



HEXTAR INDUSTRIES BERHAD

201101044580 (972700-P)
(Incorporated in Malaysia)

Interim Financial Report
For the Second (2nd) Quarter Ended
30 June 2024

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2024

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Unaudited 3 Months Ended 30.06.2024 RM'000	Unaudited 3 Months Ended 30.06.2023 RM'000	Unaudited 6 Months Ended 30.06.2024 RM'000	Unaudited 6 Months Ended 30.06.2023 RM'000
Revenue	245,336	251,401	483,048	520,828
Cost of sales	(215,577)	(205,029)	(425,785)	(426,287)
Gross profit	29,759	46,372	57,263	94,541
Other operating income	1,010	2,004	2,779	3,242
Administrative expenses	(10,777)	(8,236)	(21,285)	(16,973)
Selling and distribution expenses	(8,599)	(8,384)	(17,346)	(15,996)
Profit from operations	11,393	31,756	21,411	64,814
Finance costs	(3,773)	(4,690)	(7,427)	(9,587)
Profit before tax	7,620	27,066	13,984	55,227
Taxation	(1,885)	(5,853)	(3,537)	(13,592)
Profit for the financial period, representing total comprehensive income for the financial period	5,735	21,213	10,447	41,635
Profit for the financial period, representing total comprehensive income for the financial period attributable to:				
- Owners of the company	5,786	21,213	10,259	41,635
- Non-controlling interest	(51)	-	188	-
	5,735	21,213	10,447	41,635
Earnings per share:				
- Basic (sen)	0.20	0.77	0.37	1.52

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Unaudited as at 30.06.2024 RM'000	Audited as at 31.12.2023 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	200,659	206,389
Goodwill on consolidation	7,944	7,944
Intangible assets	406	430
Trade receivables	409	393
	209,418	215,156
CURRENT ASSETS		
Inventories	137,721	186,775
Trade receivables	276,113	199,504
Other receivables, prepayments and deposits	23,534	17,742
Other investments	9,558	12,138
Contract assets	19,036	9,998
Tax recoverable	64	199
Fixed deposit with licensed banks	471	538
Cash and bank balances	88,029	107,754
	554,526	534,648
TOTAL ASSETS	763,944	749,804
EQUITY AND LIABILITIES		
EQUITY		
Share capital	671,443	671,443
Merger deficit	(559,301)	(559,301)
Revaluation reserve	34,851	35,322
Retained earnings	173,406	190,149
	320,399	337,613
Non-controlling interest	2,216	2,028
TOTAL EQUITY	322,615	339,641

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024 (CONTINUED)

	Unaudited as at 30.06.2024 RM'000	Audited as at 31.12.2023 RM'000
CURRENT LIABILITIES		
Trade payables	57,134	64,538
Other payables and accruals	47,831	37,502
Contract liabilities	946	1,397
Lease liabilities	3,810	4,195
Bank borrowings	207,889	176,723
Derivative liabilities	1	68
Tax payable	13,473	10,937
	331,084	295,360
NON-CURRENT LIABILITIES		
Lease liabilities	44,254	45,948
Bank borrowings	40,525	43,149
Deferred tax liabilities	25,466	25,706
	110,245	114,803
TOTAL LIABILITIES	441,329	410,163
TOTAL EQUITY AND LIABILITIES	763,944	749,804
NET ASSET PER SHARE (sen)	11.74	12.36

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE JUNE (2ND) QUARTER ENDED 30 JUNE 2024

	<i><- Attributable to the Owners of the Company -></i>					
	<i><----- Non-Distributable -----></i>			<i>Distributable</i>		
Unaudited	Share Capital RM'000	Merger Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
Balance as at 1 January 2024	671,443	(559,301)	35,322	190,149	2,028	339,641
- Profit for the financial period	-	-	-	10,259	188	10,447
- Dividend paid	-	-	-	(27,473)	-	(27,473)
- Realisation of revaluation reserve	-	-	(471)	471	-	-
Balance as at 30 June 2024	<u>671,443</u>	<u>(559,301)</u>	<u>34,851</u>	<u>173,406</u>	<u>2,216</u>	<u>322,615</u>

	<i><- Attributable to the Owners of the Company -></i>				
	<i><-- Non-Distributable --></i>			<i>Distributable</i>	
Unaudited	Share Capital RM'000	Merger Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
Balance as at 1 January 2023	671,443	(559,301)	36,261	202,251	350,654
- Profit for the financial period	-	-	-	41,635	41,635
- Dividend paid	-	-	-	(27,473)	(27,473)
- Realisation of revaluation reserve	-	-	(470)	470	-
Balance as at 30 June 2023	<u>671,443</u>	<u>(559,301)</u>	<u>35,791</u>	<u>216,883</u>	<u>364,816</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial report.

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2024

	Unaudited 6 months ended 30.06.2024 RM'000	Unaudited 6 months ended 30.06.2023 RM'000
Cash Flows From Operating Activities		
Profit before tax	13,984	55,227
Adjustment for:		
Amortisation of intangible assets	24	-
Depreciation of property, plant and equipment	8,329	9,240
Gain on lease modification	-	(288)
Gain on disposal of non-current asset held for sale	-	(283)
Loss/(Gain) on disposal of property, plant and equipment	2	(203)
Inventories written down	-	3,634
Property, plant and equipment written off	13	2
Net recovery on receivables	(173)	(461)
Unrealised gain on foreign exchange	(231)	(1,158)
Interest expenses	7,427	9,587
Interest income	(889)	(528)
Operating profit before working capital changes	28,486	74,769
Changes in working capital:		
Inventories	41,389	82,390
Trade and other receivables	(91,911)	(40,615)
Trade and other payables	11,288	(13,879)
	(39,234)	27,896
Cash (used in)/generated from operations	(10,748)	102,665
Interest received	889	528
Interest paid	(7,427)	(9,587)
Tax paid	(1,585)	(1,382)
Tax refunded	101	20
	(8,022)	(10,421)
Net cash (used in)/generated from operating activities	(18,770)	92,244

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2024 (CONTINUED)

	Unaudited 6 months ended 30.06.2024 RM'000	Unaudited 6 months ended 30.06.2023 RM'000
Cash Flow From Investing Activities		
Purchase of property, plant and equipment	(3,093)	(4,242)
Proceed from disposal of property, plant and equipment	107	830
Withdrawal of other investments	2,579	-
Net cash used in investing activities	<u>(407)</u>	<u>(3,412)</u>
Cash Flow From Financing Activities		
Dividend paid	(27,473)	(27,473)
Drawdown/(Repayment) of borrowings	27,212	(58,350)
Advances from related parties	469	282
Net cash generated from/(used in) financing activities	<u>208</u>	<u>(85,541)</u>
Net (decrease)/increase in cash and cash equivalents	(18,969)	3,291
Cash and cash equivalents at beginning of the financial period	106,330	72,456
Cash and cash equivalents at end of the financial period	<u>87,361</u>	<u>75,747</u>
Cash and cash equivalents at end of the financial period comprises:		
- Fixed deposits placed with licensed banks	471	292
- Cash and bank balances	88,029	75,747
- Bank overdraft	(668)	-
	<u>87,832</u>	<u>76,039</u>
Less: Fixed deposits pledged with licensed banks	(471)	(292)
	<u>87,361</u>	<u>75,747</u>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2024

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements ("Listing Requirement") of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of Hextar Industries Berhad ("HIB" or "the Group") for the financial year ended 31 December 2023 and the accompanying explanatory notes attached to this interim financial report.

The significant accounting policies adopted in preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2023, except for the adoption of the new MFRS, amendments to MFRSs and IC Interpretation as below:

MFRS 17: Insurance Contracts

Amendments to MFRS 17: Insurance Contracts - Initial Application of MFRS 17 and MFRS 9, Financial Instruments

Amendments to MFRS 101: Presentation of Financial Statements - Disclosures of Accounting Policies

Amendments to MFRS 101: Presentation of Financial Statements - Classification of Liabilities as Current or Non-current

Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS 112: Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 112: Income Taxes - International Tax Reform - Pillar Two Model Rules (Paragraphs 88B, 88C and 88D)

The adoption above mentioned standards did not have any material impact on this interim financial report.

A2. Auditors' report of preceding annual audited financial statements

The auditors' report on the preceding year audited financial statements are not subject to any qualification.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

A3. Seasonal or cyclical factors

The plantation business may be impacted by the adverse weather conditions, which in turn will affect demand for fertilisers.

Saved as disclosed above, the businesses of the Group are not affected by seasonal or cyclical factors.

A4. Unusual items

There are no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial period under review.

A5. Material changes in estimates

There are no changes in the estimates of amounts reported in prior financial years that had a material effect on the current financial period under review.

A6. Debt and equity securities

There are no issuances, cancellations, repurchases, resales, repayments of debts and/or securities, shares held as treasury shares or the resale of treasury shares during the financial year ending 31 December 2024.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

A7. Segmental information

The Group's revenues are derived from three (3) reportable segments, as below:

3-months quarter ended 30 June 2024

	Fertilisers RM'000	Industrial and Consumer RM'000	Investment Holding RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales	209,505	35,831	-	-	245,336
Inter-segment sales	26,501	2,840	1,263	(30,604)	-
Total	236,006	38,671	1,263	(30,604)	245,336
Results					
Segment results	9,883	1,515	(397)	(14)	10,987
Finance costs	(3,337)	(199)	(240)	3	(3,773)
Finance income	298	66	42	-	406
Profit/(Loss) before tax	6,844	1,382	(595)	(11)	7,620
Taxation	(1,509)	(319)	(57)	-	(1,885)
Profit/(Loss) after tax	5,335	1,063	(652)	(11)	5,735

6-months quarter ended 30 June 2024

	Fertilisers RM'000	Industrial and Consumer RM'000	Investment Holding RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales	404,899	78,149	-	-	483,048
Inter-segment sales	49,088	10,527	2,524	(62,139)	-
Total	453,987	88,676	2,524	(62,139)	483,048
Results					
Segment results	15,455	5,504	(435)	(2)	20,522
Finance costs	(6,532)	(418)	(483)	6	(7,427)
Finance income	620	116	153	-	889
Profit/(Loss) before tax	9,543	5,202	(765)	4	13,984
Taxation	(2,189)	(1,200)	(148)	-	(3,537)
Profit/(Loss) after tax	7,354	4,002	(913)	4	10,447

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

A7. Segmental information (Cont'd)

The Group's revenues are derived from three (3) reportable segments, as below: (Cont'd)

	3-months quarter ended 30 June 2023				
		Industrial	Investment		
	Fertilisers RM'000	Products RM'000	Holding RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales	238,757	12,644	-	-	251,401
Inter-segment sales	27,408	345	2,561	(30,314)	-
Total	266,165	12,989	2,561	(30,314)	251,401
Results					
Segment results	29,848	1,262	48	293	31,451
Finance costs	(4,566)	(100)	(24)	-	(4,690)
Finance income	170	54	81	-	305
Profit before tax	25,452	1,216	105	293	27,066
Taxation	(5,395)	(149)	(29)	(280)	(5,853)
Profit after tax	20,057	1,067	76	13	21,213

	6-months quarter ended 30 June 2023				
		Industrial	Investment		
	Fertilisers RM'000	Products RM'000	Holding RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External sales	493,657	27,171	-	-	520,828
Inter-segment sales	77,447	2,266	2,561	(82,274)	-
Total	571,104	29,437	2,561	(82,274)	520,828
Results					
Segment results	60,759	3,311	(77)	293	64,286
Finance costs	(9,397)	(166)	(24)	-	(9,587)
Finance income	224	118	186	-	528
Profit before tax	51,586	3,263	85	293	55,227
Taxation	(12,669)	(589)	(54)	(280)	(13,592)
Profit after tax	38,917	2,674	31	13	41,635

A8. Dividend paid

On 22 February 2024, the Company declared an interim single-tier dividend of 1 sen per ordinary share for the financial year ended 31 December 2023, which equivalent to RM27,473,416, paid on 15 March 2024.

A9. Valuation of property, plant and equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial period under review.

A10. Capital commitments

There are no material capital commitments as at the date of this report.

A11. Changes in the composition of the Group

The Company reviewed the current structure and deemed it necessary to undertake an internal restructuring to enhance operational efficiency, streamline processes, improve overall performance and the Company's long-term sustainability.

As such, the Company had restructured through the following shares-transfer on 16 February 2024 as follows:

Name of Company	Transferor	Transferee	Remarks
Sin Chee Heng Sdn. Bhd.	SCH Corporation Sdn. Bhd.	Hextar Industries Berhad	Transfer of 100% equity interest
Sin Chee Heng (Johore) Sdn. Bhd.	SCH Corporation Sdn. Bhd.	Hextar Industries Berhad	Transfer of 50% equity interest

Saved as disclosed above, there are no changes in the composition of the Group for the current financial period ended 30 June 2024.

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

A12. Contingent liabilities and contingent assets

There are no contingent liabilities and contingent assets as at the date of this financial report.

A13. Material events subsequent to the end of the quarter

There are no other material events subsequent to the end of current financial period under review that have not been reflected in this interim financial report.

A14. Related party transactions

Transaction with companies in which the major shareholders of the Group have interest for the current quarter ended 30 June 2024 are as follows: -

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Unaudited	Unaudited	Unaudited	Unaudited
	3 Months	3 Months	6 Months	6 Months
	Ended	Ended	Ended	Ended
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
<u>Income</u>				
Sales of fertilisers	169	177	293	197
Sales or rental of equipment	6	32	18	494
Sales of office supplies	22	-	52	-
<u>Purchase/Expenditure</u>				
Rental of factories and warehouses	1,499	1,989	2,999	3,979
Rental of office	19	19	38	38
Hiring of lorry	69	65	138	114
Purchase of fertilisers	383	76	402	79
Purchase of industrial products	63	-	239	-
Purchase of consumer products	1	-	5	-
Management fee	420	390	840	780
Transportation charges	36	38	110	54
Administrative expenses	27	120	55	120
Storage charges	648	-	1,362	-

The transactions are carried out in the ordinary course of business and on normal commercial terms.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of performance

	Quarter ended 30.06.2024 ("Q2/24") RM'000	Quarter ended 30.06.2023 ("Q2/23") RM'000	Changes RM'000	Changes (%)
Revenue	245,336	251,401	(6,065)	-2.4%
Profit before tax	7,620	27,066	(19,446)	-71.8%
Profit after tax	5,735	21,213	(15,478)	-73.0%

Comparison between Q2/24 with Q2/23

HIB registered a quarterly consolidated revenue of RM245.3 million, profit before tax ("PBT") of RM7.6 million and profit after tax ("PAT") of RM5.7 million for the second quarter ended 30 June 2024.

The Group revenue reported revenue of RM245 million, marginally lower by 2.4% principally due to lower average selling price of fertilisers, which partially offset by the higher revenue from the Industrial and Consumer segment. Accordingly with the lower margin attained, the Group reported lower PAT of RM5.7 million as compared to PAT of the corresponding quarter of RM21.2 million.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

B1. Review of performance (Cont'd)

	Year-to-date 30.06.2024 ("YTD-24") RM'000	Year-to-date 30.06.2023 ("YTD-23") RM'000	Changes RM'000	Changes (%)
Revenue	483,048	520,828	(37,780)	-7.3%
Profit before tax	13,984	55,227	(41,243)	-74.7%
Profit after tax	10,447	41,635	(31,188)	-74.9%

Comparison between YTD-24 with YTD-23

The Group reported a revenue of RM483 million for the financial period ended 30 June 2024, declined by RM37.8 million or 7.3% as compared to the corresponding period, primarily due to lower average selling price of fertilisers, which partially offset by the higher revenue from the Industrial and Consumer segment.

The revenue of Industrial and Consumer Division has substantially increased from RM27 million to RM78 million, principally due to consolidated the results of newly acquired subsidiaries, Pacific Office (M) Sdn. Bhd. and Hextar Mitai Sdn. Bhd..

Fertilisers Division contributed 84% of the Group revenues. Accordingly with the lower profit margin attained, the Group reported a lower net profit of RM10.5 million as compared to corresponding period of RM41.6 million.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

B2. Comparison with immediate preceding quarter's results

	Quarter ended 30.06.2024 ("Q2/24") RM'000	Quarter ended 31.03.2024 ("Q1/24") RM'000	Changes RM'000	Changes (%)
Revenue	245,336	237,712	7,624	3.2%
Profit before tax	7,620	6,364	1,256	19.7%
Profit after tax	5,735	4,712	1,023	21.7%

HIB reported a revenue of RM245.3 million for the second quarter ended 30 June 2024. As compared to preceding quarter's revenue of RM237.7 million equivalent to an increase by 3.2%. The higher revenue primarily attributed to a higher delivery of fertilisers. Accordingly, the Group achieved a higher net profit of RM5.7 million as compared to preceding quarter of RM4.7 million.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

B2. Prospects

On 28 June 2024, Hextar Industries Bhd (“HIB”) kicked off the trading on the Main Market of Bursa Malaysia Securities. The uplisting marks a significant ascent for HIB to be more visible in the financial market and reflect its value.

Fertilisers

The Group are establishing partnerships with local distributors in neighbouring countries to drive the expansion of the export markets. Countries such as Indonesia, Thailand, Vietnam and Myanmar. The enlarged HIB Group is now well-positioned to increase revenue and customer base. This provides HIB the leverage to tap into a bigger market.

In addition, the Group is rolling out an innovative product with a point of difference versus conventional fertilisers which help to alleviate a long-standing issue of the fertilisers industry regarding to leaching losses of nutrients and nutrient run-off. This will be able to resolve the industry issue and aligning sustainability (or ESG) principle to reducing carbon footprint.

Industrial and Consumer

The Group are extending the products and services to new clientele through the newly acquired subsidiaries. The new subsidiaries are engaged in the office supplies and engineering solutions allows HIB tap into the new customers and anticipating a good synergise with the existing businesses.

B3. Profit forecast

The Group does not have any profit forecast in the public documents.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

B4. Taxation

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Unaudited 3 Months Ended 30.06.2024 RM'000	Unaudited 3 Months Ended 30.06.2023 RM'000	Unaudited 6 Months Ended 30.06.2024 RM'000	Unaudited 6 Months Ended 30.06.2023 RM'000
Income tax expense	1,993	2,770	3,777	10,595
Deferred tax	(108)	3,083	(240)	2,997
	<u>1,885</u>	<u>5,853</u>	<u>3,537</u>	<u>13,592</u>

The effective tax for current financial year under review is higher than the Malaysian statutory tax rate of 24% is mainly due to certain expenses were not allowable for tax deduction.

B5. Status of corporate proposals announced

There are no corporate proposals that had announced but not completed as at the date of this report.

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

B6. Borrowings

The Group's borrowings are as follows: -

	Denominated in currency	Unaudited as at 30.06.2024 RM'000	Audited as at 31.12.2023 RM'000
Secured			
Bills payable	CNY	1,692	1,135
Bills payable	USD	87,330	60,971
Bills payable	MYR	89,318	76,975
Revolving credit	MYR	21,500	27,000
Bank overdraft	MYR	668	1,500
Hire purchases	MYR	2,917	3,550
Term loans	MYR	44,989	48,741
Total bank borrowings		248,414	219,872
Short Term			
Bills payable	CNY	1,692	1,135
Bills payable	USD	87,330	60,971
Bills payable	MYR	89,318	76,975
Revolving credit	MYR	21,500	27,000
Bank overdraft	MYR	668	1,500
Hire purchases	MYR	1,138	1,277
Term loans	MYR	6,243	7,865
		207,889	176,723
Long Term			
Hire purchases	MYR	1,779	2,273
Term loans	MYR	38,746	40,876
		40,525	43,149

B7. Changes in material litigation

As at the date of this report, there is no litigation or arbitration, which has a material effect on the financial position of the Group, and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

B8. Dividend

No dividend was proposed for the current financial quarter.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

B9. Basic earnings per share/Diluted earnings per share

The basic earnings per share is calculated based on the Group's profit attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Ended		Ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company	5,547	21,213	10,259	41,635
Weighted average number of ordinary shares in issue ('000)	2,747,342	2,747,342	2,747,342	2,747,342
Basic earnings per share (sen)	0.20	0.77	0.37	1.52

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

HEXTAR INDUSTRIES BERHAD
201101044580 (972700-P)

B10. Disclosure on selected expense/income items as required by the Listing Requirements

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Unaudited 3 Months Ended 30.06.2024 RM'000	Unaudited 3 Months Ended 30.06.2023 RM'000	Unaudited 6 Months Ended 30.06.2024 RM'000	Unaudited 6 Months Ended 30.06.2023 RM'000
Profit before tax is arrived at after charging/(crediting):-				
- Amortisation of intangible assets	12	-	24	-
- Depreciation of property, plant and equipment	3,984	4,631	8,329	9,240
- Gain on disposal of non-current asset held for sale	-	(283)	-	(283)
- (Gain)/Loss on disposal of property, plant and equipment	(8)	(25)	2	(203)
- Gain on lease modification	-	(22)	-	(288)
- Interest expenses	3,773	4,690	7,427	9,587
- Interest income	(406)	(305)	(889)	(528)
- (Reversal)/Inventories written down	-	(1,790)	-	3,634
- Property, plant and equipment written off	11	2	13	2
- Net recovery on receivables	(100)	(470)	(173)	(461)
- Realised gain on foreign exchange	(11)	(1,470)	(12)	(464)
- Unrealised loss/(gain) on foreign exchange	34	(1,042)	(231)	(1,158)

BY ORDER OF THE BOARD
22 August 2024