



Quarterly Report on consolidated results for the third financial quarter ended 31st March 2023

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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 31.03.2023 RM'000	Quarter Ended 31.03.2022 RM'000	Year To Date Ended 31.03.2023 RM'000	Year To Date Ended 31.03.2022 RM'000
Revenue	1,188,962	758,983	4,057,222	2,782,111
Cost of Sales	(1,106,221)	(707,871)	(3,804,297)	(2,616,628)
Gross Profit	82,741	51,112	252,925	165,483
Other Operating Income	1,736	679	4,683	2,111
Selling and Distribution Costs	(6,299)	(3,452)	(19,869)	(10,818)
Administrative Expenses	(35,508)	(24,386)	(90,607)	(70,844)
Finance Costs	(4,432)	(956)	(12,794)	(3,402)
Profit Before Tax	38,238	22,997	134,338	82,530
Tax Expense	(1,176)	(993)	(3,837)	(3,748)
Profit for the Period	37,062	22,004	130,501	78,782
Other Comprehensive Income, net of tax	69	66	(20)	71
Total Comprehensive Income	37,131	22,070	130,481	78,853
Profit Attributable to :				
Owners of the parent	20,524	13,378	78,526	42,202
Non-Controlling Interest	16,538	8,626	51,975	36,580
	37,062	22,004	130,501	78,782
Basic earnings per share attributable to equity holders of the Company (sen)	12.67	8.26	48.47	26.05
Total Comprehensive Income Attributable to:				
Owners of the parent	20,585	13,399	78,514	42,226
Non-Controlling Interest	16,546	8,671	51,967	36,627
	37,131	22,070	130,481	78,853

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 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 31.03.2023 RM'000	Audited as at 30.06.2022 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	111,534	72,167
Right-Of-Use Assets	11,300	15,450
Intangible Assets	17,261	17,261
Other Investment	10	10
	<u>140,105</u>	<u>104,888</u>
Current Assets		
Inventories	77,357	109,635
Trade Receivables	635,765	608,926
Other Receivables	11,737	58,692
Current Tax Assets	6,116	6,097
Derivative Assets	16,302	19,368
Deposits With Licensed Banks	20,800	39,730
Short Term Funds	120,255	-
Cash and Bank Balances	135,691	202,138
	<u>1,024,023</u>	<u>1,044,586</u>
TOTAL ASSETS	<u><u>1,164,128</u></u>	<u><u>1,149,474</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	292,720	233,646
	<u>387,867</u>	<u>328,793</u>
Non-Controlling Interests	<u>106,763</u>	<u>85,596</u>
Total Equity	<u>494,630</u>	<u>414,389</u>
Non-Current Liabilities		
Long Term Loans	2,603	1,942
Retirement Benefit Obligations	261	223
Lease Liabilities	1,150	4,555
Deferred Tax Liabilities	702	781
	<u>4,716</u>	<u>7,501</u>
Current Liabilities		
Trade Payables	99,004	138,729
Other Payables	117,756	147,269
Derivative Liabilities	29,846	36,674
Lease Liabilities	1,634	1,592
Bank Borrowings	415,966	401,957
Current Tax Liabilities	576	1,363
	<u>664,782</u>	<u>727,584</u>
Total Liabilities	<u>669,498</u>	<u>735,085</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,164,128</u></u>	<u><u>1,149,474</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.39	2.03

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 2022 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			
9 months ended 31st March 2023						
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
9 months ended 31st March 2022						
At 1st July 2021	95,147	55	186,126	281,328	74,146	355,474
Profit For The Year	-	-	42,202	42,202	36,580	78,782
Foreign Currency Translation	-	24	-	24	47	71
Total Comprehensive Income	-	24	42,202	42,226	36,627	78,853
Dividend Paid	-	-	(19,440)	(19,440)	-	(19,440)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(34,540)	(34,540)
At 31st March 2022	95,147	79	208,888	304,114	76,233	380,347

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 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 31.03.2023 RM'000	Corresponding Year To Date Ended 31.03.2022 RM'000
Profit Before Taxation	134,338	82,530
Adjustment for :-		
Non-Cash Items	(867)	13,788
Non-Operating Items	(4,028)	2,618
Operating Profit Before Working Capital Changes	129,443	98,936
Changes in Working Capital		
Net Change in Current Assets	72,256	112,981
Net Change in Current Liabilities	(68,523)	(33,563)
Cash From Operating Activities	133,176	178,354
Contribution Paid for Retirement Benefits	39	-
Tax Paid	(4,769)	(4,474)
Interest Paid	(12,794)	(3,402)
Net Cash From Operating Activities	115,652	170,478
Investing Activities		
Purchase of Property, Plant and Equipment	(45,308)	(4,097)
Interest Received	2,435	966
Placement of Deposits with Maturity Periods of more than three months	(1,800)	(6,500)
Proceeds from Disposal of Property, Plant and Equipment	654	-
Net Cash Used In Investing Activities	(44,019)	(9,631)
Financing Activities		
Dividend Paid to Shareholders	(19,440)	(19,440)
Dividend Paid to Non-Controlling Interest in a Subsidiary	(30,800)	(34,540)
Net Drawdown/(Repayment) of Borrowings	11,309	(107,893)
Net Cash Used In Financing Activities	(38,931)	(161,873)
Net Increase/(Decrease) in Cash and Cash Equivalents	32,702	(1,026)
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	376	380
Cash and Cash Equivalents at beginning of financial year	226,868	172,809
Cash and Cash Equivalents at end of financial period	259,946	172,163
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	20,800	25,550
Short Term Funds	120,255	64,153
Cash and Bank Balances	135,691	103,460
	276,746	193,163
Less: Deposits with maturity more than three months	(16,800)	(21,000)
	259,946	172,163

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2022 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 2022. 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 2022.

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 2022.

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 2022 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 2023.

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 2023			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	1,183,812	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
Segments assets				
Total Assets	996,942	25,896	141,290	1,164,128

	3 months ended 31st March 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	754,158	4,825	-	758,983
Operating Profit/(Loss)	25,696	(570)	(1,173)	23,953
Profit/(Loss) Before Tax	24,767	(586)	(1,184)	22,997
Segments assets				
Total Assets	605,532	28,055	98,546	732,133

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 2022.

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 31.03.2023 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>418,569</u>

A13 Capital Commitments

	As at 31.03.2023 RM'000
Authorised and contracted for	<u>18,040</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			
	3rd Qtr 2023 RM'000	3rd Qtr 2022 RM'000	Changes RM'000	Variance %	3rd Qtr 2023 RM'000	3rd Qtr 2022 RM'000	Changes RM'000	Variance %
Revenue	1,188,962	758,983	429,979	57%	4,057,222	2,782,111	1,275,111	46%
Operating Profit	42,670	23,953	18,717	78%	147,132	85,932	61,200	71%
Profit before tax	38,238	22,997	15,241	66%	134,338	82,530	51,808	63%
Profit after tax	37,062	22,004	15,058	68%	130,501	78,782	51,719	66%

The revenue for the current quarter is 57% higher than the corresponding previous year's quarter due to increase in demand from Africa, Middle East and Indian Subcontinent regions. The reason for the increase is due to lower average Refined Bleached and Deodorized ("RBD") Palm Olein prices as compared to corresponding quarter last year.

Operating profit increased by 78% in line with the increase in revenue, Better margin was recorded during the period under review due to better oil margin coupled with lower freight costs as compared to corresponding quarter last year.

B2 Variation of Results Against Preceding Quarter

Description	3rd Qtr 2023 RM'000	2nd Qtr 2023 RM'000	Changes RM'000	Variance %
Revenue	1,188,962	1,338,549	(149,587)	-11%
Operating Profit	42,670	64,595	(21,925)	-34%
Profit before tax	38,238	60,227	(21,989)	-37%
Profit after tax	37,062	58,618	(21,556)	-37%

For the current quarter, revenue decreased by 11% against preceding quarter due to lower sales volume mainly in Africa region. Average RBD Palm Olein prices is maintained at the same level as the preceding quarter.

Operating profit decreased in current quarter against the preceding quarter in line with decrease in revenue.

B3 Current Year Prospects

The Group will continue with its expansion plans for revenue growth for its edible oil division 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	
	31.03.2023 RM'000	31.03.2022 RM'000	31.03.2023 RM'000	31.03.2022 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,306	1,127	3,977	3,882
Overprovision in prior year	45	(134)	(15)	(134)
- Deferred Tax	(175)	-	(125)	-
	<u>1,176</u>	<u>993</u>	<u>3,837</u>	<u>3,748</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 31st March 2023 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	415,966	-	415,966
Non-Current	2,603	-	2,603
	<u>418,569</u>	<u>-</u>	<u>418,569</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	
	31.03.2023 RM'000	31.03.2022 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	1,803,096	957,804
Fair Value	(13,544)	1,378

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 2022 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 current quarter under review.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
Profit attributable to equity holders of the Company (RM'000)	20,524	13,378	78,526	42,202
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	12.67	8.26	48.47	26.05