



TH PLANTATIONS BERHAD (12696-M)

## TH PLANTATIONS DISPOSES ITS NON PERFORMING ASSETS

**Kuala Lumpur, 5 December 2019** – TH Plantations Berhad (“THP”) announces the disposal of its 100% equity interests in Bumi Suria Ventures Sdn Bhd and Maju Warisan Sdn Bhd (“the Companies”) to Tamaco Plantation Sdn Bhd (“Tamaco”) for RM 170 million. The Companies own 6,513.80 hectares of oil palm plantation in the Bintulu and Sibu district of Sarawak.

The disposal is part of THP’s rationalisation plan to revive its financial performance through the divestment of its assets to reduce borrowings and improve operational efficiency. A tender exercise managed by an appointed advisor was undertaken by THP.

The disposal of the Companies were driven by their poor performance against projected production of FFB. THP, given its current financial constraints, takes the view that it is not in the position to continue with the plantation operations of the Companies.

Upon completion of the disposal, THP is expected to improve its gearing ratio from 1.09 times to 0.94 times and reduce its profit margin expenses by approximately RM9.41 million per annum. Post completion of the disposal, the THP Group would still own 94,462.08 hectares of oil palm and rubber plantation.

END

**TH PLANTATIONS BERHAD (12696-M)**

Level 31 -35 Menara TH Platinum  
No. 9 Persiaran KLCC 50088 Kuala Lumpur  
Tel : 03 2603 4800 Fax 03 2603 4693





TH PLANTATIONS BERHAD (12696-M)

### **About TH Plantations Berhad**

THP is a subsidiary of TH, incorporated on the 28 August 1972 and listed on the main board of Bursa Malaysia Securities Berhad on 27 April 2006. Its principal activities are investment holding, cultivation of oil palm, processing of FFB, marketing of CPO, palm kernel and FFB.

The Group had approximately 101,000 hectares of land located in Pahang, Johor, Terengganu, Sabah, Sarawak and Kalimantan, Indonesia of which about 59,000 hectares have been planted with oil palm. To diversify its income stream in coming years, approximately 10,800 hectares of its land bank have been planted with rubber.

The Group also owns and operates six palm oil mills located in Johor, Pahang, Sabah and Sarawak with a total FFB processing capacity of 1,296,000 metric tonnes per annum.

---

*For further information, please contact:*

*Anis Zuhani Ahmad*

*Investor Relations*

*TH Plantations Berhad*

*Tel: +603 2603 4808*

*Email: [anis@thplantations.com](mailto:anis@thplantations.com)*

**TH PLANTATIONS BERHAD (12696-M)**

Level 31 -35 Menara TH Platinum  
No. 9 Persiaran KLCC 50088 Kuala Lumpur  
Tel : 03 2603 4800 Fax 03 2603 4693

