

**BOX-PAK (MALAYSIA) BHD.**

(Incorporated in Malaysia)

[Registration No. 197401004216 (21338-W)]

**Condensed Consolidated Statement of Financial Position  
As at 30 September 2023**

	Note	As at 30.9.2023 RM'000 Unaudited	As at 31.12.2022 RM'000 Audited
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		185,388	189,668
Right-of-use assets		43,346	48,942
Intangible assets		100	398
Other assets		-	878
		<u>228,834</u>	<u>239,886</u>
<b>Current Assets</b>			
Inventories		67,825	74,778
Trade and other receivables		157,687	172,418
Prepayments		2,934	3,529
Tax recoverable		3	6
Cash and bank balances and short term funds		37,022	49,019
		<u>265,471</u>	<u>299,750</u>
<b>TOTAL ASSETS</b>		<u>494,305</u>	<u>539,636</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the company</b>			
Share capital		167,363	167,363
Other reserves		16,870	16,721
Accumulated losses		(73,382)	(63,933)
<b>Total Equity</b>		<u>110,851</u>	<u>120,151</u>
<b>Non-Current Liabilities</b>			
Amount due to related companies		44,792	43,954
Borrowings	24	46,556	47,566
Lease liabilities		2,082	5,637
Retirement benefit obligation		1,107	1,197
Deferred tax liabilities		758	783
		<u>95,295</u>	<u>99,137</u>
<b>Current Liabilities</b>			
Trade and other payables		133,558	161,789
Borrowings	24	150,829	151,946
Lease liabilities		2,350	4,723
Retirement benefit obligation		867	919
Tax payable		555	971
		<u>288,159</u>	<u>320,348</u>
<b>Total Liabilities</b>		<u>383,454</u>	<u>419,485</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>494,305</u>	<u>539,636</u>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<u>0.92</u>	<u>1.00</u>

The above 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 the interim financial statements



**BOX-PAK (MALAYSIA) BHD.**

(Incorporated in Malaysia)

[Registration No. 197401004216 (21338-W)]

**Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income  
For the third quarter and period-to-date ended 30 September 2023**

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
		Current Quarter Ended 30.9.2023 RM'000	Preceding Quarter Ended 30.9.2022 RM'000	Changes %	Financial Period-to-Date Ended 30.9.2023 RM'000	Financial Period-to-Date Ended 30.9.2022 RM'000	Changes %
Revenue		166,072	190,540	(12.8)	477,903	576,070	(17.0)
Cost of sales		(150,302)	(173,756)	13.5	(438,536)	(529,213)	17.1
Gross profit		15,770	16,784	(6.0)	39,367	46,857	(16.0)
Other income/(expenses)		587	(507)	215.8	1,930	425	354.1
Operating expenses		(12,591)	(13,714)	8.2	(37,582)	(41,070)	8.5
Finance costs		(3,810)	(3,382)	(12.7)	(11,375)	(8,745)	(30.1)
Loss Before Taxation	19	(44)	(819)	(94.6)	(7,660)	(2,533)	202.4
Taxation	21	(603)	(519)	(16.2)	(1,789)	(1,752)	(2.1)
<b>Loss for the period</b>		<b>(647)</b>	<b>(1,338)</b>	(51.6)	<b>(9,449)</b>	<b>(4,285)</b>	120.5
<b>Other comprehensive (loss)/ income, net of tax</b>							
Fair value of cash flow hedge		-	49	(100.0)	-	1,356	(100.0)
Foreign currency translation differences for foreign operations		(4,034)	129	(3,227.1)	149	1,440	(89.7)
<b>Other comprehensive (loss)/ income for the period, net of tax</b>		<b>(4,034)</b>	<b>178</b>	(2,366.3)	<b>149</b>	<b>2,796</b>	(94.7)
<b>Total comprehensive loss for the period</b>		<b>(4,681)</b>	<b>(1,160)</b>	303.5	<b>(9,300)</b>	<b>(1,489)</b>	524.6
<b>Loss attributable to: Owners of the company</b>		<b>(647)</b>	<b>(1,338)</b>	(51.6)	<b>(9,449)</b>	<b>(4,285)</b>	120.5
<b>Total comprehensive loss attributable to: Owners of the company</b>		<b>(4,681)</b>	<b>(1,160)</b>	303.5	<b>(9,300)</b>	<b>(1,489)</b>	524.6
<b>Loss per share attributable to owners of the company:</b>							
Basic (sen)		(0.54)	(1.11)	(51.4)	(7.87)	(3.57)	120.4
Diluted (sen)		(0.54)	(1.11)	(51.4)	(7.87)	(3.57)	120.4

The above Unaudited Condensed Consolidated Statement of Profit or Loss and Other 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 the interim financial statements



**BOX-PAK (MALAYSIA) BHD.**

(Incorporated in Malaysia)

[Registration No. 197401004216 (21338-W)]

**Unaudited Condensed Consolidated Statement of Changes in Equity  
For the third quarter ended 30 September 2023**

	Attributable to Owners of the Company				Total RM'000
	Non-distributable				
	Share Capital RM'000	Warrants Reserves RM'000	Other Reserves RM'000	Accumulated losses RM'000	
<b>As at 1 January 2023</b>	167,363	-	16,721	(63,933)	120,151
Loss for the financial period	-	-	-	(9,449)	(9,449)
Currency translation differences	-	-	149	-	149
Total comprehensive loss for the financial period	-	-	149	(9,449)	(9,300)
<b>As at 30 September 2023</b>	167,363	-	16,870	(73,382)	110,851
<b>As at 1 January 2022</b>	167,363	6,056	15,794	(63,947)	125,266
Loss for the financial period	-	-	-	(4,285)	(2,947)
Cash flow hedge	-	-	1,356	-	1,307
Currency translation differences	-	-	1,440	-	1,311
Total comprehensive loss for the financial period	-	-	2,796	(4,285)	(1,489)
Transaction with owners of the Company					
- Capital contribution	-	-	107	-	107
- Expiry of unexercised warrants	-	(6,056)	-	6,056	-
<b>As at 30 September 2022</b>	167,363	-	18,697	(62,176)	123,884

The above Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements



**BOX-PAK (MALAYSIA) BHD.**

(Incorporated in Malaysia)

[Registration No. 197401004216 (21338-W)]

**Unaudited Condensed Consolidated Statement of Cash Flows  
For the third quarter ended 30 September 2023**

	<b>Current Period-to-Date 30.9.2023 RM'000</b>	<b>Preceding Period-to-Date 30.9.2022 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(7,660)	(2,533)
<b>Adjustments:</b>		
Depreciation and amortisation of assets	23,101	22,060
Gain on disposal of property, plant and equipment	(116)	(58)
Net gain on termination and remeasurement of lease contracts	(101)	-
Interest expense	11,375	8,745
Interest income	(154)	(77)
Net (reversal)/impairment loss on:		
- financial instruments	(500)	276
Retirement benefits obligations	117	79
Write back of inventories	(3,023)	(3,994)
Write off in respect of:		
- property, plant and equipment	221	35
- inventories	916	6,018
Income distribution from short term funds	(19)	(3)
Fair value loss on derivative	-	107
Unrealised gain on foreign exchange	(817)	(27)
Operating profit before changes in working capital	<u>23,340</u>	<u>30,628</u>
Changes in working capital		
Inventories	9,060	11,645
Trade and other receivables	20,342	(11,600)
Trade and other payables	(24,583)	13,303
Contract liabilities	(131)	-
<b>Cash generated from operations</b>	<u>28,028</u>	<u>43,976</u>
Retirement benefits paid	(259)	(142)
Interest paid	(139)	(92)
Income tax paid	(2,226)	(1,510)
Net cash from operating activities	<u>25,404</u>	<u>42,232</u>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(10,704)	(8,628)
Acquisition of intangible asset	-	(268)
Proceeds from disposal of property, plant and equipment	333	467
Net movement of short-term funds	5,156	(4,276)
Dividends received from short term investment	19	3
Interest received	153	77
Net cash used in investing activities	<u>(5,043)</u>	<u>(12,625)</u>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Net repayment of term loans	(8,427)	(6,448)
Net movement in other borrowings	(391)	(22,295)
Payment of lease liabilities	(1,488)	(3,058)
Net (repayment to)/advances from related companies	(2,151)	19,438
Interest paid	(11,235)	(8,653)
Net cash (used in) financing activities	<u>(23,692)</u>	<u>(21,016)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<u>(3,331)</u>	<u>8,591</u>
Effect of exchange rate changes	(3,510)	2,301
Cash and cash equivalents brought forward	42,363	22,191
<b>Cash and cash equivalents carried forward</b>	<u>35,522</u>	<u>33,083</u>
	<b>30.9.2023</b>	<b>30.9.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and Cash Equivalents at 30 September comprise the following:		
Cash and bank balances	35,522	33,083
Deposit with a licensed bank	1,500	4,276
	<u>37,022</u>	<u>37,359</u>
Less: Short term funds	(1,500)	(4,276)
	<u>35,522</u>	<u>33,083</u>

The above Unaudited 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 the interim financial statements



## 1. Basis of Preparations

The interim Financial Statements are unaudited and have been prepared in compliance with the requirements of MFRS 134 Interim Financial Reporting and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These interim financial statements include only condensed financial statements and should be read in conjunction with the annual financial statements for the financial year ended 31 December 2022 ("FYE 2022"). The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the financial position and performance of Box-Pak (Malaysia) Bhd ("Box-Pak" or "the Company") group of companies ("Box-Pak Group" or "the Group") since FYE 2022.

## 2. Significant Accounting Policies

The accounting policies adopted for this interim report are consistent with those adopted in the audited financial statements for the FYE 2022 except for the following:

The Group adopted (where applicable) the following accounting standards, interpretations or amendments which are applicable to the Group that have been issued by the Malaysian Accounting Standards Board ("MASB") effective 1 January 2023:

- Amendments to MFRS 101, *Presentation of Financial Statements - Disclosures of Accounting Policies*
- 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*

The adoption of new amendments do not have any material financial impact to the Group.

### **MFRSs, interpretations and amendments effective for annual period beginning on or after 1 January 2024**

- Amendments to MFRS 16, *Leases - Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements - Non-current Liabilities with Covenants Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7 *Financial Instruments: Disclosures - Supplier Finance Arrangements*

### **MFRSs, interpretations and amendments effective for annual period beginning on or after 1 January 2025**

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability*

### **MFRSs, interpretations and amendments effective for annual period beginning on or after a date yet to be confirmed**

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the abovementioned accounting standards, interpretations or amendments is not expected to have any material financial impact on the Group.

## 3. Auditors' report

The auditors' report dated 4 April 2023 in respect of the financial statements for the FYE 2022 was not subject to any audit qualification.



**BOX-PAK (MALAYSIA) BHD.** [Registration No. 197401004216 (21338-W)]  
**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**4. Seasonal or Cyclical Factors**

The operation of the Group are not subject to seasonal or cyclical fluctuations except that certain products are subject to seasonal demand where higher sales will be recorded a few months before the major festive seasons such as Ramadan and Chinese New Year and lower sales in the first quarter of every financial year.

**5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and the financial period under review.

**6. Changes in Estimates**

There were no changes in estimates that had a material effect on the financial statements during the current quarter and the financial period under review.

**7. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter and the financial period under review.

**8. Dividends Paid**

There were no dividends paid during the current quarter and the financial period under review.

**9. Segmental Reporting**

Segmental results for the financial period ended 30 September 2023 are as follows:

	Malaysia RM'000	Vietnam RM'000	Myanmar RM'000	Others RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
<b>REVENUE</b>							
External sales	126,699	316,921	34,283	-	477,903	-	477,903
Inter-segmental sales	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>126,699</b>	<b>316,921</b>	<b>34,283</b>	<b>-</b>	<b>477,903</b>	<b>-</b>	<b>477,903</b>
<b>RESULTS</b>							
Segment results	(528)	2,208	(228)	(239)	1,213	572	1,785
Other income	5,172	1,368	134	3,783	10,457	(8,527)	1,930
							3,715
Finance costs	(5,837)	(4,464)	(3,997)	(5,032)	(19,330)	7,955	(11,375)
Loss before taxation							(7,660)
Taxation							(1,789)
Loss after taxation							(9,449)
<b>ASSETS AND LIABILITIES</b>							
Segment assets	353,349	412,038	49,397	210,097	1,024,881	(530,579)	494,302
Unallocated corporate assets							3
<b>Consolidated total assets</b>							<b>494,305</b>
Segment liabilities	159,970	201,618	166,716	118,818	647,122	(264,981)	382,141
Unallocated corporate liabilities							1,313
<b>Consolidated total liabilities</b>							<b>383,454</b>



**BOX-PAK (MALAYSIA) BHD.** [Registration No. 197401004216 (21338-W)]  
**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**9. Segmental Reporting (Cont'd)**

Segmental results for the financial period ended 30 September 2023 are as follows (cont'd):

	Malaysia RM'000	Vietnam RM'000	Myanmar RM'000	Others RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
<b>OTHER INFORMATION</b>							
Capital Expenditure	2,537	7,467	695	5	10,704	-	10,704
Depreciation and amortisation	6,039	15,603	1,428	30	23,100	-	23,100
Non-cash expenses other than depreciation	676	3,582	723	3	4,984	-	4,984

Segmental results for the financial period ended 30 September 2022 are as follows:

	Malaysia RM'000	Vietnam RM'000	Myanmar RM'000	Others RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
<b>REVENUE</b>							
External sales	139,736	404,191	32,143	-	576,070	-	576,070
Inter-segmental sales	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>139,736</b>	<b>404,191</b>	<b>32,143</b>	<b>-</b>	<b>576,070</b>	<b>-</b>	<b>576,070</b>
<b>RESULTS</b>							
Segment results	(3,659)	8,554	(829)	(218)	3,848	1,939	5,787
Other income	2,188	1,407	102	3,684	7,381	(6,956)	425
							6,212
Finance costs	(3,108)	(4,344)	(3,860)	(2,450)	(13,762)	5,017	(8,745)
Loss before taxation							(2,533)
							(1,752)
Taxation							(4,285)
Loss after taxation							
<b>ASSETS AND LIABILITIES</b>							
Segment assets	373,055	467,833	54,535	203,222	1,098,645	(519,584)	579,061
Unallocated corporate assets							232
Consolidated total assets							579,293
Segment liabilities	175,437	258,897	164,002	110,295	708,631	(254,294)	454,337
Unallocated corporate liabilities							1,072
Consolidated total liabilities							455,409
<b>OTHER INFORMATION</b>							
Capital Expenditure	2,744	5,799	353	-	8,896	-	8,896
Depreciation and amortisation	8,002	13,792	237	29	22,060	-	22,060
Non-cash expenses other than depreciation	1,670	8,628	1,714	3	12,015	-	12,015



**10. Valuation of Property, Plant and Equipment**

The Group did not carry out any revaluation exercise for accounting purposes during the current quarter and the financial period under review.

**11. Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the financial period under review up to the date of this announcement, that have not been disclosed in this quarterly interim financial statements.

**12. Changes in the Composition of the Group**

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

**13. Changes in Contingent Liabilities or Contingent Assets**

There were no material changes in contingent liabilities or contingent assets during the current quarter under review and since the end of the financial period.

**14. Capital Commitments**

The amount of capital commitments as at 30 September 2023 is as follows:

	<b>RM'000</b>
Approved and contracted for	<u>205</u>

**15. Related Party Transactions**

The Group has also entered into the following related party transactions:

	<b>Current Period-to-Date Ended 30.9.2023 RM'000</b>
Sales to holding company	418
Sales to related companies	6,002
Rental payable to a related company	(2,402)
Interest payable to related companies	<u>(2,318)</u>

The above transactions were entered into in the normal course of business on terms that the Directors considered comparable to transactions entered into with third parties.





**BOX-PAK (MALAYSIA) BHD.** [Registration No. 197401004216 (21338-W)]  
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**16. Operating Segments Review**

***Third Quarter ended 30 September 2023 ("Q3, 2023") versus Third Quarter ended 30 September 2022 ("Q3, 2022")***

In Q3, 2023, the Group recorded a revenue of RM166.1 million, a decrease of 12.8% from RM190.5 million in Q3, 2022. The decreased in revenue mainly due to lower average selling paper price since Q2, 2022.

The Group's overall gross profit decreased by RM1.0 million in the current quarter under review. The decreased in gross profit was mainly due to lower production and sales volume particularly from Vietnam entities, which is a result of lower demand in key export markets and a general slowdown in the Vietnam economy.

Consequently, the Group recorded a lower loss before taxation in Q3, 2023.

***Period-To-Date ended 30 September 2023 ("PTD Q3, 2023") versus Period-To-Date ended 30 September 2022 ("PTD Q3, 2022")***

In PTD Q3, 2023, the Group's revenue was RM477.9 million, a decrease of 17.0% from RM576.1 million recorded in PTD Q3, 2022. The decreased in revenue is mainly due to lower sales tonnage achieved to date. In addition, revenue decreased due to the down trend in average selling paper price as the price of paper rolls have been declining since Q2, 2022. As such, the lower selling price has partly caused the decrease in total revenue.

The Group's PTD Q3, 2023 gross profit has decreased by RM7.5 million as compared to PTD Q3, 2022. The decreased in gross profit is mainly due to lower production and sales volume particularly from the Vietnam entities because of lower demand in key export markets and a general slowdown in the Vietnam economy weighing on the manufacturing companies in Vietnam.

Consequently, the Group has recorded a higher loss before taxation in PTD Q3, 2023 as compared to PTD Q3, 2022.

**17. Material Change in Performance of Operating Segments for Q3, 2023 compared with Immediate Preceding Quarter Ended 30 June 2023 ("Q2, 2023")**

	<b>Current Quarter Ended 30.9.2023 RM'000</b>	<b>Immediate Preceding Quarter Ended 30.6.2023 RM'000</b>	<b>Changes %</b>
Revenue	166,072	154,368	7.6
Gross Profit	15,770	11,610	35.8
Profit Before Interest and Tax	3,766	213	1,668.1
Loss Before Taxation	(44)	(3,586)	(98.8)
Loss After Taxation	(647)	(4,320)	(85.0)
<b>Loss attributable to:</b>			
Owners of the company	(647)	(4,320)	(85.0)

The Group's overall revenue increased by RM11.7 million in the current quarter under review. The increase in revenue is mainly due to higher sales tonnage from Malaysia and Vietnam.

The overall production and sales tonnage in Q3, 2023 are higher as compared to Q2, 2023. Consequently, the Group has recorded a higher gross profit by RM4.2 million and a lower loss before taxes in Q3, 2023.



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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**18. Commentary on Prospects**

The Group operates in a very competitive industry with numerous competitors. As a consequence, the results continued to reflect the challenges of managing inflationary cost impact, and the volatility of Malaysian Ringgit against United States Dollar ("USD") and hikes in interest rates.

Moreover, secondary packaging such as corrugated cartons are very dependent on the economic condition in the countries we operate in. In particular, Vietnam experienced headwinds in their economy due to a slowdown in exports. This has a direct impact to the demand for carton packaging.

Some of the plans or measures being undertaken by the Group in 2023 include the following:

- to allocate additional resources for business development activities to further increase the sales volume and sales orders from existing and new customers;
- to further improve inventories management and control to rationalise paper roll purchases;
- to further improve the production efficiencies by reducing production wastages and increase process automation to reduce overheads cost;
- to increase focus on sales and collections to free up cash flow for the Group; and
- continuous skills development for the existing employees from sales, production and procurement divisions to enhance productivity and efficiency.

The Board of Directors ("Board") remains cautiously optimistic in addressing the challenges faced by the Group as the Group strives to improve its performance in 2023.

**19. Loss Before Taxation**

Included in loss before taxation are the following items:

	<b>Current Quarter Ended 30.9.2023 RM'000</b>	<b>Preceding Quarter Ended 30.9.2022 RM'000</b>	<b>Current Period-To-Date Ended 30.9.2023 RM'000</b>	<b>Preceding Period-To-Date Ended 30.9.2022 RM'000</b>
Other (income)/expenses:				
- Interest income	(55)	(51)	(154)	(77)
- Income distribution from short term funds	(11)	-	(19)	(3)
- Gain on disposal of property, plant and equipment	(104)	(20)	(116)	(58)
- Others	(417)	578	(1,641)	(287)
	(587)	507	(1,930)	(425)
Interest expense	3,810	3,382	11,375	8,745
Depreciation and amortisation	6,579	7,660	23,101	22,060
(Reversal)/Provision for waste disposal	(18)	28	4	138
Net impairment loss/(reversal of impairment loss) on financial instruments	(63)	(35)	(500)	276
Net foreign exchange (gain)/loss	(79)	625	(964)	700
Write off of:				
- inventories	493	1,687	916	6,018
- property, plant and equipment	170	-	221	35



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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**20. Variance from Forecast Profit and shortfall in Profit Guarantee**

No profit forecast or guarantee was issued by the Group.

**21. Taxation**

	<b>Current Quarter Ended 30.9.2023 RM'000</b>	<b>Preceding Quarter Ended 30.9.2022 RM'000</b>	<b>Current Period-To-Date Ended 30.9.2023 RM'000</b>	<b>Preceding Period-To-Date Ended 30.9.2022 RM'000</b>
Income Tax				
- current year	627	527	1,813	1,776
- prior year	-	-	-	-
Deferred taxation	(24)	(8)	(24)	(24)
	<b>603</b>	<b>519</b>	<b>1,789</b>	<b>1,752</b>

The disproportionate tax charges for the Group was attributable to the absence of group relief.

**22. Status of Corporate Proposals**

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

**23. Material Litigations**

There was no pending material litigation against the Group as at the date of the issue of this quarterly report.

**24. Group Borrowings and Debt Securities**

Total Group borrowings are as follows:

	<b>As at 30.9.2023 RM'000</b>	<b>As at 31.12.2022 RM'000</b>
Current - unsecured		
- Revolving credit	33,000	39,500
- Trade facilities	112,096	102,864
- Term loans	5,723	9,543
- Finance lease liabilities	10	39
	<b>150,829</b>	<b>151,946</b>
Non-current - unsecured		
- Term loans	46,429	47,439
- Finance lease liabilities	127	127
	<b>197,385</b>	<b>199,512</b>

Borrowings which are denominated in foreign currencies are as follows:

Current - unsecured		
- Trade facilities (denominated in Vietnam Dong ("VND"))	86,691	81,847
- Trade facilities (denominated in USD)	2,229	279
- Term loans (denominated in VND)	-	4,122
- Term loans (denominated in USD)	5,723	5,421



**BOX-PAK (MALAYSIA) BHD.** [Registration No. 197401004216 (21338-W)]  
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**24. Group Borrowings and Debt Securities (Cont'd)**

	As at 30.9.2023 RM'000	As at 31.12.2022 RM'000
Borrowings which are denominated in foreign currencies are as follows (cont'd):		
Non-current - unsecured		
- Term loans (denominated in VND)	-	4,122
- Term loans (denominated in USD)	46,429	43,317
	<u>46,429</u>	<u>43,317</u>

The interest rates for the borrowings are as follows:

Term loans:		
- Floating rates	7.20%	4.84% - 9.46%
Trade facilities	3.03% - 6.46%	1.16% - 7.95%
Revolving credits	4.70% - 5.09%	3.42% - 4.50%
Finance lease liabilities	<u>2.08%</u>	<u>2.08%</u>

Hedging activities on major borrowings:

- (a) No hedging was done on borrowings denominated in VND as the borrowings obtained by subsidiaries in Vietnam will be repaid in the same currency.
- (b) No hedging was done on borrowings denominated in USD. The Group monitors the foreign currency movement and will take necessary actions to minimise the risk whenever deem appropriate.

**25. Derivative financial instruments**

There was no outstanding derivatives as at 30 September 2023.

**26. Dividend**

No dividend has been declared for the financial period under review (PTD Q3, 2022: Nil).

**27. Loss Per Share**

**(a) Basic**

Basic loss per ordinary share for the financial period under review is calculated by dividing loss for the financial period attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period:

	Current Quarter Ended 30.9.2023	Preceding Quarter Ended 30.9.2022	Current Period-To-Date Ended 30.9.2023	Preceding Period-To-Date Ended 30.9.2022
Loss attributable to owners of the Company (RM '000)	<u>(647)</u>	<u>(1,338)</u>	<u>(9,449)</u>	<u>(4,285)</u>
Weighted average number of ordinary shares in issue ('000)	<u>120,047</u>	<u>120,047</u>	<u>120,047</u>	<u>120,047</u>
<b>Basic loss per share (sen)</b>	<u>(0.54)</u>	<u>(1.11)</u>	<u>(7.87)</u>	<u>(3.57)</u>



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**27. Loss Per Share (Cont'd)**

**(b) Diluted**

For the financial period under review, the diluted loss per share was the same as the basic loss per share.

**28. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the Board passed on 30 November 2023.

Batu Caves, Selangor Darul Ehsan  
30 November 2023