

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

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED
30 JUNE 2024

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended 30 June		9 months ended 30 June	
		2024	2023	2024	2023
		RM'000	RM'000	RM'000	RM'000
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	9	581,847	560,727	1,705,171	1,688,921
Cost of sales		(515,049)	(487,477)	(1,519,279)	(1,480,818)
Gross profit		66,798	73,250	185,892	208,103
Investment revenue		89	91	265	275
Other income		4,662	8,291	54,734	51,496
Marketing and selling expenses		(20,530)	(20,000)	(62,309)	(56,718)
Administrative expenses		(14,798)	(12,469)	(44,511)	(37,765)
Other expenses		(552)	(69)	(663)	(130)
Operating profit	9	35,669	49,094	133,408	165,261
Other gains and losses		(6,046)	(244)	635	8,670
Net remeasurement of expected credit loss		(1,296)	(838)	(2,653)	(3,910)
Share of result in joint venture		925	-	1,135	(59)
Share of result in an associate		3	5	11	11
Profit before interest and taxation		29,255	48,017	132,536	169,973
Interest income		799	582	2,290	1,339
Finance costs		(4,556)	(5,046)	(14,196)	(15,165)
Profit before tax		25,498	43,553	120,630	156,147
Tax expense	19	(8,697)	(8,220)	(34,015)	(27,930)
Profit for the period	26	16,801	35,333	86,615	128,217
Other Comprehensive (loss)/income					
Items that will be reclassified subsequently to profit or loss:					
Exchange difference on translating foreign operations		(587)	2,018	521	3,390
Total comprehensive income for the period		16,214	37,351	87,136	131,607
Profit attributable to:					
Owners of the Company		12,242	26,149	65,720	96,542
Non-controlling interests		4,559	9,184	20,895	31,675
		16,801	35,333	86,615	128,217
Total comprehensive income attributable to:					
Owners of the Company		11,995	26,935	65,916	97,867
Non-controlling interests		4,219	10,416	21,220	33,740
		16,214	37,351	87,136	131,607
Earning per ordinary share (sen):					
Basic	25	1.75	3.73	9.37	13.77
Diluted	25	1.65	3.70	9.00	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 2023 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 30 June 2024	As at 30 September 2023
		RM'000	RM'000
	Note	(Unaudited)	(Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment		669,377	658,120
Right-of-use assets		86,548	87,639
Investment properties		115,524	115,524
Bearer plants		613	571
Other intangible assets		6,321	7,269
Goodwill		6,219	6,219
Investment in an associate		301	289
Investment in a joint venture		1,127	-
Other financial assets	22	1,554	1,609
Deferred tax assets		196	104
Total non-current assets		887,780	877,344
Current Assets			
Biological assets		125,808	115,021
Inventories		100,637	100,684
Trade and other receivables	27	240,697	248,657
Other assets		22,181	21,492
Other financial assets	22	11	29
Current tax assets		2,157	2,218
Short-term deposits with licensed banks		127,290	76,641
Cash and bank balances		80,729	95,679
Total current assets		699,510	660,421
TOTAL ASSETS		1,587,290	1,537,765
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		145,979	145,979
Treasury shares		(69)	(69)
Reserves		4,377	4,181
Retained earnings		524,859	462,645
Equity attributable to owners of the Company		675,146	612,736
Non-controlling interests		184,938	163,964
Total equity		860,084	776,700
NON-CURRENT LIABILITIES			
Provisions		1,122	1,122
Borrowings	21	159,037	174,505
Lease liabilities		9,482	8,991
Deferred revenue		90	145
Deferred tax liabilities		57,737	58,743
Total non-current liabilities		227,468	243,506

(FORWARD)

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Cont'd)

		As at 30 June 2024	As at 30 September 2023
		RM'000	RM'000
	Note	(Unaudited)	(Audited)
CURRENT LIABILITIES			
Trade and other payables		247,691	268,218
Provisions		4,291	3,817
Borrowings	21	229,827	234,850
Lease Liabilities		2,522	2,824
Deferred revenue		85	139
Current tax liabilities		15,322	7,711
Total current liabilities		499,738	517,559
TOTAL LIABILITIES		727,206	761,065
TOTAL EQUITY AND LIABILITIES		1,587,290	1,537,765
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.96	0.87

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 2023 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)

Nine (9) Months Ended 30 June 2024

	----- 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 2023	145,979	(69)	82	4,099	462,645	612,736	163,964	776,700
Profit for the period	-	-	-	-	65,720	65,720	20,895	86,615
Other comprehensive income	-	-	-	196	-	196	325	521
Total comprehensive income for the period	-	-	-	196	65,720	65,916	21,220	87,136
Disposal of partial interest in a subsidiary	-	-	-	-	-	-	7	7
Subscription of ordinary shares by non-controlling interests in a subsidiary	-	-	-	-	-	-	-*	-*
Dividend paid	-	-	-	-	(3,507)	(3,507)	-	(3,507)
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(252)	(252)
Arising from decrease in interest in a subsidiary	-	-	-	-	1	1	(1)	-
Balance as at 30 June 2024	145,979	(69)	82	4,295	524,859	675,146	184,938	860,084

* Negligible

(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)

Nine (9) Months Ended 30 June 2023

	----- 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	-	-	-	-	96,542	96,542	31,675	128,217
Other comprehensive income	-	-	-	1,325	-	1,325	2,065	3,390
Total comprehensive income for the period	-	-	-	1,325	96,542	97,867	33,740	131,607
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(345)	(345)
Balance as at 30 June 2023	145,979	(69)	82	4,025	452,057	602,074	161,387	763,461

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 2023 and the accompanying explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended 30 June 2024 RM'000 (Unaudited)	9 months ended 30 June 2023 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	120,630	156,147
Adjustments for:		
Depreciation and amortization of non-current assets	44,366	42,950
Interest expenses	13,407	14,197
Impairment loss recognized on receivables	2,943	3,981
Bad debt written off	461	162
Net fair value loss on derivative financial asset	73	2,943
Property, plant and equipment written off	22	128
Deposit written off	8	94
Loss/(gain) on forgiven, termination and remeasurement of lease payments	3	(70)
Interest revenue recognized in profit or loss	(2,290)	(1,339)
Gain on fair value adjustment of biological assets	(1,796)	(6,891)
Share of result in a joint venture	(1,135)	59
Net unrealized gain on foreign exchange	(501)	(4,596)
Gain on disposal of property, plant and equipment	(231)	(2,128)
Amortization of deferred revenue	(113)	(115)
Reversal of inventories written down	(15)	(36)
Share of result in an associate	(11)	(11)
Reversal of impairment loss recognized on receivables	(5)	(17)
Inventories written off	-	20
Operating profit before changes in working capital	175,816	205,478
Movement in working capital:		
Inventories	249	(1,110)
Biological assets	(8,992)	(991)
Trade and other receivables	5,658	(49,089)
Other assets	1,345	1,748
Trade and other payables	(21,066)	4,910
Increase in provision	474	-
Deferred revenue	-	72
Cash generated from operations	153,484	161,018
Interest received	1,796	1,026
Net of income tax paid and refunded	(27,432)	(19,808)
Interest paid	(13,290)	(14,122)
Net cash generated by operating activities	114,558	128,114
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	489	289
Proceeds from disposal of non-current assets	481	8,910
Proceeds from partial disposal of investment in a subsidiary	7	-
Payments for non-current assets	(44,043)	(26,045)
Increase in other assets for acquisition of non-current assets	(2,135)	(768)
(Advance to)/repayment from a joint venture	(656)	986
Payments for right-of-used assets	(288)	(31)
Payments for bearer plants	(42)	(30)
Net cash used in investing activities	(46,187)	(16,689)

(FORWARD)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont'd)

	9 months ended 30 June 2024 RM'000 (Unaudited)	9 months ended 30 June 2023 RM'000 (Unaudited)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short-term deposits pledged as securities	1,548	980
Advance from non-controlling interest of a subsidiary	245	85
Advance from a joint venture	56	93
Proceeds from issuance of shares by subsidiaries to non-controlling interests	-*	-
Net change in long-term loans	(14,869)	(24,735)
Net change in hire-purchase	(6,405)	(7,474)
Net change in short-term borrowings	(5,129)	(25,958)
Dividend paid	(3,507)	-
Net change in lease liabilities	(3,124)	(3,108)
Dividend paid to non-controlling interests of a subsidiary	(252)	(345)
Advance from directors	-	172
Net used in financing activities	(31,437)	(60,290)
NET INCREASE IN CASH AND CASH EQUIVALENTS	36,934	51,135
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	163,053	107,677
Effect of foreign exchange rate changes	260	1,665
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	200,247	160,477
REPRESENTED BY:-		
Short-term deposits with licensed banks	127,290	71,580
Cash and bank balances	80,729	98,210
Bank overdrafts classified as cash equivalents	(93)	(171)
	207,926	169,619
Less: Short-term deposits pledged as securities	(7,679)	(9,142)
	200,247	160,477

* Negligible

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 2023 and the accompanying explanatory notes attached to the interim financial report.

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 JUNE 2024

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 2023. 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 2023.

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 2023, except for the adoption of the following new Malaysian Financial Reporting Standards (MFRSs), Amendments to MFRSs and Interpretation during the current financial period.

MFRS 17	Insurance Contract
Amendments to MFRS 17	Comparative information
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimates
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to MFRS 112	International Tax Reform: Pillar Two Model Rules

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:

MFRS 18	Presentation and Disclosure in Financial Statements ^(c)
MFRS 19	Subsidiaries without Public Accountability ^(c)
Amendments to MFRS 16	Lease Liability in a Sale and Leaseback ^(a)
Amendments to MFRS 101	Non-current Liabilities with Covenants ^(a)
Amendments to MFRS 107 and MFRS 7	Disclosures of Supplier Finance Arrangements Estimates ^(a)
Amendments to MFRS 121	Lack of exchangeability ^(b)
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ^(d)

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

^(b) Effective for annual periods beginning on or after 1 January 2025

^(c) Effective for annual periods beginning on or after 1 January 2027

^(d) 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 2023 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 June 2024.

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 June 2024.

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 June 2024.

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 June 2024, a total of 545,500 shares were repurchased and held as treasury shares and carried at cost of RM69,304.

8. Dividends paid

A final single-tier dividend of 0.5 sen per ordinary share amounting to RM3,506,733.30 in respect of the financial year ended 30 September 2023 was approved by the shareholders during the Annual General Meeting held on 25 March 2024 and subsequently paid on 19 April 2024.

9. Segmental information

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

	Investment holding RM'000	Integrated poultry RM'000	Retail RM'000	Fast Food RM'000	Drone Service RM'000	Eliminations RM'000	Consolidated RM'000
Three (3) Months ended 30 June 2024							
Segment revenue							
External revenue	-	543,065	38,108	585	89	-	581,847
Inter-segment revenue	5,038	5,940	-	154	-	(11,132)	-
Total revenue	5,038	549,005	38,108	739	89	(11,132)	581,847
Segment results	4,678	37,347	290	(250)	(246)	(6,150)	35,669
Nine (9) Months ended 30 June 2024							
Segment revenue							
External revenue	-	1,591,199	111,769	1,909	294	-	1,705,171
Inter-segment revenue	5,216	17,408	7	558	-	(23,189)	-
Total revenue	5,216	1,608,607	111,776	2,467	294	(23,189)	1,705,171
Segment results	3,907	145,923	(366)	(497)	(700)	(14,859)	133,408
As at 30 June 2024							
Segment assets	137,470	1,401,059	40,513	2,128	2,425	(125,948)	1,457,647
Interest revenue producing assets							127,290
Income tax assets							2,353
Consolidated total assets							1,587,290
Segment liabilities	143	243,281	20,754	527	578	-	265,283
Borrowings							388,864
Income tax liabilities							73,059
Consolidated total liabilities							727,206

(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	Retail RM'000	Fast Food RM'000	Drone Service RM'000	Eliminations RM'000	Consolidated RM'000
Three (3) Months ended 30 June 2023							
Segment revenue							
External revenue	-	523,925	36,415	314	73	-	560,727
Inter-segment revenue	87	5,824	7	135	-	(6,053)	-
Total revenue	87	529,749	36,422	449	73	(6,053)	560,727
Segment results	(436)	51,089	(246)	(84)	(241)	(988)	49,094
Nine (9) Months ended 30 June 2023							
Segment revenue							
External revenue	-	1,581,958	105,430	1,190	343	-	1,688,921
Inter-segment revenue	6,067	17,937	7	471	-	(24,482)	-
Total revenue	6,067	1,599,895	105,437	1,661	343	(24,482)	1,688,921
Segment results	4,722	176,070	548	(68)	(566)	(15,445)	165,261
As at 30 June 2023							
Segment assets	124,016	1,366,179	38,740	1,285	3,177	(95,648)	1,437,749
Interest revenue producing assets							71,580
Income tax assets							6,793
Consolidated total assets							1,516,122
Segment liabilities	118	239,359	20,675	183	267	(5)	260,597
Borrowings							429,004
Income tax liabilities							63,060
Consolidated total liabilities							752,661

(FORWARD)

9. Segmental information (Cont'd)

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

	Three (3) Months ended 30 June 2024		Nine (9) Months ended 30 June 2024	
	RM'000	%	RM'000	%
Revenue				
By Geographical Locations				
Malaysia	492,423	84.63	1,443,004	84.62
Singapore	87,319	15.01	255,903	15.01
Others	2,105	0.36	6,264	0.37
Consolidated	<u>581,847</u>	<u>100.00</u>	<u>1,705,171</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 June 2024 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:

- On 13 October 2023, the Company has incorporated a new subsidiary company, Home Mart Southern Fresh & Frozen Sdn. Bhd. ("HMSF") in Malaysia. The initial issued share capital of HMSF was RM10, divided into 10 ordinary shares. The Company subscribed for the 5 ordinary shares by way of cash. The Company considers HMSF as a 50% owned subsidiary, as the Company has the power to exercise control through a casting vote given to the Managing Director of the Company who is also the Chairman of the Board of Directors of the subsidiary.
- On 13 December 2023, the wholly-owned subsidiary, CAB Marine Resources Sdn. Bhd., was struck off from the register and dissolved following the publication of the notice of striking off pursuant to Section 551(3) of the Companies Act 2016 in the Gazette.
- On 27 February 2024, the Company disposed of its entire equity interest of 1,000,000 ordinary shares, representing 100% equity interest in Southern Food And Groceries Supply Sdn. Bhd. (formerly known as HK Foods (M) Sdn. Bhd.) ("SFGS"), for a cash consideration of RM30,000. CAB Cakaran Sdn. Bhd. ("CABC"), the Company's wholly-owned subsidiary, acquired 50% of the disposal shares, while CAB Cakaran Southern Sdn. Bhd., a 51% owned subsidiary of CABC, acquired 25% of the disposal shares. The remaining 25% was acquired by another third party. Accordingly, the Group's equity interest in SFGS decreased to 62.75%.

13. Changes in contingent liabilities and assets

As at 30 June 2024, the Company had issued corporate guarantees of RM867.56 million (30 June 2023: RM909.43 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 June 2024 are as follows:-

	RM'000
Property, plant and equipment:	
Approved and contracted for	23,981
Authorised but not contracted for	61,733
	<u>85,714</u>

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 JUNE 2024

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 third quarter ended 30 June 2024, the Group recorded revenue of RM581.85 million, representing an increase of about 3.77% over the prior year corresponding quarter's revenue of RM560.73 million, mainly due to higher sales achieved by all of its divisions, especially the integrated poultry division.

The integrated poultry division's revenue increased from RM529.75 million to RM549.01 million as compared to the prior year's corresponding quarter. Despite an increase in revenue, this division's profit from operations dropped by 26.90% to RM37.35 million. This was mostly due to a decrease in the average selling price for chicks. The selling price of chicks dropped by 17.07% as compared to the prior year's corresponding quarter. In addition, the lower profit from operations was also due to the absence of government subsidies as compared to RM2.66 million received in the previous year's corresponding quarter.

The retail division recorded a higher revenue of RM38.11 million, mainly due to sales generated by two newly opened outlets in the second half of the previous financial year. In tandem with the higher revenue and higher margin achieved, this division turned a loss from operations into a profit from operations of RM0.29 million.

Even though the fast-food division achieved a higher revenue of RM0.74 million, it recorded a higher loss from operations of RM0.25 million. This was mainly due to the higher marketing and selling expenses being incurred as compared to the prior year's 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:-

	FYE2024 Quarter 3 RM'000 (Unaudited)	FYE2024 Quarter 2 RM'000 (Unaudited)	Variance	
			RM'000	%
Revenue	581,847	574,846	7,001	1.22
Profit before tax	25,498	29,618	(4,120)	
Loss/(Gain) on fair value adjustment of biological assets	4,854	(5,056)		
Adjusted profit before tax	30,352	24,562	5,790	23.57

For the current quarter ended 30 June 2024, the Group's revenue was higher than the previous quarter, mainly due to the increase in average selling price of broilers. The average selling price of broilers increased by 8.03% as compared with the previous quarter.

However, the Group recorded a lower profit before tax, mainly due to a loss on the fair value adjustment of biological assets. Excluding the loss on fair value adjustment of biological assets, the Group achieved a higher profit before tax as compared to the previous quarter. This was mainly due to an increase in the average selling price of broilers.

17. Commentary on prospects

Following stronger-than-expected economic performance in the second quarter of 2024, economists have revised upward their forecasts for Malaysia's gross domestic product (GDP) growth in 2024, driven by robust domestic spending and investment activity. The rice in the second quarter of 2024 increased the expansion rate in the first half of 2024 to 5.1%, placing Malaysia in a comfortable position to cap off the year with a growth in the upper end of the Government's official forecast range of 4% to 5%.

The price of broiler is expected to decrease due to oversupply of frozen chicken from other countries being dumped into Malaysia. However, with ringgit anticipated to continue to strengthen, the feed cost is expected to be in a downward trend. Therefore, the management is confident of maintaining a reasonable profit margin.

Premised on the above and barring any unforeseen circumstances, the Board is optimistic about the prospects of the Group over the next quarter. The Board will continue to monitor and review the performance and progress of the Group's operations and financial position.

18. Variance of actual profit from profit forecast

Not applicable as no profit forecast was published.

19. Tax expense

	3 months ended		9 months ended	
	30.06.24 RM'000	30.06.23 RM'000	30.06.24 RM'000	30.06.23 RM'000
Current taxation				
- Current	10,206	8,193	34,890	27,414
- Prior year	256	(554)	223	(597)
	10,462	7,639	35,113	26,817
Deferred taxation	(1,765)	581	(1,098)	1,113
	8,697	8,220	34,015	27,930

For the current quarter and year to date under review, the effective tax rate is higher than the statutory rate, as the business profit of certain subsidiary companies cannot be offset against the business loss of other subsidiary companies.

20. Utilisation of proceeds and Corporate proposals

a) Warrants

As at 30 June 2024 no warrants has been converted into shares. The number of outstanding unexercised warrants is 233,781,206.

b) Corporate proposals not completed

There were no corporate proposals announced but not completed in the current quarter ended 30 June 2024 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 30 June 2024 are as follows:-

	As at 30 June 2024			As at 30 September 2023		
	Secured RM'000	Unsecured RM'000	Total RM'000	Secured RM'000	Unsecured RM'000	Total RM'000
Short-term borrowings:						
Bankers' acceptances	155,657	22,260	177,917	160,184	26,369	186,553
Term loans	34,998	4,467	39,465	33,579	4,353	37,932
Hire purchase payables	5,404	-	5,404	6,888	-	6,888
Fixed advance facilities	3,474	-	3,474	3,437	-	3,437
Revolving credit	-	3,474	3,474	-	-	-
Bank overdrafts	93	-	93	40	-	40
Sub-total	199,626	30,201	229,827	204,128	30,722	234,850
Long-term borrowings:						
Term loans	149,141	377	149,518	161,693	3,695	165,388
Hire purchase payables	9,519	-	9,519	9,117	-	9,117
Sub-total	158,660	377	159,037	170,810	3,695	174,505
Total borrowings	358,286	30,578	388,864	374,938	34,417	409,355

The Group's total borrowings decreased to RM388.86 million during the quarter under review as compared to RM409.35 million recorded in the financial year ended 30 September 2023 mainly due to the repayment of term loans and a decrease in bankers' acceptance.

	As at 30 June 2024			As at 30 September 2023		
		Foreign Currency '000	RM Equivalent '000		Foreign Currency '000	RM Equivalent '000
Short Term Borrowing						
Secured	RM		183,952	RM		189,549
Unsecured	RM		22,260	RM		26,369
Secured	USD	1,891	8,923	USD	1,667	7,816
Secured	SGD	1,943	6,751	SGD	1,968	6,763
Unsecured	SGD	2,286	7,941	SGD	1,266	4,353
			229,827			234,850
Long Term Borrowing						
Secured	RM		98,180	RM		104,099
Secured	SGD	12,418	43,145	SGD	13,131	45,129
Secured	USD	3,674	17,335	USD	4,604	21,582
Unsecured	SGD	108	377	SGD	1,075	3,695
			159,037			174,505
Total Borrowing						
Secured	RM		282,132	RM		293,648
Unsecured	RM		22,260	RM		26,369
Secured	SGD	14,361	49,896	SGD	15,099	51,892
Secured	USD	5,565	26,258	USD	6,271	29,398
Unsecured	SGD	2,394	8,318	SGD	2,341	8,048
			388,864			409,355

22. Derivative financial instruments

The derivative financial asset as at 30 June 2024 are carried at fair value through profit or loss as follows:

Financial instruments	Contracted Amount RM'000	Net Fair Value Gain RM'000
Cross Currency Interest Rate Swap Contracts:		
Purchase Contracts - More than 1 year	23,633	1,554
Purchase Contracts - Less than 1 year	3,066	11

For the quarter ended 30 June 2024, 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 June 2024

25. Earning per ordinary share

The 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 30 June 2024	Prior Period Quarter 30 June 2023	Current Year To Date 30 June 2024	Preceding Year To Date 30 June 2023
Net profit attributable to shareholders (RM'000)	12,242	26,149	65,720	96,542
Weighted average number of shares				
a) Basic				
Weighted average number of ordinary shares in issue ('000)	701,347	701,347	701,347	701,347
b) Diluted				
Weighted average number of ordinary shares in issue ('000)	701,347	701,347	701,347	701,347
Adjustment for assumed exercised of Warrant ('000)	38,706	4,601	29,065	(2,268)
Adjusted weighted average number of ordinary shares ('000)	740,053	705,948	730,412	699,079
Basic earning per ordinary share (sen)	1.75	3.73	9.37	13.77
Diluted earning per ordinary share (sen)	1.65	3.70	9.00	NA

The diluted earnings per ordinary share is not shown for the preceding year to date as the effect of the conversion of share options to ordinary shares would be anti-dilutive.

26. Profit for the period

Profit for the period has been arrived at:

	3 months ended		9 months ended	
	30 June 2024	30 June 2023	30 June 2024	30 June 2023
	RM'000	RM'000	RM'000	RM'000
After charging/(crediting):-				
Depreciation and amortization of non-current assets	14,814	15,155	44,366	42,950
Loss/(Gain) on fair value adjustment of biological assets	4,854	2,157	(1,796)	(6,891)
Interest expenses	4,303	4,747	13,407	14,197
Impairment loss recognized on receivables	1,346	862	2,943	3,981
Bad deb written off	344	158	461	162
Net unrealized loss/(gain) on foreign exchange	182	(2,277)	(501)	(4,596)
Net fair value loss on derivative financial asset	137	1,199	73	2,943
	8	-	8	94
Deposit written off				
Property, plant and equipment written off	1	1	22	128
Inventories written down/(Reversal of inventories written down)	1	(7)	(15)	(36)
Loss/(gain) on forgiven, termination and remeasurement of lease payments	1	(1)	3	(70)
Share of result in a joint venture	(925)	-	(1,135)	59
Interest revenue recognized in profit or loss	(799)	(582)	(2,290)	(1,339)
Amortization of deferred revenue	(38)	(32)	(113)	(115)
Gain on disposal of property, plant and equipment	(36)	(1,919)	(231)	(2,128)
Reversal of impairment loss recognized on receivables	(5)	(5)	(5)	(17)
Share of result in an associate	(3)	(5)	(11)	(11)
Inventories written off	-	20	-	20

27. Trade Receivables

	As at 30 June 2024	As at 30 September 2023
	RM'000	RM'000
	(Unaudited)	(Audited)
Trade receivables:		
Third parties	235,951	249,082
Related parties	12,380	10,256
Less: Allowance for impairment losses	(26,528)	(28,271)
Trade receivable, net	221,803	231,067
Other receivables:		
Third parties	19,221	18,289
Related parties	895	239
Less: Allowance for impairment losses	(1,222)	(938)
Other receivable, net	18,894	17,590
Total trade and other receivables	240,697	248,657

(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 30 June 2024 RM'000 (Unaudited)	As at 30 September 2023 RM'000 (Audited)
Included in trade receivables:		
YWT Contract Farming	5,347	5,544
Sinmah Poultry Processing (S) Pte. Ltd.	3,208	2,561
Aqina Farming Sdn. Bhd.	1,174	1,023
Nulab Sdn. Bhd.	777	381
Hwah Wai Agriculture Sdn. Bhd.	747	-
Maju Jaya Farm	672	386
Chyuan Heng Farming Sdn. Bhd.	281	55
Shin Salim Japan Co. Ltd.	132	279
Chuah Ah Chui	41	24
Unisetali Sdn. Bhd.	1	3
	12,380	10,256
Included in other receivables:		
Singapore Poultry Hub Pte. Ltd.	869	216
YWT Contract Farming	14	16
Maju Jaya Farm	9	3
Chyuan Heng Farming Sdn. Bhd.	2	2
Unisetali Sdn. Bhd.	1	1
Asiawe Resources Sdn. Bhd.	-*	1
Kebun Ngohoch (PW) Sdn. Bhd.	-*	-*
	895	239

* Negligible

Ageing of trade receivables:

	As at 30 June 2024 RM'000 (Unaudited)	As at 30 September 2023 RM'000 (Audited)
Not past due	180,797	174,235
Number of days past due:		
1 - 30 days	20,345	26,026
31 - 60 days	8,425	10,224
61 - 90 days	3,068	4,440
Over 91 days	9,168	16,142
Total	221,803	231,067

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 30 August 2024.