


QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|---|-----|----------------------------|--|---|--|
| | | CURRENT YEAR QUARTER | PRECEDING YEAR CORRES- PONDING QUARTER | CURRENT YEAR TO DATE (UNAUDITED) | PRECEDING YEAR CORRES- PONDING PERIOD (UNAUDITED) |
| | | 30.06.2023 | 30.06.2022 | 30.06.2023 | 30.06.2022 |
| Revenue | A7 | 290,691 | 379,296 | 604,292 | 712,298 |
| Cost of goods sold | | (246,448) | (320,491) | (514,348) | (605,485) |
| Gross profit | | 44,243 | 58,805 | 89,944 | 106,813 |
| Other income | | 3,186 | 855 | 4,591 | 1,879 |
| Selling and distribution expenses | | (7,894) | (6,633) | (15,372) | (12,738) |
| Administrative expenses | | (11,852) | (11,092) | (23,116) | (22,141) |
| Other expenses | | (1,328) | (3,689) | (3,495) | (4,293) |
| Results from operating activities | B5 | 26,355 | 38,246 | 52,552 | 69,520 |
| Interest income | | 830 | 337 | 1,346 | 453 |
| Finance costs | | (2,453) | (983) | (4,648) | (1,543) |
| Share of net Profit of Associate | | 114 | 76 | 162 | 556 |
| Profit before tax | A7 | 24,846 | 37,676 | 49,412 | 68,986 |
| Tax expense | B6 | (4,328) | (7,716) | (8,765) | (14,094) |
| Profit for the period | | 20,518 | 29,960 | 40,647 | 54,892 |
| Other comprehensive income/(expense), net of tax | | | | | |
| Foreign currency translation differences for foreign operations | | 2,953 | 1,152 | 4,754 | 2,795 |
| Total comprehensive income for the period | | 23,471 | 31,112 | 45,401 | 57,687 |
| Profit attributable to: | | | | | |
| Owners of the Company | | 21,584 | 29,467 | 41,135 | 54,063 |
| Non-controlling interests | | (1,066) | 493 | (488) | 829 |
| | | 20,518 | 29,960 | 40,647 | 54,892 |
| Total comprehensive income attributable to: | | | | | |
| Owners of the Company | | 24,537 | 30,619 | 45,889 | 56,858 |
| Non-controlling interests | | (1,066) | 493 | (488) | 829 |
| | | 23,471 | 31,112 | 45,401 | 57,687 |
| Earnings per ordinary share (sen) | | | | | |
| - Basic | B14 | 5.51 | 7.65 | 10.51 | 14.03 |
| - Diluted | B14 | 5.44 | 7.47 | 10.37 | 13.70 |

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

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | | UNAUDITED AS AT 30.06.2023 RM'000 | AUDITED AS AT 31.12.2022 RM'000 |
|--|-------------|--|--|
| | Note | | |
| ASSETS | | | |
| Property, plant and equipment | A8 | 397,647 | 400,153 |
| Investment property | | 60,254 | 24,567 |
| Investment in associate | | 3,881 | 3,719 |
| Deferred tax assets | | 308 | 376 |
| Trade and other receivable | | - | 22,161 |
| Total non-current assets | | 462,090 | 450,976 |
| Inventories | | 260,133 | 284,846 |
| Trade and other receivables | | 291,879 | 290,594 |
| Current tax assets | | 3,738 | 4,035 |
| Cash and cash equivalents | | 272,032 | 273,955 |
| Total current assets | | 827,782 | 853,430 |
| TOTAL ASSETS | | 1,289,872 | 1,304,406 |
| EQUITY | | | |
| * Share capital | | 257,238 | 255,516 |
| Reserves | | 597,328 | 565,544 |
| Total equity attributable to owners of the Company | | 854,566 | 821,060 |
| Non-controlling interests | | 28,777 | 29,265 |
| Total equity | | 883,343 | 850,325 |
| Long term borrowings | | 58,732 | 58,655 |
| Lease liability | | 1,256 | 1,849 |
| Deferred tax liabilities | | 40,350 | 38,607 |
| Total non-current liabilities | | 100,338 | 99,111 |
| Short term borrowings | | 150,009 | 164,754 |
| Lease Liability | | 1,326 | 1,250 |
| Trade and other payables | | 150,991 | 185,346 |
| Current tax liabilities | | 3,865 | 3,620 |
| Total current liabilities | | 306,191 | 354,970 |
| Total LIABILITIES | | 406,529 | 454,081 |
| TOTAL EQUITY AND LIABILITIES | | 1,289,872 | 1,304,406 |
| Net Assets per share attributable to the owners of the Company (RM) | | 2.18 | 2.10 |

* Total number of shares as at 30 June 2023 is 391,638,440

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

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023


UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | ← Attributable to owners of the Company → | | | | | | Distributable Retained earnings | Total | Non- controlling interests | Total equity |
|---|---|------------------------|-----------------------|-------------------------|----------------------|--------------------|---------------------------------------|----------------|----------------------------------|-----------------|
| | ← Non-distributable → | | | | | | | | | |
| | Share capital | Translation reserve | Fair Value reserve | Share Option reserve | Statutory reserve | Treasury shares | RM'000 | RM'000 | RM'000 | RM'000 |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 6 months year ended 30.06.2022 | | | | | | | | | | |
| At 1 January 2022 | 246,454 | 26,779 | (567) | 3,017 | 4,141 | (5,135) | 459,111 | 733,800 | 27,802 | 761,602 |
| Total comprehensive income for the period | - | 2,795 | - | - | - | - | 54,063 | 56,858 | 829 | 57,687 |
| Share options exercised | 1,851 | - | - | (433) | - | - | - | 1,418 | - | 1,418 |
| Dividends to owners of the Company | - | - | - | - | - | - | (8,661) | (8,661) | - | (8,661) |
| At 30 June 2022 | <u>248,305</u> | <u>29,574</u> | <u>(567)</u> | <u>2,584</u> | <u>4,141</u> | <u>(5,135)</u> | <u>504,513</u> | <u>783,415</u> | <u>28,631</u> | <u>812,046</u> |
| 6 months year ended 30.06.2023 | | | | | | | | | | |
| At 1 January 2023 | 255,516 | 28,254 | (567) | 3,017 | 4,141 | (5,135) | 535,834 | 821,060 | 29,265 | 850,325 |
| Total comprehensive income for the period | - | 4,754 | - | - | - | - | 41,135 | 45,889 | (488) | 45,401 |
| Share option exercised | 1,722 | - | - | (403) | - | - | - | 1,319 | - | 1,319 |
| Dividends to owners of the Company | - | - | - | - | - | - | (13,702) | (13,702) | - | (13,702) |
| At 30 June 2023 | <u>257,238</u> | <u>33,008</u> | <u>(567)</u> | <u>2,614</u> | <u>4,141</u> | <u>(5,135)</u> | <u>563,267</u> | <u>854,566</u> | <u>28,777</u> | <u>883,343</u> |

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial report.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

| | 6 months ended | |
|--|-----------------------------------|-----------------------------------|
| | UNAUDITED 30.06.2023 RM'000 | UNAUDITED 30.06.2022 RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 49,412 | 68,986 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 17,056 | 16,336 |
| Depreciation of investment property | 311 | 294 |
| (Gain)/Loss on disposal of property, plant and equipment | (25) | (41) |
| Written off of property, plant and equipment | - | 6 |
| Interest income | (1,346) | (453) |
| Interest expense | 4,648 | 1,543 |
| Share of net profit of associate | (162) | (556) |
| Operating profit before changes in working capital | 69,894 | 86,115 |
| Changes in working capital: | | |
| Trade and other receivables | 23,848 | (53,582) |
| Inventories | 25,876 | (50,191) |
| Trade and other payables | (37,311) | (59,360) |
| Cash generated from operations | 82,307 | (77,018) |
| Income taxes paid | (6,413) | (6,700) |
| Net cash generated from operating activities | 75,894 | (83,718) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Acquisition of property, plant and equipment | (48,785) | (59,239) |
| Proceeds from disposal of property, plant and equipment | 54 | 44 |
| Interest received | 1,346 | 453 |
| Investment in Unit Trust | - | (2) |
| Net cash used in investing activities | (47,385) | (58,744) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Dividend paid | (13,702) | (8,661) |
| Interest paid | (4,648) | (1,543) |
| (Repayment)/proceed of finance lease liabilities | (2) | 57 |
| (Repayment)/proceed of lease liabilities | (659) | (534) |
| (Repayment)/proceed of term loans, net | 3,320 | 7,168 |
| Other bank borrowings, net | (18,062) | 97,323 |
| Proceeds from exercise of ESOS | 1,319 | 1,418 |
| Net cash from/ (used in) financing activities | (32,434) | 95,228 |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | (3,925) | (47,234) |
| Effects of exchange rate fluctuations on cash held | 1,926 | 1,178 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | 273,360 | 292,656 |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 271,361 | 246,600 |
| REPRESENTED BY:- | | |
| Cash and bank balances | 180,233 | 143,134 |
| Short-term deposits | 91,799 | 104,377 |
| Bank overdrafts | (671) | (911) |
| | 271,361 | 246,600 |

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



PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134

A1 Basis of preparation

This quarterly report is unaudited and is prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read together with the Group's audited financial statements for the financial year ended 31 December 2022 and the accompanying explanatory notes.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2022. The Group adopted the following amendments to the applicable standards that are mandatory for annual period beginning on or after 1st January 2023.

| Description | Effective date |
|--|----------------|
| MFRS 17, Insurance Contracts | 1 January 23 |
| Amendments to MFRS 17, Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information | 1 January 23 |
| Amendments to MFRS 101, Presentation of Financial Statements –Disclosures of Accounting Policies | 1 January 23 |
| Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates | 1 January 23 |
| Amendments to MFRS 112, Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction | 1 January 23 |

Adoption of the above standard did not have any material effect on the financial performance or position of the Group. The Group do not plan to apply MFRS 17 that is effective for annual periods beginning on or after 1st January 2023 as they are not applicable to the Group.

The following revised MFRSs and Amendments to MFRSs applicable to the Group have been issued by the Malaysia Accounting Standard Board ("MASB") and are not yet effective for adoption by the Group.

MFRSs, Interpretations and amendments effective for annual periods 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 and Classification of Liabilities as Current or Non-current |

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

| | |
|------------------------|---|
| Amendments to MFRS 10 | Consolidated Financial Statements |
| Amendments to MFRS 128 | Investment in Associates and Joint Ventures - Sale or Contribution by Assets between an Investor and its Associate or Joint Venture |

The Group is in the process of assessing the impact of implementing these standards and Amendments to the Standards, since the effects would only be observable for future financial years.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023



A2 Seasonal or cyclical factors

The cyclical nature of the manufacturing sector is generally correlated to the global economy while seasonally demand will normally peak to cater for the demand of the year end festive periods.

A3 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 financial year-to-date as a consequence of their nature, size or incidence.

A4 Changes in estimates

There were no material changes in estimates of amount reported in either the prior interim period of the current financial year or prior financial years that have a material effect on the results during the current quarter and financial year-to-date.

A5 Debt and equity securities

During the current quarter, the Company issued 259,600 new ordinary shares at exercise price of RM1.13 pursuant to the Employee Share Option Scheme ("ESOS").

During the quarter ended 30 June 2023, the total treasury shares are 2,806,400 units.

Save as disclosed above, there were no other issuance, cancellations, repurchases, resale or repayments of debts and equity securities during the current quarter under review.

A6 Dividends paid

During the current quarter, the Company paid the Fourth single-tier interim dividend of 2.25 sen per share amounting to RM8,806,025 for the financial year ended 31 December 2022 on 18 April 2023.

A7 Segment information

The Group's operations can be divided into two products based operating segments.

Segment information for the year ended 30 June 2023 are as follow:

| <u>2023</u> | <u>Plastic packaging products</u> RM'000 | <u>Food, beverages and other consumable products</u> RM'000 | <u>Consolidated</u> RM'000 |
|---|---|--|-------------------------------|
| Revenue | | | |
| Revenue from external customers | 545,249 | 59,043 | 604,292 |
| Segment profit | 45,032 | 4,380 | 49,412 |
| Included in the measure of segment profit is: | | | |
| -Depreciation and amortisation | 16,565 | 802 | 17,367 |
| Segment assets | 1,219,765 | 70,107 | 1,289,872 |
| Included in the measure of segment assets is: | | | |
| -Capital expenditure | 47,212 | 1,573 | 48,785 |



Segment information for the year ended 30 June 2022 are as follow:

| <u>2022</u> | <u>Plastic packaging products</u> RM'000 | <u>Food, beverages and other consumable products</u> RM'000 | <u>Consolidated</u> RM'000 |
|---|---|--|-------------------------------|
| Revenue | | | |
| Revenue from external customers | 656,034 | 56,264 | 712,298 |
| Segment profit | 64,723 | 4,263 | 68,986 |
| Included in the measure of segment profit is: | | | |
| -Depreciation and amortisation | 15,944 | 686 | 16,630 |
| Segment assets | 1,259,669 | 62,801 | 1,322,470 |
| Included in the measure of segment assets is: | | | |
| -Capital expenditure | 58,694 | 544 | 59,238 |

A8 Revaluation of property, plant and equipment

Land and buildings of the Group have not been revalued since certain properties were first revalued in 1995. The Directors have not adopted a policy of regular revaluation of such assets. As permitted under the transitional provisions of International Accounting Standard No. 16 (Revised): Property, Plant and Equipment adopted by the Malaysian Accounting Standard Board, these assets are stated at their respective valuation less accumulated depreciation.

A9 Material events subsequent to the end of the financial period

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements as the date of this report.

A10 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter ended 30 June 2023.

A11 Contingent liabilities

The Company has provided financial support to certain subsidiaries to enable them to continue operating as a going concern.

B1 Review of performance

| | <u>Individual & cumulative quarter</u> | | | |
|---|--|-----------------------------|---------------------------|----------------------|
| | <u>30.06.2023</u> RM'000 | <u>30.06.2022</u> RM'000 | <u>Variance</u> RM'000 | <u>Variance</u> % |
| Revenue | | | | |
| Plastic packaging products | 261,555 | 347,960 | (86,405) | (24.8) |
| Food, beverages and other consumable products | 29,136 | 31,336 | (2,200) | (7.0) |
| Group | <u>290,691</u> | <u>379,296</u> | <u>(88,605)</u> | <u>(23.4)</u> |
| Profit/(Loss) before tax | | | | |
| Plastic packaging products | 22,672 | 34,778 | (12,106) | (34.8) |
| Food, beverages and other consumable products | 2,174 | 2,898 | (724) | (25.0) |
| Group | <u>24,846</u> | <u>37,676</u> | <u>(12,830)</u> | <u>(34.1)</u> |

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023



| | Cumulative period | | | Variance % |
|---|----------------------|----------------------|--------------------|---------------|
| | 30.06.2023 RM'000 | 30.06.2022 RM'000 | Variance RM'000 | |
| Revenue | | | | |
| Plastic packaging products | 545,249 | 656,034 | (110,785) | (16.9) |
| Food, beverages and other consumable products | 59,043 | 56,264 | 2,779 | 4.9 |
| Group | <u>604,292</u> | <u>712,298</u> | <u>(108,006)</u> | <u>(15.2)</u> |
| Profit/(Loss) before tax | | | | |
| Plastic packaging products | 45,032 | 64,723 | (19,691) | (30.4) |
| Food, beverages and other consumable products | 4,380 | 4,263 | 117 | 2.7 |
| Group | <u>49,412</u> | <u>68,986</u> | <u>(19,574)</u> | <u>(28.4)</u> |

Current Quarter - Revenue

For the current quarter ended 30 June 2023 (2Q23), the Group's plastic packaging products segment registered a revenue of RM261.56 million as compared to RM347.96 million recorded in the corresponding quarter of financial year (FY) 2022 (2Q22). The 24.8% decrease for the plastic packaging products segment was mainly due to the decrease in sales volume of most of its plastic packaging products coupled with the lower average selling price (ASP) for the current quarter as compared to the corresponding quarter last year. Lower ASP is in line with the comparatively lower raw material prices. The food, beverages and other consumable products segment recorded a revenue of RM29.14million as compared to the corresponding quarter of FY 2022 of RM31.34million. The decrease was mainly due to the generally softer market.

Current Quarter - Profit Before Tax (PBT)

For the current quarter ended 30 June 2023 (2Q23), the Group's plastic packaging products segment recorded a PBT of RM22.67 million while its food, beverages and other consumable products segment recorded a PBT of 2.17 million as compared to a PBT of RM34.78 million and RM2.90 million respectively in 2Q22.

The decrease of profit before tax for the current quarter for plastic packaging products segment is in line with the decrease in revenue coupled with the increased in interest expenses and higher oversea sales travelling expenses. The decrease in profit before tax for food, beverages and other consumable products segment is in line with the decrease in volume.

Cumulative Period - Revenue

For the six months cumulative period, the Group recorded a decreased in revenue of 16.9% or RM110.79 million for its plastic products division. However, the Group achieved a 4.9% or RM2.78 million growth in its food, beverages and other consumable products division. The total revenue for the six months cumulative period is RM604.29 million, a dropped of 15.2% as compared to the preceeding year's corresponding period of RM712.30 million. The decreased in revenues was mainly due to the decrease in sales volume of most of its plastic packaging products coupled with the lower ASP as compared to last year. Lower ASP is in line with the drop of raw material price.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023



Cumulative Period - Profit before Tax (PBT)

The Group's profit before tax for the six months cumulative period ended 30 June 2023 is RM45.03 million (2022: RM64.72 million) for its plastic products division while its food, beverages and other consumable products division recorded a profit of RM4.38 million (2022: RM4.26 million).

The decrease of PBT for the plastic products segment is in line with the decrease in revenue.

For the food, beverages and other consumable products division, the increase in the profit before taxation was in line with the increase in revenue.

B2 Comparison with immediate preceding quarter's results

| | Individual quarter ended | | Variance RM'000 | Variance % |
|-------------------------|--------------------------|----------------------|--------------------|---------------|
| | 30.06.2023 RM'000 | 31.03.2023 RM'000 | | |
| Revenue | 290,691 | 313,601 | (22,910) | (7.3) |
| Profit before tax (PBT) | 24,846 | 24,566 | 280 | 1.1 |

The current quarter recorded lower revenue mainly due to the decreased in sales volume of stretch films, Industrial packaging, garbage bags, PVC cling films and courier bags.

The rise of RM0.28 million in profit before tax from RM24.57 million to RM24.85 million was primarily attributed to the lower amount of losses in realised & unrealised foreign currency exchange.

B3 Prospect

Uncertainties continue to persist in the first half of financial year 2023. High inflation in Europe and United State of America ("USA") has caused the Governments to increase their interest rate causing consumers to be cautious on their spending. The slowing down of consumer spending has negatively impacted the demand of plastic products such as stretch films and other packaging products. The prolong drop of resin price continue to lower average selling price of plastic packaging products thus subdue its demand.

In Malaysia, the high energy costs arising from the electricity tariff adjustments through the Imbalance Cost Pass-Through ("ICPT") mechanism will further dent the Group's profitability. The management has taken precautionary step to increase its ASP amidst the higher cost and will be continuously seeking opportunities to create value.

Barring any unforeseen circumstances, the Group is confident that it will continue to grow in the next years.

B4 Variance of actual profit from forecast profit

Not applicable.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023

**B5 Results from operating activities**

Results from operating activities are arrived at:

| | Individual quarter | | Cumulative period | |
|---|----------------------|----------------------|----------------------|----------------------|
| | 30.06.2023 RM'000 | 30.06.2022 RM'000 | 30.06.2023 RM'000 | 30.06.2022 RM'000 |
| After charging: | | | | |
| Depreciation of property, plant and equipment | 8,818 | 8,217 | 17,056 | 16,336 |
| Depreciation of investment property | 156 | 147 | 311 | 294 |
| Property, plant and equipment written off | - | - | - | 6 |
| Loss on foreign exchange | | | | |
| - realised | 1,284 | 3,149 | 3,434 | 2,929 |
| - unrealised | - | 691 | - | 1,284 |
| and crediting: | | | | |
| Gain on disposal of property, plant and equipment | 25 | 19 | 25 | 41 |
| Gain on foreign exchange | | | | |
| - unrealised | 1,322 | - | 1,741 | - |

B6 Income tax expense

| | Individual quarter | | Cumulative period | |
|--------------------------|----------------------|----------------------|----------------------|----------------------|
| | 30.06.2023 RM'000 | 30.06.2022 RM'000 | 30.06.2023 RM'000 | 30.06.2022 RM'000 |
| Income tax in respect of | | | | |
| - Current period | 3,165 | 5,775 | 6,814 | 11,618 |
| - Prior year | 140 | (214) | 140 | (214) |
| Deferred taxation | 1,023 | 2,155 | 1,811 | 2,690 |
| | <u>4,328</u> | <u>7,716</u> | <u>8,765</u> | <u>14,094</u> |

The Group's effective tax rate was lower than the statutory corporate tax rate due to the availability of certain tax incentives to certain subsidiary companies within the group.

B7 Sale of unquoted investments and/or properties

There were no sale of unquoted investments for the current financial quarter and financial period-to-date.

B8 Quoted securities

There were no purchases or disposals of quoted securities for the current financial quarter and financial period-to-date.

B9 Status of corporate proposals announced

There were no material corporate proposals announced and not completed as at date of this report.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023



B10 Group borrowings and debt securities

| | 30.06.2023 RM'000 |
|--------------------------------|----------------------|
| Current | |
| <u>Secured</u> | |
| Finance lease liability | 715 |
| | 715 |
| <u>Unsecured</u> | |
| Term loans | 27,033 |
| Revolving credit | 12,686 |
| Overdrafts | 671 |
| Bankers' acceptances | 58,593 |
| Onshore foreign currency loans | 20,661 |
| Trust receipt | 29,650 |
| | 149,294 |
| | <u>150,009</u> |
| Non-current | |
| <u>Secured</u> | |
| Finance lease liability | 942 |
| <u>Unsecured</u> | |
| Term loans | 35,476 |
| Revolving credit | 22,314 |
| | <u>58,732</u> |

The above borrowings are denominated in Ringgit Malaysia except for onshore foreign currency loans, secured and unsecured term loans and revolving credit which are denominated in US Dollar or Euro.

B11 Disclosure of derivatives

There is no derivatives in the quarter under review.

B12 Changes in material litigation

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

B13 Proposed Dividends

The Board of Directors did not recommend any dividend for the financial period under review.

QUARTERLY REPORT

FOR THE SECOND QUARTER ENDED 30 JUNE 2023

**B14 Earnings per ordinary share****(a) Basic earnings per ordinary share**

Basic earnings per ordinary share amounts are calculated by dividing profit attributable to the ordinary equity shareholders by the weighted average number of ordinary shares in issue during the financial period, excluding treasury shares held by the Company.

| | Individual quarter | | Cumulative period | |
|---|--------------------|------------|-------------------|------------|
| | 30.06.2023 | 30.06.2022 | 30.06.2023 | 30.06.2022 |
| Profit attributable to ordinary equity owners of the Company (RM'000) | 21,584 | 29,467 | 41,135 | 54,063 |
| Weighted average number of ordinary share in issue (units'000) | 391,377 | 385,221 | 391,377 | 385,221 |
| Basic earnings per ordinary share (sen) | 5.51 | 7.65 | 10.51 | 14.03 |

(b) Diluted earnings per ordinary share

| | Individual quarter | | Cumulative period | |
|---|--------------------|------------|-------------------|------------|
| | 30.06.2023 | 30.06.2022 | 30.06.2023 | 30.06.2022 |
| Profit attributable to ordinary equity owners of the Company (RM'000) | 21,584 | 29,467 | 41,135 | 54,063 |
| Weighted average number of ordinary share in issue (units'000) | 396,864 | 394,557 | 396,864 | 394,557 |
| Diluted earnings per ordinary share (sen) | 5.44 | 7.47 | 10.37 | 13.70 |

B15 Auditors' report on preceding annual financial statements

There were no qualification on the auditors' report of the Group's most recent annual audited financial statements.

By Order of the Board

Dato' Ang Poon Chuan
 Managing Director
 DATED THIS 24 AUGUST 2023