

Strong FY2024 Growth; FGV Reports RM276 Million PATAMI

KUALA LUMPUR, 28 February 2025 - FGV Holdings Berhad (FGV) delivered a strong financial performance for the financial year ended 31 December 2024 (FY2024), with profit after tax and minority interest (PATAMI) surging to RM276 million, representing a substantial 171 percent increase from RM102 million in the previous financial year.

The Group's top-line growth remained resilient, with solid revenue of RM22.2 billion compared to RM19.4 billion in the financial year ended 31 December 2023 (FY2023). FGV also registered an operating profit before fair value changes in land lease agreement (LLA) and impairment of RM1.2 billion, representing an increase of 89 percent from last year.

The Plantation Division emerged as the primary growth driver, contributing significantly to the Group's overall performance. This was underpinned by higher Fresh Fruit Bunch (FFB) yield, stronger margins on palm products, supported by higher average Crude Palm Oil (CPO) price realised at RM4,102 per metric tonne (MT), compared to RM3,901 per MT in FY2023. The Sugar Division was also a strong contributor to the Group's overall performance through higher sales volume and increased contributions. Profits before zakat and taxation rose to RM566 million from RM336 million, with all Divisions reporting improvements, while the Oils & Fats Division continued to navigate a competitive market environment.

"2024 has been challenging yet rewarding, proving FGV's resilience in an increasingly dynamic and regulated market. CPO prices fluctuated due to global supply-demand shifts and geopolitical tensions, while stricter certification and sustainability standards like the Roundtable on Sustainable Palm Oil (RSPO) and European Union Deforestation Regulation (EUDR), pushes us to raise the bar. After a tough 2023, we've come back stronger, delivering solid results that reaffirm our position as a leading agribusiness player" said Fakhrunniam Othman, Group Chief Executive Officer of FGV.



“FGV’s ability to deliver strong results despite market volatility is a testament to our strategic resilience and operational excellence,” said Fakhrunniam Othman.

For the quarter ended 31 December 2024 (4Q FY2024), the Group’s PATAMI rose to RM116 million from RM70 million, while Operating Profit climbed significantly to RM410 million, driven by higher FFB yield, improved palm products margins and stronger profits from the Sugar Division.

The Group announces a final dividend payment of 5.0 sen per share, translating to a total dividend pay-out of approximately RM182.41 million.



Fakhrunniam Othman, Group Chief Executive Officer of FGV and Dato’ Mohd Hairul Abdul Hamid, Group Chief Financial Officer of FGV presenting FGV’s Financial Results to the media, today.

Plantation Division 4Q FY2024

The Plantation Division delivered a notable profit of RM126.3 million for the quarter, marking a significant increase from RM42.7 million in the same period last year. This commendable performance was driven by a 2 percent rise in FFB production, reaching to 1.06 million MT. This translated into a higher yield of 4.18 MT per hectare compared to 3.91

MT per hectare.



The Division's growth momentum was further bolstered by a 24.9 percent increase in the FFB price to RM932 per MT, coupled with a 10 percent reduction in estate operational costs. However, the Oil Extraction Rate (OER) declined slightly to 20.7 percent from 21.1 percent in the same quarter last year.

The total FFB received recorded at 3.52 million MT with 1.06 million MT (30 percent) were produced internally, 1.49 million MT (42 percent) were sourced from FELDA settlers, and 0.96 million MT (28 percent) were received from third parties.

Contributing to the Division's stronger results were improvements in the R&D segment, higher profit margins, and increased sales volume in the fertiliser business. Additionally, the Division recorded a lower impairment loss of RM37.3 million in non-current assets, primarily related to rubber plantation estates.

However, the Division's profitability was significantly offset by a sharp increase in the fair value charge on the LLA, which rose to RM166.7 million from RM6.9 million in the same quarter of the previous year.

Oils & Fats Division 4Q FY2024

The Oils & Fats Division recorded a profit of RM16.3 million, compared to RM74.2 million in

the corresponding quarter of the previous year. The softer performance was due to narrower margins in the bulk commodities segment, foreign exchange losses, and a reduction in CPO and Processed Palm Oil (PPO) delivered volume.

Nevertheless, the chemicals and edible oils segment delivered a robust performance, registering a twofold increase in profit for the quarter, supported by higher margins and increased sales volume.

Sugar Division 4Q FY2024

The Sugar Division achieved a commendable profit of RM96.8 million, up from RM54.3 million in the same quarter last year. Despite an increase in sales volume, revenue registered a slight decline due to a lower average selling price. Nevertheless, profit for the period grew, driven by enhanced efficiency resulting from higher capacity utilisation, improved yield and better energy consumption.

Logistics and Support Division 4Q FY2024

The Logistics and Support Division reported a profit of RM40.4 million, compared to RM46.6 million in the corresponding quarter of the previous year. The decline was mainly due to lower earnings from the IT segment during the quarter. Nonetheless, the Division remains a key contributor to the Group's value chain, with continuous efforts to optimise operations and strengthen its service offerings.

Going Forward

CPO prices are expected to remain elevated in the first half of 2025, driven by seasonally lower FFB output, Indonesia's biodiesel mandate, and tighter vegetable oil supplies. FGV's Plantation Division aims to achieve yield and OER targets, the Sugar Division is strengthening its market presence while engaging with the government on a sustainable pricing mechanism, and the Logistics and Support Division focuses on capacity enhancement, cost optimisation, and network expansion.



“FGV’s ability to deliver strong results despite market volatility is a testament to our strategic resilience and operational excellence. As we chart our course for 2025, Business Plan 2024-2026 (BP26) remains our compass, enabling us to capture emerging opportunities, mitigate risks, and drive sustainable growth. We are committed to creating long-term value for our stakeholders and shareholders while upholding the highest standards of responsibility and innovation,” said Fakhrunniam.

FGV’s success in 2024 was anchored in the strategic execution of its BP26, a comprehensive framework designed to navigate a dynamic and disruptive market. Central to BP26 are its four strategic thrusts: Operational Improvement, Product & Market Penetration, New Growth Areas, and Financial & Capability Building, providing a solid foundation for delivering long-term stakeholder value.

Barring any unforeseen circumstances, the Group anticipates that the performance will improve in the current financial year.

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