

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Quarter Ended 31 March 2024 (The figures have not been audited)

	3 months ended 31 March		Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Revenue	148,757	152,779	148,757	152,779
Cost of sales	<u>(123,854)</u>	<u>(136,315)</u>	<u>(123,854)</u>	<u>(136,315)</u>
<b>Gross Profit</b>	24,903	16,464	24,903	16,464
Other income	2,479	338	2,479	338
Other operating expenses	<u>(12,637)</u>	<u>(11,873)</u>	<u>(12,637)</u>	<u>(11,873)</u>
<b>Profit from Operations</b>	14,745	4,929	14,745	4,929
Finance costs	<u>(55)</u>	<u>(152)</u>	<u>(55)</u>	<u>(152)</u>
<b>Profit before Tax</b>	14,690	4,777	14,690	4,777
Income tax	(2,010)	(373)	(2,010)	(373)
<b>Profit net of tax</b>	<u>12,680</u>	<u>4,404</u>	<u>12,680</u>	<u>4,404</u>
Total other comprehensive income, net of tax	-	-	-	-
<b>Total comprehensive income for the year</b>	<u><u>12,680</u></u>	<u><u>4,404</u></u>	<u><u>12,680</u></u>	<u><u>4,404</u></u>
<b>Profit for the period attributable to:</b>				
Owners of the parent	12,680	4,404	12,680	4,404
Non-controlling interest	-	-	-	-
	<u><u>12,680</u></u>	<u><u>4,404</u></u>	<u><u>12,680</u></u>	<u><u>4,404</u></u>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	12,680	4,404	12,680	4,404
Non-controlling interest	-	-	-	-
	<u><u>12,680</u></u>	<u><u>4,404</u></u>	<u><u>12,680</u></u>	<u><u>4,404</u></u>
<b>Basic Earnings per Share (sen)</b>	<u><u>2.59</u></u>	<u><u>0.90</u></u>	<u><u>2.59</u></u>	<u><u>0.90</u></u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)  
(Incorporated in Malaysia)

---

## Condensed Consolidated Statement of Changes in Equity For the Quarter Ended 31 March 2024 (The figures have not been audited)

	<u>Share Capital</u>	<u>Treasury Shares</u>	<u>Retained Earnings</u>	<u>Total</u>
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>At 1 January 2023</b>	149,087	(2,151)	273,171	420,107
Net Profit for the period	-	-	4,404	4,404
<b>At 31 March 2023</b>	<u>149,087</u>	<u>(2,151)</u>	<u>277,575</u>	<u>424,511</u>
<b>At 1 January 2024</b>	149,087	(2,151)	303,656	450,592
Net Profit for the period	-	-	12,680	12,680
<b>At 31 March 2024</b>	<u>149,087</u>	<u>(2,151)</u>	<u>316,336</u>	<u>463,272</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

---

## Condensed Consolidated Statement of Financial Position

As at 31 March 2024

(The figures have not been audited)

	As at 31-Mar-24 RM'000	As at 31-Dec-23 RM'000
<b>Non-current Assets</b>		
Property, plant & equipment	174,582	176,071
Right-of-use assets	65,492	66,005
<b>Total Non-current Assets</b>	<b>240,074</b>	<b>242,076</b>
<b>Current Assets</b>		
Inventories	98,371	79,964
Trade and other receivables	119,498	129,911
Current tax assets	19	17
Cash and bank balances	63,767	53,696
<b>Total Current Assets</b>	<b>281,655</b>	<b>263,588</b>
<b>TOTAL ASSETS</b>	<b>521,729</b>	<b>505,664</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	149,087	149,087
Reserves	314,185	301,505
<b>Total Equity</b>	<b>463,272</b>	<b>450,592</b>
<b>Non-current Liabilities</b>		
Borrowings	3,039	3,277
Deferred tax liabilities	17,689	19,411
<b>Total Non-current Liabilities</b>	<b>20,728</b>	<b>22,688</b>

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

---

## Condensed Consolidated Statement of Financial Position

As at 31 March 2024

(The figures have not been audited)

	As at 31-Mar-24 RM'000	As at 31-Dec-23 RM'000
<b>Current Liabilities</b>		
Trade and other payables	30,616	24,332
Borrowings	1,459	1,619
Income tax liabilities	5,654	6,433
<b>Total Current Liabilities</b>	<b>37,729</b>	<b>32,384</b>
<b>TOTAL LIABILITIES</b>	<b>58,457</b>	<b>55,072</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>521,729</b>	<b>505,664</b>
Net assets value per share (sen)	94.74	92.15

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Cash Flow For the Quarter Ended 31 March 2024 (The figures have not been audited)

	<b>Year-To-Date 31-Mar-24 (RM'000)</b>	<b>Year-To-Date 31-Mar-23 (RM'000)</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	14,690	4,777
Adjustments for:		
Depreciation of property, plant and equipment	2,929	2,814
Depreciation of right-of-use assets	513	428
Interest expense	55	152
Interest income	(477)	(98)
Loss on disposal of property, plant and equipment	-	5
Property, plant and equipment written off	6	-
Net unrealised foreign exchange gain	(1,239)	(1,986)
Operating profit before working capital changes	16,477	6,092
Working capital changes:		
Inventories	(18,408)	13,485
Trade and other receivables	11,513	17,366
Trade and other payables	6,285	(17,902)
Cash generated from operations	15,867	19,041
Tax paid	(4,513)	(1,965)
<b>Net cash generated from operating activities</b>	<b>11,354</b>	<b>17,076</b>
<b>Cash flows from investing activities</b>		
Additions of right-of-use assets	-	(5,250)
Interest received	477	98
Purchase of property, plant and equipment	(1,445)	(4,832)
<b>Net cash used in investing activities</b>	<b>(968)</b>	<b>(9,984)</b>

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

---

**Condensed Consolidated Statement of Cash Flow**  
**For the Quarter Ended 31 March 2024**  
**(The figures have not been audited)**

	<b>Year-To-Date</b> <b>31-Mar-24</b> <b>(RM'000)</b>	<b>Year-To-Date</b> <b>31-Mar-23</b> <b>(RM'000)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(55)	(152)
Net repayment of bankers acceptances	-	(10,026)
Repayment of term loans	(399)	(386)
<b>Net cash used in financing activities</b>	<b>(454)</b>	<b>(10,564)</b>
Net increase/(decrease) in cash and cash equivalents	9,932	(3,472)
Effect of exchange rate changes on cash and cash equivalents	139	41
Cash and cash equivalents at beginning of year	53,696	21,006
Cash and cash equivalents at end of the period	<b>63,767</b>	<b>17,575</b>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

---

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

#### A1 Basis of Preparation

The unaudited condensed consolidated interim financial statements of the Group have been prepared in accordance with MFRS 134, Interim Financial Reporting in Malaysia and with IAS 34, Interim Financial Reporting and applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statement, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2023.

The accounting policies are consistent with the recent audited financial statements for the year ended 31 December 2023.

These explanatory notes attached to the Interim Financial Report 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 period ended 31 December 2023.

#### A2 Audit report of the preceding annual financial statements

The audited financial statements of the Group for the year ended 31 December 2023 were not subject to any qualification.

#### A3 Seasonal or cyclical factors of interim operations

There were no seasonal or cyclical factors affecting the results of the Group for the current interim period.

#### A4 Unusual items affecting assets, liabilities, equity, net income, or cash flows

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size or incidence for the current interim period and financial year-to-date.

#### A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect for the current interim period.

#### A6 Issuances, cancellations, repurchases, resale and repayment of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current interim period.

#### A7 Dividends

No dividend was paid during the current interim period under review.

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Explanatory Notes to the Interim Financial Statements Pursuant to MFRS 134

#### A8 Segmental information

The Group's activities are predominantly in the manufacturing industry segment. The following presents revenue regarding the Group's geographical segment:

	RM'000	
Malaysia	84,100	57%
Singapore	12,056	8%
Other countries	52,601	35%
	<u>148,757</u>	

The Group's assets and liabilities are mainly located in Malaysia.

#### A9 Valuations of Property, Plant & Equipment

The valuations of Property, Plant and Equipment of the Group have been brought forward without amendment from the previous annual financial statements.

#### A10 Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the current interim period.

#### A11 Related party transactions

The following table provides information on the transactions that are significant which have been entered into with related parties during the interim period and financial year to date ended 31 March 2024 :

	3 months ended 31 March		Cumulative quarter ended 31 March	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Sales of products to:				
Seong Chan Sauce & Foodstuff Sdn. Bhd. (A company in which certain directors have financial interests)	342	216	342	216

#### A12 Changes in the composition of the Group

There were no changes in the composition of the Group during the interim period including business combinations, acquisitions or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations.

#### A13 Changes in contingent liabilities and contingent assets

The amount of corporate guarantees provided to licensed financial institutions in respect of credit facilities granted to a wholly-owned subsidiary of the Company as at 31 March 2024 is RM4.498 million.

#### A14 Capital Commitment

The approved and contracted for commitment for the purchase of property, plant and equipment as at the end of the current interim period is RM5.892 million.



# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Additional Information Required By The Bursa Malaysia Listing Requirements

#### B1 Review of Performance

	1st Quarter Ended 31-Mar-24 RM'000	1st Quarter Ended 31-Mar-23 RM'000	Variance %	Year to date Ended 31-Mar-24 RM'000	Year to date Ended 31-Mar-23 RM'000	Variance %
Revenue	148,757	152,779	-2.6%	148,757	152,779	-2.6%
Profit before Tax	14,690	4,777	207.5%	14,690	4,777	207.5%

The revenue of the Group for the current quarter of RM148.757 million was 2.6% lower than RM152.779 million recorded in the corresponding quarter in the preceding year and was mainly due to lower quantities of products sold. However, the Group's profit before tax increased by 207.5% to RM14.690 million from RM4.777 million and was mainly a result of higher average products selling prices in the current quarter under review.

#### B2 Material changes in profit before taxation for the current quarter as compared with the immediate preceding quarter

The comparison of results between the current quarter and the immediate preceding quarter are as follows:-

	1st Quarter Ended 31-Mar-24 RM'000	4th Quarter Ended 31-Dec-23 RM'000	Variance %
Revenue	148,757	150,721	-1.3%
Profit before taxation	14,690	18,341	-19.9%

The Group's revenue for the current quarter of RM148.757 million was 1.3% lower as compared to RM150.721 million recorded in the immediate preceding quarter and was mainly due to lower quantities of products sold. Profit before taxation for the current quarter of RM14.690 million was 19.9% lower than that recorded in the immediate preceding quarter of RM18.341 million and was mainly a result of lower average products selling prices in the current interim quarter under review.

#### B3 Prospects

The Group continues to face challenges, mainly from the increase of volatility in raw materials costs stemming from the ongoing geopolitical events and uncertain global economic landscape.

In facing with these headwinds, the Group remained focus on efficiency initiatives through economies of scale, cost optimization and efforts to increase productivity and deliver good quality products. Besides, the Group is still

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

---

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Additional Information Required By The Bursa Malaysia Listing Requirements

continuing with expansion plans for lands acquired in the vicinity of existing factories and the Group is optimistic that its plans would contribute positively to the Group going forward.

Barring unforeseen circumstances, the Directors anticipate that the Group achieve a satisfactory performance for the financial year 2024.

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)  
(Incorporated in Malaysia)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Additional Information Required By The Bursa Malaysia Listing Requirements

#### B4 Forecast of profit after tax

Not applicable as no forecast was disclosed in any public document.

#### B5 Tax expenses

	Current quarter 31-Mar-24 RM'000	Cumulative quarter up to 31-Mar-24 RM'000
Income tax expense		
- current period	3,732	3,732
Deferred Taxation		
- current year	227	227
- overprovision in the prior year	(1,949)	(1,949)
	<u>2,010</u>	<u>2,010</u>

Income tax expense is recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year. The effective tax rate for the current quarter under review and also year to date ended 31 March 2024 was lower than the statutory income tax rate and was mainly due to overprovision of deferred taxation in the prior year.

#### B6 Unquoted investments and/or properties

There were no sale of unquoted investments and properties for the current quarter and financial year-to-date.

#### B7 Quoted securities other than securities in existing subsidiaries and associated companies

There were no purchases and disposals of quoted securities other than securities in existing subsidiaries and associated companies for the current quarter and financial year-to-date.

#### B8 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 23 May 2024 for the current quarter and financial year-to-date.

#### B9 Group borrowings and debt securities

The total Group secured borrowings as at 31 March 2024 are as follows:-

	Short Term RM'000	Long Term RM'000	Total RM'000
Term Loans	<u>1,459</u>	<u>3,039</u>	<u>4,498</u>

All the abovementioned borrowings were denominated in Ringgit Malaysia.

#### B10 Off Balance Sheet financial instruments

The Group had not entered into any contracts involving off balance sheet financial instruments with off balance sheet risk as at 23 May 2024.

# THREE-A RESOURCES BERHAD

Registration no. 199901006659 (481559-M)

(Incorporated in Malaysia)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2024

(The figures have not been audited)

### Additional Information Required By The Bursa Malaysia Listing Requirements

#### B11 Changes in material litigation

There was no material litigation pending for the current financial period to-date and up to 23 May 2024.

#### B12 Dividend

On 23 May 2024, the Board of Directors declared a 1st interim single tier dividend of 1.0 sen per ordinary share amounting to RM4.890 million in respect of financial year ending 31 December 2024. (2023: Nil)

The entitlement date for the dividend is fixed on 10 June 2024 and payment will be made on 21 June 2024.

#### B13 Disclosure of nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

#### B14 Additional disclosures

Profit for the period is arrived at after (crediting)/charging:

	Current Period		Cumulative Period	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
	RM'000	RM'000	RM'000	RM'000
Interest income	(477)	(98)	(477)	(98)
Depreciation of property, plant and equipment	2,929	2,814	2,929	2,814
Depreciation of right-of-use assets	513	428	513	428
Realised foreign exchange (gain)/loss	(562)	1,779	(562)	1,779
Unrealised foreign exchange loss/(gain)	(1,239)	(1,986)	(1,239)	(1,986)

#### B15 Earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the Company.

	Current Quarter		Cumulative Quarter	
	31-Mar-24	31-Mar-23	31-Mar-24	31-Mar-23
Net profit (RM'000)	12,680	4,404	12,680	4,404
Weighted average number of ordinary shares in issue ('000)	489,000	489,000	489,000	489,000
EPS (sen) - Basic and Diluted	2.59	0.90	2.59	0.90