

ASTRAL ASIA BHD (374600-X)

Part A1 : Quarterly Report

Quarterly report for the financial period ended : 30.06.2023
 Quarter : 2nd Quarter
 Financial Year End : 31.12.2023
 The Figures : Have not been audited

Part A2 : Summary of Key Financial Information for the financial period ending 30/06/2023

	Individual Quarter		Cumulative Period	
	Current year quarter 30.06.2023 RM'000	Preceding year quarter 30.06.2022 RM'000	Current year to date 30.06.2023 RM'000	Preceding year to date 30.06.2022 RM'000
1 Revenue	3,369	6,028	6,789	11,860
2 Profit/(Loss) before tax	(126)	81	(1,652)	1,529
3 Profit/(Loss) for the period	(678)	(580)	(2,395)	12
4 Profit /(Loss) attributable to ordinary equity holders of the parent	(995)	(627)	(2,191)	(555)
5 Basic earning / (loss) per shares (sen)	(0.15)	(0.10)	(0.33)	(0.08)
6 Proposed /Declared dividend per share (sen)	-	-	-	-
	As at end of current quarter		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the company (RM)		0.2609		0.2642

Part A3 : Additional Information

	Individual Quarter		Cumulative Period	
	Current year quarter 30.06.2023 RM'000	Preceding year quarter 30.06.2022 RM'000	Current year to date 30.06.2023 RM'000	Preceding year to date 30.06.2022 RM'000
1 Gross interest income	0	0	0	0
2 Gross interest expenses	72	86	243	174

ASTRAL ASIA BHD (374600-X)
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2023
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Individual Quarter		Cumulative Quarter	
		Current Year	Preceding Year	Current Year	Preceding Year
		2nd Quarter 30-Jun-23 RM'000	2nd Quarter 30-Jun-22 RM'000	Year 30-Jun-23 RM'000	Year 30-Jun-22 RM'000
<u>Continuing Operations</u>					
Revenue		3,369	6,028	6,789	11,860
Cost of sales		(2,961)	(2,804)	(4,391)	(3,925)
Gross profit		<u>408</u>	<u>3,224</u>	<u>2,398</u>	<u>7,935</u>
Other income		2,706	(25)	2,711	-
Administrative expenses		(1,745)	(1,385)	(3,466)	(2,959)
Other expenses		-	(24)	-	(24)
Finance costs		(72)	(86)	(243)	(174)
Finance income		-	-	-	-
Depreciation and amortisation		(1,423)	(1,623)	(3,052)	(3,249)
Bearer plants written off due to replanting		-	-	-	-
Share of profit / (loss) in associate		-	-	-	-
Profit/(loss) before taxation		<u>(126)</u>	<u>81</u>	<u>(1,652)</u>	<u>1,529</u>
Tax income/(expense)	18	(552)	(661)	(743)	(1,517)
Profit/(loss) after taxation		<u>(678)</u>	<u>(580)</u>	<u>(2,395)</u>	<u>12</u>
Other Comprehensive income/(loss), net of tax		-	-	-	-
Total comprehensive income/(loss) for the period		<u>(678)</u>	<u>(580)</u>	<u>(2,395)</u>	<u>12</u>
Profit/(loss) attributable to:					
Owners of the parent		(995)	(627)	(2,191)	(555)
Non-controlling interests		317	47	(204)	567
Profit/(loss) for the period		<u>(678)</u>	<u>(580)</u>	<u>(2,395)</u>	<u>12</u>
Total comprehensive income/(loss) attributable to:					
Owners of the parent		(995)	(627)	(2,191)	(555)
Non-controlling interests		317	47	(204)	567
Total comprehensive income/(loss) for the period		<u>(678)</u>	<u>(580)</u>	<u>(2,395)</u>	<u>12</u>
Earning Per Share attributable to owners of the parent:					
Earning / (loss) per share (Sen)	26	(0.15)	(0.10)	(0.33)	(0.08)

2(The Condensed consolidated Statment of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2022)

ASTRAL ASIA BHD (374600-X)
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2023
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	(UNAUDITED) CURRENT QUARTER END 30-Jun-23 RM'000	(AUDITED) PRECEDING YEAR END 31-Dec-22 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	45,099	44,745
Right-of-use assets	273,774	275,248
Investment property	18,800	18,800
Investment in associated company	1,059	1,059
	338,732	339,852
Current assets		
Inventories	1,845	1,352
Bearer biological assets	745	571
Trade receivables	751	264
Other receivables	1,445	592
Cash and cash equivalents	2,121	6,119
Tax recoverable	764	-
	7,671	8,898
TOTAL ASSETS	346,403	348,750
EQUITY AND LIABILITIES		
Equity Attributable To Owners of the parent		
Share capital	131,997	131,997
Reserves	40,201	42,392
Total equity attributable to owners of the parent	172,198	174,389
Non-controlling Interests	79,440	80,694
TOTAL EQUITY	251,638	255,083
Non-current liabilities		
Borrowings	11,727	7,894
Lease liabilities	7,684	7,493
Finance lease payables	-	-
Deferred taxation	69,881	69,881
	89,292	85,268
Current liabilities		
Trade payables	1,282	232
Other payables	1,537	5,302
Dividend payables	-	-
Bank borrowings	1,200	2,189
Lease liabilities	59	45
Amount due to associate company	565	565
Provision for Taxation	830	66
	5,473	8,399
TOTAL LIABILITIES	94,765	93,667
TOTAL EQUITY AND LIABILITIES	346,403	348,750
	-	-

3(The Condensed Consolidated Statement of Financial Position should read in conjunction with the Annual Financial Report for the year ended 31st December 2022)

ASTRAL ASIA BHD (374600-X)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2023

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital		Share Premium		Capital Reserve		Revaluation Reserve		Available-for-sales Fair Value Reserve		Other Reserve		Accumulated Profit		Total		Non-controlling Interest		Total Equity	
	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	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2022	131,997	-	-	-	-	-	-	-	-	-	-	-	46,133	178,130	82,567	260,697	-	-	-	-
Transactions with owners:-																				
Total transactions with owners Profit / (loss) for the year													(3,741)	(3,741)	227	(3,514)				
Dividend paid to non-controlling Interests													-	-	(2,100)	(2,100)				
Total Comprehensive income for the period													(3,741)	(3,741)	(1,873)	(5,614)				
Balance as at 31 December 2022	131,997	-	-	-	-	-	-	-	-	-	-	-	42,392	174,389	80,694	255,083	-	-	-	-
As at 1 January 2023	131,997	-	-	-	-	-	-	-	-	-	-	-	42,392	174,389	80,694	255,083	-	-	-	-
Transactions with owners:-																				
Dividend paid to non-controlling Interests																				
Total transactions with owners Profit / (loss) for the financial period													(2,191)	(2,191)	(204)	(2,395)				
Other Comprehensive income for the financial period													(2,191)	(2,191)	(204)	(2,395)				
Total Comprehensive income for the financial period													(2,191)	(2,191)	(204)	(2,395)				
Effects on adoption of MFRS																				
Balance as at 30 June 2023	131,997	-	-	-	-	-	-	-	-	-	-	-	40,201	172,198	79,440	251,638	-	-	-	-

ASTRAL ASIA BHD (374600-X)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
2ND QUARTER ENDED 30 JUNE 2023
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	PERIOD ENDED 30-Jun-23 RM'000	YEAR ENDED 31-Dec-22 RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit/(Loss) before taxation	(1,652)	(1,927)
<i>Adjustments for:-</i>		
Non-cash items/non-operating items	2,878	7,016
Interest expense	243	651
Interest income	-	-
<i>Operating profit before working capital changes</i>	1,469	5,740
<i>Changes in working capital:-</i>		
Net Change In Current Assets / Current Liabilities	(4,549)	442
Tax refund / (paid)	(744)	(1,665)
<i>Net cash (Used In)/ generated from operating activities</i>	(3,824)	4,517
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest received	-	-
Proceeds from disposal of property, plant and equipment	-	1,331
Purchase of property, plant and equipment	(2,714)	(3,075)
Purchase of right of use assets	-	-
<i>Net cash used in investing activities</i>	(2,714)	(1,744)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend Paid to Non-controlling interests	(1,050)	(2,100)
Repayment of term / flexi loan	(1,724)	(1,172)
Repayment of lease liabilities/payables	(5)	(178)
Interest paid	(243)	(651)
Drawdown of borrowings	4,569	-
<i>Net cash generated from /(used in) financing activities</i>	1,547	(4,101)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(4,991)	(1,328)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	5,127	6,455
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	136	5,127
CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING:		
Cash and bank balances	2,118	6,115
Fixed Deposit placed with licensed banks	3	4
Bank overdraft	(1,982)	(988)
Fixed deposit pledged	(3)	(4)
	136	5,127

5(The Condensed Consolidated Statement of Cash Flows should be read conjunction with the Annual Financial Report for the year ended 31st December 2022)

Astral Asia Berhad (374600-X)

Notes to the Interim Financial Statement - 30 June 2023

1 Statement of compliance

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board and Paragraph 9.22 of the Bursa Malaysia Securities Berhad's ("Bursa Securities") Main Market Listing Requirements.

2 Accounting policies and basis of preparation

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 December 2022.

The accounting policies are consistent with the recent audited financial statements for the year ended 31 December 2022.

3 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2022 was not qualified.

4 Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

5 Unusual items affecting the assets, liabilities, equity, net income, or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group for the current quarter and financial year-to-date.

6 Material changes in estimates

There were no changes in estimates that have had material effect in the current results.

7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date.

8 Dividend paid

No dividend was paid out during the current quarter under review.

9 Segmental reporting

Segmental information for the Group is presented as follows:

	Financial Year ended 30 June 2023					
	Plantation	Construction & Property Development	Investment	Trading	Adjustments & eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000		RM'000
Segment Revenue						
External revenue	6,423	-	366	-	-	6,789
Inter-segment revenue	-	-	-	-	-	-
Total revenue	6,423	-	366	-	-	6,789
Segment Results						
Operating results	3,252	(1,429)	(177)	(3)	(3)	1,643
Depreciation and bearer plant write off	(2,981)	(55)	(14)	(2)	(2)	(3,052)
Bearer plant written off due to replanting	-	-	-	-	-	-
Share of results of associate company	-	-	-	-	-	-
Interest Income	(109)	-	(134)	-	-	(243)
Finance cost	162	(1,484)	(325)	(5)	(5)	(1,652)
Profit/(loss) before tax	(743)	-	(325)	(5)	(5)	(743)
Tax (expense)/income	(581)	(1,484)	(325)	(5)	(5)	(2,395)

	Financial Year ended 30 June 2022					
	Plantation	Construction & Property Development	Investment	Trading	Adjustments & eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000		RM'000
Segment Revenue						
External revenue	11,391	-	373	96	-	11,860
Inter-segment revenue	-	-	-	-	-	-
Total revenue	11,391	-	373	96	-	11,860
Segment Results						
Operating results	6,333	(1,243)	(74)	(64)	(64)	4,952
Depreciation and bearer plant write off	(3,154)	(79)	(14)	(2)	(2)	(3,249)
Bearer plant written off due to replanting	-	-	-	-	-	-
Share of results of associate company	-	-	-	-	-	-
Interest Income	(40)	-	(134)	-	-	(174)
Finance cost	3,139	(1,322)	(222)	(66)	(66)	1,529
Profit/(loss) before tax	(1,518)	-	1	-	-	(1,517)
Tax (expense)/income	1,621	(1,322)	(221)	(66)	(66)	12

The Group principally operates within Malaysia.

10 Valuation of Property, Plant & Equipment

There were no material changes to the valuation of property, plant & equipment brought forward from the previous annual financial statements.

11 Material subsequent events to the end of the current quarter.

There were no material subsequent events to the end of the current quarter.

12 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and year-to-date.

13 Contingent liabilities or assets

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

14 Review of performance

The Group recorded a pre-tax loss of RM1.7 million on a revenue of RM6.8 million for the 6 months under review compared to the pre-tax gain of RM1.5 million on revenue of RM11.9million for the corresponding period in 2022.

The revenue of the plantation segment had decreased by 43.6% to RM6.4 million during the 6 months under review compared to the previous financial period. The Fresh Fruit Bunches ("FFB") harvested for the period under review had slightly decreased by 1.1% to 7,882 M/T (2022: 7,969 M/T). The average CPO prices realised during the period under review had decreased by 44.43% to RM 3,527 M/T (2022: 6,347 M/T). The planted acreage, FFB production and yield of the Group's estates during the financial year were as follows:-

Table of FFB production and yield

Estate	Planted area as at 30.06.2023		Total (ha)	FFB production (m/t)		Yield (m/t / ha)	
	Immature (ha)	Mature (ha)		year ended 30.06.2023	year ended 30.06.2022	year ended 30.06.2023	year ended 30.06.2022
Bukit Kuin	0	792	792	3,676	4,831	4.6	6.1
Kertau	800	813	1,613	2,067	1,651	2.5	2.0
Sungai Pejing	515	620	1,135	2,139	1,487	3.5	2.4
Buildings, roads and others	1,315	2,225	3,540				
Total area (hectares)			428				
Total FFB production (m/t)			3,968	7,882	7,969		

In the construction segment, the Group had not been successful to secure new construction projects during the period under review.

15 Comparison with the immediate preceding quarter's results

The Group reported a loss before tax of RM0.1 million for the current quarter as compared to a gain before tax amounted to RM0.08 million for the immediate preceding quarter mainly due to weaken in CPO prices.

16 Commentary on prospects

The prices of CPO will remain soften and stay firm at RM3,500 to RM4,000 per tonne for most parts of the year. The shortage of foreign workers is also being addressed at a rapid pace. The cost of production may stay high due to full year impact of minimum wage and higher fertiliser costs in 2023.

We expect a significant lower FFB production for the Group during the FYE 2023 due to replanting programme at Kertau and Pejing estates around 1,014 hectare. In the absence of positive contributions from the Group's other business segments in the near term, the Group's operating results is not expected to improve further.

17 Profit forecast

Not applicable as there was no profit forecast published.

18 Taxation

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	30.06.2023 RM'000	30.06.2022 RM'000	30.06.2023 RM'000	30.06.2022 RM'000
Current Taxation	(552)	(661)	(743)	(1,517)
Over provision of tax in prior year	-	-	(743)	(1,517)
Deferred tax				
Over provision of deferred tax in prior year	-			
Tax income/(expense)	(552)	(661)	(743)	(1,517)

The provision for income tax for the Group is mainly due to the chargeable income of the plantation segment. The tax charge is higher than the statutory rate owing to certain expenses not claimable for tax purposes.

19 Unquoted investments and properties

There were no disposals of unquoted investments or properties during the current quarter.

20 Purchase or disposal of quoted securities

a. Sale proceeds and purchase consideration

There were no disposal and purchase of quoted investments or properties for the current quarter and financial year-to-date.

b. Investment in quoted securities as at end of the reporting period

There were no quoted securities held as at end of the current quarter and year-to-date.

21 Status of uncompleted corporate proposals

There were no uncompleted corporate proposals as of the date of this report.

22 Borrowings and debts securities

The Group's borrowings and debts securities were as follows:

	As at 30.06.2023 RM'000	As at 31.12.2022 RM'000
Short term bank borrowings	1,200	2,189
Long term bank borrowings	11,727	7,894
	<u>12,927</u>	<u>10,083</u>

The above bank borrowings are secured by the properties of the subsidiary companies and the corporate guarantee of the Company.

23 Off balance sheet financial instruments

During the quarter under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

24 Material Litigation

There were no pending material litigation claims against the Group as at end of this quarter.

25 Dividend Payable

No dividend has been proposed for the financial quarter under review.

26 Earnings per share

	Individual Quarter ended		Cumulative Quarter ended	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Profit / (loss) attributable to ordinary equity holders of the parent (RM'000)	(995)	(627)	(2,191)	(555)
Weighted average number of ordinary share in issue ('000)	659,984	659,984	659,984	659,984
Basic earning / (loss) per share (sen)	(0.15)	(0.10)	(0.33)	(0.08)

There is no diluted earning per share as the Group has no dilutive potential ordinary share.

27 Additional notes to the Statement of Comprehensive Income

Profit before tax is arrived at after charging / (crediting):

	Individual Quarter ended		Cumulative Quarter ended	
	30.06.2023 RM'000	30.06.2022 RM'000	30.06.2023 RM'000	30.06.2022 RM'000
Interest Income	0	0	0	0
Interest expense	72	86	243	174
Depreciation and amortization	1,423	1,623	3,052	3,249

28 Capital Commitment not provided for in the Financial Statements

As at 30.6.2023, the oil palm replanting cost contracted but not yet provided for in the financial statements amounted to RM1,640,320.00 (2022: RM21,000).

This announcement is dated 25 August 2023.