

FCW HOLDINGS BERHAD (Company No. : 3116 K)
Summary of Key Financial Information for the period ended 31 December 2022

	INDIVIDUAL QUARTER		INDIVIDUAL CHANGES		CUMULATIVE QUARTER		CUMULATIVE CHANGES	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount	%	Current Year To Date	Preceding Year Corresponding Period	Amount	%
	31/12/2022	31/12/2021			31/12/2022	31/12/2021		
	RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
1 Revenue	6,677	8,225	(1,548)	-19%	14,478	13,907	571	4%
2 Profit From Continuing Operations Before Tax	7,140	2,746	4,394	160%	12,236	14,081	(1,845)	-13%
3 Profit From Continuing Operations for the Period	6,879	2,454	4,425	180%	11,545	13,521	(1,976)	-15%
4 Profit for the Period and Other Comprehensive Income Attributable to Owners of the Company	6,879	2,454	4,425	180%	11,545	13,521	(1,976)	-15%
5 Basic earnings per share (sen)	2.75	0.98	1.77	217%	4.62	5.41	(0.79)	-15%
6 Proposed/Declared dividend per share (sen)	0.00	0.00	0.00		0.00	0.00	0.00	

Summary of Financial review for current quarter compared with immediate preceding quarter

	INDIVIDUAL		Individual changes	
	Current Year Quarter	Immediate Preceding Quarter	Amount	%
	31/12/2022	30/09/2022	RM'000	
	RM'000	RM'000	RM'000	
1 Revenue	6,677	7,801	(1,124)	-14.4%
2 Profit Before Tax	7,140	5,096	2,044	40%
3 Profit for the Period	6,879	4,666	2,213	47%
4 Profit for the Period and Other Comprehensive Income Attributable to Owners of the Company	6,879	4,666	2,213	47%
5 Basic Profit per share (sen)	2.75	1.87	0.88	47%
6 Proposed/Declared dividend per share (sen)	-	-	-	-

	As At End Of Current Quarter	As At Preceding Financial Year End
7 Net assets per share attributable to ordinary equity holders of the parent (RM)	0.87	0.82

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/2022	31/12/2021	31/12/2022	31/12/2021
	RM'000	RM'000	RM'000	RM'000
1 Gross interest income	662	913	1,049	2,002
2 Gross interest expense	-	(261)	-	(312)

FCW HOLDINGS BERHAD (Company No. : 3116 K)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022
(Unaudited)

	FY 2022/23 Current Quarter Ended 31-Dec RM'000	FY 2021/22 Comparative Quarter Ended 31-Dec RM'000	FY 2022/23 Current 6 Months Cumulative To Date RM'000	FY 2021/22 Comparative 6 Months Cumulative To Date RM'000
Revenue	6,677	8,225	14,478	13,907
Cost of Sales	<u>(5,372)</u>	<u>(6,804)</u>	<u>(11,292)</u>	<u>(11,387)</u>
Gross Profit	1,305	1,421	3,186	2,520
Other Income	687	916	1,082	2,015
Other Items of Expenses				
Administrative Expenses	(822)	(862)	(1,656)	(1,303)
Marketing Expenses	(31)	(15)	(39)	(18)
Other Expenses	(910)	(773)	(1,835)	(1,541)
Share of Results of a Joint Venture	6,911	2,320	11,498	12,720
Profit From Continuing Operations	7,140	3,007	12,236	14,393
Finance Costs	<u>-</u>	<u>(261)</u>	<u>-</u>	<u>(312)</u>
Profit From Continuing Operations Before Tax	7,140	2,746	12,236	14,081
Taxation	<u>(261)</u>	<u>(292)</u>	<u>(691)</u>	<u>(560)</u>
Profit From Continuing Operations After Tax	6,879	2,454	11,545	13,521
Other Comprehensive Income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Comprehensive Income for the year	<u><u>6,879</u></u>	<u><u>2,454</u></u>	<u><u>11,545</u></u>	<u><u>13,521</u></u>
Profit for the Period and Other Comprehensive Income Attributable to:				
Owners of the Company	6,879	2,454	11,545	13,521
Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>6,879</u></u>	<u><u>2,454</u></u>	<u><u>11,545</u></u>	<u><u>13,521</u></u>
Earnings per share Attributable to Owners of the Company (sen per share)				
- Basic	2.75	0.98	4.62	5.41

The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022.

FCW HOLDINGS BERHAD (Company No. : 3116 K)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022
(Unaudited)

	As At 31-Dec 2022 RM'000	As At 30-Jun 2022 RM'000	Variance
Non Current Assets			
Property, plant and equipment	98,332	98,451	(119)
Investment property	3,100	3,100	-
Interests in a jointly controlled entity	26,749	15,386	11,363
Other Investment	745	735	10
Deferred tax asset	958	971	(13)
Receivables	43,341	43,285	56
Right of use assets - ROU	85	85	-
	<u>173,310</u>	<u>162,013</u>	
Current Assets			-
Inventories	5,916	5,888	28
Receivables	7,025	6,601	424
Tax recoverable	1,162	1,114	48
Cash and cash equivalents	33,738	33,913	(175)
	<u>47,841</u>	<u>47,516</u>	
Assets classified as held for sale	-	-	
	<u>47,841</u>	<u>47,516</u>	
Total Assets	<u>221,151</u>	<u>209,529</u>	11,622
Share Capital	124,997	124,997	-
Reserves	92,407	80,860	11,547
Shareholders' Equity	<u>217,404</u>	<u>205,857</u>	
Non-controlling interests	(23)	(21)	
Total equity	<u>217,381</u>	<u>205,836</u>	
Non Current Liabilities			
Deferred tax liabilities	161	161	-
Lease Liabilities -ROU	93	93	-
	<u>254</u>	<u>254</u>	
Current Liabilities			
Payables	2,797	2,638	159
Other Payables	719	801	(82)
	<u>3,516</u>	<u>3,439</u>	
Total Equity And Liabilities	<u>221,151</u>	<u>209,529</u>	
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>0.87</u>	<u>0.82</u>	

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022.

FCW HOLDINGS BERHAD (Company No. : 3116 K)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022
(Unaudited)

	FY2022/23 6 Months ended 31-Dec-22 RM' 000	FY2021/22 6 Months ended 31-Dec-21 RM' 000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	12,236	14,081
Adjustments for:		
Non-cash items	745	576
Share of results of a joint venture	(11,498)	(12,720)
Gain on disposal of property, plant and equipment	(8)	-
Non-operating items	(1,049)	(1,690)
	<u>426</u>	<u>247</u>
Net changes in current assets	(452)	5,361
Net changes in liabilities	212	23,231
Cash used in operations	<u>186</u>	<u>28,839</u>
Interest income received	1,049	2,002
Interest expense paid	-	(312)
Tax paid	(726)	(763)
Net cash generated from operating activities	<u>509</u>	<u>29,766</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Cash used in acquisition of land	(325)	(95,092)
Advance to a joint venture	(56)	(2,016)
Purchase of property, plant and equipment	(293)	(51)
Placement of other investment	(10)	(8)
Net cash used in investing activities	<u>(684)</u>	<u>(97,167)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of hire purchase creditors	-	(3)
Net cash (used in) / generated from financing activities	<u>-</u>	<u>(3)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(175)	(67,404)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	33,913	74,253
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>33,738</u>	<u>6,849</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022.

FCW HOLDINGS BERHAD (Company No. : 3116 K)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022
(Unaudited)

	Attributable to Shareholders of the Company				Sub-Total	Non-controlling Interests	Grand-Total Equity
	Non-Distributable		Distributable				
	Share Capital	Capital Reserve	Reserves Premium paid on acquisition of NCI	Accumulated Profit			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Year ended 31 December 2022							
At 1st July 2022	124,997	2,704	(1,145)	79,303	205,859	(23)	205,836
Total comprehensive income for the period	-	-	-	11,545	11,545	-	11,545
At 31 December 2022	124,997	2,704	(1,145)	90,848	217,404	(23)	217,381
Year ended 31 December 2021							
At 1st July 2021	124,997	2,704	(1,145)	55,204	181,760	(21)	181,739
Total comprehensive income for the period	-	-	-	13,521	13,521	-	13,521
At 31 December 2021	124,997	2,704	(1,145)	68,725	195,281	(21)	195,260

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2022.

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For the 2nd Quarter Ended 31 December 2022

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of Preparation

The unaudited financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2022.

Adoption of Malaysian Financial Reporting Standard (“MFRS”) and amendments / improvements to MFRSs

(a) Adoption of amendments/improvements to MFRSs

The Group and the Company have adopted the following amendments/improvements to MFRSs for the current financial year:

Amendments/Improvements to MFRSs

MFRS 4	Insurance Contracts
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of the above amendments/improvements to MFRSs did not have any significant effect on the financial statements of the Group and of the Company and did not result in significant changes to the Group’s and the Company’s existing accounting policies.

FCW HOLDINGS BERHAD (3116-K)

PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

New MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective

The Group and the Company have not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective:

		Effective for financial periods beginning on or after
<u>New MFRS</u>		
MFRS 17	Insurance Contracts	1 January 2023
<u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022 [^] / 1 January 2023 [#]
MFRS 3	Business Combinations	1 January 2022/ 1 January 2023 [#]
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 [#]
MFRS 7	Financial Instruments: Disclosures	1 January 2023 [#]
MFRS 9	Financial Instruments	1 January 2022 [^] / 1 January 2023 [#]
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 [#]
MFRS 16	Leases	1 January 2022 [^]
MFRS 17	Insurance Contracts	1 January 2023
MFRS 101	Presentation of Financial Statements	1 January 2023/ 1 January 2023 [#]
MFRS 107	Statements of Cash Flows	1 January 2023 [#]
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 112	Income Taxes	1 January 2023
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 [#]
MFRS 119	Employee Benefits	1 January 2023 [#]
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 [#]
MFRS 132	Financial Instruments: Presentation	1 January 2023 [#]
MFRS 136	Impairment of Assets	1 January 2023 [#]
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 [#]
MFRS 138	Intangible Assets	1 January 2023 [#]
MFRS 140	Investment Property	1 January 2023 [#]
MFRS 141	Agriculture	1 January 2022 [^]

[^] *The Annual Improvements to MFRS Standards 2018-2020*

[#] *Amendments as to the consequence of effective of MFRS 17 Insurance Contracts*

FCW HOLDINGS BERHAD (3116-K)

PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the Company's financial statements for the year ended 30 June 2022 was not subject to any qualification.

3. Seasonal or Cyclical Factors

The operations of the Group are not subject to any seasonal or cyclical factors.

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group.

5. Material Changes in Estimates of Amount Reported Previously Affecting Current Interim Period

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

6. Dividend Paid

There were no dividends paid during the current interim financial period.

7. Segmental Information

(RM'000)	31-12-22 2nd Qtr	31-12-21 2nd Qtr	31-12-22 6 Mth Cum	31-12-21 6 Mth Cum
<u>Segment Revenue</u>				
Contract Manufacturing	6,224	7,799	13,557	13,274
Rental	454	426	921	633
Total	<u>6,678</u>	<u>8,225</u>	<u>14,478</u>	<u>13,907</u>
<u>Segment Results</u>				
Contract Manufacturing	(128)	79	261	39
Share of Results of a Property Development Joint Venture	6,911	2,320	11,498	12,720
Others	357	347	477	1,322
Total	<u>7,140</u>	<u>2,746</u>	<u>12,236</u>	<u>14,081</u>

PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

8. Subsequent Events

There was no material events subsequent to the end of the financial quarter ended 31 December 2022.

9. Changes in the Composition of the Group

There were no changes on the Composition of the Group during the financial quarter ended 31 December 2022.

10. Capital Commitments

The Group has no material capital commitment in respect of property, plant and equipment as at 31 December 2022.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

1. Performance review

Contract Manufacturing

Current quarter

The contract manufacturing segment posted a 20% decrease in revenue to RM6.2 million for the current quarter from RM7.8 million for the preceding year's corresponding quarter. The decline was mainly due to lower demand for consumer products and also short supply of the raw materials, which caused a further delay in delivery of goods to customers. Loss before tax for the current quarter was recorded at RM128,000 compared to profit before tax at RM79,000 for the corresponding quarter in preceding year mainly due to weaker sales performance.

Year-to-date

The first half of the current financial year saw a 2.1% increase in turnover to RM13.6 million from RM13.3 million for the corresponding period in the preceding year, which was mainly due to increase in consumer spending on household and personal care products. Profit before tax increase to RM261,000 from RM39,000 in the preceding year, mainly due to improved sales and better product margin.

Property Development

Current quarter

The current quarter reported profit after tax at RM6.9 million compared to that of RM2.3 million for the corresponding quarter last financial year. The increase in profit after tax was mainly due to increased progress billing on higher percentage of completion from on-going Phase Two of Riana Dutamas project.

Year-to-date

Profit after tax for the first half of current financial year was reported at RM11.4 million compared to that of RM12.7 million for the corresponding quarter last financial year. The decline in profit after tax was mainly due to higher revenue from completed Phase One of Riana Dutamas Project in the preceding year.

Others

Current quarter

Profit before tax increase to RM357,000 in the current quarter from RM347,000 in the corresponding quarter last financial year, on the back of higher fixed deposit interest rate.

Year-to-date

Profit before tax declined to RM477,000 in the current quarter from RM1.3 million in the corresponding quarter last financial year. The decrease was mainly due to lower interest income received from advance to Joint Venture Company.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

2. Comparison with preceding quarter's result

Profit before tax from continuing operations for the current quarter, recorded at RM7.1 million was higher than that of the preceding quarter of RM5.1 million due to higher contribution from Phase 2 of Riana Dutamas Project.

3. Commentary of Prospects

In view of the harsh business operating environment amid high labour costs and raw material costs, the sales and profit margin of the contract manufacturing segment maybe negatively affected. Despite challenging environment, sales of the Phase 2 of Riana Dutamas have been encouraging and the Group is cautiously optimistic for the remaining quarter of the financial year.

4. Variance on profit forecast

Not applicable

FCW HOLDINGS BERHAD (3116-K)

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

5. Items included in the Consolidated Statement of Comprehensive Income

Total comprehensive income for the period is arrived at after charging/ (crediting) the following items:

	31-12-22 Current Quarter RM'000	31-12-21 Current Quarter RM'000	31-12-22 6-months Cumulative RM'000	31-12-21 6-months Cumulative RM'000
(Gain)/loss on disposal of property, plant & equipment	-	-	-	-
Interest income	(662)	(913)	(1,049)	(2,002)
Other income	-	-	-	-
Interest expenses	-	261	-	312
Depreciation and amortisation	382	363	745	576
(Gain)/ loss on foreign exchange	-	(3)	(8)	(13)
Loss on disposal at investment	-	-	-	-
Reversal of provision for diminution in investment	-	-	-	-

6. Tax

	YTD December'22 RM'000	YTD December'21 RM'000
Income Tax:		
- Current year	738	615
Deferred Tax		
- Current year	(47)	(55)
	691	560
Profit / loss before taxation:	<u>12,236</u>	<u>14,081</u>
Tax at applicable rate of 24%	2,937	3,379
Effect of share of results of joint venture	(2,760)	(3,053)
Non-deductible expenses	514	234
	691	560

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

7. Group Borrowings and Debt Securities

	As at 2nd quarter ended FY2023		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
Secured			
Term Loan	-	-	-
Hire Purchase	-	-	-
Total	-	-	-
	As at 2nd quarter ended FY2022		
	Long Term	Short Term	Total Borrowings
	RM'000 Denomination	RM'000 Denomination	RM'000 Denomination
Secured			
Term Loan	-	-	-
Hire Purchase	-	-	-
Total	-	-	-

8. Material Litigation

The Group does not have any litigation which would materially affect its financial position.

9. Dividend Declared/Recommended

There were no dividends declared or recommended during the current financial quarter.

FCW HOLDINGS BERHAD (3116-K)

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

10. Earnings Per Share

Basic earnings per share

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	31-12-22	31-12-21	31-12-22	31-12-21
	RM'000	RM'000	RM'000	RM'000
Net profit attributable to shareholders	6,879	2,454	11,545	13,521
Weighted average number of ordinary shares in issue	249,994	249,994	249,994	249,994
<i>Basic earnings per share (sen)</i>	<i>2.75</i>	<i>0.98</i>	<i>4.62</i>	<i>5.41</i>

By Order of the Board

Dato' Teo Ker Wei
Executive Director

28 February 2023
Kuala Lumpur