

**CAB CAKARAN CORPORATION BERHAD**  
(200201015998) (583661-W)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FOURTH QUARTER ENDED  
30 SEPTEMBER 2022**

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended 30 September		12 months ended 30 September	
		2022	2021	2022	2021
		RM'000	RM'000	RM'000	RM'000
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Revenue</b>	9	<b>495,503</b>	<b>409,204</b>	<b>1,954,278</b>	<b>1,718,860</b>
Cost of sales		(474,116)	(402,046)	(1,778,705)	(1,632,607)
<b>Gross profit</b>		<b>21,387</b>	<b>7,158</b>	<b>175,573</b>	<b>86,253</b>
Investment revenue		92	115	409	275
Other income		26,307	4,002	44,242	20,973
Marketing and selling expenses		(16,097)	(14,860)	(61,864)	(60,654)
Administrative expenses		(14,850)	(11,325)	(55,627)	(48,509)
Other expenses		(729)	(1,141)	(1,041)	(1,219)
<b>Operating profit/(loss)</b>	9	<b>16,110</b>	<b>(16,051)</b>	<b>101,692</b>	<b>(2,881)</b>
Other gains and losses		(591)	6,062	5,920	(8,008)
Net remeasurement of expected credit loss		3,660	320	(1,985)	(1,260)
Share of result in joint venture		(3,490)	(342)	(3,679)	(1,120)
Share of result in an associate		3	1	5	6
<b>Profit/(loss) before interest and taxation</b>		<b>15,692</b>	<b>(10,010)</b>	<b>101,953</b>	<b>(13,263)</b>
Interest income		247	106	746	395
Finance costs		(4,476)	(4,340)	(17,093)	(17,538)
<b>Profit/(loss) before tax</b>		<b>11,463</b>	<b>(14,244)</b>	<b>85,606</b>	<b>(30,406)</b>
Tax expense	19	(8,980)	(1,676)	(29,286)	(5,867)
<b>Profit/(loss) for the period/year</b>	26	<b>2,483</b>	<b>(15,920)</b>	<b>56,320</b>	<b>(36,273)</b>
<b>Other Comprehensive income/(loss)</b>					
Items that will be reclassified subsequently to profit or loss:					
Exchange difference on translating foreign operations		1,102	(288)	2,905	827
<b>Total comprehensive income/(loss) for the period/year</b>		<b>3,585</b>	<b>(16,208)</b>	<b>59,225</b>	<b>(35,446)</b>
<b>Profit/(loss) attributable to:</b>					
Owners of the Company		7,680	(9,594)	57,716	(20,188)
Non-controlling interests		(5,197)	(6,326)	(1,396)	(16,085)
		2,483	(15,920)	56,320	(36,273)
<b>Total comprehensive income/(loss) attributable to:</b>					
Owners of the Company		8,110	(9,716)	58,902	(19,823)
Non-controlling interests		(4,525)	(6,492)	323	(15,623)
		3,585	(16,208)	59,225	(35,446)
<b>Earning/(loss) per ordinary share (sen):</b>					
Basic	25	1.10	(1.39)	8.26	(2.93)
Diluted	25	N/A	N/A	N/A	N/A

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 2021 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

		As at 30 September 2022	As at 30 September 2021
	Note	RM'000 (Unaudited)	RM'000 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		661,658	679,399
Right-of-use assets		89,971	85,685
Investment properties		114,034	110,849
Bearer plants		527	298
Other intangible assets		9,392	8,605
Goodwill		6,219	6,219
Interest in an associate		274	269
Investment in a joint venture		50	187
Other financial asset	22	375	1,872
Deferred tax assets		4,475	126
<b>Total non-current assets</b>		<b>886,975</b>	<b>893,509</b>
<b>Current Assets</b>			
Biological assets		108,450	85,432
Inventories		79,814	72,968
Trade and other receivables	27	202,307	193,818
Other assets		20,497	16,626
Other financial asset	22	4,466	-
Current tax assets		1,789	2,512
Short-term deposits with licensed banks		43,351	19,660
Cash and bank balances		76,301	49,049
<b>Total current assets</b>		<b>536,975</b>	<b>440,065</b>
<b>TOTAL ASSETS</b>		<b>1,423,950</b>	<b>1,333,574</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital		145,979	140,679
Treasury shares		(69)	(69)
Reserves		2,782	1,596
Retained earnings		355,511	298,331
Equity attributable to owners of the Company		504,203	440,537
Non-controlling interests		127,988	119,966
<b>Total equity</b>		<b>632,191</b>	<b>560,503</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions		1,122	1,122
Borrowings	21	207,555	235,140
Lease liabilities		10,736	9,418
Deferred revenue		173	190
Deferred tax liabilities		47,630	38,699
<b>Total non-current liabilities</b>		<b>267,216</b>	<b>284,569</b>

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Cont'd)**

		As at 30 September 2022	As at 30 September 2021
		RM'000	RM'000
	Note	(Unaudited)	(Audited)
<b>CURRENT LIABILITIES</b>			
Trade and other payables		238,979	208,103
Provisions		1,764	1,067
Borrowings	21	272,903	274,649
Lease Liabilities		4,059	2,104
Other financial liability	22	-	-
Deferred revenue		106	109
Current tax liabilities		6,732	2,470
<b>Total current liabilities</b>		<b>524,543</b>	<b>488,502</b>
<b>TOTAL LIABILITIES</b>		<b>791,759</b>	<b>773,071</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,423,950</b>	<b>1,333,574</b>
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.72	0.64

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 2021 and the accompanying explanatory notes attached to the interim financial report.

**CAB CAKARAN CORPORATION BERHAD (200201015998) (583661-W)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
(The figures have not been audited)

Twelve (12) Months Ended 30 September 2022

	Attributable to owners of the Company						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	Total RM'000		
<b>As at 1 October 2021</b>	140,679	(69)	82	1,514	298,331	440,537	119,966	560,503
Profit/(loss) for the year	-	-	-	-	57,716	57,716	(1,396)	56,320
Other comprehensive income	-	-	-	1,186	-	1,186	1,719	2,905
<b>Total comprehensive income/(loss) for the year</b>	-	-	-	1,186	57,716	58,902	323	59,225
Additional non-controlling interest arising on the acquisition of subsidiary	-	-	-	-	-	-	4,430	4,430
Issuance of ordinary shares pursuant to exchange for shares	3,300	-	-	-	-	3,300	-	3,300
Subscription of ordinary shares by non-controlling interest in a subsidiary	-	-	-	-	-	-	3,080	3,080
Private placement of new ordinary shares	2,000	-	-	-	-	2,000	-	2,000
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(347)	(347)
Arising from increase in equity interest in a subsidiary	-	-	-	-	(536)	(536)	536	-
<b>Balance as at 30 September 2022</b>	145,979	(69)	82	2,700	355,511	504,203	127,988	632,191

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

Twelve (12) Months Ended 30 September 2021

	Attributable to owners of the Company				Retained earnings RM'000	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				
<b>As at 1 October 2020</b>	140,679	(69)	82	1,149	318,519	460,360	122,312	582,672
Loss for the year	-	-	-	-	(20,188)	(20,188)	(16,085)	(36,273)
Other comprehensive income	-	-	-	365	-	365	462	827
<b>Total comprehensive income/(loss) for the year</b>	-	-	-	365	(20,188)	(19,823)	(15,623)	(35,446)
Subscription of shares by non-controlling interest in a subsidiary	-	-	-	-	-	-	13,500	13,500
Dividend paid to non-controlling interest of subsidiaries	-	-	-	-	-	-	(223)	(223)
<b>Balance as at 30 September 2021</b>	140,679	(69)	82	1,514	298,331	440,537	119,966	560,503

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 2021 and the accompanying explanatory notes attached to the interim financial report.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 months ended 30 September 2022 RM'000 (Unaudited)	12 months ended 30 September 2021 RM'000 (Audited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before tax	85,606	(30,406)
Adjustments for:		
Depreciation and amortization of non-current assets	52,157	53,081
Interest expenses	15,801	16,101
Impairment loss on receivables	5,998	2,589
Share of result in a joint venture	3,679	1,120
Bad debts written off	2,844	103
Net unrealized loss/(gain) on foreign exchange	2,427	(113)
Property, plant and equipment written off	850	524
Deposit written off	104	-
Loss/(gain) on disposal of property, plant and equipment	19	(515)
(Gain)/loss on fair value adjustment of biological assets	(9,445)	7,393
Gain on fair value adjustment of investment properties	(3,184)	(893)
Net fair value gain on derivative financial asset/ (liability)	(2,969)	(342)
Reserve on consolidation	(1,310)	-
Interest revenue recognized in profit or loss	(746)	(395)
Gain on forgiven, modification and remeasurement of lease payments	(421)	(203)
Reversal of impairment loss recognized on receivables	(279)	(679)
Amortization of deferred revenue	(131)	(103)
(Reversal of inventories written down)/inventories written down	(42)	24
Dividend received	(6)	-
Share of result in an associate	(5)	(6)
Bad debt recovery	(1)	(1)
	150,946	47,279
Movement in working capital:		
Inventories	(4,398)	(5,570)
Biological assets	(13,573)	238
Trade and other receivables	(4,940)	(6,007)
Other assets	(4,394)	466
Trade and other payables	26,155	(2,950)
Provision	697	1,067
Deferred revenue	97	(725)
Cash generated from operations	150,590	33,798
Interest received	439	160
Net of income tax	(19,715)	(12,305)
Interest paid	(15,170)	(16,889)
Interest paid on lease liabilities	(802)	-
Net cash generated in operating activities	115,342	4,764

\* Negligible

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)**

	12 months ended 30 September 2022 RM'000 (Unaudited)	12 months ended 30 September 2021 RM'000 (Audited)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash inflow on acquisition	2,436	-
Decrease/(increase) in other assets for acquisition of non-current assets	788	(444)
Proceeds from disposal of non-current assets	598	1,026
Interest received	301	247
Dividend received	6	-
Payments for non-current assets	(24,735)	(29,370)
Advance to a joint venture	(3,997)	-
Payments for bearer plants	(229)	(298)
Net cash used in investing activities	(24,832)	(28,839)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from private placement	2,000	-
Repayment from a joint venture	1,101	-
Proceeds from issuance of shares by subsidiaries to non-controlling interests	348	13,500
Net change in long-term loans	(26,554)	(39,540)
Net change in hire-purchase	(10,168)	(9,794)
Net change in lease liabilities	(3,485)	(3,016)
Net change in short-term borrowings	(1,231)	25,938
(Repayment to)/advance from directors	(502)	80
Dividend paid to non-controlling interests of a subsidiary	(347)	(223)
Short-term deposits pledged as securities	(279)	(227)
Repayment to non-controlling interest of a subsidiary	(7)	-
Net cash used in financing activities	(39,124)	(13,282)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	51,386	(37,357)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	54,979	91,824
Effect of foreign exchange rate changes	1,087	512
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	107,452	54,979
<b>REPRESENTED BY:-</b>		
Short-term deposits with licensed banks	43,351	19,660
Cash and bank balances	76,301	49,049
Bank overdrafts classified as cash equivalents	(2,078)	(3,887)
	117,574	64,822
Less: Short-term deposits pledged as securities	(10,122)	(9,843)
	107,452	54,979

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 2021 and the accompanying explanatory notes attached to the interim financial report.



**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2022**

**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 2021. 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 2021.

**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 2021, 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 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform Phase 2 <sup>(a)</sup>
Amendment to MFRS 16	Covid-19-Related Rent Concessions beyond 30 June 2021

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) <sup>(a)</sup>
Amendments to MFRS 10 and MFRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>(c)</sup>
Amendments to MFRS 17	Insurance Contract <sup>(b)</sup>
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current <sup>(b)</sup>
Amendments to MFRS 101	Disclosure of Accounting Policies <sup>(b)</sup>
Amendments to MFRS 108	Definition of Accounting Estimates <sup>(b)</sup>
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction <sup>(b)</sup>
Amendments to MFRS 116	Proceeds Before Intended Use <sup>(a)</sup>
Amendments to MFRS 137	Onerous Contracts-cost of Fulfilling a Contract <sup>(a)</sup>
Annual Improvements to MFRS Standards 2018-2020 <sup>(a)</sup>	

<sup>(a)</sup> Effective for annual periods beginning on or after 1 January 2022

<sup>(b)</sup> Effective for annual periods beginning on or after 1 January 2023

<sup>(c)</sup> Effective date to be determined by the MASB

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## 2. Changes in Accounting Policies (Cont'd)

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 2021 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 2022.

## 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 2022.

## 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 period ended 30 September 2022 save as below:

	No of shares
Issued and paid up capital including treasury shares as at October 1, 2021	690,508,742
Shares exchange (refer to Note 12 (i) )	7,500,000
Private placement (refer to Note 20 (ii) )	3,884,000
Issued and paid up capital including treasury shares as at September 30, 2022	<u>701,892,742</u>

At the Annual General Meeting of the Company held on 24 March 2022, the shareholders of the Company had approved the Proposed Renewal of Share Buy Back Authority for the Company to purchase its own ordinary shares 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 2022, 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	Drone RM'000	Fast Food RM'000	Eliminations RM'000	Consolidated RM'000
<b>Three (3) Months ended 30 September 2022</b>							
Segment revenue							
External revenue	-	457,588	37,404	148	363	-	495,503
Inter-segment revenue	8,199	5,381	2	-	135	(13,717)	-
Total revenue	8,199	462,969	37,406	148	498	(13,717)	495,503
Segment results	7,873	25,140	123	(1)	(2)	(17,023)	16,110
<b>Twelve (12) Months ended 30 September 2022</b>							
Segment revenue							
External revenue	-	1,806,945	145,442	252	1,639	-	1,954,278
Inter-segment revenue	8,763	21,008	9	-	612	(30,392)	-
Total revenue	8,763	1,827,953	145,451	252	2,251	(30,392)	1,954,278
Segment results	6,864	116,454	2,222	(470)	86	(23,464)	101,692
<b>As at 30 September 2022</b>							
Segment assets	124,180	1,300,033	30,976	3,708	940	(85,502)	1,374,335
Interest revenue producing assets							43,351
Income tax assets							6,264
<b>Consolidated total assets</b>							<b>1,423,950</b>
Segment liabilities	130	239,375	16,935	192	312	(5)	256,939
Borrowings							480,458
Income tax liabilities							54,362
<b>Consolidated total liabilities</b>							<b>791,759</b>

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## 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
<b>Three (3) Months ended 30 September 2021</b>						
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	(11,749)*	778	(88)	(7,576)*	(16,051)*
<b>Twelve (12) Months ended 30 September 2021</b>						
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	6,742*	2,700	(367)	(15,023)*	(2,881)*
<b>As at 30 September 2021</b>						
Segment assets	123,448	1,240,129	28,643	947	(81,891)	1,311,276
Interest revenue producing assets						19,660
Income tax assets						2,638
<b>Consolidated total assets</b>						<b>1,333,574</b>
Segment liabilities	157	204,781	16,984	196	(5)	222,113
Borrowings						509,789
Income tax liabilities						41,169
<b>Consolidated total liabilities</b>						<b>773,071</b>

\* The segment results have been reclassified to conform to current quarter presentation

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## 9. Segmental information (Cont'd)

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

	Three (3) Months ended 30 September 2022		Twelve (12) Months ended 30 September 2022	
	RM'000	%	RM'000	%
Revenue				
By Geographical Locations				
Malaysia	437,330	88.26	1,706,943	87.35
Singapore	56,556	11.41	234,561	12.00
Others	1,617	0.33	12,774	0.65
Consolidated	<u>495,503</u>	<u>100.00</u>	<u>1,954,278</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 deemed cost less accumulated depreciation and accumulated impairment losses. There were no revaluation of property, plant and equipment for the current quarter under review.

The deemed cost 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 2022 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 save as below:-

- i) On 21 October 2021, the Company has announced an issuance of 7,500,000 new ordinary shares of the Company in exchange for 1,273,980 ordinary shares in Benarlab Sdn. Bhd. ("Benarlab"), representing 51% of the issued and paid up share capital of Benarlab, for a total purchase consideration of RM3,300,000. In consequent thereof, Benarlab, became a 51% owned subsidiary of the Company.

Subsequently on 23 February 2022, Benarlab increased it issued and fully paid up share capital from RM2,498,000 to RM2,800,000 by the issuance of 302,000 new ordinary shares. The Company has subscribed for the additional 154,020 ordinary share in Benarlab by way of cash injection. Accordingly, the Group's interest in Benarlab remains unchanged.

- ii) On 28 February 2022, a 58.23% owned subsidiary, Ayamlikes Food Processing Sdn. Bhd. ("ALFP") (formerly known as Ayam Kempas Food Industries Sdn. Bhd.) increased its issued share capital from RM6,500,000 to RM10,000,000 by way of allotment and issuance of 3,500,000 new ordinary shares for a total consideration of RM3,500,000 to the following allottees.

(FORWARD)

## 12. Changes in the composition of the Group (Cont'd)

There were no changes in the composition of the Group during the current financial year up to the quarter under review save as below:- (Cont'd)

Shareholders' name	No. of ordinary shares	
	Before Subscribed of new shares	After subscribed of new shares
CAB Cakaran Sdn. Bhd. ("CABC"), a wholly-owned subsidiary of the Company	2,000,000	3,100,000
CAB Cakaran Southern Sdn. Bhd., a 51% owned subsidiary of CABC	3,500,000	5,700,000
Sia Hui Chen	1,000,000	1,200,000
	<u>6,500,000</u>	<u>10,000,000</u>

Accordingly, the equity interest of the Company in ALFP increased from 58.23% to 60.07%.

- iii) On 28 April 2022, CAB Amesist Biomass Generation Sdn. Bhd., a wholly-owned subsidiary of the Company, transferred its entire 2 ordinary shares in Dronexcel Sdn. Bhd. (formerly known as CAB Econation Renewable Energy Sdn. Bhd.) ("Dronexcel") to the Company. Accordingly, Dronexcel became a wholly-owned subsidiary of the Company.

Subsequently on 31 May 2022, Dronexcel increased its issued share capital from RM2 to RM3,921,569 by issuance of 3,921,567 new ordinary shares. The Company has subscribed for 1,999,998 ordinary share by way of cash injection. Consequently the Company interest in Dronexcel decreased from 100% to 51%.

- iv) On 9 June 2022, a 53.04% owned subsidiary, Farm's Best Food Industries Sdn. Bhd. ("FBFI) increased its issued share capital from RM110,000,000 to RM111,800,000 by the issuance of 1,800,000 new ordinary shares. The Company and Tong Huat Poultry Processing Factory Pte. Ltd., a 51% owned subsidiary of the Company have subscribed for the additional 918,000 and 72,000 ordinary share respectively by way of converting the amount owing by FBFI amounting to RM990,000 into ordinary share.

Accordingly, the Group's interest in FBFI remains unchanged.

- v) On 13 September 2022, Jimat Jaya Sdn. Bhd. ("JJSB"), increased its issued paid-up share capital from RM10,000,000 to RM20,000,000 by issuance of 10,000,000 new ordinary shares. The wholly-owned subsidiary of the Company, CAB Cakaran Sdn. Bhd. subscribed for the entire additional shares by way of converting the amount owing by JJSB of RM10,000,000 into equity shares. Accordingly, the Group's equity interest in JJSB remains unchanged.

## 13. Changes in contingent liabilities and assets

As at 30 September 2022, the Company had issued corporate guarantees of RM863.06 million (30 September 2021: RM829.56 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 2022 are as follows:-

	RM'000
Property, plant and equipment:	
Approved and contracted for	26,226
Authorised but not contracted for	39,788
	<u>66,014</u>

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2022**

**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 2022, the Group recorded revenue of RM495.50 million, representing an increase of about 21% over the prior year corresponding quarter's revenue of RM409.20 million. The higher revenue was mainly due to higher sales achieved by all the divisions especially the integrated poultry division.

The integrated poultry division recorded an increase in revenue by 22% as compared to prior year corresponding quarter. This was due primarily to the higher average selling price of further processed products and broiler. The average selling price of broiler was RM5.62 per kg in the quarter under reviewed as compared to RM4.79 per kg in the previous corresponding quarter. Despite the higher feed cost, this division recorded a profit from operation of RM25.14 million during the quarter under review as a result of the 17% increase in the average selling price of broilers.

The supermarket division achieved a higher revenue of RM37.40 million due to the higher sales generated by most of its outlets. Despite the higher revenue, this division recorded a lower profit from operation of RM0.12 million. This was mainly due to increase in the operating cost such as higher wages which resulted in decreased in margin of the division.

Following the relaxation of movement restriction, the business for the fast-food division also showed a recovery since first quarter. In tandem with the higher revenue recorded, it recorded a lower loss from operation of RM0.002 million as compared to a loss from operation of RM0.09 million in prior year corresponding quarter.

During the third quarter, the Group has diversified its business into the provision of drone related services for the oil palm sector. The drone division contributed a revenue of RM0.10 million in the fourth quarter result and recorded a loss of RM0.001 million due to the high start-up cost.

**16. Comment on variation of results against immediate preceding quarter**

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

	<b>FYE2022</b> <b>Quarter 4</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>FYE2022</b> <b>Quarter 3</b> <b>RM'000</b> <b>(Unaudited)</b>	<b>Variance</b> <b>RM'000</b>	<b>%</b>
Revenue	495,503	488,702	6,801	1.39
Profit before taxation	11,463	37,456	(25,993)	
Subsidies on chicken	(22,044)	(3,816)	(18,228)	
Gain on fair value adjustment of biological assets	(3,718)	(10,275)	6,557	
Gain on fair value adjustment of investment properties	(3,184)	-	(3,184)	
Adjusted (loss)/profit before taxation	(17,483)	23,365	(40,848)	(174.83)

For the current quarter ended 30 September 2022 the Group achieved a higher revenue as compared to previous quarter. The higher revenue was mainly due to the higher sales of colour bird, processed chicken and further processed products.

Excluding the gain on fair value adjustment of biological assets and investment properties as well as the subsidies on chicken received from the government, the group recorded a loss before tax of RM17.48 million. Despite increase in revenue by 1.39%, the Group incurred a loss before tax mainly due to the lower average selling price of broiler coupled with the increase in feed cost.

## 17. Commentary on prospects

The outlook for poultry farming in Malaysia for the next half year is expected to be optimistic, with raw material costs being the biggest challenge. Although the weaker Ringgit Malaysia has posed uncertainty in the cost of raw material, the recent decrease in the price of corn and soya bean has stabilised the feed price.

Despite the ceiling price imposed by the Government on chicken, with the continuing subsidies to be given by the Government, the management is confident that the integrated poultry division will continue to be the main contributor to the Group's profit.

## 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	
	30.09.22 RM'000	30.09.21 RM'000	30.09.22 RM'000	30.09.21 RM'000
Current taxation				
- Current	6,085	1,380	24,142	10,319
- Prior year	1	(164)	511	138
	6,086	1,216	24,653	10,457
Deferred taxation	2,894	460	4,633	(4,590)
	8,980	1,676	29,286	5,867

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 2022 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. Currently, we are waiting for the JV partner to resolve the implementation framework.

(FORWARD)



## 20. Corporate proposals (Cont'd)

There were no corporate proposals announced but not completed in the current quarter ended 30 September 2022 and up to the date of this interim financial report save as below. (Cont'd)

- ii) 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") and 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.

On 23 August 2021 and 16 February 2022, the listing application for the Proposal for up to 69,800,874 placement shares to be issued pursuant to the private placement had been approved and granted an extension of time to complete the implementation of the Private Placement till 22 August 2022 by Bursa Malaysia Securities Berhad.

Subsequently on 29 April 2022, 3,884,000 shares of the Company has listed and quoted on the Main Market of Bursa Securities at the price of RM0.515 each. As at the date of this report, the said proceed has been utilized as follows:

Proposed utilisation	Proposed Utilisation RM'000	Revised Utilisation RM'000	Actual Utilisation RM'000	Balance RM,000	Estimated timeframe for use from the placement date
Working Capital	1,700	1,848*	1,848	-	Within 12 months
Estimated placement expenses	300	152*	152	-	Upon completion
	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>	

\* The actual placement expenses were lower than the estimated. As such, the unutilized balance of proceeds of RM148,000 which was allocated for placement expenses has been utilized for working capital of the Group.

The private placement has lapsed on 22 August 2022, which marks the completion of the proposal.

## 21. Group borrowings and debt securities

The Group's total bank borrowings as at 30 September 2022 are as follows:-

	As at 30 September 2022			As at 30 September 2021		
	Secured RM'000	Unsecured RM'000	Total RM'000	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Short-term borrowings:</b>						
Bankers' acceptances	166,570	54,261	220,831	141,858	67,396	209,254
Term loans	33,735	4,018	37,753	32,941	3,744	36,685
Hire purchase payables	9,005	-	9,005	9,622	-	9,622
Fixed advance facilities	-	3,236	3,236	-	-	-
Bank overdrafts	2,078	-	2,078	3,854	34	3,888
Revolving credit	-	-	-	4,000	11,200	15,200
Sub-total	<u>211,388</u>	<u>61,515</u>	<u>272,903</u>	<u>192,275</u>	<u>82,374</u>	<u>274,649</u>
<b>Long-term borrowings:</b>						
Term loans	193,466	7,579	201,045	210,833	11,025	221,858
Hire purchase payables	6,510	-	6,510	13,282	-	13,282
Sub-total	<u>199,976</u>	<u>7,579</u>	<u>207,555</u>	<u>224,115</u>	<u>11,025</u>	<u>235,140</u>
<b>Total borrowings</b>	<b><u>411,364</u></b>	<b><u>69,094</u></b>	<b><u>480,458</u></b>	<b><u>416,390</u></b>	<b><u>93,399</u></b>	<b><u>509,789</u></b>

The Group's total borrowings decreased to RM480.46 million during the quarter under review as compared to RM509.79 million recorded in the financial year ended 30 September 2021 mainly due to the repayment of revolving credit and term loan.

(FORWARD)

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

		As at 30 September 2022		As at 30 September 2021	
		Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<b>Short Term Borrowing</b>					
Secured	RM		192,555	RM	184,541
Unsecured	RM		57,497	RM	78,630
Secured	USD	2,665	12,335	USD	1,240
Secured	SGD	2,008	6,498	SGD	826
Unsecured	SGD	1,241	4,018	SGD	1,213
			<u>272,903</u>		<u>274,649</u>
<b>Long Term Borrowing</b>					
Secured	RM		127,118	RM	154,616
Secured	SGD	14,034	45,420	SGD	12,947
Secured	USD	5,936	27,438	USD	7,084
Unsecured	SGD	2,342	7,579	SGD	3,583
			<u>207,555</u>		<u>235,140</u>
<b>Total Borrowing</b>					
Secured	RM		319,673	RM	339,157
Unsecured	RM		57,497	RM	78,630
Secured	SGD	16,042	51,918	SGD	13,773
Secured	USD	8,601	39,773	USD	8,324
Unsecured	SGD	3,583	11,597	SGD	4,796
			<u>480,458</u>		<u>509,789</u>

## 22. Derivative financial instruments

The derivative financial asset as at 30 September 2022 are carried at fair value through profit or loss as follows:

Financial instruments	Contracted Amount RM'000	Net Fair Value Gain/(Loss) RM'000
Cross Currency Interest Rate Swap Contracts:		
Purchase Contracts - More than 1 year	4,600	375
Purchase Contracts - Less than 1 year	31,048	4,466

\* Negligible

For the quarter ended 30 September 2022, 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 2022

## 25. Basic earning/(loss) per ordinary share

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

	Current Period Quarter 30 September 2022	Prior Period Quarter 30 September 2021	Current Year To Date 30 September 2022	Preceding Year To Date 30 September 2021
Net profit/(loss) attributable to shareholders (RM'000)	7,680	(9,594)	57,716	(20,188)
Basic Weighted average number of ordinary shares in issue ('000)	701,347	689,963	698,733	689,963
Basic earning/(loss) per ordinary share (sen)	1.10	(1.39)	8.26	(2.93)

## 26. Profit/(loss) for the period/year

Profit/(loss) for the period/year has been arrived at:

	3 months ended		12 months ended	
	30 September 2022 RM'000	30 September 2021 RM'000	30 September 2022 RM'000	30 September 2021 RM'000
<b>After charging/(crediting):-</b>				
Depreciation and amortization of non-current assets	14,202	12,755	52,157	53,081
Interest expenses	4,161	4,019	15,801	16,101
Share of result in a joint venture	3,490	342	3,679	1,120
Bad debt written off	2,655	102	2,844	103
Net unrealized loss/(gain) on foreign exchange	928	335	2,427	(113)
Property, plant and equipment written off	807	-	850	524
Impairment loss on receivables	270	1,009	5,998	2,589
Deposit written off	104	-	104	-
Inventories written down/(reversal of inventories written down)	5	44	(42)	24
(Gain)/loss on fair value adjustment of biological assets	(3,718)	(6,261)	(9,445)	7,393
Gain on fair value adjustment of investment properties	(3,184)	(893)	(3,184)	(893)
Net fair value gain on derivative financial asset/ (liability)	(1,253)	(342)	(2,969)	(342)
Reversal of impairment loss recognized on receivables	(249)	(679)	(279)	(679)
Interest revenue recognized in profit or loss	(247)	(105)	(746)	(395)
(Gain)/loss on disposal of property, plant and equipment	(119)	(9)	19	(515)
Amortization of deferred revenue	(37)	(54)	(131)	(103)
Gain on forgiven, modification and remeasurement of lease payments	(4)	(63)	(421)	(203)
Share of result in an associate	(3)	(1)	(5)	(6)
Reserve on consolidation	-	-	(1,310)	-
Dividend received	-	-	(6)	-
Bad debt recovery	-	-	(1)	(1)

\* Negligible

## 27. Trade Receivables

	As at 30 September 2022 RM'000 (Unaudited)	As at 30 September 2021 RM'000 (Audited)
Trade receivables:		
Third parties	199,149	196,310
Related parties	12,143	6,361
Less: Allowance for impairment losses	(25,786)	(21,765)
Trade receivable, net	<u>185,506</u>	<u>180,906</u>
Other receivables:		
Third parties	16,717	13,279
Related parties	968	474
Less: Allowance for impairment losses	(884)	(841)
Other receivable, net	<u>16,801</u>	<u>12,912</u>
Total trade and other receivables	<u>202,307</u>	<u>193,818</u>

Amounts owing by related parties are as follows:

	As at 30 September 2022 RM'000 (Unaudited)	As at 30 September 2021 RM'000 (Audited)
Included in trade receivables:		
YWT Contract Farming	5,618	2,481
Sinmah Poultry Processing (S) Pte. Ltd.	3,412	1,196
Aqina Farming Sdn. Bhd.	1,344	1,656
Maju Jaya Farm	587	328
Nulab Sdn. Bhd.	365	-
Chyuan Heng Farming Sdn. Bhd.	330	125
Shin Salim Japan Co. Ltd.	304	392
Sinmah Food Services (S) Pte. Ltd.	168	131
Chuah Ah Chui	15	7
Unisetali Sdn. Bhd.	*	9
Jaya Gading Marketing	-	32
Toh York Mue	-	4
	<u>12,143</u>	<u>6,361</u>
Included in other receivables:		
Singapore Poultry Hub Pte. Ltd.	959	461
Chyuan Heng Farming Sdn. Bhd.	5	-
YWT Contract Farming	3	-
Maju Jaya Farm	1	2
Asiawe Resources Sdn. Bhd.	*	1
Kebun Ngohoch (PW) Sdn. Bhd.	*	*
Unisetali Sdn. Bhd.	*	10
	<u>968</u>	<u>474</u>

\* Negligible

(FORWARD)

## 27. Trade Receivables (Cont'd)

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 2022 RM'000 (Unaudited)	As at 30 September 2021 RM'000 (Audited)
Not past due	139,953	128,404
Number of days past due:		
1 - 30 days	22,188	26,179
31 - 60 days	10,032	8,758
61 - 90 days	1,838	4,349
Over 91 days	11,495	13,216
Total	<u>185,506</u>	<u>180,906</u>

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.

## 29. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution dated 29 November 2022.