



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

		INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER 31.12.2023	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2022	CURRENT YEAR TO DATE (UNAUDITED) 31.12.2023	PRECEDING YEAR CORRESPONDING PERIOD (UNAUDITED) 31.12.2022
Revenue	A7	318,447	317,527	1,240,118	1,386,325
Cost of goods sold		(265,481)	(267,352)	(1,048,696)	(1,179,304)
Gross profit		52,966	50,175	191,422	207,021
Other income		(1,534)	816	4,717	5,107
Selling and distribution expenses		(9,504)	(7,527)	(33,988)	(27,177)
Administrative expenses		(12,772)	(11,052)	(47,779)	(44,665)
Other expenses		(14,015)	(8,661)	(16,632)	(11,668)
Results from operating activities	B5	15,141	23,751	97,740	128,618
Interest income		1,144	539	3,342	1,459
Finance costs		(2,644)	(1,927)	(10,000)	(5,123)
Share of net Profit of Associate		136	203	320	835
Profit before tax	A7	13,777	22,566	91,402	125,789
Tax expense	B6	(4,788)	(2,596)	(19,478)	(23,593)
Profit for the period		8,989	19,970	71,924	102,196
Other comprehensive income/(expense), net of tax					
Functional Currency adoption		32,113	-	32,113	-
Foreign currency translation differences for foreign operations		3,145	(1,209)	6,447	1,504
Total comprehensive income for the period		44,247	18,761	110,484	103,700
Profit attributable to:					
Owners of the Company		7,960	19,294	70,995	100,478
Non-controlling interests		1,029	676	929	1,718
		8,989	19,970	71,924	102,196
Total comprehensive income attributable to:					
Owners of the Company		43,218	18,085	109,555	101,982
Non-controlling interests		1,029	676	929	1,718
		44,247	18,761	110,484	103,700
Earnings per ordinary share (sen)					
- Basic	B14	2.03	4.99	18.08	26.00
- Diluted	B14	2.01	4.91	17.94	25.55

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 FOURTH QUARTER ENDED 31 DECEMBER 2023

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

		UNAUDITED AS AT 31.12.2023 RM'000	AUDITED AS AT 31.12.2022 RM'000
	Note		
ASSETS			
Property, plant and equipment	A8	463,152	400,153
Investment property		59,943	24,567
Investment in associate		2,641	3,719
Deferred tax assets		387	376
Trade and other receivable		-	22,161
Total non-current assets		526,123	450,976
Inventories		322,576	284,846
Trade and other receivables		248,062	290,594
Current tax assets		3,657	4,035
Cash and cash equivalents		298,098	273,955
Total current assets		872,393	853,430
TOTAL ASSETS		1,398,516	1,304,406
EQUITY			
* Share capital		262,840	255,516
Reserves		661,137	565,544
Total equity attributable to owners of the Company		923,977	821,060
Non-controlling interests		29,894	29,265
Total equity		953,871	850,325
Long term borrowings		58,671	58,655
Lease liability		829	1,849
Deferred tax liabilities		41,736	38,607
Total non-current liabilities		101,236	99,111
Short term borrowings		139,408	164,754
Lease Liability		1,351	1,250
Trade and other payables		199,499	185,346
Current tax liabilities		3,151	3,620
Total current liabilities		343,409	354,970
Total LIABILITIES		444,645	454,081
TOTAL EQUITY AND LIABILITIES		1,398,516	1,304,406
Net Assets per share attributable to the owners of the Company (RM)		2.34	2.10

* Total number of shares as at 31 December 2023 is 395,436,290

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 FOURTH QUARTER ENDED 31 DECEMBER 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
<u>12 months year ended 31.12.2022</u>										
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	-	1,504	-	-	-	-	100,478	101,982	1,718	103,700
Share options exercised	9,062	-	-	(1)	-	-	-	9,061	-	9,061
Dividends to owners of the Company	-	-	-	-	-	-	(23,225)	(23,225)	(300)	(23,525)
Shares issued by a subsidiary and subscribed by non-controlling interests	-	-	-	-	-	-	-	-	49	49
At 31 December 2022	<u>255,516</u>	<u>28,283</u>	<u>(567)</u>	<u>3,016</u>	<u>4,141</u>	<u>(5,135)</u>	<u>536,364</u>	<u>821,618</u>	<u>29,269</u>	<u>850,887</u>
<u>12 months year ended 31.12.2023</u>										
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	-	38,560	-	-	-	-	70,995	109,555	929	110,484
Share option exercised	7,324	-	-	(260)	-	-	-	7,064	-	7,064
Dividends to owners of the Company	-	-	-	-	-	-	(13,702)	(13,702)	(300)	(14,002)
At 31 December 2023	<u>262,840</u>	<u>66,814</u>	<u>(567)</u>	<u>2,757</u>	<u>4,141</u>	<u>(5,135)</u>	<u>593,127</u>	<u>923,977</u>	<u>29,894</u>	<u>953,871</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 FOURTH QUARTER ENDED 31 DECEMBER 2023

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 months ended	
	UNAUDITED 31.12.2023 RM'000	UNAUDITED 31.12.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	91,402	125,789
Adjustments for:		
Depreciation of property, plant and equipment	35,052	31,717
Depreciation of investment property	621	588
(Gain)/Loss on disposal of property, plant and equipment	(86)	(63)
Written off of property, plant and equipment	-	6
Gain on disposal of short term other investment	-	39
Impairment loss on receivable	10,000	-
Interest income	(3,342)	(1,459)
Interest expense	10,000	5,123
Share option expenses	1,483	2,165
Share of net profit of associate	(320)	(835)
Remeasurement loss on functional currency	4,108	1,250
Operating profit before changes in working capital	148,918	164,320
Changes in working capital:		
Trade and other receivables	58,767	(8,773)
Inventories	(29,822)	(18,126)
Trade and other payables	10,841	(58,795)
Cash generated from operations	188,704	78,626
Income taxes paid	(16,452)	(14,332)
Net cash generated from operating activities	172,252	64,294
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(108,903)	(101,335)
Proceeds from disposal of property, plant and equipment	824	1,097
Interest received	3,342	1,459
Investment in Unit Trust	-	(7)
Sales proceed from disposal of Unit Trust	-	764
Acquisition of associate	-	(282)
Share subscribed by non-controlling interests in a subsidiary	-	49
Net cash used in investing activities	(104,737)	(98,255)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(14,002)	(23,525)
Interest paid	(10,000)	(5,123)
(Repayment)/proceed of finance lease liabilities	(377)	169
(Repayment)/proceed of lease liabilities	(1,330)	(1,238)
(Repayment)/proceed of term loans, net	(2,080)	(2,218)
Other bank borrowings, net	(22,757)	38,831
Proceeds from exercise of ESOS	5,612	6,943
Net cash from/ (used in) financing activities	(44,934)	13,839
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	22,581	(20,122)
Effects of exchange rate fluctuations on cash held	1,677	(222)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	273,360	292,656
CASH AND CASH EQUIVALENTS AT END OF PERIOD	297,618	272,312
REPRESENTED BY:-		
Cash and bank balances	255,329	259,607
Short-term deposits	42,769	13,299
Bank overdrafts	(480)	(594)
	297,618	272,312

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 FOURTH QUARTER ENDED 31 DECEMBER 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 753,050 new ordinary shares at exercise price of RM1.13 pursuant to the Employee Share Option Scheme ("ESOS").

During the quarter ended 31 December 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

There was no dividend paid in the quarter under review.

A7 Segment information

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

Segment information for the year ended 31 December 2023 are as follow:

	<u>Plastic packaging products</u> RM'000	<u>Food, beverages and other consumable products</u> RM'000	<u>Consolidated</u> RM'000
2023			
Revenue			
Revenue from external customers	1,116,321	123,797	1,240,118
Segment profit	82,248	9,154	91,402
Included in the measure of segment profit is:			
-Depreciation and amortisation	34,022	1,651	35,673
Segment assets	1,324,585	73,931	1,398,516
Included in the measure of segment assets is:			
-Capital expenditure	105,958	2,945	108,903

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023



Segment information for the year ended 31 December 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	1,270,515	115,810	1,386,325
Segment profit	117,642	8,147	125,789
Included in the measure of segment profit is:			
-Depreciation and amortisation	30,898	1,410	32,308
Segment assets	1,230,713	65,942	1,296,655
Included in the measure of segment assets is:			
-Capital expenditure	99,478	1,857	101,335

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 31 December 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 quarter</u>			
	<u>31.12.2023</u> <u>RM'000</u>	<u>31.12.2022</u> <u>RM'000</u>	<u>Variance</u> <u>RM'000</u>	<u>Variance</u> <u>%</u>
Revenue				
Plastic packaging products	286,364	286,933	(569)	(0.2)
Food, beverages and other consumable products	32,083	30,594	1,489	4.9
Group	<u>318,447</u>	<u>317,527</u>	<u>920</u>	<u>0.3</u>
Profit/(Loss) before tax				
Plastic packaging products	11,607	20,369	(8,762)	(43.0)
Food, beverages and other consumable products	2,170	2,197	(27)	(1.2)
Group	<u>13,777</u>	<u>22,566</u>	<u>(8,789)</u>	<u>(38.9)</u>

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023



	Cumulative period			Variance %
	31.12.2023 RM'000	31.12.2022 RM'000	Variance RM'000	
Revenue				
Plastic packaging products	1,116,321	1,270,515	(154,194)	(12.1)
Food, beverages and other consumable products	123,797	115,810	7,987	6.9
Group	<u>1,240,118</u>	<u>1,386,325</u>	<u>(146,207)</u>	<u>(10.5)</u>
Profit/(Loss) before tax				
Plastic packaging products	82,248	117,642	(35,394)	(30.1)
Food, beverages and other consumable products	9,154	8,147	1,007	12.4
Group	<u>91,402</u>	<u>125,789</u>	<u>(34,387)</u>	<u>(27.3)</u>

Current Quarter - Revenue

For the current quarter ended 31 December 2023 (4Q23), the Group's plastic packaging products segment registered a revenue of RM286.36 million as compared to RM286.93 million recorded in the corresponding quarter of financial year (FY) 2022 (4Q22). The 0.2% decrease for the plastic packaging products segment was mainly due to the lower average selling price (ASP) for the current quarter as compared to the corresponding quarter last year. Except garbage bags and courier bags, the Group recorded an increased in revenue in all other plastic packaging products. The food, beverages and other consumable products segment recorded a revenue of RM32.08 million as compared to the corresponding quarter of FY 2022 of RM30.59million. The increase was mainly due to the increase in demand of tea and coffee in the market.

Current Quarter - Profit Before Tax (PBT)

For the current quarter ended 31 December 2023 (4Q23), the Group's plastic packaging products segment recorded a PBT of RM11.61 million while its food, beverages and other consumable products segment recorded a PBT of 2.17 million as compared to a PBT of RM20.37 million and RM2.20 million respectively in 4Q22.

The decrease of profit before tax for the current quarter for plastic packaging products segment is mainly due to the impairment of trade receivable and remeasurement loss on adoption of functional currency.

Cumulative Period - Revenue

For the twelve months cumulative period, the Group recorded a decrease in revenue of 12.1% or RM154.19 million for its plastic products division. However, the Group achieved a 6.9% or RM7.99 million growth in its food, beverages and other consumable products division. The total revenue for the twelve months cumulative period is RM1,240.12 million, a dropped of 10.5% as compared to the preceeding year's corresponding period of RM1,386.33 million. The decreased in revenues was mainly due to the decrease in sales volume of its garbage bags, courier bags and food wrap coupled with the lower ASP in stretch film and industrial bags & films as compared to last year. Lower ASP is in line with the drop of raw material price.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2023



Cumulative Period - Profit before Tax (PBT)

The Group's profit before tax for the twelve months cumulative period ended 31 December 2023 is RM82.25 million (2022: RM117.64 million) for its plastic products division while its food, beverages and other consumable products division recorded a profit of RM9.15 million (2022: RM8.15 million).

The decrease of PBT for the plastic products segment is in line with the decrease in revenue, impairment of trade receivable and remeasurement loss on adoption on functional currency.

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 %
	31.12.2023 RM'000	30.09.2023 RM'000		
Revenue	318,447	317,379	1,068	0.3
Profit before tax (PBT)	13,777	28,213	(14,436)	(51.2)

There are no significant fluctuation in sales quantities in both comparing quarters except the current quarter is having a more favourable foreign exchange in US Dollar which contributed to higher revenue in the present quarter.

The decreased in PBT was due to increase in administrative expenses, impairment of trade receivable and remeasurement loss on adoption on functional currency.

B3 Prospect

The outlook remains challenging with high inflation and interest rates, rising energy, labour and other operating cost and increase geopolitical tensions in the Middle East and Eastern Europe. As softer global market demand continued, the Group will continue its effort to reduce cost by managing its operational cost, increase productivity and reduce production wastages. The Group had also expand its market shares in the advance economies of Europe and USA with innovative marketing strategies.

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 FOURTH QUARTER ENDED 31 DECEMBER 2023



B5 Results from operating activities

Results from operating activities are arrived at:

	Individual quarter		Cumulative period	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
After charging:				
Depreciation of property, plant and equipment	9,227	7,052	35,052	31,717
Property, plant and equipment written off	-	-	-	6
Impairment loss on receivables	10,000	-	10,000	-
Loss on foreign exchange				
- realised	235	1,943	2,569	4,812
- unrealised	2,819	7,233	173	5,968
and crediting:				
Gain on disposal of property, plant and equipment	15	13	86	63

B6 Income tax expense

	Individual quarter		Cumulative period	
	31.12.2023 RM'000	31.12.2022 RM'000	31.12.2023 RM'000	31.12.2022 RM'000
Income tax in respect of				
- Current period	4,927	3,674	16,146	17,827
- Prior year	(10)	(1)	214	(479)
Deferred taxation	(129)	(1,077)	3,118	6,245
	<u>4,788</u>	<u>2,596</u>	<u>19,478</u>	<u>23,593</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 FOURTH QUARTER ENDED 31 DECEMBER 2023



B10 Group borrowings and debt securities

31.12.2023
RM'000

Current

Secured

Finance lease liability

628

628

Unsecured

Term loans

19,931

Revolving credit

21,401

Overdrafts

480

Bankers' acceptances

74,475

Trust receipt

22,493

138,780

139,408

Non-current

Secured

Finance lease liability

653

Unsecured

Term loans

37,178

Revolving credit

20,840

58,671

The above borrowings are denominated in Ringgit Malaysia except for 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 proposes an interim dividend of 3 sen per ordinary share for the current quarter ended 31 December 2023 to be paid on 18 April 2024 to the shareholders registered at the close of business on 29 March 2024.

QUARTERLY REPORT

FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Profit attributable to ordinary equity owners of the Company (RM'000)	7,960	19,294	70,995	100,478
Weighted average number of ordinary share in issue (units'000)	392,629	386,494	392,629	386,494
Basic earnings per ordinary share (sen)	2.03	4.99	18.08	26.00

(b) Diluted earnings per ordinary share

	Individual quarter		Cumulative period	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Profit attributable to ordinary equity owners of the Company (RM'000)	7,960	19,294	70,995	100,478
Weighted average number of ordinary share in issue (units'000)	395,736	393,244	395,736	393,244
Diluted earnings per ordinary share (sen)	2.01	4.91	17.94	25.55

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 28 FEBRUARY 2024**