

Quarterly report on consolidated results for the second financial quarter ended 31st December 2018.
 The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 31.12.2018 RM'000	Quarter Ended 31.12.2017 RM'000	Year To Date Ended 31.12.2018 RM'000	Year To Date Ended 31.12.2017 RM'000
Revenue	620,457	649,278	1,240,555	1,387,763
Cost of Sales	<u>(594,910)</u>	<u>(613,672)</u>	<u>(1,187,108)</u>	<u>(1,314,431)</u>
Gross Profit	25,547	35,606	53,447	73,332
Other Operating Income	(6,303)	3,024	660	8,890
Selling and Distribution Costs	(5,166)	(4,207)	(8,965)	(9,291)
Administrative Expenses	(12,359)	(13,739)	(22,784)	(28,616)
Other Expenses	8,669	(6,058)	367	(7,460)
Finance Costs	<u>(3,607)</u>	<u>(2,634)</u>	<u>(6,620)</u>	<u>(6,092)</u>
Profit Before Tax	6,781	11,992	16,105	30,763
Tax Expense	<u>(1,045)</u>	<u>4,461</u>	<u>(2,726)</u>	<u>1,347</u>
Profit for the Period	5,736	16,453	13,379	32,110
Other Comprehensive Income/(Loss), net of tax	<u>(1)</u>	<u>69</u>	<u>(5)</u>	<u>69</u>
Total Comprehensive Income	<u>5,735</u>	<u>16,522</u>	<u>13,374</u>	<u>32,179</u>
Profit Attributable to :				
Owners of the parent	3,634	11,135	9,105	22,159
Non-Controlling Interest	<u>2,102</u>	<u>5,318</u>	<u>4,274</u>	<u>9,951</u>
	<u>5,736</u>	<u>16,453</u>	<u>13,379</u>	<u>32,110</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>2.24</u>	<u>6.87</u>	<u>5.62</u>	<u>13.68</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	3,630	11,177	9,112	22,201
Non-Controlling Interest	<u>2,105</u>	<u>5,345</u>	<u>4,262</u>	<u>9,978</u>
	<u>5,735</u>	<u>16,522</u>	<u>13,374</u>	<u>32,179</u>

The Condensed Consolidated Statement of Profits or Loss and Other Comprehensive Income should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 31.12.2018 RM'000	Audited as at 30.06.2018 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	72,978	70,583
Intangible Assets	11,261	11,261
Other Investment	10	10
Prepayment	100	400
	<u>84,349</u>	<u>82,254</u>
Current Assets		
Inventories	73,993	42,071
Trade Receivables	354,737	304,131
Other Receivables	21,583	22,471
Current Tax Assets	3,044	3,418
Derivative Assets	4,356	7,077
Deposits With Licensed Banks	18,500	58,200
Short Term Funds	27,421	-
Cash and Bank Balances	80,417	69,351
	<u>584,051</u>	<u>506,719</u>
TOTAL ASSETS	<u><u>668,400</u></u>	<u><u>588,973</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	108,918	116,006
	<u>204,065</u>	<u>211,153</u>
Non-Controlling Interests	33,994	29,732
Total Equity	<u>238,059</u>	<u>240,885</u>
Non-Current Liabilities		
Long Term Loans	7,146	7,198
Hire Purchase Creditors	4,410	5,581
Retirement Benefit Obligations	628	782
Deferred Tax Liabilities	308	286
	<u>12,492</u>	<u>13,847</u>
Current Liabilities		
Trade Payables	86,819	69,687
Other Payables	29,897	24,693
Derivative Liabilities	2,962	7,823
Hire Purchase Creditors	2,170	2,183
Bank Borrowings	295,365	228,072
Current Tax Liabilities	636	1,783
	<u>417,849</u>	<u>334,241</u>
Total Liabilities	<u>430,341</u>	<u>348,088</u>
TOTAL EQUITY AND LIABILITIES	<u><u>668,400</u></u>	<u><u>588,973</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.26	1.30

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

		Non-Distributable		Distributable		Non-Controlling Interest	Total Equity
		Share Capital	Foreign Exchange Translation Reserve	Retained Earnings	Total		
6 months ended 31st December 2018		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1st July 2018	#	95,147	18	115,988	211,153	29,732	240,885
Profit For The Period		-	-	9,105	9,105	4,274	13,379
Foreign Currency Translation		-	7	-	7	(12)	(5)
Total Comprehensive Income		-	7	9,105	9,112	4,262	13,374
Dividend Paid		-	-	(16,200)	(16,200)	-	(16,200)
At 30th September 2018		95,147	25	108,893	204,065	33,994	238,059
6 months ended 31st December 2017							
At 1st July 2017	#	95,147	(42)	97,841	192,946	24,204	217,150
Profit For The Period		-	-	22,159	22,159	9,951	32,110
Foreign Currency Translation		-	42	-	42	27	69
Total Comprehensive Income		-	42	22,159	22,201	9,978	32,179
Dividend Paid		-	-	(12,960)	(12,960)	-	(12,960)
At 30th September 2017	#	95,147	-	107,040	202,187	34,182	236,369

With the introduction of the new Companies Act, 2016 (the "Act") effective 31st January 2017, the concept of authorised share capital and par value of share capital has been abolished. Consequently, balances within the share premium account have been transferred to the share capital account pursuant to the transitional provisions set out in Section 618(2) of the new Act.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Consolidated Financial Statements for the financial year ended 30th June 2018 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 31.12.2018 RM'000	Corresponding Year To Date Ended 31.12.2017 RM'000
Profit Before Taxation	16,105	30,763
Adjustment for :-		
Non-Cash Items	11,305	8,273
Non-Operating Items	(2,169)	(1,962)
Operating Profit Before Working Capital Changes	<u>25,241</u>	<u>37,074</u>
Changes in Working Capital		
Net Change in Current Assets	(83,113)	28,392
Net Change in Current Liabilities	22,180	(75,377)
Cash Used In Operating Activities	<u>(35,692)</u>	<u>(9,911)</u>
Tax Paid	(3,475)	(4,819)
Interest Paid	(6,620)	(6,092)
Net Cash Used In Operating Activities	<u>(45,787)</u>	<u>(20,822)</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(6,205)	(13,080)
Interest Received	911	1,195
Placement of Deposits with Maturity periods of more than three months	(6,400)	-
Proceeds from Sale of Property, Plant and Equipment	26	431
Net Cash Used In Investing Activities	<u>(11,668)</u>	<u>(11,454)</u>
Financing Activities		
Dividend Paid to Shareholders	(16,200)	(12,960)
Drawings/(Repayments) of Borrowings	65,940	26,894
Net Cash From Financing Activities	<u>49,740</u>	<u>13,934</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(7,715)	(18,342)
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	(15)	104
Cash and Cash Equivalents at beginning of financial year	120,327	146,131
Cash and Cash Equivalents at end of financial period	<u>112,597</u>	<u>127,893</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	18,500	20,900
Short Term Funds	27,421	26,443
Cash and Bank Balances	80,417	80,583
Bank Overdraft	(241)	(33)
	<u>126,097</u>	<u>127,893</u>
Less: Deposits with maturity more than three months	(13,500)	-
	<u>112,597</u>	<u>127,893</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30th June 2018 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT
A1 Basis of Preparation

The condensed consolidated interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysia Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30th June 2018. The explanatory notes attached to the condensed consolidated 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 30th June 2018.

A2 Audit Report of the Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the financial year ended 30th June 2018 was not subject to any qualification.

A3 Seasonal or Cyclical Factors

The Group's business operations are affected by macroeconomic cycles.

A4 Nature and Amount of Unusual Items

There were no unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

A5 Nature and Amount of Changes in Estimates

There were no significant changes in estimates of amounts reported in prior quarter that have a material impact on the current financial quarter.

A6 Debt and Equity Securities

The Group was not involved in any issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter.

A7 Dividend Paid

A final single-tier dividend of 10 sen per ordinary share in respect of financial year ended 30th June 2018 amounting to RM16,200,000.00 was paid on 14th November 2018.

A8 Segment Information

For management purposes, the Group is organized into three major business segments, namely edible oil products, tapware and sanitary ware and investments holdings/others. Inter-segment transactions are entered into in the normal course of business and are based on negotiated and mutually agreed terms.

	3 months ended 31st December 2018			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	611,130	9,327	-	620,457
Operating Profit/(Loss)	10,965	226	(803)	10,388
Profit/(Loss) Before Tax	7,381	207	(807)	6,781
Segments assets				
Total Assets	585,529	36,920	45,951	668,400

	3 months ended 31st December 2017			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	641,578	7,700	-	649,278
Operating Profit/(Loss)	15,479	(29)	(824)	14,626
Profit/(Loss) Before Tax	12,866	(46)	(828)	11,992
Segments assets				
Total Assets	549,198	34,707	47,540	631,445

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT

A9 Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2018.

A10 Subsequent Material Events

As at the date of this report, there was no material event subsequent to the statement of financial position date that affect the results of the Group for the financial year todate.

A11 Changes in the Composition of the Group

There were no new corporate proposals during the current financial quarter under review.

A12 Changes in Contingent Liabilities

The contingent liabilities of the Company are as follows:-

As at
31.12.2018
RM'000

Guarantees given by the Company to financial institutions in respect of:-

(i) Banking facilities granted to subsidiaries	<u>302,511</u>
(ii) Hire purchase and lease facilities granted to subsidiaries	<u>-</u>

A13 Capital Commitments

As at
31.12.2018
RM'000

Authorised and contracted for	<u>7,500</u>
Authorised but not contracted for	<u>18,470</u>

A14 Comparative Figures

Certain comparative figures have been reclassified to conform with the current quarter's presentation.

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
B1 Review of Performance

The Group's performance for the quarter under review against the corresponding quarter of the previous financial year is tabled below:-

Description	Current Quarter				Cumulative Quarter			
	2nd Qtr 2019 RM'000	2nd Qtr 2018 RM'000	Changes RM'000	Variance %	2nd Qtr 2019 RM'000	2nd Qtr 2018 RM'000	Changes RM'000	Variance %
Revenue	620,457	649,278	(28,821)	-4%	1,240,555	1,387,763	(147,208)	-11%
Operating Profit	10,388	14,626	(4,238)	-29%	22,725	36,855	(14,130)	-38%
Profit before tax	6,781	11,992	(5,211)	-43%	16,105	30,763	(14,658)	-48%
Profit after tax	5,736	16,453	(10,717)	-65%	13,379	32,110	(18,731)	-58%

For the current quarter, the Group recorded revenue of RM620.46 million, a decrease of 4% compared to revenue of RM649.28 million recorded in the corresponding quarter last year. The lower revenue is mainly due to the on average 23% drop in olein prices for this quarter despite exporting almost 8% more Full Container Loads. Gross profit margins decreased by 25% as compared to the corresponding quarter last year due to price decrease and over stocking at customer markets.

B2 Variation of Results Against Preceding Quarter

Description	2nd Qtr 2019 RM'000	1st Qtr 2019 RM'000	Changes RM'000	Variance %
Revenue	620,457	620,098	359	0%
Operating Profit	10,388	12,335	(1,947)	-16%
Profit before tax	6,781	9,320	(2,539)	-27%
Profit after tax	5,736	7,638	(1,902)	-25%

For the current quarter, revenue remained the same compared to the preceding quarter. Profit before and after tax margins decreased due to lower olein prices, higher unrealised and realised losses on forex, higher unrealised losses on derivatives and for additional provision on trade receivables impairment.

B3 Current Year Prospects

The Group will continue with its expansion plans for revenue growth for its edible oil operations and with smart partnership tie-up with property developers for the tapware and sanitary ware divisions to enhance shareholders' value.

B4 Profit Forecast

Not applicable as no profit forecast was published.

B5 Tax Expense

Taxation for continuing operations comprises:

	Quarter Ended		Year To Date Ended	
	31.12.2018 RM'000	31.12.2017 RM'000	31.12.2018 RM'000	31.12.2017 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,033	79	2,703	4,836
Overprovision	-	(4,299)	-	(3,306)
- Deferred Tax	12	(241)	23	(2,877)
	<u>1,045</u>	<u>(4,461)</u>	<u>2,726</u>	<u>(1,347)</u>

The Group's effective tax rate for the current quarter is lower than the statutory tax rate mainly due to the impact on reduced tax by a subsidiary which obtained approval for a tax incentive scheme.

**ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**
B6 Corporate Proposal

There were no new corporate proposals during the current financial quarter under review.

B7 Bank Borrowings

Details of the Group's bank borrowings as at 31st December 2018 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	295,365	-	295,365
Non-Current	7,146	-	7,146
	<u>302,511</u>	<u>-</u>	<u>302,511</u>

B8 Derivative Financial Instruments

The derivative forward currency contracts were entered into with the objective of managing the Group's exposure to currency risk for receivables which are denominated in a currency other than the functional currency of the Group.

The derivatives below are initially recognised at fair value on the dates the derivative contracts are entered into and are subsequently re-measured at fair value through profit or loss to the financial statements. The resulting gain or loss from re-measurement is recognised in profit or loss to the financial statements.

The details of the foreign currency forward contracts are as follows:-

Type of Derivatives	Quarter Ended	
	31.12.2018 RM'000	31.12.2017 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	510,032	505,765
Fair Value	1,394	8,764

There have been no changes in the types of derivative financial contracts entered into and the rationale for entering into such contracts since the end of the financial year ended 30th June 2018 and the risk management policies in place for mitigating or controlling the risk associated with the derivatives.

B9 Material Litigation

There are no litigation proceedings by or against the Group.

B10 Dividend

The Board of Directors do not recommend any dividend for the period ended 31st December 2018.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Profit attributable to equity holders of the Company (RM'000)	3,634	11,135	9,105	22,159
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	2.24	6.87	5.62	13.68