



Quarterly Report on consolidated results for the first financial quarter ended 30th September 2022

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The figures have not been audited.

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended 30.09.2022 RM'000	Quarter Ended 30.09.2021 RM'000	Year To Date Ended 30.09.2022 RM'000	Year To Date Ended 30.09.2021 RM'000
Revenue	1,529,710	1,064,348	1,529,710	1,064,348
Cost of Sales	<u>(1,453,552)</u>	<u>(1,004,764)</u>	<u>(1,453,552)</u>	<u>(1,004,764)</u>
Gross Profit	76,158	59,584	76,158	59,584
Other Operating Income	1,107	682	1,107	682
Selling and Distribution Costs	(6,398)	(4,096)	(6,398)	(4,096)
Administrative Expenses	(31,002)	(25,715)	(31,002)	(25,715)
Finance Costs	<u>(3,993)</u>	<u>(1,317)</u>	<u>(3,993)</u>	<u>(1,317)</u>
Profit Before Tax	35,872	29,138	35,872	29,138
Tax Expense	<u>(1,052)</u>	<u>(1,798)</u>	<u>(1,052)</u>	<u>(1,798)</u>
Profit for the Period	34,820	27,340	34,820	27,340
Other Comprehensive Income, net of tax	<u>641</u>	<u>65</u>	<u>641</u>	<u>65</u>
Total Comprehensive Income	<u>35,461</u>	<u>27,405</u>	<u>35,461</u>	<u>27,405</u>
Profit Attributable to :				
Owners of the parent	20,823	12,605	20,823	12,605
Non-Controlling Interest	<u>13,997</u>	<u>14,735</u>	<u>13,997</u>	<u>14,735</u>
	<u>34,820</u>	<u>27,340</u>	<u>34,820</u>	<u>27,340</u>
Basic earnings per share attributable to equity holders of the Company (sen)	<u>12.85</u>	<u>7.78</u>	<u>12.85</u>	<u>7.78</u>
Total Comprehensive Income Attributable to:				
Owners of the parent	21,208	12,644	21,208	12,644
Non-Controlling Interest	<u>14,253</u>	<u>14,761</u>	<u>14,253</u>	<u>14,761</u>
	<u>35,461</u>	<u>27,405</u>	<u>35,461</u>	<u>27,405</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 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 30.09.2022 RM'000	Audited as at 30.06.2022 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	70,154	72,167
Right-Of-Use Assets	14,798	15,450
Intangible Assets	17,261	17,261
Other Investment	10	10
	<u>102,223</u>	<u>104,888</u>
Current Assets		
Inventories	84,511	109,635
Trade Receivables	707,251	608,926
Other Receivables	12,486	58,692
Current Tax Assets	6,116	6,097
Derivative Assets	34,411	19,368
Deposits With Licensed Banks	39,650	39,730
Short Term Funds	74,483	-
Cash and Bank Balances	155,269	202,138
	<u>1,114,177</u>	<u>1,044,586</u>
TOTAL ASSETS	<u>1,216,400</u>	<u>1,149,474</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	95,147	95,147
Reserves	254,854	233,646
	<u>350,001</u>	<u>328,793</u>
Non-Controlling Interests	99,849	85,596
Total Equity	<u>449,850</u>	<u>414,389</u>
Non-Current Liabilities		
Long Term Loans	4,108	1,942
Retirement Benefit Obligations	173	223
Lease Liabilities	4,841	4,555
Deferred Tax Liabilities	878	781
	<u>10,000</u>	<u>7,501</u>
Current Liabilities		
Trade Payables	68,933	138,729
Other Payables	144,015	147,269
Derivative Liabilities	55,243	36,674
Lease Liabilities	918	1,592
Bank Borrowings	485,955	401,957
Current Tax Liabilities	1,486	1,363
	<u>756,550</u>	<u>727,584</u>
Total Liabilities	<u>766,550</u>	<u>735,085</u>
TOTAL EQUITY AND LIABILITIES	<u>1,216,400</u>	<u>1,149,474</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.16	2.03

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 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Non- Distributable Foreign Exchange Reserve RM'000	Distributable Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
3 months ended 30th September 2022						
At 1st July 2022	95,147	473	233,173	328,793	85,596	414,389
Profit For The Year	-	-	20,823	20,823	13,997	34,820
Foreign Currency Translation	-	385	-	385	256	641
Total Comprehensive Income	-	385	20,823	21,208	14,253	35,461
At 30th September 2022	95,147	858	253,996	350,001	99,849	449,850
3 months ended 30th September 2021						
At 1st July 2021	95,147	55	186,126	281,328	74,146	355,474
Profit For The Year	-	-	12,605	12,605	14,735	27,340
Foreign Currency Translation	-	39	-	39	26	65
Total Comprehensive Income	-	39	12,605	12,644	14,761	27,405
Dividend Paid To Non-Controlling Interest of A Subsidiary	-	-	-	-	(4,840)	(4,840)
At 30th September 2021	95,147	94	198,731	293,972	84,067	378,039

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 2022 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year To Date Ended 30.09.2022 RM'000	Corresponding Year To Date Ended 30.09.2021 RM'000
Profit Before Taxation	35,872	29,138
Adjustment for :-		
Non-Cash Items	(21,163)	4,163
Non-Operating Items	3,571	(88)
Operating Profit Before Working Capital Changes	<u>18,280</u>	<u>33,213</u>
Changes in Working Capital		
Net Change in Current Assets	416	38,760
Net Change in Current Liabilities	(73,051)	(54,858)
Cash (Used in)/From Operating Activities	<u>(54,355)</u>	<u>17,115</u>
Contribution Paid for Retirement Benefits	(50)	-
Tax Paid	(898)	(1,470)
Interest Paid	<u>(3,993)</u>	<u>(1,317)</u>
Net Cash (Used in)/From Operating Activities	<u>(59,296)</u>	<u>14,328</u>
Investing Activities		
Purchase of Property, Plant and Equipment	(158)	(2,133)
Interest Received	655	370
Placement of Deposits with Maturity Periods of more than three months	(6,000)	(6,500)
Proceeds from Disposal of Property, Plant and Equipment	-	36
Net Cash Used In Investing Activities	<u>(5,503)</u>	<u>(8,227)</u>
Financing Activities		
Dividend Paid to Non-Controlling Interest in a Subsidiary	-	(4,840)
Net Drawdown/(Repayment) of Borrowings	<u>85,779</u>	<u>(5,087)</u>
Net Cash From/(Used In) Financing Activities	<u>85,779</u>	<u>(9,927)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	20,980	(3,826)
Net Effect of Exchange Rate Changes on Cash and Cash Equivalents	554	46
Cash and Cash Equivalents at beginning of financial year	226,868	172,809
Cash and Cash Equivalents at end of financial period	<u><u>248,402</u></u>	<u><u>169,029</u></u>
Cash and cash equivalents carried forward consists of:-		
Deposits Placed with Financial Institutions	39,650	34,300
Short Term Funds	74,483	50,273
Cash and Bank Balances	<u>155,269</u>	<u>105,456</u>
	269,402	190,029
Less: Deposits with maturity more than three months	<u>(21,000)</u>	<u>(21,000)</u>
	<u><u>248,402</u></u>	<u><u>169,029</u></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 2022 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 2022. 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 2022.

The accounting policies and methods of computation adopted by the Group in this condensed interim financial statements are consistent with the audited financial statements for the financial year ended 30th June 2022.

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 2022 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 September 2022.

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 September 2022			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	1,524,720	4,990	-	1,529,710
Operating Profit/(Loss)	40,972	(338)	(769)	39,865
Profit/(Loss) Before Tax	37,009	(360)	(777)	35,872
Segments assets				
Total Assets	1,081,021	26,843	108,536	1,216,400

	3 months ended 30th September 2021			
	Edible oil products RM'000	Tapware and sanitary ware RM'000	Investment holdings/Others RM'000	Total RM'000
Segments revenues and results				
Revenue	1,061,183	3,165	-	1,064,348
Operating Profit/(Loss)	32,156	(546)	(1,155)	30,455
Profit/(Loss) Before Tax	30,856	(552)	(1,166)	29,138
Segments assets				
Total Assets	713,192	28,114	85,384	826,690

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT

A9 Property, Plant and Equipment

The value of land and buildings have been brought forward, without amendment from the annual financial report for the financial year ended 30th June 2022.

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 30.09.2022 RM'000
Guarantees given by the Company to financial institutions in respect of:-	
(i) Banking facilities granted to subsidiaries	<u>490,063</u>

A13 Capital Commitments

	As at 30.09.2022 RM'000
Authorised and contracted for	<u>-</u>
Authorised but not contracted for	<u>-</u>

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			
	1st Qtr 2023 RM'000	1st Qtr 2022 RM'000	Changes RM'000	Variance %	1st Qtr 2023 RM'000	1st Qtr 2022 RM'000	Changes RM'000	Variance %
Revenue	1,529,710	1,064,348	465,362	44%	1,529,710	1,064,348	465,362	44%
Operating Profit	39,865	30,455	9,410	31%	39,865	30,455	9,410	31%
Profit before tax	35,872	29,138	6,734	23%	35,872	29,138	6,734	23%
Profit after tax	34,820	27,340	7,480	27%	34,820	27,340	7,480	27%

The revenue for the current quarter is 44% higher than the corresponding previous year's quarter due to an almost 11% increase in full container loads (FCLs) exported coupled with an almost 8% appreciation of the USD\$ against the Ringgit Malaysia (RM). The almost 11% drop in average olein prices however moderated the increase in total revenue.

Operating margins decreased this Q1FY23 against the corresponding Q1FY22 due to higher unrealised and realised forex derivative losses.

B2 Variation of Results Against Preceding Quarter

Description	1st Qtr 2023 RM'000	4th Qtr 2022 RM'000	Changes RM'000	Variance %
Revenue	1,529,710	1,264,727	264,983	21%
Operating Profit	39,865	43,702	(3,837)	-9%
Profit before tax	35,872	41,973	(6,101)	-15%
Profit after tax	34,820	41,315	(6,495)	-16%

For the current quarter, revenue increased 21% against Q4FY22 due to a 26% increase in FCLs exported and over 3% appreciation of the USD\$ against the RM. The almost 40% drop in average olein prices moderated the increase in FCLs exported and USD\$ appreciation versus the RM.

Operating margins decreased this Q1FY23 against the preceding Q4FY22 due to higher unrealised and realised forex derivative losses.

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	
	30.09.2022 RM'000	30.09.2021 RM'000	30.09.2022 RM'000	30.09.2021 RM'000
Taxation comprises:-				
- Income Tax				
Current Period	1,061	1,798	1,061	1,798
Overprovision in prior year	(60)	-	(60)	-
- Deferred Tax	51	-	51	-
	<u>1,052</u>	<u>1,798</u>	<u>1,052</u>	<u>1,798</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 September 2022 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current	485,955	-	485,955
Non-Current	4,108	-	4,108
	<u>490,063</u>	<u>-</u>	<u>490,063</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 and commodity forward contracts are as follows:-

Type of Derivatives	Quarter Ended	
	30.09.2022 RM'000	30.09.2021 RM'000
Forward Contracts		
Less than 1 year		
Contract/Notional Value	1,022,162	985,454
Fair Value	(20,832)	4,048

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 2022 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 30th September 2022.

B11 Earnings Per Share

	Quarter Ended		Year To Date Ended	
	30.09.2022	30.09.2021	30.09.2022	30.09.2021
Profit attributable to equity holders of the Company (RM'000)	20,823	12,605	20,823	12,605
Weighted average number of ordinary shares in issue ('000)	162,000	162,000	162,000	162,000
Basic earnings per share (sen)	12.85	7.78	12.85	7.78