

**Unaudited Condensed Consolidated Statement of Income and Other Comprehensive Income  
For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2024")**

	Q2-FYR 2024 RM'000	Q2-FYR 2023 RM'000	Changes %	Financial Period - first 6 Months		Changes %
				to 31-10-2023 RM'000	to 31-10-2022 RM'000	
<b>Revenue</b>	287,605	343,038	-16.2%	611,981	683,944	-10.5%
Operating expenses	(262,565)	(316,662)	-17.1%	(554,136)	(629,908)	-12.0%
Other operating income						
Gain on foreign exchange	171	2,058	-91.7%	3,547	3,001	18.2%
Others	7	2,280	-99.7%	949	2,494	-62%
<b>Profit from operations</b>	25,218	30,714	-17.9%	62,341	59,531	4.7%
Investment related income	3,680	2,481	48.3%	9,686	5,779	67.6%
Finance costs	(122)	(121)	0.8%	(279)	(249)	12.0%
Share of results of associate	(96)	-		(105)	-	
<b>Profit before tax</b>	28,680	33,074	-13.3%	71,643	65,061	10.1%
Tax expense	(6,895)	(8,090)	-14.8%	(17,132)	(16,051)	6.7%
<b>Profit for the period</b>	21,785	24,984	-12.8%	54,511	49,010	11.2%
<b>Profit attributable to :</b>						
Owners of the Company	21,785	24,984	-12.8%	54,511	49,010	11.2%
Non-controlling interests	-	-		-	-	
	21,785	24,984	-12.8%	54,511	49,010	11.2%
<b>Basic / diluted earnings per share</b> (Sen)	5.03	5.76	-12.8%	12.58	11.31	11.2%
<b>Dividends per share</b> (Sen)						
- Interim dividend (Q1)	N/A	N/A		2.80	2.20	
- Interim dividend (Q2)	2.20	2.30		2.20	2.30	
Total for the period				5.00	4.50	

**Unaudited Condensed Consolidated Statement of Financial Position**  
**as at 31 October 2023**

<b>ASSETS</b>	Unaudited @ 31-10-2023	Audited @ 30-4-2023
<b>Non-current assets</b>	RM'000	RM'000
Property, plant and equipment	55,804	57,381
Investment properties	1,029	1,039
Investment in Associate - Unquoted shares	604	-
Investment securities - Unquoted shares	18,226	18,226
	<u>75,663</u>	<u>76,646</u>
<b>Current assets</b>		
Inventories	265,601	262,340
Receivables	108,571	151,401
Bank deposits and cash balances	477,587	425,237
	<u>851,759</u>	<u>838,978</u>
<b>TOTAL ASSETS</b>	<u>927,422</u>	<u>915,624</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	216,975	216,975
Reserves	627,404	595,866
Treasury shares	(686)	(686)
<b>Net equity funds</b>	843,693	812,155
<b>Non-controlling Interests</b>	26	26
<b>Total equity</b>	<u>843,719</u>	<u>812,181</u>
<b>Non-current liability</b>		
Deferred tax liabilities	6,797	6,850
<b>Current liabilities</b>		
Payables	67,120	92,733
Current tax liabilities	9,786	3,860
	<u>76,906</u>	<u>96,593</u>
<b>Total liabilities</b>	<u>83,703</u>	<u>103,443</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>927,422</u>	<u>915,624</u>
<b>Net assets per share (RM)</b>	1.95	1.87

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 Second Quarter Ended 31 October 2023 ("Q2-FYR 2024")**

| - - - Attributable to Owners of the Parent Company - - - |

	Share Capital	Treasury Shares	Fair Value Reserve	Distributable Retained Profits	Total Reserves	Net Equity Funds	Non controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>For the financial period to 31 October 2023</b>								
Balance as at 1 May 2023	216,975	(686)	407	595,459	595,866	812,155	26	812,181
Profit for the period	-	-	-	54,511	54,511	54,511	-	54,511
Total comprehensive Income	-	-	-	54,511	54,511	54,511	-	54,511
<b>Transaction with owners</b>								
Dividend in respect of FYR 2023	-	-	-	(10,836)	(10,836)	(10,836)	-	(10,836)
Dividend in respect of FYR 2024	-	-	-	(12,137)	(12,137)	(12,137)	-	(12,137)
Balance as at 31 October 2023	<u>216,975</u>	<u>(686)</u>	<u>407</u>	<u>626,997</u>	<u>627,404</u>	<u>843,693</u>	<u>26</u>	<u>843,719</u>

(^) Available-for-sale

**For the financial period to 31 October 2022**

Balance as at 1 May 2022	216,975	(686)	6,789	539,098	545,887	762,176	26	762,202
Profit for the period	-	-	-	49,010	49,010	49,010	-	49,010
Total comprehensive Income	-	-	-	49,010	49,010	49,010	-	49,010
<b>Transaction with owners</b>								
Dividend in respect of FYR 2022	-	-	-	(10,836)	(10,836)	(10,836)	-	(10,836)
Dividend in respect of FYR 2023	-	-	-	(9,536)	(9,536)	(9,536)	-	(9,536)
Balance as at 31 October 2022	<u>216,975</u>	<u>(686)</u>	<u>6,789</u>	<u>567,736</u>	<u>574,525</u>	<u>790,814</u>	<u>26</u>	<u>790,840</u>

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

**Condensed Consolidated Statement of Cash Flows**  
**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2024")**

	Unaudited 31-10-2023 RM'000	Unaudited 31-10-2022 RM'000
<b><u>Cash flows from operating activities</u></b>		
Profit before tax	71,643	65,061
Adjustments for :		
Depreciation	2,956	2,860
Dividend income	(2,071)	(947)
Interest income	(7,615)	(4,832)
Loss / (Gain) on disposal of properties, plant and equipment	61	(152)
Net unrealised (gain) / loss on foreign exchange	(1,156)	672
Share of loss of associate	105	-
Property, plant and equipment written off	-	1
<b>Operating profit before working capital changes</b>	<b>63,923</b>	<b>62,663</b>
(Increase)/Decrease in inventories	(3,260)	39,897
Decrease/(Increase) in receivables	7,886	(23,214)
Increase/(Decrease) in payables	10,485	(3,246)
<b>Cash generated from operations</b>	<b>79,034</b>	<b>76,100</b>
Net income tax paid	(11,258)	(12,860)
<b>Net cash from operating activities</b>	<b>67,776</b>	<b>63,240</b>
<b><u>Cash flows from investing activities</u></b>		
Net dividends received	2,071	947
Interest received	7,615	4,832
Investment on financial asset in Associate Co.	(709)	-
Proceeds from disposal of property, plant and equipment	56	156
Purchase of plant and equipment	(1,486)	(1,641)
Placement of fixed deposits	(73,595)	(23,330)
Withdrawal of fixed deposits	95,000	-
<b>Net cash from/(used in) investing activities</b>	<b>28,952</b>	<b>(19,036)</b>
<b><u>Cash flows from financing activities</u></b>		
Dividends paid to shareholders of the Company	(22,973)	(20,372)
<b>Net cash used in financial activities</b>	<b>(22,973)</b>	<b>(20,372)</b>
<b>Net increase in cash and cash equivalents</b>	<b>73,755</b>	<b>23,832</b>
Effects of changes in exchange rates on cash and cash equivalents	-	-
<b>Cash and cash equivalents at beginning</b>	<b>74,857</b>	<b>86,825</b>
<b>Cash and cash equivalents at end</b>	<b>148,612</b>	<b>110,657</b>
<b><u>Cash and cash equivalents comprise the followings :-</u></b>		
Investment in money market funds	-	3,691
Fixed deposits with licensed banks	411,505	440,339
Cash and bank balances	66,082	4,567
	477,587	448,597
Less : Fixed deposits with maturity more than three months	(328,975)	(337,940)
	148,612	110,657

## 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.

**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 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 2023 ("FYR 2023"). These explanatory notes attached to the interim financial statements provide and 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 2023.

## 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 2023. 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 2023.

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 2023 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 first six months ended 31 October 2023 ("financial period").

## 5) Material changes in estimates

There were no material changes in the estimates of amounts reported in the second quarter ended 31 October 2023 ("Q2-FYR 2024").

## 6) Change in composition of the Group

There were no changes in the composition of the Group during the financial period.

## 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 2023 / 31 October 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 the financial period.

As at 31 October 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 2023: 433,450,579 ordinary shares).

## 8) Dividend paid

The interim dividend of 2.8 Sen per share for Q1-FYR 2024 of RM12.137 million was paid on 12 October 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.

**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2023")**

## 10) Segment information

<u>Revenue</u>	Financial period	
	RM'000	%
Garment manufacturing	568,515	92.9%
Packaging	43,466	7.1%
Total revenue - external	<u>611,981</u>	<u>100.0%</u>
<u>Results</u>	RM'000	
Garment manufacturing	59,370	
Packaging manufacturing and miscellaneous	3,484	
	<u>62,854</u>	
Unallocated corporate expenses	<u>(513)</u>	
Profit from operations	62,341	
Investment related Income :		
Dividend income	2,071	
Interest income	7,615	
	9,686	
Finance costs (Non-interest)	(279)	
Share of results of associate	<u>(105)</u>	
Profit before tax ("PBT")	71,643	
Taxation expenses	<u>(17,132)</u>	
Net profit after tax ("PAT")	<u>54,511</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 94.5% and all of the Group's revenue and profit from operations (before unallocated corporate expenses) respectively for the financial period.

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:

	Q2-FYR 2024	Q2-FYR 2023	%	Financial period	Financial period	%
	RM'000	RM'000		to 31-10-2023	to 31-10-2022	
Revenue	<u>287,605</u>	<u>343,038</u>	-16.2%	<u>611,981</u>	<u>683,944</u>	-10.5%
Profit from operations	<u>25,218</u>	<u>30,714</u>	-17.9%	<u>62,341</u>	<u>59,531</u>	4.7%
PBT	<u>28,680</u>	<u>33,074</u>	-13.3%	<u>71,643</u>	<u>65,061</u>	10.1%
PAT	<u>21,785</u>	<u>24,984</u>	-12.8%	<u>54,511</u>	<u>49,010</u>	11.2%

Q2-FYR 2024 vs Preceding Year Corresponding Quarter (Q2-FYR 2023)

Revenue for Q2-FYR 2024 decreased by 16.2% to RM287.605 million versus Q2-FYR 2023.

Garment revenue for Q2-FYR 2024 down 15.6% to RM266.212 million from RM315.586 million in Q2-FYR 2023 mainly resulted from lower sale orders received.

Packaging revenue for Q2-FYR 2024 decreased by 22.1% to RM21.393 million from RM27.452 million in Q2-FYR 2023 mainly due to lower sale orders received.

**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2023")**

PBT for Q2-FYR 2024 eased 13.3% to RM28.680 million compared to RM33.074 million in Q2-FYR 2023.

Garment PBT for Q2-FYR 2024 decreased by 13.0% to RM27.209 million compared to Q2-FYR 2023 mainly due to lower revenue and lower forex gain by RM1.893 million.

Packaging PBT for Q2-FYR 2024 fell 34.3% mainly due to lower revenue and lower other income.

Financial Period vs Last Year to date (Last YTD)

Revenue of the Group for the financial period decreased by 10.5% to RM611.981 million compared to RM683.944 million in Last YTD.

Segment wise, garment revenue for the financial period dropped by 9.9% from RM630.937 million in Last YTD to RM585.515 million mainly resulted from lower sales orders received.

Packaging revenue down 18.0% to RM43.466 million versus RM53.007 million in Last YTD mainly due to lower sale orders received.

PBT for the financial period rose by 10.1% to RM71.643 million compared to RM65.061 million in Last YTD.

Garment PBT for the financial period improved by 7.8% to RM66.674 million compared to RM61.874 million in last YTD mainly due to lower cost of sales ratio, and higher interest and dividend incomes received.

Packaging PBT for the financial period increased by 4.5% mainly due to higher other income.

## 12) Variation of Results of Q2-FYR 2024 vs Preceding Quarter (Q1-FYR 2024)

	Q2-FYR 2024 RM'000	Q1-FYR 2024 RM'000	%
Revenue	287,605	324,376	-11.3%
Profit from operations	25,218	37,123	-32.1%
PBT	28,680	42,963	-33.2%
PAT	21,785	32,726	-33.4%

Revenue for Q2-FYR 2024 decreased by 11.3% from 324.376 million in Q1-FYR 2024 to RM287.605 million.

Garment revenue for Q2-FYR 2024 down 11.9% to RM266.212 million from RM302.303 million in Q1-FYR 2024 mainly due to lower sale orders received.

Packaging revenue for Q2-FYR 2024 dipped 3.1% to RM21.393 million from RM22.073 million in Q1-FYR 2024 mainly due to lower sale orders received.

PBT of the group for Q2-FYR 2024 decreased 33.2% to RM28.680 million compared to RM42.963 million in Q1-FYR 2024.

Garment PBT for Q2-FYR 2024 dropped by 31.1% to RM27.209 million from RM39.465 million in Q1-FYR 2024 mainly due to lower revenue and lower gain on forex by RM3.187 million.

Packaging PBT for Q2-FYR 2024 decreased by 37.0% mainly due to lower revenue and lower other income.

## 13) Future prospects

The global economy continues to recover from the pandemic showing more resilient than expected in the first half of 2023. With the impact of tighter monetary policy becoming increasingly visible and the continuous slowdown in China, global growth in 2024 is projected to be lower than in 2023. Headline inflation has continued to ease while core inflation remains persistent, driven by the services sector and still relatively tight labour markets. Risks remain skewed to the downside.

However, the Group remains cautiously optimistic over the business outlook for the remaining quarters of FYR 2024.

**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2023")**

## 14) Tax expense

The tax expenses for Q2-FYR 2024 or financial period are made up as follows :

	Q2-FYR 2024 RM'000	Financial period RM'000
(a) Provision for current tax	6,939	17,186
Deferred tax	<u>(44)</u>	<u>(54)</u>
	<u>6,895</u>	<u>17,132</u>

The Group's effective tax rate for Q2-FYR 2024 approximates the Malaysian statutory tax rate of 24%.

The effective tax rate for the financial period was marginally lower than the said statutory rate due to certain non-taxable income received which outweighs expenses not allowed for tax deduction.

## 15) Profit forecast or profit guarantee

There was no profit forecast made in any public document and no profit guarantee was received during the financial period.

## 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 the financial period.

## 18) Material litigation

There were no material litigations during the financial period.

## 19) Contingent liabilities

There were no material changes in contingent liabilities since the end of the last annual reporting date as at 30 April 2023.

## 20) Capital commitments

There was a capital commitment of RM0.119 million as at the financial period in respect of the acquisition of equipments (last annual reporting date: RM0.789 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 :

		Q2-FYR 2024	Q2-FYR 2023	Financial periods	
		<u>          </u>	<u>          </u>	to 31-10-2023	to 31-10-2022
Profit attributable to owners of the Company	(RM'000)	<u>21,785</u>	<u>24,984</u>	<u>54,511</u>	<u>49,010</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)	5.03	5.76	12.58	11.31

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

## 22) Dividend Declared

	Dividend Per Share		Payout Ratio		Dividend Amount	
	FYR 2024	FYR 2023	FYR 2024	FYR 2023	FYR 2024	FYR 2023
					RM'000	RM'000
Q1 - Single tier interim dividend (no. 46)	2.8 Sen	2.2 Sen	37.1%	39.7%	12,137	9,536
Q2 - 2nd single tier interim dividend (no. 47)*	<u>2.2 Sen</u>	<u>2.3 Sen</u>	<u>43.8%</u>	<u>39.9%</u>	<u>9,536</u>	<u>9,969</u>
	<u>5.0 Sen</u>	<u>4.5 Sen</u>	<u>39.8%</u>	<u>39.8%</u>	<u>21,673</u>	<u>19,505</u>



**For the Second Quarter Ended 31 October 2023 ("Q2-FYR 2023")**

\*The entitlement and payment dates of the interim dividend of 2.2 Sen per share for Q2-FYR 2024 are fixed on 20 December 2023 and 8 January 2024 respectively.

23) Profit before tax	Financial period			
	Q2-FYR 2024 RM'000	Q2-FYR 2023 RM'000	to 31-10-2023 RM'000	to 31-10-2022 RM'000
PBT is arrived at after charging/(crediting) the following items :-				
Interest income	(3,680)	(2,457)	(7,615)	(4,832)
Dividend income	-	(24)	(2,071)	(947)
Depreciation and amortisation	1,477	1,418	2,956	2,860
Net unrealised gain on foreign exchange	(2,476)	(19)	(1,156)	672
Net realised loss/(gain) on foreign exchange	2,305	(2,039)	(2,391)	(3,673)
Net gain on foreign exchange - all segments	(171)	(2,058)	(3,547)	(3,001)
Loss/(Gain) on disposal of properties, plant and equipment	55	-	61	(152)
Property, plant and equipment written off	-	1	-	1
Loss due to damage from flood	-	-	-	24
Allowance for doubtful debts	-	36	-	36
Bad debts written off	-	-	-	-
Reversal of impairment loss on trade receivables	-	-	-	-
(Gain) / loss on derivatives / exceptional items	-	-	-	-

By Order of the Board

**Tan Sri Dato' Seri Tan Kok Ping**

Chairman

Date: 5 December 2023