

CAB CAKARAN CORPORATION BERHAD
(583661-W)
(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED
30 SEPTEMBER 2021

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER 3 months ended 30 September		CUMULATIVE QUARTER 12 months ended 30 September	
		2021	2020	2021	2020
		RM'000 (Unaudited)	RM'000 (Unaudited)	RM'000 (Unaudited)	RM'000 (Audited)
Revenue	9	409,204	446,863	1,718,860	1,680,488
Cost of sales		(401,896)	(412,283)	(1,632,457)	(1,566,696)
Gross profit		7,308	34,580	86,403	113,792
Other income		4,052	7,279	21,138	22,297
Distribution costs		(14,860)	(15,043)	(60,654)	(60,789)
Administrative expenses		(11,325)	(13,732)	(48,509)	(50,034)
Other expenses		(1,141)	(33)	(1,219)	(127)
(Loss)/profit from operations	9	(15,966)	13,051	(2,841)	25,139
Investment revenue		171	189	505	665
Other gains and losses		6,232	(2,986)	(9,418)	(6,975)
Finance costs		(4,340)	(4,936)	(17,538)	(21,812)
Share of result in joint venture		(286)	202	(1,064)	(653)
Share of result in an associate		1	(14)	6	(1)
(Loss)/profit before taxation		(14,188)	5,506	(30,350)	(3,637)
Tax expense	19	(1,676)	(2,431)	(5,867)	(7,494)
(Loss)/profit for the period/year	26	(15,864)	3,075	(36,217)	(11,131)
Other Comprehensive (loss)/income					
Items that will be reclassified subsequently to profit or loss:					
Exchange difference on translating foreign operations		(289)	(674)	826	104
Total comprehensive (loss)/income for the period/year		(16,153)	2,401	(35,391)	(11,027)
(Loss)/profit attributable to:					
Owners of the Company		(9,566)	5,671	(20,160)	2,760
Non-controlling interests		(6,298)	(2,596)	(16,057)	(13,891)
		(15,864)	3,075	(36,217)	(11,131)
Total comprehensive (loss)/income attributable to:					
Owners of the Company		(9,688)	5,375	(19,795)	2,806
Non-controlling interests		(6,465)	(2,974)	(15,596)	(13,833)
		(16,153)	2,401	(35,391)	(11,027)
(Loss)/earning per ordinary share (sen):					
Basic	25	(1.39)	0.82	(2.92)	0.41

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial report.

CAB CAKARAN CORPORATION BERHAD (583661-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		As at 30 September 2021	As at 30 September 2020
		RM'000	RM'000
	Note	(Unaudited)	(Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment		679,399	693,310
Investment properties		110,849	109,956
Right of use assets		85,685	84,059
Other intangible asset		8,605	9,638
Goodwill		6,219	6,219
Bearer plants		298	-
Investment in a joint venture		243	1,290
Interest in an associate		269	264
Other financial asset	22	1,872	1,531
Deferred tax assets		126	23
Total non-current assets		893,565	906,290
Current Assets			
Biological assets		85,432	93,063
Inventories		72,968	67,390
Trade and other receivables	27	193,818	189,443
Other assets		16,626	16,562
Current tax assets		2,512	2,799
Short-term deposits with licensed banks		19,660	28,861
Cash and bank balances		49,049	74,435
Total current assets		440,065	472,553
TOTAL ASSETS		1,333,630	1,378,843
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		140,679	140,679
Treasury shares		(69)	(69)
Reserves		1,596	1,231
Retained earnings		298,359	318,519
Equity attributable to owners of the Company		440,565	460,360
Non-controlling interests		119,994	122,313
Total equity		560,559	582,673
NON-CURRENT LIABILITIES			
Borrowings	21	235,140	268,604
Lease liabilities		9,418	7,861
Provisions		1,122	-
Deferred revenue		190	93
Deferred tax liabilities		38,699	43,176
Total non-current liabilities		284,569	319,734

(FORWARD)

CAB CAKARAN CORPORATION BERHAD (583661-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Cont'd)

		As at 30 September 2021 RM'000 (Unaudited)	As at 30 September 2020 RM'000 (Audited)
CURRENT LIABILITIES			
Trade and other payables		208,103	211,548
Borrowings	21	274,649	256,786
Lease liabilities		2,104	2,512
Provisions		1,067	-
Other financial liability	22	-	1
Deferred revenue		109	1,019
Current tax liabilities		2,470	4,570
Total current liabilities		488,502	476,436
TOTAL LIABILITIES		773,071	796,170
TOTAL EQUITY AND LIABILITIES		1,333,630	1,378,843
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.64	0.67

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial report.

CAB CAKARAN CORPORATION BERHAD (583661-W)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

Twelve (12) Months Ended 30 September 2021

	----- Attributable to owners of the Company ----->					Total RM'000	Non- Controlling interest RM'000	Total Equity RM'000
	<----- Non-distributable ----->		----- Distributable ----->					
	Share Capital RM'000	Treasury Shares RM'000	Revaluation reserve RM'000	Translation reserve RM'000	Retained earnings RM'000			
As at 1 October 2020	140,679	(69)	82	1,149	318,519	460,360	122,313	582,673
Loss for the year	-	-	-	-	(20,160)	(20,160)	(16,057)	(36,217)
Other comprehensive income	-	-	-	365	-	365	461	826
Total comprehensive income/(loss) for the year	-	-	-	365	(20,160)	(19,795)	(15,596)	(35,391)
Subscription of shares by non-controlling interest in a subsidiary	-	-	-	-	-	-	13,500	13,500
Dividend paid to non-controlling interest of subsidiaries	-	-	-	-	-	-	(223)	(223)
Balance as at 30 September 2021	140,679	(69)	82	1,514	298,359	440,565	119,994	560,559

(FORWARD)

CAB CAKARAN CORPORATION BERHAD (583661-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Cont'd)
(The figures have been audited)

Twelve (12) Months Ended 30 September 2020

	----- Attributable to owners of the Company ----->					Total RM'000	Non- Controlling interest RM'000	Total Equity RM'000
	←----- Non-distributable ----->		Distributable					
	Share Capital RM'000	Treasury Shares RM'000	Revaluation reserve RM'000	Translation reserve RM'000	Retained earnings RM'000			
As at 1 October 2019	135,270	(69)	82	1,103	317,484	453,870	139,833	593,703
Profit/(loss) for the year	-	-	-	-	2,760	2,760	(13,891)	(11,131)
Other comprehensive income	-	-	-	46	-	46	58	104
Total comprehensive income/(loss) for the year	-	-	-	46	2,760	2,806	(13,833)	(11,027)
Exercise of share warrants for 31,816,446 new ordinary shares at RM0.17 per ordinary share	5,409	-	-	-	-	5,409	-	5,409
Dividend paid to non-controlling interest of subsidiaries	-	-	-	-	-	-	(3,687)	(3,687)
Dividend paid	-	-	-	-	(1,725)	(1,725)	-	(1,725)
Balance as at 30 September 2020	140,679	(69)	82	1,149	318,519	460,360	122,313	582,673

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial report.

CAB CAKARAN CORPORATION BERHAD (583661-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended 30 September 2021 RM'000 (Unaudited)	12 months ended 30 September 2020 RM'000 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(30,350)	(3,637)
Adjustments for:		
Depreciation and amortization of non-current assets	53,081	54,823
Interest expenses	16,101	20,373
Loss on fair value adjustment of biological assets	7,393	897
Net remeasurement of allowance for expected credit loss	1,260	(1,552)
Share of result in a joint venture	1,064	653
Impairment loss recognised on receivables	1,045	4,053
Property, plant and equipment written off	525	3,070
Bad debts written off	103	349
Allowance of Inventories written down	24	55
Gain on fair value adjustment of investment properties	(893)	(1,993)
Gain on disposal of property, plant and equipment	(515)	(11)
Reversal of impairment loss recognised on receivables	(395)	(636)
Interest income	(395)	(553)
Net fair value (gain)/loss on derivative financial asset/ (liability)	(342)	792
Gain on forgiven and modification lease payments	(203)	(80)
Net unrealized gain on foreign exchange	(114)	(666)
Amortization and realization of deferred revenue	(103)	(45)
Share of result in an associate	(6)	1
Bad debt recovered	(1)	(5)
Loss on revaluation of property, plant and equipment	-	1,046
Inventories written off	-	513
Other financial assets written off	-	37
Deposit written off	-	2
	47,279	77,486
Movement in working capital:		
Inventories	(5,570)	(19,690)
Biological assets	237	(7,302)
Trade and other receivables	(6,006)	(1,231)
Other assets	466	2,579
Trade and other payables	(2,950)	5,261
Provisions	1,067	-
Deferred revenue	(725)	1,123
Cash generated from operations	33,798	58,226
Interest received	160	215
Interest paid	(16,210)	(19,765)
Net of income tax paid and refunded	(12,305)	(8,512)
Interest paid on lease liabilities	(679)	-
Net cash generated in operating activities	4,764	30,164

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)

	12 months ended 30 September 2021 RM'000 (Unaudited)	12 months ended 30 September 2020 RM'000 (Unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of non-current assets	1,026	62
Interest received	247	361
Payments for non-current assets	(29,260)	(48,141)
(Increase)/ decrease in other assets for acquisition of non-current assets	(444)	4,387
Payment for bearer plants	(298)	-
Payment for right-of-use assets	(110)	-
Net cash used in investing activities	(28,839)	(43,331)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net change in short-term borrowings	25,938	42,174
Proceed from issuance of shares by a subsidiary to non-controlling interests	13,500	-
Advance from directors	80	7
Net change in long-term loans	(39,540)	21,733
Net change in hire-purchase	(9,794)	(9,222)
Net change in lease liabilities	(3,016)	(3,174)
Short-term deposits pledged as securities	(227)	(35)
Dividend paid to non-controlling interest of a subsidiary	(223)	(3,687)
Proceeds from Warrants exercise	-	5,409
Advances granted from a joint venture	-	38
Dividend paid	-	(1,725)
Net cash (used in)/generated from financing activities	(13,282)	51,518
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(37,357)	38,351
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	91,824	53,530
Effect of foreign exchange rate changes	512	(57)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	54,979	91,824
REPRESENTED BY:-		
Short-term deposits with licensed banks	19,660	28,861
Cash and bank balances	49,049	74,435
Bank overdrafts classified as cash equivalents	(3,888)	(1,857)
	64,821	101,439
Less: Short-term deposits pledged as securities	(9,842)	(9,615)
	54,979	91,824

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to the interim financial report.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30
SEPTEMBER 2021**

PART A : EXPLANATORY NOTES AS PER FRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting issued by Malaysian Accounting Standards Board (“MASB”), International Accounting Standard (“IAS”) 34: Interim Financial Reporting issued by International Accounting Standards Board (“IASB”), paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 30 September 2020. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 September 2020.

2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the financial statements for the year ended 30 September 2020, except for the adoption of the following new Malaysian Financial Reporting Standards (MFRSs), Amendments to MFRSs and Interpretation during the current financial period.

Amendments to MFRS 3	Definition of a Business (Amendments to MFRS 3)
Amendments to MFRS 9, MFRS 139 and MFRS 7	Interest Rate Benchmark Reform
Amendment to MFRS 16	Covid-19 Related Rent Concessions
Amendments to MFRS 101	Definition of Material
Amendments to MFRS 108	Definition of Material

The adoption of the above Standards and Interpretation does not have any significant impact to the Group.

Standards and IC Interpretations in issue but not yet effective

The new and revised standards and Amendments which were in issue but not yet effective and not earlier adopted by the Group are as listed below:

Amendments to MFRS 3	Reference to the Conceptual Framework (Amendments to MFRS 3) ^(c)
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform Phase 2 ^(a)
Amendments to MFRS 10 and MFRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ^(e)
Amendment to MFRS 16	Covid-19-Related Rent Concessions beyond 30 June 2021 ^(b)
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current ^(d)
Amendments to MFRS 101	Disclosure of Accounting Policies ^(d)
Amendments to MFRS 108	Definition of Accounting Estimates ^(d)
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction ^(d)
Amendments to MFRS 116	Proceeds Before Intended Use ^(c)
Amendments to MFRS 137	Onerous Contracts-cost of Fulfilling a Contract ^(c)
Annual Improvements to MFRS Standards 2018-2020 ^(c)	

(FORWARD)

2. Changes in Accounting Policies (Cont'd)

Standards and IC Interpretations in issue but not yet effective (Cont'd)

The new and revised standards and Amendments which were in issue but not yet effective and not earlier adopted by the Group are as listed below: (Cont'd)

- (a) Effective for annual periods beginning on or after 1 January 2021
- (b) Effective for annual periods beginning on or after 1 April 2021
- (c) Effective for annual periods beginning on or after 1 January 2022
- (d) Effective for annual periods beginning on or after 1 January 2023
- (e) Effective date to be determined by the MASB

The Directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group and of the Company when they become effective and that the adoption of these Standards and Amendments will have no material impact on the financial statements of the Group and of the Company in the period of initial application.

3. Audit opinion

The auditors' report on the financial statements of the Group for the financial year ended 30 September 2020 was not subject to any audit qualification.

4. Seasonal or cyclical factors

The Group's financial performance in the current quarter was not significantly affected by any seasonal or cyclical factor.

5. Unusual items

There were no unusual nature and amount of items affecting assets, liabilities, equity, net income or cash flows of the Group in the current quarter ended 30 September 2021.

6. Material change in estimates

There were no material change in estimates of amounts reported in the prior quarter and/ or financial year that have a material effect on the Group in the current quarter ended 30 September 2021.

7. Changes in debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities by the Company for the year ended 30 September 2021.

At the Annual General Meeting of the Company held on 25 March 2021, the shareholders of the Company had approved the Proposed Renewal of Share Buy Back Authority for the Company to purchase its own ordinary shares of RM0.50 each as may be determined by the Directors of the Company up to a maximum of 10% of the issued and paid up capital of the Company. The mandate will expire upon the conclusion of the next Annual General Meeting of the Company.

The Company did not repurchase any shares during the current quarter under review.

As at 30 September 2021, a total of 545,500 shares were repurchased and held as treasury shares and carried at cost of RM69,304.

8. Dividends paid

There were no dividends paid during the current year to date.

9. Segmental information

The analysis of contribution by business activities of the Group is as follows:-

	Investment holding RM'000	Integrated poultry RM'000	Supermarket RM'000	Fast Food RM'000	Eliminations RM'000	Consolidated RM'000
Three (3) Months ended 30 September 2021						
Segment revenue						
External revenue	-	375,290	33,730	184	-	409,204
Inter-segment revenue	3,090	3,903	19	138	(7,150)	-
Total revenue	3,090	379,193	33,749	322	(7,150)	409,204
Segment results	2,584	(14,734)	778	(87)	(4,507)	(15,966)
Twelve (12) Months ended 30 September 2021						
Segment revenue						
External revenue	-	1,583,195	134,646	1,019	-	1,718,860
Inter-segment revenue	4,550	15,783	22	592	(20,947)	-
Total revenue	4,550	1,598,978	134,668	1,611	(20,947)	1,718,860
Segment results	3,067	2,930	2,700	(367)	(11,171)	(2,841)
As at 30 September 2021						
Segment assets	123,448	1,240,129	28,643	947	(81,835)	1,311,332
Interest revenue producing assets						19,660
Income tax assets						2,638
Consolidated total assets						1,333,630
Segment liabilities	157	204,781	16,984	196	(5)	222,113
Borrowings						509,789
Income tax liabilities						41,169
Consolidated total liabilities						773,071

(FORWARD)

9. Segmental information (Cont'd)

The analysis of contribution by business activities of the Group is as follows:-

	Investment holding RM'000	Integrated poultry RM'000	Supermarket RM'000	Fast Food RM'000	Eliminations RM'000	Consolidated RM'000
Three (3) Months ended 30 September 2020						
Segment revenue						
External revenue	-	411,062	35,507	294	-	446,863
Inter-segment revenue	6,647	4,389	9	136	(11,181)	-
Total revenue	<u>6,647</u>	<u>415,451</u>	<u>35,516</u>	<u>430</u>	<u>(11,181)</u>	<u>446,863</u>
Segment results	<u>6,328</u>	<u>15,351</u>	<u>218</u>	<u>(154)</u>	<u>(8,692)</u>	<u>13,051</u>
Twelve (12) Months ended 30 September 2020						
Segment revenue						
External revenue	-	1,543,490	135,806	1,192	-	1,680,488
Inter-segment revenue	8,311	16,423	10	609	(25,353)	-
Total revenue	<u>8,311</u>	<u>1,559,913</u>	<u>135,816</u>	<u>1,801</u>	<u>(25,353)</u>	<u>1,680,488</u>
Segment results	<u>6,867</u>	<u>31,528</u>	<u>2,317</u>	<u>(378)</u>	<u>(15,195)</u>	<u>25,139</u>
As at 30 September 2020						
Segment assets	139,138	1,274,315	27,097	1,354	(94,744)	1,347,160
Interest revenue producing assets						28,861
Income tax assets						2,822
Consolidated total assets						<u>1,378,843</u>
Segment liabilities	155	206,077	16,397	410	(5)	223,034
Borrowings						525,390
Income tax liabilities						47,746
Consolidated total liabilities						<u>796,170</u>

(FORWARD)

9. Segmental information (Cont'd)

The analysis of contribution by geographical locations of the Group is as follows:-

	Three (3) Months ended 30 September 2021		Twelve (12) Months ended 30 September 2021	
	RM'000	%	RM'000	%
Revenue				
By Geographical Locations				
Malaysia	348,180	85.09	1,478,095	85.99
Singapore	56,512	13.81	229,127	13.33
Others	4,512	1.10	11,638	0.68
Consolidated	<u>409,204</u>	<u>100.00</u>	<u>1,718,860</u>	<u>100.00</u>

The Directors are of the opinion that all inter-segment transfers have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. Those transfers are eliminated on consolidation.

10. Valuation of property, plant and equipment

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. There were no revaluation of property, plant and equipment for the current quarter under review.

The valuation of land and buildings has been brought forward without any amendment from the previous audited financial statements.

11. Material events subsequent to the end of the interim period

There were no material events which have occurred subsequent to the end of current quarter ended 30 September 2021 until the date of the interim financial report.

12. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial year up to the quarter under review.

13. Changes in contingent liabilities and assets

As at 30 September 2021, the Company had issued corporate guarantees of RM829.56 million (30 September 2020: RM817.81 million) as security to financial institutions and suppliers for banking facilities and/ or credit terms respectively, granted to its subsidiary companies.

14. Capital commitments

The capital commitments of the Group as at 30 September 2021 are as follows:-

	RM'000
Property, plant and equipment:	
Approved and contracted for	14,121
Authorised but not contracted for	39,069
	<u>53,190</u>

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2021

PART B : ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. Review of performance

For the fourth quarter ended 30 September 2021, the Group recorded revenue of RM409.20 million, representing a decrease of about 8.43% over the prior year corresponding quarter's revenue of RM446.86 million. In tandem with the lower revenue as well as increase in cost of goods sold, the group recorded a loss from operation of RM15.97 million. The unfavourable result was mainly due to lower sales recorded by all the divisions especially integrated the poultry division as well as increase in cost of feeds since October 2020.

The lower revenue of the integrated poultry division was mainly attributed to the decrease in the production of chicks (9.69%) and broiler (16.56%) and trading volume of feed (20.33%) as well as lower sales recorded for processed chicken and further processed products as compared to the prior year corresponding quarter. Despite the selling price of broiler being higher as compared to prior year corresponding quarter, the significant increase in the cost of feed has resulted in the division suffering a loss from operation of RM14.73 million.

The supermarket division recorded a lower revenue of RM33.75 million. However, the performance improved with a higher profit from operation of RM0.78 million as compared to RM0.22 million in previous year corresponding quarter. This division continues benefit from the efficiency in managing fresh food wastages since the previous year.

The fast food division which has been hardest hit during the MCO, continues to suffer a loss from operation resulted from the low revenue and high overhead cost during the quarter under review.

16. Comment on variation of results against immediate preceding quarter

The comparison of the Group's revenue and loss before taxation for the current quarter and preceding quarter is summarised as follows:-

	FYE2021 Quarter 4 RM'000 (Unaudited)	FYE2021 Quarter 3 RM'000 (Unaudited)	Variance	
			RM'000	%
Revenue	409,204	431,702	(22,498)	(5.21)
Loss before taxation	(14,188)	(10,738)	(3,450)	(32.13)
(Gain)/Loss on fair value adjustment of biological assets	(6,261)	4,311	(10,572)	
Gain on fair value adjustment of investment properties	(893)	-	(893)	
Adjusted profit before taxation	(21,342)	(6,427)	(14,915)	(232.07)

For the current quarter ended 30 September 2021, excluding the impact of the fair value adjustment on biological asset and investment properties, the Group recorded a lower revenue and higher loss before tax of RM21.34 million as compared to preceding quarter.

The lower revenue was mainly attributed to the lower sales recorded by the integrated poultry division resulted from the lower production of chicks and broilers as well as trading volume of feed. Despite a slight drop in revenue by 5.21%, the loss before tax of the Group increased significantly mainly due to the increase in the cost of purchase of broiler resulting from the increase in cost of feeds as well as the lower average selling price of broiler of RM4.79 per kg as compared to RM4.86 per kg in the previous quarter.

17. Commentary on prospects

Given the successful rollout of Covid-19 vaccination programmes, Malaysia's economy has seen a gradually improvement with the loosening of movement restriction. However, while we can remain positive with better performing GDP, we need to brace ourselves for any future lockdowns that may happen as variants of the COVID-19 evolve and cases continue to rise.

Nevertheless, the management will continue to take the necessary actions to improve operational efficiency in the integrated poultry division.

The integrated poultry division will continue to face major challenges especially in the supply chain and the continue increase in the cost of production of broiler. Besides the increased in the cost of raw material for chicken feed, the shortage of labour, as well as the high cost to convert the farms from open house to close house further burdened the poultry players.

While the pandemic has revived the business of many struggling grocery retailers that had physical stores, it has also accelerated the shift to online shopping and increase in the number of convenience stores and chain minimarkets. The supermarket division is expected to face stiff competition in the future and management is looking to introduce online and delivery service in the near future.

Given that the current challenges faced, the Group will continue to closely monitor its business activities and remains committed to focus on its resource optimisation and competitiveness.

18. Variance of actual profit from profit forecast

Not applicable as no profit forecast was published.

19. Tax expense

	3 months ended		12 months ended	
	30.09.21 RM'000	30.09.20 RM'000	30.09.21 RM'000	30.09.20 RM'000
Current taxation				
- Current	1,380	3,465	10,319	11,244
- Prior year	(164)	49	138	116
	1,216	3,514	10,457	11,360
Deferred taxation	460	(1,083)	(4,590)	(3,866)
	1,676	2,431	5,867	7,494

For the current quarter under review, the Group made provision for the current year taxation as business profit of certain subsidiary companies cannot be offset against the business loss of other subsidiary companies.

20. Corporate proposals

There were no corporate proposals announced but not completed in the current quarter ended 30 September 2021 and up to the date of this interim financial report save as below.

- i) On 1 November 2017, CABINDO Poultry Sdn. Bhd. ("CABINDO"), a wholly-owned subsidiary of the Company had entered into a Joint Venture Agreement ("JVA") with PT Ternak Ayam Terpadu Indonesia ("PT"), to form several Joint Venture Companies ("JV CO") by combining their resources and expertise to produce halal poultry products for the Indonesia's consumers. The JVA does not stipulate any terms on the investment amount that are required from CABINDO and PT (collectively referred to as the "JVA Parties") and instead, the JVA is required by the JVA Parties to facilitate their application to the Badan Koordinasi Penanaman Modal, Indonesia for the incorporation of the JV Companies. However, due to the deteriorating Covid-19 situation worldwide, the implementation of the JVA has been deferred until such time that the overall Covid-19 situation is deemed safe.

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20. Corporate proposals (Cont'd)

There were no corporate proposals announced but not completed in the current quarter ended 30 September 2021 and up to the date of this interim financial report save as below. (Cont'd)

- ii) On 16 July 2021, the Company had entered into a conditional share sale agreement ("SSA") with Tan Wen Lee and Aman Tan Ho Peng for the acquisition of a 51% equity interest in Benarlab Sdn. Bhd. for a purchase consideration of RM3,300,000, which will be satisfied entirely via the issuance of 7,500,000 new ordinary shares of the Company ("CAB Share(s)") ("Consideration Share(s)") at the issue price of RM0.44 per Consideration Share ("Proposed Acquisition").

The proposed acquisition had been approved by the shareholders of the Company and subsequently the 7,500,000 Consideration Shares issued pursuant to the Acquisition, has been listed and quoted on the Main Market of Bursa Securities on 21 October 2021, which marks the completion of the Acquisition.

- iii) On 16 July 2021, the Company had proposed to undertake a private placement of up to 10% of the total number of issued shares of the Company ("CAB Shares") to third party investor(s) to be identified later, at issue price(s) to be determined and announced later. For avoidance of doubt, the Company had at its AGM convened on 25 March 2021, obtained the approval from the shareholders, whereby the Board had been authorized to issue and allot new CAB Shares pursuant to Sections 75 and 76 of the Act.

Subsequently on 23 August 2021, the listing application for the Proposals for up to 69,800,874 placement shares to be issued pursuant to the private placement has been approved by Bursa Malaysia Securities Berhad.

21. Group borrowings and debt securities

The Group's total bank borrowings as at 30 September 2021 are as follows:-

	As at 30 September 2021			As at 30 September 2020		
	Secured RM'000	Unsecured RM'000	Total RM'000	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term borrowings:						
Bankers' acceptances	141,858	67,396	209,254	122,035	55,865	177,900
Term loans	32,941	3,744	36,685	38,599	8,075	46,674
Revolving credit	4,000	11,200	15,200	1,000	18,350	19,350
Hire purchase payables	9,622	-	9,622	9,739	-	9,739
Bank overdrafts	3,854	34	3,888	1,857	-	1,857
Trust Receipts	-	-	-	1,266	-	1,266
Sub-total	192,275	82,374	274,649	174,496	82,290	256,786
Long-term borrowings:						
Term loans	210,833	11,025	221,858	236,110	14,577	250,687
Hire purchase payables	13,282	-	13,282	17,917	-	17,917
Sub-total	224,115	11,025	235,140	254,027	14,577	268,604
Total borrowings	416,390	93,399	509,789	428,523	96,867	525,390

The Group's total borrowings decreased to RM509.80 million during the quarter under review as compared to RM525.39 million recorded in the financial year ended 30 September 2020 mainly due to the repayment of term loan, revolving credit and trust receipts. Despite the borrowing has been decreased, the Group has increased its utilization of bankers' acceptances to RM209.25 million to finance the purchase of raw material especially feeds whereby the cost has increased drastically.

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21. Group borrowings and debt securities (Cont'd)

The foreign currency exposure profile of borrowings is as follow:

		As at 30 September 2021		As at 30 September 2019	
		Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
Short Term Borrowing					
Secured	RM		184,541	RM	166,991
Unsecured	RM		78,630	RM	81,681
Secured	USD	1,240	5,192	USD	1,240
Unsecured	SGD	1,213	3,744	SGD	200
Secured	SGD	826	2,542	SGD	775
			274,649		
Long Term Borrowing					
Secured	RM		154,616	RM	177,815
Secured	SGD	12,947	39,839	SGD	13,702
Secured	USD	7,084	29,660	USD	8,324
Unsecured	SGD	3,583	11,025	SGD	4,800
			235,140		
Total Borrowing					
Secured	RM		339,157	RM	344,806
Unsecured	RM		78,630	RM	81,681
Secured	SGD	13,773	42,381	SGD	14,477
Secured	USD	8,324	34,852	USD	9,564
Unsecured	SGD	4,796	14,769	SGD	5,000
			509,789		
				525,390	

22. Derivative financial instruments

The derivative financial asset as at 30 September 2021 are carried at fair value through profit or loss as follows:

Financial instruments	Contracted Amount RM'000	Net Fair Value (Loss)/Gain RM'000
Cross Currency Interest Rate Swap Contracts: Purchase Contracts - More than 1 year	34,435	1,872

For the quarter ended 30 September 2021, there have been no significant changes to the Group's exposure to credit risk, market risk, liquidity risk and foreign currency risk from the previous financial year. The Group's financial risk management objectives or policies have also not been changed since the previous financial year.

23. Changes in material litigation

There were no material litigations as at the date of the interim financial report.

24. Proposed Dividend

No any other interim dividend has been declared during the current quarter ended 30 September 2021

25. Basic (loss)/earning per ordinary share

The basic (loss)/earning per ordinary share is calculated based on the Group's net (loss)/profit attributable to ordinary shareholders over the weighted average number of ordinary shares in issue as follows:-

	Current Period Quarter 30 September 2021	Prior Period Quarter 30 September 2020	Current Year To Date 30 September 2021	Preceding Year To Date 30 September 2020
Net (loss)/profit attributable to shareholders (RM'000)	(9,566)	5,671	(20,160)	2,760
Weighted average number of shares				
a) Basic				
Weighted average number of ordinary shares in issue ('000)	689,963	689,963	689,963	680,323
b) Diluted				
Weighted average number of ordinary shares in issue ('000)	689,963	689,963	689,963	680,323
Adjustment for assumed exercised of Warrant ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares ('000)	689,963	689,963	680,323	680,323
Basic (loss)/earning per ordinary share (sen)	(1.39)	0.82	(2.92)	0.41

26. (Loss)/profit for the period/year

(Loss)/profit for the period/year has been arrived at:

	3 months ended		12 months ended	
	30 September 2021 RM'000	30 September 2020 RM'000	30 September 2021 RM'000	30 September 2020 RM'000
After charging/(crediting):-				
Depreciation and amortization of non-current assets	12,755	14,947	53,081	54,823
Interest expenses	4,019	4,567	16,101	20,373
Net remeasurement of allowance for expected credit loss	1,260	(1,552)	1,260	(1,552)
Net unrealized (gain)/loss on foreign exchange	334	(1,278)	(114)	(666)
Share of result in a joint venture	286	(202)	1,064	653
Bad deb written off	102	339	103	349
Allowance of inventories written down	24	55	24	55
Reversal of inventories written down	20	-	-	-
Property, plant and equipment written off	1	2,446	525	3,070
Loss/(gain) on fair value adjustment of biological assets	(6,261)	695	7,393	897
Gain on fair value adjustment of investment properties	(893)	(1,993)	(893)	(1,993)
Impairment loss recognised on receivables	(535)	2,180	1,045	4,053
Net fair value loss/(gain) on derivative financial asset/ (liability)	(342)	1,078	(342)	792

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26. (Loss)/profit for the period (Cont'd)

(Loss)/profit for the period has been arrived at: (Cont'd)

	3 months ended		12 months ended	
	30 September 2021 RM'000	30 September 2020 RM'000	30 September 2021 RM'000	30 September 2020 RM'000
After charging/(crediting):- (Cont'd)				
Reversal of impairment loss recognised on receivables	(395)	(636)	(395)	(636)
Interest revenue recognized in profit or loss	(105)	(137)	(395)	(553)
Gain on forgiven and modification lease payments	(63)	(80)	(203)	(80)
Amortization and realization of deferred revenue	(54)	(17)	(103)	(45)
(Gain)/Loss on disposal of property, plant and equipment	(9)	9	(515)	(11)
Share of result in an associate	(1)	14	(6)	1
Loss on revaluation of property, plant and equipment	-	1,046	-	1,046
Inventories written off	-	513	-	513
Other financial assets written off	-	1	-	37
Bad debt recovered	-	-	(1)	(5)
Deposit written off	-	-	-	2

27. Trade Receivables

	As at 30 September 2021 RM'000 (Unaudited)	As at 30 September 2020 RM'000 (Audited)
Trade receivables:		
Third parties	196,310	193,326
Related parties	6,361	5,721
Less: Allowance for impairment losses	(21,765)	(21,290)
Trade receivable, net	180,906	177,757
Other receivables:		
Third parties	13,263	12,025
Related parties	475	476
Less: Allowance for impairment losses	(826)	(815)
Other receivable, net	12,912	11,686
Total trade and other receivables	193,818	189,443

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27. Trade Receivables (Cont'd)

Amounts owing by related parties are as follows:

	As at 30 September 2021 RM'000 (Unaudited)	As at 30 September 2020 RM'000 (Audited)
Included in trade receivables:		
YWT Contract Farming	2,481	2,722
Aqina Farming Sdn. Bhd.	1,656	623
Sinmah Poultry Processing (S) Pte. Ltd.	1,196	1,134
Shin Salim Japan Co. Ltd.	392	347
Maju Jaya Farm	328	535
Sinmah Food Services (S) Pte. Ltd.	131	138
Chyuan Heng Farming Sdn. Bhd.	125	46
Jaya Gading Marketing	32	62
Unisetali Sdn. Bhd.	9	10
Chuah Ah Chui	7	26
Toh York Mue	4	36
OTO Agriculture Marketing Sdn. Bhd.	-	41
DS Poultry Sdn. Bhd.	-	1
	6,361	5,721
Included in other receivables:		
Singapore Poultry Hub Pte. Ltd.	462	456
Unisetali Sdn. Bhd.	10	16
Maju Jaya Farm	2	3
Asiawe Resources Sdn. Bhd.	1	1
-Kebun Ngohoch (PW) Sdn Bhd	-*	-
	475	476

* Negligible

There have been no significant changes to the average credit terms granted to third parties and related parties from the previous financial year.

Ageing of trade receivables:

	As at 30 September 2021 RM'000 (Unaudited)	As at 30 September 2020 RM'000 (Audited)
Not past due	128,407	136,995
Number of days past due:		
1 - 30 days	26,179	25,066
31 - 60 days	8,758	8,033
61 - 90 days	4,346	2,058
Over 91 days	13,216	5,605
Total	180,906	177,757

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group. All debts exceed the credit terms are closely monitored by the Group's credit control team.

28. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution dated 29 November 2021.