

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 December 2023 RM'000	Preceding Period Corresponding Quarter Ended 31 December 2022 RM'000	Current Period To Date Ended 31 December 2023 RM'000	Preceding Period To Date Ended 31 December 2022 RM'000
Revenue	46,287	40,663	186,208	161,633
Cost of sales	(40,632)	(36,487)	(163,416)	(141,048)
Gross profit	5,655	4,176	22,792	20,585
Other income	187	309	1,967	1,156
Selling and distribution expenses	(1,238)	(1,364)	(6,411)	(5,115)
Administration expenses	(2,584)	(3,348)	(11,165)	(11,264)
Other expenses	(453)	528	(994)	(329)
Operating profit	1,567	301	6,189	5,033
Finance cost	(203)	(165)	(764)	(504)
Profit before tax	1,364	136	5,425	4,529
Tax expense	(427)	713	(1,425)	(501)
Profit for the period	937	849	4,000	4,028
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	937	849	4,000	4,028
Total comprehensive income attributable to the Owners of the Company	737	705	3,445	3,603
Non-controlling interests	200	144	555	425
	937	849	4,000	4,028
Weighted average no. of ordinary shares in issue ('000)	275,214	275,214	275,214	275,214
Earnings per share (sen):				
-Basic	0.27	0.26	1.25	1.31

Note:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended ("FYE") 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023**

	UNAUDITED As at 31 DECEMBER 2023	AUDITED As at 31 DECEMBER 2022
	RM'000	RM'000
ASSETS		
Non-current asset		
Property, plant and equipment	23,321	16,971
Investment properties	976	987
Deferred tax asset	458	441
Goodwill	9,957	9,957
	<u>34,712</u>	<u>28,356</u>
Current assets		
Inventories	22,356	23,207
Trade receivables	32,538	34,712
Other receivables, deposits & prepayment	8,315	8,959
Tax recoverable	733	693
Cash and bank balances	16,102	10,298
	<u>80,044</u>	<u>77,869</u>
TOTAL ASSETS	<u>114,756</u>	<u>106,225</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	40,401	40,401
Unappropriated profits	37,415	33,970
	<u>77,816</u>	<u>74,371</u>
Non-controlling interests	2,588	2,033
Total equity	<u>80,404</u>	<u>76,404</u>
Non-current liabilities		
Lease liabilities	2,043	2,824
Borrowings	287	1,009
Deferred tax liabilities	1,070	1,043
	<u>3,400</u>	<u>4,876</u>
Current liabilities		
Trade payables	6,576	11,036
Others payables & accruals	4,943	5,368
Lease liabilities	1,095	1,063
Borrowings	18,278	7,476
Tax payables	60	2
	<u>30,952</u>	<u>24,945</u>
Total liabilities	<u>34,352</u>	<u>29,821</u>
TOTAL EQUITY AND LIABILITIES	<u>114,756</u>	<u>106,225</u>
Net assets per share attributable to ordinary equity holders of the Company (sen)	28.27	27.02

Note:

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023**

	Attributable to Owners of the Company				Total Equity RM'000
	<u>Non-Distributable</u> Share Capital RM'000	<u>Distributable</u> Unappropriated Profits RM'000	Total RM'000	Non-controlling Interest RM'000	
At 1 January 2023	40,401	33,970	74,371	2,033	76,404
Total comprehensive income for the financial period	-	3,445	3,445	555	4,000
At 31 December 2023 (Unaudited)	40,401	37,415	77,816	2,588	80,404
At 1 January 2022	40,401	32,018	72,419	1,608	74,027
Dividend of RM0.006 per share in respect of FYE 31 December 2022 and paid on 22 July 2022	-	(1,651)	(1,651)	-	(1,651)
Total comprehensive income for the financial period	-	3,603	3,603	425	4,028
At 31 December 2022 (Audited)	40,401	33,970	74,371	2,033	76,404

Note:

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2022.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

	Current Period To Date Ended 31 December 2023 (Unaudited) RM'000	Preceding Year Corresponding Period Ended 31 December 2022 (Audited) RM'000
OPERATING ACTIVITIES		
Profit before tax	5,425	4,529
Adjustments for:-		
- Non cash items	2,752	1,979
- Non-operating items	503	332
Operating profit before working capital changes	8,680	6,840
Changes in working capital		
Inventories	461	(1,008)
Receivables	(1,185)	2,792
Payables	(1,251)	(407)
Cash generated from operations	6,705	8,217
Tax paid	(1,538)	(1,831)
Interest Received	40	-
Tax refunded	141	1
Net cash from operating activities	5,348	6,387
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(8,113)	(254)
Interest received	220	173
Proceed from disposal of property, plant and equipment	49	195
Net cash (used in) / from investing activities	(7,844)	114
FINANCING ACTIVITIES		
Repayment of bankers' acceptance	(48,267)	(40,726)
Drawdown of bankers' acceptance	59,181	34,598
Repayment of revolving credit	-	(649)
Dividend paid	-	(1,651)
Interest paid	(764)	(504)
Repayment of term loans	(834)	(258)
Repayment of lease liabilities	(1,119)	(1,018)
Net cash from / (used in) financing activities	8,197	(10,208)
Net changes in cash and cash equivalents	5,701	(3,707)
Effect of exchange rate changes	103	(145)
Cash and cash equivalents at the beginning of the period	10,298	14,150
Cash and cash equivalents at the end of the period	16,102	10,298

Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2022.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

A: EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements (“AMLR”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the FYE 31 December 2022 and the accompanying explanatory notes attached to the interim financial report.

A2. Significant accounting policies

Significant accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements for the FYE 31 December 2022 except for the adoption of the following Amendments to Malaysian Financial Reporting Standards (“MFRSs”) during the current financial period:

- MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts Initial Application of MFRS 17 and MFRS 9- Comparative Information
- Amendments to MFRS 101 Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101 Disclosure of Accounting Policies
- Amendments to MFRS 108 Definition of Accounting Estimates
- Amendments to MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 112 International Tax Reform – Pillar Two Model Rules

The adoption of these Amendments to MFRSs did not result in significant changes in the accounting policies of the Group and has no significant effect on these interim financial statements.

As at the date of authorisation of these interim financial statements, the following amendments to MFRSs which were in issue but not yet effective and have not been early adopted by the Group:

MFRSs and amendments to MFRSs beginning on or after		Effective for annual periods
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101	Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 and MFRS 7	Supplier Finance Arrangements	1 January 2024
Amendments to MFRS 121	Lack of Exchangeability	1 January 2025
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between on Investor and its Associate or Joint Venture	Deferred until further notice

The adoption of these amendments to MFRSs are not expected to have any material financial impact on the financial statements of the Group in the period of initial application.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023 (CONT'D)

A3. Auditors' report

There was no qualification on the Audited Financial Statements of the Group for the FYE 31 December 2022.

A4. Seasonal or cyclical factors

The operations of the Group were not significantly affected by seasonal or cyclical factors during the current financial quarter under review and current period-to-date.

A5. Items of unusual nature and amount

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that were unusual because of their nature, size or incidence for the quarter under review and current period-to-date.

A6. Material changes in estimates

There were no changes in estimates that had a material effect in the current quarter and period-to-date results.

A7. Profit for the period

Profit for the current quarter and period-to-date ended 31 December 2023 is arrived at after charging / (crediting), amongst other items, the following:

	<i>Quarter Ended</i>	<i>Period To Date Ended</i>
	31.12.2023 RM'000	31.12.2023 RM'000
Other income including investment income	(169)	(1,661)
Interest income	(75)	(260)
Expected credit losses on trade receivables (net)	(41)	358
Inventory written down	335	412
Reversal of inventory written down	(21)	(22)
Gain on disposal of property, plant and equipment	-	(45)
Interest expense	203	764
Depreciation	532	2,131
Net realised foreign exchange (gain) / loss	(44)	108
Net unrealised foreign exchange (gain) / loss	(67)	10

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023 (CONT'D)

A8. Segmental information

The Group is organised into the following operating segments:

- a) Trading
- b) Manufacturing

Quarter ended 31 December 2023	Trading RM'000	Manufacturing RM'000	Eliminations RM'000	Consolidated RM'000
Revenue from External customers	44,857	1,430	-	46,287
Inter-segment revenue	721	3,704	(4,425)	-
Total revenue	45,578	5,134	(4,425)	46,287
Profit before tax	1,159	205	-	1,364
Tax expense				(427)
Profit for the period				937

Period to Date ended 31 December 2023	Trading RM'000	Manufacturing RM'000	Eliminations RM'000	Consolidated RM'000
Revenue from External customers	180,802	5,406	-	186,208
Inter-segment revenue	3,131	17,432	(16,138)	-
Total revenue	183,933	22,838	(16,138)	186,208
Profit before tax	4,566	859	-	5,425
Tax expense				(1,425)
Profit for the period				4,000

A9. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023 (CONT'D)

A10. Capital commitments

The material capital commitments of the Group as at 31 December 2023 are as follow:

	RM'000
Additions of Industrial Land	4,326
Construction of additional 1 Block Factory	1,720

A11. Material subsequent events

There were no material events subsequent to the reporting date up to the date of this report.

A12. Changes in composition of the Group

There was no change in composition of the Group for the current quarter under review.

A13. Contingent liabilities or contingent assets

	Company	
	As at 31/12/2023	As at 31/12/2022
	RM'000	RM'000
Corporate guarantee given by the Company to financial institutions for credit facilities granted to Subsidiaries		
- Utilised	18,565	8,485
- Limit	44,239	44,239

A14. Significant related party transactions

The related party transactions described below were carried out on term and conditions negotiated amongst the parties. The significant related party transactions are as follows:

	Quarter ended		Year ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	Unaudited	Audited	Unaudited	Audited
In which Directors have interest	RM'000	RM'000	RM'000	RM'000
-Professional fee charged	8	-	41	44
-Lease rental paid	75	75	300	300

A15. Issuances, cancellations, repurchase, resale and repayment of debt and equity

There were no issuance or repayment of debt and equity securities, share buy-back, share cancellations, share held as treasury shares and resale of treasury shares during the quarter and financial period under review.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

B: ADDITIONAL INFORMATION PURSUANT TO THE AMLR

B1. Review of performance

	4QFY23	4QFY22	Variance	FY2023	FY2022	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	46,287	40,663	13.83%	186,208	161,633	15.20%
Operating Profit	1,563	301	419.27%	6,185	5,033	22.89%
Profit Before Interest And Tax	1,563	301	419.27%	6,185	5,033	22.89%
Profit Before Tax	1,364	136	902.94%	5,425	4,529	19.78%
Profit After Tax	937	849	10.37%	4,000	4,028	-0.70%
Profit Attributable to Ordinary Equity Holders Of The Parent	737	705	4.54%	3,445	3,603	-4.39%

The Group registered RM46.287 million revenue for the current quarter which represents increase of RM5.624 million or 13.83% as compared to the revenue of RM40.663 million in the previous period's corresponding quarter. The Group registered profit before tax of RM1.364 million for the quarter under review which represents significant increase of RM1.228 million or 902.94% as compared to the Group's profit before tax of RM0.136 million reported in the previous period's corresponding quarter. Profit before tax increased due to increase in revenue achieved by the Group couple with one off sundry income recognized by the Group.

For the current quarter, trading segment registered revenue of RM44.857 million from the external customers and RM0.721 million from inter-company transactions and reported profit before tax of RM1.159 million for the quarter under review. In the previous period's corresponding quarter, the group achieved revenue of RM40.352 million from the external customers and RM1.052 million from intercompany transactions and reported profit before tax of RM0.383 million for the trading segment. The increase in profit before tax for the trading segment for the current quarter was mainly due to higher revenue achieved.

The manufacturing segment registered revenue of RM1.430 million from the external customers and RM3.704 million from inter-company transactions and reported profit before tax of RM0.205 million for the quarter under review. In the previous period's corresponding quarter, the Group achieved revenue of RM0.311 million from external customers and RM4.957 million from inter-company transactions and reported loss before tax of RM0.247 million for the manufacturing segment. The increase in profit before tax for the manufacturing segment for the current quarter was mainly due to higher gross profit margin achieved despite with lower revenue achieved.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

B2. Material changes in the current quarter's results compared to the results of the immediate preceding quarter

	4QFY23	3QFY23	Variance
	RM'000	RM'000	%
Revenue	46,287	46,314	-0.06%
Operating Profit	1,563	1,866	-16.24%
Profit Before Interest And Tax	1,563	1,866	-16.24%
Profit Before Tax	1,364	1,651	-17.38%
Profit After Tax	937	1,358	-31.00%
Profit Attributable to Ordinary Equity Holders Of The Parent	737	1,266	-41.79%

For the quarter under review, the Group registered decrease in revenue of 0.06% from RM46.314 million to RM46.287 million and decrease in profit before tax of 17.38% from RM1.651 million to RM1.364 million as compared to preceding quarter ended 30 September 2023. The decrease in profit before tax was mainly attributable to one off sundry income achieved by the Group. For the current quarter, trading segment achieved revenue of RM44.857 million and profit before tax of RM1.159 million as compared to revenue of RM45.178 million and profit before tax of RM1.438 million in the previous quarter, whilst the manufacturing segment achieved revenue of RM1.430 million and reported profit before tax of RM0.205 million as compared to revenue of RM1.136 million and profit before tax of RM0.213 million in the previous quarter.

B3. Prospects

The Group is closely monitoring the evolving global economic landscape, interest rate risk and will adapt its business strategy to mitigate any adverse impact to the Group's performance.

The prospects of stable or lower rates in the current year could provide some buffer to consumers' containerised consumption.

Regardless of the market environment, we are resolute in our long-term strategies focused on delivering cost efficiency and identifying new market opportunities.

B4. Profit forecast

No profit forecast has been issued by the Group previously in any public document.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

B5. Tax expense

	Current quarter ended 31.12.2023 RM'000	Current period-to-date 31.12.2023 RM'000
Income tax		
-Current period	535	1,379
-Under/(Over) provision in previous period	(89)	13
-Deferred taxation	(19)	33
	427	1,425

The Group's effective tax rate for the current quarter is higher than the statutory rate mainly due to certain expenses not deductible for tax purposes.

B6. Profit from sale of unquoted investments and/or properties

There was no disposal of unquoted investments or properties for the current quarter under review.

B7. Quoted securities

There was no acquisition and/or disposal of quoted securities for the current quarter under review.

B8. Status of corporate proposals

There were no corporate proposals announced but not completed as at the date of this report:

B9. Group borrowings and debts securities

The Group's borrowings as at 31 December 2023 were as follows:

	Total RM'000
<u>Short-term borrowings:</u>	
Lease liabilities	1,095
Bank borrowings	<u>18,278</u>
Total	<u>19,373</u>
	Total RM'000
<u>Long-term borrowings:</u>	
Lease liabilities	2,043
Bank borrowings	<u>287</u>
Total	<u>2,330</u>

All the Group's borrowings are denominated in Ringgit Malaysia.

B10. Off balance sheet financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at the date of this quarterly report.

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023 (CONT'D)

B11. Material litigation

As at the date of this announcement, neither the Company nor any of its subsidiary companies is engaged in any material litigation and/or arbitration either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Company or its subsidiary companies.

B12. Dividends

No interim dividend has been recommended for the financial quarter ended 31 December 2023 and previous year's corresponding period ended 31 December 2022.

B13. Earnings per share

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

	<u>Quarter Ended</u>		<u>Period To Date Ended</u>	
	<u>31.12.2023</u>	<u>31.12.2022</u>	<u>31.12.2023</u>	<u>31.12.2022</u>
Comprehensive income attributable to owners of the Company (RM'000)	737	705	3,445	3,603
Weighted average number of ordinary shares in issue ('000)	275,214	275,214	275,214	275,214
Earnings per share (sen)				
- Basic	0.27	0.26	1.25	1.31

By Order of the Board
 PeterLabs Holdings Berhad
 Wong Yuet Chyn (MAICSA 7047163)
 Company Secretary
 Kuala Lumpur

Date: 29 February 2024