



**MASTER-PACK**  
GROUP BERHAD 199401011341

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2024**

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**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(the figures have not been audited)

		Current quarter ended 30/09/2024 RM '000	Preceding year corresponding quarter ended 30/09/2023 RM '000	Current year-to-date ended 30/09/2024 RM '000	Preceding year corresponding year-to-date ended 30/09/2023 RM '000
Revenue	<b>B1</b>	37,211	41,534	119,596	123,466
Operating expenses		(32,739)	(34,061)	(100,460)	(104,219)
Other operating income		649	823	2,080	2,374
Profit from operations		5,121	8,296	21,216	21,621
Finance costs		(73)	(96)	(224)	(260)
<b>Profit before taxation</b>		5,048	8,200	20,992	21,361
Taxation	<b>B4</b>	(1,267)	(1,228)	(3,829)	(3,409)
<b>Profit for the period</b>		3,781	6,972	17,163	17,952
<b>Other comprehensive income :-</b>					
Items that may be reclassified subsequently to profit or loss:-					
- Currency translation of foreign operations		(3,874)	(931)	(4,890)	1,258
<b>Other comprehensive income for the period</b>		(3,874)	(931)	(4,890)	1,258
		(93)	6,041	12,273	19,210
<b>Profit for the financial period attributable to:-</b>					
- Owners of the Company		3,781	6,972	17,163	17,952
- Non-Controlling Interest		-	-	-	-
		3,781	6,972	17,163	17,952
<b>Total comprehensive income for the financial period attributable to:-</b>					
- Owners of the Company		(93)	6,041	12,273	19,210
- Non-Controlling Interest		-	-	-	-
		(93)	6,041	12,273	19,210
<b>Earnings per share (sen) :</b>					
(i) Basic	<b>B9</b>	6.92	12.76	31.42	32.87
(ii) Fully diluted		N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	As at end of current quarter ended 30.09.2024 RM'000 (unaudited)	As at end of financial year ended 31.12.2023 RM'000 (audited)
<b>Non-Current Assets</b>			
Property, plant and equipment		51,885	52,539
Investment properties		14,640	14,640
Right -of-use assets		6,775	7,416
Goodwill on consolidation		196	196
Other investments		233	271
Deferred tax assets		8	86
		73,737	75,148
<b>Current Assets</b>			
Inventories		12,969	12,123
Trade and other receivables		26,593	33,253
Prepayments		446	1,593
Current tax assets		524	914
Cash and bank balances	B10	81,921	76,280
		122,453	124,163
<b>TOTAL ASSETS</b>		196,190	199,311
<b>Non-Current Liabilities</b>			
Lease Liabilities	B6	978	1,436
Deferred tax liabilities		6,680	6,838
		7,658	8,274
<b>Current Liabilities</b>			
Trade and other payables		11,822	18,252
Loans and borrowings - secured	B5	1,554	2,212
Lease liabilities	B6	806	760
Current tax liabilities		422	511
		14,604	21,735
<b>TOTAL LIABILITIES</b>		22,262	30,009
<b>Equity</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		55,339	55,339
Other reserves		24,780	28,753
Retained profits		93,809	85,210
		173,928	169,302
<b>TOTAL EQUITY</b>		173,928	169,302
<b>TOTAL LIABILITIES AND EQUITY</b>		196,190	199,311
Net assets per share attributable to owners of the Company (RM)		3.18	3.10

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)**

**MASTER-PACK GROUP BERHAD (297020-W)**  
For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Note	Share Capital RM'000	Legal Reserves RM'000	Revaluation Surplus RM'000	Currency Translation Reserve RM'000	Attributable to Owners of the Company		Retained Profits RM'000	TOTAL EQUITY RM'000
						Non Distributable	Total Other Reserves RM'00		
-----Attributable to Owners of the Company-----									
-----Non Distributable-----									
<b>9 months ended 30 September 2023</b>									
Balance as at 1 January 2023		55,339	5,225	13,109	851	19,185	68,729	143,253	
Reclassification adjustments on :-									
Changes in currency translation		-	-	-	1,258	1,258	-	1,258	
Profit for the financial period		-	-	-	-	-	17,952	17,952	
Total comprehensive income for the period		-	-	-	1,258	1,258	17,952	19,210	
Dividend Owners of the Company		-	-	-	-	-	(6,554)	(6,554)	
Total transactions with owners		-	-	-	-	-	(6,554)	(6,554)	
Transfer of legal reserves		-	1,664	-	-	1,664	(1,664)	-	
Transfer of revaluation surplus		-	-	(486)	-	(486)	486	-	
Balance as at 30 September 2023		55,339	6,889	12,623	2,109	21,621	78,949	155,909	

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (CONT'D)**

(the figures have not been audited)

	-----Attributable to Owners of the Company-----						TOTAL EQUITY RM'000
	-----Non Distributable-----						
	Share Capital RM'000	Legal Reserves RM'000	Revaluation Surplus RM'000	Currency Translation Reserve RM'000	Total Other Reserves RM'000	Retained Profits RM'000	
Balance as at 1 January 2024	55,339	7,426	20,214	1,113	28,753	85,210	169,302
Reclassification adjustments on :-							
Changes in currency translation	-	-	-	(4,890)	(4,890)	-	(4,890)
Profit for the period	-	-	-	-	-	17,163	17,163
Total comprehensive income for the period	-	-	-	(4,890)	(4,890)	17,163	12,273
Dividend							
Owners of the Company	-	-	-	-	-	(7,647)	(7,647)
Total transactions with owners	-	-	-	-	-	(7,647)	(7,647)
Transfer of legal reserves	-	1,514	-	-	1,514	(1,514)	-
Transfer of revaluation surplus	-	-	(597)	-	(597)	597	-
Balance as at 30 September 2024	55,339	8,940	19,617	-3,777	24,780	93,809	173,928

**(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)**

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current year-to-date ended 30.09.2024 RM'000 (unaudited)	Preceding year-to-date ended 31.12.2023 RM'000 (audited)
	Note	
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	20,992	28,272
Adjustments for non-cash flow items:-		
Depreciation	3,957	4,684
Dividend income	(9)	(22)
Fair value loss/(gains) on financial instruments	38	(214)
Gain on disposal of property, plant and equipment	(37)	(5)
Impairment (gain)/loss on financial assets	(47)	61
Interest expense	224	336
Interest income	(962)	(1,626)
Inventories written down	-	6
Inventories written off	-	16
Loss on derecognition of financial assets	-	145
Operating profit before working capital changes	24,156	31,653
Changes in :-		
Inventories	(846)	6,752
Receivables	6,707	(2,407)
Prepayments	1,147	564
Payables	(6,430)	1,023
Cash generated from operations	24,734	37,585
Tax paid	(3,559)	(4,621)
Tax refunded	-	676
Net cash generated from operating activities	21,175	33,640
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(2,489)	(7,525)
Acquisition of right-of-use assets	-	(9)
Dividends received	9	22
Interest received	962	1,838
Proceeds from disposal of property, plant and equipment	51	5
Net cash used in investing activities	(1,467)	(5,669)

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Current year-to-date ended 30.09.2024 RM'000 (unaudited)	Preceding year-to-date ended 31.12.2023 RM'000 (audited)
<b>Cash flows from financing activities</b>		
Dividend paid	(7,647)	(6,554)
Interest paid	(224)	(336)
Net (decrease)/increase in short-term loans and borrowings	(658)	436
Payment of lease liabilities	(680)	(977)
Placement of term deposits pledged as security	(59)	(2,045)
Net cash used in financing activities	(9,268)	(9,476)
Currency translation differences	(4,858)	262
Net increase in cash and cash equivalents	5,582	18,757
Cash and cash equivalents brought forward	73,235	54,478
Cash and cash equivalents carried forward	<b>B10</b> 78,817	73,235

**(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2023 and the accompanying explanatory notes attached to the interim financial statements)**

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

Notes to the Interim Financial Statements:-

**A. Explanatory Notes to the Interim Financial Statements as required by MFRS134****A1. Basis of preparation**

The interim financial statements of the Group for the period ended 30 September 2024 are unaudited and have been prepared in accordance with the requirements of MFRS134: Interim Financial Reporting and paragraph 9.22 of Bursa Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of Master-Pack Group Berhad (“the Group”) for the year ended 31 December 2023. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions so as to give a true and fair view of the state of affairs of the Group as of 30 September 2024 and of its results and cash flows for the period ended on that date.

**A2. Annual Audit Report**

The auditors’ report on the financial statements for the year ended 31 December 2023 was not qualified.

**A3. Changes in Accounting Policies and Method of Computation**

The significant accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2023 except for the adoption of the following MFRS :-

MFRS	Effective for the annual periods beginning on or after
- Amendments to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
- Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-Current</i>	1 January 2024
- Amendments to MFRS 101 <i>Non-current Liabilities with Covenants</i>	1 January 2024
- Amendments to MFRS 107 and MFRS 7 <i>Supplier Finance Arrangements</i>	1 January 2024

The initial application of the above MFRSs is either not relevant or did not have any significant impacts on the financial statements.

The Group has not applied the following MFRS which have been issued but are not yet effective at the end of the reporting period:-

MFRS	Effective for the annual periods beginning on or after
- Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
- Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025



## **MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

The adoption of the above standards and amendments is either not relevant or not expected to have any material effect on the financial performance or position of the Group.

### **A4. Seasonality or cyclicity of operations**

The Group's performance is not significantly affected by any seasonal or cyclical factor for the financial period under review.

### **A5. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows because of their nature, size, or incidence for the financial period under review.

### **A6. Changes in estimates**

There were no material changes in the estimates for the financial period under review.

### **A7. Issues, repurchases, and repayment of debt and equity securities**

There were no issuance and repayment of debts and equity securities.

### **A8. Dividend**

The Board of Directors paid a second interim dividend of 6 sen amounting to RM3,277,209 on 30 August 2024 for the financial year ending 31 December 2024.

### **A9. Segmental Information**

The Group has two operating segments as follows:-

#### **a) Packaging Division**

Designing and manufacturing corrugated paper cartons, wooden packaging as well as providing one-stop packaging solutions.

#### **b) Other Divisions**

Rental of properties and investment holding.

In view that contribution from the other divisions is not significant, operating results from the other divisions is not segregated.

### **A10. Events after reporting period**

There was no material event subsequent to the reporting period that has not been reflected in these financial statements.

### **A11. Changes in the composition of the Group**

There was no business combinations, long term investment and restructuring or discontinuing operations during the financial period.

### **A12. Changes in contingent liabilities or contingent assets**

There was no liability that the Group is contingently liable to since the last annual reporting date.

## MASTER-PACK GROUP BERHAD (297020-W)

For the 3rd quarter ended 30 September 2024

### B. Additional information required by the listing requirements of Bursa Malaysia Securities Berhad

#### B1 Performance Review of the Group

##### Current Quarter 2024 vs Corresponding Quarter 2023

	Current quarter ended 30/09/2024 RM'000	Preceding year corresponding quarter ended 30/09/2023 RM'000	Changes	
			RM'000	%
Revenue	37,211	41,534	(4,323)	-10.4%
Profit before taxation	5,048	8,200	(3,152)	-38.4%

The Group registered a revenue decline for the quarter ended 30<sup>th</sup> September 2024 of RM4.3 million (10.4%) compared with the same period of the last financial year.

1. There was a Sectoral Shift in Revenue Composition,
  - Solar sector: Revenue from this sector decreased significantly.
  - Growth in other sectors: Positive performance was noted in:
    - Electronics and Electrical
    - Food and Beverages
    - Other sectors
2. Currency Exchange Impact,
  - The Ringgit's appreciation against the Vietnamese Dong reduced the revenue when translated into Ringgit.
  - As part of our sales invoiced in US Dollars were translated at lower rates, it directly affected profitability.

In summary, the company faces challenges in the solar sector and further compounded by unfavorable currency movements.

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**Current Quarter 2024 vs Preceding Quarter**

	<b>Current quarter ended 30/09/2024 RM'000</b>	<b>Preceding quarter ended 30/06/2024 RM'000</b>	<b>Changes</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	37,211	40,386	(3,175)	-7.9%
Profit before taxation	5,048	7,429	(2,381)	-32.1%

Revenue for the quarter ended 30<sup>th</sup> September 2024 compared to the previous quarter ended 30<sup>th</sup> June 2024, saw a decline of RM3.2 million (7.9%) partly due to the strengthening of the Ringgit and some downward selling price adjustments.

As a result the Profit Before Tax was at RM5 million registering a drop of RM2.4 (32.1%) million over the corresponding period.

**Current Year-to-date 2024 vs Preceding Year-to-date 2023**

	<b>Current year-to-date ended 30/9/2024 RM'000</b>	<b>Preceding year-to-date ended 30/09/2023 RM'000</b>	<b>Changes</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	119,596	123,466	(3,870)	-3.1%
Profit before taxation	20,992	21,361	(369)	-1.7%

Total revenue for the nine months ended 30 Sep 2024 was RM119.6 million while for the same period of preceding year was RM123.5 million. The decrease in revenue was RM3.9 million or 3.1%. The decrease was mainly from the third quarter of this year, as stated earlier.

However, profit before taxation was RM20.992 million compared to RM21.361 million, a small decline of RM0.369 million or 1.7%. This was due to the stronger USD in the first six months of the year at an average of RM4.73/USD before weakening to an average of RM4.45/USD in third quarter. Average for the nine months of 2023 was RM4.52/USD compared to an average of RM4.64 for the nine months of 2024.

**B2. Prospect 2024**

The recent volatility in foreign currency exchange rates has impacted the financial results of the Group. Such fluctuations are mainly due to external factors which are beyond the Group's control and the currency exchange movement is being actively managed.

The Group will continue to focus on improving efficiency and productivity of the business to ensure long-term sustainability and growth.

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**B3. Variance of actual profit from forecast profit and shortfall in the profit guarantee**

Not applicable.

**B4. Taxation**

The taxation of the Group comprises:

	<b>Current quarter ended 30/09/24 RM'000</b>	<b>Current year-to-date ended 30/09/24 RM'000</b>
Taxation		
- current year	(1,315)	(4,000)
- prior year	10	10
Deferred tax		
- current year	38	161
	<u>(1,267)</u>	<u>(3,829)</u>

The effective tax rate for the year is slightly lower than the Malaysian income tax rate of 24% due to lower tax rate enjoyed by its foreign subsidiary.

**B5. Group borrowings as at 30.09.2024****Short term borrowings - Secured**

	<b>RM'000</b>
Banker acceptances	<u>1,554</u>

The effective interest rates of loans and borrowings as at 30.09.2024 ranged from 4.8% to 5.3% per annum.

**B6. Lease Liabilities as at 30.09.2024****Short term lease liabilities - Secured**

	<b>RM'000</b>
Lease liabilities due within one year	<u>806</u>

**Long-term lease liabilities - Secured**

	<b>Due Within 1 to 2 years RM'000</b>	<b>Due Within 2 to 5 years RM'000</b>	<b>Total RM'000</b>
Lease liabilities	<u>593</u>	<u>385</u>	<u>978</u>

The effective interest rates of lease liabilities as at 30.09.2024 ranged from 5.0% to 11.0% per annum.

**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**B7. Litigation**

There is no material litigation at the date of this report.

**B8. Dividend Declared**

The Board does not declare any dividend for the financial period under review.

**B9. Earnings per Share****Basic**

Basic earnings per share is calculated by dividing profit attributable to owners of the parent entity by the weighted average number of ordinary shares in issue during the period.

	<b>Current quarter ended 30/06/2024</b>	<b>Current year-to-date ended 30/06/2024</b>
Profit attributable to owners of the parent (RM'000)	3,781	17,163
Number of ordinary shares outstanding	54,620,150	54,620,150
Basic earning per share (sen)	6.92	31.42
Diluted	N/A	N/A

**B10. Cash and cash equivalents**

	<b>As at 30/09/2024 RM'000</b>	<b>As at 31/12/2023 RM'000</b>
High liquid investments in money market funds	12,599	8,441
Term deposits	28,304	29,505
Cash and bank balances	41,018	38,334
	<hr/>	<hr/>
	81,921	76,280
Term deposits pledged as security	(3,104)	(3,045)
	<hr/>	<hr/>
	78,817	73,235
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**MASTER-PACK GROUP BERHAD (297020-W)**

For the 3rd quarter ended 30 September 2024

**B11. Profit Before Tax Items**

	<b>Current quarter ended 30.09.2024 RM'000</b>	<b>Current year-to-date ended 30.09.2024 RM'000</b>
Depreciation	1,313	3,957
Foreign exchange loss/(gain)	293	(58)
Loss/(Gain) on disposal of property, plant and equipment	1	(37)
Impairment loss on other investments	27	38
Impairment loss/( gain) on financial assets	3	(47)
Interest expense	73	224
Interest income	(296)	(962)

Items which are not disclosed as per Listing Requirement Notes 16 Appendix 9B are not applicable to the group for the current period.

**B12. Disclosure of realized and unrealized profits and losses**

	<b>Current quarter ended 30/09/2024 RM'000</b>	<b>Preceding year ended 31/12/2023 RM'000</b>
Master-Pack Group Berhad and its subsidiaries :		
- Realised	66,632	57,971
- Unrealised	2,592	2,654
	69,224	60,625
Less : Consolidation adjustments	24,585	24,585
Total Group retained profit	93,809	85,210

By order of the Board  
Lee Peng Loon  
P'ng Chiew Keem  
Secretaries  
Penang

Date: 27 Nov 2024