

**BPPLAS**

**BP PLASTICS HOLDING BHD**  
 [Registration No. 200401006398 (644902-V)]  
 (Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS  
 FOR THE FIRST QUARTER ENDED 31 MARCH 2022**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Note	Individual Quarter			Cumulative Quarter		
		Current Year Quarter 31 Mar 2022 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31 Mar 2021 (Unaudited) RM'000	Change %	Current Year To Date 31 Mar 2022 (Unaudited) RM'000	Preceding Year Corresponding Period 31 Mar 2021 (Unaudited) RM'000	Change %
Revenue	A.9	131,918	100,064	31.83	131,918	100,064	31.83
Operating profit		8,612	11,511		8,612	11,511	
Other income		562	409		562	409	
Profit before taxation	B.5	9,174	11,920	-23.04	9,174	11,920	-23.04
Income tax expense	B.6	(1,632)	(2,245)	-27.31	(1,632)	(2,245)	-27.31
Profit after taxation, representing total comprehensive income for the period, attributable to the owners of the Company		7,542	9,675	-22.05	7,542	9,675	-22.05
Basic and diluted earnings per share attributable to the owners of the Company (sen):	B.17	2.68	3.44	-22.09	2.68	3.44	-22.09

*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.*

**BP PLASTICS HOLDING BHD**  
**[Registration No. 200401006398 (644902-V)]**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2022**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(Unaudited) As at end of Current Quarter 31 Mar 2022	(Audited) As at Preceding Financial Year Ended 31 Dec 2021
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	94,754	89,179
Investment property	960	965
Right-of-use of assets	5,136	5,178
	100,850	95,322
<b>Current assets</b>		
Inventories	89,673	89,240
Trade and other receivables	53,376	70,913
Short-term investments	36,099	33,462
Cash and bank balances	29,881	27,457
	209,029	221,072
<b>TOTAL ASSETS</b>	<b>309,879</b>	<b>316,394</b>
<b>Equity</b>		
Share capital	98,773	98,773
Treasury shares	(21)	(21)
Retained earnings	134,773	132,861
	233,525	231,613
<b>Non-current liability</b>		
Deferred tax liabilities	11,604	11,442
<b>Current liabilities</b>		
Trade and other payables	62,801	71,035
Current tax liabilities	1,949	2,304
	64,750	73,339
<b>TOTAL LIABILITIES</b>	<b>76,354</b>	<b>84,781</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>309,879</b>	<b>316,394</b>
<i>Net assets per share attributable to the owners of the Company (RM)</i>	<i>0.83</i>	<i>0.82</i>

**Remark**

*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.*

**BP PLASTICS HOLDING BHD**  
**[Registration No. 200401006398 (644902-V)]**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2022**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share Capital RM'000	Non distributable Treasury Shares RM'000	Distributable Retained Earnings RM'000	Total RM'000
<i>For the period ended 31 March 2022</i>				
<b>At 1 January 2022</b>	<b>98,773</b>	<b>(21)</b>	<b>132,861</b>	<b>231,613</b>
Dividends to shareholders	-	-	(5,630)	(5,630)
Total comprehensive income for the period	-	-	7,542	7,542
<b>At 31 March 2022</b>	<b>98,773</b>	<b>(21)</b>	<b>134,773</b>	<b>233,525</b>
<i>For the period ended 31 March 2021</i>				
<b>At 1 January 2021</b>	<b>98,773</b>	<b>(21)</b>	<b>107,037</b>	<b>205,789</b>
Dividends to shareholders	-	-	(3,753)	(3,753)
Total comprehensive income for the period	-	-	9,675	9,675
<b>At 31 March 2021</b>	<b>98,773</b>	<b>(21)</b>	<b>112,959</b>	<b>211,711</b>

**Remark**

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the interim financial statements.*

**BP PLASTICS HOLDING BHD**  
**[Registration No. 200401006398 (644902-V)]**  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2022**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Unaudited 3 months ended 31 Mar 2022 RM'000	Unaudited 3 months ended 31 Mar 2021 RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	9,174	11,920
<u>Adjustments for :</u>		
Depreciation of property, plant and equipment	2,779	2,556
Depreciation of investment property	6	6
Depreciation of right-of-use assets	41	41
Property, plant and equipment written off	-	1
Interest income	(254)	(311)
Reversal of impairment loss on receivables	(6)	-
(Gain)/loss on foreign exchange - unrealised	(87)	168
Operating cash flows before working capital changes	11,653	14,381
(Increase)/decrease in inventories	(433)	12,009
Decrease in receivables	17,620	2,267
Decrease in payables	(8,252)	(24,445)
Cash flows from operations	20,588	4,212
Income taxes paid	(1,826)	(2,284)
<b>Net cash flows from operating activities</b>	<b>18,762</b>	<b>1,928</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(8,353)	(6,498)
Purchase of short-term investments	(2,638)	(970)
Interest received	254	311
<b>Net cash flows used in investing activities</b>	<b>(10,737)</b>	<b>(7,157)</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid	(5,630)	(3,753)
<b>Net cash flows used in financing activities</b>	<b>(5,630)</b>	<b>(3,753)</b>
Net increase in cash and cash equivalents	2,395	(8,982)
<b>Cash and cash equivalents at 1 January</b>	<b>27,457</b>	<b>27,240</b>
Effects of exchange differences	29	78
<b>Cash and cash equivalents at 31 March</b>	<b>29,881</b>	<b>18,336</b>
<u>Notes :</u>		
Cash and cash equivalents in the statement of cash flows comprise of :-		
Cash and bank balances	19,881	18,336
Fixed deposits with a licensed bank	10,000	-
	<b>29,881</b>	<b>18,336</b>

**Remark**

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the interim financial statements.*

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

---

### PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

#### A.1 Corporate information

BP Plastics Holding Bhd is a public limited liability company incorporated and domiciled in Malaysia and is listed on the Main Market of Bursa Malaysia Securities Berhad (“Bursa Securities”).

These condensed consolidated interim financial statements were approved by the Board of Directors on 23 May 2022.

#### A.2 Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134- *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Securities. The interim financial statements also comply with International Accounting Standard (“IAS”) 34- *Interim Financial Reporting* issued by the International Accounting Standards Board (“IASB”).

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 December 2021.

The accounting policies and method of computation adopted by the Group in the interim financial statements are consistent with those adopted in the financial statements for the year ended 31 December 2021.

During the current financial year, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments, if any):

- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract
- Annual Improvements to MFRS Standards 2018 – 2020

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) did not have any effect on the Group’s accounting policies and no financial impact on the financial performance of the Group.

#### A.3 Standards and interpretations issued but not yet effective

As at date of authorisation of issuance of these interim financial statements, the following new amendments to MFRSs which are applicable to the Group, were issued but not yet effective, and have not been applied by the Group:

##### *Amendments effective for annual periods beginning on or after 1 January 2023*

- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101: Disclosure of Accounting Policies

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

---

- Amendments to MFRS 108: Definition of Accounting Estimates
- Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above amendments is expected to have no material impact on the financial statements of the Group in the period of initial application.

### A.4 Seasonal or cyclical factors

The operations and performance of the Group during the current quarter under review have not been materially affected by any seasonal or cyclical factors.

### A.5 Unusual items affecting the assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

### A.6 Changes in estimates

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

### A.7 Debt and equity securities

There was no issuance or repayment of debt and equity securities, share buy-backs and share cancellations, for the current quarter under review.

As at 31 March 2022, the number of treasury shares held by the Company amounted to 52,500 shares. None of the treasury shares held were resold or cancelled during the current quarter under review.

### A.8 Dividend paid

The following dividend payments were made during the current quarter and 3 months period ended 31 March 2022:

	<b>RM'000</b>
In respect of the financial year ended 31 December 2021:	
- Third Single Tier interim dividend of 2 sen per share, paid on 6 January 2022	3,753
- Special Single Tier interim dividend of 1 sen per share, paid on 6 January 2022	1,877
Total dividends paid as at 31 March 2022	<u>5,630</u>

On 21 February 2022, the Company declared a fourth single tier interim dividend of 2 sen per share amounting to RM5.63 million in respect of the financial year ended 31 December 2021 that was paid on 8 April 2022.

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

---

### A.9 Segment information

The Group is principally involved in manufacturing of plastics packaging products which are carried out in Malaysia.

Revenue of the Group is derived from the geographical segments as follows:

	Current quarter				Cumulative quarter			
	3 months ended		3 months ended		3 months ended		3 months ended	
	31 Mar		31 Mar		31 Mar		31 Mar	
	2022		2021		2022		2021	
	RM'000		RM'000		RM'000		RM'000	
Operating revenue:								
Asia countries	76,962	59%	65,181	65%	76,962	59%	65,181	65%
Malaysia	38,689	29%	24,453	24%	38,689	29%	24,453	24%
Others	16,267	12%	10,430	11%	16,267	12%	10,430	11%
Total operating revenue	<u>131,918</u>	100%	<u>100,064</u>	100%	<u>131,918</u>	100%	<u>100,064</u>	100%

### A.10 Material events subsequent to the reporting date

There were no other material events subsequent to the quarter ended 31 March 2022 that have not been reflected in the interim financial statements as at the date of this report.

### A.11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

### A.12 Changes in contingent liabilities or contingent assets

There were no changes in contingent liabilities or contingent assets since the last annual statements of financial position as at 31 December 2021.

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

### PART B: ADDITIONAL NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

#### B.1 Review of performance

The Group's performance for the current quarter ("1Q22") compared with last financial year's corresponding quarter ("1Q21") is as follows:

Description	Unaudited 1Q22 RM'000	Unaudited 1Q21 RM'000	Change %
Revenue	131,918	100,064	+31.83
PBT	9,174	11,920	-23.04
PAT	7,542	9,675	-22.05

#### Quarter Review (1Q22 vs 1Q21)

For the current quarter, the Group's unaudited operating revenue of RM131.92 million was higher compared to RM100.06 million in 1Q21. The increase was attributable to stronger demand and higher selling price for the quarter under review.

The Group recorded a lower unaudited profit before tax (PBT) and unaudited profit after tax (PAT) for the quarter under review of RM9.17 million and RM7.54 million respectively, representing a decrease of 23.04% and 22.05% compared to unaudited PBT and PAT of RM11.92 million and RM9.68 million respectively in 1Q21.

The lower unaudited PBT and PAT for the quarter under review were mainly due to elevated production costs arising amongst others, from the unexpected Ukraine conflict.

#### B.2 Variation of results against last quarter

The Group's performance for the current quarter ("1Q22") compared with the preceding quarter ("4Q21") is as follows:

Description	Unaudited 1Q22 RM'000	Unaudited 4Q21 RM'000	Change %
Revenue	131,918	124,812	+5.69
PBT	9,174	14,041	-34.66
PAT	7,542	11,909	-36.67

Unaudited operating revenue for the current quarter of RM131.92 million was higher by 5.69% compared to RM124.81 million in 4Q21 due to stronger demand for the quarter under review.

The Group recorded a lower unaudited PBT and PAT for the quarter under review of RM9.17 million and RM7.54 million respectively, representing a decrease of 34.66% and 36.67% compared to unaudited PBT and PAT of RM14.04 million and RM11.91 million respectively in 4Q21.



# **BP PLASTICS HOLDING BHD**

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## **INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022**

---

The lower unaudited PBT and PAT for the quarter under review were mainly due to elevated production costs arising amongst others, from the unexpected Ukraine conflict.

### **B.3 Prospects**

Bank Negara Malaysia (BNM) has increased its overnight policy rate (OPR) by 0.25% to 2% as global inflationary pressures have increased sharply due to rise in commodity prices, strained supply chains following the military conflicts in Ukraine and the strict Covid-19 containment measures in China.

The Group remains cautiously optimistic of sustained and growing demand for plastic packaging products along with the economic recoveries and positive market sentiment. Moving forward, the Group's management and staff at all levels shall continue to undertake measures to protect the health and safety of employees, focus on supply chain and cost management in response to the removal of Imbalance Cost Pass-Through (ICPT) electricity rebates, minimum wages hike and high commodity prices, as well as preparedness in undertaking suitable expansion, capacity or technology adoption.

Despite the challenges ahead, the Group remains committed to deliver a profitable performance for the financial year ending 31 December 2022.

### **B.4 Variance of actual profit from profit forecast**

This note is not applicable as the Group did not issue nor publish any profit forecast for the current year under review.

## BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

### INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

#### B.5 Profit before tax

Included in the profit before tax are the following items:

	Current quarter 3 Months ended		Cumulative quarter 3 Months ended	
	31 Mar 2022 RM'000	31 Mar 2021 RM'000	31 Mar 2022 RM'000	31 Mar 2021 RM'000
Interest income	(254)	(311)	(254)	(311)
Rental income	(10)	(10)	(10)	(10)
Depreciation of property, plant and equipment	2,779	2,556	2,779	2,556
Depreciation of investment property	6	6	6	6
Depreciation of right-of-use assets	41	41	41	41
Reversal of impairment loss on receivables	(6)	-	(6)	-
Foreign exchange gain – Realised	(52)	(110)	(52)	(110)
Foreign exchange (gain)/loss – Unrealised	(87)	168	(87)	168

#### B.6 Taxation

	Current Quarter 3 Months ended		Cumulative Quarter 3 Months ended	
	31 Mar 2022 RM'000	31 Mar 2021 RM'000	31 Mar 2022 RM'000	31 Mar 2021 RM'000
Income tax	1,470	2,060	1,470	2,060
Deferred tax	162	185	162	185
	1,632	2,245	1,632	2,245

Income tax expense is recognised in each interim period based on the best estimate of the weighted average annual income tax rate expected for the full financial year.

The Group's effective tax rate for the 3 months period under review was 17.79%, which is lower than the statutory tax rate due mainly to the reinvestment allowance in one of the subsidiary company.

#### B.7 Unquoted investments and/or properties

There were no purchases or disposal of unquoted investments and/or properties for the current quarter under review.

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

---

### B.8 Quoted investments

There were purchases of short-term investments of RM2.64 million in money market funds for the current quarter under review.

### B.9 Status on corporate proposals

There was no corporate proposal announced and not completed as at the date of this quarterly report.

### B.10 Group borrowings

The Group has no borrowing as at end of the current quarter under review.

### B.11 Financial derivatives

There were no outstanding derivatives as at the end of the reporting period.

### B.12 Material litigation

There was no material litigation as at the date of this quarterly report.

### B.13 Capital commitment

Capital commitment of the Group as at end of the current quarter is as follows:

	<b>31 Mar 2022</b>	<b>31 Dec 2021</b>
	<b>RM'000</b>	<b>RM'000</b>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Approved and contracted for	20,277	22,222

### B.14 Proposed dividend

The Board of Directors of the Company proposed a first single tier interim dividend of 1.5 sen per share in respect of the financial year ending 31 December 2022.

The entitlement date is fixed on 22 June 2022 and payment will be made on 7 July 2022.

### B.15 Auditors' report on preceding annual financial statements

The auditors' report of the Group in respect of the annual financial statements for the year ended 31 December 2021 was not subject to any audit qualification.

# BP PLASTICS HOLDING BHD

[Registration No. 200401006398 (644902-V)]

(Incorporated in Malaysia)

---

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2022

---

### B.16 Earnings per share

#### i) Basic earnings per share

The calculation of basic earnings per share is based on the net profit attributable to ordinary shareholders and weighted average number of shares outstanding as follows:-

		3 months ended	
		31 Mar 2022	31 Mar 2021
Net profit for the period	(RM'000)	7,542	9,675
Weighted average number of ordinary shares	('000)	281,479	281,479
Basic earnings per share	(sen)	2.68	3.44

#### ii) Diluted earnings per share

Diluted earnings per ordinary share is not presented as the warrants are anti-dilutive where the average market price of ordinary shares during the current financial period does not exceed the exercise price of the warrants.

**By Order of the Board**

**Company Secretary**

DATED: 23 May 2022