



MKH OIL PALM (EAST KALIMANTAN) BERHAD
(Registration No. 200401023680 (662186-D))
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
INTERIM REPORT FOR THE FOURTH QUARTER
AND FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 ⁽¹⁾**

	3 months ended		Year ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	90,592	N/A	352,217	338,160
Cost of sales	(49,103)	N/A	(216,240)	(244,496)
Gross profit	41,489	N/A	135,977	93,664
Other income	2,826	N/A	8,042	5,732
Sales and marketing expenses	(2,434)	N/A	(10,364)	(10,799)
Administrative expenses	(11,031)	N/A	(35,083)	(38,201)
Other expenses	(2,912)	N/A	(12,177)	(2,474)
Profit from operations	27,938	N/A	86,395	47,922
Interest expenses	(8)	N/A	(1,378)	(4,832)
Profit before tax	27,930	N/A	85,017	43,090
Tax expense	(6,930)	N/A	(20,809)	(10,294)
Profit for the year	21,000	N/A	64,208	32,796
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Foreign exchange translation differences	(22,709)	N/A	(43,676)	1,882
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Remeasurement gains/(losses) on defined benefit plans	1,088	N/A	1,088	(298)
Income tax relating to components of other comprehensive expense	(239)	N/A	(239)	67
	849	N/A	849	(231)
Other comprehensive (loss)/income for the year	(21,860)	N/A	(42,827)	1,651
Total comprehensive (loss)/income for the year	(860)	N/A	21,381	34,447
Profit attributable to:				
Owners of the parent	21,000	N/A	63,562	30,900
Non-controlling interests	-	N/A	646	1,896
	21,000	N/A	64,208	32,796
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(860)	N/A	21,071	32,489
Non-controlling interests	-	N/A	310	1,958
	(860)	N/A	21,381	34,447
Earnings per share ("EPS")				
Basic Earnings per ordinary share (sen) ⁽²⁾	2.73	N/A	8.25	27.97
Proposed/Declared Dividend per share (sen)	2.00	N/A	4.00	-

This is the third interim financial report announced in compliance with Main Market Listing Requirements ("Listing Requirements") of Bursa Malaysia Securities Berhad ("Bursa Securities"). There are no comparative figures for the preceding year corresponding quarter as there is no interim report prepared for the comparative quarter.

Notes:

N/A means "Not applicable"

⁽¹⁾ The basis of preparation of the unaudited condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of MKH Oil Palm (East Kalimantan) Berhad ("the Company") dated 29 March 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.

⁽²⁾ Basic EPS computed based on profit attributable to owners of the Company divided by the weighted average number of ordinary shares in issue, net of weighted average number of treasury shares during the financial year.



MKH OIL PALM (EAST KALIMANTAN) BERHAD
(Registration No. 200401023680 (662186-D))
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
INTERIM FINANCIAL REPORT AS AT 30 SEPTEMBER 2024 ⁽¹⁾

	(Unaudited) 30.09.2024 RM'000	(Audited) 30.09.2023 RM'000
Assets		
Property, plant and equipment	302,716	257,422
Intangible assets	6,787	6,078
Prepaid lease payments	37,728	18,191
Receivables, deposits and prepayments	1,058	1,811
Total Non-Current Assets	348,289	283,502
Inventories	36,250	40,818
Biological assets	8,269	6,011
Receivables, deposits and prepayments	20,400	39,904
Current tax assets	-	7,974
Cash and bank balances	225,224	72,006
Total Current Assets	290,143	166,713
TOTAL ASSETS	638,432	450,215
Equity		
Share capital	378,294	80,468
Treasury shares	(1,126)	-
Translation reserve	(34,736)	8,378
Revaluation reserve	7,177	6,775
Retained earnings	222,436	214,730
Equity attributable to owners of the parent	572,045	310,351
Non-Controlling Interests	-	17,601
Total Equity	572,045	327,952
Liabilities		
Deferred tax liabilities	15,391	1,745
Provisions	18,731	18,149
Payables and accruals	-	3,422
Loans and borrowings	463	457
Total Non-Current Liabilities	34,585	23,773
Payables and accruals	31,042	96,010
Loans and borrowings	161	2,480
Current tax liabilities	599	-
Total Current Liabilities	31,802	98,490
Total Liabilities	66,387	122,263
TOTAL EQUITY AND LIABILITIES	638,432	450,215
Net Assets per share attributable to shareholders of the Company (RM) ⁽²⁾	0.56	2.81

Notes:

⁽¹⁾ The basis of preparation of the unaudited condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 29 March 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.

⁽²⁾ Computed based on total equity of the Group divided by the number of ordinary shares in issue, net of treasury shares at the reporting date.



MKH OIL PALM (EAST KALIMANTAN) BERHAD

(Registration No. 200401023680 (662186-D))

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
INTERIM REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 ⁽¹⁾

	< ----- Attributable to owners of the parent ----- >						Non-Controlling Interests	Total Equity
	< -----Non-distributable ----- >			Distributable				
Group	Share Capital	Treasury Shares	Translation Reserve	Revaluation Reserve	Retained Earnings	Total	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		RM'000
Financial year ended 30 September 2024								
At 1.10.2023 (audited)	80,468	-	8,378	6,775	214,730	310,351	17,601	327,952
Total comprehensive income for the year	-	-	(43,342)	-	64,413	21,071	310	21,381
Transactions with owners								
Changes of ownership interests in a subsidiary	53,516	-	228	402	(36,235)	17,911	(17,911)	-
Issuance of shares in respect of a subsidiary acquired	27,864	-	-	-	-	27,864	-	27,864
Issuance of shares in respect of debt capitalisation	88,967	-	-	-	-	88,967	-	88,967
Issuance of ordinary shares pursuant to Initial Public Offering	136,400	-	-	-	-	136,400	-	136,400
Share issuance expenses	(8,921)	-	-	-	-	(8,921)	-	(8,921)
Share buy back	-	(1,126)	-	-	-	(1,126)	-	(1,126)
Dividend paid	-	-	-	-	(20,472)	(20,472)	-	(20,472)
At 30.09.2024 (unaudited)	378,294	(1,126)	(34,736)	7,177	222,436	572,045	-	572,045

Notes:

⁽¹⁾ The basis of preparation of the unaudited condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 29 March 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.



MKH OIL PALM (EAST KALIMANTAN) BERHAD
 (Registration No. 200401023680 (662186-D))
 (Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 INTERIM REPORT FOR THE FOURTH QUARTER
 AND FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 ⁽¹⁾**

	For the year ended	
	30.09.2024	30.09.2023
	RM'000	RM'000
Cash Flows From/(Used In) Operating Activities		
Profit before tax	85,017	43,090
Adjustments for non-cash items	35,043	37,765
Operating profit before changes in working capital	120,060	80,855
Change in inventories	4,557	26,897
Change in receivables, deposits and prepayments	20,503	(16,742)
Change in payables and accruals	(49,349)	(18,900)
Cash generated from operations	95,771	72,110
Interest received	3,445	829
Interest paid	(1,378)	(4,832)
Tax paid	(15,964)	(16,395)
Tax refunded	3,544	-
Retirement benefits obligations paid	(1,690)	(1,571)
Net cash from operating activities	83,728	50,141
Cash Flows From/(Used In) Investing Activities		
Acquisition of subsidiaries, net of cash	2,395	-
Acquisition of property, plant and equipment	(22,342)	(26,583)
Disposal of subsidiaries, net of cash		1,503
Net cash used in investing activities	(19,947)	(25,080)
Cash Flows From/(Used In) Financing Activities		
Dividend paid	(20,472)	-
Share buy back	(1,126)	-
Net repayment of bank borrowings	(2,331)	-
Payments of hire purchase liabilities	(142)	(89)
Proceeds from issuance of ordinary shares	136,400	-
Share issuance expenses	(8,921)	-
Net cash from/(used in) financing activities	103,408	(89)
Net increase in cash and cash equivalents	167,189	24,972
Effect of exchange rate fluctuations	(13,972)	1,925
Cash and cash equivalents at beginning of the year	72,007	45,110
Cash and cash equivalents at end of the year	225,224	72,007
(Represents cash and bank balances)	225,224	72,007

Notes:

N/A means "Not applicable"

⁽¹⁾ The basis of preparation of the unaudited condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 29 March 2024 and the accompanying explanatory notes attached to this unaudited interim financial report.



MKH OIL PALM (EAST KALIMANTAN) BERHAD

(Registration No. 200401023680 (662186-D))

(Incorporated in Malaysia)

EXPLANATORY NOTES

A1. BASIS OF PREPARATION

The interim financial report of the Company and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 – *Interim Financial Reporting* and Appendix 9B of the Bursa Securities Listing Requirements, and should be read in conjunction with the Accountants’ Report as disclosed in the Prospectus of the Company dated 29 March 2024.

This is the third interim financial report of the Company’s for the fourth quarter ended 30 September 2024 announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding corresponding period.

CHANGES IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited consolidated financial statements for the financial year ended 30 September 2023 as well as amendments to MFRSs that take effects on annual financial year commencing on or after 1 October 2023. Adoption of amendments to MFRSs are as follows:

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to MFRS 112	International Tax Reform – Pillar Two Model Rulers

The adoption of the abovementioned Amendments to MFRSs did not have any significant effect on this interim financial statement of the Group.

Amendments to MFRS 101 Disclosure of Accounting Policies

The Group has adopted Amendments to MFRS 101 Presentation of Financial Statements and MFRS Practice Statement 2 – Disclosure of Accounting Policies from 1 January 2023. The amendments require the disclosure of ‘material’, rather than ‘significant’ account policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements.

Although the amendments did not result in any changes to the Group’s accounting policies, it impacted the accounting policy information disclosed in the financial statements.

Amendments to MFRS 112 International Tax Reform – Pillar Two Model Rules

The Amendments to MFRS 112 apply to income taxes arising from tax law enacted or substantively enacted to implement the Pillar Two Model Rules published by the Organisation for Economic Co-operation and Development (“OECD”), including tax law that implements qualified domestic minimum top-up taxes described in those rules. Such tax law, and the income taxes arising from it, are hereafter referred to as “Pillar Two Legislation” and “Pillar Two Income Taxes”.

The Group has applied the temporary exception from accounting for deferred taxes arising from Pillar Two Model Rules, as provided in the International Tax Reform – Pillar Two Model Rules (Amendments to MFRS 112 Income Taxes) issued on 2 June 2023. Accordingly, the Group neither recognises nor discloses information about deferred tax assets and liabilities related to Pillar Two Income Taxes.

New and revised Standards and Amendments that are issued, but not yet effective and have not been early adopted

The Group has not adopted the following new and revised Standards and Amendments that have been issued as at the date of authorisation of this interim financial statement but are not yet effective for the Group:

MFRS 18	Presentation and Disclosure in Financial Statements ⁴
MFRS 19	Subsidiaries without Public Accountability: Disclosure ⁴
Amendments to MFRS 7 and MFRS 107	Supplier Financing Arrangements ¹
Amendments to MFRS 9 and MFRS 7	Amendments to Classification and Measurement of Financial Instruments (Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosure</i>) ³
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between Investor and its Associate or Joint Venture ⁵
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback ¹
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current ¹
Amendments to MFRS 101	Non-current Liabilities with Covenants ¹
Amendments to MFRS 121	Lack of Exchangeability ²
Amendments to MFRSs	Annual improvements to MFRS Accounting Standards – Volume 11 ³

¹ Effective for annual periods beginning on or after 1 January 2024.

² Effective for annual periods beginning on or after 1 January 2025.

³ Effective for annual periods beginning on or after 1 January 2026.

⁴ Effective for annual periods beginning on or after 1 January 2027.

⁵ Effective date deferred to a date to be announced by MASB.

The directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective. The adoption of these Standards and amendments may have an impact on the financial statements of the Group in the period of initial application. However, it is not practicable to provide a reasonable estimate of these effect from the adoption of the said MFRSs and amendments to MFRSs until the Group undertake a detailed review.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors have expressed an unqualified opinion on the Company's statutory financial statements for the financial year ended 30 September 2023 in their report dated 22 December 2023.

A3. SEASONAL OR CYCLICAL FACTORS

The Group's operation is affected by fresh fruit bunches ("FFB") production which may be affected by cropping patterns, weather conditions and fluctuating commodity prices.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and the financial year-to-date.

A5. CHANGES IN ESTIMATES

There were no material changes in estimates that have had material effect in the current quarter and the financial year-to-date.

A6. ISSUANCE AND REPAYMENT OF DEBT AND EQUITY SECURITIES

On 30 April 2024, the Company was listed on the Main Market of Bursa Malaysia Securities Berhad pursuant to the Initial Public Offering of 220,000,000 new ordinary shares at IPO Price of RM0.62 per share.

Other than the above, there were no other issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the current quarter and the financial year-to-date.

Treasury Shares

During the financial period, the Company repurchased 1,900,000 of its issued ordinary shares from the open market at an average price of RM0.59 per share. The total consideration paid for the repurchase including transaction costs was RM1,125,681 and this was financed by internally generated funds. Total treasury shares repurchased cumulatively as at 30 September 2024 is 1,900,000 ordinary shares, representing a cumulative 0.19% of total paid up share capital in accordance with Section 127 of the Companies Act 2016. Since the end of the current quarter ended 30 September 2024, the Company further repurchased 5,223,700 of its ordinary shares until the date of issuance of this interim financial statement.

A7. DIVIDEND PAID

A first interim single tier dividend of 2.0 sen per ordinary share in respect of financial year ended 30 September 2024 amounting RM20,471,817 was declared on 8 May 2024 and paid on 12 June 2024.

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A8. OPERATING SEGMENTS

(a) Segment Analysis – Business Segments

Financial year ended 30 September 2024

	Plantation	Investment	Eliminations	Consolidated
	RM'000	holding	RM'000	RM'000
		RM'000	RM'000	
Revenue				
Total external revenue	352,217	-	-	352,217
Inter-segment revenue	17,575	5,538	(23,113)	-
Total segment revenue	<u>369,792</u>	<u>5,538</u>	<u>(23,113)</u>	<u>352,217</u>
Results				
Operating results #	88,732	(2,966)	(2,816)	82,950
Interest expense	(4,012)	(182)	2,816	(1,378)
Interest income	2,105	1,340	-	3,445
Segment result	<u>86,825</u>	<u>(1,808)</u>	<u>-</u>	<u>85,017</u>
Tax expense				<u>(20,809)</u>
Profit for the period				<u><u>64,208</u></u>
Assets				
Segment assets	415,073	223,359	-	<u><u>638,432</u></u>
Liabilities				
Segment liabilities	48,107	1,788	-	49,895
Deferred tax liabilities				15,391
Current tax liabilities				<u>1,101</u>
Total liabilities				<u><u>66,387</u></u>
Other segment information				
Depreciation and amortisation	33,754	389	-	34,143
Additions to non-current assets other than financial instruments and deferred tax assets	<u>22,290</u>	<u>243</u>	<u>-</u>	<u>22,533</u>
# Included unrealised foreign exchange losses	41	-	-	41
# Included realised foreign exchange losses	1,005	358	-	1,363

This is the third interim financial report announced in compliance with Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year corresponding period as there is no interim report prepared for the comparative financial period concerned.

(b) Segment Analysis – Geographical Segments

	Revenue	Non-current assets
	30.09.2024	30.09.2024
	RM'000	RM'000
Malaysia	-	1,449
Republic of Indonesia	<u>352,217</u>	<u>345,782</u>
	<u><u>352,217</u></u>	<u><u>347,231</u></u>

The non-current assets do not include financial instruments and deferred tax assets.

This is the third interim financial report announced in compliance with Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year corresponding period as there is no interim report prepared for the comparative financial period concerned.

A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The valuations of property, plant and equipment have been brought forward without any amendments from the previous audited financial statements.

A10. MATERIAL EVENT SUBSEQUENT TO THE END OF THE INTERIM PERIOD

There were no material events subsequent to the end of the current quarter under review that have not been reflected in the financial statements.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group in the current quarter and the financial year-to-date, except for:

- (a) On 20 December 2023, the Company increased its issued and fully paid-up capital by way of issuance of 67,255,894 new ordinary shares at an issue price of RM1.21 each for a total consideration otherwise than cash of RM81,379,631 as full and final settlement of the purchase consideration of 5.67% equity interest in PT Maju Kalimantan Hadapan (“PTMKH”) and 100% equity interest in PT Sawit Prima Sakti (“PTSPS”). Accordingly, PTMKH and PTSPS became the wholly owned subsidiaries of the Company; and
- (b) On 29 December 2023, the Company has acquired 1 ordinary share representing 100% of equity interest in Hala Maju Sdn Bhd (“HMSB”) for a cash consideration of RM1. As a result, HMSB become a 100% owned subsidiary of the Company.

A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

As at 18 November 2024, the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial Report, the net changes in the contingent liabilities of the Company to financial institutions and suppliers for banking and trade credit facilities granted to subsidiary companies since the preceding financial year ended 30 September 2023 recorded a decrease of approximately RM2.4 million. Total credit facilities granted to subsidiaries with corporate guarantees issued by the Company to the lenders and utilised by subsidiaries as at 18 November 2024 was approximately RM56.0 million and RMNil respectively.

A13. CAPITAL COMMITMENTS

The capital commitments of the Group are as follows:

	As at 30.09.2024 RM'000
Approved, contracted but not provided for:	
- Property, plant and equipment for plantation division	1,695
Approved but not contracted and not provided for:	
- Property, plant and equipment for plantation division	14,591
	<u>16,286</u>

A14. RELATED PARTY TRANSACTIONS

There were no related party transactions in the current quarter and the financial year-to-date.

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ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. REVIEW OF PERFORMANCE OF THE GROUP FOR:

	3 months ended			Year ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes RM'000	30.09.2024 RM'000	30.09.2023 RM'000	Changes RM'000
Revenue	90,592	N/A	N/A	352,217	338,160	14,057
Operating profit	26,519	N/A	N/A	82,950	47,096	35,854
Profit before interest and tax	26,519	N/A	N/A	82,950	47,096	35,854
Profit before tax	27,930	N/A	N/A	85,017	43,090	41,927
Profit after tax	21,000	N/A	N/A	64,208	32,796	31,412
Profit attributable to ordinary equity holders of the Parent	21,000	N/A	N/A	63,562	30,900	32,662

This is the third interim financial report announced in compliance with Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year corresponding quarter as there is no interim report prepared for the comparative quarter

Notes:

N/A means "Not applicable"

The Group recorded revenue of RM90.6 million and profit before tax of RM27.9 million for the current quarter mainly from the sales of crude palm oil ("CPO") and palm kernel ("PK").

The Group recorded higher revenue and profit before tax of RM352.2 million and RM85.0 million for the current year as compared to the preceding year of RM338.2 million and RM43.1 million respectively mainly due to higher CPO production driven by higher oil extraction rate ("OER") of 21.2% in the current year as compared to the preceding year of 20.6%, coupled by the increase in average selling price for CPO and PK as disclosed below.

The Group's plantation's production key indicators are as follows:

As at 30 September 2024	Q1	Q2	Q3	Q4	Year 2024
Total land area (hectares)					18,205
Planted area (hectares)					17,009
Mature area (hectares)					17,009
Fresh Fruit Bunches produced by (MT)					
Own estates	100,011	98,494	99,370	108,782	406,657
External	6,137	4,716	7,228	7,379	25,460
	106,148	103,210	106,598	116,161	432,117
Crude Palm Oil (MT)	23,053	22,721	22,295	23,565	91,634
Palm Kernel (MT)	4,342	4,122	4,480	4,665	17,609
CPO average price RM/MT	3,284	3,441	3,658	3,592	3,494
PK average price RM/MT	1,487	1,582	1,890	2,352	1,820

As at 30 September 2023	Year 2023
Total land area (hectares)	18,205
Planted area (hectares)	17,009
Mature area (hectares)	17,009
Fresh Fruit Bunches produced by (MT)	
Own estates	410,230
External	23,051
	433,281
Crude Palm Oil (MT)	89,017
Palm Kernel (MT)	16,886
CPO average price RM/MT	3,348
PK average price RM/MT	1,589

B2. COMMENT ON MATERIAL CHANGES IN THE PROFIT BEFORE TAX OF THE CURRENT QUARTER COMPARED WITH PRECEDING QUARTER

	3 months ended		Changes RM'000
	30.09.2024 RM'000	30.6.2024 RM'000	
Revenue	90,592	93,275	(2,683)
Operating profit	26,519	20,104	6,415
Profit before interest and tax	26,519	20,104	6,415
Profit before tax	27,930	21,045	6,885
Profit after tax	21,000	16,095	4,905
Profit attributable to ordinary equity holders of the parent	21,000	16,095	4,905

Despite the lower revenue of RM90.6 million for the current quarter as compared to the preceding quarter of RM93.3 million, the Group recorded higher profit before tax of RM27.9 million for the current quarter as compared to RM21.0 million for the preceding quarter is mainly due lower cost of sales as a result of higher fresh fruit bunches production for the current quarter as compared to the preceding quarter.

B3. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

This is not applicable to the Group.

B4. CURRENT YEAR PROSPECTS

The Group's prospect for financial year ending 30 September 2025 remains well-supported with strong market demand for CPO, which has been trading at approximately RM3,800/MT to RM4,300/MT (nett of export levy and duty) in Indonesia. We noted that there has been stable demand for CPO; bolstered in part by Indonesia's planned adoption of biodiesel mandate in January 2025 from B35 to B40, the relatively tight global supply in other vegetable oils and fats, and strong seasonal demand during Hari Raya, Chinese New Year, and Deepavali festivals.

The Group continues to undertake proactive measures to strengthen our competitiveness; including enhancing our water management system and maximizing crop collection and quality via on-going mechanization efforts. Further, we have optimize the utilization of software apps to track FFB evacuation from fields to mill so as to further increase our production efficiency and OER.

Given the above, the Board of Directors expects the Group to achieve satisfactory results for the financial year ending 30 September 2025.

B5. PROFIT BEFORE TAX

The profit before tax of the Group is arrived at after (charging)/crediting:

	3 months ended 30.09.2024 RM'000	Year ended 30.09.2024 RM'000
Amortisation of prepaid lease payments	(417)	(1,437)
Depreciation of property, plant and equipment	(8,192)	(32,706)
Interest expenses - loan and borrowings	(8)	(70)
- amount due to related companies	-	(1,308)
<i>Other expenses</i>		
Bad debts written off	(67)	(67)
Property, plant and equipment written off	(677)	(787)
Net loss on foreign exchange - realised	(295)	(1,363)
Net loss on foreign exchange - unrealised	(16)	(41)
Inventories written off	-	(11)
<i>Other income</i>		
Changes in fair value of biological assets	1,206	2,904
Interest income - bank balances, term deposits and short-term placements	1,419	3,445

B6. TAX EXPENSE

The taxation of the Group comprises of the following:

	3 months ended		Year ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Current tax				
- Current financial period	6,409	N/A	20,158	14,061
- Prior financial year	225	N/A	758	(1,740)
Deferred tax				
- Current financial period	219	N/A	(184)	(3,743)
- Prior financial year	71	N/A	71	1,716
	<u>6,924</u>	<u>N/A</u>	<u>20,803</u>	<u>10,294</u>

This is the third interim financial report announced in compliance with Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year corresponding quarter as there is no interim report prepared for the comparative quarter.

Notes:

N/A means "Not applicable"

The effective tax rate applicable to the Group for the financial year is effected by statutory tax rate in Indonesia of 22% (2023: 22%) and mitigated by certain expenses which were disallowed for tax purposes.

B7. STATUS OF CORPORATE PROPOSALS ANNOUNCED

On 30 April 2024, the Company has completed the Initial Public Offering of 220,000,000 new ordinary shares at IPO price of RM0.62 per share.

The utilisation of IPO proceeds as at 30 September 2024 are as follows:

Utilisation of proceeds	Proposed Utilisation RM'000	Actual Utilisation RM'000	Deviation RM'000	Intended timeframe for utilisation
Expansion of land banks for oil palm plantation	42,000	-	42,000	Within 24 months
Capital expenditures for existing plantation lands	10,000	1,788	8,212	Within 18 months
Setup of palm kernel crushing facility	9,000	9,000	-	Completed
Refurnishment and/or upkeep of existing palm oil mill	12,000	7,863	4,137	Within 24 months
Capital expenditures for refurbishment and construction of workers/staff housing quarters	10,000	2,907	7,093	Within 24 months
Capital expenditures to expand coverage of electricity supply	10,000	-	10,000	Within 24 months
Repayment of loan due to a related party	30,000	30,000	-	Completed
Working capital	3,420	3,420	-	Completed
Estimated listing expenses	9,980	9,980	-	Completed
	<u>136,400</u>	<u>64,958</u>	<u>71,442</u>	

B8. GROUP BORROWINGS AND DEBT SECURITIES

The loans and borrowings (including finance lease liabilities) of the Group are as follows: -

	Long term		Short term		Total borrowings	
	Foreign currency 000	RM Equivalent RM'000	Foreign currency 000	RM Equivalent RM'000	Foreign currency 000	RM Equivalent RM'000
As at 30 September 2024 (unaudited)						
<u>Finance lease liabilities</u>						
Denominated in RM	-	463	-	161	-	624
Total		463		161		624

	Long term		Short term		Total borrowings	
	Foreign currency 000	RM Equivalent RM'000	Foreign currency 000	RM Equivalent RM'000	Foreign currency 000	RM Equivalent RM'000
As at 30 September 2023 (audited)						
<u>Unsecured</u>						
<u>Denominated in USD</u>						
Term loans	-	-	500	2,360	500	2,360
<u>Finance lease liabilities</u>						
Denominated in RM	-	457	-	120	-	577
Total		457		2,480		2,937

B9. MATERIAL LITIGATION

There was no material litigation involving the Group during the current quarter under review.

B10. DIVIDEND

The Board of Directors has approved a second interim single tier dividend of 2.0 sen per ordinary share on 27 November 2024 for the financial year ended 30 September 2024 and to be paid on 30 December 2024 to shareholders whose name appear on the Company's Record of Depositors on 13 December 2024.

B11. EARNINGS PER SHARE (“EPS”)

	3 months ended		Year ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
BASIC EPS				
Profit attributable to Owners of the parent (RM'000)	21,000	N/A	63,562	30,900
Weighted average number of ordinary shares ('000)				
At 1 October 2023/2022	110,468	N/A	110,468	110,468
Share split	461,793	N/A	461,793	-
Issuance of shares in respect of the acquisition of subsidiaries	52,371	N/A	52,371	-
Issuance of shares in respect of the debt capitalisation	52,835	N/A	52,835	-
Issuance of ordinary shares pursuant to Initial Public Offering	92,568	N/A	92,568	-
Weighted average number of ordinary shares in issue at 30 September 2024/2023	770,035	N/A	770,035	110,468
Adjusted weighted average number of treasury shares	(18)	N/A	(18)	-
At 30 September 2024/2023	770,017	N/A	770,017	110,468
BASIC EPS (sen)	2.73	N/A	8.25	27.97

This is the third interim financial report announced in compliance with Listing Requirements of Bursa Securities. There are no comparative figures for the preceding year corresponding quarter as there is no interim report prepared for the comparative quarter.

Notes:

N/A means “Not applicable”

B12. AUTHORISATION FOR ISSUE

The interim Financial Report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 November 2024.