

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No:199601024340 (396692-T)

INTERIM FINANCIAL STATEMENTS
for the Financial Period Ended 30 June 2022

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF FINANCIAL POSITION

	As at 30.6.2022 RM'000 (Unaudited)	As at 31.12.2021 RM'000 (Audited)
ASSETS		
NON-CURRENT ASSETS		
Investment in an associate	27,687	35,221
Investment properties	16,050	16,104
Property, plant and equipment	203,099	204,635
Goodwill	380	380
Deferred tax assets	1,792	1,792
	<hr/> 249,008	<hr/> 258,132
CURRENT ASSETS		
Inventories	83,336	57,162
Biological assets	17,025	13,560
Trade receivables	39,401	35,967
Other receivables, deposits and prepayments	15,311	9,649
Current tax assets	2,410	2,844
Deposits with licensed banks	7,952	6,319
Cash and bank balances	47,112	51,463
	<hr/> 212,547	<hr/> 176,964
TOTAL ASSETS	<hr/> 461,555	<hr/> 435,096
EQUITY AND LIABILITIES		
Share capital	158,969	158,969
Treasury shares	(3,667)	(2,432)
Foreign exchange translation reserve	(2,673)	(3,433)
Retained profits	175,994	161,053
	<hr/> 328,623	<hr/> 314,157
Total Equity Attributable to Owners of the Company	328,623	314,157
Non-controlling interests	92	92
	<hr/> 328,715	<hr/> 314,249
TOTAL EQUITIES	<hr/> 328,715	<hr/> 314,249

The Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF FINANCIAL POSITION (CONT'D)

	As at 30.6.2022 RM'000 (Unaudited)	As at 31.12.2021 RM'000 (Audited)
NON-CURRENT LIABILITIES		
Lease liabilities	15,896	15,896
Bank borrowings	7,520	7,133
Deferred tax liabilities	8,378	8,381
	<hr/> 31,794	<hr/> 31,410
CURRENT LIABILITIES		
Trade payables	39,831	27,252
Other payables, deposits and accruals	11,095	21,959
Bank borrowings:-		
- bank overdrafts	2,689	576
- other borrowings	36,237	32,605
Lease liabilities	3,107	3,107
Provision for employee benefits	846	857
Current tax liabilities	7,241	3,081
	<hr/> 101,046	<hr/> 89,437
TOTAL LIABILITIES	<hr/> 132,840	<hr/> 120,847
TOTAL EQUITIES & LIABILITIES	<hr/> 461,555	<hr/> 435,096
	<hr/>	<hr/>
Net assets per share (RM)	0.53	0.50

The Condensed Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

Registration No. 199601024340 (396692-T)

(Incorporated in Malaysia)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

	Share Capital RM'000	Treasury Shares RM'000	Foreign Exchange Translation Reserve RM'000	Distributable Retained Profits RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
At 30 June 2022							
Balance at 1.1.2022	158,969	(2,432)	(3,433)	161,053	314,157	92	314,249
Profit after taxation	-	-	-	22,746	22,746	-	22,746
- foreign currency translation difference	-	-	760	-	760	-	760
Total comprehensive income for the financial period	-	-	760	22,746	23,506	-	23,506
Contributions by and distributors to owners of the Company:-							
- Purchase of treasury shares	-	(1,235)	-	-	(1,235)	-	(1,235)
Dividends:-							
-by the Company	-	-	-	(7,805)	(7,805)	-	(7,805)
Total Transactions with owners	-	(1,235)	-	(7,805)	(9,040)	-	(9,040)
Balance at 30.6.2022	158,969	(3,667)	(2,673)	175,994	328,623	92	328,715

The Condensed Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

Registration No. 199601024340 (396692-T)

(Incorporated in Malaysia)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF CHANGES IN EQUITY (CONT'D) (UNAUDITED)

	Share Capital RM'000	Treasury shares RM'000	Foreign exchange Translation Reserve RM'000	Distributable Retained Profits RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
At 30 June 2021							
Balance at 1.1.2021							
- as previously stated	158,969	(2,432)	(4,666)	149,061	300,932	92	301,024
Profit after taxation	-	-	-	11,425	11,425	-	11,425
Other comprehensive income for the period:-							
- foreign currency translation difference	-	-	(209)	-	(209)	-	(209)
Total comprehensive income for the financial period	-	-	(209)	11,425	11,216	-	11,216
Contributions by and distributors to owners of the Company:-							
-Purchase of treasury shares	-	-	-	-	-	-	-
Dividends:-							
-by the Company	-	-	-	(12,533)	(12,533)	-	(12,533)
Total Transactions with owners	-	-	-	(12,533)	(12,533)	-	(12,533)
Balance at 30.6.2021	158,969	(2,432)	(4,875)	147,953	299,615	92	299,707

The Condensed Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

**CONDENSED STATEMENTS OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.6.2022 (Unaudited) RM'000	Preceding year Corresponding Quarter 30.6.2021 (Unaudited) RM'000	Current Year to-Date 30.6.2022 (Unaudited) RM'000	Preceding year Corresponding Year to-Date 30.6.2021 (Unaudited) RM'000
Revenue	210,002	166,889	407,436	330,558
Cost of sales	(168,982)	(135,105)	(325,789)	(265,798)
Gross profit	41,020	31,784	81,647	64,760
Other income	2,204	1,193	3,367	2,312
Administrative expenses	(5,881)	(5,709)	(14,002)	(11,720)
Other operating expenses	(23,648)	(21,604)	(43,839)	(42,654)
Share of results in an associate	1,665	1,803	3,564	3,187
Finance costs	(446)	(535)	(1,312)	(1,056)
Profit before taxation	14,914	6,932	29,425	14,829
Income tax expense	(3,301)	(1,569)	(6,679)	(3,404)
Profit after taxation	11,613	5,363	22,746	11,425
Other comprehensive income for the financial period:-				
- foreign currency translation difference	761	(17)	761	(209)
Total comprehensive income for the financial period	12,374	5,346	23,507	11,216
Profit after taxation attributable to:				
- Owners of the Company	11,613	5,363	22,746	11,425
- Non-controlling interests	-	-	-	-
	11,613	5,363	22,746	11,425
Total comprehensive income attributable to:				
- Owners of the Company	12,374	5,346	23,507	11,216
- Non-controlling interests	-	-	-	-
	12,374	5,346	23,507	11,216

The Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding year	Current	Preceding year
	Year Quarter	Corresponding	Year to-Date	Corresponding
	30.6.2022	Quarter	30.6.2022	Year to-Date
	(Unaudited)	30.6.2021	(Unaudited)	30.6.2021
		(Unaudited)		(Unaudited)
Earnings per share(Sen):				
- Basic	1.85	0.86	3.63	1.82
- Diluted	N/A	N/A	N/A	N/A

The Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF CASH FLOWS

	6-months period ended	
	<u>30.6.2022</u>	<u>30.6.2021</u>
	(Unaudited)	(Unaudited)
	RM'000	RM'000
<u>CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES</u>		
Profit before taxation	29,425	14,829
Adjustments for non-cash items:-		
Non-cash items	6,869	11,555
Interest expenses	1,312	1,056
Interest income	(461)	(336)
Share of results in an associate	(3,564)	(3,187)
Operating profit before working capital changes	33,581	23,917
Increase in current assets	(35,059)	(17,716)
Increase/(decrease) in current liabilities	2,376	(1,285)
Employee benefits paid	(19)	(13)
Cash from/(for) operations	879	(4,903)
Interest paid	(1,312)	(1,056)
Interest received	461	336
Income tax refunded	-	-
Income tax paid	(2,952)	(3,901)
Net cash (for)/from operating activities	(2,924)	282
<u>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES</u>		
Proceeds from disposal of property, plant and equipment	42	148
Dividend received	11,098	-
Purchase of property, plant and equipment	(8,274)	(8,659)
Net cash from/(for) investing activities	2,866	(8,511)
Balance carried forward	(58)	(8,229)

The Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

CONDENSED STATEMENTS OF CASH FLOWS (CONT'D)

	6-months period ended	
	<u>30.6.2022</u>	<u>30.6.2021</u>
	(Unaudited)	(Unaudited)
	RM'000	RM'000
Balance brought forward	(58)	(8,229)
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividend paid	(7,805)	(12,533)
Drawdown from borrowings	7,838	6,299
Proceeds from purchase of treasury shares	(1,235)	-
Repayment of lease liabilities	-	(337)
Repayment of borrowings	(3,819)	(4,024)
Net cash for financing activities	(5,021)	(10,595)
Net decrease in cash and cash equivalents	(5,079)	(18,824)
Effect of exchange rate changes on cash and cash equivalents	248	(51)
Cash and cash equivalents at beginning of the financial period	57,206	59,127
Cash and cash equivalents at end of the financial period	52,375	40,252

The Condensed Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

The condensed consolidated interim financial statements as contained in this interim financial report are unaudited and have been prepared under historical cost convention except otherwise stated.

These unaudited interim financial statements have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* issued by Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements (“MMLR”) issued by Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

These unaudited interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2021.

A2. SEASONALITY OR CYCLICALITY OF OPERATIONS

The Group’s business operations were not affected by any significant seasonality or cyclicity factors in the current financial period.

A3. UNUSUAL ITEMS

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

A4. MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect on the results of the Group for the period under review.

A5. DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, resale or repayments of debts and equity securities for the period under review.

A6. DIVIDENDS PAID

The Company paid an interim single tier dividend of 1.25 sen per ordinary share in respect of the financial year ended 31 December 2021 during the financial quarter.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)

A7. SEGMENT REPORTING

Operating segments are prepared in a manner consistent with the internal reporting provided to the Group Managing Director as its chief operating decision maker in order to allocate resources to segments and to assess their performance on a quarterly basis. For management purposes, the Group is organised into business units based on their products and services provided.

The Group is organised into 5 main reportable segments as follows:-

- Poultry Segment – involved in the rearing and production of poultry products.
 - Prawn Segment – involved in the rearing and production of prawn and seafood products.
 - Food Service Segment – involved in the supply and trading of food products and related services.
 - Retail Segment – involved in the trading of coldstorage products.
 - Corporate Segment – involved in the provision of management services.
- (a) Each reportable segment asset is measured based on all assets (including goodwill) of the segment other than investment in an associate and tax-related assets.
- (b) Each reportable segment liability is measured based on all liabilities of the segment other than tax-related liabilities.
- (c) Assets, liabilities and expenses which are common and cannot be meaningfully allocated to the reportable segments are presented under unallocated items. Unallocated items comprise mainly head office expenses.
- (d) Transactions between reportable segments are carried out on agreed terms between both parties. The effects of such inter-segment transactions are eliminated on consolidation.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
INDIVIDUAL QUARTER**

3 months period ended 30 June 2022	Poultry	Prawn	Food Service	Retail	Corporate	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE							
External revenue	27,523	5,298	5,114	172,037	30	-	210,002
Inter-segment revenue	56,748	2,997	2	27,818	92	(87,657)	-
Total segment revenue	84,271	8,295	5,116	199,855	122	(87,657)	210,002
RESULTS							
Segment results	(772)	162	605	14,410	(710)	-	13,695
Finance costs							(446)
Share of results in an associate							1,665
Profit before taxation							14,914

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
INDIVIDUAL QUARTER**

3 months period ended 30 June 2021	Poultry	Prawn	Food Service	Retail	Corporate	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE							
External revenue	21,308	5,356	1,897	138,328	-	-	166,889
Inter-segment revenue	49,169	5,158	3	20,955	91	(75,376)	-
Total segment revenue	70,477	10,514	1,900	159,283	91	(75,376)	166,889
RESULTS							
Segment results	(1,575)	191	227	7,302	(481)	-	5,664
Finance costs							(535)
Share of results in an associate							1,803
Profit before taxation							<u>6,932</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
CUMULATIVE QUATER**

6 months period ended 30 June 2022	Poultry	Prawn	Food Service	Retail	Corporate	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE							
External revenue	51,027	9,154	9,382	337,813	60	-	407,436
Inter-segment revenue	113,616	8,145	4	53,171	183	(175,119)	-
Total segment revenue	164,643	17,299	9,386	390,984	243	(175,119)	407,436
RESULTS							
Segment results	639	388	1,075	26,259	(1,188)	-	27,173
Finance costs							(1,312)
Share of results in an associate							3,564
Profit before taxation							<u>29,425</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
CUMULATIVE QUARTER**

6 months period ended 30 June 2021	Poultry	Prawn	Food Service	Retail	Corporate	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE							
External revenue	43,663	9,982	3,811	273,102	-	-	330,558
Inter-segment revenue	96,686	9,463	5	41,053	183	(147,390)	-
Total segment revenue	140,349	19,445	3,816	314,155	183	(147,390)	330,558
RESULTS							
Segment results	(3,734)	455	313	16,372	(708)	-	12,698
Finance costs							(1,056)
Share of results in an associate							3,187
Profit before taxation							<u>14,829</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
INDIVIDUAL QUARTER**

ASSETS	Poultry RM'000	Prawn RM'000	Food Service RM'000	Retail RM'000	Corporate RM'000	Consolidated RM'000
30 June 2022						
Segment assets						
Unallocated assets:-	1,806	(207)	1,812	11,789	(2,461)	12,739
Investment in an associate						1,665
Goodwill						-
Deferred tax assets						-
Current tax assets						-
Consolidated total assets						<u>14,404</u>
30 June 2021						
Segment assets	(5,163)	(612)	455	2,500	(3,747)	(6,567)
Unallocated assets:-						
Investment in an associate						1,804
Goodwill						-
Deferred tax assets						-
Unallocated assets						1
Consolidated total assets						<u>(4,762)</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
CUMULATIVE QUARTER**

ASSETS	Poultry RM'000	Prawn RM'000	Food Service RM'000	Retail RM'000	Corporate RM'000	Consolidated RM'000
30 June 2022						
Segment assets						
Unallocated assets:-	91,249	20,595	12,289	293,976	11,177	429,286
Investment in an associate						27,687
Goodwill						380
Deferred tax assets						1,792
Current tax assets						2,410
Consolidated total assets						<u>461,555</u>
30 June 2021						
Segment assets	89,730	23,004	7,835	259,058	10,581	390,208
Unallocated assets:-						
Investment in an associate						32,875
Goodwill						380
Deferred tax assets						1,593
Unallocated assets						1,106
Consolidated total assets						<u>426,162</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
INDIVIDUAL QUARTER**

LIABILITIES	Poultry RM'000	Prawn RM'000	Food Service RM'000	Retail RM'000	Corporate RM'000	Consolidated RM'000
30 June 2022						
Segment liabilities	(1,239)	821	152	8,097	(1,745)	6,086
Unallocated liabilities:-						
Deferred tax liabilities						4
Current tax liabilities						2,135
Unallocated liabilities and adjustments						1,611
Consolidated total liabilities						<u>9,836</u>
30 June 2021						
Segment liabilities	9	1,160	(2,249)	6,321	(1,389)	3,852
Unallocated liabilities:-						-
Deferred tax liabilities						-
Current tax liabilities						(49)
Unallocated liabilities and adjustments						(1,379)
Consolidated total liabilities						<u>2,424</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)**A8. SEGMENT REPORTING (CONT'D)
CUMULATIVE QUARTER**

LIABILITIES	Poultry	Prawn	Food Service	Retail	Corporate	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30 June 2022						
Segment liabilities	29,424	3,526	1,980	76,523	7,970	119,423
Unallocated liabilities:-						
Deferred tax liabilities						8,378
Current tax liabilities						7,241
Unallocated liabilities and adjustments						(2,202)
Consolidated total liabilities						<u>132,840</u>
30 June 2021						
Segment liabilities	25,806	3,761	804	66,510	21,482	118,363
Unallocated liabilities:-						
Deferred tax liabilities						9,765
Current tax liabilities						2,672
Unallocated liabilities and adjustments						(4,345)
Consolidated total liabilities						<u>126,455</u>

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)

A8. SEGMENT REPORTING (CONT'D)

Accordingly, no further segmental analysis is available for disclosures except for the following entity-wide disclosures as required by MFRS 8:-

GEOGRAPHICAL INFORMATION

Revenue is based on the country in which the customers are located.

Non-current assets are determined according to the country where these assets are located. The amounts of non-current assets do not include financial instruments and deferred tax assets.

<i>Revenue</i>	3-months ended		Cumulative Quarter	
	30.6.2022	30.6.2021	30.6.2022	30.6.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Australia	896	298	1,247	298
Indonesia	36,349	34,155	80,448	64,002
Japan	813	1,319	1,565	3,011
Taiwan	-	250	-	250
Korea	685	462	1,015	462
Malaysia	171,259	130,405	323,161	262,535
	210,002	166,889	407,436	330,558

<i>Non-current assets</i>	As at	
	30.6.2022	30.6.2021
	(Unaudited)	(Unaudited)
	RM'000	RM'000
Indonesia	39,360	36,070
Malaysia	207,856	215,496
	247,216	251,566

MAJOR CUSTOMERS

There is no single customer that contributed 10% or more to the Group's revenue.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)

A9. PROPERTY, PLANT AND EQUIPMENT

a) Acquisition and Disposals

During the 6-months period ended 30 June 2022, the Group acquired assets at a total cost of RM8.27 million and there was immaterial disposal during the current quarter.

b) Impairment Losses

Neither losses from impairment of property, plant and equipment nor reversal of such impairment losses were recognised for the period under review.

c) Valuations

The Group did not carry out any additional valuation on its property, plant and equipment during the period under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and financial period under review.

A12. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets as at the date of this report.

A13. CAPITAL COMMITMENTS

There were no material changes in capital commitments since the end of the previous financial quarter except as disclosed in the explanatory notes.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)

A14. RELATED PARTY DISCLOSURES

The Group carried out the following significant transactions with the related parties during the period under review:-

	3-months ended		Cumulative Quarter	
	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000
Purchase of products	39,355	30,432	74,250	60,267
Rental paid	9	-	18	-
Freight charges	444	392	879	762

A15. CASH AND CASH EQUIVALENTS

	As at	
	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000
Cash and bank balances	47,112	38,859
Deposits with licensed banks	7,952	2,955
Bank overdrafts, secured	(2,689)	(1,562)
	<hr/> 52,375	<hr/> 40,252

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B1. REVIEW OF OPERATING PERFORMANCE

a) Analysis of the results for the 3-months ended 30 June 2022 against 3-months ended 30 June 2021

	←--Individual Quarter--→			
	Current Year Quarter 30.6.2022 (Unaudited) RM'000	Preceding Year Quarter 30.6.2021 (Unaudited) RM'000	Variances RM'000 %	
Revenue	210,002	166,889	43,113	26
Gross profits	41,020	31,784	9,236	29
Profit before taxation	14,914	6,932	7,982	115
Profit after taxation	11,613	5,363	6,250	116
Profit after taxation attributable to owners of the Company	11,613	5,363	6,250	116

Revenue

Group revenue for the quarter under review ("Q2FY2022") increased by 26.6% to a record RM210.0 million from the corresponding quarter last year ("Q2FY2021"). The significant growth in revenue was due to a continued recovery in consumer demand leading to a markedly improved performance in the poultry and retail segments. The food service segment benefitted from the re-opening of schools in Sarawak and also contributed to overall Group revenue.

The retail segment grew 24.4% during the quarter, partly due to more matured contributions from three (3) CCKLocal supermarkets (in Kuching, Kota Kinabalu and Sibul) and four (4) CCK Fresh Mart retail stores that came on stream in the previous few quarters. Additionally, an overall recovery in consumer demand coupled with the re-opening of food and beverage outlets which drove wholesale volumes also boosted the performance of the retail segment.

In Q2FY2022, no additional stores were opened.

The Group's retail network in Malaysia ended the quarter with the following –

	Q2 2021	Q2 2022
CCKLocal Supermarkets	2	3
CCK Fresh Mart retail stores	60	63
CCK wholesale stores	6	6
Total touch points	68	72

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B1. REVIEW OF OPERATING PERFORMANCE (CONT'D)

a) Analysis of the results for the 3-months ended 30 June 2022 against 3-months ended 30 June 2021 (Cont'd)

Revenue from the Indonesian operations amounted to RM36.3 million in Q2FY2022, a slight uptick from RM34.2 million in Q2FY2021. Demand for our in-house manufactured processed products remained robust despite a seasonally festivity-induced low production quarter (Indonesia only).

Demand for poultry products recovered due to the re-opening of food and beverage outlets, demand from institutional clients and improved consumer sentiment. This led to a 19.6% increase in total segment revenue for Q2FY2022. Poultry sales via our own retail stores (intersegment sales) continued to be robust, tracking the performance of the retail segment.

The prawn segment's revenue remained largely unchanged for Q2FY2022. Export volumes continued to gain momentum whilst domestic sales via our own retail channels decreased due to lower production volume. Ongoing efforts to acquire new customers bore fruit as the segment benefitted from higher exports to South Korea and Australia; which offset the weaker demand from Japan.

The food service segment reported a revenue of RM5.1 million in Q2FY2022, significantly higher than RM1.9 million in Q2FY2021. This was due to the reopening of government schools in Sarawak.

Profit before tax

Profit before tax ("PBT") increased by 115.1% to RM14.9 million largely due to the outperformance of the retail segment and a reduction of losses in the poultry segment. Overall gross profit margins inched up to 19.5% during the quarter from 19.0% in Q2FY2021. Despite the significant recovery in overall profitability, elevated feed prices and weakness in the Malaysian Ringgit continued to have an adverse impact of margins.

The retail segment drove the Group's outperformance for Q2FY2022, reporting a PBT of RM14.4 million. This translated to a significant 97.3% growth in segment profitability versus Q2FY2021. Growth was driven by a myriad of factors, namely; increased contributions from new CCKLocal supermarkets and CCK Fresh Mart stores recent quarters, strong demand for our in-house manufactured processed products in Indonesia, and an overall improvement in consumer sentiment driving sales volumes in our retail and wholesale channels.

The poultry segment benefitted from a recovery in demand as losses decreased significantly to RM0.77 million from RM1.6 million in Q2FY2022. This was made possible by an increase in sales volumes, effective cost control measures and the success of our cost pass through mechanism.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B1. REVIEW OF OPERATING PERFORMANCE (CONT'D)

a) Analysis of the results for the 3-months ended 30 June 2022 against 3-months ended 30 June 2021 (Cont'd)

Operating expenses experienced an uptick due to the additional running cost incurred by the new facilities in Pontianak, Indonesia and new CCKLocal and CCK Fresh Mart outlets that come on stream in the last few quarters.

Share of results in our associate company, Gold Coin (Sarawak) Sdn Bhd, declined marginally to RM1.7 million in Q2FY2022. This was due to unfavorable movements in commodity prices and the timing of adjustments in selling prices to end customers.

b) Analysis of the results for the 6-months ended 30 June 2022 against 6-months ended 30 June 2021 (Cont'd)

	←--Cumulative Quarter--→			
	Current Year Quarter 30.6.2022 (Unaudited) RM'000	Preceding Year Quarter 30.6.2021 (Unaudited) RM'000	Variances RM'000 %	
Revenue	407,436	330,558	76,878	23
Gross profits	81,647	64,760	16,887	26
Profit before taxation	29,425	14,829	14,596	98
Profit after taxation	22,746	11,425	11,321	99
Profit after taxation attributable to owners of the Company	22,746	11,425	11,321	99

Revenue

Group revenue for the 6-month period ended 30 June 2022 ("1HFY2022") increased by 23.3% to RM407.4 million from the corresponding period last year ("1HFY2021"). The significant growth in revenue was due to an overall recovery in consumer demand leading to an outperformance in the retail segment and an improvement in the poultry segment. The food service segment benefitted from the re-opening of schools in Sarawak and also contributed to overall Group revenue.

The retail segment grew 23.7% during 1HFY2022 to RM337.8 million. This was due to more matured contributions from three (3) CCKLocal supermarkets (in Kuching, Kota Kinabalu and Sibul) and four (4) CCK Fresh Mart retail stores which were opened in the previous few quarters. Other factors contributing to a standout performance in the retail segment were; the sharp recovery in demand from both the retail and wholesale channels and strong demand for our in-house manufactured processed products in Indonesia. Revenue from our Indonesian operations (classified under the retail segment) amounted to RM80.4 million, accounting for 19.7% of total Group revenue.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B1. REVIEW OF OPERATING PERFORMANCE (CONT'D)

b) Analysis of the results for the 6-months ended 30 June 2022 against 6-months ended 30 June 2021 (Cont'd)

Demand for poultry products recovered in 1HFY2022 against the same period last year due to the re-opening of food and beverage outlets, demand from institutional clients and improved consumer sentiment. This led to a 17.3% increase in total segment revenue for 1HFY2022. Poultry sales via our own retail stores (intersegment sales) and to institutional clients continued to be robust, tracking the performance of the retail segment.

The prawn segment's revenue remained largely unchanged for 1HFY2022. Export volumes continued to gain momentum whilst domestic sales via our own retail channels experienced a slight downtick due to lower production volume. Ongoing efforts to acquire new customers bore fruit as the segment benefitted from higher exports to South Korea and Australia; which offset the weaker demand from Japan.

The food service segment benefitted from the re-opening of schools in Sarawak, as 1HFY2022 revenue grew 146.2% to RM9.4 million.

Profit before tax

PBT increased significantly by 98.4% to RM29.4 million in 1HFY2022 against the same period last year. This spike in overall profitability was largely due to an outperformance from the retail segment and a turnaround in the poultry segment. Overall gross profit margins inched up to 20.0% during the period from 19.6% in 1HFY2021. Despite the significant recovery in overall profitability, elevated feed prices and weakness in the Malaysian Ringgit continued to have an adverse impact of margins.

The retail segment contributed to the bulk of Group PBT, reporting a profit of RM26.3 million. This translated to a 60.4% growth in profitability versus 1HFY2021. The significant growth was driven by a myriad of factors, namely; increased contributions from new CCKLocal supermarkets and CCK Fresh Mart stores in the recent quarters, strong demand for our in-house manufactured processed products in Indonesia, and an overall improvement in consumer sentiment driving sales volumes in our retail and wholesale channels.

The poultry segment reported PBT of RM0.6 million in 1HFY2022, overturning a loss of RM3.7 million in the same period last year. This was made possible by an increase in sales volumes, effective cost control measures and the success of our cost pass through mechanism.

The food service segment reported PBT of RM1.1 million in 1HFY2022, significantly higher than RM0.3 million in the same period last year. This was due to the re-opening of schools in Sarawak.

Operating expenses experienced an uptick due to the additional running cost incurred by the new facilities in Pontianak, Indonesia and new CCKLocal and CCK Fresh Mart outlets that come on stream in the last few quarters.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B1. REVIEW OF OPERATING PERFORMANCE (CONT'D)

b) Analysis of the results for the 6-months ended 30 June 2022 against 6-months ended 30 June 2021 (Cont'd)

Share of results in our associate company, Gold Coin (Sarawak) Sdn Bhd, increased 11.8% to RM3.6 million in 1HFY2022. This uptick in profitability was due to higher volumes and favorable adjustments in selling prices to mitigate the hike in raw material prices.

Operating expenses increased in-line with the additional running cost incurred due to the new facilities in Pontianak, Indonesia and new CCKLocal and CCK Fresh Mart outlets that came on stream in the recent quarters.

B2. COMPARISON WITH THE IMMEDIATE PRECEDING QUARTER'S RESULTS

	←-----Individual Quarter-----→			
	Current Year Quarter 30.6.2022 (Unaudited) RM'000	Immediate Preceding Quarter 31.3.2022 (Unaudited) RM'000	Variances	
			RM'000	%
Revenue	210,002	197,434	12,568	6
Gross profits	41,020	40,628	392	1
Profit before taxation	14,914	14,511	403	3
Profit after taxation	11,613	11,133	480	4
Profit after taxation attributable to owners of the Company	11,613	11,133	480	4

Revenue

Revenue increased 6.4% to RM210.0 million from the immediate preceding quarter ("Q1FY2022"). The improvement was largely driven by a broad based uptick across all segments, which benefitted from higher overall sales volumes.

Our Indonesian operations (which are classified under the retail segment) experienced a slight downtick due to a seasonally festivity-induced low production quarter (Indonesia only). Despite the lower production volume, demand for our in-house manufactured processed products remained robust.

Demand for poultry products continued to improve due to the pick-up consumer spending, driving demand from institutional clients and sales via our own retail channels. This led to a 17.7% increase in total segment revenue versus Q4FY2021. Poultry sales via our own retail and wholesale stores (intersegment sales) continued to be robust.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B2. COMPARISON WITH THE IMMEDIATE PRECEDING QUARTER'S RESULTS (CONT'D)

The prawn segment's revenue recovered as disruptions in the supply chain and lower production yields that affected Q1FY2022 eased. Demand from export markets remained robust, offsetting the soft demand via our own retail channels.

The food service segment delivered a better performance due to heightened activity of government schools in Sarawak during the quarter.

Profit before tax

PBT increased marginally to RM14.9 million in Q2FY2022. Strong performances were recorded across the retail and food service segments. Overall gross profit margins declined to 19.5% from 20.6% in the immediate preceding quarter. This was due to a loss in the poultry segment as a result of unfavorable short term feed cost movements and the weakness in the Malaysian Ringgit.

The growth in absolute profitability was largely due to an improved performance from the retail segment. The retail segment continues to benefit higher sales volumes from our retail and wholesale touchpoints and a strong performance from our Indonesian operations..

Share of results in our associate company, Gold Coin (Sarawak) Sdn Bhd, decreased slightly to RM1.7 million from RM1.9 million in Q1FY2022. This was due to unfavorable movements in commodity prices and the timing of adjustments in selling prices to end customers

B3. FUTURE PROSPECTS

Vaccination rates in Sarawak have now exceeded 90% of the eligible adult population, with most having received their third (3rd) dose. This is expected to have a positive effect on consumer sentiment as movements restrictions are eased, dining out resumes and schools are re-opened. This is likely to benefit the food and beverage industry.

In addition, Sarawak has moved to phase four (4) of the National Recovery Plan. This will allow public and private sector workplaces to operate at 100% capacity.

That being said, a resurgence of high daily numbers of positive Covid-19 cases in Sarawak could see the reimposition of movement controls and restrictions on dining out. This would negatively affect business and dampen consumer sentiment.

Additionally, the continued strengthening of the US dollar and fluctuations in prices of corn and soy continues to be a cause of concern as this will affect the cost structures of both the retail and poultry segments.

Taking into account the above, the Board is cautiously optimistic with regards to the coming quarters. The threat of Covid-19 remains and the Board and Management teams are constantly striving to mitigate the risks in this challenging and fast changing operating environment.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B4. VARIANCE OF ACTUAL FINANCIAL RESULTS FROM FINANCIAL ESTIMATES, FORECASTS, PROJECTIONS OR INTERNAL TARGETS

The disclosure requirements for explanatory notes for the variance of the actual financial results after tax and minority interest against financial estimates, forecasts, projections or internal targets are not applicable to the Group.

B5. INCOME TAX EXPENSE

	3-months ended		Cumulative Quarter	
	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000
Current tax	3,301	1,569	6,679	3,404
Effective tax rate	22%	23%	23%	23%

The effective tax rate of the Group for the current financial quarter was lower than the statutory tax rate principally due to tax losses incurred by certain subsidiaries.

B6. STATUS OF CORPORATE PROPOSALS

There were no significant developments or changes in the corporate proposals.

B7. GROUP BORROWINGS

Details of the secured Group borrowings are as follows:-

	RM Denomination		Foreign Denomination	
	As at 30.6.2022 (Unaudited) RM'000	As at 30.6.2021 (Unaudited) RM'000	As at 30.6.2022 (Unaudited) RM'000	As at 30.6.2021 (Unaudited) RM'000
Current:-				
- bank overdrafts	2,689	1,562	-	-
- banker's acceptance	33,237	28,505	-	-
- revolving credit	3,000	9,000	-	-
	38,926	39,067	-	-
Non-current:-				
- term loans	7,520	8,337	-	-
	46,446	47,404	-	-

The foreign denominated borrowings of the Group is Indonesian Rupiah ("RP") and it has been translated at rate of RP0.000296 (31.12.2021: RP0.000293)

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B8. MATERIAL LITIGATION

There was no litigation against the Group during the current quarter.

B9. DIVIDEND PAYABLE

The Board of Directors did not recommend any payment of dividend during the current quarter and financial period under review.

B10. EARNINGS PER SHARE

Basic:-

The basic earnings per share is based on the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the current quarter.

	3-months ended		Cumulative quarter	
	30.6.2022	30.6.2021	30.6.2022	30.6.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit attributable to owners of the Company (RM'000)	11,613	5,363	22,746	11,425
Weighted average number of ordinary shares at 1 January ('000)	630,718	630,718	630,718	630,718
Effect of treasury shares held	(4,874)	(4,073)	(4,874)	(4,073)
Weighted average number of ordinary shares at 30 June ('000)	625,844	626,645	625,844	626,645
Basic earnings per share (Sen)	1.85	0.86	3.63	1.82

Diluted:-The diluted earnings per share was not applicable as there were no dilutive potential ordinary shares outstanding during the current quarter.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Registration No. 199601024340 (396692-T)

Interim Report for the Second Financial Quarter Ended 30 June 2022

B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONT'D)

B11. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax:-

	3-months ended		Cumulative Quarter	
	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000	30.6.2022 (Unaudited) RM'000	30.6.2021 (Unaudited) RM'000
After charging/(crediting)-				
Allowance for impairment losses on receivables	75	58	114	186
Allowance for impairment losses on receivables no longer required	(30)	(17)	(76)	(27)
Depreciation and amortisation	5,061	4,732	10,119	9,351
(Gain)/loss on fair value changes in biological assets	(2,470)	606	(3,465)	2,188
Loss/(gain) on disposal of property, plant and equipment	86	(149)	97	(149)
(Gain)/loss on foreign exchange:-				
- realised	-	-	-	-
- unrealised	-	-	(2)	(7)
Property, plant and equipment written off	-	-	82	13
Interest expense	446	535	1,312	1,056
Interest income	(418)	(285)	(461)	(336)

B12. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2021 was not subject to any qualification.

B13. FINANCIAL INSTRUMENTS

The Group does not have any derivative financial instruments.

B14. AUTHORISATION FOR ISSUE

The quarterly report was authorised for issue by the Board of Directors on 23 August 2022.