



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

		INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER 30.06.2024	PRECEDING YEAR CORRESPONDING QUARTER 30.06.2023	CURRENT YEAR TO DATE (UNAUDITED) 30.06.2024	PRECEDING YEAR CORRESPONDING PERIOD (UNAUDITED) 30.06.2023
Revenue	A7	303,236	290,691	647,888	604,292
Cost of goods sold		(255,422)	(246,448)	(545,944)	(514,348)
Gross profit		47,814	44,243	101,944	89,944
Other income		2,552	3,186	5,301	4,591
Selling and distribution expenses		(9,391)	(7,894)	(18,341)	(15,372)
Administrative expenses		(12,173)	(11,852)	(24,433)	(23,116)
Other expenses		(1,545)	(1,328)	(4,270)	(3,495)
Results from operating activities	B5	27,257	26,355	60,201	52,552
Interest income		1,357	830	2,603	1,346
Finance costs		(2,461)	(2,453)	(5,421)	(4,648)
Share of net Profit of Associate		(116)	114	(116)	162
Profit before tax	A7	26,037	24,846	57,267	49,412
Tax expense	B6	(5,008)	(4,328)	(11,622)	(8,765)
Profit for the period		21,029	20,518	45,645	40,647
Other comprehensive income/(expense), net of tax					
Foreign currency translation differences for foreign operations		(1,560)	2,953	768	4,754
Total comprehensive income for the period		19,469	23,471	46,413	45,401
Profit attributable to:					
Owners of the Company		20,901	21,584	44,813	41,135
Non-controlling interests		128	(1,066)	832	(488)
		21,029	20,518	45,645	40,647
Total comprehensive income attributable to:					
Owners of the Company		19,341	24,537	45,581	45,889
Non-controlling interests		128	(1,066)	832	(488)
		19,469	23,471	46,413	45,401
Earnings per ordinary share (sen)					
- Basic	B14	5.23	5.51	11.21	10.51
- Diluted	B14	5.22	5.44	11.18	10.37

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.

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FOR THE SECOND QUARTER ENDED 30 JUNE 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

		UNAUDITED AS AT 30.06.2024 RM'000	AUDITED AS AT 31.12.2023 RM'000
	Note		
ASSETS			
Property, plant and equipment	A8	469,917	462,944
Investment property		59,632	59,960
Investment in associate		2,525	2,641
Deferred tax assets		387	387
Trade and other receivable		-	8,337
Total non-current assets		532,461	534,269
Inventories		281,388	319,911
Trade and other receivables		230,607	251,009
Current tax assets		3,130	3,466
Cash and cash equivalents		349,559	291,262
Total current assets		864,684	865,648
TOTAL ASSETS		1,397,145	1,399,917
EQUITY			
* Share capital		271,248	262,840
Reserves		692,743	661,119
Total equity attributable to owners of the Company		963,991	923,959
Non-controlling interests		30,687	29,855
Total equity		994,678	953,814
Long term borrowings		55,593	57,151
Lease liability		292	829
Deferred tax liabilities		43,720	41,736
Total non-current liabilities		99,605	99,716
Short term borrowings		142,142	140,928
Lease Liability		1,336	1,351
Trade and other payables		153,932	200,974
Current tax liabilities		5,452	3,134
Total current liabilities		302,862	346,387
Total LIABILITIES		402,467	446,103
TOTAL EQUITY AND LIABILITIES		1,397,145	1,399,917
Net Assets per share attributable to the owners of the Company (RM)		2.40	2.34

* Total number of shares as at 30 June 2024 is 401,136,340

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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FOR THE SECOND QUARTER ENDED 30 JUNE 2024



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 30.06.2023										
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 options 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>
6 months year ended 30.06.2024										
At 1 January 2024	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	-	768	-	-	-	-	44,813	45,581	832	46,413
Share option exercised	8,408	-	-	(1,967)	-	-	-	6,441	-	6,441
Dividends to owners of the Company	-	-	-	-	-	-	(11,990)	(11,990)	-	(11,990)
At 30 June 2024	<u>271,248</u>	<u>67,243</u>	<u>(567)</u>	<u>790</u>	<u>4,141</u>	<u>(5,135)</u>	<u>626,271</u>	<u>963,991</u>	<u>30,687</u>	<u>994,678</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 SECOND QUARTER ENDED 30 JUNE 2024

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	6 months ended	
	UNAUDITED 30.06.2024 RM'000	UNAUDITED 30.06.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	57,267	49,412
Adjustments for:		
Depreciation of property, plant and equipment	18,460	17,056
Depreciation of investment property	311	311
(Gain)/Loss on disposal of property, plant and equipment	(133)	(25)
Written off of property, plant and equipment	10	-
(Gain)/ loss on re-measurement of lease	(4)	-
Interest income	(2,603)	(1,346)
Interest expense	5,421	4,648
Share of net profit of associate	116	(162)
Operating profit before changes in working capital	78,845	69,894
Changes in working capital:		
Trade and other receivables	30,040	23,848
Inventories	38,555	25,876
Trade and other payables	(48,624)	(37,311)
Cash generated from operations	98,816	82,307
Income taxes paid	(6,984)	(6,413)
Net cash generated from operating activities	91,832	75,894
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(24,847)	(48,785)
Proceeds from disposal of property, plant and equipment	252	54
Interest received	2,603	1,346
Net cash used in investing activities	(21,992)	(47,385)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(11,990)	(13,702)
Interest paid	(5,421)	(4,648)
(Repayment)/proceed of finance lease liabilities	265	(2)
(Repayment)/proceed of lease liabilities	(724)	(659)
(Repayment)/proceed of term loans, net	(956)	3,320
Other bank borrowings, net	417	(18,062)
Proceeds from exercise of ESOS	6,441	1,319
Net cash from/ (used in) financing activities	(11,968)	(32,434)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	57,872	(3,925)
Effects of exchange rate fluctuations on cash held	496	1,926
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	290,782	273,360
CASH AND CASH EQUIVALENTS AT END OF PERIOD	349,150	271,361
REPRESENTED BY:-		
Cash and bank balances	193,078	180,233
Short-term deposits	156,481	91,799
Bank overdrafts	(409)	(671)
	349,150	271,361

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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FOR THE SECOND QUARTER ENDED 30 JUNE 2024



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 1,469,200 new ordinary shares at exercise price of RM1.13 pursuant to the Employee Share Option Scheme ("ESOS").

During the quarter ended 30 June 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

During the current quarter, the Company paid the second single-tier interim dividend of 3 sen per share amounting to RM11,990,014 for the financial year ended 31 December 2023 on 18 April 2024.

A7 Segment information

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

Segment information for the year ended 30 June 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
Revenue			
Revenue from external customers	575,602	72,286	647,888
Segment profit	51,100	6,167	57,267
Included in the measure of segment profit is:			
-Depreciation and amortisation	17,884	887	18,771
Segment assets	1,313,050	84,095	1,397,145
Included in the measure of segment assets is:			
-Capital expenditure	24,302	545	24,847

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FOR THE SECOND QUARTER ENDED 30 JUNE 2024



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

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 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

	<u>Individual quarter</u>			
	<u>30.06.2024</u> <u>RM'000</u>	<u>30.06.2023</u> <u>RM'000</u>	<u>Variance</u> <u>RM'000</u>	
Revenue				
Plastic packaging products	268,189	261,555	6,634	2.5
Food, beverages and other consumable products	35,047	29,136	5,911	20.3
Group	<u>303,236</u>	<u>290,691</u>	<u>12,545</u>	<u>4.3</u>
Profit/(Loss) before tax				
Plastic packaging products	23,559	22,672	887	3.9
Food, beverages and other consumable products	2,478	2,174	304	14.0
Group	<u>26,037</u>	<u>24,846</u>	<u>1,191</u>	<u>4.8</u>

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FOR THE SECOND QUARTER ENDED 30 JUNE 2024



	Cumulative period			Variance %
	30.06.2024 RM'000	30.06.2023 RM'000	Variance RM'000	
Revenue				
Plastic packaging products	575,602	545,249	30,353	5.6
Food, beverages and other consumable products	72,286	59,043	13,243	22.4
Group	<u>647,888</u>	<u>604,292</u>	<u>43,596</u>	<u>7.2</u>
Profit/(Loss) before tax				
Plastic packaging products	51,100	45,032	6,068	13.5
Food, beverages and other consumable products	6,167	4,380	1,787	40.8
Group	<u>57,267</u>	<u>49,412</u>	<u>7,855</u>	<u>15.9</u>

Current Quarter - Revenue

For the current quarter ended 30 June 2024 (2Q24), the Group's plastic packaging products segment registered a revenue of RM268.19 million as compared to RM261.56 million recorded in the corresponding quarter of financial year (FY) 2023 (2Q23). The 2.5% increase for the plastic packaging products segment was mainly due to increase in sales volume and revenue of industrial bags and films, food wrap and garbage bags. The food, beverages and other consumable products segment recorded a revenue of RM35.05 million as compared to the corresponding quarter of FY 2023 of RM29.14 million. The increase was due to the increase of sale of coffee and tea.

Current Quarter - Profit Before Tax (PBT)

For the current quarter ended 30 June 2024 (2Q24), the Group's plastic packaging products segment recorded a PBT of RM23.56 million while its food, beverages and other consumable products segment recorded a PBT of 2.48 million as compared to a PBT of RM22.67 million and RM2.17 million respectively in 2Q23.

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

Cumulative Period - Revenue

For the six months cumulative period, the Group recorded an increase in revenue of 5.6% or RM30.35 million for its plastic products division and 22.4% or RM13.24 million growth in its food, beverages and other consumable products division respectively. The total revenue for the six months cumulative period is RM647.89 million, an increase of 7.2% as compared to the preceding year's corresponding period of RM604.29 million. The increased in revenues was mainly due to the increase in sales volume of its industrial bag and films and garbage bags and increase of sale in coffee and tea segments.

Cumulative Period - Profit before Tax (PBT)

The Group's profit before tax for the six months cumulative period ended 30 June 2024 is RM51.10 million (2023: RM45.03 million) for its plastic products division while its food, beverages and other consumable products division recorded a profit of RM6.17 million (2023: RM4.38 million).

The increase of PBT for the both segment is in line with the increase of revenue.

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FOR THE SECOND QUARTER ENDED 30 JUNE 2024



B2 Comparison with immediate preceding quarter's results

	Individual quarter ended		Variance RM'000	Variance %
	30.06.2024 RM'000	31.03.2024 RM'000		
Revenue	303,236	344,652	(41,416)	(12.0)
Profit before tax (PBT)	26,037	31,230	(5,193)	(16.6)

The decrease of revenue compared to preceding quarter was due to decrease in sales volume in stretch films, Industrial bags and films, courier bags and garbage bags.

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

B3 Prospect

The global economy for the year 2024 remain resilient and challenging. With the prolong inflation in advance economies and continuation of geopolitical tensions, the global market demand is expected to flatten. 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 advance 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.

B5 Results from operating activities

Results from operating activities are arrived at:

	Individual quarter		Cumulative period	
	30.06.2024 RM'000	30.06.2023 RM'000	30.06.2024 RM'000	30.06.2023 RM'000
After charging:				
Depreciation of property, plant and equipment	8,872	8,818	18,460	17,056
Depreciation of investment property	156	156	311	311
Property, plant and equipment written off	-	-	10	-
Loss on foreign exchange				
- realised	-	1,284	-	3,434
and crediting:				
Gain on disposal of property, plant and equipment	-	25	68	25
Gain on foreign exchange				
- realised	151	-	949	-
- unrealised	448	1,322	82	1,741

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B6 Income tax expense

	Individual quarter		Cumulative period	
	30.06.2024 RM'000	30.06.2023 RM'000	30.06.2024 RM'000	30.06.2023 RM'000
Income tax in respect of				
- Current period	4,297	3,165	9,604	6,814
- Prior year	34	140	34	140
Deferred taxation	677	1,023	1,984	1,811
	<u>5,008</u>	<u>4,328</u>	<u>11,622</u>	<u>8,765</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.

B10 Group borrowings and debt securities

	30.06.2024 RM'000
Current	
<u>Secured</u>	
Finance lease liability	639
	639
<u>Unsecured</u>	
Term loans	18,950
Revolving credit	17,661
Overdrafts	409
Bankers' acceptances	96,055
Trust receipt	8,428
	<u>141,503</u>
	<u>142,142</u>
Non-current	
<u>Secured</u>	
Finance lease liability	908
<u>Unsecured</u>	
Term loans	37,202
Revolving credit	17,483
	<u>55,593</u>

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.

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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 2.5 sen per ordinary share for the current quarter ended 30 June 2024 to be paid on 18 October 2024 to the shareholders registered at the close of business on 30 September 2024.

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	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit attributable to ordinary equity owners of the Company (RM'000)	20,901	21,584	44,813	41,135
Weighted average number of ordinary share in issue (units'000)	399,876	391,377	399,876	391,377
Basic earnings per ordinary share (sen)	5.23	5.51	11.21	10.51

(b) Diluted earnings per ordinary share

	Individual quarter		Cumulative period	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit attributable to ordinary equity owners of the Company (RM'000)	20,901	21,584	44,813	41,135
Weighted average number of ordinary share in issue (units'000)	400,759	396,864	400,759	396,864
Diluted earnings per ordinary share (sen)	5.22	5.44	11.18	10.37

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 21 AUGUST 2024