

Unaudited Condensed Consolidated Statement of Income and Other Comprehensive Income
For the Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

	Q3-FYR 2024 RM'000	Q3-FYR 2023 RM'000	Changes %	Financial Period - first 9 Months to 31-1-2024 RM'000	to 31-1-2023 RM'000	Changes %
Revenue	392,190	281,828	39.2%	1,004,171	965,772	4.0%
Operating expenses	(345,245)	(255,618)	35.1%	(899,381)	(885,526)	1.6%
Other operating income						
Gain/(Loss) on foreign exchange	297	(4,232)	-107.0%	3,844	(1,231)	-412.3%
Others	73	1,161	-93.7%	1,022	3,655	-72%
Profit from operations	47,315	23,139	104.5%	109,656	82,670	32.6%
Investment related income	3,811	3,341	14.1%	13,497	9,120	48.0%
Finance costs	(150)	(124)	21.0%	(429)	(373)	15.0%
Share of results of associate	70	-		(35)	-	
Profit before tax	51,046	26,356	93.7%	122,689	91,417	34.2%
Tax expense	(11,671)	(5,835)	100.0%	(28,803)	(21,886)	31.6%
Profit for the period	<u>39,375</u>	<u>20,521</u>	91.9%	<u>93,886</u>	<u>69,531</u>	35.0%
Profit attributable to :						
Owners of the Company	39,375	20,521	91.9%	93,886	69,531	35.0%
Non-controlling interests	-	-		-	-	
	<u>39,375</u>	<u>20,521</u>	91.9%	<u>93,886</u>	<u>69,531</u>	35.0%
Basic / diluted earnings per share (Sen)	<u>9.08</u>	<u>4.73</u>	92.0%	<u>21.66</u>	<u>16.04</u>	35.0%
Dividends per share (Sen)						
- Interim dividend (Q1)	N/A	N/A		2.80	2.20	
- Interim dividend (Q2)	N/A	N/A		2.20	2.30	
- Interim dividend (Q3)	3.50	2.00		3.50	2.00	
Total for the period				<u>8.50</u>	<u>6.50</u>	

Unaudited Condensed Consolidated Statement of Financial Position
as at 31 January 2024

ASSETS	Unaudited @ 31-1-2024	Audited @ 30-4-2023
Non-current assets	RM'000	RM'000
Property, plant and equipment	54,917	57,381
Investment properties	1,024	1,039
Investment in Associate - Unquoted shares	674	-
Investment securities - Unquoted shares	18,226	18,226
	<u>74,841</u>	<u>76,646</u>
Current assets		
Inventories	282,229	262,340
Receivables	179,429	151,401
Bank deposits and cash balances	471,131	425,237
	<u>932,789</u>	<u>838,978</u>
TOTAL ASSETS	<u><u>1,007,630</u></u>	<u><u>915,624</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	216,975	216,975
Reserves	657,243	595,866
Treasury shares	(686)	(686)
Net equity funds	<u>873,532</u>	<u>812,155</u>
Non-controlling Interests	<u>26</u>	<u>26</u>
Total equity	<u>873,558</u>	<u>812,181</u>
Non-current liability		
Deferred tax liabilities	<u>6,744</u>	<u>6,850</u>
Current liabilities		
Payables	119,079	92,733
Current tax liabilities	8,249	3,860
	<u>127,328</u>	<u>96,593</u>
Total liabilities	<u>134,072</u>	<u>103,443</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,007,630</u></u>	<u><u>915,624</u></u>
Net assets per share (RM)	2.02	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 Third Quarter Ended 31 January 2024 ("Q3-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
<u>For the financial period to 31 January 2024</u>								
Balance as at 1 May 2023	216,975	(686)	407	595,459	595,866	812,155	26	812,181
Profit for the period	-	-	-	93,886	93,886	93,886	-	93,886
Total comprehensive Income	-	-	-	93,886	93,886	93,886	-	93,886
<u>Transaction with owners</u>								
Dividend in respect of FYR 2023	-	-	-	(10,836)	(10,836)	(10,836)	-	(10,836)
Dividends in respect of FYR 2024	-	-	-	(21,673)	(21,673)	(21,673)	-	(21,673)
Balance as at 31 January 2024	<u>216,975</u>	<u>(686)</u>	<u>407</u>	<u>656,836</u>	<u>657,243</u>	<u>873,532</u>	<u>26</u>	<u>873,558</u>

(^) Available-for-sale

For the financial period to 31 January 2023

Balance as at 1 May 2022	216,975	(686)	6,789	539,098	545,887	762,176	26	762,202
Profit for the period	-	-	-	69,531	69,531	69,531	-	69,531
Total comprehensive Income	-	-	-	69,531	69,531	69,531	-	69,531
<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	-	-	-	(19,505)	(19,505)	(19,505)	-	(19,505)
Balance as at 31 January 2023	<u>216,975</u>	<u>(686)</u>	<u>6,789</u>	<u>578,288</u>	<u>585,077</u>	<u>801,366</u>	<u>26</u>	<u>801,392</u>

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

Condensed Consolidated Statement of Cash Flows
For the Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

	Unaudited 31-1-2024 RM'000	Unaudited 31-1-2023 RM'000
<u>Cash flows from operating activities</u>		
Profit before tax	122,689	91,417
Adjustments for :		
Depreciation	4,417	4,288
Dividend income	(2,071)	(951)
Interest income	(11,426)	(8,169)
Loss/(Gain) on disposal of properties, plant and equipment	60	(252)
Net unrealised gain on foreign exchange	(662)	(1,410)
Property, plant and equipment written off	-	62
Provision for doubtful debts	17	-
Share of loss of associate	35	-
Operating profit before working capital changes	113,059	84,985
(Increase)/Decrease in inventories	(19,888)	51,668
(Increase)/Decrease in receivables	(63,069)	10,983
Increase/(Decrease) in payables	62,011	(27,363)
Cash generated from operations	92,113	120,273
Net income tax paid	(24,497)	(20,645)
Net cash from operating activities	67,616	99,628
<u>Cash flows from investing activities</u>		
Net dividends received	2,071	951
Interest received	11,426	8,169
Investment on financial asset in Associate Co.	(709)	-
Proceeds from disposal of property, plant and equipment	56	254
Purchase of plant and equipment	(2,057)	(2,458)
Placement of fixed deposits	(75,095)	(38,330)
Withdrawal of fixed deposits	81,000	-
Net cash from/(used in) investing activities	16,692	(31,414)
<u>Cash flows from financing activities</u>		
Dividends paid to shareholders of the Company	(32,509)	(30,341)
Net cash used in financial activities	(32,509)	(30,341)
Net increase in cash and cash equivalents	51,799	37,873
Effects of changes in exchange rates on cash and cash equivalents	-	-
Cash and cash equivalents at beginning	74,857	86,825
Cash and cash equivalents at end	126,656	124,698
Cash and cash equivalents comprise the followings :-		
Fixed deposits with licensed banks	405,170	473,719
Cash and bank balances	65,961	3,919
	471,131	477,638
Less : Fixed deposits with maturity more than three months	(344,475)	(352,940)
	126,656	124,698

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 Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

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 nine months ended 31 January 2024 ("financial period").

5) Material changes in estimates

There were no material changes in the estimates of amounts reported in the third quarter ended 31 January 2024 ("Q3-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 January 2024	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 January 2024, 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 2.2 Sen per share for Q2-FYR 2024 of RM9.536 million was paid on 8 January 2024.

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 Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

10) Segment information

	Financial period	
	RM'000	%
<u>Revenue</u>		
Garment manufacturing	940,666	93.7%
Packaging	63,505	6.3%
Total revenue - external	<u>1,004,171</u>	<u>100.0%</u>
<u>Results</u>	RM'000	
Garment manufacturing	105,723	
Packaging manufacturing and miscellaneous	4,637	
	110,360	
Unallocated corporate expenses	(704)	
Profit from operations	109,656	
Investment related Income :		
Dividend income	2,071	
Interest income	11,426	
	13,497	
Finance costs (Non-interest)	(429)	
Share of results of associate	(35)	
Profit before tax ("PBT")	122,689	
Taxation expenses	(28,803)	
Net profit after tax ("PAT")	<u>93,886</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 95.8% 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:

	Q3-FYR 2024	Q3-FYR 2023	%	Financial period to 31-1-2024	Financial period to 31-1-2023	%
	RM'000	RM'000		RM'000	RM'000	
Revenue	<u>392,190</u>	<u>281,828</u>	39.2%	<u>1,004,171</u>	<u>965,772</u>	4.0%
Profit from operations	<u>47,315</u>	<u>23,139</u>	104.5%	<u>109,656</u>	<u>82,670</u>	32.6%
PBT	<u>51,046</u>	<u>26,356</u>	93.7%	<u>122,689</u>	<u>91,417</u>	34.2%
PAT	<u>39,375</u>	<u>20,521</u>	91.9%	<u>93,886</u>	<u>69,531</u>	35.0%

Q3-FYR 2024 vs Preceding Year Corresponding Quarter (Q3-FYR 2023)

Revenue for Q3-FYR 2024 increased by 39.2% to RM392.190 million versus Q3-FYR 2023.

Garment revenue for Q3-FYR 2024 increased by 44.7% to RM372.151 million from RM257.187 million in Q3-FYR 2023 mainly resulted from higher sale orders received.

Packaging revenue for Q3-FYR 2024 decreased by 18.7% to RM20.039 million from RM24.641 million in Q3-FYR 2023 mainly due to lower sale orders received.

For the Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

PBT for Q3-FYR 2024 increased by 93.7% to RM51.046 million compared to RM26.357 million in Q3-FYR 2023.

Garment PBT for Q3-FYR 2024 increased by 104.9% to RM49.153 million compared to RM23.983 million in Q3-FYR 2023 mainly due to higher revenue, improved cost of sales ratio, and higher forex gain by RM4.552 million (related gain RM0.296 million vs loss RM4.256 million in Q3-FYR 2023).

Packaging PBT for Q3-FYR 2024 fell 40.6% mainly due to lower revenue and lower other income in spite of improved cost of sales ratio.

Financial Period vs Last Year to date (Last YTD)

Revenue of the Group for the financial period increased by 4.0% to RM1,004.171 million compared to RM965.772 million in Last YTD.

Segment wise, garment revenue for the financial period increased by 5.9% from RM888.124 million in Last YTD to RM940.666 million mainly resulted from higher sales orders received.

Packaging revenue down 18.2% to RM63.505 million versus RM77.648 million in Last YTD mainly due to lower sale orders received.

PBT for the financial period rose by 34.2% to RM122.689 million compared to RM91.417 million in Last YTD.

Garment PBT for the financial period improved by 34.9% to RM115.827 million compared to RM85.857 million in last YTD mainly due to higher sale orders, improved cost of sales ratio, higher interest income by RM2.141 million, higher dividend income received by RM1.167 million and higher forex gain by RM5.070 million (related gain RM3.789 million vs loss RM1.281 million in Last YTD).

Packaging PBT for the financial period decreased by 15.8% mainly due to lower sale orders and lower other income in spite of improved cost of sales ratio.

12) Variation of Results of Q3-FYR 2024 vs Preceding Quarter (Q2-FYR 2024)

	Q3-FYR 2024 RM'000	Q2-FYR 2024 RM'000	%
Revenue	392,190	287,605	36.4%
Profit from operations	47,315	25,218	87.6%
PBT	51,046	28,680	78.0%
PAT	39,375	21,785	80.7%

Revenue for Q3-FYR 2024 increased by 36.4% to RM392.190 million from 287.605 million in Q2-FYR 2024.

Garment revenue for Q3-FYR 2024 increased by 39.8% to RM372.151 million from RM266.212 million in Q2-FYR 2024 mainly due to higher sale orders received.

Packaging revenue for Q3-FYR 2024 dipped 6.3% to RM20.039 million from RM21.393 million in Q2-FYR 2024 mainly due to lower sale orders received.

PBT of the group for Q3-FYR 2024 increased 78.0% to RM51.046 million compared to RM28.680 million in Q2-FYR 2024.

Garment PBT for Q3-FYR 2024 increased by 80.6% to RM49.153 million from RM27.209 million in Q2-FYR 2024 mainly due to higher revenue and improved cost of sales ratio.

Packaging PBT for Q3-FYR 2024 increased by 20.1% mainly due to higher interest received.

13) Future prospects

The International Monetary Fund has projected global trade growth to rebound from 0.4% in 2023 to 3.3% in 2024. Going forward, key risks on the horizon remain, with the timing and depth of US interest rate cuts leading to potential market volatility. Ongoing geopolitical tensions that could further threaten the global commodity market and supply chain.

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

For the Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

14) Tax expense

	Q3-FYR 2024	Financial period
	<u>RM'000</u>	<u>RM'000</u>
The tax expenses for Q3-FYR 2024 or financial period are made up as follows :		
(a) Provision for current tax	12,387	29,573
Overprovision in prior year	(664)	(664)
Deferred tax	<u>(52)</u>	<u>(106)</u>
	<u>11,671</u>	<u>28,803</u>

The Group's effective tax rate for Q3-FYR 2024 was lower than the Malaysian Statutory tax rate of 24% mainly due to overprovision in prior year which outweighs certain expenses not allowed for tax deduction. The effective tax rate for the financial period was marginally lower than the said statutory tax rate mainly due to overprovision of tax in prior year.

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 RM0.013 million as at the financial period in respect of the acquisition of equipments (last annual reporting date: Nil).

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 :

		Q3-FYR 2024	Q3-FYR 2023	Financial periods	
		<u>Q3-FYR 2024</u>	<u>Q3-FYR 2023</u>	to 31-1-2024	to 31-1-2023
Profit attributable to owners of the Company	(RM'000)	39,375	20,521	93,886	69,531
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)	9.08	4.73	21.66	16.04

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%	12,136	9,536
Q2 - 2nd single tier interim dividend (no. 47)	2.2 Sen	2.3 Sen	43.8%	39.9%	9,536	9,969
Q3 - 3rd single tier interim dividend (no. 48)	<u>3.5 Sen</u>	<u>2.0 Sen</u>	<u>38.5%</u>	<u>42.2%</u>	<u>15,171</u>	<u>8,669</u>
	<u>8.5 Sen</u>	<u>6.5 Sen</u>	<u>39.2%</u>	<u>40.5%</u>	<u>36,843</u>	<u>28,174</u>

For the Third Quarter Ended 31 January 2024 ("Q3-FYR 2024")

The entitlement and payment dates of the interim dividend no. 48 of 3.5 Sen per share for Q3-FYR 2024 are fixed on 3 April 2024 and 18 April 2024 respectively.

23) Profit before tax	Financial period			
	Q3-FYR 2024 RM'000	Q3-FYR 2023 RM'000	to 31-1-2024 RM'000	to 31-1-2023 RM'000
PBT is arrived at after charging/(crediting) the following items :-				
Interest income	(3,811)	(3,337)	(11,426)	(8,169)
Dividend income	-	(4)	(2,071)	(951)
Depreciation and amortisation	1,461	1,427	4,417	4,288
Net unrealised (gain)/loss on foreign exchange	494	(2,082)	(662)	(1,410)
Net realised loss/(gain) on foreign exchange	(791)	6,314	(3,182)	2,641
Net (gain)/loss on foreign exchange - all segments	(297)	4,232	(3,844)	1,231
Loss/(Gain) on disposal of properties, plant and equipment	(1)	(100)	60	(252)
Property, plant and equipment written off	-	59	-	62
Allowance for doubtful debts	-	-	-	(36)
Provision for doubtful debts	17	-	17	-
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: 18 March 2024