

BRIGHT PACKAGING INDUSTRY BERHAD (161776 - W)
BURSA SECURITIES QUARTERLY REPORT - QUARTER 1

SUMMARY OF KEY FINANCIAL INFORMATION	30 NOVEMBER 2022			
	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/11/2022 RM'000	30/11/2021 RM'000	30/11/2022 RM'000	30/11/2021 RM'000
1 Revenue	17,004	8,732	17,004	8,732
2 Profit/(loss) before tax	1,237	(672)	1,237	(672)
3 Profit/(loss) for the period	1,236	(673)	1,236	(673)
4 Profit/(loss) attributable to ordinary equity holders of the parent	1,236	(673)	1,236	(673)
5 Basic earning/(loss) per share (Sen)	0.60	(0.33)	0.60	(0.33)
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.55		0.54	

Net cash (used in)/generated from operations				
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/11/2022 RM'000	30/11/2021 RM'000	30/11/2022 RM'000	30/11/2021 RM'000
	1 Profit/(loss) from operations	1,043	(873)	1,043
2 Gross interest income	194	201	194	201

BRIGHT PACKAGING INDUSTRY BERHAD (161776 - W)
(Incorporated in Malaysia)

QUARTERLY REPORT

ON THE CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/11/2022 RM'000	30/11/2021 RM'000	30/11/2022 RM'000	30/11/2021 RM'000
			(Unaudited)	(Audited)
Revenue	17,004	8,732	17,004	8,732
Cost of sales	(14,440)	(8,379)	(14,440)	(8,379)
Gross profit	2,564	353	2,564	353
Other income	(326)	151	(326)	151
Operating expenses	(1,195)	(1,377)	(1,195)	(1,377)
Profit/(loss) from operations	1,043	(873)	1,043	(873)
Interest income	194	201	194	201
Profit/(loss) before tax	1,237	(672)	1,237	(672)
Income tax expense	(1)	(1)	(1)	(1)
Total comprehensive profit/(loss) for the financial period	1,236	(673)	1,236	(673)
Profit/(loss) attributable to:				
Owners of the Company	1,236	(673)	1,236	(673)
Non-controlling interest	-	-	-	-
	1,236	(673)	1,236	(673)
Earning/(Loss) per share attributed to owners of the Company:				
Basic loss per share (Sen)	0.60	(0.33)	0.60	(0.33)

The above condensed consolidated statements of profit or loss should be read in conjunction with the audited financial statements for the year ended 31 August 2022 and the accompanying explanatory notes attached to these interim financial statements.

BRIGHT PACKAGING INDUSTRY BERHAD (161776 - W)
 (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30/11/2022 RM'000 (Unaudited)	AS AT 31-08-22 RM'000 (Audited)
Assets		
Property, plant and equipment	47,484	48,281
Non-current assets	<u>47,484</u>	<u>48,281</u>
Inventories	11,782	15,166
Trade and other Receivables	21,128	20,426
Cash and bank balances	44,585	43,240
Current assets	<u>77,495</u>	<u>78,832</u>
Total assets	<u>124,979</u>	<u>127,113</u>
Equity and liabilities		
Share capital	97,717	97,717
Treasury shares	(1)	(1)
Retained earnings	14,843	13,607
Equity attributable to owners of the Company	<u>112,559</u>	<u>111,323</u>
Non-controlling interest	-	(3)
Total equity	<u>112,559</u>	<u>111,320</u>
Deferred tax liabilities	2,785	2,800
Lease liabilities	-	-
Non-current liabilities	<u>2,785</u>	<u>2,800</u>
Trade and other payables	9,598	12,993
Lease liabilities	37	-
Current liabilities	<u>9,635</u>	<u>12,993</u>
Total liabilities	<u>12,420</u>	<u>15,793</u>
Total equity and liabilities	<u>124,979</u>	<u>127,113</u>
Net assets per share attributable to owners of the Company (RM)	0.55	0.54

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 August 2022 and the accompanying explanatory notes attached to these interim financial statements.

BRIGHT PACKAGING INDUSTRY BERHAD (161776 - W)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Year Ended	
	30/11/2022	30/11/2021
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash flow from operating activities		
Loss before tax	1,236	(672)
Adjustments for:		
Depreciation of property, plant and equipment	797	896
Unrealised (gain)/loss on foreign exchange	173	(110)
Finance income	(194)	(201)
Operating loss before working capital changes	<u>2,012</u>	<u>(87)</u>
(Increase)/Decrease in inventories	3,384	(1,548)
Decrease in receivables	(891)	1,381
Increase/(Decrease) in payables	(3,389)	1,207
Net cash generated from/(used in) operations	<u>1,116</u>	<u>953</u>
Interest received	194	201
Tax paid	(2)	(2)
Net cash generated from/(used in) operating activities	<u>1,308</u>	<u>1,152</u>
Cash flow from investing activities		
Purchase of property, plant and equipment	-	(1)
Other investment written off	-	(5,000)
Net cash used in investing activities	<u>-</u>	<u>(5,001)</u>
Cash flow from financing activity		
Payment of finance lease liabilities	37	(9)
Net cash used in financing activity	<u>37</u>	<u>(9)</u>
Net decrease in cash and cash equivalents	1,345	(3,858)
Effect of exchange translation difference	-	-
Cash and cash equivalents at beginning of year	43,240	53,580
Cash and cash equivalents at end of year	<u>44,585</u>	<u>49,722</u>
Cash and cash equivalents at end of year comprises:		
Cash and bank balances	<u>44,585</u>	<u>49,722</u>
	<u>44,585</u>	<u>49,722</u>
	-	-

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 August 2022 and the accompanying explanatory notes attached to these interim financial statements

BRIGHT PACKAGING INDUSTRY BERHAD (161776 - W)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the Company →				Non-controlling interest RM'000	Total equity RM'000
	Share capital RM'000	Treasury Share RM'000	Distributable Retained earnings RM'000	Non-distributable		
At 1 September 2022	97,717	(1)	13,607		(3)	111,320
Total comprehensive profit for the period	-	-	1,236		3	1,239
At 31 AUGUST 2023	97,717	(1)	14,843		-	112,559
At 1 September 2021	97,717	(1)	16,147		(3)	113,860
Total comprehensive loss for the period	-	-	(2,540)		-	(2,540)
At 31 AUGUST 2022	97,717	(1)	13,607		(3)	111,320

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 August 2021 and the accompanying explanatory notes attached to these interim financial statements.

BRIGHT PACKAGING INDUSTRY BERHAD
QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED 31 AUGUST 2023

1. NOTES TO THE INTERIM FINANCIAL STATEMENTS

1.01 Basis of Preparation

These interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting* issued by Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 August 2022.

1.02 Changes in Accounting Policies

(a) Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

Standards issued but not yet effective

The Group and the Company have not applied the following new MFRSs, new interpretation and amendments to MFRSs that have been issued by the MASB but are not yet effective for the Group and the Company:

		Effective dates for financial periods <u>beginning on or after</u> 1 January 2019
MFRS 16	Leases	

The initial application of the MFRSs, Amendments to MFRSs, Annual Improvements to MFRSs and IC Interpretations are not expected to have any significant impacts on the financial statements of the Group and of the Company except as mentioned below:

MFRS 16 Leases

MFRS 16, which upon the effective date will supersede MFRS 117 Leases, introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Specifically, under MFRS 16, a lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. Accordingly, a lessee should recognise depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows. Also, the right-of-use asset and the lease liability are initially measured on a present value basis. The measurement includes non-cancellable lease payments and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease. This accounting treatment is significantly different from the lessee accounting for leases that are classified as operating leases under the predecessor standard, MFRS 117.

In respect of the lessor accounting, MFRS 16 substantially carries forward the lessor accounting requirements in MFRS 117. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently.

The Group and the Company do not expect the application of MFRS 16 to have a significant effect on its consolidated financial statements.

BRIGHT PACKAGING INDUSTRY BERHAD
QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED 31 AUGUST 2023

1.03 Qualified Audit Report

The auditors' report on the financial statements for the year ended 31 August 2022 was not qualified.

1.04 Seasonality Or Cyclicity Of Operations

The business of the Group for the quarter under review has not been affected by any seasonality or cyclicity of operations.

1.05 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no items affecting assets, liabilities, equity, net income or cash flows that unusual because of their nature, size or incidence during the financial period to date.

1.06 Changes In Estimates

There were no changes in estimates that have had any material effect during the current quarter and financial period to-date.

1.07 Dividend Paid

There was no dividend paid in the current financial period to date.

1.08 Segmental Information

The Group is principally engaged in the manufacturing segment within Malaysia. The other segments are not significant to be disclosed under the requirements of MFRS 8 - Operating Segments.

1.09 Subsequent Events

As at the date of this report, there are no material events subsequent to the balance sheet that have a material impact on the financial position of the Group.

1.10 Changes In The Composition Of The Group

There were no changes in the composition of the Group for the financial period under review.

1.11 Changes In Contingent Liabilities

There were no changes in other contingent liabilities since the last annual financial statements as at 31 August 2022.

2. NOTES AS REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD REQUIREMENTS

2.01 Review Of Performance

The Group for first quarter ended 31 August 2023 registered a total turnover of RM17.00 million, as compared to RM8.73 million in the first quarter of last financial year. The higher turnover was mainly due to higher customer demand from tobacco industry. The profit after tax and minority interest is RM1.24 million for first quarter ended 31 August 2023 as compared to loss after tax and minority interest of RM0.67 million in the first quarter of last financial year.

2.02 Comparison With Preceding Quarter's Results

During the current quarter, the Group registered total revenue of RM17.00 million as compared to the preceding quarter of RM12.95 million.

The Group has registered a profit after tax and minority interest of RM1.24 million as compared to preceding quarter loss after tax of RM4.02 million.

BRIGHT PACKAGING INDUSTRY BERHAD
QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED 31 AUGUST 2023

2.03 Current Year Prospects

Barring unforeseen circumstances, the Directors foresee a stronger performance for the Group as compared to last year during the COVID 19 pandemic. The Directors are optimistic that the Group performance will remain positive towards the end of the year and excel in the following year.

2.04 Variance Of Actual Profit From Forecast Profit / Profit Guarantee

Not applicable.

2.05 Income Tax Expense

	Quarter Ended		Year Ended	
	30/11/2022 RM'000	30/11/2021 RM'000	30/11/2022 RM'000	30/11/2021 RM'000
Income tax	1	1	1	1
Deferred tax	-	-	-	-
	1	1	1	1

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current and previous corresponding periods.

2.06 Profit Before Tax

	Quarter Ended		Year Ended	
	30/11/2022 RM'000	30/11/2021 RM'000	30/11/2022 RM'000	30/11/2021 RM'000
Net foreign exchange gain/(loss)				
- Realised	183	23	183	23
- Unrealised	(355)	110	(355)	110
Other investment written off	-	(5,000)	-	(5,000)

BRIGHT PACKAGING INDUSTRY BERHAD
QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED 31 AUGUST 2023

2.07 Trade Receivables

	As at 30/11/2022 RM'000	As at 30/11/2021 RM'000
Trade receivables	20,841	10,747
Less: Allowable for impairment loss	-	-
	20,841	10,747

The ageing analysis of the Group's trade receivables is as follows:

	As at 30/11/2022 RM'000	As at 30/11/2021 RM'000
Not past due and no credit impaired	-	-
Past due and no credit impaired:		
< 30 days	4,028	2,844
31 – 60 days	5,735	2,024
61 – 90 days	4,233	2,061
91 – 120 days	6,845	3,818
Trade receivables (gross)	20,841	10,747

2.08 Profit On Sale Of Investment And / Or Properties

There were no sales of investment / or properties for the financial period under review.

2.09 Purchase Or Disposal Of Quoted Securities

There were no purchases and / or disposal of quoted securities for the financial period under review.

2.10 Status Of Corporate Proposals

There were no new corporate proposals for the financial period under review.

2.11 Group Borrowings and Debt Securities

The Group borrowings as at 30 November 2022 are as follows:

Secured	Long term RM'000	Short term RM'000	Total borrowings RM'000
Hire Purchase	-	-	-

2.12 Off Balance Sheet Financial Instruments

The Group has no off-balance sheet financial instruments as at the date of this announcement.

BRIGHT PACKAGING INDUSTRY BERHAD
QUARTERLY REPORT
FOR THE FIRST QUARTER ENDED 31 AUGUST 2023

2.13 Dividend

No dividend was recommended for the quarter under review.

2.14 (Loss)/Earnings Per Share

a) Basic

	Quarter Ended		Year Ended	
	30/11/2022	30/11/2021	30/11/2022	30/11/2021
(Loss)/Earnings attributable to the owners of the Company (RM'000)	1,236	(673)	1,236	(673)
Weighted average number of ordinary shares issued ('000)	205,331	205,331	205,331	205,331
Basic (loss)/earnings per share (Sen)	0.60	(0.33)	0.60	(0.33)

2.15 Authorised For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board of Directors.