



KUMPULAN FIMA BERHAD (197201000167)(11817-V)  
(Incorporated in Malaysia)

Condensed Consolidated Financial Statements  
For the First Quarter Ended 30 June 2022

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2022**  
**(THE FIGURES HAVE NOT BEEN AUDITED)**

	Note	Current quarter		3 months cumulative	
		Current year quarter 30-06-2022	Preceding year corresponding quarter 30-06-2021	Current year to date 30-06-2022	Preceding year corresponding period 30-06-2021
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	179,923	126,461	179,923	126,461
Cost of sales		(109,026)	(69,947)	(109,026)	(69,947)
<b>Gross profit</b>		<b>70,897</b>	<b>56,514</b>	<b>70,897</b>	<b>56,514</b>
Other income		1,876	2,090	1,876	2,090
<b>Other items of expense</b>					
Administrative expenses		(19,695)	(24,000)	(19,695)	(24,000)
Selling and marketing expenses		(5,088)	(7,991)	(5,088)	(7,991)
Other operating expenses		(5,091)	(3,716)	(5,091)	(3,716)
		(29,874)	(35,707)	(29,874)	(35,707)
Finance costs		(2,881)	(853)	(2,881)	(853)
Share of results of associates		1,227	600	1,227	600
<b>Profit before tax and zakat</b>	A9/A10	<b>41,245</b>	<b>22,644</b>	<b>41,245</b>	<b>22,644</b>
Income tax expense and zakat	B5	(11,160)	(3,694)	(11,160)	(3,694)
<b>Profit net of tax</b>		<b>30,085</b>	<b>18,950</b>	<b>30,085</b>	<b>18,950</b>
<b>Other comprehensive income/ (expenses)</b>					
Foreign exchange translation gain/ (loss)		6,515	(159)	6,515	(159)
<b>Total comprehensive income for the period</b>		<b>36,600</b>	<b>18,791</b>	<b>36,600</b>	<b>18,791</b>
<b>Profit attributable to :</b>					
Equity holders of the Company		21,709	16,061	21,709	16,061
Non-controlling interests		8,376	2,889	8,376	2,889
<b>Profit for the period</b>		<b>30,085</b>	<b>18,950</b>	<b>30,085</b>	<b>18,950</b>
<b>Total comprehensive income attributable to :</b>					
Equity holders of the Company		27,714	15,930	27,714	15,930
Non-controlling interests		8,886	2,861	8,886	2,861
<b>Total comprehensive income for the period</b>		<b>36,600</b>	<b>18,791</b>	<b>36,600</b>	<b>18,791</b>
<b>Earnings per share attributable to equity holders of the Company :</b>					
Basic/diluted earnings per share (sen)	B12	7.86	5.78	7.86	5.78

*(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements).*

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022**

	<b>As at 30-06-2022</b>	<b>As at 31-03-2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	400,356	391,530
Right-of-use assets	409,722	413,782
Investment properties	60,316	60,728
Investment in associates	37,771	36,544
Deferred tax assets	15,374	14,090
Goodwill on consolidation	12,710	12,710
	<u>936,249</u>	<u>929,384</u>
<b>Current assets</b>		
Inventories	108,440	105,281
Biological assets	7,393	8,051
Trade receivables	110,206	98,328
Other receivables	56,980	35,352
Financial investments	218,539	230,212
Cash and bank balances	178,870	170,573
	<u>680,428</u>	<u>647,797</u>
<b>TOTAL ASSETS</b>	<u>1,616,677</u>	<u>1,577,181</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	311,670	311,670
Treasury shares	(10,543)	(10,431)
Other reserves	65,030	59,025
Retained earnings	512,136	531,842
	<u>878,293</u>	<u>892,106</u>
Non-controlling interests	263,654	255,128
<b>Total equity</b>	<u>1,141,947</u>	<u>1,147,234</u>
<b>Non-current liabilities</b>		
Lease liabilities	208,434	211,484
Long term borrowing	7,450	7,900
Retirement benefit obligation	1,796	1,801
Deferred tax liabilities	51,108	48,545
	<u>268,788</u>	<u>269,730</u>
<b>Current liabilities</b>		
Lease liabilities	12,079	10,720
Short term borrowings	39,860	51,997
Trade and other payables	121,570	72,271
Provisions	1,775	1,710
Tax payable	30,658	23,519
	<u>205,942</u>	<u>160,217</u>
<b>TOTAL LIABILITIES</b>	<u>474,730</u>	<u>429,947</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,616,677</u>	<u>1,577,181</u>
Net assets per share (RM)	<u>3.11</u>	<u>3.16</u>

*(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements).*

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 30 JUNE 2022**

Group	← Attributable to equity holders of the Company →									
	Share capital	Treasury shares	Other reserves	Non-distributable			Distributable			
	RM'000	RM'000	RM'000	Capital reserve	Capital reserve arising from bonus issue in subsidiary	Foreign exchange reserve	Retained earnings	Total	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 April 2022</b>	311,670	(10,431)	59,025	437	66,459	(7,871)	531,842	892,106	255,128	1,147,234
Profit for the period	-	-	-	-	-	-	21,709	21,709	8,376	30,085
Other comprehensive income for the period	-	-	6,005	-	-	6,005	-	6,005	510	6,515
Total comprehensive income for the period	-	-	6,005	-	-	6,005	21,709	27,714	8,886	36,600
<b>Transactions with equity holders</b>										
Dividend	-	-	-	-	-	-	(41,415)	(41,415)	-	(41,415)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(350)	(350)
Purchase of treasury shares	-	(112)	-	-	-	-	-	(112)	(10)	(122)
Total transactions with equity holders	-	(112)	-	-	-	-	(41,415)	(41,527)	(360)	(41,887)
<b>At 30 June 2022</b>	311,670	(10,543)	65,030	437	66,459	(1,866)	512,136	878,293	263,654	1,141,947
<b>At 1 April 2021</b>	311,670	(6,823)	56,483	437	66,459	(10,413)	462,468	823,798	234,467	1,058,265
Profit for the period	-	-	-	-	-	-	16,061	16,061	2,889	18,950
Other comprehensive income for the period	-	-	(131)	-	-	(131)	-	(131)	(28)	(159)
Total comprehensive income for the period	-	-	(131)	-	-	(131)	16,061	15,930	2,861	18,791
<b>Transaction with equity holders</b>										
Dividend	-	-	-	-	-	-	(33,260)	(33,260)	-	(33,260)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(1,924)	(1,924)
Purchase of treasury shares	-	(926)	-	-	-	-	-	(926)	(366)	(1,292)
Total transaction with equity holders	-	(926)	-	-	-	-	(33,260)	(34,186)	(2,290)	(36,476)
<b>At 30 June 2021</b>	311,670	(7,749)	56,352	437	66,459	(10,544)	445,269	805,542	235,038	1,040,580

(The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements).

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2022**

	← 3 months ended →	
	30-06-2022	30-06-2021
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	41,245	22,644
Adjustments for:		
Depreciation of investment properties	412	409
Depreciation for property, plant and equipment	5,970	6,950
Depreciation of right-of-use assets	4,141	4,298
Fair value changes on biological assets	699	(561)
Net provision for impairment on trade and other receivables	570	872
Interest expense	2,881	853
Profit income	(447)	(414)
Interest income	-	(1)
Distribution from financial investments	(743)	(724)
Net reversal of provision retirement benefit obligation	(19)	(31)
Net provision/(reversal of provision) for warranty	65	(388)
Net unrealised forex (gain)/loss	(2,952)	805
Net gain on disposal of property, plant and equipment	(30)	-
Share of results of associates	(1,227)	(600)
Inventories written down/(back)	256	(441)
Operating profit before working capital changes	50,821	33,671
Increase in inventories	(3,415)	(22,521)
Increase in receivables	(30,598)	(24,401)
Increase in payables	7,884	2,569
Cash generated from operations	24,692	(10,682)
Interest paid	(418)	(252)
Taxes paid	(3,852)	(882)
Net cash generated from/(used in) operating activities	20,422	(11,816)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	30	-
Purchase of property, plant and equipment	(12,050)	(4,042)
Payment for acquisition of land	-	(16,015)
Acquisition of treasury shares	(112)	(926)
Profit income received	447	414
Interest income received	-	1
Distribution received from financial investments	743	724
Net placement of financial investments	11,673	47,264
Net cash generated from investing activities	731	27,420
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net (repayment)/drawdown of borrowings	(12,587)	1,345
Repayment of lease liabilities	(4,156)	(3,335)
Dividend paid by subsidiaries to non-controlling interests	(350)	(1,924)
Net cash used in financing activities	(17,093)	(3,914)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	4,060	11,690
<b>EFFECT ON FOREIGN EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS</b>	4,237	2,826
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	170,573	116,497
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	178,870	131,013
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	136,065	106,687
Fixed deposits with financial institutions	42,805	24,326
	178,870	131,013

*(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements).*

**PART A - Explanatory notes pursuant to MFRS 134**

**A1. Accounting policies and basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: *Interim Financial Reporting*, International Accounting Standard ("IAS") 34: *Interim Financial Reporting*, paragraph 9.22 of the Listing Requirements of the Bursa Securities and the requirements of the Companies Act 2016 in Malaysia, where applicable.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2022.

**A2. Changes in accounting policies**

**(a) Adoption of MFRSs, amendments to MFRSs and IC Interpretation**

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 March 2022 except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC Interpretations.

On 1 April 2022, the Group adopted the following new and amended MFRSs and IC Interpretation:

- Amendments to MFRS 3: Reference to 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 2018 - 2020

The adoption of the above standards and interpretation did not have a significant impact on the financial statements in the period of initial application.

**(b) Standards and Interpretations issued but not yet effective**

The Group has not early adopted the following new and amended MFRSs and IC Interpretations that are not yet effective:

<b>Description</b>	<b>Effective for financial period beginning on or after</b>
MFRS 17: Insurance Contracts	1 January 2023
Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 17: Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application.

**A3. Auditors' report on preceding annual financial statements**

The financial statements of the Group for the financial year ended 31 March 2022 were not subject to any audit qualification.

**A4. Seasonal and cyclical factors**

The operations of the Group are not affected by any seasonal or cyclical factors other than the manufacturing division which is affected by cyclical changes in volumes of certain products whilst the plantation division's performance is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

**A5. Unusual items affecting the financial statements**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

**A6. Changes in estimates**

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

**A7. Issuances, cancellation, repurchases, resale and repayment of debts and equity securities**

Save as disclosed below, there were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current quarter.

During the current quarter, the Company repurchased 47,600 of its issued ordinary shares from open market at an average price of RM2.33. The total transaction paid for the repurchase including transaction costs was RM112,000. Of the total 282,231,600 issued ordinary shares, 6,140,700 shares are held as treasury shares by the Company.

**A8. Dividend paid**

There were no dividends paid in the current quarter (preceding year corresponding period: nil).

**A9. Segmental information**
**(i) Segmental revenue and results for business segments**

	Quarter ended		3 months cumulative	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
<b>Revenue</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Manufacturing*	29,788	13,164	29,788	13,164
Plantation	59,254	37,042	59,254	37,042
Bulking	43,059	38,012	43,059	38,012
Food	46,722	37,088	46,722	37,088
Others	5,405	3,097	5,405	3,097
	184,228	128,403	184,228	128,403
Eliminations	(4,305)	(1,942)	(4,305)	(1,942)
	179,923	126,461	179,923	126,461
<b>Profit before tax</b>				
Manufacturing*	2,952	(855)	2,952	(855)
Plantation	21,382	8,235	21,382	8,235
Bulking	15,301	15,288	15,301	15,288
Food	3,562	2,330	3,562	2,330
Others	(3,179)	(2,954)	(3,179)	(2,954)
	40,018	22,044	40,018	22,044
Associated companies	1,227	600	1,227	600
	41,245	22,644	41,245	22,644

\* Production and trading of security documents.

**(ii) Geographical segments**

	Quarter ended		3 months cumulative	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
<b>Revenue</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	101,761	70,550	101,761	70,550
Indonesia	36,894	21,458	36,894	21,458
Papua New Guinea	45,573	36,395	45,573	36,395
	184,228	128,403	184,228	128,403
Eliminations	(4,305)	(1,942)	(4,305)	(1,942)
	179,923	126,461	179,923	126,461
<b>Profit before tax</b>				
Malaysia	22,128	14,158	22,128	14,158
Indonesia	14,587	5,834	14,587	5,834
Papua New Guinea	3,303	2,052	3,303	2,052
	40,018	22,044	40,018	22,044
Associated companies	1,227	600	1,227	600
	41,245	22,644	41,245	22,644

← 3 months cumulative →

	Current year to date		Preceding year	
	30-06-2022		corresponding period	
<b>Assets and liabilities</b>	<b>Assets</b>	<b>Liabilities</b>	<b>Assets</b>	<b>Liabilities</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	1,767,302	383,626	1,562,617	274,567
Indonesia	120,492	32,384	110,058	17,979
Papua New Guinea	211,350	102,439	165,270	75,745
	2,099,144	518,449	1,837,945	368,291
Eliminations	(482,467)	(43,719)	(498,064)	(68,990)
	1,616,677	474,730	1,339,881	299,301



**A10. Profit before tax and zakat**

The following amounts have been included in arriving at profit before tax:

	Quarter ended		3 months cumulative	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
	RM'000	RM'000	RM'000	RM'000
<b>Other income</b>				
Profit income	447	414	447	414
Interest income	-	1	-	1
Distribution from financial investments	743	724	743	724
<b>Operating expenses</b>				
Depreciation	10,523	11,657	10,523	11,657
Interest expense	2,881	853	2,881	853
Unrealised foreign exchange (gain)/loss	(2,952)	805	(2,952)	805
Realised forex exchange loss/(gain)	469	(61)	469	(61)
Net provision for impairment on trade and other receivables	570	872	570	872
Net gain on disposal of property, plant and equipment	(30)	-	(30)	-
Fair value changes on biological assets	699	(561)	699	(561)
Net reversal of provision for retirement benefit obligation	(19)	(31)	(19)	(31)
Net provision/(reversal of provision) for warranty	65	(388)	65	(388)
Inventories written down/(back)	256	(441)	256	(441)

**A11. Subsequent events**

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

**A12. Inventories**

During the quarter, there was no significant write down or write back of inventories except as disclosed in Note A10 above.

**A13. Changes in the composition of the Group**

There were no changes in the composition of the Group for the current quarter and financial period to date.

**A14. Changes in contingent liabilities**

There were no additional contingent liabilities during the current quarter, except as disclosed in Note B10 herein.

**A15. Significant acquisition of property, plant and equipment**

For the period under review, the Group's acquisitions of property, plant and equipment are as follows :

	<b>Current year to date</b>
	<b>RM'000</b>
Plant and machinery	418
Equipment, furniture and fittings and motor vehicles	966
Bearer plants and infrastructure	1,733
Work in progress	8,933
	<b>12,050</b>

**A16. Capital commitments**

The amount of commitments not provided for in the financial statements as at 30 June 2022 were as follows:

	<b>Current year to date</b>
	<b>RM'000</b>
Property, plant and equipment	
- Approved and contracted for	<b>35,046</b>

**A17. Related party transactions**

The Group's related party transactions during the financial period were as follows:

	<b>Current year to date</b>
	<b>RM'000</b>
Transactions with subsidiaries	
- Fima Corporation Berhad - Rental expenses payable	220
- Fima Corporation Berhad - Management fees receivable	207
- Fima Corporation Berhad - Services payable	73
- Pineapple Cannery of Malaysia Sendirian Berhad - Rental income	85
- International Food Corporation - Sales of fish	4,175
- International Food Corporation - Interest receivable	523
Transactions with related parties*	
- BHR Enterprise Sdn. Bhd. - Services payable	30
- PT Pohon Emas Lestari - Purchase of fresh fruit bunch	2,220
- TD Technologies Sdn. Bhd. - Services payable	56
- Nationwide Express Courier Services Berhad - Rental income	<b>18</b>

\*Related parties by virtue of common shareholders/common directors.

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**
**PART B - Bursa Securities Listing Requirements**
**B1. Review of performance**
**Group Performance**

(RM Million)	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
Revenue	179.92	126.46	53.46	42.3
Profit before tax	41.25	22.64	18.61	82.2

Group revenue for the period ended 30 June 2022 rose by 42.3% to RM179.92 million as compared to RM126.46 million recorded in the corresponding period last year. Higher revenue by RM53.46 million was mainly attributed to the increase in revenue generated by all divisions.

In line with higher revenue, Group profit before tax ("PBT") has recorded an improvement by 82.2% to RM41.25 million as compared to the last financial period.

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
Revenue	29.79	13.16	16.63	126.4
Profit before tax	2.95	(0.86)	3.81	443.0

Revenue from **Manufacturing Division** improved by 126.4% or RM16.63 million to RM29.79 million from RM13.16 million recorded last year, mainly attributable to higher sales volume for travel documents. In line with increase in revenue, the division has recorded a higher pre-tax profit of RM2.95 million as compared to pre-tax loss of RM0.86 million in the same period last year.

**Plantation Division**

(RM Million)	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
<b>Revenue</b>				
<u>Indonesia</u>				
- Crude palm oil (CPO)	32.25	21.46	10.79	50.3
- Crude palm kernel oil (CPKO)	4.64	-	4.64	100.0
<u>Malaysia</u>				
- Fresh fruit bunch (FFB)	21.90	15.18	6.72	44.3
- Pineapple	0.46	0.40	0.06	15.0
<b>Total</b>	<b>59.25</b>	<b>37.04</b>	<b>22.21</b>	<b>60.0</b>
<b>Profit before tax</b>	<b>21.38</b>	<b>8.24</b>	<b>13.14</b>	<b>159.5</b>
FFB produced (mt)	48,038	49,688	(1,650)	(3.3)
CPO produced (mt)	8,945	9,287	(342)	(3.7)

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**
**B1. Review of performance (cont'd.)**
**Plantation Division (cont'd.)**

	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
<b>Sales Quantity (mt)</b>				
- CPO	8,051	6,048	2,003	33.1
- CPKO	998	-	998	100.0

**Total Group's Hectarage**
**Palm profiles (ha)**

- Mature	13,483.5	13,390.9
- Immature	768.8	1,170.3
Total planted area	<u>14,252.3</u>	<u>14,561.2</u>

**Plantation Division** recorded higher revenue by RM22.21 million or 60.0% to RM59.25 million as compared to last year, mainly attributable to higher sales volume and price of CPO and CPKO. On the back of higher revenue, the division PBT has increased to RM21.38 million as compared to last year.

Plantation estates in Malaysia which are presently in the development phase and partially mature registered a total pre-tax profit of RM0.18 million as compared to RM0.94 million pre-tax loss recorded in the corresponding period last year.

**Bulking Division**

(RM Million)	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
Revenue	43.06	38.01	5.05	13.3
Profit before tax	15.30	15.29	0.01	0.1

Revenue from **Bulking Division** of RM43.06 million has improved by 13.3% or RM5.05 million as compared to last year, mainly attributable to the higher contribution from technical fats products as well as higher sales of palm methyl ester ("PME") from biodiesel operation. However, despite of higher revenue posted, an increase in fuel cost and interest on leases has reduced the Division PBT to RM15.30 million, consistent as compared to the corresponding period last year.

**Food Division**

(RM Million)	<b>Current YTD</b>	<b>Previous YTD</b>	<b>Variance</b>	<b>%</b>
<b>Revenue</b>				
Papua New Guinea (PNG)	45.57	36.40	9.17	25.2
Malaysia	1.15	0.69	0.46	66.7
	<u>46.72</u>	<u>37.09</u>	<u>9.63</u>	<u>26.0</u>
Profit before tax	3.56	2.33	1.23	52.8

**Food Division's** revenue has increased by RM9.63 million or 26.0% to RM46.72 million, as compared to RM37.09 million recorded in the previous financial period, primarily attributed to higher sales volume of export canned tuna and tuna loin products. Despite of higher revenue, increase in shipping and tin cans cost has affected the Division's profit margin during the period. The Division has posted a PBT of RM3.56 million, an improvement by RM1.23 million as compared to RM2.33 million in the last financial period.

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**
**B2. Comparison with preceding quarter's results**
**Group Performance**

(RM Million)	<b>QTR 1</b>	<b>QTR 4</b>		
	<b>FY 2023</b>	<b>FY 2022</b>	<b>Variance</b>	<b>%</b>
Revenue	179.92	193.84	(13.92)	(7.2)
Profit before tax	41.25	65.53	(24.28)	(37.1)

The Group revenue declined by RM13.92 million to RM179.92 million as compared to the preceding quarter, attributable to lower revenue contribution by plantation and bulking division.

On the back of lower revenue, the Group PBT has decreased by RM24.28 million to RM41.25 million as compared to RM65.53 million recorded in the preceding quarter.

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	<b>QTR 1</b>	<b>QTR 4</b>		
	<b>FY 2023</b>	<b>FY 2022</b>	<b>Variance</b>	<b>%</b>
Revenue	29.79	26.71	3.08	11.5
Profit before tax	2.95	4.36	(1.41)	(32.3)

**Manufacturing Division's** revenue recorded higher by RM3.08 million to RM29.79 million in the current quarter, mainly due to increase in demand for travelling documents. However, the division PBT has declined by RM1.41 million to RM2.95 million in the current quarter mainly due to unfavourable sales mix.

**Plantation Division**

(RM Million)	<b>QTR 1</b>	<b>QTR 4</b>		
	<b>FY 2023</b>	<b>FY 2022</b>	<b>Variance</b>	<b>%</b>
<b>Revenue</b>				
<u>Indonesia</u>				
- CPO	32.25	50.24	(17.99)	(35.8)
- CPKO	4.64	8.16	(3.52)	(43.1)
<u>Malaysia</u>				
- Fresh fruit bunch	21.90	18.45	3.45	18.7
- Pineapple	0.46	0.51	(0.05)	(9.8)
<b>Total</b>	<b>59.25</b>	<b>77.36</b>	<b>(18.11)</b>	<b>(23.4)</b>
<b>Profit before tax</b>	<b>21.38</b>	<b>35.30</b>	<b>(13.92)</b>	<b>(39.4)</b>
CPO produced (mt)	8,945	9,691	(746)	(7.7)
<b>Sales Quantity (mt)</b>				
- CPO	8,051	11,073	(3,022)	(27.3)
- CPKO	998	1,000	(2)	(0.2)

NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022

**B2. Comparison with preceding quarter's results (cont'd.)**

**Plantation Division (cont'd.)**

**Plantation Division** has posted a lower revenue in the current quarter by RM18.11 million (or 23.4%) to RM59.25 million, as compared to RM77.36 million in the preceding quarter mainly attributable to lower sales volume and price of CPO and CPKO. In line with lower revenue, the Division PBT has declined by RM13.92 million to RM21.38 million in the current quarter.

**Bulking Division**

(RM Million)	QTR 1 FY 2023	QTR 4 FY 2022	Variance	%
Revenue	43.06	49.53	(6.47)	(13.1)
Profit before tax	15.30	10.80	4.50	41.7

Revenue from **Bulking Division** has decreased by 13.1% or RM6.47 million to RM43.06 million as compared to the preceding quarter, mainly due to lower sales of PME product from its biodiesel operation during the quarter. Despite this, the Division posted an improvement in PBT by RM4.50 million to RM15.30 million in the current quarter, on the back of higher contribution from its liquid bulking operation and no allowance for impairment loss made on trade receivable in the current quarter.

**Food Division**

(RM Million)	QTR 1 FY 2023	QTR 4 FY 2022	Variance	%
<b>Revenue</b>				
PNG	45.57	38.11	7.46	19.6
Malaysia	1.15	1.05	0.10	9.5
	46.72	39.16	7.56	19.3
Profit before tax	3.56	13.95	(10.39)	(74.5)

Revenue from **Food Division** improved by 19.3% or RM7.56 million to RM46.72 million as compared to the preceding quarter, mainly attributable to higher sales volume of tuna loin and tuna export canned products. However, lower margin due to higher raw material cost particularly for its export canned tuna products and higher provision for impairment loss on trade receivables had contributed to the decrease on Division's PBT to RM3.56 million as compared to preceding quarter.

**B3. Prospects**

**Manufacturing Division** - The division will continue its concerted efforts to develop new products and solutions to complement its existing products.

**Plantation Division** - The overall performance of the oil palm production and processing is very much influenced by the direction of palm oil prices and our estates' yield. Nevertheless, we will remain focused in improving our efficiency and productivity in oil palm plantation operation and optimising production cost.

**Bulking Division** - The demand for storage is expected to be satisfactory. The division is looking at securing more long term contracts with customers as well as handling higher margin products.

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**

**B3. Prospects (cont'd.)**

**Food Division** faces many challenges ahead, particularly in Papua New Guinea where the division's main operation is located, amidst intense market competition from cheaper imported products, currency fluctuation, transportation cost and increase in price of raw materials - mainly cans. The division will continue to focus on operational efficiency, productivity and margin improvements, and cost control as well as emphasising on quality, service and delivery.

We expect the challenging environment to remain in the current financial year due to uncertainties in the pace of economic recovery post COVID-19. Fluctuations in exchange rates and commodity prices will influence the Group's financial performance and position.

**B4. Explanatory notes on variances with profit forecasts or profit guarantees**

The Group did not issue any profit forecast and/or profit guarantee to the public.

**B5. Income tax expense and zakat**

	<b>Current quarter 30-06-2022</b>	<b>Current year to date 30-06-2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Tax expense	11,160	11,160
Zakat	-	-
	<b>11,160</b>	<b>11,160</b>

The effective tax rate on the Group's profit to date is higher than the statutory tax rate mainly due to certain expenses disallowed for taxation purposes.

**B6. Profits/(losses) on sale of unquoted investments and/or properties**

There were no sale of unquoted investments and/or properties during the current quarter.

**B7. Purchase or disposal of quoted securities**

There were no purchase or disposal of quoted securities during the current quarter.

**B8. Corporate proposals**

**(a) Status of corporate proposal**

There are no corporate proposals announced but not completed at the date of this report.

**(b) Utilisation of proceeds raised from any corporate proposal**

Not applicable.

**B9. Borrowings and debt securities**

	<b>As at 30-06-2022</b>	<b>As at 31-03-2022</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current</b>		
Term loan	7,450	7,900
<b>Current</b>		
Term loan	1,800	1,800
Bankers' acceptance	5,677	9,479
Short term revolving credit	32,383	40,718
	<b>39,860</b>	<b>51,997</b>
	<b>47,310</b>	<b>59,897</b>

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**

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**B10. Changes in material litigations**

Except for the following, there were no other changes in material litigation since the date of the last annual statement of financial position:

1. On 30 July 2018, a subsidiary, Fima Corporation Berhad ("FimaCorp") announced that its wholly owned subsidiary, Percetakan Keselamatan Nasional Sdn. Bhd. ("the Plaintiff" or "the Appellant" or "PKN"), has on the same day, commenced a High Court action against Datasonic Technologies Sdn. Bhd. ("the Defendant" or "the Respondent").

The claim is for a sum of RM24,975,000.00 (excluding interest and cost) ("Outstanding Amount"), being the amount due and owing by the Defendant to the Plaintiff for 1.5 million Malaysian passport booklets which were supplied by the Plaintiff to the Defendant.

As the parties were unable to reach a solution via mediation took place in October 2018, the matter went to trial in August 2021.

On 13 October 2021, the High Court Judge has delivered its decision and has ordered the Defendant to pay the Plaintiff a sum of RM15,000,000 with 4% interest from today until full and final settlement. In addition, the Court has ordered the Plaintiff to pay the Defendant costs of RM30,000.

The Appellant has on 29 October 2021, filed a Notice of Appeal at the Court of Appeal, appealing against some parts of the High Court's decision given on 13 October 2021. Subsequently on 22 December 2021, the Appellant has filed its Memorandum of Appeal together with the Records of Appeal at the Court of Appeal as per the Court's directive.

The hearing for the appeal was concluded on 15 June 2022 and after hearing oral submissions from the parties' respective counsel, the Court of Appeal had reserved its decision to be delivered on 18 August 2022. Subsequently, the Court of Appeal has vacated the said date to deliver the Court's decision, and has fixed the matter down for case management on 30 August 2022 to set a new date for decision.

This civil suit is not expected to have any material impact on the financial and operational position of the Group.

2. On 28 November 2019, an Indonesian subsidiary of FimaCorp, PT Nunukan Jaya Lestari ("PTNJL") has filed a civil suit in the South Jakarta District Court ("the District Court") against the Menteri Agraria dan Tata Ruang/Kepala Badan Pertahanan Nasional Republik Indonesia ("BPN") and a Third Party (collectively, "Defendants"). The President Republik Indonesia and Menteri Lingkungan Hidup dan Kehutanan Republik Indonesia ("Menteri Kehutanan") have been named as co-defendants in the said suit.

PTNJL is *inter alia* seeking recognition over its rights and to allow PTNJL to undertake its plantation activities as well as to restrain the Minister from issuing any new licences permits or approvals to any parties on or within the HGU.

On 6 May 2020, the mediation held between PTNJL, Defendants and Co-defendants has failed. Accordingly, the matter will now proceed to the District Court for determination.

On 15 September 2020, the District Court had delivered an oral judgement and dismissed the civil suit filed by the PTNJL against the Defendant on the basis that the Court has no competency to hear the matter notwithstanding the civil nature of the claim.

PTNJL has filed its notice of appeal and memorandum of appeal on 28 September 2020 and 21 April 2021 respectively to the Pengadilan Tinggi DKI Jakarta (through the District Court) in respect of the decision of the Pengadilan Negeri Jakarta Selatan dated 15 September 2020.



**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 30 JUNE 2022**


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**B11. Dividend**

For the current quarter under review, no dividend has been proposed and declared (preceding year corresponding period: nil).

**B12. Earnings per share**

The basic earnings per share are calculated as follows:

	<b>Quarter ended</b>		<b>3 months cumulative</b>	
	<b>30-06-2022</b>	<b>30-06-2021</b>	<b>30-06-2022</b>	<b>30-06-2021</b>
Profit net of tax attributable to equity holders of the Company used in the computation of earnings per share (RM'000)	21,709	16,061	21,709	16,061
Weighted average number of ordinary shares in issues ('000)	276,119	277,814	276,119	277,814
Basic/diluted earnings per share (sen)	7.86	5.78	7.86	5.78

**By order of the Board**

**FADZIL BIN AZAHA (MIA20995)**  
**JASMIN BINTI HOOD (LS0009071)**

Company Secretaries

**Kuala Lumpur**

**Dated : 18 August 2022**