

**MHC Plantations Bhd (4060-V)**  
**Condensed Consolidated Statement of Comprehensive Income (Unaudited)**  
**For The Second Quarter Ended 30 June 2023**

	Current quarter 3 months ended		Cumulative quarter 6 months ended	
	30.6.2023 (Unaudited) RM' 000	30.6.2022 (Unaudited) RM'000	30.6.2023 (Unaudited) RM' 000	30.6.2022 (Unaudited) RM' 000
Revenue	115,335	180,790	222,322	334,143
Cost of sales	(104,095)	(144,212)	(202,187)	(268,748)
Gross profit	11,240	36,578	20,135	65,395
Other income	3,516	2,546	6,848	4,985
Administrative expenses	(3,213)	(2,891)	(6,601)	(5,790)
Other operating expenses	(1,333)	(1,537)	(2,657)	(2,951)
Operating profit	10,210	34,696	17,725	61,639
Finance costs	(654)	(539)	(1,110)	(1,076)
Profit/(Loss) before tax	9,556	34,157	16,615	60,563
Income tax expense	(3,025)	(7,222)	(5,563)	(11,891)
Profit/(Loss) after tax	6,531	26,935	11,052	48,672
Other comprehensive income				
Exchange difference on translation of foreign operations	89	(103)	68	2
Total comprehensive income for the period	6,620	26,832	11,120	48,674
Profit/(Loss) attributable to:				
Owners of the parent	4,281	16,308	7,099	27,780
Non-controlling interests	2,250	10,627	3,953	20,892
	6,531	26,935	11,052	48,672
Total comprehensive income attributable to:				
Owners of the parent	4,305	16,244	7,117	27,780
Non-controlling interests	2,315	10,588	4,003	20,894
	6,620	26,832	11,120	48,674
Weighted average number of shares in issue	196,544	196,544	196,544	196,544
Earnings per share in sen				
- Basic	2.18	8.30	3.61	14.13

**The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2022.**

**MHC Plantations Bhd (4060-V)**  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Financial Position**  
**as at 30 June 2023**

	<b>As at 30.6.2023 (Unaudited) RM'000</b>	<b>As at 31.12.2022 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	470,709	472,094
Investment properties	45,264	45,264
Deferred tax assets	4,519	4,648
Investment in securities	281	281
Goodwill on consolidation	43,867	43,867
	<u>564,640</u>	<u>566,154</u>
<b>Current assets</b>		
Inventories	23,209	26,813
Biological assets	3,356	3,356
Trade and other receivables	20,515	23,523
Tax recoverable	3,496	1,176
Short term investments	34,925	42,816
Fixed deposits with licensed banks	49,441	41,942
Cash and bank balances	26,364	25,506
	<u>161,306</u>	<u>165,132</u>
<b>TOTAL ASSETS</b>	<u>725,946</u>	<u>731,286</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	196,544	196,544
Reserves	107,417	111,698
	<u>303,961</u>	<u>308,242</u>
<b>Non-controlling interests</b>	288,382	293,632
<b>Total equity</b>	<u>592,343</u>	<u>601,874</u>

**Condensed Consolidated Statement of Financial Position  
as at 30 June 2023 (Contd.)**

	<b>As at 30.6.2023 (Unaudited) RM'000</b>	<b>As at 31.12.2022 (Audited) RM'000</b>
<b>EQUITY AND LIABILITIES (CONTD.)</b>		
<b>Non-current liabilities</b>		
Loans and borrowings	21,059	25,561
Deferred tax liabilities	50,143	50,636
Lease liabilities	3,364	2,868
	<u>74,566</u>	<u>79,065</u>
<b>Current liabilities</b>		
Trade and other payables	27,587	33,983
Loans and borrowings	26,700	10,948
Lease liabilities	1,095	1,025
Taxation	3,655	4,391
	<u>59,037</u>	<u>50,347</u>
<b>Total liabilities</b>	<u>133,603</u>	<u>129,412</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>725,946</u>	<u>731,286</u>
<b>Net Tangible Asset Per Share (RM)</b>	<u>1.32</u>	<u>1.35</u>
<b>Net Asset Per Share (RM)</b>	<u>1.55</u>	<u>1.57</u>

**The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2022.**

**MHC Plantations Bhd (4060-V)**  
**Condensed Consolidated Statements of Changes in Equity (Unaudited)**  
**For The Second Quarter Ended 30 June 2023**

	Non-Distributable						Distributable		Total	Non-controlling Interests	Total Equity
	Share Capital RM' 000	Capital Reserve RM' 000	Other Reserve RM' 000	Revaluation Reserve RM' 000	Fair value adjustment reserve RM'000	Foreign currency translation reserve RM'000	Capital Reserve RM' 000	Retained Profits RM' 000			
<b>Opening balance at 1 Jan 2022</b>	196,544	5,737	(32,523)	789	(63)	(292)	8	115,041	285,241	281,898	567,139
Total comprehensive income for the period	-	-	(36)	-	-	-	-	27,780	27,744	20,894	48,638
Dividends paid to the equity holders of the Company	-	-	-	-	-	-	-	(11,793)	(11,793)	-	(11,793)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(8,601)	(8,601)
Acquisition of non-controlling interest	-	-	-	-	-	-	-	-	-	(16)	(16)
<b>Closing balance at 30 June 2022</b>	<b>196,544</b>	<b>5,737</b>	<b>(32,559)</b>	<b>789</b>	<b>(63)</b>	<b>(292)</b>	<b>8</b>	<b>131,028</b>	<b>301,192</b>	<b>294,175</b>	<b>595,367</b>
<b>Opening balance at 1 Jan 2023</b>	196,544	5,737	(32,670)	789	(61)	(298)	8	138,193	308,242	293,632	601,874
Total comprehensive income for the period	-	-	-	-	-	19	-	7,099	7,118	4,021	11,139
Dividends paid to the equity holders of the Company	-	-	-	-	-	-	-	(11,793)	(11,793)	-	(11,793)
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(8,601)	(8,601)
Acquisition of non-controlling interest	-	-	-	-	-	-	-	394	394	(670)	(276)
<b>Closing balance at 30 June 2023</b>	<b>196,544</b>	<b>5,737</b>	<b>(32,670)</b>	<b>789</b>	<b>(61)</b>	<b>(279)</b>	<b>8</b>	<b>133,893</b>	<b>303,961</b>	<b>288,382</b>	<b>592,343</b>

**The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2022.**

**MHC Plantations Bhd (4060-V)**  
**Condensed Consolidated Statement of Cash Flows (Unaudited)**  
**For The Second Quarter Ended 30 June 2023**

	<b>6 months ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>RM' 000</b>	<b>RM' 000</b>
<b>Operating activities</b>		
Profit before taxation	16,615	60,563
Adjustments for:		
Depreciation and amortisation	15,112	14,883
Reversal of allowance for expected credit losses	(66)	(3)
Interest expense	1,110	1,076
(Gain)/Loss on disposal of property, plant and equipment	17	-
Property, plant and equipment written off	74	308
Interest income	(1,094)	(478)
Total adjustments	15,153	15,786
<b>Operating cash flows before changes in working capital</b>	<b>31,768</b>	<b>76,349</b>
Changes in working capital:		
Inventories	3,605	(11,434)
Receivables	2,510	1,854
Payables	(5,840)	(8,353)
Total changes in working capital	275	(17,933)
Cash generated from operations	32,043	58,416
Interest received	1,094	478
Interest paid	(1,110)	(1,081)
Tax paid	(8,983)	(8,887)
<b>Net cash flows from/(used in) operating activities</b>	<b>23,044</b>	<b>48,926</b>
<b>Investing activities</b>		
Proceeds from disposal of property, plant and equipment	833	-
Increase in investment in a subsidiary	(276)	-
Purchase of property, plant and equipment	(13,003)	(5,497)
Net change in short term investments	7,891	2,164
<b>Net cash flows (used in)/from investing activities</b>	<b>(4,555)</b>	<b>(3,333)</b>
<b>Financing activities</b>		
Drawdown of revolving credit	15,000	20,000
Drawdown of term loan	-	100
Purchase of treasury shares in a subsidiary	-	(52)
Repayment of revolving credit	-	(15,000)
Repayment of term loan	(3,750)	(8,654)
Repayment of lease liabilities	(972)	(547)
Dividends paid to the equity holders of the Company	(11,793)	(11,793)
Dividends paid to non-controlling shareholders	(8,584)	(8,601)
<b>Net cash flows from/(used in) financing activities</b>	<b>(10,099)</b>	<b>(24,547)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>8,390</b>	<b>21,046</b>
Effect on exchange rate changes on cash and cash equivalents	75	1
<b>Cash and cash equivalents as at 1 January</b>	<b>62,827</b>	<b>46,440</b>
<b>Cash and cash equivalents as at 31 March</b>	<b>71,292</b>	<b>67,487</b>
<b>Cash and cash equivalents :</b>		
Fixed deposits with licensed banks	49,441	26,295
Cash and bank balances	26,364	45,807
	75,805	72,102
Less : Fixed deposits pledged	(4,513)	(4,615)
	71,292	67,487

**The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2022.**

## Notes to the condensed consolidated interim financial statements

### 1. Basis of preparation

The condensed consolidated interim financial statements for the financial period ended 30 June 2023 have been prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022.

The accounting policies used in the preparation of condensed consolidated interim financial statements are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

### 2. Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2022.

At the date of authorization of these interim financial statements, the following MFRSs were issued but not yet effective and have not been applied by the Group:

<b>Amendments to MFRSs</b>	<b>Effective Date</b>
• Amendments to MFRS 101: Presentation of Financial statements (Classification of Liabilities as Current or Non-current)	1 Jan 2024
• Amendments to MFRS 16: Leases (Lease Liability in a Sale and Leaseback)	1 Jan 2024
• Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 Jan 2024

### 3. Auditors’ report

The auditor’s report on the preceding annual financial statements was not qualified.

### 4. Seasonal and cyclical factors

The business of the Group is cyclical in nature and the third quarter is normally the peak production season.

### 5. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 30 June 2023.

6. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

7. Equity and debt securities

There were no issuance, cancellation, resale, repurchase and repayment of equity or debt securities during the financial period ended 30 June 2023.

8. Dividend paid

On 31 March 2023, the Board approved the following single-tier dividend:

(i) A single-tier interim dividend of 3.0 sen per ordinary share totalling RM5,896,319 in respect for the financial year ending 31 December 2023 and paid on 9 May 2023; and

(ii) A single-tier “bumper profit” special dividend of 3.0 sen per ordinary share totalling RM5,896,319 in respect for the financial year ended 31 December 2022 and paid on 9 May 2023.

9. Segment information

The Group has three reportable segments, as described below, which are the Group’s strategies business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group’s reportable segments:

- a. Plantation - Cultivation of oil palm
- b. Oil Mill - Milling and sales of oil palm products
- c. Power Plant – Power Generation and sales of biomass by-products

Information about reportable segments

	Results for 3 months ended 30 June							
	Plantation		Oil Mill		Power Plant		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	5,837	10,247	96,380	156,633	12,853	13,552	115,070	180,432
Inter-segment revenue	17,553	28,803	-	-	-	-	17,553	28,803
Segment profit/(loss)	4,042	21,131	4,032	9,463	2,416	4,449	10,490	35,043

9. Segment information (Cont'd)

	<b>3 months ended 30.6.2023 (Unaudited)</b>	<b>3 months ended 30.6.2022 (Unaudited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segment profit is reconciled to consolidated profit before tax as follows:</b>		
Segment profit	10,490	35,043
Other non-reportable segments	250	23
Amortisation of group land cost	(631)	(631)
Elimination of inter-segment profits	40	130
Unallocated corporate (expenses)/income	(593)	(408)
Consolidated profit/(loss) before tax	<u>9,556</u>	<u>34,157</u>

	<b>Results for 6 months ended 30 June</b>							
	<b>Plantation</b>		<b>Oil Mill</b>		<b>Power Plant</b>		<b>Total</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
External revenue	12,463	20,721	189,035	285,111	20,343	27,559	221,841	333,391
Inter-segment revenue	34,561	55,145	-	-	-	-	34,561	55,145
Segment profit/(loss)	11,046	43,018	6,331	9,266	1,108	10,019	18,485	62,303

	<b>6 months ended 30.6.2023 (Unaudited)</b>	<b>6 months ended 30.6.2022 (Unaudited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segment profit is reconciled to consolidated profit before tax as follows:</b>		
Segment profit	18,485	62,303
Other non-reportable segments	225	813
Amortisation of group land cost	(1,261)	(1,261)
Elimination of inter-segment profits	196	(524)
Unallocated corporate (expenses)/income	(1,030)	(768)
Consolidated profit/(loss) before tax	<u>16,615</u>	<u>60,563</u>

10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter ended 30 June 2023.

11. Contingent Assets and Liabilities

There were no changes in other contingent liabilities or contingent assets since the last annual statement of financial position as at 31 December 2022.

12. Capital commitments

	RM'000
Capital expenditure:	
Approved and contracted for	33,269
Approved but not contracted for	<u>20,439</u>
	<u>53,708</u>

13. Subsequent event

There were no material subsequent events to the end of the current quarter.

## Information required by BMSB Listing Requirements

### 1. Review of performance

#### Financial review for current quarter and financial year to date

	Individual Period (2nd Quarter)			Cumulative Period (6 months ended)			
	Current year Quarter 30.6.2023 (Unaudited) RM'000	Preceding Year Corresponding Quarter 30.6.2022 (Unaudited) RM'000	Changes (%)	Current Year To- date 30.6.2023 (Unaudited) RM'000	Preceding Year Corresponding Period 30.6.2022 (Unaudited) RM'000	Changes (%)	
Revenue	115,335	180,790	-36%	222,322	334,143	-33%	
Operating profit	10,210	34,696	-71%	17,725	61,639	-71%	
Profit before tax	9,556	34,157	-72%	16,615	60,563	-73%	
Profit after tax	6,531	26,935	-76%	11,052	48,672	-77%	
Profit attributable to ordinary equity holders of the Parent	4,281	16,308	-74%	7,099	27,780	-74%	
<b><i>Operational Statistics</i></b>							
Production:							
FFB	(mt)	33,428	30,569	9%	65,680	60,211	9%
CPO	(mt)	21,942	21,556	2%	41,994	39,637	6%
PK	(mt)	5,938	5,639	5%	11,252	10,710	5%
Average selling price:							
FFB	(RM/mt)	691	1,329	-48%	705	1,273	-45%
CPO	(RM/mt)	3,829	6,661	-43%	3,903	6,248	-38%
PK	(RM/mt)	1,983	3,669	-46%	2,008	4,121	-51%
Quantity sold:							
CPO	(mt)	21,959	20,659	6%	42,677	38,874	10%
PK	(mt)	6,195	5,186	19%	11,196	10,245	9%
Oil Extraction Rate (%)		19.18	19.67	-2%	19.07	19.18	-1%
Electricity Export(MWh)		17,474	13,603	28%	28,183	28,087	0%

## 1. Review of performance (Cont'd)

### **Current Quarter vs. Previous Year Corresponding Quarter**

The Group recorded a revenue of RM115.34 million and profit before tax of RM9.56 million for the current quarter ended 30 June 2023 as compared to a revenue of RM180.79 million and profit before tax of RM34.16 million in the preceding year corresponding quarter ended 30 June 2022. The significant decreases in revenue and profit before tax were mainly due to the drop in average selling prices of crude palm oil (CPO), palm kernel (PK), fresh fruit bunches (FFB) and empty fruit bunch (EFB) Oil by 43%, 46%, 48% and 39% respectively despite the increases in the sales volume of FFB, CPO and PK by 9%, 6% and 19% respectively.

Performance of the respective operating business segments for this quarter under review as compared to the previous corresponding quarter was analysed as follows:

- (i) Plantation – The substantial decrease in Segment profit by RM17.09 million (81%) from RM21.13 million to RM4.04 million was mainly due to a 48% decrease in average FFB selling price and higher costs of production in the current quarter as a result of higher application of fertiliser and labour costs despite an increase in FFB production by 9%.
- (ii) Oil Mill – The decrease in Segment profit by RM5.43 million (57%) from RM9.46 million to RM4.03 million was mainly due to a lower mill processing margin.
- (iii) Power Plant – The decrease in Segment profit by RM2.03 million (46%) from RM4.45 million to RM2.42 million mainly due to a decrease in EFB oil selling price by 39%.

### **Current Year-to-date vs. Previous Year-to-date**

For this financial period under review, the Group recorded a revenue of RM222.32 million and profit before tax of RM16.62 million as compared to a revenue of RM334.14 million and profit before tax of RM60.56 million in the preceding year corresponding period. The significant decreases in revenue and profit before tax were mainly due to the drop in average selling prices of CPO, PK, FFB and EFB Oil by 38%, 51%, 45% and 36% respectively despite the increases in the sales volume of FFB, CPO and PK by 9%, 10% and 9% respectively.

Performance of the respective operating business segments for this financial period under review as compared to the previous financial corresponding period was analysed as follows:

- (i) Plantation – The substantial decrease in Segment profit by RM31.97 million (74%) from RM43.02 million to RM11.05 million was mainly due to a 45% decrease in average FFB selling price and higher costs of production in the current period as a result of higher application of fertiliser and labour costs despite an increase in FFB production by 9%.
- (ii) Oil Mill – The decrease in Segment profit by RM2.93 million (32%) from RM9.26 million to RM6.33 million was mainly due to a lower mill processing margin.
- (iii) Power Plant – The substantial decrease in Segment profit by RM8.91 million (89%) from RM10.02 million to RM1.11 million mainly due to a decrease in EFB oil sales volume by 12% and average selling price by 36%. The decrease in EFB sales volume was caused by the shutdown maintenance and repair of the biomass plant since October 2022. The biomass power plant has since resumed operation as of 15 February 2023.

2. Financial review for current quarter compared with immediate preceding quarter

			<b>Current quarter 30.6.2023 (Unaudited) RM'000</b>	<b>Immediate Preceding Quarter 31.3.2023 (Unaudited) RM'000</b>	<b>Changes (%)</b>
Revenue			115,335	106,987	8%
Operating profit			10,210	7,515	36%
Profit before tax			9,556	7,059	35%
Profit after tax			6,531	4,521	44%
Profit attributable to ordinary equity holders of the Parent			4,281	2,818	52%
<b><i>Operational Statistics</i></b>					
Production:					
FFB	(mt)		33,428	32,253	4%
CPO	(mt)		21,942	20,052	9%
PK	(mt)		5,938	5,314	12%
Average selling price:					
FFB	(RM/mt)		691	718	-4%
CPO	(RM/mt)		3,829	3,980	-4%
PK	(RM/mt)		1,983	2,039	-3%
Quantity sold:					
CPO	(mt)		21,959	20,718	6%
PK	(mt)		6,195	5,000	24%
Oil Extraction Rate (%)			19.18	18.95	1%
Electricity Export(MWh)			17,474	10,709	63%

The Group recorded a profit before tax of RM9.56 million in the quarter under review as compared to a profit before tax of RM7.06 million in the immediate preceding quarter. The increase in profit before tax was primarily driven by the successful resumption of the Biomass power plant's operations since 15th February 2023 leading to a 63% surge in power exports and a twofold increase in EFB oil sales volume during the quarter.

### 3. Commentary on prospects

The Group expects FFB production to increase in the current financial year ending 31 December 2023 due to more replanted areas reaching maturity and improvement in the labour shortages.

The Group expects CPO prices to remain firm in the second half of 2023 in view of the lower than expected production in Malaysia and Indonesia amid the prolonged Russia-Ukraine conflict.

The Group remains focused on improving cost efficiencies, increasing yields, and enhancing productivity through mechanization efforts and the replanting of older and less productive oil palm stands.

Based on the above, we expect the Group to perform satisfactorily for the financial year 2023.

### 4. Profit forecast

Not applicable as there was no profit forecast published.

### 5. Profit/(Loss) before taxation

This is arrived at after crediting/ (charging):

	Current quarter		Cumulative quarter	
	3 months ended		6 months ended	
	30.6.2023	30.6.2022	30.6.2023	30.6.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Gain/(Loss) on disposal of plant and equipment	(27)	-	(17)	-
Reversal of allowance for expected credit losses	-	-	66	3
Interest income	494	293	1,094	478
Interest expense	(654)	(539)	(1,110)	(1,076)
Depreciation and amortisation	(7,551)	(7,446)	(15,112)	(14,883)
Property, plant and equipment written off	(25)	-	(74)	(308)

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

## 6. Income tax expense

Taxation is provided at the prevailing statutory rate based on the operating profit for the quarter as follows:

	Current quarter		Cumulative quarter	
	3 months ended		6 months ended	
	30.6.2023	30.6.2022	30.6.2023	30.6.2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Current tax:				
-Malaysian income tax	3,174	6,798	5,675	11,573
-Under/(over) provision of tax	328	(24)	293	200
	3,502	6,774	5,968	11,773
Deferred tax				
- relating to origination and reversal of temporary differences	(467)	415	(439)	238
- under/(over) provision of tax	(10)	33	34	(120)
	(477)	448	(405)	118
Total income tax expense	3,025	7,222	5,563	11,891

The Group's effective tax rate for current quarter and cumulative quarter was higher than the statutory tax rate of 24% due to the non-recognition of deferred tax asset arising from losses in certain subsidiaries.

## 7. Corporate proposal

There was no corporate proposal for the current quarter under review.

## 8. Borrowings

The total borrowings incurred by the Group and outstanding as at end of the current quarter are as follows:

	As at	
	30.6.2023	31.12.2022
	(Unaudited)	(Audited)
	RM'000	RM'000
<b>Short term borrowings</b>		
Secured:		
Term loans	7,500	6,748
Short term revolving credits	19,100	4,100
Unsecured:		
Short term revolving credits	100	100
	26,700	10,948
<b>Long term borrowings</b>		
Secured:		
Term loans	21,059	25,561
<b>Total borrowings</b>		
Secured:		
Term loans	28,559	32,309
Short term revolving credits	19,100	4,100
Unsecured:		
Short term revolving credits	100	100
	47,759	36,509

9. Trade and Other Receivables

		As at	
		30.6.2023	31.12.2022
		(Unaudited)	(Audited)
		RM'000	RM'000
<b>Current</b>			
Trade receivables:			
- Non-related parties		8,574	13,432
Less: Allowance for doubtful debts		(219)	(224)
		8,355	13,208
Other receivables, net		12,160	10,315
		20,515	23,523

The credit period of trade receivables is generally for a period of one month.

The ageing analysis of trade receivables is as follows:

		As at	
		30.6.2023	31.12.2022
		(Unaudited)	(Audited)
		RM'000	RM'000
Neither past due nor impaired		8,158	13,208
1 - 30 days past due not impaired		195	-
31 - 60 days past due not impaired		-	-
61 - 90 days past due not impaired		11	-
More than 90 days past due not impaired		210	224
		416	224
Impaired		(219)	(224)
		8,355	13,208

10. Disclosure of derivatives

The Group did not enter into any derivative contract and accordingly, there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 30 June 2023.

11. Changes in material litigation

There are no pending material litigations as at the date of this report.

12. Dividend payable

No interim dividend has been declared for the current quarter ended 30 June 2023.

### 13. Earnings per share

#### a) Basic

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 of 196,543,970 (2018 – 196,543,970) in issue during the financial period.

	<b>Current quarter</b>		<b>Cumulative quarter</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2023</b>	<b>30.6.2022</b>	<b>30.6.2023</b>	<b>30.6.2022</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit/(Loss) attributable to the owners of the Company	4,281	16,308	7,099	27,780
Weighted average number of ordinary shares in issue	196,544	196,544	196,544	196,544
Basic earnings per share (sen)	2.18	8.30	3.61	14.13

#### b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet date and therefore, diluted earnings per share have not been presented.

### 14. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 10 August 2023.