



JOHORE TIN BERHAD
(Company No. 532570-V)
(Incorporated in Malaysia)
AND ITS SUBSIDIARY COMPANIES

QUARTERLY REPORT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019

(UNAUDITED)

This Report is dated 24th February 2020.

**QUARTERLY REPORT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019**

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED)

	NOTE	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Period Quarter 31-12-2019 RM'000	Preceding Period Corresponding Quarter 31-12-2018 RM'000	Current Year- To-Date 31-12-2019 RM'000	Preceding Year- To-Date 31-12-2018 RM'000
REVENUE		152,657	158,690	578,679	502,667
Cost of sales		(122,719)	(131,464)	(471,801)	(417,167)
GROSS PROFIT		29,938	27,226	106,878	85,500
Net other incomes		993	1,188	5,001	3,554
Administrative expenses		(7,140)	(5,840)	(24,572)	(20,894)
Selling and distribution expenses		(6,208)	(4,408)	(23,357)	(19,175)
Net (loss)/gain on foreign exchange and financial instruments		(786)	1,163	(218)	689
Finance costs		(695)	(472)	(2,456)	(1,327)
Share of associate profit		1,372	4	1,372	4
PROFIT BEFORE TAX		17,474	18,861	62,648	48,351
Income tax expense	B6	(4,812)	(5,841)	(13,246)	(11,786)
PROFIT FOR THE PERIOD/YEAR		12,662	13,020	49,402	36,565
Non-controlling interest		148	184	(821)	(341)
PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY		12,810	13,204	48,581	36,224
OTHER COMPREHENSIVE INCOME					
Foreign currency translation		235	-	(77)	491
Total other comprehensive income for the period/year		235	-	(77)	491
COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD/YEAR	B7	13,045	13,204	48,504	36,715
Profit after tax attributable to:					
Owners of the Company		12,810	13,204	48,581	36,224
Non-controlling interest		(148)	(184)	821	341
		12,662	13,020	49,402	36,565
Total comprehensive income attributable to:					
Owners of the Company		13,045	13,204	48,504	36,715
Non-controlling interest		(148)	(184)	821	341
		12,897	13,020	49,325	37,056
Earnings per share (sen):					
- Basic	B9	4.13	4.25	15.65	11.67

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019 (UNAUDITED)**

	NOTE	As at 31 December 2019 (Unaudited) RM'000	As at 31 December 2018 (Audited) RM'000
<u>ASSETS</u>			
<i>Non-Current Assets</i>			
Property, plant and equipment		132,703	125,139
Investment properties		1,154	-
Investment in an associate		24,435	8,275
Goodwill on consolidation		10,650	10,650
Rights to use assets		7,733	-
Other investment		17	17
Deferred tax assets		271	-
		176,963	144,081
<i>Current Assets</i>			
Inventories		103,823	118,743
Trade receivables		167,451	99,135
Other receivables		1,511	4,071
Amount owing by an associate		24	23
Amount owing by related companies		2,074	4,225
Derivative financial assets	B12	312	-
Tax recoverable		13,158	3,474
Cash and cash equivalents		78,378	70,090
		366,731	299,761
TOTAL ASSETS		543,694	443,842
<u>EQUITY AND LIABILITIES</u>			
<i>Share Capital and Reserves</i>			
Share capital		176,816	176,816
Cumulative retained earnings		164,387	137,539
Other components of equity		(77)	-
Equity Attributable to Owners of the Company		341,126	314,355
Non-controlling interest		4,423	640
TOTAL EQUITY		345,549	314,995

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019 (UNAUDITED) (cont'd)

		As at 31 December 2019 (Unaudited) RM'000	As at 31 December 2018 (Audited) RM'000
<i>EQUITY AND LIABILITIES (cont'd)</i>			
<i>Non-Current Liabilities</i>			
Long-term borrowings	B10	5,737	1,987
Retirement benefits		666	383
Deferred tax		7,917	7,347
<i>Total Non-Current Liabilities</i>		14,320	9,717
<i>Current Liabilities</i>			
Trade payables		104,899	64,434
Other payables		15,390	18,160
Amount owing to directors		66	180
Short-term borrowings	B10	48,605	30,424
Retirement benefits		-	300
Derivative financial assets	B12	-	901
Income tax		14,057	4,731
Bank overdraft		808	-
<i>Total Current Liabilities</i>		183,825	119,130
<i>TOTAL LIABILITIES</i>		198,145	128,847
<i>TOTAL EQUITY AND LIABILITIES</i>		543,694	443,842
		RM	RM
<i>Net Assets (NA) per share attributable to ordinary equity holders of the Company</i>		1.10	1.01

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED)**

	<u>Share Capital</u> RM'000	<u>Non- Distributable Reserves</u> Foreign Translation Reserve RM'000	<u>Distributable</u> Retained Earnings RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance at 1 January 2019	176,816	-	137,539	314,355	640	314,995
Total comprehensive income for the year	-	(77)	48,581	48,504	821	49,325
Acquisition of subsidiary by NCI	-	-	-	-	2,962	2,962
Dividend paid	-	-	(21,733)	(21,733)	-	(21,733)
Balance at 31 December 2019	176,816	(77)	164,387	341,126	4,423	345,549
Balance at 1 January 2018	176,816	(491)	113,734	290,059	54	290,113
Total comprehensive income for the year	-	491	36,224	36,715	341	37,056
Acquisition of subsidiary by NCI	-	-	-	-	245	245
Dividend paid	-	-	(12,419)	(12,419)	-	(12,419)
Balance at 31 December 2018	176,816	-	137,539	314,355	640	314,995

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED)**

	NOTE	Current Year-To-Date 31-12-2019 RM'000	Preceding Year-To-Date 31-12-2018 RM'000
Net cash from operating activities	B14	47,932	41,576
Net cash used in investing activities	B14	(29,527)	(31,477)
Net cash used in financing activities	B14	(10,392)	(25,974)
Net increase/(decrease) in cash and cash equivalents		8,013	(15,875)
Adjustment for foreign exchange differentials		(533)	506
Cash and cash equivalents as of beginning of year		70,081	85,450
Cash and cash equivalents as of end of year		77,561	70,081

Cash and cash equivalents at the end of the financial reporting year comprise the following:

	Current Year-To-Date 31-12-2019 RM'000	Preceding Year-To-Date 31-12-2018 RM'000
Cash and bank balances	78,378	70,090
Bank overdraft	(808)	-
Earmarked bank balance	(9)	(9)
	77,561	70,081

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes to the quarterly report.

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED)**

**PART A
EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134:
INTERIM FINANCIAL REPORTING (“MFRS 134”)**

A1. Basis of Preparation

The unaudited condensed interim financial statements for the fourth quarter ended 31 December 2019 have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and with IAS 34 *Interim Financial Reporting*, and the applicable disclosure provisions on paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”), and should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2018.

These condensed consolidated interim financial statements are prepared under the historical cost convention and modified to include other bases of valuation as disclosed under significant accounting policies, and in compliance with MFRSs, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group for these unaudited condensed interim financial statements are consistent with those in the audited financial statements for the financial year ended 31 December 2018.

a) The Group has adopted the following applicable new/revised accounting standards (“MFRSs”) and Issues Committee Interpretations (including consequential amendments) (“IC Int.”):

MFRS 16 *Leases*

IC Interpretation 23 *Uncertainty Over Income Tax Treatments*

Amendments to MFRS 9 *Prepayment Features with Negative Compensation*

Amendments to MFRS 119 *Plan Amendment, Curtailment or Settlement*

Amendments to MFRS 128 *Long-term Interests in Associates and Joint Ventures*

Annual Improvements to MFRS Standards 2015 – 2017 Cycles

The adoption of the above MFRSs and IC Int. did not have any material impact on the Group’s financial statements.

b) The Group has not applied in advance the following applicable new/revised MFRS and IC Int that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial period:

MFRS and IC Interpretations	Effective Date
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7 <i>Interest Rate Benchmark Reform</i>	1 January 2020
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

The above MFRSs and IC Int. is expected to have no material impact on the Group’s financial statements upon their initial application.

NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)

A3. Audit Qualification

There was no qualification on the annual audited financial statements of the Group for the year ended 31 December 2018.

A4. Seasonal or Cyclical Factors

The Group's operations are not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial reporting period/year under review.

A6. Debt and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayment of debts and equity securities for the current financial reporting period/year.

A7. Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial reporting period/year that have a material effect in the current interim period.

A8. Dividend Paid

The second and third interim dividends of 1.5 sen and 2 sen in respect of the financial year ended 31 December 2019, amounting to RM4,657,063 and RM6,209,420, had been paid on 14 October 2019 and 30 December 2019 to the depositors registered in the Record of Depositors at the close of business on 25 September 2019 and 17 December 2019 respectively.

A9. Subsequent Material Events

There were no material events subsequent to the end of the current financial reporting period/year that have not been reflected in the financial statements for the current interim period.

A10. Contingent Liabilities

	THE COMPANY	
	31-12-2019	31-12-2018
	RM'000	RM'000
Corporate guarantee given to licensed banks for banking facilities	44,717	19,106
Deed guarantee given to a customer for products sold	-	29
Deed guarantee given to suppliers for products purchased	2,790	5,917

A11. Changes in the Composition

There are no changes in the composition of the Group for the current financial reporting period under review.

A12. Operating Segments

a) Business Segments

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products, and are managed separately because they require different technology and marketing strategies.

The following summary describes the operations in each of the Group's reportable segments:

- 1) Investment Holding - *Investment holding and provision of management services.*
- 2) Tin Manufacturing - *Manufacturing of various tins, cans and other containers.*
- 3) Food and Beverage - *Manufacturing and selling of milk and related dairy products.*

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)**

A12. Operating Segments (Cont'd)

a) Business Segments (Cont'd)

THE GROUP	Investment Holding	Tin Manufacturing	Food & Beverage	Group
	RM'000	RM'000	RM'000	RM'000
<u>31 December 2019</u>				
External revenue	-	131,110	447,569	578,679
Inter-segment revenue	-	22,725	48,525	71,250
Dividend and management fees	20,221	-	-	20,221
Total revenues	20,221	153,835	496,094	670,150
Segments (loss)/profit before tax	(1,789)	18,338	46,099	62,648
Segment assets	14,908	140,532	388,254	543,694
<u>31 December 2018</u>	RM'000	RM'000	RM'000	RM'000
External revenue	-	117,021	385,646	502,667
Inter-segment revenue	-	22,662	40,869	63,531
Dividend and management fees	15,088	-	-	15,088
Total revenues	15,088	139,683	426,515	581,286
Segments (loss)/profit before tax	(1,712)	15,564	34,499	48,351
Segment assets	25,690	142,101	276,051	443,842

A13. Related Party Transactions

The amount owing to directors are unsecured, interest free advances and repayable on demand. Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operation decisions. The related parties and their relationship with the Company are as follows:

	THE GROUP	
	31-12-2019	31-12-2018
	RM	RM
<i>Directors of the Companies</i>		
- Rental of factory	619,200	640,800
- Rental of hostel	3,000	12,000
<i>Related Companies</i>	RM	RM
- Sales of goods	8,177,882	7,478,776
- Purchases of goods	714,369	385,288

A related party of a Director had entered into a tenancy agreement with the Group's subsidiary, agreed upon renewal in every two (2) years at a renewed monthly factory rental of RM56,760, and shall expire on 31 December 2021.

The directors of the Group and the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that are not less favourable than those arranged with independent third parties.

[End of Part A]

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)**

**PART B
EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF THE
BURSA SECURITIES**

B1. Review of Group Performance

a) Current Year Quarter compared with Preceding Year Corresponding Quarter

The Group recorded a revenue of RM152.66 million and profit before tax of RM17.47 million for the fourth quarter as compared to preceding year corresponding quarter of RM158.69 million and profit before tax of RM18.86 million respectively. The revenue decreased by RM6.03 million and the profit before tax decreased by RM1.39 million respectively as compared to the fourth quarter of the preceding year.

For the tin cans manufacturing segment, revenue decreased by RM3.33 million from RM33.30 million to RM29.97 million mainly due to lower sales in the printing of tinplates services. Profit before tax increased by RM4.56 million from RM3.13 million in the preceding year corresponding quarter to RM7.69 million. This is mainly due to lower operations and administrative costs resulting from consolidation of operations.

For the F&B segment, revenue decreased by RM2.70 million from RM125.39 million to RM122.69 million mainly due to lower sales from dairy products. The profit before tax decreased by RM5.22 million from RM15.19 million to RM9.97 million for the current quarter, mainly due to increases in allowance for doubtful debts and marketing expenses in the current quarter as compared to the preceding year corresponding quarter.

b) Current Year-To-Date compared with Preceding Year-To-Date

The Group has recorded a revenue of RM578.68 million and profit before tax of RM62.65 million for the 12 months' ended 31 December 2019 as compared to preceding year-to-date of RM502.67 million and RM48.35 million respectively. The Group's revenue increased by RM76.01 million and the profit before tax increased by RM14.30 million respectively as compared to preceding year-to-date.

For the tin cans manufacturing segment, revenue increased by RM14.09 million from RM117.02 million to RM131.11 million mainly due to higher sales in the printing of tinplates services. Profit before tax increased by RM4.56 million from RM13.78 million to RM18.34 million. This is mainly due to increases in gain on disposal of machineries and realised gain on foreign exchange during the year.

For the F&B segment, revenue increased by RM61.92 million from RM385.65 million to RM447.57 million mainly due to higher sales from dairy products. The profit before tax increased by RM9.82 million from RM36.28 million to RM46.10 million, mainly due to higher sales and better margin in the current year under review as compared to the preceding year-to-date.

B2. Variation of Results against Preceding Quarter

For the current quarter under review, the Group's profits before tax decreased by RM2.69 million to RM17.47 million as compared to profit before tax of RM20.16 million in the preceding quarter ended 30 September 2019.

a) Tin Cans Manufacturing Segment

Profit before tax increased by RM1.59 million from RM6.10 million to RM7.69 million mainly due to realised gain on foreign exchange despite lower sales from the printing of tinplates services.

b) F&B Segment

Profit before tax decreased by RM4.93 million from RM14.90 million in the previous quarter as compared to the current quarter's profit before tax of RM9.97 million, mainly due to increase in allowance for doubtful debts and lowered by unrealised foreign exchange losses in the current quarter under review.

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)**

B3. Prospects of the Group

a) Tin Manufacturing Industry

Tin manufacturing industry will remain challenging due to an increasingly competitive market. Raw material prices are currently less volatile and this will help to maintain the stability in the market in the near future.

b) F&B Industry

Demand is expected to remain strong although we foresee a very competitive market. This segment will continue to be profitable despite volatility in raw materials prices and uncertainties in global economies.

B4. Revenue or Profit Estimates

This is not applicable to the Group for the current financial reporting period/year under review.

B5. Profit Forecast or Profit Guarantee

The profit forecast is not applicable to the Group for the current financial reporting period/year.

B6. Tax Expense

	Individual Quarter		Cumulative Quarter	
	31-12-2019	31-12-2018	31-12-2019	31-12-2018
Current period/year:	RM'000	RM'000	RM'000	RM'000
- Income tax	5,202	6,519	14,057	12,521
- Under/(Over) provision of income tax	-	141	(1,113)	145
- Deferred tax	(390)	(223)	302	(284)
- Over provision of deferred tax	-	(596)	-	(596)
	4,812	5,841	13,246	11,786

B7. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Included in the Statement of Profit or Loss and Other Comprehensive Income are as follows:

	Individual Quarter		Cumulative Quarter	
	31-12-2019	31-12-2018	31-12-2019	31-12-2018
	RM'000	RM'000	RM'000	RM'000
Interest income	243	341	901	960
Other income	1,344	847	3,895	2,594
Interest expense	(695)	(472)	(2,456)	(1,327)
Depreciation and amortisation	(4,991)	(2,412)	(12,213)	(10,022)
Gain/(Loss) on disposal of property, plant and equipment	135	(52)	935	(43)
Realised foreign exchange gain/(loss)	358	(383)	(251)	4,897
Unrealised foreign exchange (loss)/gain	(1,260)	748	(1,151)	529
Gain/(Loss) on derivatives financial instruments	319	798	1,213	(4,737)
Exceptional items	-	-	-	-

B8. Status of Corporate Proposals and Utilisation of Proceeds Raised from Rights Issue

There are no corporate proposals and utilisation of proceeds raised from rights issue announced for the current financial reporting period/year.

NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)

B9. Earnings Per Share

The basic earnings per share is calculated based on the net profit divided by the weighted average number of ordinary shares in issues during the financial reporting period/year which is as follows:

	Individual Quarter		Cumulative Quarter	
	31-12-2019	31-12-2018	31-12-2019	31-12-2018
Profit for the period/year (RM'000)	12,810	13,204	48,581	36,224
Weighted average number of ordinary shares ('000 shares)	310,473	310,473	310,473	310,473
Basic Earnings per Share (Sen)	4.13	4.25	15.65	11.67

The diluted earnings per share is not applicable to the Group as there are no dilutive potential ordinary shares during the financial reporting period/year under review.

B10. Loan and Borrowings

The Group's bank loan and borrowings as at the end of the financial reporting year are as follows:

	THE GROUP	
	31-12-2019 RM'000	31-12-2018 RM'000
Current portion:		
Term loans	637	605
Short-term banking facilities	28,686	19,947
Revolving credit	16,000	9,800
Hire purchase payables (see Note B11 below)	-	72
Lease liabilities (under MFRS 16)	3,282	-
	48,605	30,424
Non-current portion:		
Term loans	1,218	1,851
Hire purchase payables (see Note B11 below)	-	136
Lease liabilities (under MFRS 16)	4,519	-
	5,737	1,987
Total Loan and Borrowings	54,342	32,411

Except for the term loans and hire purchase facilities, the Group's other banking facilities (all pertaining to certain subsidiary companies) are secured by way of corporate guarantee issued by the Company.

B11. Hire Purchase Payables

The Group's hire purchase payables as at the end of the financial reporting year are as follows:

	THE GROUP	
	31-12-2019 RM'000	31-12-2018 RM'000
Minimum hire purchase payments	-	226
Less: Future finance charges	-	(18)
Present value of hire purchase payables	-	208
Less: Current portion (see Note B10 above)	-	(72)
Non-current portion (see Note B10 above)	-	136

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)**

B12. Derivative Financial Instruments

As at 31 December 2019, the Group has entered into the short-term foreign currency forward contract, to hedge its purchases denominated in foreign currency so as to limit the exposure to fluctuations in foreign exchange rates. The details of the foreign currency forward contracts are as follows:

Type of Derivatives	THE GROUP	
	31-12-2019	31-12-2018
<i>Forward Contracts (US Dollar)</i>	RM'000	RM'000
Contract/Notional Value	17,608	28,538
Less: Fair Value	(17,920)	(27,637)
(Gain)/Loss on Fair Value Changes	(312)	901

All contracts entered by the Group are executed with creditworthy financial institutions in Malaysia. As a result, the credit risk or the risk of counterparties defaulting is minimal. The Group also has a low liquidity risk as it maintains sufficient fund to settle the entire derivative financial instruments when they fall due.

However, the Group is subject to market risk in term of foreign currency, on sales and purchases that are denominated in foreign currency other than Ringgit Malaysia. The Group maintains a natural hedge, whenever is possible, by matching the receivables and the payables in the same currency, any unmatched balances will be hedged by the forward foreign currency contracts.

B14. Notes to the Condensed Consolidated Statement of Cash Flows

The details of major components in the Statement of Cash Flows comprises as follows:

	THE GROUP	
	31-12-2019	31-12-2018
	RM'000	RM'000
a) Cash Flows from Operating Activities		
Decrease in inventories	14,919	64,006
Increase in trade and other receivables	(58,215)	(46,568)
Increase in trade and other payables	37,587	33,196
Income tax paid	(16,716)	(8,774)
Income tax refund	3,344	111
b) Cash Flows from Investing Activities		
Proceeds from disposal of property, plant and equipment	1,216	26
Purchase of property, plant and equipment	(18,916)	(23,402)
c) Cash Flows from Financing Activities		
Dividend paid	(21,733)	(13,971)
Net drawdown/(repayment) of short-term borrowings	9,213	(4,080)
Repayment of term loan	(602)	(1,886)
Net repayment of hire purchase payables	(75)	(70)
Net repayment of prepaid lease payment	(3,396)	-
Net drawdown/(repayment) of revolving credit	6,200	(5,967)

**NOTES TO THE FINANCIAL INFORMATION
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2019 (UNAUDITED) (cont'd)**

B15. Proposed Dividend

During the current quarter under review, the Board of Directors is pleased to declare a first interim dividend of 1.4 sen per ordinary share in respect of the financial year ending 31 December 2020. The date of payment and book closure of the said interim dividend will be determined at a later date.

B16. Material Litigations

There were no pending material litigations since the date of last audited annual statement of financial position.

B17. Authorisation for Issue

The fourth quarter unaudited financial statements were authorised for issue by the Board of Directors in accordance to the Board of Directors meeting held on 24 February 2020.

[End of Report]