

**QUARTERLY REPORT**

FOR THE FIRST QUARTER ENDED 31 MARCH 2024

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

		INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE (UNAUDITED)	PRECEDING YEAR CORRESPONDING PERIOD (UNAUDITED)
		31.03.2024	31.03.2023	31.03.2024	31.03.2023
Revenue	A7	344,652	313,601	344,652	313,601
Cost of goods sold		(290,522)	(267,900)	(290,522)	(267,900)
<b>Gross profit</b>		54,130	45,701	54,130	45,701
Other income		2,749	1,405	2,749	1,405
Selling and distribution expenses		(8,950)	(7,478)	(8,950)	(7,478)
Administrative expenses		(12,260)	(11,264)	(12,260)	(11,264)
Other expenses		(2,725)	(2,167)	(2,725)	(2,167)
<b>Results from operating activities</b>	B5	32,944	26,197	32,944	26,197
Interest income		1,246	516	1,246	516
Finance costs		(2,960)	(2,195)	(2,960)	(2,195)
Share of net Profit of Associate		-	48	-	48
<b>Profit before tax</b>	A7	31,230	24,566	31,230	24,566
Tax expense	B6	(6,614)	(4,437)	(6,614)	(4,437)
<b>Profit for the period</b>		24,616	20,129	24,616	20,129
<b>Other comprehensive income/(expense), net of tax</b>					
Foreign currency translation differences for foreign operations		2,328	1,801	2,328	1,801
<b>Total comprehensive income for the period</b>		26,944	21,930	26,944	21,930
<b>Profit attributable to:</b>					
Owners of the Company		23,912	19,551	23,912	19,551
Non-controlling interests		704	578	704	578
		24,616	20,129	24,616	20,129
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		26,240	21,352	26,240	21,352
Non-controlling interests		704	578	704	578
		26,944	21,930	26,944	21,930
<b>Earnings per ordinary share (sen)</b>					
- Basic	B14	5.99	5.00	5.99	5.00
- Diluted	B14	5.97	4.92	5.97	4.92

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 2023 and the accompanying explanatory notes attached to the interim financial report.

**QUARTERLY REPORT**

FOR THE FIRST QUARTER ENDED 31 MARCH 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	UNAUDITED AS AT 31.03.2024 RM'000	AUDITED AS AT 31.12.2023 RM'000
<b>ASSETS</b>			
Property, plant and equipment	A8	464,679	462,944
Investment property		59,787	59,960
Investment in associate		2,641	2,641
Deferred tax assets		377	387
Trade and other receivable		-	8,337
<b>Total non-current assets</b>		527,484	534,269
Inventories		247,667	319,911
Trade and other receivables		266,053	251,009
Current tax assets		3,398	3,466
Cash and cash equivalents		339,576	291,262
<b>Total current assets</b>		856,694	865,648
<b>TOTAL ASSETS</b>		1,384,178	1,399,917
<b>EQUITY</b>			
* Share capital		269,081	262,840
Reserves		673,909	661,119
<b>Total equity attributable to owners of the Company</b>		942,990	923,959
<b>Non-controlling interests</b>		30,559	29,855
<b>Total equity</b>		973,549	953,814
Long term borrowings		60,417	57,151
Lease liability		1,842	829
Deferred tax liabilities		43,033	41,736
<b>Total non-current liabilities</b>		105,292	99,716
Short term borrowings		160,415	140,928
Lease Liability		-	1,351
Trade and other payables		140,432	200,974
Current tax liabilities		4,490	3,134
<b>Total current liabilities</b>		305,337	346,387
<b>Total LIABILITIES</b>		410,629	446,103
<b>TOTAL EQUITY AND LIABILITIES</b>		1,384,178	1,399,917
<b>Net Assets per share attributable to the owners of the Company (RM)</b>		2.36	2.34

\* Total number of shares as at 31 March 2024 is 399,667,140

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 2023 and the accompanying explanatory notes attached to the interim financial report.

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**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
<b><u>3 months year ended 31.03.2023</u></b>										
<b>At 1 January 2023</b>	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	-	1,801	-	-	-	-	19,551	21,352	578	21,930
Share options exercised	1,339	-	-	(313)	-	-	-	1,026	-	1,026
Dividends to owners of the Company	-	-	-	-	-	-	(8,806)	(8,806)	-	(8,806)
<b>At 31 March 2023</b>	<u>256,855</u>	<u>30,055</u>	<u>(567)</u>	<u>2,704</u>	<u>4,141</u>	<u>(5,135)</u>	<u>546,579</u>	<u>834,632</u>	<u>29,843</u>	<u>864,475</u>
<b><u>3 months year ended 31.03.2024</u></b>										
<b>At 1 January 2024</b>	262,840	66,475	(567)	2,757	4,141	(5,135)	593,448	923,959	29,855	953,814
Total comprehensive income for the period	-	2,328	-	-	-	-	23,912	26,240	704	26,944
Share option exercised	6,241	-	-	(1,460)	-	-	-	4,781	-	4,781
Dividends to owners of the Company	-	-	-	-	-	-	(11,990)	(11,990)	-	(11,990)
<b>At 31 March 2024</b>	<u>269,081</u>	<u>68,803</u>	<u>(567)</u>	<u>1,297</u>	<u>4,141</u>	<u>(5,135)</u>	<u>605,370</u>	<u>942,990</u>	<u>30,559</u>	<u>973,549</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 2023 and the accompanying explanatory notes attached to the interim financial report.

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FOR THE FIRST QUARTER ENDED 31 MARCH 2024



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	3 months ended	
	UNAUDITED 31.03.2024 RM'000	UNAUDITED 31.03.2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	31,230	24,566
Adjustments for:		
Depreciation of property, plant and equipment	9,588	8,238
Depreciation of investment property	155	155
(Gain)/Loss on disposal of property, plant and equipment	(68)	-
Written off of property, plant and equipment	10	-
Interest income	(1,246)	(516)
Interest expense	2,960	2,195
Share of net profit of associate	-	(48)
Operating profit before changes in working capital	42,629	34,590
Changes in working capital:		
Trade and other receivables	(5,137)	23,381
Inventories	72,810	52,818
Trade and other payables	(74,391)	(35,387)
Cash generated from operations	35,911	75,402
Income taxes paid	(3,883)	(3,251)
<b>Net cash generated from operating activities</b>	<b>32,028</b>	<b>72,151</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(10,436)	(43,377)
Proceeds from disposal of property, plant and equipment	148	11
Interest received	1,246	516
<b>Net cash used in investing activities</b>	<b>(9,042)</b>	<b>(42,850)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	-	(4,881)
Interest paid	(2,960)	(2,195)
(Repayment)/proceed of finance lease liabilities	461	177
(Repayment)/proceed of lease liabilities	(339)	(328)
(Repayment)/proceed of term loans, net	3,361	(4,796)
Other bank borrowings, net	18,883	(4,870)
Proceeds from exercise of ESOS	4,781	1,026
<b>Net cash from/ (used in) financing activities</b>	<b>24,187</b>	<b>(15,867)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>47,173</b>	<b>13,434</b>
Effects of exchange rate fluctuations on cash held	1,093	634
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>290,782</b>	<b>273,360</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>339,048</b>	<b>287,428</b>
REPRESENTED BY:-		
Cash and bank balances	296,281	206,240
Short-term deposits	43,295	81,818
Bank overdrafts	(528)	(630)
	<b>339,048</b>	<b>287,428</b>

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 2023 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 2023 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 2023. The Group adopted the following amendments to the applicable standards that are mandatory for annual period beginning on or after 1st January 2024.

Description	Effective date
Amendments to MFRS 16, Leases - <i>Lease Liability in a Sale and Leaseback</i>	1 January 24
Amendments to MFRS 101, Presentation of Financial Statements –resentation of Financial Statements - Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current	1 January 24
Amendments to MFRS 107, Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures - Supplier Finance Arrangements	1 January 24

Adoption of the above standard did not have any material effect on the financial performance or position of 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 2025**

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

**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.

**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.

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#### 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 4,230,850 new ordinary shares at exercise price of RM1.13 pursuant to the Employee Share Option Scheme ("ESOS").

During the quarter ended 31 March 2024, 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 March 2024 are as follow:

<u>2024</u>	<u>Plastic packaging products</u> RM'000	<u>Food, beverages and other consumable products</u> RM'000	<u>Consolidated</u> RM'000
<b>Revenue</b>			
Revenue from external customers	307,413	37,239	344,652
<b>Segment profit</b>	27,541	3,689	31,230
Included in the measure of segment profit is:			
-Depreciation and amortisation	9,313	430	9,743
<b>Segment assets</b>	1,300,706	83,472	1,384,178
Included in the measure of segment assets is:			
-Capital expenditure	10,117	319	10,436

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Segment information for the year ended 31 March 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
<b>Revenue</b>			
Revenue from external customers	283,694	29,907	313,601
<b>Segment profit</b>	22,360	2,206	24,566
Included in the measure of segment profit is:			
-Depreciation and amortisation	7,921	345	8,266
<b>Segment assets</b>	1,162,734	59,266	1,222,000
Included in the measure of segment assets is:			
-Capital expenditure	13,534	170	13,704

## 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 March 2024.

## 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

	<b>Individual &amp; cumulative quarter</b>			
	<b>31.03.2024</b> RM'000	<b>31.03.2023</b> RM'000	<b>Variance</b> RM'000	<b>Variance</b> %
<b>Revenue</b>				
Plastic packaging products	307,413	283,694	23,719	8.4
Food, beverages and other consumable products	37,239	29,907	7,332	24.5
<b>Group</b>	<b>344,652</b>	<b>313,601</b>	<b>31,051</b>	<b>9.9</b>
<b>Profit/(Loss) before tax</b>				
Plastic packaging products	27,541	22,360	5,181	23.2
Food, beverages and other consumable products	3,689	2,206	1,483	67.2
<b>Group</b>	<b>31,230</b>	<b>24,566</b>	<b>6,664</b>	<b>27.1</b>

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*Current Quarter - Revenue*

For the current quarter ended 31 March 2024 (1Q24), the Group's plastic packaging products segment registered a revenue of RM307.41 million as compared to RM283.69 million recorded in the corresponding quarter of financial year (FY) 2023 (1Q23). The 8.4% increase for the plastic packaging products segment was mainly due to increase in sales volume and revenue of stretch films, industrial bags and films and garbage bags. The food, beverages and other consumable products segment recorded a revenue of RM37.24 million as compared to the corresponding quarter of FY 2023 of RM29.91 million. The increase was due to the shift of consumer preference towards products produced by local manufacturers, higher promotional activities and increase in selling price of tea and coffee and instant beverages products in the market.

*Current Quarter - Profit Before Tax (PBT)*

For the current quarter ended 31 March 2024 (1Q24), the Group's plastic packaging products segment recorded a PBT of RM27.54 million while its food, beverages and other consumable products segment recorded a PBT of 3.69 million as compared to a PBT of RM22.36 million and RM2.21 million respectively in 1Q23.

The increase of profit before tax for the current quarter for plastic packaging products segment is mainly due to the increase of sales volume in stretch films, Industrial bags and films and garbage bags. Whereas, the food, beverages and other consumable products segment PBT increased in tandem with sales increase.

**B2 Comparison with immediate preceding quarter's results**

	Individual quarter ended		Variance RM'000	Variance %
	31.03.2024 RM'000	31.12.2023 RM'000		
Revenue	344,652	318,447	26,205	8.2
Profit before tax (PBT)	31,230	13,777	17,453	126.7

The increase of Revenue compared to preceding quarter was due to increase in sales volume in stretch films, Industrial bags and films and garbage bags.

The increase in PBT was in line with the increase of revenue.

**B3 Prospect**

The global economy for the year 2024 is forecasted will remain resilient. With the more controlled inflation levels and less volatile geopolitical tensions, the global market demand is expected to grow at a more robust rate. The Group will continue its effort to reduce cost, managing its operational wastages, increase productivity and efficiency. The Group will also continue to expand its market in the advanced economies of Europe and the USA with innovative marketing strategies.

Barring any unforeseen circumstances, the Group is confident that it will continue to grow in the current financial year.

**B4 Variance of actual profit from forecast profit**

Not applicable.



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## B5 Results from operating activities

Results from operating activities are arrived at:

	Individual quarter		Cumulative period	
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
After charging:				
Depreciation of property, plant and equipment	9,588	8,238	9,588	8,238
Depreciation of investment property	155	155	155	155
Property, plant and equipment written off	10	-	10	-
Loss on foreign exchange				
- realised	-	2,150	-	2,150
- unrealised	366	-	366	-
and crediting:				
Gain on disposal of property, plant and equipment	68	-	68	-
Gain on foreign exchange				
- realised	798	-	798	-
- unrealised	-	419	-	419

## B6 Income tax expense

	Individual quarter		Cumulative period	
	31.03.2024 RM'000	31.03.2023 RM'000	31.03.2024 RM'000	31.03.2023 RM'000
Income tax in respect of				
- Current period	5,307	3,649	5,307	3,649
Deferred taxation	1,307	788	1,307	788
	<u>6,614</u>	<u>4,437</u>	<u>6,614</u>	<u>4,437</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.

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## B10 Group borrowings and debt securities

31.03.2024

RM'000

### Current

#### Secured

Finance lease liability

700

700

#### Unsecured

Term loans

20,389

Revolving credit

19,622

Overdrafts

528

Bankers' acceptances

111,317

Trust receipt

7,859

159,715

160,415

### Non-current

#### Secured

Finance lease liability

1,042

#### Unsecured

Term loans

40,082

Revolving credit

19,293

60,417

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 did not recommend any dividend for the financial period under review.

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**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	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profit attributable to ordinary equity owners of the Company (RM'000)	23,912	19,551	23,912	19,551
Weighted average number of ordinary share in issue (units'000)	398,955	391,211	398,955	391,211
Basic earnings per ordinary share (sen)	5.99	5.00	5.99	5.00

**(b) Diluted earnings per ordinary share**

	Individual quarter		Cumulative period	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Profit attributable to ordinary equity owners of the Company (RM'000)	23,912	19,551	23,912	19,551
Weighted average number of ordinary share in issue (units'000)	400,362	397,338	400,362	397,338
Diluted earnings per ordinary share (sen)	5.97	4.92	5.97	4.92

**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 23 MAY 2024**