

QL RESOURCES BERHAD (428915-X)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2023 (UNAUDITED)

Table 1: Financial review for current quarter and financial year to date

	INDIVIDUAL QUARTER				CUMULATIVE QUARTERS			
	CURRENT YEAR		PRECEDING YEAR		CURRENT YEAR		PRECEDING PERIOD	
	1.4.2023 to 30.6.2023		1.4.2022 to 30.6.2022		TO-DATE 1.4.2023 to 30.6.2023		1.4.2022 to 30.6.2022	
	% increase against last period	RM'000	RM'000	% increase against last period	RM'000	RM'000	RM'000	% increase against last period
Revenue	5%	1,599,439	1,521,833	5%	1,599,439	1,521,833		
Operating Profit	20%	216,651	179,967	20%	216,651	179,967		
Depreciation and amortisation	8%	(64,258)	(59,632)	8%	(64,258)	(59,632)		
Interest income	-8%	1,603	1,745	-8%	1,603	1,745		
Finance costs	27%	(17,934)	(14,077)	27%	(17,934)	(14,077)		
Share of profit of associates (net)		322	103		322	103		
Profit Before Taxation	26%	136,384	108,106	26.2%	136,384	108,106		
Less: Tax expense		(36,469)	(24,646)		(36,469)	(24,646)		
							(Effective tax rate) 26.7%	(Effective tax rate) 22.8%
Profit for the period	20%	99,915	83,460	20%	99,915	83,460		
Attributable to:								
Shareholders of the Company	13%	92,808	82,424	13%	92,808	82,424		
Minority interests		7,107	1,036		7,107	1,036	5.21% (% against PBT)	0.96% (% against PBT)
Profit for the period		99,915	83,460		99,915	83,460		
Number of shares in issue ('000)		2,433,657	2,433,657		2,433,657	2,433,657		
Earnings per share:								
Basic earnings per ordinary shares (sen)	13%	3.81	3.39	13%	3.81	3.39		
Diluted earnings per ordinary shares (sen)		NA	NA		NA	NA		

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2023 (UNAUDITED)

Table 2: Financial review for current quarter compared with immediate preceding quarter

		CURRENT QUARTER		PRECEDING QUARTER	
	% increase against last period	1ST QUARTER 1.4.2023 to 30.6.2023		4TH QUARTER 1.1.2023 to 31.3.2023	
		RM'000		RM'000	
Revenue	10%	1,599,439		1,453,466	
Operating Profit	13%	216,651		191,955	
Depreciation and amortisation	0%	(64,258)		(64,096)	
Interest income	-30%	1,603		2,291	
Finance costs	0%	(17,934)		(18,012)	
Share of profit of associates (net)		322		375	
Profit Before Taxation	21%	136,384		112,513	
Less: Tax expense		(36,469)	(Effective tax rate) 26.7%	(34,640)	(Effective tax rate) 30.8%
Profit for the period	28%	99,915		77,873	
Attributable to:					
Shareholders of the Company	27%	92,808		73,317	
Minority interests		7,107	5.21% (% against PBT)	4,556	4.05% (% against PBT)
Profit for the period		99,915		77,873	
Number of shares in issue ('000)		2,433,657		2,433,657	
Earnings per share:					
Basic earnings per ordinary shares (sen)	27%	3.81		3.01	
Diluted earnings per ordinary shares (sen)		NA		NA	

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.

Note: NA denotes "Not Applicable"

INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30.6.2023 (UNAUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING CORRESPONDING PERIOD
	1ST QUARTER 1.4.2023 to 30.6.2023 RM'000	1ST QUARTER 1.4.2022 to 30.6.2022 RM'000	TO-DATE 1.4.2023 to 30.6.2023 RM'000	PERIOD 1.4.2022 to 30.6.2022 RM'000
Profit for the period	99,915	83,460	99,915	83,460
Other comprehensive income/(loss), net of tax:				
Actuarial gain on estimated liabilities for employee benefits	-	-	-	-
Foreign currency translation differences for foreign operations	37,780	13,304	37,780	13,304
Cash flow hedge	(263)	1,630	(263)	1,630
Total comprehensive income for the period	137,432	98,394	137,432	98,394
Total comprehensive income attributable to:				
Shareholders of the Company	129,188	99,838	129,188	99,838
Minority interests	8,244	(1,444)	8,244	(1,444)
Total comprehensive income for the period	137,432	98,394	137,432	98,394

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.
Note: NA denotes "Not Applicable"

QL RESOURCES BERHAD (428915-X)
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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.6.2023 RM'000 Unaudited	As at 31.3.2023 RM'000 Audited
ASSETS		
Non-Current Assets		
Property, plant and equipment	2,310,523	2,209,906
Right-of-use assets	518,659	520,544
Investment properties	26,124	25,065
Intangible assets	124,685	125,017
Investment in associates	6,524	6,202
Deferred tax assets	17,753	14,081
Trade and other receivables	26,262	26,085
	<u>3,030,530</u>	<u>2,926,900</u>
Current Assets		
Biological assets	264,931	251,914
Inventories	62 days 853,579	70 days 955,218
Contract assets	59,297	55,743
Contract costs	417	850
Current tax assets	37,464	32,884
Trade receivables	28 days 497,155	27 days 462,016
Other receivables, assets and prepayment	239,524	220,530
Derivative financial assets	36,316	25,643
Cash and cash equivalents	381,038	346,499
Assets classified as held for sale	7,009	6,902
	<u>2,376,730</u>	<u>2,358,199</u>
Total Assets	<u>5,407,260</u>	<u>5,285,099</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	620,025	620,025
Reserves	2,165,609	2,036,420
Equity attributable to shareholders of the Company	<u>2,785,634</u>	<u>2,656,445</u>
Minority interests	239,345	231,101
Total Equity	<u>3,024,979</u>	<u>2,887,546</u>
Non-Current Liabilities		
Long term borrowings (LT Debts/Total Equity)	7% 211,327	8% 237,898
Lease liabilities	180,137	181,284
Other payables	6,933	6,684
Employee benefits	14,586	12,258
Deferred tax liabilities	177,392	172,756
	<u>590,375</u>	<u>610,880</u>
Current Liabilities		
Short term-bankers acceptance	739,362	691,329
Other short term borrowings	337,579	325,839
Lease liabilities	29,358	29,493
Trade and other payables	43 days 592,770	47 days 649,117
Contract liabilities	68,271	77,265
Derivative financial liabilities	504	52
Taxation	24,062	13,578
	<u>1,791,906</u>	<u>1,786,673</u>
Total Liabilities	<u>2,382,281</u>	<u>2,397,553</u>
Total Equity and Liabilities	<u>5,407,260</u>	<u>5,285,099</u>
Net Assets per share (RM)	1.14	1.09
Based on number of shares:('000)	<u>2,433,657</u>	<u>2,433,657</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2023

	←-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
3 months ended 30.6.2022							
At 1.4.2021	620,025	(78,370)	(3,810)	1,933,281	2,471,126	235,281	2,706,407
Foreign currency translation differences for foreign operations	-	15,784	-	-	15,784	(2,480)	13,304
Actuarial gain/(loss) on estimated liabilities for employee benefits	-	-	-	-	-	-	-
Cash flow hedge	-	-	1,630	-	1,630	-	1,630
Total other comprehensive income/(expenses) for the year	-	15,784	1,630	-	17,414	(2,480)	14,934
Profit for the period	-	-	-	82,424	82,424	1,036	83,460
Total comprehensive income/(expenses) for the period	-	15,784	1,630	82,424	99,838	(1,444)	98,394
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	-	-	-	-
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-
- Acquisition of non-controlling interests	-	-	-	(909)	(909)	(997)	(1,906)
Total transactions with owners of the Company	-	-	-	(909)	(909)	(997)	(1,906)
At 30.6.2022	620,025	(62,586)	(2,180)	2,014,796	2,570,055	232,840	2,802,895

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2023

	<-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
3 months ended 30.6.2023							
At 1.4.2023	620,025	(68,064)	1,340	2,103,145	2,656,446	231,101	2,887,547
Foreign currency translation differences for foreign operations	-	36,643	-	-	36,643	1,137	37,780
Actuarial gain/(loss) on estimated liabilities for employee benefits	-	-	-	-	-	-	-
Cash flow hedge	-	-	(263)	-	(263)	-	(263)
Total other comprehensive income/(expenses) for the year	-	36,643	(263)	-	36,380	1,137	37,517
Profit for the period	-	-	-	92,808	92,808	7,107	99,915
Total comprehensive income/(expenses) for the period	-	36,643	(263)	92,808	129,188	8,244	137,432
<i>Contribution by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	-	-	-	-
- Dividends paid to non-controlling interests	-	-	-	-	-	-	-
- Acquisition of non-controlling interests	-	-	-	-	-	-	-
Total transactions with owners of the Company	-	-	-	-	-	-	-
At 30.6.2023	620,025	(31,421)	1,077	2,195,953	2,785,634	239,345	3,024,979

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

QL RESOURCES BERHAD (428915-X)
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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30.6.2023

	Period ended 30.6.2023 RM'000	Period ended 30.6.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	136,384	108,106
Adjustments for:		
Depreciation & amortisation	64,258	59,632
Increase/(Decrease) in working capital	5,876	(4,216)
Income tax paid	(28,582)	(22,255)
Other non-cash items	24,314	(66)
Net cash generated from operating activities	202,250	141,201
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of fixed assets	(138,767)	(78,239)
Net cash used in investing activity	(138,767)	(78,239)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net borrowings	(19,063)	(53,739)
Payment of lease liabilities	(10,189)	(8,635)
Net cash used in financing activities	(29,252)	(62,374)
Net increase in cash and cash equivalents	34,231	588
Cash and cash equivalents at 1.4.2023	343,192	471,821
Cash and cash equivalents at 30.6.2023	377,423	472,409

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for year ended 31 March 2023 and the accompanying explanatory notes attached to this interim financial statements.

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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

This interim financial information of QL Resources Berhad ('The Group') is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ('MFRSs') No. 134 – Interim Financial Reporting. The Unaudited Condensed Consolidated Interim Financial Information should be read in conjunction with audited financial statements of the Group for the financial year ended 31 March 2023.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2023 except for the adoption of the followings:

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosures of Accounting Policies*
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- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction and International Tax Reform – Pillar Two Model Rules*

The adoption of the above standards and interpretations did not have any material impact on the interim financial report of the Group.

A2. Seasonal or cyclical factors

Certain segment of the Group's business are affected by cyclical factors.

The management considers that on a quarter to quarter basis, the demand and/or production of the Group's products for each of the following core activities varies and the variation in each quarters were as follows:

- 1) Marine products manufacturing activities are affected by monsoon in the 4th quarter.
- 2) Crude palm oil milling activities are seasonally affected by monsoon resulting in low crops in the 2nd and 4th quarters. Meanwhile, the clean energy business activities are not seasonal but dependant on orders and delivery schedule.
- 3) Integrated livestock farming activities are not significantly affected in any of the quarters.
- 4) Convenience store chain activities are not significantly affected in any of the quarters, but more dependant on new stores opening and store operating hours.

On an overall basis therefore, the group's performance varies seasonally and maybe affected by unusual and unforeseen events affecting each of the core activities.

Based on past 5 years quarterly data, our average seasonal earnings index is as follows:

Q1 April to June	0.21
Q2 July to September	0.27
Q3 October to December	0.28
Q4 January to March	0.24
	1.00

A3. Unusual items

There are no unusual items that have material effect on the assets, liabilities, equity, net income or cash flow during the quarter under review.

A4. Nature and amount of changes in estimates

There were no material changes in estimates during the quarter under review.

A5. Debts and securities

There are no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

A6. Dividend paid

No dividend was paid for the period under review.

A7. Segmental information

Segment information in respect of the Group's business segments for the 1st quarter ended 30.6.2023

	RM'000	RM'000
	Sales	PBT
Marine Products Manufacturing	347,028	57,060
Palm Oil and Clean Energy	175,359	11,384
Integrated Livestock Farming	822,225	56,355
Convenience Store Chain	254,827	11,585
Total	<u>1,599,439</u>	<u>136,384</u>

A8. Property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the previous annual report.

A9. Material subsequent event

There were no material events subsequent to the end of current quarter that have not been reflected in the financial statements.

A10. Changes in composition of the Group

During the quarter under review, there were no material changes to group composition.

A11. Changes in contingent liabilities

The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

There were no contingent liabilities at the end of the current financial period for the Group.

A12. Disclosure of audit report qualification

There was no qualification in the audit report of the preceding annual financial statements.

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INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2023

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance for the current quarter and financial period to-date

	Current quarter	Last year corresponding quarter	% change	Cumulative quarters	Cumulative corresponding quarters last year	% change
	1.4.2023 to 30.6.2023	1.4.2022 to 30.6.2022		1.4.2023 to 30.6.2023	1.4.2022 to 30.6.2022	
	Sales	Sales		Sales	Sales	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	347,028	332,437	4%	347,028	332,437	4%
Palm Oil and Clean Energy (POCE)	175,359	141,484	24%	175,359	141,484	24%
Integrated Livestock Farming (ILF)	822,225	846,606	-3%	822,225	846,606	-3%
Convenience Store Chain (CVS)	254,827	201,306	27%	254,827	201,306	27%
Total	1,599,439	1,521,833	5%	1,599,439	1,521,833	5%
	1.4.2023 to 30.6.2023	1.4.2022 to 30.6.2022		1.4.2023 to 30.6.2023	1.4.2022 to 30.6.2022	
	Profit before tax	Profit before tax		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	57,060	50,099	14%	57,060	50,099	14%
Palm Oil and Clean Energy (POCE)	11,384	(4,564)	NA	11,384	(4,564)	NA
Integrated Livestock Farming (ILF)	56,355	46,724	21%	56,355	46,724	21%
Convenience Store Chain (CVS)	11,585	15,847	-27%	11,585	15,847	-27%
Total	136,384	108,106	26%	136,384	108,106	26%

- a. MPM's current quarter sales increased marginally against the corresponding quarter mainly due to strong performance of fishing activities with good fish landing and fishmeal attributable to higher export demand and selling price as well as sustained performance of surimi-based products, albeit weaker performance of surimi and aquaculture activities.

Earnings was 14% better than the corresponding quarter mainly due to improved margin with production efficiency and higher export sales.

- b. POCE's current quarter sales increased by 24% against the corresponding quarter mainly due to higher project progress in Boilermach and improved palm oil activities from higher FFB tonnage produced and processed with higher CPO sales delivery despite significantly lower CPO selling price.

Turnaround in earnings against the corresponding quarter mainly due to higher sales and project margin recovery at Boilermach and improvement in palm oil activities with higher FFB tonnage produced and better OER as well as the absence of foreign currency translation loss.

- c. Despite higher volume and selling price for farm produce, ILF's current quarter sales decreased marginally against the corresponding quarter mainly due to lower trading volume for feed raw material amid flat selling price.

Despite margin compression in feed raw material trading and lower egg price in Vietnam farming operations, earnings increased by 21% against the corresponding quarter mainly due to improved performance of Malaysia and Indonesia farming operations with increased production volume and efficiency. In addition, high input costs were also partly mitigated by higher Malaysia government cost subsidy.

- d. CVS's current quarter sales increased by 27% against the corresponding period mainly due to 73 new stores opening and increased contribution of FM Mini ("Smart Kiosk") with 58 additional units installed at strategic locations during the period.

However, earnings decreased by 27% mainly due to higher operating cost affected by hike in labour and energy cost. In addition, new central kitchen has a lower contribution due to lack of economies of scale.

B2 Review of current quarter performance with the preceding quarter

	Current quarter	Preceding quarter	% change	Current quarter	Preceding quarter	% change
	1.4.2023 to	1.1.2023 to		1.4.2023 to	1.1.2023 to	
	30.6.2023	31.3.2023		30.6.2023	31.3.2023	
	Sales	Sales		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Activities:						
Marine Product Manufacturing (MPM)	347,028	293,864	18%	57,060	41,198	39%
Palm Oil and Clean Energy (POCE)	175,359	166,746	5%	11,384	14,369	-21%
Integrated Livestock Farming (ILF)	822,225	775,224	6%	56,355	49,538	14%
Convenience Store Chain (CVS)	254,827	217,632	17%	11,585	7,408	56%
Total	1,599,439	1,453,466	10%	136,384	112,513	21%

- a. MPM's current quarter sales increased by 18% mainly due to seasonal factor with better fish landing from new fishing season contributing to strong performance of fishing activities and fishmeal which mitigated the weaker performance in surimi, aquaculture activities and surimi- based products.

Earnings increased by 39% mainly due to the above reason, as well as better margin for fishmeal and fishing activities with volume efficiency.

- b. POCE's current quarter sales increased by 5% against the preceding quarter mainly due to higher CPO sales delivery which offset lower sales recorded at Boilermech.

Earnings declined by 21% from the preceding quarter mainly due to lower sales at Boilermech and also lower margin in palm oil activities caused by lower CPO price.

- c. ILF's current quarter sales increased by 6% against the preceding quarter mainly due to higher selling price for feed raw material trading as well as farm produce in Indonesia and Vietnam operations.

Earnings increased by 14% against the preceding quarter mainly due to improved performance of the Indonesia operations.

- d. CVS's current quarter sales increased by 17% against the preceding quarter mainly due to 13 new stores opening and higher average store sales attributable to further normalization of business activities and store operations.

Earning increased by 56% against the preceding quarter mainly due to higher average store sales and improved margin from operation efficiency.

B3 Prospects for the next quarter to 30th September 2023

Despite high interest rate environment and weak global economy outlook, the management is cautiously positive that the satisfactory business performance will continue into the coming quarter, with cost subsidy maintained by Malaysian government to help to mitigate high farming cost.

B4 Profit forecast

No profit forecast was published during the period under review.

B5 Tax expense

	Individual quarter 3 months ended 30.6.2023 RM'000	Cumulative period To date 30.6.2023 RM'000
Current income tax expense	36,846	36,846
Deferred tax expense	(377)	(377)
	<u>36,469</u>	<u>36,469</u>

The effective tax rate of the Group for the current quarter was higher due to non tax deductibility of certain expenses and prior year deferred tax expense adjustment.

B6 Unquoted investments and properties

There were no disposal of unquoted investments and/or properties during quarter under review.

B7 Quoted investments

There were no sales or purchase of quoted investment for the quarter under review.

B8 Corporate proposals

There were no corporate proposals announced but not completed as at the date of this report.

B9 Group borrowings

	As at 1st quarter ended 30.6.2023					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.669)	RM denomination	Foreign denomination (USD\$1 = RM4.669)	RM denomination	Foreign denomination (USD\$1 = RM4.669)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans (Conventional)	-	2,297	-	447	-	2,744
Term loans (Islamic)	-	-	-	-	-	-
	-	2,297	-	447	-	2,744
Unsecured						
Term loans (Conventional)	197,185	-	209,651	-	406,836	-
Term loans (Islamic)	11,425	-	3,515	-	14,940	-
Bank overdrafts	-	-	3,047	380	3,047	380
Bankers' acceptance (Conventional)	-	-	246,762	435,748	246,762	435,748
Bankers' acceptance (Islamic)	-	-	-	56,852	-	56,852
Revolving credit	-	-	7,775	87,630	7,775	87,630
Supplier factoring facilities	-	-	-	24,937	-	24,937
Hire purchase liabilities	-	420	-	197	-	617
	208,610	420	470,750	605,744	679,360	606,164
Total	208,610	2,717	470,750	606,191	679,360	608,908

	As at 4th quarter ended 31.3.2023					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.42)	RM denomination	Foreign denomination (USD\$1 = RM4.42)	RM denomination	Foreign denomination (USD\$1 = RM4.42)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Secured						
Term loans (Conventional)	-	2,409	-	445	-	2,854
Term loans (Islamic)	-	-	-	-	-	-
	-	2,409	-	445	-	2,854
Unsecured						
Term loans (Conventional)	223,841	-	239,625	-	463,466	-
Term loans (Islamic)	11,648	-	2,496	-	14,144	-
Bank overdrafts	-	-	2,408	713	2,408	713
Bankers' acceptance (Conventional)	-	-	214,657	410,334	214,657	410,334
Bankers' acceptance (Islamic)	-	-	-	66,338	-	66,338
Revolving credit	-	-	7,375	47,840	7,375	47,840
Supplier factoring facilities	-	-	-	24,937	-	24,937
Hire purchase liabilities	-	-	-	-	-	-
	235,489	-	466,561	550,162	702,050	550,162
Total	235,489	2,409	466,561	550,607	702,050	553,016

The borrowings denominated in foreign currencies are hedged to RM as well as interest rate.

B10 Financial instruments

As at 30.6.2023, the outstanding derivatives (including financial instruments designated as hedging instruments) are as follows:

Types of derivatives	Contract/Notional Value as at 30.6.2023	Fair Value gain/ (loss) as at 30.6.2023
	RM'000	RM'000
(i) Cross currency swap		
- Less than 1 year		
- More than 1 year	282,877	35,678
(ii) Interest rate swap		
- Less than 1 year		
- More than 1 year	45,404	1,370
(iii) Foreign exchange contracts (sell)		
- Less than 1 year	42,558	(650)
- More than 1 year		
(iv) Foreign exchange contracts (buy)		
- Less than 1 year	71,351	8,157
- More than 1 year		
	442,190	44,555

B11 Changes in material litigation

On 3 August 2023, QLRB's subsidiary, QL Oil has commenced arbitration proceedings in the Singapore International Arbitration Centre against Hang Ting Pte Ltd (HT or First Respondent), and PT. Pipit Citra Perkasa (PCP or Second Respondent) (Collectively referred to as Respondents) to seek specific performance order(s) to compel the Respondents to comply with their obligations and duties under the Master Joint Venture Agreement dated 16 August 2006 ("MJVA") involving Pipit Mutiara Indah ("PMI"), an operating plantation company, and/or the relevant law and damages in relation to Respondents' breaches under MJVA.

Apart from the potential damages to be assessed and costs, the Arbitration is not expected to have any other material financial impact nor any business and operational impacts on the Company.

The arbitration is currently pending the next steps in the process including service of the Respondents' Response to QL Oil's Notice of Arbitration and appointment of the arbitral tribunal.

In relation to the Singapore Lawsuit as made in the Bursa Announcement on 1 December 2021, 6 December 2021 and 9 December 2021, the matter is currently pending full trial. The Singapore lawsuit is against PCP, Ibu Juliet Kristianto Liu and the Estate of Pak Kristianto Kandi Saputro for, among other things, breach of the arbitration agreement contained in the MJVA with the intent to injure and/or cause loss to PMI, Chia Seong Fatt and/or QL Mutiara (S) Pte Ltd ("QLM") by unlawful and/or lawful means, and for conspiring and combining together to damage or destroy the financial and/or business interests of PMI, Chia Seong Fatt and/or QLM.

B12 Dividend

The Directors do not recommend any dividend during the period under review.

B13 Earnings per share

The calculations of basic earnings per share were as follows:

	Current quarter ended 30.6.2023	Cumulative to date 30.6.2023
(a) Net profit attributable to ordinary shareholders (RM'000)	92,808	92,808
(b) Number of ordinary shares in issue ('000)- weighted average	2,433,657	2,433,657
Basic Earnings per share (sen)	3.81	3.81