

Condensed Consolidated Statement of Income and Other Comprehensive Income
For the 4th Quarter and Financial Year Ended 30 April 2023

	Q4-FYR 2023	Q4-FYR 2022	Changes	FYR 2023	FYR 2022	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	246,612	258,318	-4.5%	1,212,384	988,971	22.6%
Operating expenses	(220,275)	(229,988)	-4.2%	(1,105,801)	(900,364)	22.8%
Other operating income						
Gain on foreign exchange	1,240	2,555	-51.5%	9	4,120	-99.8%
Others	2,142	1,004	113.3%	5,797	(1,086)	633.8%
Profit from operations	29,719	31,889	-6.8%	112,389	91,641	22.6%
Investment related income	4,482	2,286	96.1%	13,602	8,932	52.3%
Finance costs	(114)	(116)	-1.7%	(487)	(452)	7.7%
Profit before tax	34,087	34,059	0.1%	125,504	100,121	25.4%
[Before gain on disposal of property]						
Gain on disposal of property	-	-		-	16,889	
Profit before tax	34,087	34,059	0.1%	125,504	117,010	7.3%
[After gain on disposal of property]						
Tax expense	(8,247)	(7,167)	15.1%	(30,133)	(25,318)	19.0%
Profit for the period	25,840	26,892	-3.9%	95,371	91,692	4.0%
Other comprehensive income						
Item that will not be reclassified subsequently to profit or loss:						
Changes in the fair value of equity investments at fair value through other comprehensive income	(6,382)	6,789	-194.0%	(6,382)	6,789	-194.0%
Total comprehensive income for the period	19,458	33,681	-42.2%	88,989	98,481	-9.6%
Total comprehensive income attributable to :						
Owners of the Company	25,840	26,892	-3.9%	95,371	91,692	4.0%
Non-controlling interests	-	-		-	-	
	25,840	26,892	-3.9%	95,371	91,692	4.0%
Basic / diluted earnings per share (Sen)	5.96	6.20	-3.9%	22.00	21.15	4.0%
Dividends per share (Sen)						
- Interim dividend (Q1)				2.20	-	
- Interim dividend (Q2)				2.30	2.00	
- Interim dividend (Q3)				2.00	2.00	
- Interim dividend (Q4)	2.50	2.50		2.50	2.50	
Total for the period				9.00	6.50	

Condensed Consolidated Statement of Financial Position as at 30 April 2023

ASSETS	Unaudited @ 30-4-2023	Audited @ 30-4-2022
Non-current assets	RM'000	RM'000
Property, plant and equipment	57,380	58,328
Investment properties	1,039	1,058
Investment securities - Unquoted shares	18,226	24,609
	<u>76,645</u>	<u>83,995</u>
Current assets		
Inventories	262,340	267,034
Receivables	151,401	111,697
Investment securities - Money market unit trusts	-	3,652
Bank deposits and cash balances	425,238	397,783
	<u>838,979</u>	<u>780,166</u>
TOTAL ASSETS	<u>915,624</u>	<u>864,161</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	216,975	216,975
Reserves	595,866	545,887
Treasury shares	<u>(686)</u>	<u>(686)</u>
Net equity funds	812,155	762,176
Non-controlling Interests	<u>26</u>	<u>26</u>
Total equity	<u>812,181</u>	<u>762,202</u>
Non-current liability		
Deferred tax liabilities	<u>6,850</u>	<u>5,730</u>
Current liabilities		
Payables	92,733	92,864
Current tax liabilities	3,860	3,365
	<u>96,593</u>	<u>96,229</u>
Total liabilities	<u>103,443</u>	<u>101,959</u>
TOTAL EQUITY AND LIABILITIES	<u>915,624</u>	<u>864,161</u>
Net assets per share (RM)	1.87	1.76

Notes :

- (1) The net assets per share is calculated based on the net equity funds divided by 433,450,579 being the no. of shares in issue with voting rights.
- (2) The annexed notes form an integral part of this interim financial report.

**Condensed Consolidated Statement of Changes in Equity
For the 4th Quarter and Financial Year Ended 30 April 2023**

	- - - - Attributable to Owners of the Parent Company - - - -							Total Equity
	Share Capital	Treasury Shares	Fair Value Reserve	Distributable Retained Profits	Total Reserves	Net Equity Funds	Non controlling Interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>For FYR 2023</u>								
Balance as at 1 May 2022	216,975	(686)	6,789	539,098	545,887	762,176	26	762,202
Profit for the period	-	-	-	95,371	95,371	95,371	-	95,371
Other Comprehensive Income for the period	-	-	(6,382)	-	(6,382)	(6,382)	-	(6,382)
Total comprehensive Income	-	-	(6,382)	95,371	88,989	88,989	-	88,989
<u>Transaction with owners</u>								
Dividend in respect of FYR 2022	-	-	-	(10,836)	(10,836)	(10,836)	-	(10,836)
Dividends in respect of FYR 2023	-	-	-	(28,174)	(28,174)	(28,174)	-	(28,174)
Balance as at 30 April 2023	<u>216,975</u>	<u>(686)</u>	<u>407</u>	<u>595,459</u>	<u>595,866</u>	<u>812,155</u>	<u>26</u>	<u>812,181</u>
(^) Available-for-sale								
<u>For FYR 2022</u>								
Balance as at 1 May 2021	216,975	(686)	-	476,881	476,881	693,170	26	693,196
Profit for the period	-	-	-	91,692	91,692	91,692	-	91,692
Other Comprehensive Income	-	-	6,789	-	6,789	6,789	-	6,789
Total comprehensive Income	-	-	6,789	91,692	98,481	98,481	-	98,481
<u>Transaction with Owners</u>								
Dividend in respect of FYR 2021	-	-	-	(12,137)	(12,137)	(12,137)	-	(12,137)
Dividends in respect of FYR 2022	-	-	-	(17,338)	(17,338)	(17,338)	-	(17,338)
Balance as at 30 April 2022	<u>216,975</u>	<u>(686)</u>	<u>6,789</u>	<u>539,098</u>	<u>545,887</u>	<u>762,176</u>	<u>26</u>	<u>762,202</u>

The annexed notes form an integral part of this interim financial report.

Condensed Consolidated Statement of Cash Flows
For the Financial Year Ended 30 April 2023

	Unaudited 30-4-2023 RM'000	Audited 30-4-2022 RM'000
<u>Cash flows from operating activities</u>		
Profit before tax	125,504	117,010
Adjustments for :		
Allowance for expected credit losses	-	36
Depreciation	5,748	5,703
Dividend income	(1,153)	(3,426)
Gain on disposal of properties, plant and equipment	(203)	(88)
Gain on disposal of non-current assets held for resale	-	(16,889)
Interest income	(12,449)	(5,233)
Inventories written off	-	3,938
Property, plant and equipment written off	25	3
Reversal for expected credit losses on trade receivables	(36)	-
Net unrealised gain on foreign exchange	(522)	(1,920)
Operating profit before working capital changes	116,914	99,134
Decrease/(Increase) in inventories	4,695	(21,491)
(Increase)/Decrease in receivables	(40,776)	6,616
Increase in payables	1,388	10,545
Cash generated from operations	82,221	94,804
Net income tax paid	(28,517)	(30,504)
Real property gains tax paid	-	(2,069)
Net cash from operating activities	53,704	62,231
<u>Cash flows from investing activities</u>		
Net dividends received	1,153	3,426
Interest received	12,449	5,233
Proceeds from disposal of property, plant and equipment	264	91
Proceeds from disposal of non-current assets held for resale	-	23,008
Purchase of plant and equipment	(4,867)	(5,723)
Placement of fixed deposits	(36,770)	(289,770)
Withdrawal of fixed deposits	-	7,150
Net cash used in investing activities	(27,771)	(256,585)
<u>Cash flows from financing activities</u>		
Dividends paid to shareholders of the Company	(39,010)	(29,475)
Net cash used in financial activities	(39,010)	(29,475)
Net decrease in cash and cash equivalents	(13,077)	(223,829)
Effects of changes in exchange rates on cash and cash equivalents	110	1,701
Cash and cash equivalents at beginning	86,825	308,953
Cash and cash equivalents at end	73,858	86,825
Cash and cash equivalents comprise the followings :-		
Investment in money market funds	-	3,652
Fixed deposits with licensed banks	418,168	390,946
Cash and bank balances	7,070	6,837
	425,238	401,435
Less : Fixed deposits with maturity more than three months	(351,380)	(314,610)
	73,858	86,825

Notes :

- (1) Investment in money market funds is classified as part of cash and cash equivalents as these investments are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.
- (2) Fixed deposits with maturity of more than three months be deemed as cash flows from investing activities.

The annexed notes form an integral part of this interim financial report.

Notes to the Financial Report for the 4th Quarter and Financial Year Ended 30 April 2023

1) Basis of preparation

The condensed consolidated interim financial report is unaudited and has been prepared in accordance with Malaysian Financial reporting Standards ("MFRS") 134 - Interim Financial Reporting and the requirements of paragraph 9.22 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2022 ("FYR 2022"). These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of the Group since FYR 2022.

Changes in accounting policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for FYR 2022. The Group has neither early adopted nor applied any new MFRSs, Amendments to MFRSs, IC Interpretations and annual Improvements to MFRSs that are issued but not yet effective for the Group's accounting period beginning 1 May 2022.

The adoption of newly effective MFRSs, Amendments to MFRSs, IC Interpretations and Annual Improvements to MFRSs are expected to have no significant financial impacts to the financial statements of the Group upon their initial application except for changes in presentation and additional disclosures of financial information.

2) Audit report of preceding annual financial statements

The auditors' report of the Company's most recent annual financial statements for FYR 2022 was not subject to any qualification.

3) Seasonal or cyclical factors

The operations of the Group were not materially affected by seasonal or cyclical factors.

4) Unusual items

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the financial year ended 30 April 2023 (FYR 2023).

5) Material changes in estimates

There were no material changes in the estimates of amounts reported in the current quarter ended 30 April 2023 ("Q4-FYR 2023") and in FYR 2023.

6) Change in composition of the Group

There were no changes in the composition of the Group during FYR 2023.

7) Share capital and treasury shares

There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period except for the following:

	No. of shares ('000)	Average price per share (RM)	Amount RM'000
Total treasury shares as at 1 May 2022 / 30 April 2023	500	1.37	686

The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during FYR 2023.

As at 30 April 2023, the Company's no. of outstanding shares in issue with voting rights was 433,450,579 ordinary shares excluding 500,000 treasury shares (30 April 2022: 433,450,579 ordinary shares).

8) Dividend paid

Dividends paid during FYR 2023 are as follows:

- (i) 4th interim dividend of 2.5 Sen per share for Q4-FYR 2022 of RM10.836 million was paid on 20 July 2022.
- (ii) Interim dividend of 2.2 Sen per share for Q1-FYR 2023 of RM9.536 million was paid on 12 October 2022.
- (iii) 2nd interim dividend of 2.3 Sen per share for Q2-FYR 2023 of RM9.969 million was paid on 11 January 2023.
- (iii) 3rd interim dividend of 2.0 Sen per share for Q3-FYR 2023 of RM8.669 million was paid on 12 April 2023.

Notes to the Financial Report for the 4th Quarter and Financial Year Ended 30 April 2023

9) Subsequent events

There were no material subsequent events occurred from the end of the reporting period up to the date of this announcement which requires disclosure.

10) Segment information

	FYR 2023	
<u>Revenue</u>	RM'000	%
Garment manufacturing	1,113,038	91.8%
Packaging	99,346	8.2%
Total revenue - external	<u>1,212,384</u>	<u>100.0%</u>
	RM'000	
<u>Results</u>		
Garment manufacturing	104,314	
Packaging manufacturing and miscellaneous	<u>9,035</u>	
	113,349	
Unallocated corporate expenses	<u>(960)</u>	
Profit from operations	112,389	
Investment related Income:		
Dividend income	1,153	
Interest income	12,449	
	13,602	
Finance costs (Non-interest)	<u>(487)</u>	
Profit before tax ("PBT")	125,504	
Taxation expenses	<u>(30,133)</u>	
Net profit after tax ("PAT")	<u>95,371</u>	

11) Analysis of performance

The Group's businesses are principally divided into two business segments, namely the manufacturing and sale of (i) garments, and (ii) flexible plastic packaging goods and corrugated cartons.

The Garment segment accounted for about 91.8% and 92.0% of the Group's revenue and profit from operations (before unallocated corporate expenses) respectively for FYR 2023.

The key factors that affect the performance of garment business include mainly the labour costs, other operating costs, foreign currency exchange differences, demand for the garments and the ability of management to cope with change.

For the packaging segment, the key factors that affect its performance include mainly raw material costs, operating costs, demand for the packaging products and the ability of management to cope with change. Raw materials consist of kraft liner, test liner, medium papers, white papers, polyethylene resins and etc.

Summary of the Group's results:

	Q4-FYR 2023	Q4-FYR 2022	%	FYR 2023	FYR 2022	%
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	<u>246,612</u>	<u>258,318</u>	-4.5%	<u>1,212,384</u>	<u>988,971</u>	22.6%
Profit from operations	<u>29,719</u>	<u>31,889</u>	-6.8%	<u>112,389</u>	<u>91,641</u>	22.6%
PBT (before gain on disposal of property)	<u>34,087</u>	<u>34,059</u>	0.1%	<u>125,504</u>	<u>100,121</u>	25.4%
PBT (after gain on disposal of property)	<u>34,087</u>	<u>34,059</u>	0.1%	<u>125,504</u>	<u>117,010</u>	7.3%
PAT	<u>25,840</u>	<u>26,892</u>	-3.9%	<u>95,371</u>	<u>91,692</u>	4.0%

Q4-FYR 2023 vs Preceding Year Corresponding Quarter (Q4-FYR 2022)

Revenue for Q4-FYR 2023 decreased by 4.5% to RM246.612 million from RM258.318 million in Q4-FYR 2022.

Notes to the Financial Report for the 4th Quarter and Financial Year Ended 30 April 2023

Garment revenue for Q4-FYR 2023 decreased by 3.3% to RM224.914 million from RM232.697 million in Q4-FYR 2022 mainly due to lower sale orders received.

Likewise, packaging revenue for Q4-FYR 2023 decreased by 15.3% to RM21.698 million from RM25.621 million in Q4-FYR 2022 mainly due to lower sale orders received.

PBT for Q4-FYR 2023 increased by 0.1% to RM34.087 million as compared to RM34.059 million in Q4-FYR 2022.

Garment PBT for Q4-FYR 2023 decreased by 4.7% to RM30.243 million as compared to Q4-FYR 2022 mainly due to lower revenue and lower forex gain by RM1.292 million in spite of higher interest income from bank deposits by RM2.052 million.

Packaging PBT for Q4-FYR 2023 increased by 68.5% mainly due to lower operating costs and higher other income in spite of lower revenue.

FYR 2023 vs FYR 2022

Revenue of the Group for the FYR 2023 increased significantly by 22.6% to RM1.212 billion as compared to RM988.971 million in last FYR.

Segment wise, garment revenue increased by 25.4% to RM1.113 billion as compared to RM887.472 million in last FYR mainly due to recovery in sales orders received as compared to the soft revenue in Last FYR resulting from the strict Covid-19 lockdown in Vietnam from 19 July 2021 to 30 September 2021.

Packaging revenue decreased by 2.1% to RM99.346 million mainly due to lower sale orders received.

PBT of the Group the FYR increased by 25.4% to RM125.504 million as compared to RM100.121 million (before gain on disposal of property RM16.889 million) in last FYR.

Garment PBT for FYR 2023 increased by 18.0% to RM116.100 million as compared to RM98.397 million (before gain of last FYR mainly due to higher revenue as explained above and higher income from bank deposits and other investments by RM4.626 million in spite of lower foreign gain by RM4.093 million (loss RM48k vs gain RM4.045 million in last FYR)

Packaging PBT increased by 406.5% mainly due to higher other income received in spite of lower revenue during this FYR versus higher loss on flood charged out in last FYR.

12) Variation of Results of Q4-FYR 2023 vs Preceding Quarter (Q3-FYR 2023)

	Q4-FYR 2023	Q3-FYR 2023	
	RM'000	RM'000	%
Revenue	246,612	281,828	-12.5%
Profit from operations	29,719	23,139	28.4%
PBT	34,087	26,356	29.3%
PAT	25,840	20,521	25.9%

Revenue for Q4-FYR 2023 decreased by 12.5% to RM246.612 million from RM281.828 million in Q3-FYR 2023.

Garment revenue for Q4-FYR 2023 decreased by 12.5% to RM224.914 million from RM257.187 million in Q3-FYR 2023 mainly due to lower sale orders received.

Packaging revenue for Q4-FYR 2023 decreased by 11.9% to RM21.698 million mainly due to lower sales order received.

PBT of the Group for Q4-FYR 2023 increased by 29.3% to RM34.087 million as compared to RM26.356 million in Q3-FYR 2023.

Garment PBT for Q4-FYR 2023 increased by 26.1% to RM30.243 million mainly due to lower operating costs, higher foreign exchange gain by RM5.489 million (Gain RM1.233 million vs loss RM4.256 million in Q3-FYR 2023), and higher income from bank deposits and other investments by RM0.786 million in spite of lower revenue.

Packaging PBT increased by 44% as compared with Q3-FYR 2023 mainly due to higher other income.

Notes to the Financial Report for the 4th Quarter and Financial Year Ended 30 April 2023

13) Future prospects

The global economic environment is expected to remain challenging and uncertain amidst slower growth, tighter monetary policies in major economies and subdued global trade activity.

The Group remains cautious over the volatile business outlook for the forthcoming FYR 2024.

Meanwhile, the management is focusing on various initiatives including resource optimisation, digitalization, automation and innovation to enhance operation efficiency and cost optimisation.

14) Tax expense

The tax expenses for Q4-FYR 2023 or FYR 2023 are made up as follows :

	Q4-FYR 2023 RM'000	FYR 2023 RM'000
(a) Provision for current tax	9,063	31,273
Overprovision in prior year	-	(36)
Deferred tax	79	(209)
	<u>9,142</u>	<u>31,028</u>
Refund of Real Property Gain Tax	<u>(895)</u>	<u>(895)</u>
	<u><u>8,247</u></u>	<u><u>30,133</u></u>

The Group's effective tax rates for both Q4-FYR 2023 and FYR 2023 were higher than the Malaysian statutory tax rate of 24% mainly due to certain expenses not deductible for tax purposes.

15) Profit forecast or profit guarantee

There was no profit forecast made in any public document and no profit guarantee was received during FYR 2023.

16) Corporate proposals

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

17) Group borrowings and debts securities

The Group has no borrowings and debt securities as at end of FYR 2023.

18) Material litigation

There was no material litigation as at the reporting date.

19) Contingent liabilities

There were no material changes in contingent liabilities since the end of the last annual reporting year.

20) Capital commitments

As at the end of FYR 2023, there was a capital commitment for the purchase of plant and equipment amounting to RM0.230 million (last annual reporting date : RM0.786 million).

21) Earnings per share (EPS)

The basic EPS has been calculated by dividing the Group's profit attributable to owners of the Company by the weighted average no. of ordinary shares in issue with voting rights:

		Q4-FYR 2023	Q4-FYR 2022	FYR 2023	FYR 2022
Profit attributable to owners of the Company	(RM'000)	<u>25,840</u>	<u>26,892</u>	<u>95,371</u>	<u>91,692</u>
Weighted average of no. of issued shares with voting rights at end		<u>433,451</u>	<u>433,451</u>	<u>433,451</u>	<u>433,451</u>
Basic EPS	(Sen)	5.96	6.20	22.00	21.15

There is no diluted EPS as the Company does not have any convertible financial instruments as at the end of FYR 2023.

Notes to the Financial Report for the 4th Quarter and Financial Year Ended 30 April 2023

22) Dividend Declared

	Dividend Per Share		Payout Ratio		Dividend Amount	
	FYR 2023	FYR 2022	FYR 2023	FYR 2022	FYR 2023 RM'000	FYR 2022 RM'000
Q1 - Single tier interim dividend	2.2 Sen	-	39.7%	-	9,536	-
Q2 - 2nd single tier interim dividend	2.3 Sen	2.0 Sen	39.9%	50.8%	9,970	8,669
Q3 - 3rd single tier interim dividend	2.0 Sen	2.0 Sen	42.2%	32.5%	8,669	8,669
Q4 - 4th single tier interim dividend*	2.5 Sen	2.5 Sen	41.9%	40.3%	10,836	10,836
Total Dividends for FYR	9.0 Sen	6.5 Sen	40.9%	30.7%	39,011	28,174

*The entitlement and payment dates of the interim dividend of 2.5 Sen per share for Q4-FYR 2023 are fixed on 11 July 2023 and 25 July 2023 respectively.

23) Profit before tax

	Q4-FYR 2023 RM'000	Q4-FYR 2022 RM'000	FYR 2023 RM'000	FYR 2022 RM'000
PBT is arrived at after charging/(crediting) the following items :-				
Interest income	(4,280)	(2,112)	(12,449)	(5,233)
Dividend income	(202)	(174)	(1,153)	(3,426)
Fair value loss/(gain) on investment securities	-	-	-	3
Gain on disposal of investment securities	-	-	-	(276)
Depreciation and amortisation	1,460	1,428	5,748	5,703
Net unrealised loss / (gain) on foreign exchange	888	(2,033)	(522)	(1,920)
Net realised (gain) / loss on foreign exchange	(2,128)	(522)	513	(2,200)
Net (gain) / loss on foreign exchange - all segments	(1,240)	(2,555)	(9)	(4,120)
(Gain) / loss on disposal of properties, plant and equipment	49	(28)	(203)	(16,977)
Property, plant and equipment written off	(37)	-	25	3
Provision for and write off or receivables	-	36	-	36
Reversal for expected credit losses on trade receivables	-	-	(36)	-

By Order of the Board

Tan Sri Dato' Seri Tan Kok Ping
Chairman

Date: 26 June 2023