

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
 Quarterly Report on consolidated results for the third quarter ended 30/9/2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current year quarter ended (Unaudited) 30/9/22 RM'000	Preceding year corresponding quarter ended (Unaudited) 30/9/21 RM'000	Changes %	Current year to date (Unaudited) 30/9/22 RM'000	Preceding year to date (Unaudited) 30/9/21 RM'000	Changes %
Revenue	110,771	113,507	(2.4)	406,351	296,830	36.9
Operating Expenses	(104,061)	(109,394)	(4.9)	(398,194)	(291,305)	36.7
Other Income	1,415	1,207	17.2	6,401	3,755	70.5
Profit from Operations	8,125	5,320	52.7	14,558	9,280	56.9
Finance Costs	(202)	(379)	(46.7)	(751)	(1,157)	(35.1)
Profit Before Tax	7,923	4,941	60.4	13,807	8,123	70.0
Income tax Expense	(1,966)	(1,419)	38.5	(3,659)	(2,456)	49.0
Profit For The Period	<u>5,957</u>	<u>3,522</u>	<u>69.1</u>	<u>10,148</u>	<u>5,667</u>	<u>79.1</u>
Other Comprehensive Income	-	-		-	-	
Total Comprehensive Income For The Period	<u>5,957</u>	<u>3,522</u>		<u>10,148</u>	<u>5,667</u>	
Attributable to:						
Equity Holders Of The Parent	5,957	3,522		10,148	5,667	
Non-Controlling Interest	-	-		-	-	
Total Comprehensive Income For The Period	<u>5,957</u>	<u>3,522</u>		<u>10,148</u>	<u>5,667</u>	
EPS - Basic (sen)	3.11	1.84		5.30	2.96	
- Diluted (sen)	N/A	N/A		N/A	N/A	

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
Quarterly Report on consolidated results for the third quarter ended 30/9/2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As at end of current quarter 30/9/22 RM'000	As at preceding financial year end 31/12/21 RM'000
ASSETS		
Non Current Assets		
Property, Plant & Equipment	107,332	110,739
Intangible Assets	46	46
Goodwill on business combination	6,079	6,079
	<u>113,457</u>	<u>116,864</u>
Current Assets		
Inventories	24,829	29,277
Trade receivables	12,771	12,251
Other receivables	1,626	3,088
Tax assets	-	862
Cash and bank balances	29,078	34,530
	<u>68,304</u>	<u>80,008</u>
Total Assets	<u>181,761</u>	<u>196,872</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	54,378	54,378
Treasury shares, at cost	(1,491)	(1,491)
Retained earnings	81,159	72,925
Total equity	<u>134,046</u>	<u>125,812</u>
Non Current Liabilities		
Long term borrowings	6,934	18,389
Deferred tax liabilities	4,841	4,923
	<u>11,775</u>	<u>23,312</u>
Current Liabilities		
Trade and other payables	18,790	18,957
Short term provisions	481	481
Short term borrowings	16,516	28,196
Tax liabilities	153	114
	<u>35,940</u>	<u>47,748</u>
Total Liabilities	<u>47,715</u>	<u>71,060</u>
Total Equity And Liabilities	<u>181,761</u>	<u>196,872</u>
Net Assets Per Share (RM)	0.70	0.66

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
 Quarterly Report on consolidated results for the third quarter ended 30/9/2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Retained Earnings RM'000	Total Equity RM'000
<u>Cumulative quarter ended 30/9/2022- Unaudited</u>					
At 01/01/2022	54,378	(1,491)	-	72,925	125,812
Profit for the period	-	-	-	10,148	10,148
Dividends	-	-	-	(1,914)	(1,914)
At 30/9/2022	<u>54,378</u>	<u>(1,491)</u>	<u>-</u>	<u>81,159</u>	<u>134,046</u>
<u>Cumulative quarter ended 30/9/2021- Unaudited</u>					
At 01/01/2021	54,378	(1,491)	-	63,048	115,935
Profit for the period	-	-	-	5,667	5,667
At 30/9/2021	<u>54,378</u>	<u>(1,491)</u>	<u>-</u>	<u>68,715</u>	<u>121,602</u>

(The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying notes attached to these interim financial statements)

CAM RESOURCES BERHAD [Company No.: 200001032704 (535311-D)]
 Quarterly Report on consolidated results for the third quarter ended 30/9/2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Cumulative quarter ended 30/9/22 (Unaudited) RM'000	Cumulative quarter ended 30/9/21 (Unaudited) RM'000
Profit before tax	13,807	8,123
Adjustment for non-cash flow:-		
Non-cash items	4,221	7,218
Non-operating items (which are investing/financing)	558	1,104
Operating profit before changes in working capital	<u>18,586</u>	<u>16,445</u>
Changes in working capital		
Net change in inventories	4,448	3,372
Net change in receivables	955	801
Net change in payables	(167)	3,262
Cash flows from operation	<u>23,822</u>	<u>23,880</u>
Tax paid	(2,840)	(886)
Net cash from operating activities	<u>20,982</u>	<u>22,994</u>
Investing Activities		
Interest received	193	53
Proceed from disposal of property, plant and equipment	6,028	45
Purchase of property, plant and equipment	(6,854)	(4,759)
Net cash used in investing activities	<u>(633)</u>	<u>(4,661)</u>
Financing Activities		
Interest paid	(751)	(1,157)
Repayments of borrowings	(22,738)	(5,632)
Net cash used in financing activities	<u>(25,403)</u>	<u>(6,789)</u>
Net Change in Cash & Cash Equivalents	(5,054)	11,544
Cash & Cash Equivalents at beginning of the period	31,411	5,825
Cash & Cash Equivalents at end of the period	<u>26,357</u>	<u>17,369</u>
Composition of Cash & Cash Equivalents:		
Deposits with licensed banks	1,600	19,124
Cash and bank balances	27,478	1,358
Bank overdrafts	(2,221)	(3,113)
Fixed deposits with maturity more than 3 months	(500)	-
	<u>26,357</u>	<u>17,369</u>

(The Unaudited Condensed Consolidated Statement of Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying notes attached to these interim financial statements)

NOTES TO THE QUARTERLY RESULTS

1) Accounting policies

This condensed consolidated interim financial statements (Condensed Report) have been prepared in accordance with MFRS 134 - Interim Financial Reporting, IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (IASB) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The accounting policies and methods of computation adopted in this financial statement of the Group are consistent with those adopted for the annual financial statements of the Group for the financial year ended 31 December 2021 except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRSs”) and amendments/improvements to MFRSs effective for the financial periods beginning on or after 1 January 2022:

a) New MFRSs, amendments/improvement to MFRSs that are issued, but not yet effective and have not been early adopted

The Group has not adopted the following new MFRS, and amendment/improvements to MFRSs that have been issued, but yet to be effective:

	Effective for financial periods beginning on or after
New MFRS	
MFRS 17 Insurance Contracts	1 January 2023
	Effective for financial periods beginning on or after
Amendments/Improvements to MFRSs	
MFRS 1 First-time Adoption of Malaysia Financial Reporting Standards	1 January 2022 [^] / 1 January 2023 [#]
MFRS 3 Business Combinations	1 January 2022/ 1 January 2023 [#]
MFRS 5 Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 [#]
MFRS 7 Financial Instruments: Disclosures	1 January 2023 [#]

		Effective for financial periods beginning on or after
Amendments/Improvements to MFRSs (continued)		
MFRS 9	Financial Instruments	1 January 2022 [^] 1 January 2023 [#]
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 [#]
MFRS 16	Leases	1 January 2022 [^] 1 January 2024
MFRS 17	Insurance Contracts	1 January 2023
MFRS 101	Presentation of Financial Statements	1 January 2023/ 1 January 2023 [#]
MFRS 107	Statements of Cash Flows	1 January 2023 [#]
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 112	Income Taxes	1 January 2023
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023 [#]
MFRS 119	Employee Benefits	1 January 2023 [#]
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023 [#]
MFRS 132	Financial Instruments: Presentation	1 January 2023 [#]
MFRS 136	Impairment of Assets	1 January 2023 [#]
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023 [#]
MFRS 138	Intangible Assets	1 January 2023 [#]
MFRS 140	Investment Property	1 January 2023 [#]
MFRS 141	Agriculture	1 January 2022 [^]

[^] The Annual Improvements to MFRS Standards 2018-2020

[#] Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

The Group is in the process of assessing the impact which may arise from adoption of the above MFRS and amendments/improvements to MFRSs.

2. Audit Report of Preceding Annual Financial Statements

The audit report of the annual financial statements of the Group for the financial year ended 31 December 2021 was not subject to any qualification.

3. Seasonality and cyclical of operations

The Group's operations for the current quarter and financial year-to-date are not significantly affected by seasonal and cyclical factors.

4. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current quarter and financial year-to-date.

5. Changes in estimates

There were no material changes in estimates of amounts reported in prior period of current financial year or changes in the estimate of amounts reported in prior financial years that have material effect in the current quarter and financial year-to-date.

6. Issuance and repayment of debt and equity securities

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

7. Dividend paid

On 31 May 2022, the Board of Directors of the Company declared a single tier interim dividend of 1 sen per ordinary share in respect of the financial year ending 31 Dec 2022. The interim dividend amounting to RM1,914,157 was paid on 28 July 2022.

8. Segmental reporting

The segmental analysis for the Group for the financial year-to-date ended 30 September 2022 and 30 September 2021 are as follows:-

30 Sep 2022	Investment Holding RM'000	Manufacturing and Trading RM'000	Palm Oil Mill RM'000	Renewable Energy RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External revenue	-	42,312	359,023	5,016	-	406,351
Inter-segment revenue	2,450	1,045	-	-	(3,495)	-
	<u>2,450</u>	<u>43,357</u>	<u>359,023</u>	<u>5,016</u>	<u>(3,495)</u>	<u>406,351</u>
Segment Results						
Segment results	1,964	1,477	11,948	187	(1,211)	<u>14,365</u>
Operating profit						14,365
Interest revenue						193
Interest expense						(751)
Taxation						<u>(3,659)</u>
Net profit for the period						<u><u>10,148</u></u>
30 Sep 2021	Investment Holding RM'000	Manufacturing and Trading RM'000	Palm Oil Mill RM'000	Renewable Energy RM'000	Eliminations RM'000	Consolidated RM'000
Segment Revenue						
External revenue	-	31,163	261,079	4,588	-	296,830
Inter-segment revenue	500	(19)	-	-	(481)	-
	<u>500</u>	<u>31,144</u>	<u>261,079</u>	<u>4,588</u>	<u>(481)</u>	<u>296,830</u>
Segment Results						
Segment results	36	(252)	9,580	1,347	(1,484)	<u>9,227</u>
Operating profit						9,227
Interest revenue						53
Interest expense						(1,157)
Taxation						<u>(2,456)</u>
Net profit for the period						<u><u>5,667</u></u>

No geographical analysis has been presented as the operations of the Group are solely based in Malaysia.

9. Valuation of property, plant and equipment

There were no amendments made to the valuation of property, plant and equipment that have been brought forward from the previous annual financial statements.

10. Subsequent event

There were no material subsequent events since the end of the current quarter to the date of issue of this report that have not been reflected in the financial statements for the current quarter and financial year-to-date.

11. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter.

12. Contingent liabilities or assets

Save as disclosed below, there were no changes in contingent liabilities since the last annual reporting date and there were no contingent assets as at end of the current quarter.

The contingent liabilities pertaining to the corporate guarantees given by the Company to financial institutions for banking facilities granted to subsidiaries were RM22,732,000 as at 30 September 2022 (31 December 2021 : RM45,703,000).

13. Review of performance of the Company and its principal subsidiary companies

	Current year quarter ended	Preceding year corresponding quarter ended	Changes	
	30/9/22 RM'000	30/9/21 RM'000	RM'000	%
Revenue				
-Investment Holding	-	-	-	-
-Manufacturing and Trading	12,680	8,086	4,594	56.8%
-Palm Oil Mill	96,235	103,979	(7,744)	-7.4%
-Renewable Energy	1,856	1,442	414	28.7%
	<u>110,771</u>	<u>113,507</u>	<u>(2,736)</u>	<u>-2.4%</u>
(Loss)/Profit before tax				
-Investment Holding	(156)	(130)	(26)	20.0%
-Manufacturing and Trading	(381)	(309)	(72)	23.3%
-Palm Oil Mill	7,774	4,796	2,978	62.1%
-Renewable Energy	686	584	102	17.5%
	<u>7,923</u>	<u>4,941</u>	<u>2,982</u>	<u>60.4%</u>

The Group recorded revenue of RM110.77million or 2.4% lower than the corresponding quarter of the preceding year with RM113.51million, mainly attributed to the decrease in the revenue contribution from the Palm Oil Mill segment by RM7.74million. The softening revenue was partially mitigated by the increase in the revenue of the Manufacturing and Trading segment as well as the Renewable Energy segment by RM4.59million and RM0.41million respectively.

Despite the lower Group's revenue, the Group registered higher profit before tax of RM7.92million compared to a profit before tax of RM4.94million in the preceding year's corresponding quarter. This was mainly attributed to the higher profit before tax in the Palm Oil Mill segment and the Renewable Energy segment.

The Investment Holding segment also recorded slightly higher loss at RM156,000 compared to RM130,000 in the previous year's corresponding quarter due to higher operating expenses in the quarter under review.

The Manufacturing and Trading segment reported higher revenue of RM12.68million compared to RM8.09million in the preceding year's corresponding quarter. However, the loss incurred in the quarter under review was slightly higher at RM0.38million compared to the RM0.31million in the preceding year's corresponding quarter. This was mainly due to lower sales contribution from better margin products.

The Palm Oil Mill segment recorded revenue of RM96.24million compared to RM103.98million in the preceding year's corresponding quarter. The decrease in revenue was mainly the result of lower average selling price of Crude Palm Oil ("CPO") and Palm Kernel ("PK") in the current quarter. However, the profit before tax was higher at RM7.77million compared to RM4.80million in the preceding year's corresponding quarter, mainly due to the increase in the production output as a results of higher availability of fresh fruits bunches for production as well as lower operating expenses in the current quarter.

The revenue of the Renewable Energy Segment was higher at RM1.86million compared to RM1.44million in the preceding year's corresponding quarter with a profit before tax of RM686,000 compared to RM584,000 in the preceding year's corresponding quarter. This was mainly due to the higher revenue as well as lower operating expenses in the quarter under review.

The results of the current quarter and financial year-to-date have not been affected by any transaction or event of a material or unusual nature which have arisen between 1 January 2022 and the date of this report.

14. Material changes in the profit before taxation for the current quarter as compared with the immediate preceding quarter

	Current year quarter ended	Immediate preceding quarter ended	Changes	
	30/9/22 RM'000	30/6/22 RM'000	RM'000	%
Revenue				
-Investment Holding	-	-	-	-
-Manufacturing and Trading	12,680	15,343	(2,663)	-17.4%
-Palm Oil Mill	96,235	144,032	(47,797)	-33.2%
-Renewable Energy	1,856	1,525	331	21.7%
	<u>110,771</u>	<u>160,900</u>	<u>(50,129)</u>	<u>-31.2%</u>
(Loss)/Profit before tax				
-Investment Holding	(156)	(182)	26	-14.3%
-Manufacturing and Trading	(381)	2,356	(2,737)	-116.2%
-Palm Oil Mill	7,774	2,036	5,738	281.8%
-Renewable Energy	686	(196)	882	-450.0%
	<u>7,923</u>	<u>4,014</u>	<u>3,909</u>	<u>97.4%</u>

The Group's profit before tax in the quarter under review was higher at RM7.92million compared to RM4.01million in the immediate preceding quarter, mainly due to the higher profit in the Palm Oil Mill segment as well as the Renewable Energy segment. However, this was partially negated by the loss incurred in the Manufacturing and Trading segment.

The Investment Holding segment reported higher loss of RM156,000 compared to RM182,000 in the immediate preceding quarter due to lower operating expenses in the current quarter.

The Manufacturing and trading segment recorded a loss of RM0.38million compared to the profit before tax of RM2.36million. The higher profit before tax in the immediate preceding quarter was mainly due to the higher sales achieved as well as gains of RM2.39million from the disposal of properties.

The profit before tax of the Palm Oil Mill segment was higher at RM7.77million compared to RM2.04million in the immediate preceding quarter, due to the increase in the production output as a results of higher availability of fresh fruits bunches for production as well as lower operating expenses in the quarter under review.

For the Renewable Energy segment, the profit before tax was higher at RM686,000 compared to a loss of RM196,000 in the immediate preceding quarter due to the higher revenue achieved as well as lower operating expenses in the current quarter.

15. Commentary on prospect

The business environment remained relatively challenging. The Group will continuously adapt our marketing strategies to match the current market trends and to improve cost optimisation with the goal of strengthening operational efficiency in all our core business segments. The Group is cautiously optimistic over its performance in the coming quarter.

16. Variance on forecast profit and/or profit guarantee

This was not applicable as no profit forecast and/or profit guarantee was published.

17. Profit for the period

Profit for the period is arrived at after charging/(crediting):

	Current year Quarter ended	Preceding year Corresponding Quarter ended	Cumulative Quarter Current year to date	Cumulative Quarter Preceding year to date
	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
Depreciation of property, plant & equipment	2,178	2,361	6,451	7,078
Interest expenses	202	379	751	1,157
Foreign exchange (gain)/loss - realised	(24)	(17)	(80)	(118)
Property, plant & equipment written off	170	50	190	173
Allowance for doubtful debts no longer required	-	(2)	(12)	(2)
Interest income	(93)	(25)	(193)	(53)
Loss/(gain) on disposal of property, plant & equipment	1	(9)	(2,408)	(32)

18. Taxation

Taxation comprises the following:-

	Current year quarter	Preceding year Corresponding Quarter ended	Cumulative Quarter Current year to date	Cumulative Quarter Preceding year to date
Particulars	30/09/2022 RM'000	30/09/2021 RM'000	30/09/2022 RM'000	30/09/2021 RM'000
Based on results for the period	1,976	1,500	3,741	2,696
Origination /(reversal) of temporary differences	(10)	(81)	(82)	(240)
Under/(Over) provision in prior period	1,966	1,419	3,659	2,456
	-	-	-	-
Tax expense	1,966	1,419	3,659	2,456

The effective tax expense rate for the current quarter and financial year-to-date were higher than the statutory tax rate mainly due to the non-deductibility of certain expenses for tax purposes and non-availability of the Group tax relief in respect of losses suffered by certain companies.

19. Status of corporate proposals

There was no corporate proposal announced for the current quarter and financial year-to-date.

20. Trade Receivables

	As at 30/9/2022 RM'000	As at 31/12/2021 RM'000
External parties	13,723	13,207
Less: Allowance for impairment loss	(952)	(956)
Trade receivables, net	<u>12,771</u>	<u>12,251</u>

The Group's normal trade credit term extended to customers ranges from 30 to 120 days. (2021: 30 to 120 days).

Ageing analysis of trade receivables:

	As at 30/9/2022 RM'000	As at 31/12/2021 RM'000
Current	11,469	11,692
1 to 90 days past due	1,001	38
91 to 120 days past due	22	6
More than 121 days past due	279	515
	1,302	559
Impaired individually		
Brought forward	956	940
Impairment loss during the period	-	17
Written off	-	-
Reversal of impairment loss	(4)	(1)
	952	956
	<u>13,723</u>	<u>13,207</u>

Trade receivables that are past due but not impaired are creditworthy debtors who, by past trade practices, have paid after the expiry of the trade credit terms and the Group is currently still in active trading with the debtors. The Group does not anticipate recovery problem in respect of these debtors.

21. Group borrowings and debt securities

Group Borrowings as at 30 Sep 2022	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings			
Bank overdraft	498	1,723	2,221
Revolving credit	-	3,900	3,900
Bankers' acceptance	207	6,988	7,195
Hire purchase loans	234	-	234
Lease liabilities	-	62	62
Term loans	2,904	-	2,904
	<u>3,843</u>	<u>12,673</u>	<u>16,516</u>
Long term borrowings			
Hire purchase loans	422	-	422
Term loans	6,512	-	6,512
	<u>6,934</u>	<u>-</u>	<u>6,934</u>
Total Borrowings	<u>10,777</u>	<u>12,673</u>	<u>23,450</u>

Group Borrowings as at 31 Dec 2021	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings			
Bank overdraft	1,376	1,243	2,619
Revolving credit	-	5,200	5,200
Bankers' acceptance	9,179	8,004	17,183
Hire purchase loans	230	-	230
Lease liabilities	-	51	51
Term loans	2,913	-	2,913
	<u>13,698</u>	<u>14,498</u>	<u>28,196</u>
Long term borrowings			
Hire purchase loans	590	-	590
Lease liabilities	-	11	11
Term loans	17,788	-	17,788
	<u>18,378</u>	<u>11</u>	<u>18,389</u>
Total Borrowings	<u>32,076</u>	<u>14,509</u>	<u>46,585</u>

The above Group borrowings are denominated in Ringgit Malaysia.

22. Material pending litigation

There were no material litigations pending since the last annual financial statement.

23. Dividend

There was no dividend declared or recommended for the current quarter.

24. Earnings per share (“EPS”)

	Current year quarter 30/09/2022 RM'000	Preceding year corresponding quarter 30/09/2021 RM'000	Cumulative Quarter Current year to date 30/09/2022 RM'000	Cumulative Quarter Preceding year to date 30/09/2021 RM'000
Profit attributable to owners of the Company (RM'000)	5,957	3,522	10,148	5,667
Weighted average number of ordinary shares for basic EPS ('000)	191,416	191,416	191,416	191,416
Basic EPS (sen)	3.11	1.84	5.30	2.96

25. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 22 Nov 2022.