



INTERIM REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2023
Condensed Consolidated Statement of Financial Position as at 30 September 2023
(The figures have not been audited)

	Note	30 September 2023 RM'000	31 December 2022 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		1,096,418	1,091,834
Bearer plants		830,881	864,726
Inventories		58,470	58,191
Right-of-use assets		498,083	504,174
Investment in a joint venture		2,498	19,632
Intangible assets		168,250	168,255
Deferred tax assets		5,143	5,151
		2,659,743	2,711,963
Current Assets			
Inventories		543,409	470,637
Biological assets		24,847	21,930
Trade and other receivables		383,070	292,584
Current tax recoverable		42,142	17,309
Derivatives	B9	1,342	1,605
Other investments		619,243	124,302
Cash and bank balances		851,757	1,253,646
		2,465,810	2,182,013
TOTAL ASSETS		5,125,553	4,893,976
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		914,847	914,474
Employee share option reserve		18,240	16,006
Other reserves		6,433	2,922
Retained earnings		2,495,131	2,361,709
		3,434,651	3,295,111
Non-controlling interests		154,497	152,203
Total equity		3,589,148	3,447,314

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Financial Position as at 30 September 2023 (Continued)
(The figures have not been audited)

	Note	30 September 2023 RM'000	31 December 2022 RM'000
Non-current liabilities			
Loans and borrowings	B8	188,132	446,125
Deferred tax liabilities		392,505	389,212
Government grants		12,482	13,274
Lease liabilities		1,651	895
		<u>594,770</u>	<u>849,506</u>
Current liabilities			
Loans and borrowings	B8	640,306	314,829
Trade and other payables		289,678	270,232
Current tax payable		6,414	10,328
Government grants		1,058	1,064
Derivatives	B9	3,573	48
Lease liabilities		606	655
		<u>941,635</u>	<u>597,156</u>
Total liabilities		<u>1,536,405</u>	<u>1,446,662</u>
TOTAL EQUITY AND LIABILITIES		<u>5,125,553</u>	<u>4,893,976</u>
Net assets per share attributable to owners of the Company (RM)		3.86	3.70
No. of share ('000)		890,302	890,164

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Comprehensive Income
For the Nine-Months Period ended 30 September 2023
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended		9 months ended	
		2023	2022	2023	2022
		RM'000	RM'000	RM'000	RM'000
Continuing Operations					
Revenue		1,273,048	1,323,771	3,655,413	4,157,813
Cost of sales		(1,152,333)	(1,175,706)	(3,393,534)	(3,552,501)
Gross profit		120,715	148,065	261,879	605,312
Administrative expenses		(4,901)	(8,566)	(20,916)	(18,186)
Other operating income/(expenses)		10,298	(26,716)	8,662	8,859
Operating profit		126,112	112,783	249,625	595,985
Finance income		11,786	8,372	34,511	18,956
Finance costs		(8,589)	(7,834)	(25,386)	(22,669)
Share of result of equity- accounted joint venture, net of tax		8	454	4,836	(589)
Profit before tax	B5	129,317	113,775	263,586	591,683
Taxation	B6	(30,399)	(28,577)	(67,400)	(137,596)
Profit after tax for the period		98,918	85,198	196,186	454,087
Other comprehensive income:					
Foreign exchange translation differences for foreign operations		(52)	2,148	3,797	4,256
Fair value adjustment on cash flow hedge		(15)	(567)	(376)	1,972
Income tax relating to components of other comprehensive income		3	137	90	(473)
Other comprehensive income for the period, net of tax		(64)	1,718	3,511	5,755
Total comprehensive income for the period		98,854	86,916	199,697	459,842
Profit attributable to:					
Owners of the Company		94,550	82,336	186,839	431,785
Non-controlling interests		4,368	2,862	9,347	22,302
		98,918	85,198	196,186	454,087

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Comprehensive Income
For the Nine-Months Period ended 30 September 2023
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended 30 September		9 months ended 30 September	
		2023 RM'000	2022 RM'000	2023 RM'000	2022 RM'000
Total comprehensive income attributable to:					
Owners of the Company		94,486	84,054	190,350	437,540
Non-controlling interests		4,368	2,862	9,347	22,302
		<u>98,854</u>	<u>86,916</u>	<u>199,697</u>	<u>459,842</u>
Earnings per share attributable to owners of the Company (Sen):					
Basic	B12	<u>10.62</u>	<u>9.25</u>	<u>20.99</u>	<u>49.43</u>
Diluted	B12	<u>10.61</u>	<u>9.23</u>	<u>20.98</u>	<u>49.24</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)

Condensed Consolidated Statement of Changes in Equity
For the Nine-Months Period ended 30 September 2023
(The figures have not been audited)

Equity attributable to owners of the Company

	Equity, total	Equity attributable to owners of the Company total	Non-distributable			Distributable		Non- controlling interests
			Share capital	Employee share option reserve	Other reserves	Retained earnings		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2023	3,447,314	3,295,111	914,474	16,006	2,922	2,361,709	152,203	
Total comprehensive income for the period	199,697	190,350	-	-	3,511	186,839	9,347	
Transactions with owners								
Dividend paid to owners of the Company	(53,417)	(53,417)	-	-	-	(53,417)	-	
Dividends paid to non-controlling interests in subsidiaries	(7,081)	-	-	-	-	-	(7,081)	
Increase in of share capital in subsidiaries	28	-	-	-	-	-	28	
Issuance of ordinary shares:								
Pursuant to exercise of ESOS	231	231	231	-	-	-	-	
Share options granted under ESOS	2,376	2,376	-	2,376	-	-	-	
Share options exercised under ESOS	-	-	142	(142)	-	-	-	
At 30 September 2023	<u>3,589,148</u>	<u>3,434,651</u>	<u>914,847</u>	<u>18,240</u>	<u>6,433</u>	<u>2,495,131</u>	<u>154,497</u>	

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunctions with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Statement of Changes in Equity
For the Nine-Months Period ended 30 September 2023 (Continued)**

Equity attributable to owners of the Company

	Equity, total	Equity attributable to owners of the Company total	Share capital	Non-distributable Employee share option reserve	Other reserves	Distributable Retained earnings	Non- controlling interests
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2022	2,938,711	2,802,119	823,162	26,481	(793)	1,953,269	136,592
Total comprehensive income for the year	507,965	483,367	-	-	3,715	479,652	24,598
Transactions with owners							
Dividends to owners of the Company	(71,212)	(71,212)	-	-	-	(71,212)	-
Dividends paid to non-controlling interests in subsidiaries	(8,987)	-	-	-	-	-	(8,987)
Issuance of ordinary shares:							
Pursuant to exercise of ESOS	77,376	77,376	77,376	-	-	-	-
Share options granted under ESOS	3,461	3,461	-	3,461	-	-	-
Share options exercised under ESOS	-	-	13,936	(13,936)	-	-	-
At 31 December 2022	<u>3,447,314</u>	<u>3,295,111</u>	<u>914,474</u>	<u>16,006</u>	<u>2,922</u>	<u>2,361,709</u>	<u>152,203</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunctions with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Cash Flows
For the Nine-Months Period ended 30 September 2023
(The figures have not been audited)

	30 September	30 September
	2023	2022
	RM'000	RM'000
Operating activities		
Profit before tax	263,586	591,683
Adjustments for non-cash items:		
Depreciation and amortisation	132,983	129,334
Amortisation of government grant	(798)	(798)
Share options granted under ESOS	2,376	2,473
Gain on disposal of property, plant and equipment	(643)	(511)
Property, plant and equipment written off	510	306
Bearer plants written off	2,958	1,563
Inventories written off	706	336
Reversal of impairment loss on investment in a joint venture	(3,471)	-
Finance income	(34,511)	(18,956)
Finance costs	25,386	22,669
Fair value (gain)/loss on biological assets	(2,917)	6,690
Unrealised gain on foreign exchange	(1,596)	(476)
Fair value loss on derivatives	3,411	12,097
Share of results of a joint venture	(4,836)	589
Operating cash flows before working capital changes	383,144	746,999
(Increase)/Decrease in inventories	(73,632)	64,193
(Increase)/Decrease in trade and other receivables	(79,512)	76,386
Increase/(Decrease) in trade and other payables	10,530	(72,351)
Cash generated from operations	240,530	815,227
Net income tax paid	(92,791)	(99,137)
Net cash flows from operating activities	147,739	716,090

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Cash Flows
For the Nine-Months Period ended 30 September 2023 (Continued)
(The figures have not been audited)

	30 September 2023 RM'000	30 September 2022 RM'000
Investing activities		
Acquisition of property, plant and equipment	(74,959)	(75,321)
Acquisition of right-of-use assets	-	(252)
Additions to bearer plants	(24,082)	(13,522)
Proceeds from non-controlling interests for increase in share capital	28	-
Proceeds from disposal of property, plant and equipment	876	1,328
Proceeds from redemption of preference shares from joint ventures	25,441	-
Interest received	34,511	18,956
(Placement)/Upliftment of fixed deposits with original maturities exceeding three months	(494,941)	56,087
Net cash flows used in investing activities	(533,126)	(12,724)
Financing activities		
Net movements in trade financing	122,854	(13,499)
Proceeds from issuance of shares	231	77,376
Repayment of obligations under hire purchase	(1,809)	(3,220)
Repayment of loans and borrowings	(48,767)	(165,764)
Repayment of lease liabilities	(1,021)	(469)
Repayment of revolving credits	(5,000)	-
Dividend paid to owners of the Company	(53,417)	(35,605)
Dividend paid to non-controlling interests	(7,081)	(8,490)
Interest paid	(25,386)	(23,001)
Net cash flows used in financing activities	(19,396)	(172,672)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Cash Flows
For the Nine-Months Period ended 30 September 2023 (Continued)
(The figures have not been audited)

	30 September 2023 RM'000	30 September 2022 RM'000
Net (decrease)/increase in cash and cash equivalents	(404,783)	530,694
Cash and cash equivalents at beginning of the financial period	1,253,646	796,693
Effect of exchange rate changes	2,894	5,068
Cash and cash equivalents at end of the financial period	<u>851,757</u>	<u>1,332,455</u>
 Cash and cash equivalents at the end of the financial period comprised the following:		
Short term deposits with licensed banks	519,936	753,072
Cash in hand and at banks	331,821	579,383
Cash and bank balances	<u>851,757</u>	<u>1,332,455</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to this report)



Explanatory Notes To The Interim Report – 30 September 2023

A1. Accounting Policies and Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements 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 an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2022.

The accounting policies used in the preparation of interim financial statements are consistent with those adopted in the audited financial statements of the Group for the year ended 31 December 2022.

On 1 January 2023, the Group adopted the following new and amended Malaysian Financial Reporting Standards (“MFRSs”) mandatory for annual financial periods beginning on or after 1 January 2023.

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, *Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements - Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 108, *Accounting Policies Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes, Deferred tax related to Assets and Liabilities arising from a Single Transaction and International Tax Reform – Pillar Two Model Rules*

The adoption of the above pronouncements did not have material impact on the financial statements of the Group.



Explanatory Notes To The Interim Report – 30 September 2023

A1. Accounting Policies and Basis of Preparation (Continued)

At the date of authorisation of these interim financial statements, the following MFRS, Amendments to MFRS and IC interpretations were issued but not yet effective and have not been applied by the Group:

MFRS, IC Interpretation and Amendments to IC Interpretations	Effective for annual periods beginning on or after
<ul style="list-style-type: none"> • Amendments to MFRS 16, Leases – <i>Lease liability in a Sale and Leaseback</i> 	01 January 2024
<ul style="list-style-type: none"> • <i>Amendment to MFRS 101, Presentation of Financial Statements – Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current</i> 	01 January 2024
<ul style="list-style-type: none"> • Amendment to MFRS 107, <i>Statement of Cash Flows</i> and MFRS 7, <i>Financial Instruments: Disclosures – Supplier Finance Arrangements</i> 	01 January 2024
<ul style="list-style-type: none"> • Amendments to MFRS121, <i>The Effect of Changes in Foreign Exchange Rates – Lack of Exchangeability</i> 	01 January 2025
<ul style="list-style-type: none"> • Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investors and its Associate or Joint Venture</i> 	To be determined

A2. Disclosure of audit report qualification and status of matters raised

There were no qualifications in the audit report on the preceding annual financial statements.

A3. Seasonality or cyclicity of interim operations

The Group's performance is subjected to the cropping pattern of the palms.

A4. Unusual Items affecting assets, liabilities, equity, net income, or cash flow

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows that were unusual in nature, size, or incidence during the interim period under review.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior interim periods or changes in estimates of amounts reported in prior financial years, which have a material effect in the current interim period.

A6. Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale or repayment of debt and equity securities during the current quarter, other than listing and quotation of 24,650 shares exercised under Employee's Share Option Scheme.

A7. Dividends paid

The Company has paid RM53,416,650 on 14 July 2023, being the final single tier dividend of 6 sen per ordinary share declared for the financial year ended 31 December 2022 and which was duly approved during the Annual General Meeting held on 22 June 2023.



Explanatory Notes To The Interim Report – 30 September 2023

A8. Segment Information

Segment information is presented in respect of the Group's reportable segments which are based on the Group's management and internal reporting structure.

Period ended 30 September 2023

	Palm oil Segment RM'000	Property Segment RM'000	Consolidation Adjustment RM'000	Consolidated RM'000
Total segment revenue	3,651,063	4,350	-	3,655,413
Revenue from external customers	3,651,063	4,350	-	3,655,413
Finance income	38,435	57	(3,981)	34,511
Finance costs	(29,215)	(262)	4,091	(25,386)
Depreciation and amortisation	(126,358)	(185)	(6,440)	(132,983)
Profit before taxation for financial period	259,195	(487)	4,878	263,586

Period ended 30 September 2022

	Palm oil Segment RM'000	Property Segment RM'000	Consolidation Adjustment RM'000	Consolidated RM'000
Total segment revenue	4,148,732	9,081	-	4,157,813
Revenue from external customers	4,148,732	9,081	-	4,157,813
Finance income	24,078	60	(5,182)	18,956
Finance costs	(27,424)	(523)	5,278	(22,669)
Depreciation and amortisation	(121,992)	(198)	(7,144)	(129,334)
Profit before taxation for financial period	589,761	2,279	(357)	591,683



Explanatory Notes To The Interim Report – 30 September 2023

A9. Valuation of property, plant and equipment

There were no amendments in the valuations of property, plant and equipment brought forward from previous annual financial statements.

A10. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings, and discontinued operations for the current interim period.

A12. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets as at 30 September 2023.

A13. Capital Commitments

The amount of commitments for the purchase of property, plant and equipment and for bearer plants not provided for in the financial statements as at 30 September 2023 is as follows:-

	30 September 2023
	RM'000
Property, plant and equipment	
Authorised but not contracted for	160,742
Contracted but not provided in the financial statements	49,384

	210,126
	=====
 Bearer plants	
Authorised but not contracted for	28,071
Contracted but not provided in the financial statements	4,666

	32,737
	=====



Explanatory Notes To The Interim Report – 30 September 2023

B. BMSB Listing Requirements (Part A of Appendix 9B)

B1. Review of Group's Financial Performance

Financial review for current quarter and financial period to date

	Individual Period			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (%)	Current Year To-date	Preceding Year Corresponding Period	Changes (%)
	RM'000	RM'000		RM'000	RM'000	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022		
Revenue	1,273,048	1,323,771	-4%	3,655,413	4,157,813	-12%
Gross Profit	120,715	148,065	-18%	261,879	605,312	-57%
Operating profit	126,112	112,783	12%	249,625	595,985	-58%
Profit Before Tax	129,317	113,775	14%	263,586	591,683	-55%
Profit After Tax	98,918	85,198	16%	196,186	454,087	-57%
Profit Attributable to Owners of the Company	94,550	82,336	15%	186,839	431,785	-57%

3rd Quarter FY2023 (“Q3FY2023”) vs 3rd Quarter FY2022 (“Q3FY2022”)

The Group registered a total revenue of RM1,273.0 million for Q3FY2023 compared with RM1,323.8 million reported in Q3FY2022.

The Group's profit before tax for the current quarter was RM129.3 million compared with RM113.8 million reported in corresponding quarter last year. Profit before tax reported was higher mainly attributed to increase in FFB production and sales volume when compared to Q3FY2022.

Current Year To Date (“3QFY2023”) vs Preceding Year To Date (“3QFY2022”)

The Group registered a total revenue of RM3,655.4 million for the nine months ended 30 September 2023 against RM4,157.8 million reported in the corresponding period year 2022.

Group profit before tax for the period ended 30 September 2023 was RM263.6 million against RM591.7 million achieved during the corresponding period year 2022. The decrease in profit before tax was mainly attributed to decrease in average realised prices of palm products and higher production costs.



Explanatory Notes To The Interim Report – 30 September 2023

B2. Group's Financial Performance Review and Segmental Analysis

Financial review for current quarter compared with immediate preceding quarter

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	RM'000	RM'000	
	30/09/2023	30/06/2023	
Revenue	1,273,048	1,175,340	8%
Gross Profit	120,715	75,629	60%
Operating profit	126,112	57,662	119%
Profit Before Tax	129,317	66,814	94%
Profit After Tax	98,918	50,600	95%
Profit Attributable to owners of the Company	94,550	48,116	97%

3rd Quarter FY2023 (“Q3FY2023”) vs 2nd Quarter FY2023 (“Q2FY2023”)

The Group registered a total revenue of RM1,273.0 million for Q3FY2023 compared with RM1,175.3 million reported in Q2FY2023.

The Group reported a profit before tax of RM129.3 million compared to RM66.8 million reported in Q2FY2023 due to higher FFB and CPO production volume and also higher volume of palm products sold.

For the quarter under review, simple average palm products' realised prices against last quarter were as below:-

	Q3FY 2023	Q2FY 2023
Palm Oil Products (RM/mt)	3,863	3,948
Palm Kernel Products (RM/mt)	2,264	2,324

B3. Prospect

The performance of the Group would continue to be driven by the cyclical FFB production, global world edible oil price movement, effect of supply chain on fertilisers, chemicals and fuel prices which will affect the costs of production. The Group is taking effective steps to improve its production through aggressive recovery program, including cost control and replanting program. Notwithstanding this, industry will continue to face challenges in view of global economic conditions and softening of commodity prices.

B4. Variance of actual profit from forecast profit

The disclosure requirement for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecast profit after tax and non-controlling interests and for the shortfall in profit guarantee are not applicable.



Explanatory Notes To The Interim Report – 30 September 2023

B5. Profit before tax

Profit before tax is arrived at after charging/(crediting):-

	Individual quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30 September		30 September	
	2023	2022	2023	2022
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortisation	47,413	43,669	132,983	129,334
Gain on disposal of property, plant and equipment	(103)	(75)	(643)	(511)
Property, plant and equipment written off	268	108	510	306
Bearer plant written off	1	1,435	2,958	1,563
Reversal of impairment loss on investments in a joint venture	(3,471)	-	(3,471)	-
Finance income	(11,786)	(8,372)	(34,511)	(18,956)
Finance costs	8,589	7,834	25,386	22,669
Fair value (gain)/loss on biological assets	(3,447)	13,898	(2,917)	6,690
Unrealised (gain)/loss on foreign exchange	(240)	124	(1,596)	(476)
Fair value (gain)/loss on derivatives	(2,736)	2,952	3,411	12,097

B6. Taxation

Current tax expenses	29,002	16,756	64,008	97,666
Deferred tax	1,397	11,821	3,392	39,930
	<u>30,399</u>	<u>28,577</u>	<u>67,400</u>	<u>137,596</u>
Deferred tax related to other comprehensive income:-				
Derivative financial instruments	(3)	(137)	(90)	473

B7. Status of corporate proposal announced

There was no corporate proposal announced that was not completed as at the date of this announcement.



Explanatory Notes To The Interim Report – 30 September 2023

B8. Loans and borrowings

	As at 3 rd quarter ended 2023							
	Long term		Short term			Total borrowings		
	Denomination in		Denomination in			Denomination in		
	SGD	RM	SGD	USD	RM	SGD	USD	RM
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Secured</u>								
Hire purchase	-	-	-	-	67	-	-	67
Revolving Credit	-	-	-	-	-	-	-	-
Sukuk Murabahah	-	19,593	-	-	-	-	-	19,593
Term loans	-	168,539	1,939	-	275,400	1,939	-	443,939
<u>Unsecured</u>								
Trade loans	-	-	-	-	362,900	-	-	362,900
	-	188,132	1,939	-	638,367	1,939 [^]	-	826,499

[^]SGD0.56 million equivalent

	As at 3 rd quarter ended 2022							
	Long term		Short term			Total borrowings		
	Denomination in		Denomination in			Denomination in		
	SGD	RM	SGD	USD	RM	SGD	USD	RM
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Secured</u>								
Hire purchase	-	282	-	-	2,442	-	-	2,724
Sukuk Murabahah	-	19,517	-	-	-	-	-	19,517
Term loans	1,827	443,938	1,461	-	70,400	3,288	-	514,338
<u>Unsecured</u>								
Trade loans	-	-	-	102,665	203,180	-	102,665	203,180
	1,827	463,737	1,461	102,665	276,022	3,288 [^]	102,665 [*]	739,759

^{*}USD22.80 million equivalent

[^]SGD1.02 million equivalent



Explanatory Notes To The Interim Report – 30 September 2023

B9. Derivatives

The outstanding commodity forward contracts and forward currency contracts as at 30 September 2023 are as follows:-

	Contract/Notional Value (RM'Million)					Fair Value assets/(liabilities) (RM'000)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Commodity forward contracts	RM	89	-	-	89	(743)	-	-	(743)
Commodity forward contracts	USD	32	-	-	32	1,342	-	-	1,342
Forward currency contracts	USD	508	-	-	508	(2,830)	-	-	(2,830)

The Group uses commodity forward contracts and forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's sales denominated in USD for which firm commitments existed at the reporting date.

B10. Changes in material litigation

There was no material litigation during the interim period under review.



Explanatory Notes To The Interim Report – 30 September 2023

B11. Dividends

Final single-tier dividend in respect of the financial year ended 31 December 2022, of 6 sen per ordinary share amounting to RM53,416,650 has been approved by shareholders during the Annual General Meeting held on 22 June 2023 and the payment was subsequently made on 14 July 2023.

On 29 November 2023, the Board of Directors has approved an interim single-tier dividend of 4 sen per share, on 890,302,154 ordinary shares for the financial year ending 31 December 2023 amounting to RM35,612,086.

B12. Earnings per share

Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company	94,550	82,336	186,839	431,785
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	890,302	890,164	890,234	876,069
	Sen	Sen	Sen	Sen
Basic earnings per share	10.62	9.25	20.99	49.43



Explanatory Notes To The Interim Report – 30 September 2023

B12. Earnings per Share (Continued)

Diluted earnings per share

The calculation of diluted earnings per share is based on the profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the Company	94,550	82,336	186,839	431,785
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	891,015	892,443	890,766	876,980
	Sen	Sen	Sen	Sen
Diluted earnings per share	10.61	9.23	20.98	49.24

B13. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 29 November 2023.

By Order of the Board
Eric Kiu Kwong Seng
Company Secretary

Miri
29 November 2023