



Plantations

BOUSTEAD PLANTATIONS BERHAD^{1245-M}
(A member of Boustead Group)

NEWS RELEASE

Boustead Plantations Unlocks Further Value

KUALA LUMPUR, January 24, 2018 – Boustead Plantations Berhad (BPB) is set to dispose of three parcels of land located in Seberang Perai Utara, Pulau Pinang. The combined land area comprises 139 hectares (ha), with a total cash consideration of RM136 million.

BPB has entered into sales and purchase agreements with Sunrich Conquest Sdn Bhd for the proposed disposal of one parcel of land and Titanium Greenview Sdn Bhd for the proposed disposal of two parcels of land.

The sale consideration was reached on a willing-seller-willing-buyer basis, factoring in the fair market value of the land based on an independent professional valuation. The sale consideration represents a premium of RM5 million or 4% over the fair market value of the lands of RM131 million accorded by the valuer, Messrs. Jones Lang Wootton.

YBhg Tan Sri Dato' Seri Lodin Wok Kamaruddin, Vice Chairman, BPB, said, "This is an ideal opportunity for the Group to enhance value for shareholders. Given the strategic location of the land which is in close proximity to urban development, BPB is able to realise the capital appreciation of the lands by disposing of them at a substantial premium over the net book value. The Group is expected to realise a total estimated gain of RM116 million upon completion of the proposed disposal. This translates into a gain of approximately RM834,000 per ha, which will increase value for BPB shareholders by approximately 7 sen per BPB share."

The proposed sale is subject to conditions precedents, amongst them, obtaining the necessary approvals from the Estate Land Board and the Economic Planning Unit.

Forward looking statements

This release may contain certain forward-looking statements with respect to the financial conditions, results of operations and business of the Group and certain plans and objectives of Boustead Plantations Berhad with respect to these items. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future and there are many factors that could cause actual results and developments to differ materially from those expressed or implied by these forward-looking statements.

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Issued on behalf of: Boustead Plantations Berhad By: acorn communications sdn bhd For more details, please contact Zamani Wisam at 012 350 7604 or Yasmin Kadir at 017 237 9048 Or 03 7958 8348 or email acorncommunications@acornco.com.my
