

Quarterly report on consolidated results for the second financial quarter ended 31st December 2020.
The figures have not been audited.

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.12.2020 RM'000	Quarter Ended 31.12.2019 RM'000	Year To Date Ended 31.12.2020 RM'000	Year To Date Ended 31.12.2019 RM'000
Revenue	680,295	573,435	1,402,685	1,105,277
Cost of Sales	<u>(650,044)</u>	<u>(531,185)</u>	<u>(1,328,281)</u>	<u>(1,033,884)</u>
Gross Profit	30,251	42,250	74,404	71,393
Other Operating Income	14,041	2,804	20,080	7,628
Selling and Distribution Costs	(3,543)	(4,238)	(8,092)	(7,994)
Administrative Expenses	(14,199)	(17,504)	(36,652)	(32,311)
Finance Costs	<u>(1,463)</u>	<u>(2,323)</u>	<u>(4,118)</u>	<u>(4,193)</u>
Profit Before Tax	25,087	20,989	45,622	34,523
Tax Expense	<u>(2,905)</u>	<u>(1,731)</u>	<u>(1,334)</u>	<u>(3,243)</u>
Profit for the Period	22,182	19,258	44,288	31,280
Other Comprehensive Income, net of tax	<u>(248)</u>	<u>(137)</u>	<u>(443)</u>	<u>(68)</u>
Total Comprehensive Income	<u>21,934</u>	<u>19,121</u>	<u>43,845</u>	<u>31,212</u>
Profit Attributable to :				
Owners of the parent	12,692	12,316	27,407	20,958
Non-Controlling Interest	<u>9,490</u>	<u>6,942</u>	<u>16,881</u>	<u>10,322</u>
	<u>22,182</u>	<u>19,258</u>	<u>44,288</u>	<u>31,280</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>7.83</u>	<u>7.60</u>	<u>16.92</u>	<u>12.94</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	12,545	12,206	27,141	20,917
Non-Controlling Interest	<u>9,389</u>	<u>6,915</u>	<u>16,704</u>	<u>10,295</u>
	<u>21,934</u>	<u>19,121</u>	<u>43,845</u>	<u>31,212</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 2020 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 31.12.2020 RM'000	Audited as at 30.06.2020 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	77,494	77,375
Right-Of-Use Assets	19,540	21,704
Intangible Assets	11,261	11,261
Other Investment	10	10
Deferred Tax Assets	1	-
	<u>108,306</u>	<u>110,350</u>
Current Assets		
Inventories	56,834	58,586
Trade Receivables	356,440	444,992
Other Receivables	10,156	23,747
Current Tax Assets	3,592	1,315
Derivative Assets	26,719	664
Deposits With Licensed Banks	22,200	27,220
Short Term Funds	43,518	-
Cash and Bank Balances	73,167	138,202
	<u>592,626</u>	<u>694,726</u>
TOTAL ASSETS	<u>700,932</u>	<u>805,076</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	143,457	132,516
	<u>238,604</u>	<u>227,663</u>
Non-Controlling Interests	51,503	40,134
Total Equity	<u>290,107</u>	<u>267,797</u>
Non-Current Liabilities		
Long Term Loans	6,028	9,021
Retirement Benefit Obligations	685	538
Lease Liabilities	5,601	6,642
Deferred Tax Liabilities	978	999
	<u>13,292</u>	<u>17,200</u>
Current Liabilities		
Trade Payables	55,203	81,858
Other Payables	67,569	57,089
Derivative Liabilities	20,194	12,185
Lease Liabilities	2,063	2,405
Bank Borrowings	250,862	366,115
Current Tax Liabilities	1,642	427
	<u>397,533</u>	<u>520,079</u>
Total Liabilities	<u>410,825</u>	<u>537,279</u>
TOTAL EQUITY AND LIABILITIES	<u>700,932</u>	<u>805,076</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.47	1.41

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 2020 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			
6 months ended 31st December 2020						
At 1st July 2020	95,147	156	132,360	227,663	40,134	267,797
Profit For The Period	-	-	27,406	27,406	16,882	44,288
Foreign Currency Translation	-	(265)	-	(265)	(178)	(443)
Total Comprehensive Income	-	(265)	27,406	27,141	16,704	43,845
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	(16,200)	(16,200)	(5,335)	(21,535)
At 31st December 2020	95,147	(109)	143,566	238,604	51,503	290,107
6 months ended 31st December 2019						
At 1st July 2019	95,147	39	115,206	210,392	31,733	242,125
Profit For The Period	-	-	20,958	20,958	10,322	31,280
Foreign Currency Translation	-	(41)	-	(41)	(27)	(68)
Total Comprehensive Income	-	(41)	20,958	20,917	10,295	31,212
Dividend Paid	-	-	(12,960)	(12,960)	(2,035)	(14,995)
At 31st December 2019	95,147	(2)	123,204	218,349	39,993	258,342

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 2020 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 31.12.2020 RM'000	Corresponding Year To Date Ended 31.12.2019 RM'000
Profit Before Taxation	45,622	34,523
Adjustment for :-		
Non-Cash Items	6,684	8,705
Non-Operating Items	<u>(18,039)</u>	<u>(10,658)</u>
Operating Profit Before Working Capital Changes	34,267	32,570
Changes in Working Capital		
Net Change in Current Assets	107,158	(40,380)
Net Change in Current Liabilities	<u>(16,174)</u>	<u>(903)</u>
Cash Used In Operating Activities	125,251	(8,713)
Tax Paid	(2,419)	(68)
Interest Paid	<u>(4,118)</u>	<u>(4,193)</u>
Net Cash From/(Used In) Operating Activities	<u>118,714</u>	<u>(12,974)</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(4,722)	(14,090)
Interest Received	904	811
Uplift/(Placement) of Deposits with Maturity Periods of more than three months	(5,000)	7,000
Proceeds from Sale of Property, Plant and Equipment	-	200
Net Cash Used In Investing Activities	<u>(8,818)</u>	<u>(6,079)</u>
Financing Activities		
Dividend Paid to Shareholders	(16,200)	(12,960)
Dividend Paid to Non-Controlling Interest in a Subsidiary	(5,335)	(2,035)
Net (Repayment)/Drawdown of Borrowings	<u>(119,627)</u>	<u>54,907</u>
Net Cash (Used In)/From Financing Activities	<u>(141,162)</u>	<u>39,912</u>
Net (Decrease)/Increase in Cash and Cash Equivalents	(31,266)	20,859
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	(271)	(12)
Cash and Cash Equivalents at beginning of financial year	150,422	99,826
Cash and Cash Equivalents at end of financial period	<u>118,885</u>	<u>120,673</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	22,487	13,000
Short Term Funds	43,231	41,507
Cash and Bank Balances	<u>73,167</u>	<u>79,166</u>
	138,885	133,673
Less: Deposits with maturity more than three months	<u>(20,000)</u>	<u>(13,000)</u>
	<u>118,885</u>	<u>120,673</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 2020 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 Malaysia 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 2020. 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 2020.

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 2020.

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 2020 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

A final single-tier dividend of 10 sen per ordinary share in respect of financial year ended 30th June 2020 amounting to RM16,200,000.00 was paid on 12th November 2020.

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 December 2020				
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	673,346	6,949	-	680,295
Operating Profit/(Loss)	27,343	257	(1,050)	26,550
Profit/(Loss) Before Tax	25,908	244	(1,065)	25,087
Segments assets				
Total Assets	604,398	31,764	64,770	700,932

3 months ended 31st December 2019				
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	567,098	6,337	-	573,435
Operating Profit/(Loss)	24,496	(28)	(1,156)	23,312
Profit/(Loss) Before Tax	22,182	(32)	(1,161)	20,989
Segments assets				
Total Assets	569,131	32,096	55,780	657,007

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT

A9 Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2020.

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 new 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 31.12.2020 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>256,890</u>

A13 Capital Commitments

	As at 31.12.2020 RM'000
Authorised and contracted for	<u>351</u>
Authorised but not contracted for	<u>-</u>

A14 Comparative Figures

Certain comparative figures have been reclassified to conform with the current quarter's presentation.

**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			
	2nd Qtr 2021 RM'000	2nd Qtr 2020 RM'000	Changes RM'000	Variance %	2nd Qtr 2021 RM'000	2nd Qtr 2020 RM'000	Changes RM'000	Variance %
Revenue	680,295	573,435	106,860	19%	1,402,685	1,105,277	297,408	27%
Operating Profit	26,550	23,312	3,238	14%	49,740	38,716	11,024	28%
Profit before tax	25,087	20,989	4,098	20%	45,622	34,523	11,099	32%
Profit after tax	22,182	19,258	2,924	15%	44,288	31,280	13,008	42%

The higher revenue for the current quarter is mainly due to the almost 40% increase in palm olein prices per MT which was moderated by the 8% drop in total FCLs exported.

Operating margins for the current quarter improved as compared to the corresponding quarter last year as we sold at higher selling margins as a result from increased immediate delivery contracts. Furthermore, we managed to load our products onboard container freight vessels despite the container box shortages and reduced shipping lines plying our destination markets due to the pandemic.

B2 Variation of Results Against Preceding Quarter

Description	2nd Qtr 2021 RM'000	1st Qtr 2021 RM'000	Changes RM'000	Variance %
Revenue	680,295	722,391	(42,096)	-6%
Operating Profit	26,550	23,188	3,362	14%
Profit before tax	25,087	20,533	4,554	22%
Profit after tax	22,182	22,104	78	0%

For the current quarter, revenue decreased by 6% as compared to the preceding quarter due to the more than 18% drop in total FCLs exported.

Operating margins for the current quarter improved due to higher selling margins at destination markets as a result of increased immediate delivery contracts. Noteworthy to also mention, we managed to load our products onboard container freight vessels despite the container box shortages and reduced shipping lines plying our destination markets due to the pandemic.

B3 Current Year Prospects

The Group will continue with its expansion plans for revenue growth for its edible oil operations and with smart partnership tie-up with property developers for the tapware and sanitary ware divisions to enhance 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	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,092	1,735	2,406	3,266
Under/(Over) provision in prior year	1,834	-	(1,051)	-
- Deferred Tax	(21)	(4)	(21)	(23)
	<u>2,905</u>	<u>1,731</u>	<u>1,334</u>	<u>3,243</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 and for a prior year's over provision which has been reversed.

ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
B6 Corporate Proposal

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

B7 Bank Borrowings

Details of the Group's bank borrowings as at 31st December 2020 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	250,862	-	250,862
Non-Current	6,028	-	6,028
	<u>256,890</u>	<u>-</u>	<u>256,890</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 are as follows:-

Type of Derivatives	Quarter Ended	
	31.12.2020 RM'000	31.12.2019 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	786,622	610,070
Fair Value	6,525	6,909

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 2020 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 December 2020.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Profit attributable to equity holders of the Company (RM'000)	12,692	12,316	27,407	20,958
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	7.83	7.60	16.92	12.94