

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

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED
31 DECEMBER 2022

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended 31 December		3 months ended 31 December	
		2022	2021	2022	2021
		RM'000	RM'000	RM'000	RM'000
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	9	557,305	494,209	557,305	494,209
Cost of sales		(493,685)	(440,191)	(493,685)	(440,191)
Gross profit		63,620	54,018	63,620	54,018
Investment revenue		93	103	93	103
Other income		27,507	5,376	27,507	5,376
Marketing and selling expenses		(17,880)	(15,061)	(17,880)	(15,061)
Administrative expenses		(11,892)	(12,486)	(11,892)	(12,486)
Other expenses		(38)	(35)	(38)	(35)
Operating profit	9	61,410	31,915	61,410	31,915
Other gains and losses		11,271	1,947	11,271	1,947
Net remeasurement of expected credit loss		(396)	(448)	(396)	(448)
Share of result in joint venture		(59)	(187)	(59)	(187)
Share of result in an associate		3	2	3	2
Profit before interest and taxation		72,229	33,229	72,229	33,229
Interest income		335	118	335	118
Finance costs		(4,982)	(4,347)	(4,982)	(4,347)
Profit before tax		67,582	29,000	67,582	29,000
Tax expense	19	(11,070)	(6,858)	(11,070)	(6,858)
Profit for the period	26	56,512	22,142	56,512	22,142
Other Comprehensive income					
Items that will be reclassified subsequently to profit or loss:					
Exchange difference on translating foreign operations		728	266	728	266
Total comprehensive income for the period		57,240	22,408	57,240	22,408
Profit attributable to:					
Owners of the Company		41,872	18,193	41,872	18,193
Non-controlling interests		14,640	3,949	14,640	3,949
		56,512	22,142	56,512	22,142
Total comprehensive income attributable to:					
Owners of the Company		42,159	18,305	42,159	18,305
Non-controlling interests		15,081	4,103	15,081	4,103
		57,240	22,408	57,240	22,408
Earning per ordinary share (sen):					
Basic	25	5.97	2.61	5.97	2.61
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 2022 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 FINANCIAL POSITION

		As at 31 December 2022	As at 30 September 2022
		RM'000	RM'000
ASSETS	Note	(Unaudited)	(Audited)
Non-Current Assets			
Property, plant and equipment		656,534	661,658
Right-of-use assets		89,171	89,971
Investment properties		114,034	114,034
Bearer plants		537	527
Other intangible assets		9,044	9,392
Goodwill		6,219	6,219
Interest in an associate		277	274
Investment in a joint venture		-	58
Other financial asset	22	182	375
Deferred tax assets		4,482	4,475
Total non-current assets		880,480	886,983
Current Assets			
Biological assets		121,177	108,450
Inventories		86,895	79,814
Trade and other receivables	27	239,902	202,083
Other assets		22,445	20,497
Other financial asset	22	3,021	4,466
Current tax assets		2,235	1,788
Short-term deposits with licensed banks		53,800	43,351
Cash and bank balances		98,157	76,526
Total current assets		627,632	536,975
TOTAL ASSETS		1,508,112	1,423,958
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		145,979	145,979
Treasury shares		(69)	(69)
Reserves		3,069	2,782
Retained earnings		397,387	355,515
Equity attributable to owners of the Company		546,366	504,207
Non-controlling interests		142,941	127,992
Total equity		689,307	632,199
NON-CURRENT LIABILITIES			
Provisions		1,122	1,122
Borrowings	21	199,342	207,555
Lease liabilities		10,203	10,736
Deferred revenue		180	173
Deferred tax liabilities		48,794	47,630
Total non-current liabilities		259,641	267,216

(FORWARD)

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Cont'd)

		As at 31 December 2022	As at 30 September 2022
		RM'000	RM'000
	Note	(Unaudited)	(Audited)
CURRENT LIABILITIES			
Trade and other payables		273,731	238,979
Provisions		1,764	1,764
Borrowings	21	268,343	272,903
Lease Liabilities		3,890	4,059
Other financial liability	22	132	-
Deferred revenue		133	106
Current tax liabilities		11,171	6,732
Total current liabilities		559,164	524,543
TOTAL LIABILITIES		818,805	791,759
TOTAL EQUITY AND LIABILITIES		1,508,112	1,423,958
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.78	0.72

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 2022 and the accompanying explanatory notes attached to the interim financial report.

CAB CAKARAN CORPORATION BERHAD (200201015998) (583661-W)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

Three (3) Months Ended 31 December 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		
As at 1 October 2022	145,979	(69)	82	2,700	355,515	504,207	127,992	632,199
Profit for the period	-	-	-	-	41,872	41,872	14,640	56,512
Other comprehensive income	-	-	-	287	-	287	441	728
Total comprehensive income for the period	-	-	-	287	41,872	42,159	15,081	57,240
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(132)	(132)
Balance as at 31 December 2022	145,979	(69)	82	2,987	397,387	546,366	142,941	689,307

(FORWARD)

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)
(The figures have not been audited)

Three (3) Months Ended 31 December 2021

	←----- Attributable to owners of the Company ----->						Non- Controlling interest	Total Equity
	←----- 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	RM'000	RM'000
As at 1 October 2021	140,679	(69)	82	1,514	298,331	440,537	119,966	560,503
Profit for the period	-	-	-	-	18,193	18,193	3,949	22,142
Other comprehensive income	-	-	-	112	-	112	154	266
Total comprehensive income for the period	-	-	-	112	18,193	18,305	4,103	22,408
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
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(185)	(185)
Balance as at 31 December 2021	143,979	(69)	82	1,626	316,524	462,142	128,314	590,456

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 2022 and the accompanying explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 31 December 2022 RM'000 (Unaudited)	3 months ended 31 December 2021 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	67,582	29,000
Adjustments for:		
Depreciation and amortization of non-current assets	13,889	12,517
Interest expenses	4,648	4,012
Net fair value loss on derivative financial asset/ (liability)	1,771	175
Impairment loss recognized on receivables	396	448
Property, plant and equipment written off	114	11
Share of result in a joint venture	59	187
Inventories/(reversal of inventories) written down	32	(52)
Bad debt written off	4	-
Gain on fair value adjustment of biological assets	(11,273)	(908)
Net unrealized gain on foreign exchange	(2,527)	(223)
Interest revenue recognized in profit or loss	(335)	(118)
(Gain)/loss on disposal of property, plant and equipment	(182)	56
Amortization of deferred revenue	(42)	(28)
Reversal of impairment loss recognized on receivables	(12)	-
Gain on forgiven lease payments	(3)	(77)
Share of result in an associate	(3)	(2)
Gain for bargain purchase	-	(1,310)
Operating profit before changes in working capital	74,118	43,688
Movement in working capital:		
Inventories	(7,017)	15,126
Biological assets	(1,454)	(1,206)
Trade and other receivables	(38,195)	(12,091)
Other assets	(799)	(852)
Trade and other payables	33,208	10,265
Deferred revenue	72	16
Cash generated from operations	59,933	54,946
Interest received	231	50
Net of income tax paid and refunded	(5,927)	(3,088)
Interest paid	(4,444)	(3,750)
Interest paid on lease liabilities	(199)	(185)
Net cash generated in operating activities	49,594	47,973
CASH FLOWS FROM INVESTING ACTIVITIES		
Repayment from a joint venture	538	-
Proceeds from disposal of non-current assets	182	51
Interest received	80	54
Payments for non-current assets	(5,852)	(3,494)
Increase in other assets for acquisition of non-current assets	(1,068)	(487)
Payments for bearer plants	(11)	(142)
Net cash inflow on acquisition	-	2,436
Net cash used in investing activities	(6,131)	(1,582)

* Negligible

(FORWARD)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)

	3 months ended 31 December 2022 RM'000 (Unaudited)	3 months ended 31 December 2021 RM'000 (Unaudited)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance from a joint venture	1,073	-
Advance from directors	673	22
Net change in hire-purchase	239	(2,526)
Net change in long-term loans	(8,528)	(2,718)
Net change in short-term borrowings	(4,099)	(8,354)
Net change in lease liabilities	(874)	(545)
Dividend paid to non-controlling interests of a subsidiary	(132)	(185)
Short-term deposits pledged as securities	(55)	(52)
Repayment to non-controlling interest of a subsidiary	(27)	
Net cash used in financing activities	(11,730)	(14,358)
NET INCREASE IN CASH AND CASH EQUIVALENTS	31,733	32,033
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	107,677	54,979
Effect of foreign exchange rate changes	171	109
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	139,581	87,121
REPRESENTED BY:-		
Short-term deposits with licensed banks	53,800	26,708
Cash and bank balances	98,157	70,637
Bank overdrafts classified as cash equivalents	(2,199)	(328)
	149,758	97,017
Less: Short-term deposits pledged as securities	(10,177)	(9,896)
	139,581	87,121

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 2022 and the accompanying explanatory notes attached to the interim financial report.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31
DECEMBER 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 2022. 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 2022.

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 2022, 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	Reference to the Conceptual Framework (Amendments to MFRS 3)
Amendments to MFRS 116	Proceeds Before Intended Use
Amendments to MFRS 137	Onerous Contracts-cost of Fulfilling a Contract
Annual Improvements to MFRS Standards 2018-2020	

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 10 and MFRS128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ^(c)
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback ^(b)
Amendments to MFRS 17	Insurance Contract ^(a)
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current ^(a)
Amendments to MFRS 101	Disclosure of Accounting Policies ^(a)
Amendments to MFRS 101	Non-current Liabilities with Covenants ^(b)
Amendments to MFRS 108	Definition of Accounting Estimates ^(a)
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction ^(a)

^(a) Effective for annual periods beginning on or after 1 January 2023

^(b) Effective for annual periods beginning on or after 1 January 2024

^(c) Effective date to be determined by the MASB

(FORWARD)

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 2022 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 31 December 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 31 December 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 31 December 2022.

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 31 December 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	Fast Food RM'000	Drone Service RM'000	Eliminations RM'000	Consolidated RM'000
Three (3) Months ended 31 December 2022							
Segment revenue							
External revenue	-	521,695	35,141	405	64	-	557,305
Inter-segment revenue	83	6,405	-	169	-	(6,657)	-
Total revenue	83	528,100	35,141	574	64	(6,657)	557,305
Segment results	(186)	65,264	693	28	(199)	(4,190)	61,410
As at 31 December 2022							
Segment assets	124,088	1,373,593	35,473	1,042	3,359	(89,960)	1,447,595
Interest revenue producing assets							53,800
Income tax assets							6,717
Consolidated total assets							1,508,112
Segment liabilities	139	271,405	19,169	295	152	(5)	291,155
Borrowings							467,685
Income tax liabilities							59,965
Consolidated total liabilities							818,805

(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 31 December 2021						
Segment revenue						
External revenue	-	456,696	37,110	403	-	494,209
Inter-segment revenue	80	5,033	-	137	(5,250)	-
Total revenue	80	461,729	37,110	540	(5,250)	494,209
Segment results	(237)	34,493	884	42	(3,267)	31,915
As at 31 December 2021						
Segment assets	126,703	1,273,750	29,395	1,184	(90,264)	1,340,768
Interest revenue producing assets						26,708
Income tax assets						2,401
Consolidated total assets						1,369,877
Segment liabilities	151	219,527	19,156	410	(5)	239,239
Borrowings						495,531
Income tax liabilities						44,651
Consolidated total liabilities						779,421

(FORWARD)

9. Segmental information (Cont'd)

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

	Three (3) Months ended 31 December 2022	
	RM'000	%
Revenue		
By Geographical Locations		
Malaysia	487,305	87.44
Singapore	67,467	12.11
Others	2,533	0.45
Consolidated	<u>557,305</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 31 December 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.

13. Changes in contingent liabilities and assets

As at 31 December 2022, the Company had issued corporate guarantees of RM875.72 million (31 December 2021: RM836.74 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 31 December 2022 are as follows:-

	RM'000
Property, plant and equipment:	
Approved and contracted for	26,990
Authorised but not contracted for	38,408
	<u>65,398</u>

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 DECEMBER 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 first quarter ended 31 December 2022, the Group recorded revenue of RM557.31 million, representing an increase of about 12.77% over the prior year corresponding quarter's revenue of RM494.21 million. The higher revenue was mainly due to higher sales achieved by most of the divisions especially the integrated poultry division.

The integrated poultry division recorded an increase in revenue by 14.37% as compared to prior year corresponding quarter. This was due primarily to the higher average selling price of feed, processed chicken and most of the further processed food products. In tandem with the higher sales coupled with the subsidies from the government, this division recorded a higher profit from operation of RM65.26 million during the quarter under review.

The supermarket division recorded a lower revenue of RM35.14 million due to the lower sales generated by most of its outlets. As a result of the lower sales, this division recorded a lower profit from operation of RM0.69 million.

Despite the fast-food division achieved a higher revenue to RM0.57 million, it recorded a lower profit from operation of RM0.03 million mainly due to higher cost of goods as compared to prior year corresponding quarter.

16. Comment on variation of results against immediate preceding quarter

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

	FYE2023 Quarter 1 RM'000 (Unaudited)	FYE2022 Quarter 4 RM'000 (Unaudited)	Variance RM'000	%
Revenue	557,305	495,503	61,802	12.47
Profit before tax	67,582	11,471	56,111	
Subsidies on chicken	(20,469)	(22,044)	1,575	
Gain on fair value adjustment of biological assets	(11,273)	(3,718)	(7,555)	
Gain on fair value adjustment of investment properties	-	(3,184)	3,184	
Adjusted profit/(loss) before tax	35,840	(17,475)	53,315	305.09%

For the current quarter ended 31 December 2022 the Group achieved a higher revenue as compared to previous quarter, mainly due to the higher selling price of broiler and higher sales generated from the processed chicken and further processed food products. In tandem with the higher sales coupled with the lower feed cost as compared to the previous quarter have resulted in the Group recorded a higher profit before tax.

17. Commentary on prospects

The local poultry industry is beginning to show improvement in production output after the Covid pandemic and the arrival of foreign workers since October last year. Although the industry still needs more time to be able to return to the pre-Covid period, there are signs of progress towards this end.

Nevertheless, the local poultry industry will continue to face challenges such as high cost of feed, outbreak of diseases and changes in weather condition. The continuing subsidy given by the government to the industry will ensure that the poultry farmers will not be adversely affected by these challenges.

The demand for chicken meat is expected to remain high as it is the cheapest source of meat protein and the fact that per capital consumption of chicken meat in Malaysia is around 50 kg, one of the highest in the world. With a strong demand, the price of broiler is expected to remain high in the next quarter as the supply situation is still unstable.

The management will pay close attention to the upstream activities to ensure that the Group is in a position to meet its production target as well as to take necessary actions to improve operational efficiency in the Group.

18. Variance of actual profit from profit forecast

Not applicable as no profit forecast was published.

19. Tax expense

	3 months ended		3 months ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM'000	RM'000	RM'000	RM'000
Current taxation				
- Current	9,915	6,519	9,915	6,519
- Prior year	-	62	-	62
	9,915	6,581	9,915	6,581
Deferred taxation	1,155	277	1,155	277
	11,070	6,858	11,070	6,858

The effective tax rate for the financial period is lower than statutory income tax rate mainly due to availability of tax credit.

20. Corporate proposals

There were no corporate proposals announced but not completed in the current quarter ended 31 December 2022 and up to the date of this interim financial report save as 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.

21. Group borrowings and debt securities

The Group's total bank borrowings as at 31 December 2022 are as follows:-

	As at 31 December 2022			As at 30 September 2022		
	Secured RM'000	Unsecured RM'000	Total RM'000	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term borrowings:						
Bankers' acceptances	158,978	57,477	216,455	166,570	54,261	220,831
Term loans	33,453	4,095	37,548	33,735	4,018	37,753
Hire purchase payables	8,859	-	8,859	9,005	-	9,005
Fixed advance facilities	3,282	-	3,282	3,236	-	3,236
Bank overdrafts	2,199	-	2,199	2,078	-	2,078
Sub-total	206,771	61,572	268,343	214,624	58,279	272,903
Long-term borrowings:						
Term loans	185,240	6,653	191,893	193,466	7,579	201,045
Hire purchase payables	7,449	-	7,449	6,510	-	6,510
Sub-total	192,689	6,653	199,342	199,976	7,579	207,555
Total borrowings	399,460	68,225	467,685	414,600	65,858	480,458

The Group's total borrowings decreased to RM467.69 million during the quarter under review as compared to RM480.46 million recorded in the financial year ended 30 September 2022 mainly due to the repayment of term loan.

	As at 31 December 2022			As at 30 September 2022		
		Foreign Currency '000	RM Equivalent '000		Foreign Currency '000	RM Equivalent '000
Short Term Borrowing						
Secured	RM		190,062	RM		195,791
Unsecured	RM		57,477	RM		54,261
Secured	USD	2,040	8,975	USD	2,665	12,335
Secured	SGD	2,039	6,690	SGD	2,008	6,498
Unsecured	SGD	1,248	4,095	SGD	1,241	4,018
Secured	EUR	222	1,044	EUR	-	-
			268,343			272,903
Long Term Borrowing						
Secured	RM		122,563	RM		127,118
Secured	SGD	13,810	45,323	SGD	14,034	45,420
Secured	USD	5,626	24,803	USD	5,936	27,438
Unsecured	SGD	2,027	6,653	SGD	2,342	7,579
			199,342			207,555
Total Borrowing						
Secured	RM		312,625	RM		322,909
Unsecured	RM		57,477	RM		54,261
Secured	SGD	15,849	52,013	SGD	16,042	51,918
Secured	USD	7,666	33,778	USD	8,601	39,773
Unsecured	SGD	3,275	10,748	SGD	3,583	11,597
Secured	EUR	222	1,044	EUR	-	-
			467,685			480,458

22. Derivative financial instruments

The derivative financial asset as at 31 December 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	4,085	182
Purchase Contracts - Less than 1 year	22,534	3,021
Purchase Contracts - Less than 1 year	5,100	(132)

For the quarter ended 31 December 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 31 December 2022

25. Basic earning per ordinary share

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

	Current Period Quarter 31 December 2022	Prior Period Quarter 31 December 2021	Current Year To Date 31 December 2022	Preceding Year To Date 31 December 2021
Net profit attributable to shareholders (RM'000)	41,872	18,193	41,872	18,193
Weighted average number of shares				
a) Basic				
Weighted average number of ordinary shares in issue ('000)	701,347	695,914	701,347	695,914
b) Diluted				
Weighted average number of ordinary shares in issue ('000)	701,347	695,914	701,347	695,914
Adjustment for assumed exercised of Warrant ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares ('000)	701,347	695,914	701,347	695,914
Basic earning per ordinary share (sen)	5.97	2.61	5.97	2.61

26. Profit/(loss) for the period

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

	3 months ended		3 months ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	RM'000	RM'000	RM'000	RM'000
After charging/(crediting):-				
Depreciation and amortization of non-current assets	13,889	12,517	13,889	12,517
Interest expenses	4,648	4,012	4,648	4,012
Net fair value loss on derivative financial asset/ (liability)	1,171	175	1,171	175
Impairment loss recognized on receivables	396	448	396	448
Property, plant and equipment written off	114	11	114	11
Share of result in a joint venture	59	187	59	187
Inventories/(reversal of inventories) written down	32	(52)	32	(52)
Bad deb written off	4	-	4	-
Gain on fair value adjustment of biological assets	(11,273)	(908)	(11,273)	(908)
Net unrealized gain on foreign exchange	(2,527)	(223)	(2,527)	(223)
Interest revenue recognized in profit or loss	(335)	(118)	(335)	(118)
(Gain)/loss on disposal of property, plant and equipment	(182)	56	(182)	56
Amortization of deferred revenue	(42)	(28)	(42)	(28)
Reversal of impairment loss recognized on receivables	(12)	-	(12)	-
Gain on forgiven lease payments	(3)	(77)	(3)	(77)
Share of result in an associate	(3)	(2)	(3)	(2)
Gain for bargain purchase	-	(1,310)	-	(1,310)

27. Trade Receivables

	As at 31 December 2022 RM'000 (Unaudited)	As at 30 September 2022 RM'000 (Audited)
Trade receivables:		
Third parties	237,369	198,924
Related parties	12,519	12,143
Less: Allowance for impairment losses	(26,184)	(25,786)
Trade receivable, net	223,704	185,281
Other receivables:		
Third parties	16,633	16,718
Related parties	461	968
Less: Allowance for impairment losses	(896)	(884)
Other receivable, net	16,198	16,802
Total trade and other receivables	239,902	202,083

(FORWARD)

27. Trade Receivables (Cont'd)

Amounts owing by related parties are as follows:

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

	As at 31 December 2022 RM'000 (Unaudited)	As at 30 September 2022 RM'000 (Audited)
Included in trade receivables:		
YWT Contract Farming	5,282	5,618
Sinmah Poultry Processing (S) Pte. Ltd.	2,085	3,412
Maju Jaya Farm	1,920	587
Aqina Farming Sdn. Bhd.	1,379	1,344
Chyuan Heng Farming Sdn. Bhd.	1,019	330
Nulab Sdn. Bhd.	501	365
Shin Salim Japan Co. Ltd.	306	304
OTO Agriculture Marketing Sdn. Bhd.	14	-
Chuah Ah Chui	13	15
Sinmah Food Services (S) Pte. Ltd.	-	168
Unisetali Sdn. Bhd.	-	-*
	12,519	12,143
Included in other receivables:		
Singapore Poultry Hub Pte. Ltd.	436	959
YWT Contract Farming	14	3
Chyuan Heng Farming Sdn. Bhd.	5	5
Maju Jaya Farm	3	1
Unisetali Sdn. Bhd.	2	-*
Asiawe Resources Sdn. Bhd.	1	-*
Kebun Ngohoch (PW) Sdn. Bhd.	-*	-*
	461	968
Ageing of trade receivables:		
	As at 31 December 2022 RM'000 (Unaudited)	As at 30 September 2022 RM'000 (Audited)
Not past due	174,407	139,734
Number of days past due:		
1 - 30 days	23,104	22,188
31 - 60 days	9,164	9,850
61 - 90 days	7,972	1,886
Over 91 days	9,057	11,623
Total	223,704	185,281

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 27 February 2023.