



KUALA LUMPUR KEPONG BERHAD

197301001526 (15043-V)

**Interim Financial Report
For the year ended 30 September 2024**

The Directors hereby announce the unaudited financial results of the Group for the year ended 30 September 2024.

Condensed Consolidated Statement of Profit or Loss
For the year ended 30 September 2024

(The figures have not been audited.)

	Individual Quarter			Cumulative Quarter		
	3 months ended		+ / (-)	12 months ended		+ / (-)
	30 September			30 September		
	2024	2023		2024	2023	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	5,678,958	5,777,310	(1.7)	22,273,698	23,647,586	(5.8)
Operating expenses	(5,485,781)	(5,418,054)	1.3	(20,932,794)	(22,370,469)	(6.4)
Other operating income	198,416	6,059	*	432,459	536,074	(19.3)
Finance costs	(118,453)	(103,558)	14.4	(452,791)	(405,676)	11.6
Net impairment losses on						
financial assets	(10,049)	(59,861)	(83.2)	(10,559)	(59,769)	(82.3)
Share of results of associates	(44,041)	(14,930)	*	(125,475)	(174,919)	(28.3)
Share of results of joint ventures	541	(4,147)	N/M	(1,056)	(20,600)	(94.9)
Profit before taxation	219,591	182,819	20.1	1,183,482	1,152,227	2.7
Taxation	(167,873)	(14,040)	*	(445,357)	(161,530)	*
Net profit for the period	<u>51,718</u>	<u>168,779</u>	(69.4)	<u>738,125</u>	<u>990,697</u>	(25.5)
Attributable to:						
Equity holders of the Company	6,766	116,308	(94.2)	590,961	834,259	(29.2)
Non-controlling interests	44,952	52,471	(14.3)	147,164	156,438	(5.9)
	<u>51,718</u>	<u>168,779</u>	(69.4)	<u>738,125</u>	<u>990,697</u>	(25.5)
	Sen	Sen		Sen	Sen	
Earnings per share - basic	<u>0.6</u>	<u>10.8</u>		<u>54.3</u>	<u>77.4</u>	
Earnings per share - diluted	<u>N/A</u>	<u>N/A</u>		<u>N/A</u>	<u>N/A</u>	

* More than 100%

N/M - Not meaningful

N/A - Not applicable

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the year ended 30 September 2023.

Condensed Consolidated Statement of Other Comprehensive Income
For the year ended 30 September 2024

(The figures have not been audited.)

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September		12 months ended 30 September	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	51,718	168,779	738,125	990,697
Other comprehensive (loss)/income that will be reclassified subsequently to profit or loss				
Currency translation differences	(921,723)	(199,457)	(1,062,620)	383,223
Share of other comprehensive income/(loss) in associates	5,225	(83,193)	(10,252)	(40,811)
	(916,498)	(282,650)	(1,072,872)	342,412
Other comprehensive income/(loss) that will not be reclassified subsequently to profit or loss				
Net change in fair value of equity instruments	63,876	34,659	154,587	(50,218)
Share of other comprehensive income/(loss) in associates	10,611	1,876	12,995	(19,277)
Share of other comprehensive income/(loss) in joint venture	26	-	(289)	(18)
Remeasurement of defined benefit plans	(28,499)	(11,148)	(28,499)	(11,148)
	46,014	25,387	138,794	(80,661)
Total other comprehensive (loss)/income for the period	(870,484)	(257,263)	(934,078)	261,751
Total comprehensive (loss)/income for the period	(818,766)	(88,484)	(195,953)	1,252,448
Attributable to:				
Equity holders of the Company	(828,960)	(129,401)	(285,483)	1,111,087
Non-controlling interests	10,194	40,917	89,530	141,361
	(818,766)	(88,484)	(195,953)	1,252,448

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 September 2023.

Condensed Consolidated Statement of Financial Position
As at 30 September 2024

(The figures have not been audited.)

	30 September 2024	30 September 2023
	RM'000	RM'000
Assets		
Property, plant and equipment	13,186,943	12,905,633
Right-of-use assets	1,525,870	1,325,678
Investment properties	50,129	23,503
Inventories	2,014,809	2,012,424
Goodwill on consolidation	364,886	351,725
Intangible assets	46,900	52,885
Investments in associates	2,327,138	2,288,845
Investments in joint ventures	57,982	66,063
Other investments	765,313	745,242
Other receivables	382,715	394,069
Derivative financial assets	460	1,249
Deferred tax assets	479,608	478,365
Total non-current assets	<u>21,202,753</u>	<u>20,645,681</u>
Inventories	3,216,941	2,956,580
Biological assets	230,589	219,198
Trade and other receivables	3,034,342	3,470,140
Contract assets	56,374	74,489
Tax recoverable	192,173	212,720
Derivative financial assets	204,986	47,663
Short term funds	8,067	117,798
Cash and cash equivalents	2,383,532	2,382,122
Total current assets	<u>9,327,004</u>	<u>9,480,710</u>
Total assets	<u>30,529,757</u>	<u>30,126,391</u>
Equity		
Share capital	1,737,015	1,382,683
Reserves	11,989,383	12,958,161
	13,726,398	14,340,844
Less: Cost of treasury shares	(22,108)	(22,108)
Total equity attributable to equity holders of the Company	13,704,290	14,318,736
Non-controlling interests	1,302,642	1,825,023
Total equity	<u>15,006,932</u>	<u>16,143,759</u>
Liabilities		
Deferred tax liabilities	1,111,142	1,076,632
Lease liabilities	346,161	155,095
Deferred income	72,909	81,633
Provision for retirement benefits	540,086	535,302
Borrowings	6,441,816	7,002,610
Derivative financial liabilities	-	21
Total non-current liabilities	<u>8,512,114</u>	<u>8,851,293</u>
Trade and other payables	1,902,246	1,970,083
Contract liabilities	173,174	131,123
Deferred income	8,629	8,656
Lease liabilities	22,590	26,034
Borrowings	4,783,435	2,891,365
Tax payable	56,488	42,022
Derivative financial liabilities	64,149	62,056
Total current liabilities	<u>7,010,711</u>	<u>5,131,339</u>
Total liabilities	<u>15,522,825</u>	<u>13,982,632</u>
Total equity and liabilities	<u>30,529,757</u>	<u>30,126,391</u>
Net assets per share attributable to equity holders of the Company (RM)	12.50	13.28

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 September 2023.

**Condensed Consolidated Statement of Changes in Equity
For the year ended 30 September 2024**

(The figures have not been audited.)

	← Attributable to the equity holders of the Company →						Non-controlling interests	Total Equity	
	Share capital	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings	Treasury shares			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 October 2023	1,382,683	1,667,296	767,421	700,705	9,822,739	(22,108)	14,318,736	1,825,023	16,143,759
Net change in fair value of equity instruments	-	-	-	154,587	-	-	154,587	-	154,587
Realisation on fair value of equity instruments	-	-	-	(3,348)	3,348	-	-	-	-
Transfer of reserves	-	1,084	-	-	(1,084)	-	-	-	-
Share of comprehensive (loss)/income in associates	-	-	(10,252)	-	12,995	-	2,743	-	2,743
Share of comprehensive loss in joint venture	-	-	-	-	(289)	-	(289)	-	(289)
Remeasurement of defined benefit plans	-	-	-	-	(28,787)	-	(28,787)	288	(28,499)
Currency translation differences	-	(12,946)	(991,752)	-	-	-	(1,004,698)	(57,922)	(1,062,620)
Total other comprehensive (loss)/income for the period	-	(11,862)	(1,002,004)	151,239	(13,817)	-	(876,444)	(57,634)	(934,078)
Profit for the period	-	-	-	-	590,961	-	590,961	147,164	738,125
Total comprehensive (loss)/income for the period	-	(11,862)	(1,002,004)	151,239	577,144	-	(285,483)	89,530	(195,953)
Acquisitions through business combination	-	-	-	-	-	-	-	21,658	21,658
Issuance of shares to non-controlling interests	-	-	-	-	-	-	-	8,225	8,225
Redemption of redeemable preference shares	-	1,100	-	-	(1,100)	-	-	-	-
Effect of changes in shareholdings in subsidiaries	-	-	1,386	-	(34,026)	-	(32,640)	(515,412)	(548,052)
Issuance of new shares pursuant to dividend reinvestment plan	354,332	-	-	-	-	-	354,332	-	354,332
Dividend paid - FY2023 final	-	-	-	-	(431,374)	-	(431,374)	-	(431,374)
- FY2024 interim	-	-	-	-	(219,281)	-	(219,281)	-	(219,281)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(126,382)	(126,382)
Total transactions with owners of the Company	354,332	1,100	1,386	-	(685,781)	-	(328,963)	(611,911)	(940,874)
At 30 September 2024	1,737,015	1,656,534	(233,197)	851,944	9,714,102	(22,108)	13,704,290	1,302,642	15,006,932

Condensed Consolidated Statement of Changes in Equity
For the year ended 30 September 2024

(Continued)

(The figures have not been audited.)

	← Attributable to the equity holders of the Company →						Total	Non-controlling interests	Total Equity
	Share capital	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings	Treasury shares			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 October 2022	1,379,249	1,654,341	412,913	750,923	10,114,120	(24,504)	14,287,042	1,764,780	16,051,822
Net change in fair value of equity instruments	-	-	-	(50,218)	-	-	(50,218)	-	(50,218)
Transfer of reserves	-	11,912	-	-	(11,912)	-	-	-	-
Share of comprehensive loss in associates	-	-	(40,811)	-	(19,277)	-	(60,088)	-	(60,088)
Share of comprehensive loss in joint venture	-	-	-	-	(18)	-	(18)	-	(18)
Remeasurement of defined benefit plans	-	-	-	-	(9,210)	-	(9,210)	(1,938)	(11,148)
Currency translation differences	-	1,043	395,319	-	-	-	396,362	(13,139)	383,223
Total other comprehensive income/(loss) for the period	-	12,955	354,508	(50,218)	(40,417)	-	276,828	(15,077)	261,751
Profit for the period	-	-	-	-	834,259	-	834,259	156,438	990,697
Total comprehensive income/(loss) for the period	-	12,955	354,508	(50,218)	793,842	-	1,111,087	141,361	1,252,448
Acquisition through business combination	-	-	-	-	-	-	-	15,927	15,927
Employees' share grant scheme	3,434	-	-	-	-	2,396	5,830	-	5,830
Effect of changes in shareholdings in subsidiaries	-	-	-	-	(6,787)	-	(6,787)	(11,819)	(18,606)
Dividend paid - FY2022 final	-	-	-	-	(862,749)	-	(862,749)	-	(862,749)
- FY2023 interim	-	-	-	-	(215,687)	-	(215,687)	-	(215,687)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(85,226)	(85,226)
Total transactions with owners of the Company	3,434	-	-	-	(1,085,223)	2,396	(1,079,393)	(81,118)	(1,160,511)
At 30 September 2023	1,382,683	1,667,296	767,421	700,705	9,822,739	(22,108)	14,318,736	1,825,023	16,143,759

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 September 2023.

Condensed Consolidated Statement of Cash Flows
For the year ended 30 September 2024

(The figures have not been audited.)

	12 months ended 30 September	
	2024	2023
	RM'000	RM'000
Cash Flows from Operating Activities		
Profit before taxation	1,183,482	1,152,227
Adjustment for non-cash flow items:		
Depreciation and amortisation	1,047,690	966,210
Surplus on government acquisition of land	(53,860)	(42,218)
Surplus on disposal of land	(14,579)	(10,212)
Surplus on disposal of a business line	-	(76,443)
Fair value surplus on deemed disposal of a joint venture	(8,556)	-
Impairment of property, plant and equipment	2,440	27,821
Impairment of investment in an associate	180,000	-
Write-back of impairment of property, plant and equipment	(4,568)	-
Share of results of associates, net of tax	125,475	174,919
Share of results of joint ventures, net of tax	1,056	20,600
Other non-cash items	80,286	175,757
Non-operating items	328,014	284,285
Operating profit before working capital changes	2,866,880	2,672,946
Working capital changes:		
Net change in current assets	(229,325)	689,557
Net change in current liabilities	15,376	(303,707)
Cash generated from operations	2,652,931	3,058,796
Interest paid	(515,710)	(404,413)
Tax paid	(398,942)	(644,404)
Retirement benefits paid	(53,189)	(51,665)
Net cash generated from operating activities	<u>1,685,090</u>	<u>1,958,314</u>
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(1,641,405)	(1,554,525)
Purchase of right-of-use assets	(35,687)	(14,502)
Expenditure on land held for property development	(2,674)	(20,827)
Purchase of shares in subsidiaries, net of cash acquired	(272,222)	(108,892)
Purchase and subscription of shares in an associate	(409,712)	(17,274)
Purchase of other investments	-	(145,304)
Development of investment property	(24,973)	(4,297)
Purchase of intangible assets	(3,468)	(1,755)
Proceeds from disposal of property, plant and equipment	21,628	8,687
Compensation from government on land acquired	55,347	42,372
Proceeds from disposal of a business line	-	79,334
Proceeds from disposal of other investments	107,402	-
Proceeds from capital reduction in an associate	2,498	-
(Advances to)/Repayment of advances from a joint venture	(1,193)	123,599
Decrease/(Increase) in short term funds	109,021	(51,107)
Advances to plasma project receivables	(14,646)	(15,436)
Dividends received from associates	14,729	12,482
Dividends received from investments	44,365	41,447
Interest received	64,453	63,909
Net cash used in investing activities	<u>(1,986,537)</u>	<u>(1,562,089)</u>

Condensed Consolidated Statement of Cash Flows
For th1e year ended 30 September 2024

(Continued)

(The figures have not been audited.)

	RM'000	RM'000
Cash Flows from Financing Activities		
Drawdown of term loans	1,370,861	238,240
Repayment of term loans	(505,818)	(530,391)
Payments of lease liabilities	(22,399)	(24,002)
Payments of lease interest	(6,565)	(7,111)
Net drawdown of short term borrowings	645,834	773,843
Dividends paid to shareholders of the Company	(296,323)	(1,078,436)
Dividends paid to non-controlling interests	(126,382)	(85,226)
Purchase of shares from non-controlling interests	(569,986)	(18,880)
Proceeds from partial disposal of shares in a subsidiary	21,934	-
Issuance of shares to non-controlling interests	8,225	-
Net cash generated from/(used in) financing activities	<u>519,381</u>	<u>(731,963)</u>
Net increase/(decrease) in cash and cash equivalents	217,934	(335,738)
Cash and cash equivalents at 1 October	<u>2,297,993</u>	<u>2,614,904</u>
	2,515,927	2,279,166
Currency translation differences on opening balances	<u>(135,256)</u>	<u>18,827</u>
Cash and cash equivalents at 30 September	<u>2,380,671</u>	<u>2,297,993</u>
Cash and cash equivalents consist of:		
Cash and bank balances	1,151,425	1,278,808
Deposits with licensed banks	350,849	596,090
Money market funds	881,258	507,224
Bank overdrafts	<u>(2,861)</u>	<u>(84,129)</u>
	<u>2,380,671</u>	<u>2,297,993</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 September 2023.

Notes to Interim Financial Report

A Explanatory Notes as required by MFRS 134 Interim Financial Reporting

A1. Basis of Preparation

The Interim Financial Report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad ("BMSB"). The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2023.

The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the audited financial statements for the year ended 30 September 2023 except for the adoption of the following new MFRS and amendments to MFRSs:

New MFRS and Amendments to MFRSs effective for annual periods beginning on or after 1 January 2023

- MFRS 17 *Insurance Contracts*
- Amendments to MFRS 17 *Insurance Contracts*
- *Initial Application of MFRS 17 and MFRS 9 - Comparative Information* (Amendments to MFRS 17 *Insurance Contracts*)
- *Disclosure of Accounting Policies* (Amendments to MFRS 101 *Presentation of Financial Statements*)
- *Definition of Accounting Estimates* (Amendments to MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*)
- *Deferred Tax related to Assets and Liabilities arising from a Single Transaction* (Amendments to MFRS 112 *Income Taxes*)

The application of these new MFRS and amendments to MFRSs has no significant effect to the financial statements of the Group.

A2. Seasonal and Cyclical Factors

The Group's plantation and farming operations are affected by seasonal crop production, weather conditions and fluctuating commodity prices.

A3. Unusual Items

There were no items affecting the assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A4. Changes in Estimates

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

A5. Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the quarter ended 30 September 2024.

Notes to Interim Financial Report

(Continued)

A6. Dividends Paid

	12 months ended 30 September	
	2024	2023
	RM'000	RM'000
Dividend paid in Financial Year 2024:		
Final single tier dividend 40 sen per share for financial year ended 30 September 2023 (single tier dividend of 80 sen per share for financial year ended 30 September 2022)	431,374	862,749
Interim single tier dividend of 20 sen per share for financial year ended 30 September 2024 (single tier dividend of 20 sen per share for financial year ended 30 September 2023)	<u>219,281</u>	<u>215,687</u>
	<u>650,655</u>	<u>1,078,436</u>

The Board of Directors of the Company had determined that the Dividend Reinvestment Plan (“DRP”) which was approved by the shareholders of the Company at the annual general meeting of the Company held on 21 February 2024 should apply to the entire portion of the final dividend for financial year ended 30 September 2023.

For the final dividend of RM431,374,000 paid on 28 February 2024, RM354,332,000 of which was satisfied by the issuance of 17,969,081 new shares of the Company pursuant to the DRP and the balance via cash payment of RM77,042,000.

Final dividends are paid on the number of outstanding shares in issue and fully paid of 1,078,435,986 (2023: 1,078,435,986).

Interim dividend was paid on the number of outstanding shares in issue and fully paid of 1,096,405,067 (2023: 1,078,435,986).

A7. Segment Information

Segment information is presented in respect of the Group's reportable segments which are based on the Group's management and internal reporting structure.

(a) Segment revenue and results

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended 30 September 2024						
Revenue						
External revenue	3,758,005	18,019,443	229,429	266,821	-	22,273,698
Inter-segment revenue	1,460,284	83	-	310,491	(1,770,858)	-
Total revenue	<u>5,218,289</u>	<u>18,019,526</u>	<u>229,429</u>	<u>577,312</u>	<u>(1,770,858)</u>	<u>22,273,698</u>
Results						
Operating results	1,586,825	219,352	45,898	(164,158)	-	1,687,917
Interest income	43,414	18,282	3,605	59,427	(45,522)	79,206
Finance costs	(16,068)	(147,388)	(2,964)	(331,893)	45,522	(452,791)
Share of results of associates	4,209	6,076	(100)	(135,660)	-	(125,475)
Share of results of joint ventures	-	(1,056)	-	-	-	(1,056)
Segment results	<u>1,618,380</u>	<u>95,266</u>	<u>46,439</u>	<u>(572,284)</u>	<u>-</u>	<u>1,187,801</u>
Corporate expense						(4,319)
Profit before taxation						<u>1,183,482</u>

Notes to Interim Financial Report

(Continued)

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended						
30 September 2023						
Revenue						
External revenue	3,421,324	19,692,087	218,106	316,069	-	23,647,586
Inter-segment revenue	1,709,605	2,272	-	488,303	(2,200,180)	-
Total revenue	5,130,929	19,694,359	218,106	804,372	(2,200,180)	23,647,586
Results						
Operating results	1,146,709	398,119	57,094	97,258	-	1,699,180
Interest income	32,250	13,428	6,876	77,603	(50,671)	79,486
Finance costs	(19,469)	(141,006)	(2,430)	(293,442)	50,671	(405,676)
Share of results of associates	4,649	14,719	(18)	(194,269)	-	(174,919)
Share of results of joint ventures	-	(20,600)	-	-	-	(20,600)
Segment results	1,164,139	264,660	61,522	(312,850)	-	1,177,471
Corporate expense						(25,244)
Profit before taxation						1,152,227

(b) Segment assets

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 September 2024					
Operating assets	11,229,764	11,510,732	2,859,614	1,872,746	27,472,856
Associates	23,475	67,194	4,708	2,231,761	2,327,138
Joint ventures	-	57,982	-	-	57,982
Segment assets	11,253,239	11,635,908	2,864,322	4,104,507	29,857,976
Tax assets					671,781
Total assets					30,529,757
As at 30 September 2023					
Operating assets	11,871,928	10,619,488	2,770,521	1,818,461	27,080,398
Associates	29,052	72,583	7,805	2,179,405	2,288,845
Joint ventures	-	66,063	-	-	66,063
Segment assets	11,900,980	10,758,134	2,778,326	3,997,866	29,435,306
Tax assets					691,085
Total assets					30,126,391

(c) Segment liabilities

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 September 2024					
Segment liabilities	872,918	5,092,251	282,770	8,107,256	14,355,195
Tax liabilities					1,167,630
Total liabilities					15,522,825
As at 30 September 2023					
Segment liabilities	1,130,190	4,171,638	279,233	7,282,917	12,863,978
Tax liabilities					1,118,654
Total liabilities					13,982,632

Notes to Interim Financial Report

(Continued)

A8. Event Subsequent to Reporting Date

On 30 October 2024, the Company (“KLK”) via its wholly-owned subsidiary, KLK Land Sdn Bhd (“KLKL”), entered into a Shareholders’ Agreement (“SHA”) with AME Industrial Park Sdn Bhd (“AMEIP”), a company principally involved in investment holding and property development, and Oasis Innovation Sdn Bhd (“Oasis Innovation”), wherein KLKL and AMEIP hold 40% and 60% equity interest respectively therein, to jointly undertake an industrial development on a parcel of freehold land (with a net development area of approximately 151.2 acres) in the State of Selangor (“Joint Development”).

The Joint Development is premised on the acquisition by Oasis Innovation from KLK of a parcel of freehold land together with the oil palm trees planted thereon (measuring approximately 178.0 acres) for RM230.5 million in Mukim Ijok, Daerah Kuala Selangor, Negeri Selangor.

AME Development Sdn Bhd will oversee the Joint Development as project manager.

The Joint Development will enable KLK to unlock the value of the Group’s property development potential in Peninsular Malaysia. The Joint Development with AMEIP allows KLKL to leverage AMEIP’s extensive experience, ensuring a successful and strategic expansion into industrial property development.

Barring unforeseen circumstances, the SHA shall be completed in the fourth quarter of calendar year 2024 and the acquisition of freehold land from KLK shall be completed in the third quarter of calendar year 2025, upon KLK’s receipt of the purchase price for the land.

Other than as disclosed above, there were no material events that arisen which have not been reflected in the interim report in the interval between the end of reporting period and the date of this report.

A9. Changes in the Composition of the Group

On 4 September 2024, the Company’s wholly-owned subsidiary, KLK Plantations and Trading Pte Ltd and PT ADEI Plantation & Industry had completed the acquisition of the remaining 10% equity interest in PT Terkukur Indah (“TKI”) for a cash consideration of RM1.1 million. TKI became a wholly-owned subsidiary of the Group upon completion of the acquisition.

The changes in the composition of the Group will not have any material effect on the Company’s share capital, the shareholdings of the Company’s substantial shareholders, the net assets and the gearing of the Group nor the earnings of the Group for the financial year ended 30 September 2024.

Other than as disclosed above, there were no other material changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinued operations during the quarter under review.

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(Continued)

A10. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in the contingent liabilities or contingent assets since the last annual reporting date.

A11. Capital Commitments

	30 September 2024	30 September 2023
	RM'000	RM'000
Capital expenditure		
Approved and contracted	592,056	1,015,931
Approved but not contracted	905,990	1,557,630
	<u>1,498,046</u>	<u>2,573,561</u>

A12. Significant Related Party Transactions

The significant related party transactions set out below were carried out in the normal course of business and on terms and conditions not more materially different from those obtainable in transactions with unrelated parties.

	12 months ended 30 September	
	2024	2023
	RM'000	RM'000
(i) Transactions with associates and joint ventures		
Sale of goods	387,390	592,225
Purchase of goods	1,721,696	1,738,845
Service charges paid	2,239	1,944
Research and development services paid	<u>17,195</u>	<u>16,857</u>
(ii) Transactions with companies in which certain Directors are common directors and/or have direct or deemed interest		
Sale of goods		
Chlor-Al Chemical Pte Ltd	1,480	-
PT Satu Sembilan Delapan	8,204	38,908
Siam Taiko Marketing Co Ltd	1,733	1,406
TMK Chemical Berhad	8,186	11,429
Taiko Marketing (Singapore) Pte Ltd	<u>-</u>	<u>1,035</u>
Storage tanks rental received		
TMK Chemical Berhad	<u>4,716</u>	<u>4,563</u>

Notes to Interim Financial Report

(Continued)

	12 months ended	
	30 September	
	2024	2023
	RM'000	RM'000
(ii) Transactions with companies in which certain Directors are common directors and/or have direct or deemed interest		
Purchases of goods		
Borneo Taiko Clay Sdn Bhd	6,197	6,117
Bukit Katho Estate Sdn Bhd	8,468	8,261
CCM Chemicals Sdn Bhd	15,281	1,409
Kampar Rubber & Tin Co Sdn Bhd	11,786	12,239
Kekal & Deras Sdn Bhd	2,963	2,607
Ladang Tai Tak (Kota Tinggi) Sdn Bhd	14,817	10,624
Mah Sing Plastics Industries Sdn Bhd	3,535	-
Malay Rubber Plantations (M) Sdn Bhd	16,317	14,114
PT Agro Makmur Abadi	92,490	85,275
PT Bumi Karyatama Rahaarja	-	1,007
PT Java Taiko Mineralindo	3,017	2,586
PT Safari Riau	41,810	44,312
PT Satu Sembilan Delapan	1,764	25,002
Taiko Acid Works Sdn Bhd	1,068	1,010
Taiko Clay Marketing Sdn Bhd	6,328	6,881
Taiko Drum Industries Sdn Bhd	2,331	1,649
TMK Chemical Berhad	<u>16,580</u>	<u>29,734</u>
Management fees paid		
Farming Management Services Pty Ltd	<u>3,142</u>	<u>3,609</u>
Aircraft operating expenses and management services paid		
Smooth Route Sdn Bhd	<u>2,379</u>	<u>2,068</u>
(iii) Transactions between subsidiaries and non-controlling interests		
Sale of goods		
Mitsui & Co Ltd	139,867	120,184
Mitsui & Co (Malaysia) Sdn Bhd	380,950	318,920
Mitsui & Co (U.S.A) Inc	19,478	-
Mitsui Plastics Trading (Shanghai) Co Ltd	<u>723</u>	<u>1,730</u>
Purchases of goods		
Alami Commodities Sdn Bhd	3,563	-
PT Kimia Tirta Utama	-	23,423
PT Sawit Asahan Indah	-	2,664
PT Tanjung Bina Lestari	-	10,468
PT Tanjung Sarana Lestari	<u>801,400</u>	<u>1,480,509</u>
Rental of land paid		
PT Perkebunan Nusantara II	<u>38,542</u>	<u>32,259</u>

Notes to Interim Financial Report
(Continued)

B Explanatory Notes as required by the BMSB Revised Listing Requirement

B1. Analysis of Performance

4th Quarter FY2024 vs 4th Quarter FY2023

	Quarter Ended		+ / (-) %
	30/09/2024 RM'000	30/09/2023 RM'000	
Revenue	5,678,958	5,777,310	(1.7)
Segment results			
Plantation	526,854	417,455	26.2
Manufacturing	(9,914)	(102,055)	(90.3)
Property development	8,263	14,603	(43.4)
Investment holding/Others	(308,186)	(86,196)	*
	217,017	243,807	(11.0)
Corporate income/(expense)	2,574	(60,988)	N/M
Profit before taxation	219,591	182,819	20.1

* More than 100%

N/M - Not meaningful

The Group's profit before taxation for the 4th quarter jumped 20.1% to RM219.6 million (4QFY2023: profit RM182.8 million) despite revenue dropped marginally to RM5.679 billion (4QFY2023: RM5.777 billion).

Comments on the business segments are as follows:

Plantation

Plantation profit improved 26.2% to RM526.9 million (4QFY2023: profit RM417.5 million) aided by:

- Stronger CPO and PK selling prices realised as follows:

	4QFY2024	4QFY2023	% Change
Crude Palm Oil (RM/mt ex-mill)	3,758	3,476	8.1
Palm Kernel (RM/mt ex-mill)	2,523	1,743	44.8

- Lower CPO production cost.
- Higher fair value gain of RM37.6 million (4QFY2023: gain RM33.9 million) on valuation of unharvested fresh fruit bunches.

However, the improvement in result was partially offset by drop in CPO and PK sales volume.

Notes to Interim Financial Report

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Manufacturing

Manufacturing segment reported a lower loss of RM9.9 million (4QFY2023: loss RM102.1 million) whilst revenue dropped marginally to RM4.698 billion (4QFY2023: RM4.765 billion). Profit from the Oleochemical division was offset by the losses from the non-oleochemical division, refineries and kernel crushing operations.

Property Development

Property segment's profit dipped 43.4% to RM8.3 million (4QFY2023: profit RM14.6 million) on the back of lower revenue at RM24.2 million (4QFY2023: RM68.0 million).

Investment Holding/Others

This segment reported a higher loss of RM308.2 million (4QFY2023: loss RM86.2 million) mainly affected by:

- A share of equity loss of RM48.4 million (4QFY2023: share of equity loss of RM24.6 million) from an overseas associate, Synthomer plc. The loss reported by Synthomer plc was mainly caused by its weak performance coupled with non-operating charges incurred on amortisation of acquired intangibles and restructuring costs.
- Recognition of impairment loss of RM180.0 million (4QFY2023: Nil) on investment in Synthomer plc.
- Higher interest expenses arising from increase in borrowings.

Corporate

Corporate income at RM2.6 million (4QFY2023: expense RM61.0 million) contributed by a foreign currency exchange gain of RM17.1 million (4QFY2023: loss RM43.1 million) on translation of inter-company loans denominated in foreign currencies.

Todate 4th Quarter FY2024 vs Totate 4th Quarter FY2023

	Todate Ended		+ / (-) %
	30/09/2024 RM'000	30/09/2023 RM'000	
Revenue	<u>22,273,698</u>	<u>23,647,586</u>	(5.8)
Segment results			
Plantation	1,618,380	1,164,139	39.0
Manufacturing	95,266	264,660	(64.0)
Property development	46,439	61,522	(24.5)
Investment holding/Others	<u>(572,284)</u>	<u>(312,850)</u>	82.9
	1,187,801	1,177,471	0.9
Corporate expense	<u>(4,319)</u>	<u>(25,244)</u>	(82.9)
Profit before taxation	<u>1,183,482</u>	<u>1,152,227</u>	2.7

Although revenue dipped 5.8% to RM22.274 billion (Todate 4QFY2023: RM23.648 billion), the Group's pre-tax profit for the financial year under review improved to RM1.183 billion (Todate 4QFY2023: profit RM1.152 billion).

Notes to Interim Financial Report

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Comments on various business sectors are as follows:

Plantation

Plantation profit climbed 39.0% to RM1.618 billion (Todate 4QFY2023: profit RM1.164 billion) mainly supported by:

- Better CPO and PK selling prices realised as follows:

	Todate <u>4QFY2024</u>	Todate <u>4QFY2023</u>	% Change
Crude Palm Oil (RM/mt ex-mill)	3,653	3,639	0.4
Palm Kernel (RM/mt ex-mill)	2,115	1,841	14.9

- Higher CPO and PK sales volume.
- Drop in CPO production cost.
- Net unrealised gain of RM2.3 million (Todate 4QFY2023: net realised loss of RM81.6 million) from fair value changes on outstanding derivative contracts.
- Higher fair value gain of RM27.7 million (Todate 4QFY2023: gain RM9.6 million) on valuation of unharvested fresh fruit bunches.

Manufacturing

Manufacturing segment recorded a 64.0% reduction in profit to RM95.3 million (Todate 4QFY2023: profit RM264.7 million) with revenue declined to RM18.019 billion (Todate 4QFY2023: RM19.692 billion). Although better profit from the Oleochemical division, this segment's profit for the current financial year was lower mainly attributable to higher loss reported by the non-oleochemical division coupled with losses from refineries and kernel crushing operations.

Property Development

Despite revenue had increased to RM229.4 million (Todate 4QFY2023: RM218.1 million), Property profit dropped 24.5% to RM46.4 million (Todate 4QFY2023: profit RM61.5 million) mainly due to recognition of development profit from phases with lower gross margin.

Investment Holding/Others

Notwithstanding lower share of equity loss of RM135.7 million (Todate 4QFY2023: share of equity loss RM194.3 million) from an overseas associate, Synthomer plc, this segment reported a higher loss of RM572.3 million (Todate 4QFY2023: loss RM312.9 million) largely caused by:

- A loss of RM36.1 million (Todate 4QFY2023: profit RM29.2 million) posted by the Farming sector which was due to drop in sales volume of crop impacted by adverse weather conditions that affected crop production.
- Recognition of impairment loss of RM180.0 million (Todate 4QFY2023: Nil) on investment in Synthomer plc.
- Higher net interest expense which resulted from increase in bank borrowings.

Notes to Interim Financial Report

(Continued)

Corporate

Lower corporate expenses at RM4.3 million (Todate 4QFY2023: expense RM25.2 million) mainly attributable to:

- Higher surplus of RM63.0 million (Todate 4QFY2023: surplus RM52.4 million) on sale of land and government acquisition.
- Surplus of RM8.6 million (Todate 4QFY2023: Nil) on deemed disposal of a joint venture.

B2. Variation of Results to Immediate Preceding Quarter

4th Quarter FY2024 vs 3rd Quarter FY2024

	Current Quarter Ended 30/09/2024 RM'000	Immediate Preceding Quarter Ended 30/06/2024 RM'000	+ / (-) %
Revenue	<u>5,678,958</u>	<u>5,503,324</u>	3.2
Segment results			
Plantation	526,854	363,446	45.0
Manufacturing	(9,914)	23,193	N/M
Property development	8,263	18,683	(55.8)
Investment holding/Others	<u>(308,186)</u>	<u>(62,657)</u>	*
	217,017	342,665	(36.7)
Corporate income	<u>2,574</u>	<u>20,369</u>	(87.4)
Profit before taxation	<u><u>219,591</u></u>	<u><u>363,034</u></u>	(39.5)

* More than 100%

N/M - Not meaningful

For the 4th quarter of FY2024, the Group reported a lower pre-tax profit of RM219.6 million (3QFY2024: profit RM363.0 million) with 3.2% improvement in revenue to RM5.679 billion (3QFY2024: RM5.503 billion).

Comments on various business segments are as follows:

Plantation

Plantation profit rose 45.0% to RM526.9 million (3QFY2024: profit RM363.4 million) mainly attributable to:

- Higher PK selling price realised at RM2,523/mt (3QFY2024: RM2,251/mt).
- Increase in CPO and PK sales volume.
- Lower cost of CPO production.
- Fair value gain of RM37.6 million (3QFY2024: loss RM2.2 million) on valuation of unharvested fresh fruit bunches.
- Higher unrealised gain of RM5.2 million (3QFY2024: unrealised gain RM87,000) from fair value changes on outstanding derivative contracts.

However, the improvement in result was partially offset by weaker CPO selling price realised at RM3,758/mt (3QFY2024: RM3,788/mt).

Notes to Interim Financial Report

(Continued)

Manufacturing

Despite higher revenue of RM4.698 billion (3QFY2024: RM4.465 billion) and improved profit from the Oleochemical division, Manufacturing segment recorded a loss of RM9.9 million (3QFY2024: profit RM23.2 million) mainly impacted by higher loss posted by the non-oleochemical division, refinery and kernel crushing operations.

Property Development

Property segment's profit shrunk 55.8% to RM8.3 million (3QFY2024: profit RM18.7 million) on the back of lower revenue at RM24.2 million (3QFY2024: RM78.2 million).

Investment Holding/Others

This segment registered a higher loss of RM308.2 million (3QFY2024: loss RM62.7 million) mainly due to:

- A share of equity loss of RM48.4 million (3QFY2024: Nil) from an overseas associate, Synthomer plc. The loss reported by Synthomer plc was mainly caused by its weak performance coupled with non-operating charges incurred on amortisation of acquired intangibles and restructuring costs.
- Recognition of impairment loss of RM180.0 million (3QFY2024: Nil) on investment in Synthomer plc.

Corporate

Net corporate income of RM2.6 million (3QFY2024: net income RM20.4 million) had included the following items:

- Foreign currency exchange gain of RM17.1 million (3QFY2024: loss RM25.6 million) from translation of inter-company loans denominated in foreign currencies.
- Surplus of RM4.5 million (3QFY2024: surplus RM35.2 million) on sale of land and government acquisition.

Preceding quarter had accounted for a surplus of RM8.6 million on deemed disposal of a joint venture.

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B3. Prospects

KLK has recorded a pre-tax profit of RM1.2 billion in FY2024 (FY2023: RM1.2 billion), driven by a robust upstream contribution of RM1.6 billion. The Group recorded a lower Profit After Tax and Minority Interests ("PATAMI") of RM591.0 million, compared to RM834.3 million in FY2023 mainly due to tax losses not recognised and the following exceptional losses:

- (i) Losses amounting to RM315.7 million from the Group's investment in Synthomer PLC ("Synthomer") which includes impairment of investment in Synthomer of RM180.0 million; and
- (ii) An inventory write-down of RM50.8 million arising from KLK Hardwood Flooring Sdn Bhd.

The impairment of investment in Synthomer of RM180.0 million and the inventory write-down are one-off. These exceptional losses of RM366.5 million are non-cash items.

Without these exceptional losses, the Group's pre-tax profit and PATAMI would be RM1.5 billion and RM957.5 million respectively.

The Plantation segment has delivered one of the best performing years in the last five years. This strong performance was primarily driven by higher Crude Palm Oil ("CPO") prices, improved fresh fruit bunch yields, and cost optimisation efforts. In fact, CPO prices have strengthened to the height of above RM5,000 per mt due to concerns over reduced production and the anticipated Indonesian B40 biodiesel mandate next year, despite ample soybean stocks. Palm oil prices are expected to remain buoyant in the coming year.

The Manufacturing segment, particularly the Oleochemical sub-segment, has shown good recovery across all sites in Malaysia and Europe, though challenges persist in China. The recovery is largely anchored by Malaysian operations, with lesser dilution from the European operations, which have turned around recently. The midstream refinery sub-segment continues to suffer from adverse margins due to overcapacity in the refining industry and the unexpected strengthening of CPO price.

Synthomer, the Group's 26.9% owned associate company, has been suffering from post-acquisition costs, for example from the acquisition of the adhesive resins business from Eastman Chemical Company. These include costs of restructuring and integration, amortisation of acquired intangible assets and one-off goodwill impairment, with the latter two being non-cash items. With a new leadership team who has refocused on strategic capital allocation, deleveraging initiatives, and driving operational efficiency, there is potential for a turnaround.

Management is fairly confident that FY2025 will be a promising year. The upstream segment is expected to perform well, supported by strong palm oil prices and continuous improvements from the Oleochemical sub-segment.

B4. Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial year-to-date.

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(Continued)

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian taxation	46,384	42,944	173,052	161,929
Overseas taxation	75,276	75,027	258,554	218,046
	<u>121,660</u>	<u>117,971</u>	<u>431,606</u>	<u>379,975</u>
Under/(Over) provision in respect of previous year				
Malaysian taxation	3,669	(1)	2,558	(47,216)
Overseas taxation	4,727	(6,503)	22,297	12,389
	<u>8,396</u>	<u>(6,504)</u>	<u>24,855</u>	<u>(34,827)</u>
	130,056	111,467	456,461	345,148
Deferred tax				
Origination and reversal of temporary differences	47,515	(95,831)	(2,880)	(168,631)
Relating to changes in tax rate	-	(33)	-	(33)
Over provision in respect of previous year	(9,698)	(1,563)	(8,224)	(14,954)
	<u>37,817</u>	<u>(97,427)</u>	<u>(11,104)</u>	<u>(183,618)</u>
Total	<u>167,873</u>	<u>14,040</u>	<u>445,357</u>	<u>161,530</u>
Profit before taxation	<u>219,591</u>	<u>182,819</u>	<u>1,183,482</u>	<u>1,152,227</u>
Tax at Malaysian income tax rate of 24% (FY2023: 24%)	52,702	43,876	284,036	276,534
Effect of different tax rates in foreign jurisdictions	10,805	17,707	(15,624)	(11,424)
Withholding tax on foreign dividend and interest income	15,098	2,581	62,966	27,498
Expenses not deductible for tax purposes	104,859	29,480	149,674	80,580
Tax exempt and non-taxable income	(22,440)	23,707	(96,894)	(97,730)
Tax incentives	(23,570)	(29,610)	(33,704)	(40,924)
Deferred tax assets not recognised during the period	25,863	16,229	54,473	24,453
(Utilisation)/Reversal of previously unrecognised tax losses and unabsorbed capital allowances	(3,072)	2,356	(4,652)	(5,887)
Expiry of tax losses	-	3,569	-	3,569
Tax effect on associates' and joint ventures' results	10,440	4,579	30,367	46,925
Recognition of deferred tax assets not taken up previously	-	(94,524)	-	(94,524)
Under/(Over) provision of tax expense in respect of previous year	8,396	(6,504)	24,855	(34,827)
Over provision of deferred tax in respect of previous year	(9,698)	(1,563)	(8,224)	(14,954)
Effect of changes in tax rates on deferred tax	-	(33)	-	(33)
Others	(1,510)	2,190	(1,916)	2,274
Tax expense	<u>167,873</u>	<u>14,040</u>	<u>445,357</u>	<u>161,530</u>

B6. Status of Corporate Proposals Announced

There were no corporate proposals announced.

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(Continued)

B7. Group Borrowings

As at the end of the reporting period, the Group's borrowings were as follows:

	As at 30 September 2024					
	Long Term		Short Term		Total Borrowings	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	'000	RM'000	'000	RM'000	'000	RM'000
Secured						
Term loans	Euro 113	518	Euro 1,337	6,142	Euro 1,450	6,660
Unsecured						
Bank overdrafts	-	-	Euro 623	2,861	Euro 623	2,861
Revolving credit	-	-	Euro 82,000	376,491	Euro 82,000	376,491
	-	-	AUD 31,000	88,362	AUD 31,000	88,362
	-	-	GBP 65,000	358,475	GBP 65,000	358,475
	USD 3,780	15,593	USD 9,040	37,278	USD 12,820	52,871
	-	-	-	72,000	-	72,000
Trade financing	-	-	USD 47,712	196,738	USD 47,712	196,738
	-	-	Euro 47,142	216,443	Euro 47,142	216,443
	-	-	Rp 148,163,225	40,359	Rp 148,163,225	40,359
	-	-	-	1,433,714	-	1,433,714
Term loans	-	-	USD 30,000	123,705	USD 30,000	123,705
	Euro 1,951	8,960	Euro 30,983	142,253	Euro 32,934	151,213
	-	-	Rmb 310,025	182,139	Rmb 310,025	182,139
	-	-	AUD 2,604	7,423	AUD 2,604	7,423
Bankers' acceptance	-	1,916,745	-	120,000	-	2,036,745
	-	-	USD 15,066	62,124	USD 15,066	62,124
Islamic medium term notes	-	4,500,000	-	1,100,000	-	5,600,000
Total		6,441,816		4,783,435		11,225,251

	As at 30 September 2023					
	Long Term		Short Term		Total Borrowings	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	'000	RM'000	'000	RM'000	'000	RM'000
Secured						
Term loans	Euro 1,344	6,670	Euro 1,710	8,488	Euro 3,054	15,158
Unsecured						
Bank overdrafts	-	-	Euro 16,949	84,129	Euro 16,949	84,129
Revolving credit	-	-	Euro 80,000	397,104	Euro 80,000	397,104
	-	-	AUD 20,000	60,428	AUD 20,000	60,428
	-	-	GBP 14,000	80,189	GBP 14,000	80,189
	USD 15,225	71,633	USD 13,450	61,578	USD 28,675	133,211
	-	-	-	247,700	-	247,700
Trade financing	-	-	USD 24,291	114,054	USD 24,291	114,054
	-	-	-	1,171,302	-	1,171,302
Term loans	-	-	USD 43,650	204,469	USD 43,650	204,469
	Euro 34,468	171,091	Euro 2,955	14,669	Euro 37,423	185,760
	-	1,153,216	-	120,000	-	1,273,216
Export credit refinancing	-	-	-	3,666	-	3,666
Bankers' acceptance	-	-	USD 9,686	45,073	USD 9,686	45,073
	-	-	-	278,516	-	278,516
Islamic medium term notes	-	5,600,000	-	-	-	5,600,000
Total		7,002,610		2,891,365		9,893,975

	As at 30 September	
	2024	2023
Exchange Rates Applied		
USD / RM	4.1235	4.6953
Euro / RM	4.5913	4.9638
Rp1,000 / RM	0.2724	0.3038
Rmb / RM	0.5875	0.6431
GBP / RM	5.5150	5.7278
AUD / RM	2.8504	3.0214

Notes to Interim Financial Report
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B8. Derivative Financial Instruments

The forward foreign exchange contracts are entered into by the Group as hedges for committed sales and purchases denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on receipts and payments.

The commodity future contracts are entered into with the objective of managing and hedging the Group's exposure to the adverse price movements in the vegetable oil commodities.

The interest rate swap contracts are entered into to convert floating rate liabilities to fixed rate liabilities to reduce the Group's exposure from adverse fluctuations in interest rates on underlying debt instruments.

The commodity swap contracts are entered into with the objective of managing and hedging the Group's exposure to the adverse price movement in the methane gas futures.

As at 30 September 2024, the values and maturity analysis of the outstanding derivatives are as follows:

Derivatives	Contract/Notional	Fair value
	Value Net long/(short)	Net gains/(losses)
	RM'000	RM'000
(i) Forward foreign exchange contracts		
- Less than 1 year	<u>(2,588,999)</u>	<u>164,802</u>
(ii) Commodity futures contracts		
- Less than 1 year	<u>(467,633)</u>	<u>(23,982)</u>
(iii) Interest rate swap contracts		
- Less than 1 year	4,939	160
- 1 year to 3 years	4,908	235
- More than 3 years	<u>4,052</u>	<u>225</u>
(iv) Commodity swap contracts		
- Less than 1 year	<u>(969)</u>	<u>(143)</u>

The above derivative contracts are recognised at fair value on contract dates and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

For the year ended 30 September 2024, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Since the previous financial year, there have been no changes to the Group's risk management objectives, policies and processes.

Notes to Interim Financial Report

(Continued)

B9. Fair Value Changes of Financial Liabilities

The Group does not have any financial liabilities which are measured at fair value through profit or loss except for derivative financial instruments.

B10. Material Litigation

There was no pending material litigation as at the date of this report.

B11. Dividend

- (a) The Directors will recommend the payment of a final dividend for the financial year ended 30 September 2024 at a later date.
- (b) The total interim dividend paid for the current financial year to-date is single tier dividend of 20 sen per share (Financial year ended 30 September 2023: interim dividend of 20 sen per share and final dividend of 40 sen per share).

B12. Earnings Per Share

Basic earnings per share

The earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of shares of the Company in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2024	2023	2024	2023
(a) Net profit for the period attributable to equity holders of the Company (RM'000)	6,766	116,308	590,961	834,259
(b) Weighted average number of shares	1,096,405,067	1,078,435,986	1,088,991,594	1,078,340,663
(c) Earnings per share (sen)	0.6	10.8	54.3	77.4

B13. Audit Report

The audit report for the financial year ended 30 September 2023 was not subject to any qualifications.

Notes to Interim Financial Report

(Continued)

B14. Profit Before Taxation

Profit before taxation is arrived at after charging and (crediting) the following:

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Interest income	(17,559)	(20,713)	(79,206)	(79,486)
Other income including dividend income	(33,907)	(40,977)	(174,621)	(168,441)
Interest expense	118,453	103,558	452,791	405,676
Depreciation and amortisation	257,046	251,990	1,047,690	966,210
Provision for and write-off of receivables	11,453	59,878	13,660	60,990
Provision for and write-off of inventories	76,868	44,470	88,268	56,675
Surplus on disposal of a business line	-	(1,683)	-	(76,443)
Surplus on disposal of land	(337)	(3,821)	(14,579)	(10,212)
Surplus on government acquisition of land	(9,542)	-	(53,860)	(42,218)
Impairment of property, plant and equipment	2,440	27,821	2,440	27,821
Impairment of investment in an associate	180,000	-	180,000	-
Write-back of impairment of property, plant and equipment	(4,568)	-	(4,568)	-
Foreign exchange loss	14,477	83,170	128,119	159,085
Gain on derivatives	(120,481)	(29,906)	(148,998)	(68,123)
Exceptional items	-	-	-	-

By Order of the Board

YAP MIOU KIEN

Company Secretary

26 November 2024