

Quarterly Report on consolidated results for the fourth financial quarter ended 30th June 2022

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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 30.06.2022 RM'000	Quarter Ended 30.06.2021 RM'000	Year To Date Ended 30.06.2022 RM'000	Year To Date Ended 30.06.2021 RM'000
Revenue	1,264,727	900,147	4,046,102	3,144,549
Cost of Sales	(1,151,506)	(850,394)	(3,768,134)	(2,966,432)
Gross Profit	113,221	49,753	277,968	178,117
Other Operating (Expenses)/Income	(23,514)	7,070	(31,423)	26,445
Selling and Distribution Costs	(4,402)	(3,453)	(15,220)	(15,322)
Administrative Expenses	(41,603)	(11,267)	(102,427)	(61,367)
Finance Costs	(1,729)	(1,276)	(5,131)	(6,796)
Profit Before Tax	41,973	40,827	123,767	121,077
Tax Expense	(658)	(1,949)	(4,405)	(4,987)
Profit for the Period	41,315	38,878	119,362	116,090
Other Comprehensive Income, net of tax	612	6	683	(168)
Total Comprehensive Income	41,927	38,884	120,045	115,922
Profit Attributable to :				
Owners of the parent	25,020	22,129	66,489	69,966
Non-Controlling Interest	16,295	16,749	52,873	46,124
	41,315	38,878	119,362	116,090
Basic earnings per share attributable to equity holders of the Company (sen)	15.44	13.66	41.04	43.19
Total Comprehensive Income Attributable to:				
Owners of the parent	25,414	22,132	66,905	69,865
Non-Controlling Interest	16,513	16,752	53,140	46,057
	41,927	38,884	120,045	115,922

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 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 30.06.2022 RM'000	Audited as at 30.06.2021 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	72,167	76,353
Right-Of-Use Assets	15,450	18,791
Intangible Assets	17,261	17,261
Other Investment	10	10
	<u>104,888</u>	<u>112,415</u>
Current Assets		
Inventories	109,635	72,228
Trade Receivables	608,926	446,445
Other Receivables	58,692	19,745
Current Tax Assets	6,097	4,956
Derivative Assets	19,368	6,844
Deposits With Licensed Banks	38,950	26,300
Cash and Bank Balances	202,918	161,009
	<u>1,044,586</u>	<u>737,527</u>
TOTAL ASSETS	<u>1,149,474</u>	<u>849,942</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	233,646	186,181
	<u>328,793</u>	<u>281,328</u>
Non-Controlling Interests	85,596	74,146
Total Equity	<u>414,389</u>	<u>355,474</u>
Non-Current Liabilities		
Long Term Loans	5,100	4,996
Retirement Benefit Obligations	223	578
Lease Liabilities	4,556	5,690
Deferred Tax Liabilities	781	1,020
	<u>10,660</u>	<u>12,284</u>
Current Liabilities		
Trade Payables	138,729	90,542
Other Payables	147,269	90,745
Derivative Liabilities	36,674	2,848
Lease Liabilities	1,592	1,959
Bank Borrowings	398,798	295,180
Current Tax Liabilities	1,363	910
	<u>724,425</u>	<u>482,184</u>
Total Liabilities	<u>735,085</u>	<u>494,468</u>
TOTAL EQUITY AND LIABILITIES	<u>1,149,474</u>	<u>849,942</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.03	1.74

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 2021 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			
12 months ended 30th June 2022						
At 1st July 2021	95,147	55	186,126	281,328	74,146	355,474
Profit For The Year	-	-	66,489	66,489	52,873	119,362
Foreign Currency Translation	-	416	-	416	267	683
Total Comprehensive Income	-	416	66,489	66,905	53,140	120,045
Dividend Paid	-	-	(19,440)	(19,440)	-	(19,440)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(41,690)	(41,690)
At 30th June 2022	95,147	471	233,175	328,793	85,596	414,389
12 months ended 30th June 2021						
At 1st July 2020	95,147	156	132,360	227,663	40,134	267,797
Profit For The Year	-	-	69,966	69,966	46,124	116,090
Foreign Currency Translation	-	(101)	-	(101)	(67)	(168)
Total Comprehensive Income	-	(101)	69,966	69,865	46,057	115,922
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	(16,200)	(16,200)	(12,045)	(28,245)
At 30th June 2021	95,147	55	186,126	281,328	74,146	355,474

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 2021 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 30.06.2022 RM'000	Corresponding Year To Date Ended 30.06.2021 RM'000
Profit Before Taxation	123,767	121,077
Adjustment for :-		
Non-Cash Items	51,023	14,471
Non-Operating Items	20,989	(15,716)
Operating Profit Before Working Capital Changes	<u>195,779</u>	<u>119,832</u>
Changes in Working Capital		
Net Change in Current Assets	(273,588)	(7,494)
Net Change in Current Liabilities	104,712	42,339
Cash From Operating Activities	<u>26,903</u>	<u>154,677</u>
Contribution Paid for Retirement Benefits	(355)	-
Tax Paid	(5,024)	(7,900)
Interest Paid	(5,131)	(6,771)
Net Cash From Operating Activities	<u>16,393</u>	<u>140,006</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(5,500)	(8,010)
Purchase of Trademark	-	(6,000)
Interest Received	1,661	1,532
Placement of Deposits with Maturity Periods of more than three months	(6,500)	(5,000)
Proceeds from Disposal of Property, Plant and Equipment	-	222
Net Cash Used In Investing Activities	<u>(10,339)</u>	<u>(17,256)</u>
Financing Activities		
Dividend Paid to Shareholders	(19,440)	(16,200)
Dividend Paid to Non-Controlling Interest in a Subsidiary	(41,690)	(12,045)
Net Drawdown/(Repayment) of Borrowings	102,223	(76,361)
Net Cash From/(Used In) Financing Activities	<u>41,093</u>	<u>(104,606)</u>
Net Increase in Cash and Cash Equivalents	47,147	18,144
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	912	(1,257)
Cash and Cash Equivalents at beginning of financial year	172,809	150,422
Cash and Cash Equivalents at end of financial period	<u>220,868</u>	<u>167,309</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	38,950	26,300
Cash and Bank Balances	202,918	161,009
	<u>241,868</u>	<u>187,309</u>
Less: Deposits with maturity more than three months	(21,000)	(20,000)
	<u>220,868</u>	<u>167,309</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 2021 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 2021. 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 2021.

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 2021.

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 2021 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 30th June 2022.

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 30th June 2022			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	1,260,358	4,369	-	1,264,727
Operating Profit/(Loss)	45,040	89	(1,427)	43,702
Profit/(Loss) Before Tax	43,328	82	(1,437)	41,973
Segments assets				
Total Assets	1,012,298	27,489	109,687	1,149,474

	3 months ended 30th June 2021			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	895,187	4,960	-	900,147
Operating Profit/(Loss)	44,101	(169)	(1,829)	42,103
Profit/(Loss) Before Tax	42,865	(200)	(1,838)	40,827
Segments assets				
Total Assets	740,926	29,850	79,166	849,942

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 2021.

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 30.06.2022 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>403,898</u>

A13 Capital Commitments

	As at 30.06.2022 RM'000
Authorised and contracted for	<u>-</u>
Authorised but not contracted for	<u>-</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			
	4th Qtr 2022 RM'000	4th Qtr 2021 RM'000	Changes RM'000	Variance %	4th Qtr 2022 RM'000	4th Qtr 2021 RM'000	Changes RM'000	Variance %
Revenue	1,264,727	900,147	364,580	41%	4,046,102	3,144,549	901,553	29%
Operating Profit	43,702	42,103	1,599	4%	128,898	127,873	1,025	1%
Profit before tax	41,973	40,827	1,146	3%	123,767	121,077	2,690	2%
Profit after tax	41,315	38,878	2,437	6%	119,362	116,090	3,272	3%

The revenue for the current quarter is 41% higher than the corresponding previous year's quarter due to the over 50% increase in average olein prices and 6% strengthening of the USD against the RM. There was a marginal decrease of 2% in Full Container Loads (FCLs) exported as compared to the previous year's corresponding quarter.

Operating profit only slightly increased by 2% despite the 41% increase in revenue due to lower margins, higher realised and unrealised forex losses and higher trade receivables impairments.

B2 Variation of Results Against Preceding Quarter

Description	4th Qtr 2022 RM'000	3rd Qtr 2022 RM'000	Changes RM'000	Variance %
Revenue	1,264,727	758,983	505,744	67%
Operating Profit	43,702	23,953	19,749	82%
Profit before tax	41,973	22,997	18,976	83%
Profit after tax	41,315	22,004	19,311	88%

For the current quarter, revenue increased by 67% due to the 35% increase in FCLs exported, 6% increase in average olein price and 4% strengthening of the USD against the RM.

Operating profit increased by 79% as compared to the preceding 3rd quarter because of the increased FCLs exports, higher average prices and the strengthening of the USD against the RM.

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	
	30.06.2022 RM'000	30.06.2021 RM'000	30.06.2022 RM'000	30.06.2021 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	658	1,668	4,466	5,063
Under/(Over) provision in prior year	-	239	(135)	(97)
- Deferred Tax	-	42	74	21
	<u>658</u>	<u>1,949</u>	<u>4,405</u>	<u>4,987</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.

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 30th June 2022 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	398,798	-	398,798
Non-Current	5,100	-	5,100
	<u>403,898</u>	<u>-</u>	<u>403,898</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	
	30.06.2022 RM'000	30.06.2021 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	1,574,590	8,306,351
Fair Value	(17,306)	3,996

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 2021 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 declared a single tier final dividend of 12 sen (2021: 12 sen) per ordinary share for the financial year ended 30th June 2022 amounting to approximately RM19.44 million, to be paid on 11th October 2022 to Depositors whose name appear in the Record of Depositors at the close of business on 23rd September 2022.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Profit attributable to equity holders of the Company (RM'000)	25,020	22,129	66,489	69,966
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	15.44	13.66	41.04	43.19