



**Carlsberg Brewery Malaysia Berhad**

Company No. 196901000792 (9210-K)  
(Incorporated in Malaysia)

Interim Financial Report  
31 December 2022

The Board of Directors of Carlsberg Brewery Malaysia Berhad is pleased to announce the following unaudited interim results of the Group for financial quarter and period ended 31 December 2022.

**CARLSBERG BREWERY MALAYSIA BERHAD**

(Company No.: 196901000792)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Fourth Quarter Ended		Financial Period Ended	
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Revenue	612,754	542,326	2,412,465	1,772,821
Operating expenses	(528,950)	(456,008)	(1,989,400)	(1,529,225)
Other operating income	(329)	886	2,044	3,245
Profit from operations	83,475	87,204	425,109	246,841
Finance income	34	130	784	749
Finance costs	(892)	(714)	(3,007)	(3,197)
Share of profit of equity accounted associate, net of tax	6,497	5,595	21,519	15,180
Profit before taxation	89,114	92,215	444,405	259,573
Taxation	(26,670)	(19,452)	(119,544)	(55,208)
Profit for the financial period	62,444	72,763	324,861	204,365
Profit attributable to:				
Owners of the Company	60,121	71,417	317,046	200,988
Non-controlling interests	2,323	1,346	7,815	3,377
Profit for the financial period	62,444	72,763	324,861	204,365
Other comprehensive income/(expenses)				
Cash flow hedge	6,061	(2,434)	(7,041)	348
Foreign currency translation differences for foreign operations	(3,198)	(1,701)	(39,884)	(4,760)
Total comprehensive income for the period	65,307	68,628	277,936	199,953
Total comprehensive income attributable to:				
Owners of the Company	62,984	67,282	270,121	196,576
Non-controlling interests	2,323	1,346	7,815	3,377
Total comprehensive income for the period	65,307	68,628	277,936	199,953
EPS - Basic (sen)	19.66	23.36	103.70	65.74
- Diluted (sen)	N/A	N/A	N/A	N/A

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CARLSBERG BREWERY MALAYSIA BERHAD**

(Company No.: 196901000792)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at 31 December 2022 RM'000	As at 31 December 2021 RM'000
<b>ASSETS</b>		
<b><u>Non-current assets</u></b>		
Property, plant & equipment	306,730	211,124
Right-of-use assets	10,716	10,110
Other intangible assets	4,581	5,533
Investment in an associate	66,873	94,748
Deferred tax assets	6,170	7,160
	395,070	328,675
<b><u>Current assets</u></b>		
Inventories	124,440	78,953
Receivables, deposits and prepayments	202,901	134,873
Tax recoverable	414	3,384
Cash and cash equivalents	91,251	75,586
	419,006	292,796
<b>TOTAL ASSETS</b>	<b>814,076</b>	<b>621,471</b>
<b>EQUITY</b>		
<b>Total equity attributable to owners of the Company</b>		
Share capital	149,363	149,363
Reserves	(1,708)	61,763
	147,655	211,126
Non-controlling interests	6,462	4,456
<b>TOTAL EQUITY</b>	<b>154,117</b>	<b>215,582</b>
<b>LIABILITIES</b>		
<b><u>Non-current liabilities</u></b>		
Deferred tax liabilities	8,870	15,023
Loans and borrowings	4,046	5,504
Provision	355	334
Lease liabilities	2,660	2,590
	15,931	23,451
<b><u>Current liabilities</u></b>		
Payables and accruals	477,319	315,606
Current tax liabilities	47,639	32,221
Lease liabilities	2,138	1,321
Loans and borrowings	116,932	33,290
	644,028	382,438
<b>TOTAL LIABILITIES</b>	<b>659,959</b>	<b>405,889</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>814,076</b>	<b>621,471</b>
<b>Net assets per share (RM)</b>	<b>0.50</b>	<b>0.71</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CARLSBERG BREWERY MALAYSIA BERHAD**

( Company No.: 196901000792)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

Group	Attributable to Owners of the Company						Total RM'000	Non- controlling Interests RM'000	Total RM'000
	Non-distributable			Distributable					
	Share Capital RM'000	Exchange Reserve RM'000	Cash flow Hedge Reserve RM'000	Capital Reserve RM'000	Equity contribution Reserve RM'000	Retained Earnings RM'000			
At 1 January 2021	149,363	(4,146)	1,959	3,931	(405)	17,159	167,861	6,773	174,634
Total comprehensive income for the period	-	(4,760)	348	-	-	200,988	196,576	3,377	199,953
Dividends to owners of the Company	-	-	-	-	-	(152,874)	(152,874)	-	(152,874)
Dividends to non-controlling interests	-	-	-	-	-	-	-	(5,694)	(5,694)
Effects of share-based payments	-	-	-	-	2,536	(2,973)	(437)	-	(437)
At 31 December 2021	149,363	(8,906)	2,307	3,931	2,131	62,300	211,126	4,456	215,582
At 1 January 2022	149,363	(8,906)	2,307	3,931	2,131	62,300	211,126	4,456	215,582
Total comprehensive income for the period	-	(39,884)	(7,041)	-	-	317,046	270,121	7,815	277,936
Dividends to owners of the Company	-	-	-	-	-	(333,265)	(333,265)	-	(333,265)
Dividends to non-controlling interests	-	-	-	-	-	-	-	(5,809)	(5,809)
Effects of share-based payments	-	-	-	-	289	(616)	(327)	-	(327)
At 31 December 2022	149,363	(48,790)	(4,734)	3,931	2,420	45,465	147,655	6,462	154,117

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CARLSBERG BREWERY MALAYSIA BERHAD**  
 (Company No.: 196901000792)  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>12 months ended</b>	
	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	444,405	259,573
Adjustments for:		
Non-cash items	65,520	66,877
Share of profit of equity accounted associate, net of tax	(21,519)	(15,180)
Finance costs	3,007	3,197
Finance income	(784)	(749)
Operating profit before working capital changes	490,629	313,718
Changes in working capital:		
Inventories	(53,459)	(1,170)
Receivables, deposits and prepayments	(77,435)	(3,891)
Payables and accruals	159,655	32,334
Cash generated from operations	519,390	340,991
Tax paid	(104,884)	(65,123)
Net cash generated from operating activities	414,506	275,868
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(147,752)	(56,822)
Acquisition of intangible assets	(504)	(600)
Interest received	784	749
Proceeds from disposal of property, plant and equipment	1,522	1,329
Dividend received from associate	7,550	7,531
Net cash used in investing activities	(138,400)	(47,813)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown/(repayment) of loan and borrowings	82,062	(82,314)
Repayment of lease liabilities	(2,264)	(2,122)
Dividends paid to owners of the Company	(333,265)	(152,874)
Dividends paid to non-controlling interests of a subsidiary	(5,809)	(5,694)
Interest paid	(2,727)	(4,435)
Net cash used in financing activities	(262,003)	(247,439)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	14,103	(19,384)
Effect of exchange rate fluctuations on cash held	1,562	979
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	75,586	93,991
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	91,251	75,586

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CARLSBERG BREWERY MALAYSIA BERHAD**

(Company No.: 196901000792)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)**

Cash and cash equivalents comprise the following amounts:

	As at	
	31 December 2022 RM'000	31 December 2021 RM'000
Cash at bank	91,200	75,537
Cash held on hand	51	49
	91,251	75,586

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

## Notes:

### 1. Basis of Preparation

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board, and International Accounting Standard (IAS) 34, *Interim Financial Reporting* issued by the International Accounting Standards Board and paragraph 9.22 together with Part A, Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021.

The significant accounting policies and methods adopted for the unaudited condensed financial statements are consistent with those adopted for the Group's audited financial statements for the financial year ended 31 December 2021.

The Group has also adopted the following amendments to MFRS and IC Interpretations that came into effect on 1 January 2022 which did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

Amendments to MFRS 3 Reference to the Conceptual Framework

Annual Improvements to MFRS 9 Fees in the '10 percent' test for Derecognition of Financial Liabilities

Amendments to MFRS 16 COVID-19-Related Rent Concessions beyond 30 June 2021

Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: Lease Incentives

Amendments to MFRS 116 Proceeds before Intended Use

Amendments to MFRS 137 Onerous Contracts – Cost of Fulfilling a Contract

## 1. Basis of Preparation (continued)

### **MFRS, Amendments to MFRSs and IC Interpretations Issued But Not Yet Effective**

At the date of authorisation of these Interim Financial Report, the following MFRSs, Amendments to MFRSs and IC Interpretations were issued but not yet effective and have not been applied by the Group:

<b>MFRSs, Amendments to MFRSs and IC Interpretations</b>		<b>Effective</b>
Amendments to MFRS 101, MFRS Practice Statement 2 and MFRS 108	Disclosure of accounting policies and definition of accounting estimates	1 January 2023
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 16	Lease liability in a Sales and Leaseback	1 January 2024
Amendments to MFRS 101	Classification of liabilities as current or non-current and Non-current liabilities with Covenants	1 January 2024

## 2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2021 was not subject to any qualification.

## 3. Seasonal or Cyclical Factors

The Group's level of operations are generally affected by the festive seasons.

## 4. Unusual Items Affecting the Assets, Liabilities, Equity, Net Income or Cash Flows

There were no other unusual items affecting the assets, liabilities, equity, net income or cash flows during the current financial period under review, except for those disclosed under Note 11.



## 5. Changes in Estimates

There were no significant changes in estimates that have had a material effect in the current financial period under review.

## 6. Debt and Equity Securities

There were no issuances, repurchases, resale and repayments of debt and equity securities during the current financial period under review, except for those as disclosed under Note 22.

### *Share Buyback*

During the period, there was no purchase of shares by the Company.

## 7. Dividends Paid

The amount of dividends paid during the financial period ended 31 December 2022:-

<b>Date of payment</b>	<b>Dividends paid</b>	<b>Amount (Sen per ordinary share)</b>	<b>Amount (RM'000)</b>
12 May 2022	FINAL single-tier dividend 2021	46.0	140,644
22 June 2022	FIRST interim single-tier dividend 2022	22.0	67,265
15 September 2022	SECOND interim single-tier dividend 2022	22.0	67,264
9 December 2022	THIRD interim single-tier dividend 2022	19.0	58,092
	<b>Total</b>		<b>333,265</b>

## 8. Operating Segment

The Group concluded that the operating segments determined in accordance with MFRS 8 are the same as the geographical segments as previously adopted.

Segment assets and liabilities are not included in the internal management reports nor provided regularly to the Group's Managing Director who is considered as the Group's chief operating decision maker. Hence no such disclosures are provided below.

Quarter Ended 31 December 2022	Malaysia RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
<b>Geographical Segments:</b>				
Total external revenue	427,702	185,052	-	612,754
Inter segment revenue	16,470	-	(16,470)	-
<b>Total revenue</b>	<b>444,172</b>	<b>185,052</b>	<b>(16,470)</b>	<b>612,754</b>
<b>Profit from operations</b>	<b>60,203</b>	<b>23,779</b>	<b>(507)</b>	<b>83,475</b>

Quarter Ended 31 December 2021	Malaysia RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
<b>Geographical Segments:</b>				
Total external revenue	394,677	147,649	-	542,326
Inter segment revenue	20,022	-	(20,022)	-
<b>Total revenue</b>	<b>414,699</b>	<b>147,649</b>	<b>(20,022)</b>	<b>542,326</b>
<b>Profit from operations</b>	<b>73,209</b>	<b>16,303</b>	<b>(2,308)</b>	<b>87,204</b>

Financial Period Ended 31 December 2022	Malaysia RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
<b>Geographical Segments:</b>				
Total external revenue	1,732,561	679,904	-	2,412,465
Inter segment revenue	48,546	-	(48,546)	-
<b>Total revenue</b>	<b>1,781,107</b>	<b>679,904</b>	<b>(48,546)</b>	<b>2,412,465</b>
<b>Profit from operations</b>	<b>332,490</b>	<b>89,859</b>	<b>2,760</b>	<b>425,109</b>

Financial Period Ended 31 December 2021	Malaysia RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
<b>Geographical Segments:</b>				
Total external revenue	1,211,766	561,055	-	1,772,821
Inter segment revenue	56,387	-	(56,387)	-
<b>Total revenue</b>	<b>1,268,153</b>	<b>561,055</b>	<b>(56,387)</b>	<b>1,772,821</b>
<b>Profit from operations</b>	<b>189,851</b>	<b>58,014</b>	<b>(1,024)</b>	<b>246,841</b>

## 9. Material Contracts

No new material contracts were concluded during the current financial period under review.

## 10. Property, Plant and Equipment

There were no changes to the valuation of property, plant and equipment since the previous audited financial statements.

## 11. Material Events

### Devaluation in Sri Lanka Rupees “Rs”

On 7 March 2022, the Central Bank of Sri Lanka (CBSL) announced that it would allow greater flexibility in the exchange rate and hence devalued the currency to Rs.230 per US dollar. For the Group’s books, the closing rate as at 31 December 2022 was Rs.82.71 per RM1 compared with the December 2021 closing rate of Rs.48.73 per RM1, approximately 70% devaluation against RM. As a result, under the Group’s investment in its associate, Lion Brewery (Ceylon) PLC (“LBCP”), an unrealised foreign exchange loss amounting to approximately RM41.8 million was recorded as at 31 December 2022.

### One-time surcharge tax in Sri Lanka

In the 2022 Sri Lanka's National Budget, the Sri Lanka government proposed a one-time retrospective surcharge tax at a rate of 25% for companies with a taxable income exceeding Sri Lankan Rupee 2 billion for the year of assessment 2020/2021. The Surcharge Tax Act No. 14 of 2022 was passed by the Sri Lanka parliament on 8 April 2022. Consequently, LBCP incur a surcharge tax of Rs.1,194 million (approximately RM14.8 million) attributable to its taxable income of Rs.4,776 million (approximately RM59.4 million) in respect of its financial year ended 31 March 2021. The Group has accounted for Carlsberg Malaysia’s share of the additional tax expense amounts to approximately Rs.298.5 million, equivalent to RM3.7 million in the second quarter ending 30 June 2022.

There were no other material events subsequent to the end of the reporting date that require disclosure or adjustments to the unaudited interim financial statements.

## 12. Capital Commitments

Capital commitments for property, plant and equipment and intangible assets not provided for in the financial statements as at 31 December 2022 are as follows:

	<b><u>RM'000</u></b>
Approved and contracted for	4,929

## 13. Financial Instruments

Derivatives

The outstanding derivative as at 31 December 2022 are as follows:

Hedging Contract	Contract Value (RM'000)	Fair Value (RM'000)	(Loss) (RM'000)
Less than one year	43,998	37,769	(6,229)
One to five years	-	-	-
	43,998	37,769	(6,229)

Changes in the portion of fair value of derivative financial instruments designated as and qualifying as a cash flow hedge and which effectively hedge changes in value of the particular item, are recognised in other comprehensive income.

## 14. Holding Company

The Directors regard Carlsberg Breweries A/S and Carlsberg A/S as the immediate and ultimate holding companies respectively during the financial period. Both companies are incorporated in Denmark.

## 15. Significant Related Party Transactions

	<b>Financial Period Ended 31 December 2022 RM'000</b>
<b>Transactions with holding company:</b>	
Purchases of services	9,488
Royalties payable	41,947
Net settlements paid in respect of gain from hedging contracts	(2,485)
<b>Transactions with related companies:</b>	
Management fees payable	11,340
Purchases of materials and products	41,495
Purchases of services	5,035
Purchases of kegs	1,560
Sales of goods	(28,684)
Royalties payable	62

These transactions had been entered into in the ordinary course of business and based on normal commercial terms.

## 16. Review of Performance

### Current Quarter Performance

Key Financials (RM'000)	Fourth Quarter Ended 31 December 2022	Fourth Quarter Ended 31 December 2021	% Change
Revenue	612,754	542,326	13.0%
Profit from operations	83,475	87,204	-4.3%
Share of profit in an associate	6,497	5,595	16.1%
Profit attributable to Owners of the Company ("Net profit")	60,121	71,417	-15.8%

The Group's revenue increased by 13.0% to RM612.8 million compared to the same quarter last year as both Malaysia and Singapore operations have shown overall better sales for the quarter.

Malaysia's revenue increased by 8.4% to RM427.7 million, with growth in both volume and value since the country transitioned into the endemic phase effective 1 April 2022. Singapore also registered sales revenue for 4Q22 of RM185.1 million, an increase of 25.3% following the easing of COVID-19 restrictions and lifting of travel restrictions.

The Group absorbed various one-off costs during the quarter including the loss on disposal of the old bottling line and invested in higher marketing spend. As result, profit from operations recorded by the Group for 4Q22 was RM83.5 million which represented a decrease of 4.3% or RM3.7 million, compared to the same quarter last year. Similarly, Malaysia's profit from operations decreased by RM11.2 million to RM60.0 million due to these reasons. Singapore's profit from operations however increased by 45.9% to RM23.8 million in line with its revenue growth, compared to the same quarter last year.

The Group registered a higher share of profit in its associated company, LBCP by 16.1% to RM6.5 million for the quarter compared to the previous year's corresponding quarter.

The Group's net profit for the quarter decreased by 15.8% to RM60.1 million compared to the same quarter last year as a result of the lower profit in Malaysia and by the prosperity tax provision. This was mitigated by higher profits in both Singapore and LBCP.

## 16. Review of Performance (continued)

### Year-to-date Performance

Key Financials (RM'000)	Financial Period Ended 31 December 2022	Financial Period Ended 31 December 2021	% Change
Revenue	2,412,465	1,772,821	36.1%
Profit from operations	425,109	246,841	72.2%
Share of profit in an associate	21,519	15,180	41.8%
Profit attributable to Owners of the Company ("Net profit")	317,046	200,988	57.7%

The Group's revenue increased by 36.1% to RM2,412.5 million compared to last year with higher overall sales in both Malaysia and Singapore. The lower base of the previous year was attributed to the various lockdown restrictions then including the suspension of brewery operations from 2 June to 15 August 2021.

The Group's profit from operations increased by 72.2% to RM425.1 million as results of the overall better sales.

The Malaysia operations registered higher revenue by 43.0% to RM1,732.6 million and an even higher profit from operations by 77.5% to RM335.3 million. In general, the better performance was attributed to the gradual reopening of the local economy which led to the increase in on-trade consumption as Malaysia transitioned into the endemic phase from April 2022, as well as efforts on improved premiumisation and effective costs optimisations.

In Singapore, total revenue was higher by 21.2% to RM679.9 million whilst its profit from operations increased by 54.9% to RM89.9 million compared to last year. The growth in both volume and value was contributed by a successful Chinese New Year "CNY" campaign and the continuing easing of COVID-19 restrictions.

The Group registered a higher share of profit in its associated company, LBCP of RM21.5 million compared to a share of profit of RM15.2 million in the previous year, despite accounting for a share of surcharge tax expense amounting to approximately Rs.298.5 million, equivalent to RM3.7 million in current year, as explained in Note 11, Material Events.

The Group's net profit for the current year grew by 57.7% to RM317.0 million compared to the prior year, driven by top-line growth and higher profits in both the Malaysia and Singapore operations combined with a higher share of profit in LBCP.

## 17. Variation of Result against the Preceding Quarter

Key Financials (RM'000)	Fourth Quarter Ended 31 December 2022	Third Quarter Ended 30 September 2022	% Change
Revenue	612,754	571,633	7.2%
Profit from operations	83,475	102,372	-18.5%
Share of profit in an associate	6,497	6,819	-4.7%
Profit attributable to Owners of the Company ("Net profit")	60,121	76,391	-21.3%

The Group's revenue increased by RM41.1 million or 7.2% against the preceding quarter as a result of higher sales in Malaysia and Singapore ahead of the early 2023 CNY festive period.

The Group's profit from operations decreased by RM18.9 million or 18.5% against the preceding quarter mainly due to one off costs such as the loss on disposal of the old bottling line and higher marketing investment for CNY promotion and Winter Football activations.

The Group's net profit decreased by 21.3% primarily due to lower profit in Malaysia and lower share of profits in LBCP.

## 18. Prospects

The Group ended 2022 with a strong recovery amidst the uncertainties in the macroeconomic environment. The endemicity of COVID-19 has given the impetus behind the strong recovery. Looking ahead, the Group is mindful that the global economy remains highly uncertain and inflationary pressures is expected to rise and will have a negative impact on consumer sentiment and spending on beer. The disruption to global supply chains and the escalating commodity prices will remain a challenge that needs to be managed. The removal of total travel restriction globally is expected to boost the consumer demands as Malaysia and Singapore anticipate more inbound travellers.

Under the newly launched Sail'27 strategies, the Group will stay vigilant on cost control management whilst continuing to reinvest in its brands to sustain growth amidst the ongoing economic uncertainties.

## 19. Profit Forecast

The Group does not issue any profit forecasts.



## 20. Taxation

	Financial Period Ended 31 December	
	2022 RM'000	2021 RM'000
<u>Taxation</u>		
- Malaysia	104,972	54,564
- Outside Malaysia	17,440	8,723
	<b>122,412</b>	<b>63,287</b>
<u>Deferred tax</u>		
- Malaysia	(1,331)	(8,337)
- Outside Malaysia	(1,537)	258
<b>Tax expense</b>	<b>119,544</b>	<b>55,208</b>
Profit before taxation	444,405	259,573
Share of profit of equity accounted associate, net of tax	(21,519)	(15,180)
<b>Profit before taxation excluding share of profit of equity accounted associate, net of tax</b>	<b>422,886</b>	<b>244,393</b>
<b>Effective tax rate</b>	<b>28.27%</b>	<b>22.59%</b>

The Group's effective tax rate was higher as compared to the preceding year mainly due to Malaysia's prosperity tax in current period.

## 21. Corporate Proposals

There were no corporate proposals announced at the date of this announcement.

## 22. Borrowing and Debt Securities

Group borrowings and debt securities are as follows:

Unsecured loans	As at 31 December	As at 31 December
	2022	2021
	RM'000	RM'000
Long term – Term loans	4,046	5,504
Short term – Term loans	1,810	1,667
Short term - Revolving credits	115,122	31,623
<b>Total</b>	<b>120,978</b>	<b>38,794</b>
Denominated in RM	115,122	10,000
Denominated in SGD	5,856	28,794
<b>Total</b>	<b>120,978</b>	<b>38,794</b>

## 23. Material Litigation

There have been no material litigation since the last annual audited financial statements up to the date of this report.

## 24. Earnings Per Share

### *Basic earnings per share*

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company for the period by the weighted average number of ordinary shares outstanding during the period:

	Financial Period Ended	
	31 December	31 December
	2022	2021
Profit attributable to owners of the Company (RM'000)	317,046	200,988
Weighted average number of ordinary shares in issue ('000)	305,748	305,748
Basic earnings per share (sen)	103.70	65.74

### *Diluted earnings per share*

Not applicable.

## 25. Dividends

The Board of Directors has recommended for shareholders' approval at the forthcoming Annual General meeting a FINAL single-tier dividend of 25.0 sen per share (2021: 46.0 sen per share) in respect of the financial year ended 31 December 2022. The total amount payable for the proposed final single-tier dividend of 25.0 sen per share is RM76.4 million.

Accordingly, the total declared and proposed single-tier dividends declared for the financial period ended 31 December 2022 is 88.0 sen per share (2021: 56.0 sen per share).

## 26. Notes to the Statement of Comprehensive Income

	<b>Financial Period Ended</b>	
	<b>31 December 2022 RM'000</b>	<b>31 December 2021 RM'000</b>
Finished goods written off	(3,658)	(2,465)
Allowance for inventories written down	(4,314)	(5,574)
Depreciation and amortisation	(46,355)	(57,248)
Gain on disposal of property, plant and equipment	1,037	722
Net foreign exchange (loss)/gain	(1,387)	222
Written off of property, plant and equipment	(7,020)	(464)
Impairment of property, plant and equipment	(2,445)	-
Reversal/(impairment) loss on receivables	153	(523)

## 27. Authorisation for Issue

These interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 23 February 2023.