

Quarterly report on consolidated results for the fourth financial quarter ended 30th June 2019.

The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 30.06.2019 RM'000	Quarter Ended 30.06.2018 RM'000	Year To Date Ended 30.06.2019 RM'000	Year To Date Ended 30.06.2018 RM'000
Revenue	432,812	595,810	2,272,914	2,602,701
Cost of Sales	<u>(407,155)</u>	<u>(569,152)</u>	<u>(2,164,416)</u>	<u>(2,487,218)</u>
Gross Profit	25,657	26,658	108,498	115,483
Other Operating Income	7,468	13,824	9,760	28,222
Selling and Distribution Costs	(3,755)	(4,978)	(17,740)	(19,105)
Administrative Expenses	(15,247)	(13,966)	(50,492)	(49,645)
Other Expenses	(4,691)	(10,386)	(4,094)	(16,560)
Finance Costs	<u>(2,881)</u>	<u>(3,705)</u>	<u>(12,640)</u>	<u>(13,095)</u>
Profit Before Tax	6,551	7,447	33,292	45,300
Tax Expense	<u>(1,669)</u>	<u>189</u>	<u>(6,220)</u>	<u>(266)</u>
Profit for the Period	4,882	7,636	27,072	45,034
Other Comprehensive Income, net of tax	162	19	148	21
Total Comprehensive Income	<u>5,044</u>	<u>7,655</u>	<u>27,220</u>	<u>45,055</u>
Profit Attributable to :				
Owners of the parent	3,152	5,382	19,035	31,107
Non-Controlling Interest	<u>1,730</u>	<u>2,254</u>	<u>8,037</u>	<u>13,927</u>
	<u>4,882</u>	<u>7,636</u>	<u>27,072</u>	<u>45,034</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>1.95</u>	<u>3.32</u>	<u>11.75</u>	<u>19.20</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	3,299	5,424	19,169	31,167
Non-Controlling Interest	<u>1,745</u>	<u>2,231</u>	<u>8,051</u>	<u>13,888</u>
	<u>5,044</u>	<u>7,655</u>	<u>27,220</u>	<u>45,055</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 30.06.2019 RM'000	Audited as at 30.06.2018 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	84,951	70,583
Intangible Assets	11,261	11,261
Other Investment	10	10
Prepayment	-	400
	<u>96,222</u>	<u>82,254</u>
Current Assets		
Inventories	46,327	42,071
Trade Receivables	287,268	304,131
Other Receivables	16,407	22,471
Current Tax Assets	5,847	3,418
Derivative Assets	1,711	7,077
Deposits With Licensed Banks	22,000	58,200
Cash and Bank Balances	98,145	69,351
	<u>477,705</u>	<u>506,719</u>
TOTAL ASSETS	<u><u>573,927</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	115,246	116,006
	<u>210,393</u>	<u>211,153</u>
Non-Controlling Interests	<u>31,730</u>	<u>29,732</u>
Total Equity	<u>242,123</u>	<u>240,885</u>
Non-Current Liabilities		
Long Term Loans	14,616	7,198
Hire Purchase Creditors	2,093	5,581
Retirement Benefit Obligations	500	782
Deferred Tax Liabilities	1,145	286
	<u>18,354</u>	<u>13,847</u>
Current Liabilities		
Trade Payables	82,760	69,687
Other Payables	39,335	24,693
Derivative Liabilities	5,330	7,823
Hire Purchase Creditors	1,461	2,183
Bank Borrowings	183,887	228,072
Current Tax Liabilities	677	1,783
	<u>313,450</u>	<u>334,241</u>
Total Liabilities	<u>331,804</u>	<u>348,088</u>
TOTAL EQUITY AND LIABILITIES	<u><u>573,927</u></u>	<u><u>588,973</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.30	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		
12 months ended 30th June 2019	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
Effect of adoption of MFRS 9	-	-	(3,732)	(3,732)	-	(3,732)
As Restated	95,147	18	112,256	207,421	29,732	237,153
Profit For The Period	-	-	19,035	19,035	8,037	27,072
Defined Benefit Plan Actuarial Gains	-	-	113	113	-	113
Foreign Currency Translation	-	24	-	24	11	35
Total Comprehensive Income	-	24	19,148	19,172	8,048	27,220
Dividend Paid	-	-	(16,200)	(16,200)	(6,050)	(22,250)
At 30th June 2019	95,147	42	115,204	210,393	31,730	242,123
12 months ended 30th June 2018						
At 1st July 2017	95,147	(42)	97,841	192,946	24,204	217,150
Profit For The Period	-	-	31,107	31,107	13,927	45,034
Foreign Currency Translation	-	60	-	60	(39)	21
Total Comprehensive Income	-	60	31,107	31,167	13,888	45,055
Dividend Paid	-	-	(12,960)	(12,960)	(8,360)	(21,320)
At 30th June 2018	95,147	18	115,988	211,153	29,732	240,885

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 30.06.2019 RM'000	Corresponding Year To Date Ended 30.06.2018 RM'000
Profit Before Taxation	33,292	45,300
Adjustment for :-		
Non-Cash Items	20,888	24,068
Non-Operating Items	<u>2,762</u>	<u>8,477</u>
Operating Profit Before Working Capital Changes	56,942	77,845
Changes in Working Capital		
Net Change in Current Assets	14,018	64,221
Net Change in Current Liabilities	<u>27,712</u>	<u>(92,766)</u>
Cash Used In Operating Activities	98,672	49,300
Tax Paid	(8,896)	(8,006)
Retirement Benefit Paid	(244)	-
Interest Paid	<u>(12,640)</u>	<u>(13,095)</u>
Net Cash From Operating Activities	<u>76,892</u>	<u>28,199</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(12,336)	(16,750)
Interest Received	1,760	2,261
Placement of Deposits with Maturity periods of more than three months	(12,900)	(7,100)
Proceeds from Sale of Property, Plant and Equipment	117	434
Net Cash Used In Investing Activities	<u>(23,359)</u>	<u>(21,155)</u>
Financing Activities		
Dividend Paid to Shareholders	(22,250)	(21,320)
Repayments of Borrowings	<u>(52,061)</u>	<u>(9,790)</u>
Net Cash From Financing Activities	<u>(74,311)</u>	<u>(31,110)</u>
Net Decrease in Cash and Cash Equivalents	(20,778)	(24,066)
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	35	(1,738)
Cash and Cash Equivalents at beginning of financial year	120,327	146,131
Cash and Cash Equivalents at end of financial period	<u>99,584</u>	<u>120,327</u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	22,000	58,200
Cash and Bank Balances	98,145	69,351
Bank Overdrafts	<u>(561)</u>	<u>(124)</u>
	119,584	127,427
Less: Deposits with maturity more than three months	<u>(20,000)</u>	<u>(7,100)</u>
	<u>99,584</u>	<u>120,327</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

There was no dividend paid in the current quarter ended 30th June 2019.

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 30th June 2019			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	424,571	8,241	-	432,812
Operating Profit/(Loss)	10,009	240	(817)	9,432
Profit/(Loss) Before Tax	7,145	225	(819)	6,551
Segments assets				
Total Assets	486,062	34,392	53,473	573,927

	3 months ended 30th June 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	587,940	7,870	-	595,810
Operating Profit/(Loss)	11,816	197	(861)	11,152
Profit/(Loss) Before Tax	8,156	156	(865)	7,447
Segments assets				
Total Assets	493,617	35,997	59,360	588,974

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 to date.

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 30.06.2019 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>198,503</u>
(ii) Hire purchase and lease facilities granted to subsidiaries	<u>-</u>

A13 Capital Commitments

	As at 30.06.2019 RM'000
Authorised and contracted for	<u>2,680</u>
Authorised but not contracted for	<u>15,052</u>

A14 Reconciliation of Statements of Financial Position on the adoption of MFRS 9

	As Previously Stated RM'000	Effects of MFRS 9 RM'000	As Restated RM'000
As at 1st July 2018			
Trade Receivables	304,131	(4,830)	299,301
Retained Earnings	115,988	(3,732)	112,256
Deferred Tax Assets	-	812	812
Deferred Tax Liabilities	286	(286)	-

A15 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			
	4th Qtr 2019 RM'000	4th Qtr 2018 RM'000	Changes RM'000	Variance %	4th Qtr 2019 RM'000	4th Qtr 2018 RM'000	Changes RM'000	Variance %
Revenue	432,812	595,810	(162,998)	-27%	2,272,914	2,602,701	(329,787)	-13%
Operating Profit	9,432	11,152	(1,720)	-15%	45,932	58,395	(12,463)	-21%
Profit before tax	6,551	7,447	(896)	-12%	33,292	45,300	(12,008)	-27%
Profit after tax	4,882	7,636	(2,754)	-36%	27,072	45,034	(17,962)	-40%

For the current quarter, the Group recorded revenue of RM432.81 million, a decrease of 27% compared to revenue of RM595.81 million recorded in the corresponding quarter last year. The lower revenue is mainly due to lower average olein price and lower tonnage exported in terms of FCLs as compared year on year for Quarter 4.

Margins mainly decreased due to lower product gross margins because of lower demand and lower forex gains as compared to the previous year.

B2 Variation of Results Against Preceding Quarter

Description	4th Qtr 2019 RM'000	3rd Qtr 2019 RM'000	Changes RM'000	Variance %
Revenue	432,812	599,547	(166,735)	-28%
Operating Profit	9,432	13,777	(4,345)	-32%
Profit before tax	6,551	10,638	(4,087)	-38%
Profit after tax	4,882	8,813	(3,931)	-45%

For the current quarter, revenue decreased by 28% as compared to the preceding quarter due to lower average olein prices and lower FCLs exported.

Margins mainly decreased due to lower product gross margins because of lower demand at destination markets as compared to preceding quarter.

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	
	30.06.2019 RM'000	30.06.2018 RM'000	30.06.2019 RM'000	30.06.2018 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,027	999	5,252	7,566
Overprovision	(341)	(139)	(50)	(3,395)
- Deferred Tax	983	(1,049)	1,018	(3,905)
	<u>1,669</u>	<u>(189)</u>	<u>6,220</u>	<u>266</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 30th June 2019 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	183,887	-	183,887
Non-Current	14,616	-	14,616
	<u>198,503</u>	<u>-</u>	<u>198,503</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	
	30.06.2019 RM'000	30.06.2018 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	554,515	505,765
Fair Value	(3,619)	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

For the current financial year ended 30th June 2019, the Board of Directors recommend a single tier final dividend of 8 sen per share, subject to the shareholders' approval at the forthcoming Annual General Meeting of the Company. The dates of the Annual General Meeting and book closure for the said dividend will be announced in due course.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	30.06.2019	30.06.2018	30.06.2019	30.06.2018
Profit attributable to equity holders of the Company (RM'000)	3,152	5,382	19,035	31,107
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	1.95	3.32	11.75	19.20