



Quarterly Report on consolidated results for the second financial quarter ended 31st December 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 31.12.2023 RM'000	Quarter Ended 31.12.2022 RM'000	Year To Date Ended 31.12.2023 RM'000	Year To Date Ended 31.12.2022 RM'000
Revenue	1,146,240	1,338,549	2,367,528	2,868,259
Cost of Sales	<u>(1,084,772)</u>	<u>(1,244,524)</u>	<u>(2,220,259)</u>	<u>(2,698,077)</u>
Gross Profit	61,468	94,025	147,269	170,182
Other Operating Income	2,700	1,840	5,914	2,947
Selling and Distribution Costs	(7,295)	(7,172)	(14,717)	(13,569)
Administrative Expenses	(30,032)	(24,098)	(73,817)	(55,099)
Finance Costs	<u>(4,526)</u>	<u>(4,368)</u>	<u>(8,941)</u>	<u>(8,361)</u>
Profit Before Tax	22,315	60,227	55,708	96,100
Tax Expense	<u>(1,331)</u>	<u>(1,609)</u>	<u>(2,901)</u>	<u>(2,661)</u>
Profit for the Period	20,984	58,618	52,807	93,439
Other Comprehensive Income, net of tax	<u>(156)</u>	<u>(729)</u>	<u>(134)</u>	<u>(89)</u>
Total Comprehensive Income	<u>20,828</u>	<u>57,889</u>	<u>52,673</u>	<u>93,350</u>
Profit Attributable to :				
Owners of the parent	12,971	37,178	32,594	58,002
Non-Controlling Interest	<u>8,013</u>	<u>21,440</u>	<u>20,213</u>	<u>35,437</u>
	<u>20,984</u>	<u>58,618</u>	<u>52,807</u>	<u>93,439</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>8.01</u>	<u>22.95</u>	<u>20.12</u>	<u>35.80</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	12,877	36,741	32,514	57,949
Non-Controlling Interest	<u>7,951</u>	<u>21,148</u>	<u>20,159</u>	<u>35,401</u>
	<u>20,828</u>	<u>57,889</u>	<u>52,673</u>	<u>93,350</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 31.12.2023 RM'000	Audited as at 30.06.2023 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	119,231	114,578
Right-Of-Use Assets	18,423	22,346
Intangible Assets	17,261	17,261
Other Investment	10	10
	<u>154,925</u>	<u>154,195</u>
Current Assets		
Inventories	60,345	71,678
Trade Receivables	610,828	706,228
Other Receivables	25,460	27,516
Current Tax Assets	1,684	1,354
Derivative Assets	16,233	5,295
Short Term Funds	131,228	-
Deposits With Licensed Banks	20,550	19,780
Cash and Bank Balances	90,727	230,737
	<u>957,055</u>	<u>1,062,588</u>
TOTAL ASSETS	<u><u>1,111,980</u></u>	<u><u>1,216,783</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	323,387	315,173
	<u>418,534</u>	<u>410,320</u>
Non-Controlling Interests	118,820	109,661
Total Equity	<u>537,354</u>	<u>519,981</u>
Non-Current Liabilities		
Long Term Loans	1,035	719
Retirement Benefit Obligations	161	194
Lease Liabilities	9,542	9,674
Deferred Tax Liabilities	1,777	1,777
	<u>12,515</u>	<u>12,364</u>
Current Liabilities		
Trade Payables	66,960	121,658
Other Payables	81,003	107,930
Derivative Liabilities	5,798	31,000
Lease Liabilities	1,338	2,739
Bank Borrowings	405,283	420,254
Current Tax Liabilities	1,729	857
	<u>562,111</u>	<u>684,438</u>
Total Liabilities	<u>574,626</u>	<u>696,802</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,111,980</u></u>	<u><u>1,216,783</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.58	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 Foreign Exchange Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
3 months ended 31st December 2023						
At 1st July 2023	95,147	993	314,180	410,320	109,661	519,981
Profit For The Year	-	-	32,594	32,594	20,213	52,807
Foreign Currency Translation	-	(80)	-	(80)	(54)	(134)
Total Comprehensive Income	-	(80)	32,594	32,514	20,159	52,673
Dividend Paid	-	-	(24,300)	(24,300)	-	(24,300)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(11,000)	(11,000)
At 31st December 2023	95,147	913	322,474	418,534	118,820	537,354
3 months ended 31st December 2022						
At 1st July 2022	95,147	473	233,173	328,793	85,596	414,389
Profit For The Year	-	-	58,002	58,002	35,437	93,439
Foreign Currency Translation	-	(53)	-	(53)	(36)	(89)
Total Comprehensive Income	-	(53)	58,002	57,949	35,401	93,350
Dividend Paid	-	-	(19,440)	(19,440)	-	(19,440)
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(8,800)	(8,800)
At 31st December 2022	95,147	420	271,735	367,302	112,197	479,499

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 31.12.2023 RM'000	Corresponding Year To Date Ended 31.12.2022 RM'000
Profit Before Taxation	55,708	96,100
Adjustment for :-		
Non-Cash Items	32,088	(15,559)
Non-Operating Items	(36,136)	(9,653)
Operating Profit Before Working Capital Changes	<u>51,660</u>	<u>70,888</u>
Changes in Working Capital		
Net Change in Current Assets	90,640	90,357
Net Change in Current Liabilities	(81,760)	(51,880)
Cash Generated From Operations	<u>60,540</u>	<u>109,365</u>
Contribution Paid for Retirement Benefits	-	(22)
Tax Paid	(2,359)	(2,615)
Interest Paid	(8,941)	(8,361)
Net Cash From Operating Activities	<u>49,240</u>	<u>98,367</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(7,523)	(40,794)
Interest Received	1,815	1,562
Placement of Deposits with Maturity Periods of more than three months	-	(6,000)
Proceeds from Disposal of Property, Plant and Equipment	4	494
Net Cash Used In Investing Activities	<u>(5,704)</u>	<u>(44,738)</u>
Financing Activities		
Dividend Paid To Shareholders	(24,300)	(19,440)
Dividend Paid To Non-Controlling Interest in a Subsidiary	(11,000)	(8,800)
Net Drawdown of Borrowings	(16,187)	(20,637)
Net Cash Used In Financing Activities	<u>(51,487)</u>	<u>(48,877)</u>
Net Increase in Cash and Cash Equivalents	(7,951)	4,752
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	(61)	(1,655)
Cash and Cash Equivalents at beginning of financial year	236,017	226,868
Cash and Cash Equivalents at end of financial period	<u>228,005</u>	<u>229,965</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	20,550	20,200
Short Term Funds	131,228	87,048
Cash and Bank Balances	90,727	143,717
	<u>242,505</u>	<u>250,965</u>
Less: Deposits with maturity more than three months	(14,500)	(21,000)
	<u>228,005</u>	<u>229,965</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

A final single-tier dividend of 15 sen per ordinary share in respect of financial year ended 30th June 2023 amounting to RM24,300,000.00 was paid on 10th October 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 December 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	1,139,659	6,581	-	1,146,240
Operating Profit/(Loss)	26,970	296	(425)	26,841
Profit/(Loss) Before Tax	22,461	280	(426)	22,315
Segments assets				
Total Assets	942,632	23,971	145,377	1,111,980

	3 months ended 31st December 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	1,333,193	5,356	-	1,338,549
Operating Profit/(Loss)	65,722	(402)	(725)	64,595
Profit/(Loss) Before Tax	61,374	(414)	(733)	60,227
Segments assets				
Total Assets	979,127	26,315	108,565	1,114,007

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 31.12.2023 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>406,621</u>

A13 Capital Commitments

	As at 31.12.2023 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			
	2nd Qtr 2024 RM'000	2nd Qtr 2023 RM'000	Changes RM'000	Variance %	2nd Qtr 2024 RM'000	2nd Qtr 2023 RM'000	Changes RM'000	Variance %
Revenue	1,146,240	1,338,549	(192,309)	-14%	2,367,528	2,868,259	(500,731)	-17%
Operating Profit	26,841	64,595	(37,754)	-58%	64,649	104,461	(39,812)	-38%
Profit before tax	22,315	60,227	(37,912)	-63%	55,708	96,100	(40,392)	-42%
Profit after tax	20,984	58,618	(37,634)	-64%	52,807	93,439	(40,632)	-43%

The revenue for the current quarter is 14% lower than the corresponding previous year's quarter due to decrease in demand from West Africa as a result of political instability in the region. The decrease in revenue also due to decrease in average RBD Palm Oil prices.

Operating profit decreased by 58% in the current quarter compared to corresponding previous year's quarter in line with the decrease in revenue. The decrease is also due to the strengthening of US Dollar against the Malaysian Ringgit in the current quarter which contribute to lower unrealised gain on derivatives and higher of unrealised loss on foreign exchange.

B2 Variation of Results Against Preceding Quarter

Description	2nd Qtr 2024 RM'000	1st Qtr 2024 RM'000	Changes RM'000	Variance %
Revenue	1,146,240	1,221,289	(75,049)	-6%
Operating Profit	26,841	37,808	(10,967)	-29%
Profit before tax	22,315	33,393	(11,078)	-33%
Profit after tax	20,984	31,823	(10,839)	-34%

For the current quarter, revenue decreased by 6% against the preceding quarter due to lower sales volume mainly in West Africa as a result of political instability in the region. The decrease in revenue for current quarter also due to decrease in average RBD Palm Oil prices.

Operating profit decreased by 29% in the current quarter against the preceding quarter in line with decrease in revenue and higher realised loss on derivative and higher unrealised loss on foreign exchange as a result of strengthening of US Dollars against Malaysian Ringgit in the current quarter.

B3 Current Year Prospects

The Group will cautiously continue with its expansion plans 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	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,331	1,609	2,735	2,661
Under/(Over)provision in prior year	-	-	166	-
- Deferred Tax	-	-	-	-
	<u>1,331</u>	<u>1,609</u>	<u>2,901</u>	<u>2,661</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 December 2023 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	405,283	-	405,283
Non-Current	1,035	-	1,035
	<u>406,318</u>	<u>-</u>	<u>406,318</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	
	31.12.2023 RM'000	31.12.2022 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	1,313,185	883,089
Fair Value	10,435	(7,165)

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 December 2023.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Profit attributable to equity holders of the Company (RM'000)	12,971	37,178	32,594	58,002
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	8.01	22.95	20.12	35.80