-	84,968,024	33.72	-	-
State Financial Secretary Sarawak	71,218,101	25.52	-	-	71,218,101	28.26	-	-
Urusharta Jemaah Sdn. Bhd.	18,791,400	6.73	-	-	18,791,400	7.46	-	-
Datuk Amar Abdul Hamed bin Sepawi	200,000	0.07	84,969,024	30.45	200,000	0.08	84,969,024	33.72
Dato Wong Kuo Hea	907,600	0.33	89,986,324	32.25	907,600	0.36	89,486,324	35.51
Hasmawati binti Sapawi	-	-	-	-	-	-	-	-
Datu Haji Soedirman bin Haji Aini	42,000	0.02	-	-	42,000	0.02	-	-
Ali bin Adai	-	-	-	-	-	-	-	-
Brig Gen Dato' Muhammad Daniel bin Abdullah (Retired)	-	-	-	-	-	-	-	-

8. PUBLIC SHAREHOLDING SPREAD

The public shareholding spread of SPB as at 29 May 2020 was 36.87%. In implementing the Proposed Share Buy Back, the Company will ensure that a minimum public shareholder spread of 25% is maintained.

9. IMPLICATION RELATING TO THE MALAYSIAN CODE ON TAKE OVER AND MERGERS 1998 (THE CODE)

Pursuant to Practice Note 2.3(1) of the Code, where the combined holding of persons acting in concert is less than 33% of the voting shares of the Company and thereafter any member of that group acquires voting shares in the Company such that the combined holding of the group exceeds 33%, Part II of the Code will apply to all the members of the group of persons acting in concert.

In the event the Company acquires the full amount of its own shares as authorized under the Proposed Renewal of Share Buy Back and all its own shares so acquired are held as Treasury Shares or cancelled, the equity interest of the respective Substantial Shareholder and Directors as at 31 May 2020 will increase as disclosed in Section 7 above.

Notwithstanding the above, the said Substantial Shareholder and Directors are allowed to make an application to the SC for a waiver from implementing a Mandatory General Offer under Practice Note 2.9.10 of the Code, provided that the obligation is triggered as a result of action that is outside their direct participation.

10. PURCHASE, RESALE AND CANCELLATION OF SPB SHARES MADE IN THE PRECEDING 12 MONTHS

The Company purchased 482,700 of its own shares in the preceding 12 months. The details of the purchases made up to 31 May 2020 are as follows:

Date	No. of Ordinary Shares Purchased	Total Cost* (RM)	Lowest Price (RM)	Highest Price (RM)	Average Price (RM)
03.04.2019	83,000	129,164.34	1.50	1.60	1.55
04.04.2019	27,000	43,164.28	1.58	1.60	1.59
05.04.2019	12,000	19,277.14	1.59	1.60	1.60
08.04.2019	105,000	167,667.67	1.56	1.60	1.59
10.04.2019	61,000	100,571.78	1.60	1.70	1.64
11.04.2019	65,000	113,982.79	1.67	1.80	1.75
12.04.2019	128,700	234,713.35	1.77	1.90	1.82
08.07.2019	1,000	1,732.51	1.69	1.69	1.69

* Including brokerage, commission, clearing house fee and stamp duty.

The total number of shares bought back to date is 967,800. These shares are currently kept as Treasury Shares. There was no resale or cancellation of the Treasury Shares by the Company in the preceding 12 months.

11. HISTORICAL SHARE PRICE

The table below sets out the monthly highest and lowest prices of SPB's shares as transacted on Bursa Malaysia in the preceding 12 months:

2019	High (RM)	Low (RM)	2020	High (RM)	Low (RM)
April	1.90	1.47	January	2.07	1.60
May	1.70	1.58	February	1.79	1.58
June	1.75	1.63	March	1.66	1.30
July	1.70	1.31	April	1.47	1.35
August	1.50	1.37	May	1.65	1.36
September	1.50	1.40			
October	1.50	1.45			
November	1.82	1.50			
December	2.11	1.70			

Source : *Yahoo Finance*

The last transacted market share price on 15 June 2020, being the closing price of SPB shares at the latest practicable date prior to printing of this Statement was RM1.57.

12. CONDITIONS OF THE PROPOSED SHARE BUY BACK

The Proposed Share Buy Back is conditional upon approval being obtained from the shareholders of SPB at the forthcoming AGM. This approval is subject to annual renewal.

13. DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTERESTS

None of the Directors or Substantial Shareholders of the Company or persons connected to them has any interest, direct or indirect, in the Proposed Share Buy Back.

14. DIRECTORS' RECOMMENDATION

The Board of Directors of SPB, having taken into consideration all aspects of the Proposed Share Buy Back, is of the opinion that the Proposed Share Buy Back is in the best interest of the Company and its shareholders. Accordingly, the Board of Directors recommends that the shareholders vote in favour of the ordinary resolution pertaining to the Proposed Share Buy Back to be tabled at the forthcoming AGM.

15. ANNUAL GENERAL MEETING

The resolution on the Proposed Shareholders' Mandate is set out in the Notice of Meeting in the Annual Report 2019 for the 23rd AGM to be held at Grand Margherita Hotel Dewan Asajaya Level 1 Jalan Tunku Abdul Rahman 93100 Kuching Sarawak on Wednesday, 29 July 2020 at 10am.

The voting at the AGM will be conducted on a poll. If you are unable to attend and vote in person at the said AGM, you should complete and return the Form of Proxy, in accordance with the instructions therein, to the office of the Company's Share Registrar, Tricor Investor & Issuing House Services Sdn. Bhd. at Unit 32-01 Level 32 Tower A Vertical Business Suite Avenue 3 Bangsar South No. 8 Jalan Kerinchi 59200 Kuala Lumpur or at its Customer Service Centre at Unit G-3 Ground Floor Vertical Podium Avenue 3 Bangsar South No. 8 Jalan Kerinchi 59200 Kuala Lumpur as soon as possible or in any event not less than 48 hours before the time set for holding the AGM.

The completion and lodgement of the Form of Proxy will not preclude you from attending and voting in person at the AGM should you subsequently wish to do so, provided you revoke the said appointment prior to the AGM.

16. FURTHER INFORMATION

Shareholders are advised to refer to **APPENDIX 2** of this Circular for further information.

Yours faithfully,

For and on Behalf of Sarawak Plantation Berhad

Datuk Amar Abdul Hamed bin Sepawi
Executive Chairman

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES

Renewal of Existing Shareholders' Mandate

The RRPT entered into by SPB and its Group of Companies relating to the various type of transactions described below with the related parties which are necessary for its day to day operations are as follows:

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Danawa and SPAD	Datuk Amar Abdul Hamed bin Sepawi - Director and Shareholder of SPB - Major shareholder of Danawa	Rental and support fee for satellite broadband services	195	209	-	183
IS and SPAD	Datuk Amar Abdul Hamed bin Sepawi - Director and Shareholder of SPB - His sister is a director and shareholder of IS	Software support, customization and maintenance fee for EMS	530	413	-	464

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
KUB and SPAD	Datuk Amar Abdul Hamed bin Sepawi - Director and Shareholder of SPB - Shareholder of Medan Sepadu Sdn. Bhd., a company who holds 30% equity interest in KUB.	Purchase of FFB	13,000	14,383	1. The estimated value was for the period from 24 May 2019 to the date of the AGM intended to be held in May 2020 but was deferred because of the imposition of the Movement Control Order 2. Increase in volume of FFB purchased from KUB	15,500

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Manis Oil and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Shareholders of Ta Ann Holdings Berhad, a company who holds 100% equity interest in Manis Oil <p>Ta Ann Holding Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Owns 100% equity interest in Manis Oil 	Sale of FFB	10,000	11,859	<p>1. The estimated value was for the period from 24 May 2019 to the date of the AGM intended to be held in May 2020 but was deferred because of the imposition of the Movement Control Order</p> <p>2. Increase in volume of FFB sold to Manis Oil</p>	20,500

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Stonehead and SPAD	Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea - Directors and Shareholders of SPB - Directors and Shareholders of Stonehead	Purchase of DCR Stones	750	223	-	425
Butrasemari and SPAD	Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea - Directors and shareholders of SPB - Shareholders of Palmhead Holdings Sdn. Bhd., a company who holds 100% equity interest in Butrasemari Palmhead Holdings Sdn. Bhd. - Shareholder of SPB - Owns 100% equity interest in Butrasemari	Purchase of FFB	16,000	1,815	-	7,000

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Ta Ann Plywood and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a company who owns 100% equity interest in Ta Ann Plywood <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Owns 100% equity interest in Ta Ann Plywood 	Purchase of services, material and vehicle in relation to estate field activities	550	229	-	600

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Ironhead and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and Shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in Ironhead <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in Ironhead 	Provision of equipments	500	498	-	1,100

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Lik Shen Sawmill and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a company who owns 100% equity interest in Lik Shin Sawmill <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Owns 100% equity interest in Lik Shin Sawmill 	Purchase of mixed light hardwood sawn timber	300	44	-	115

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

Renewal of Existing Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from preceding year's Circular dated 24 April 2019 (RM'000)	Actual Value transacted from 24 May 2019 to 15 June 2020 (RM'000)	Reasons for deviation, if the actual value exceeds estimated value by 10% or more	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Ta Ann Pelita Igan and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and Shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Ta Ann Pelita Igan <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Ta Ann Pelita Igan 	Purchase of services, material and vehicle in relation to estate field activities	500	1	-	72

NEW SHAREHOLDERS' MANDATE

The RRPT intended to be entered into by SPB and its Group of Companies relating to the provision of products and services thereof and the purchase of FFB from the related parties which are necessary for its day to day operations are as follows:

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
TABM and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in TABM <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in TABM 	Sale of palm kernel shell	1,500
TBS Oil Mill and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 55% equity interest in TBS Oil Mill <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 55% equity interest in TBS Oil Mill 	Sale of FFB	15,000

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

New Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Mega Bumimas and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in Mega Bumimas <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 100% equity interest in Mega Bumimas 	Purchase of FFB	1,500
Ta Ann Pelita Silas Plantation and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Ta Ann Pelita Silas Plantation <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Ta Ann Pelita Silas Plantation 	Purchase of FFB	1,500

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

New Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Sebubu and SPAD	<p>Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Director and shareholder of SPB - Director and shareholder of Palmhead Holdings Sdn. Bhd., a company who owns 100% equity interest in Sebubu <p>Palmhead Holdings Sdn. Bhd</p> <ul style="list-style-type: none"> - Shareholder of SPB - Owns 100% equity interest in Sebubu 	Purchase of FFB	250
PSS Oil Mill and SPAD	<p>Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Director and shareholder of SPB - Director and shareholder of Palmhead Holdings Sdn. Bhd., a company who owns 100% equity interest in PSS Oil Mill <p>Palmhead Holdings Sdn. Bhd</p> <ul style="list-style-type: none"> - Shareholder of SPB - Owns 100% equity interest in PSS Oil Mill 	Purchase of FFB	2,000

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

New Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Eagle Forest and SPAD	<p>Datuk Amar Abdul Hamed bin Sepawi and Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Directors and shareholders of SPB - Directors and shareholders of Ta Ann Holdings Berhad, a shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Eagle Forest <p>Ta Ann Holdings Berhad</p> <ul style="list-style-type: none"> - Substantial shareholder of SPB - Shareholder of Ta Ann Plantation Sdn. Bhd., a company who owns 60% equity interest in Eagle Forest 	Rental of Office Space on the 1st Floor of premises bearing address No. 4 Lot 9 Lorong Doktor Wong Soon Kai 20A2 96000 Sibul Sarawak for a term of 3 years	14
Key Ta Trading and SPAD	<p>Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Director and shareholder of SPB - His brother is a shareholder of Key Ta Trading - His sister is a director of Key Ta Trading 	Purchase of spare parts, lubricants and fertilizers	2,400

NATURE AND TERMS OF THE RRPT AND THEIR ESTIMATED VALUES (continued)

New Shareholders' Mandate (continued)

Related Parties who have recurrent transactions with SPB or its Group of Companies	Interested Directors/ Major Shareholders and Persons Connected	Nature of Transactions	Estimated Value of Transactions from 29 July 2020 to the next AGM# (RM'000)
Key Jaya Trading and SPAD	<p>Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Director and shareholder of SPB - His brother is a shareholder and director of Key Jaya Trading - His sister is a director of Key Ta Trading 	Purchase of diesel	1,911
Acosafe and SPAD	<p>Dato Wong Kuo Hea</p> <ul style="list-style-type: none"> - Director and shareholder of SPB - Shareholder of Acotop Sdn. Bhd., a company who owns 45% equity interest in Acosafe 	Insurance premium in relation to General (Non Motor) Insurance and Motor Insurance both for the duration of 1 year	750

Notes:

The estimated value of transactions for the period from 29 July 2020 to the next AGM are based on information, budgets and forecasts available at the point of estimation and the actual value of transactions may vary accordingly.

APPENDIX 2

FURTHER INFORMATION

1. DIRECTORS' RESPONSIBILITY STATEMENT

This Circular and Statement has been seen and approved by the Directors of SPB who collectively and individually accept full responsibility for the accuracy and correctness of the information contained in this Circular and Statement and confirm that after making all reasonable enquiries and to the best of their knowledge and belief, there are no other facts, the omission of which will make the statement herein misleading.

2. MATERIAL LITIGATION

Save as disclosed below, SPB and its Group of Companies are not engaged in any material litigation, claims or arbitration, either as Plaintiff or Defendant. The Directors of SPB are not aware of any proceedings, pending or threatened against SPB and / or its Group of Companies or of any facts likely to give rise to proceedings which might materially or adversely affect the position or business of the Company and / or its Group of Companies:

- (a) SP Suai sued 6 individuals ("Defendants"), seeking injunctive and declaratory relief against the Defendants for various acts of trespass over 2 parcels of Native Communal Reserve ("NCR") Land which the Defendants had given consent for development into an oil palm estate. SP Suai also seeks to claim damages from the Defendants.

On 18 September 2013, the learned Judge decided as follows:

- (i) There is no concluded contract between the Defendants and SP Suai;
- (ii) It has not been shown by the parties that the Defendants were members of the Penan Community for which the land was gazetted for their exclusive use;
- (iii) That the gazette to allow SP Suai to deal with native land has no retrospective effect; and
- (iv) Generally, parties have not proven their case against each other.

SP Suai filed a Notice of Appeal against the whole of the learned Judge's decision on 14 October 2013. The Defendants also filed a Notice of Appeal against the whole of the learned Judge's decision on the same date. The Court of Appeal heard the appeal on 10 December 2015 and ordered that the case be remitted back to the High Court (before a different Judge) for a retrial. They were of the opinion that there was a mistrial in respect of the High Court's finding.

The retrial proceeded on 26 July 2016. The Court delivered its ruling on 23 February 2017 as follows:

- (i) Dismissed SP Suai's claim;
- (ii) Allowed part of the Defendants' claims, namely SP Suai is prohibited from entering the 2 parcels of NCR Land and SP Suai has to vacate and remove its machineries, equipments and structures existing on the Defendants' 2 parcels of NCR land.

SP Suai filed a Notice of Appeal against the whole of the learned Judge's decision on 9 March 2017 and an application for a stay of execution on 11 April 2017. The Court heard and allowed the application for a stay of execution on 9 June 2017. The Court of Appeal fixed the hearing of the appeal on 27 June 2018.

At the hearing of the appeal on 27 June 2018, the Court adjourned the same for Case Management to 10 July 2018. On 10 July 2018, the Court directed the 1st Respondent's Advocates to file an application to substitute the deceased 1st Respondent within one month.

The Court of Appeal has fixed the matter for hearing on 15 April 2020 regardless of whether the deceased 1st Respondent's family has decided on their representative to substitute the deceased.

2. MATERIAL LITIGATION (continued)

- (a) The hearing fixed on 15 April 2020 had to be vacated in view of the COVID-19 Movement Control Order. Instead the case was fixed for case management by way of e-Review on 14 April 2020. On 14 April 2020, the Deputy Registrar of the Court of Appeal fixed the hearing of the Appeal on 23 September 2020 regardless of whether or not the deceased 1st Respondent's family has decided on their representative to substitute the deceased.
- (b) On 13 July 2016, SPB and SPAD were served with legal proceedings. Amongst other things, the Plaintiffs sought a declaration to the effect that they have acquired native customary rights and / or are the customary owners over land situated at / around all of Kampung Melugu Sri Aman.

SPB and SPAD entered appearance on 20 July 2016. On 10 August 2016, an application to strike out the Plaintiff's Writ and Statement of Claim was filed and served on the Plaintiffs. On 17 October 2016, the Court dismissed SPB and SPAD's application to strike out the Plaintiff's Writ and Statement of Claim. SPB and SPAD filed an appeal against the said decision on 9 November 2016.

On 14 July 2017, the Court of Appeal dismissed SPB and SPAD's appeal with costs in the cause.

On 18 July 2017, the parties informed the Court of the verdict of the appeal hearing. SPB and SPAD also informed the Court of their intention to amend the 'Defence of the 1st and 2nd Defendants'.

On 28 August 2017, the Court allowed the application to amend the Defence. The Court fixed the case for trial on 21 - 25 May 2018. The Court gave its decision on 16 July 2018 as follows:

- (i) The Plaintiffs' action against SPB, SPAD and 2 others were dismissed;
- (ii) Costs of RM40,000 was awarded to SPB and SPAD and another RM40,000 to the other 2 Defendants.

On 3 August 2018, the Plaintiffs filed their appeal against the whole of the Court's decision delivered on 16 July 2018.

The matter was then fixed for hearing on 21 February 2020. On 21 February 2020, the Court of Appeal adjourned the matter to be heard on 15 September 2020.

3. MATERIAL CONTRACTS

There are no material contracts which have been entered into by SPB or its Group of Companies during the 2 years preceding the date of this Circular and Statement, other than that entered into in the ordinary course of business.

4. DOCUMENTS FOR INSPECTION

The following documents are available for inspection at the registered office of SPB during normal office hours on any business day falling from the date of this Circular and Statement and up to the time set for convening the AGM:

- (a) The Constitution of SPB;
- (b) Audited Financial Statements of SPB for the past 2 years ended 31 December 2018 and 31 December 2019;
- (c) Interim Report for 1st Quarter ended 31 March 2020; and
- (d) The Writ and relevant cause papers of the material litigation proceedings referred to in Section 2 above.



SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)

Incorporated in Malaysia

REGISTERED OFFICE

8th Floor, Wisma NAIM, 2¹/₂ Mile, Rock Road, 93200 Kuching, Sarawak.

Tel: 082-233550 Email: info@spbgroup.com.my

BUSINESS OFFICE

Wisma SPB, Lot 1174, Block 9, MCLD Miri Waterfront, Jalan Permaisuri, 98000 Miri, Sarawak.

Tel: 085-413814 Email: info@spbgroup.com.my