

Quarterly Report on consolidated results for the third financial quarter ended 31st March 2024

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The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.03.2024 RM'000	Quarter Ended 31.03.2023 RM'000	Year To Date Ended 31.03.2024 RM'000	Year To Date Ended 31.03.2023 RM'000
Revenue	761,235	1,188,962	3,128,763	4,057,222
Cost of Sales	<u>(704,293)</u>	<u>(1,106,221)</u>	<u>(2,924,553)</u>	<u>(3,804,297)</u>
Gross Profit	56,942	82,741	204,210	252,925
Other Operating Income	2,465	1,736	6,445	4,683
Selling and Distribution Costs	(5,437)	(6,299)	(20,154)	(19,869)
Administrative Expenses	(9,260)	(35,508)	(81,141)	(90,607)
Finance Costs	<u>(3,812)</u>	<u>(4,432)</u>	<u>(12,753)</u>	<u>(12,794)</u>
<b>Profit Before Tax</b>	40,898	38,238	96,607	134,338
Tax Expense	<u>(1,269)</u>	<u>(1,176)</u>	<u>(4,170)</u>	<u>(3,837)</u>
<b>Profit for the Period</b>	39,629	37,062	92,437	130,501
<b>Other Comprehensive Income, net of tax</b>	<u>420</u>	<u>69</u>	<u>285</u>	<u>(20)</u>
<b>Total Comprehensive Income</b>	<u>40,049</u>	<u>37,131</u>	<u>92,722</u>	<u>130,481</u>
<b>Profit Attributable to :</b>				
Owners of the parent	27,207	20,524	55,654	78,526
Non-Controlling Interest	<u>12,422</u>	<u>16,538</u>	<u>36,783</u>	<u>51,975</u>
	<u>39,629</u>	<u>37,062</u>	<u>92,437</u>	<u>130,501</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>16.79</u>	<u>12.67</u>	<u>34.35</u>	<u>48.47</u>
<b>Total Comprehensive Income Attributable to:</b>				
Owners of the parent	27,459	20,585	55,825	78,514
Non-Controlling Interest	<u>12,590</u>	<u>16,546</u>	<u>36,897</u>	<u>51,967</u>
	<u>40,049</u>	<u>37,131</u>	<u>92,722</u>	<u>130,481</u>

The Condensed Consolidated Statement of Profits or Loss and Other Comprehensive Income should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited as at 31.03.2024 RM'000	Audited as at 30.06.2023 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	117,360	114,578
Right-Of-Use Assets	17,467	22,346
Intangible Assets	17,261	17,261
Other Investment	10	10
	<u>152,098</u>	<u>154,195</u>
<b>Current Assets</b>		
Inventories	63,799	71,678
Trade Receivables	500,877	706,228
Other Receivables	30,269	27,516
Current Tax Assets	658	1,354
Derivative Assets	17,458	5,295
Short Term Funds	142,030	-
Deposits With Licensed Banks	20,060	19,780
Cash and Bank Balances	148,438	230,737
	<u>923,589</u>	<u>1,062,588</u>
<b>TOTAL ASSETS</b>	<u><u>1,075,687</u></u>	<u><u>1,216,783</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share Capital	95,147	95,147
Reserves	346,698	315,173
	<u>441,845</u>	<u>410,320</u>
<b>Non-Controlling Interests</b>	124,558	109,661
<b>Total Equity</b>	<u>566,403</u>	<u>519,981</u>
<b>Non-Current Liabilities</b>		
Long Term Loans	762	719
Retirement Benefit Obligations	185	194
Lease Liabilities	9,175	9,674
Deferred Tax Liabilities	1,777	1,777
	<u>11,899</u>	<u>12,364</u>
<b>Current Liabilities</b>		
Trade Payables	84,305	121,658
Other Payables	86,187	107,930
Derivative Liabilities	11,148	31,000
Lease Liabilities	994	2,739
Bank Borrowings	314,206	420,254
Current Tax Liabilities	545	857
	<u>497,385</u>	<u>684,438</u>
<b>Total Liabilities</b>	<u>509,284</u>	<u>696,802</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,075,687</u></u>	<u><u>1,216,783</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.73	2.53

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share Capital RM'000	Non- Distributable	Distributable	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
		Foreign Exchange Reserve RM'000	Retained Earnings RM'000			
<b>9 months ended 31st March 2024</b>						
At 1st July 2023	95,147	993	314,180	410,320	109,661	519,981
Profit For The Year	-	-	55,654	55,654	36,783	92,437
Foreign Currency Translation	-	171	-	171	114	285
Total Comprehensive Income	-	171	55,654	55,825	36,897	92,722
Dividend Paid	-	-	(24,300)	(24,300)	-	(24,300)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(22,000)	(22,000)
At 31st March 2024	95,147	1,164	345,534	441,845	124,558	566,403
<b>9 months ended 31st March 2023</b>						
At 1st July 2022	95,147	473	233,173	328,793	85,596	414,389
Profit For The Year	-	-	78,526	78,526	51,975	130,501
Foreign Currency Translation	-	(12)	-	(12)	(8)	(20)
Total Comprehensive Income	-	(12)	78,526	78,514	51,967	130,481
Dividend Paid	-	-	(19,440)	(19,440)	-	(19,440)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(30,800)	(30,800)
At 31st March 2023	95,147	461	292,259	387,867	106,763	494,630

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current Year To Date Ended 31.03.2024 RM'000	Corresponding Year To Date Ended 31.03.2023 RM'000
Profit Before Taxation	96,607	134,338
Adjustment for :-		
Non-Cash Items	32,429	(867)
Non-Operating Items	(32,692)	(4,028)
Operating Profit Before Working Capital Changes	<u>96,344</u>	<u>129,443</u>
Changes in Working Capital		
Net Change in Current Assets	200,704	72,256
Net Change in Current Liabilities	(58,811)	(68,523)
Cash Generated From Operations	<u>238,237</u>	<u>133,176</u>
Contribution Paid for Retirement Benefits	-	39
Tax Paid	(3,786)	(4,769)
Interest Paid	(12,753)	(12,794)
Net Cash From Operating Activities	<u>221,698</u>	<u>115,652</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(10,758)	(45,308)
Interest Received	2,789	2,435
Placement of Deposits with Maturity Periods of more than three months	-	(1,800)
Proceeds from Disposal of Property, Plant and Equipment	24	654
Net Cash Used In Investing Activities	<u>(7,945)</u>	<u>(44,019)</u>
Financing Activities		
Dividend Paid To Shareholders	(24,300)	(19,440)
Dividend Paid To Non-Controlling Interest in a Subsidiary	(22,000)	(30,800)
Net Drawdown of Borrowings	(108,249)	11,309
Net Cash Used In Financing Activities	<u>(154,549)</u>	<u>(38,931)</u>
Net Increase in Cash and Cash Equivalents	59,204	32,702
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	807	376
Cash and Cash Equivalents at beginning of financial year	236,017	226,868
Cash and Cash Equivalents at end of financial period	<u>296,028</u>	<u>259,946</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	20,060	20,800
Short Term Funds	142,030	120,255
Cash and Bank Balances	148,438	135,691
	<u>310,528</u>	<u>276,746</u>
Less: Deposits with maturity more than three months	(14,500)	(16,800)
	<u>296,028</u>	<u>259,946</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT**
**A1 Basis of Preparation**

The condensed consolidated interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30th June 2023. The explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30th June 2023.

The accounting policies and methods of computation adopted by the Group in this condensed interim financial statements are consistent with the audited financial statements for the financial year ended 30th June 2023.

**A2 Audit Report of the Preceding Annual Financial Statements**

The auditors' report on the financial statements of the Group for the financial year ended 30th June 2023 was not subject to any qualification.

**A3 Seasonal or Cyclical Factors**

The Group's business operations are affected by macroeconomic cycles.

**A4 Nature and Amount of Unusual Items**

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

**A5 Nature and Amount of Changes in Estimates**

There were no significant changes in estimates of amounts reported in prior quarter that have a material impact on the current financial quarter.

**A6 Debt and Equity Securities**

The Group was not involved in any issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter.

**A7 Dividend Paid**

There was no dividend paid in the current quarter ended 31st March 2024.

**A8 Segment Information**

For management purposes, the Group is organized into three major business segments, namely edible oil products, tapware and sanitary ware and investments holdings/others. Inter-segment transactions are entered into in the normal course of business and are based on negotiated and mutually agreed terms.

	3 months ended 31st March 2024			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>				
Revenue	754,335	6,900	-	761,235
Operating Profit/(Loss)	44,771	278	(338)	44,711
Profit/(Loss) Before Tax	40,973	265	(339)	40,899
<b>Segments assets</b>				
Total Assets	889,927	23,536	162,224	1,075,687

	3 months ended 31st March 2023			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
<b>Segments revenues and results</b>				
Revenue	1,183,812	5,150	-	1,188,962
Operating Profit/(Loss)	43,947	(211)	(1,066)	42,670
Profit/(Loss) Before Tax	39,535	(223)	(1,074)	38,238
<b>Segments assets</b>				
Total Assets	996,942	25,896	108,565	1,131,403

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT**

**A9 Property, Plant and Equipment**

The value of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2023.

**A10 Subsequent Material Events**

As at the date of this report, there was no material event subsequent to the statement of financial position date that affect the results of the Group for the financial year todate.

**A11 Changes in the Composition of the Group**

There were no corporate proposals during the current financial quarter under review.

**A12 Changes in Contingent Liabilities**

The contingent liabilities of the Company are as follows:-

	As at 31.03.2024 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>315,200</u>

**A13 Capital Commitments**

The capital commitments of the Group as at the financial quarter ended 31 March 2024 under review are as follows:-

	As at 31.03.2024 RM'000
Authorised and contracted for	<u>1,241</u>
Authorised but not contracted for	<u>69,459</u>

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**B1 Review of Performance**

The Group's performance for the quarter under review against the corresponding quarter of the previous financial year is tabled below:-

Description	Current Quarter				Cumulative Quarter			
	3rd Qtr 2024 RM'000	3rd Qtr 2023 RM'000	Changes RM'000	Variance %	3rd Qtr 2024 RM'000	3rd Qtr 2023 RM'000	Changes RM'000	Variance %
Revenue	761,235	1,188,962	(427,727)	-36%	3,128,763	4,057,222	(928,459)	-23%
Operating Profit	44,710	42,670	2,040	5%	109,360	147,132	(37,772)	-26%
Profit before tax	40,898	38,238	2,660	7%	96,607	134,338	(37,731)	-28%
Profit after tax	39,629	37,062	2,567	7%	92,437	130,501	(38,064)	-29%

The revenue for the current quarter is 36% lower than the corresponding previous year quarter due to decrease in sales volume as a result of low demand from Africa and the Middle East regions. The coup that started in Niger led to a political crisis and affected the neighbouring countries in West Africa. The demand from Middle East has also decreased due to the crisis in the Red Sea region which led to a sharp increase in freight costs, affecting shipments to Middle East ports.

Operating profit increased by 5% despite decreased in revenue by 36%. The increase is mainly due to the strengthening of United States Dollar ("USD") against Ringgit Malaysia ("MYR") in the current quarter which contributed to a higher realised and unrealised gain on derivatives.

**B2 Variation of Results Against Preceding Quarter**

Description	3rd Qtr 2024 RM'000	2nd Qtr 2024 RM'000	Changes RM'000	Variance %
Revenue	761,235	1,146,240	(385,005)	-34%
Operating Profit	44,710	26,841	17,869	67%
Profit before tax	40,898	22,315	18,583	83%
Profit after tax	39,629	20,984	18,645	89%

For the current quarter, revenue decreased by 34% as compared to preceding quarter due to low sales volume in the African region as a result of political crisis in Niger and its neighbouring countries. The demand from Middle East has also decreased due to the crisis in the Red Sea region which led to a sharp increase in freight costs to Middle East ports.

Operating profit increased by 67% despite the decrease in revenue by 34%. The increase was mainly due to higher unrealised gain on foreign exchange as a result of the strengthening of USD against MYR in the current quarter.

**B3 Current Year Prospects**

The Group will cautiously continue with its expansion plans for its edible oil division operations. As for the tapware and sanitary ware divisions, it will strengthen the smart partnership tie-up with property developers to maximize shareholders' value.

**B4 Profit Forecast**

Not applicable as no profit forecast was published.

**B5 Tax Expense**

Taxation for continuing operations comprises:

	Quarter Ended		Year To Date Ended	
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,288	1,306	4,022	3,977
Under/(Over)provision in prior year	(19)	45	148	(15)
- Deferred Tax	-	(175)	-	(125)
	<u>1,269</u>	<u>1,176</u>	<u>4,170</u>	<u>3,837</u>

The Group's effective tax rate for the current quarter is lower than the statutory tax rate mainly due to the impact on reduced tax by a subsidiary which obtained approval for a tax incentive scheme.

**B6 Corporate Proposal**

There were no corporate proposals during the current financial quarter under review.

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
**B7 Bank Borrowings**

Details of the Group's bank borrowings as at 31st March 2024 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	314,206	-	314,206
Non-Current	762	-	762
	<u>314,968</u>	<u>-</u>	<u>314,968</u>

**B8 Derivative Financial Instruments**

The derivative forward currency contracts were entered into with the objective of managing the Group's exposure to currency risk for receivables which are denominated in a currency other than the functional currency of the Group.

The derivatives below are initially recognised at fair value on the dates the derivative contracts are entered into and are subsequently re-measured at fair value through profit or loss to the financial statements. The resulting gain or loss from re-measurement is recognised in profit or loss to the financial statements.

The details of the foreign currency forward contracts and commodity forward contracts are as follows:-

Type of Derivatives	Quarter Ended	
	31.03.2024 RM'000	31.03.2023 RM'000
<b>Forward Contracts</b>		
Less than 1 year		
Contract/Notional Value	1,313,114	1,803,096
Fair Value	6,310	(13,544)

There have been no changes in the types of derivative financial contracts entered into and the rationale for entering into such contracts since the end of the financial year ended 30th June 2023 and the risk management policies in place for mitigating or controlling the risk associated with the derivatives.

**B9 Material Litigation**

There are no litigation proceedings by or against the Group.

**B10 Dividend**

The Board of Directors do not recommend any dividend for the period ended 31st March 2024.

**B11 Earnings Per Share**

	Quarter Ended		Year To Date Ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profit attributable to equity holders of the Company (RM'000)	27,207	20,524	55,654	78,526
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	16.79	12.67	34.35	48.47