

Condensed Consolidated Statement of Financial Position
As at 31 July 2023
(The figures have not been audited)

	As at 31-Jul-23 RM'000	(Audited) As at 31-Jul-22 RM'000
Assets		
Non-current assets		
Property, plant and equipment	69,819	60,269
Right-of-use assets	3,587	1,378
Investment property	9,345	9,345
Investment in an associate	436	436
	<u>83,187</u>	<u>71,428</u>
Current assets		
Inventories	92,954	89,755
Property development expenditure	74,851	74,383
Trade and other receivables	58,854	50,451
Derivative financial assets	-	238
Current tax assets	278	-
Fixed deposit placed at a licensed bank	726	710
Short term deposit placed at licensed banks	30,810	10,600
Short term funds	-	89
Cash and bank balances	8,537	25,663
	<u>267,010</u>	<u>251,889</u>
Total assets	<u><u>350,197</u></u>	<u><u>323,317</u></u>
Equity and Liabilities		
Share capital	90,644	90,172
Share options reserve	953	1,153
Retained earnings	81,362	72,308
Equity attributable to owners of the parent	<u>172,959</u>	<u>163,633</u>
Non-controlling interests	<u>(7,910)</u>	<u>(4,986)</u>
Total equity	<u>165,049</u>	<u>158,647</u>
Liabilities		
Non-current liabilities		
Borrowings	47,140	56,380
Deferred tax liabilities	4,123	2,440
Lease liabilities	2,321	-
	<u>53,584</u>	<u>58,820</u>
Current liabilities		
Trade and other payables	57,559	57,046
Borrowings	71,925	45,124
Derivative financial liabilities	814	764
Lease liabilities	1,266	1,419
Current tax liabilities	-	1,497
	<u>131,564</u>	<u>105,850</u>
Total liabilities	185,148	164,670
Total equity and liabilities	<u><u>350,197</u></u>	<u><u>323,317</u></u>
	RM	RM
Net assets per ordinary share	<u>0.97</u>	<u>0.92</u>

These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 July 2022.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the financial year ended 31 July 2023
(The figures have not been audited)

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
	RM'000	RM'000	RM'000	RM'000
Revenue	173,241	190,626	647,379	777,908
Operating expenses	(168,580)	(183,531)	(633,177)	(749,527)
Other income/(expenses), net	<u>1,859</u>	<u>121</u>	<u>6,430</u>	<u>(2,945)</u>
Profit from operations	6,520	7,216	20,632	25,436
Share of loss in an associate, net of tax	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>(3)</u>
Profit before interest and tax	6,520	7,215	20,632	25,433
Interest expenses	<u>(1,760)</u>	<u>(987)</u>	<u>(5,592)</u>	<u>(4,421)</u>
Profit before tax	4,760	6,228	15,040	21,012
Tax expenses	<u>(1,111)</u>	<u>(1,782)</u>	<u>(3,998)</u>	<u>(5,930)</u>
Profit for the financial period/year	3,649	4,446	11,042	15,082
Other comprehensive income, net of tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the financial period/year	<u><u>3,649</u></u>	<u><u>4,446</u></u>	<u><u>11,042</u></u>	<u><u>15,082</u></u>
Profit/(Loss) attributable to:				
- Owners of the parent	4,417	5,083	13,966	18,664
- Non-controlling interests	<u>(768)</u>	<u>(637)</u>	<u>(2,924)</u>	<u>(3,582)</u>
	<u><u>3,649</u></u>	<u><u>4,446</u></u>	<u><u>11,042</u></u>	<u><u>15,082</u></u>
Total comprehensive income/(loss) attributable to:				
- Owners of the parent	4,417	5,083	13,966	18,664
- Non-controlling interests	<u>(768)</u>	<u>(637)</u>	<u>(2,924)</u>	<u>(3,582)</u>
	<u><u>3,649</u></u>	<u><u>4,446</u></u>	<u><u>11,042</u></u>	<u><u>15,082</u></u>
Earnings per ordinary share attributable to equity holders of the parent:				
- Basic earnings per ordinary share (sen)	<u>2.52</u>	<u>2.91</u>	<u>7.96</u>	<u>10.67</u>
- Diluted earnings per ordinary share (sen)	<u><u>2.52</u></u>	<u><u>2.89</u></u>	<u><u>7.96</u></u>	<u><u>10.62</u></u>

Condensed Consolidated Statement of Changes in Equity
For the financial year ended 31 July 2023
(The figures have not been audited)

	Share capital RM'000	Share options reserve RM'000	Retained earnings RM'000	Total attributable to owners of the parent RM'000	Non- controlling interests RM'000	Total equity RM'000
Balance as at 1 August 2021	87,604	1,740	57,644	146,988	(1,404)	145,584
Total comprehensive income for the financial year	-	-	18,664	18,664	(3,582)	15,082
Transactions with owners:						
Dividend paid	-	-	(4,000)	(4,000)	-	(4,000)
Ordinary shares issued pursuant to ESOS	2,568	(587)	-	1,981	-	1,981
	2,568	(587)	(4,000)	(2,019)	-	(2,019)
Balance as at 31 July 2022	<u>90,172</u>	<u>1,153</u>	<u>72,308</u>	<u>163,633</u>	<u>(4,986)</u>	<u>158,647</u>
Balance as at 1 August 2022	90,172	1,153	72,308	163,633	(4,986)	158,647
Total comprehensive income for the financial year	-	-	13,966	13,966	(2,924)	11,042
Transactions with owners:						
Dividend paid	-	-	(4,912)	(4,912)	-	(4,912)
Share options granted under ESOS	-	(93)	-	(93)	-	(93)
Ordinary shares issued pursuant to ESOS	472	(107)	-	365	-	365
	472	(200)	(4,912)	(4,640)	-	(4,640)
Balance as at 31 July 2023	<u>90,644</u>	<u>953</u>	<u>81,362</u>	<u>172,959</u>	<u>(7,910)</u>	<u>165,049</u>

These condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 July 2022.

Condensed Consolidated Statement of Cash Flow
For the financial year ended 31 July 2023
(The figures have not been audited)

	Year ended 31-Jul-23 RM'000	Year ended 31-Jul-22 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	15,040	21,012
Adjustments for:		
Interest income	(711)	(230)
Interest expenses	5,592	4,421
Bad debt written off	-	17
Depreciation of property, plant and equipment	4,070	4,025
Depreciation of right-of-use assets	1,378	1,340
Fair value gain on short term funds	(1)	(99)
Gain on disposal of property, plant and equipment	-	(198)
Property, plant and equipment written off	1	1
Gain on lease modification	-	(20)
Impairment loss on trade receivables	41	146
Unrealised loss on derivative instruments	288	271
Unrealised (gain)/loss on foreign exchange	(249)	880
Share options granted under ESOS	(93)	-
Share of loss in an associate	-	3
Operating profit before changes in working capital	<u>25,356</u>	<u>31,569</u>
Changes in working capital:		
Inventories	(3,199)	(4,631)
Property development expenditure	(468)	(591)
Trade and other receivables	(8,673)	(12,584)
Trade and other payables	158	21,115
Cash generated from operations	<u>13,174</u>	<u>34,878</u>
Tax paid	<u>(4,090)</u>	<u>(5,379)</u>
Net cash from operating activities	<u>9,084</u>	<u>29,499</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	711	230
Placements of fixed deposit pledged to a licensed bank	(16)	(12)
Advance to an associate	-	-
Purchase of property, plant and equipment	(13,621)	(17,502)
Proceed from disposal of plant and equipment	-	198
Net cash used in investing activities	<u>(12,926)</u>	<u>(17,086)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(5,117)	(4,302)
Dividend paid	(4,912)	(4,000)
Net movements in borrowings	17,965	1,222
Payment of lease liabilities	(1,464)	(1,443)
Proceeds from ordinary shares issued pursuant to ESOS exercised	365	1,981
Net cash from/(used in) financing activities	<u>6,837</u>	<u>(6,542)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,995	5,871
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	<u>36,352</u>	<u>30,481</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>39,347</u></u>	<u><u>36,352</u></u>
COMPOSITION OF CASH AND CASH EQUIVALENTS:		
Fixed deposit placed at a licensed bank	726	710
Short term deposit placed at licensed banks	30,810	10,600
Short term funds	-	89
Cash and bank balances	<u>8,537</u>	<u>25,663</u>
	40,073	37,062
Less: Fixed deposit pledged to a licensed bank	<u>(726)</u>	<u>(710)</u>
	<u><u>39,347</u></u>	<u><u>36,352</u></u>

These condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 31 July 2022.

Notes to the Financial Statements
For the financial year ended 31 July 2023

A Explanatory Notes

A1 Basis of preparation

The condensed financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRSs") 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Securities")'s Listing Requirements.

The condensed financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 July 2022. The explanatory notes to these financial statements 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 31 July 2022.

A2 Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 July 2022 except for the adoption of the following new/revised MFRSs, Amendments to MFRSs and Issues Committee Interpretations ("IC Interpretations"):

a) Adoption of New MFRSs and Amendments to MFRSs

	Effective Date
Annual Improvements to MFRS Standards 2018-2020	1 Jan 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 Jan 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment – Proceeds before Intended Use</i>	1 Jan 2022
Amendments to MFRS 137 <i>Onerous Contracts – Cost of Fulfilling a Contract</i>	1 Jan 2022

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

b) MFRSs and Amendments to MFRSs issued but not yet effective

	Effective Date
MFRS 17 Insurance Contracts	1 Jan 2023
Amendments to MFRS 17 <i>Insurance Contracts</i>	1 Jan 2023
Amendments to MFRS 17 <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 Jan 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 Jan 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 Jan 2023
Amendments to MFRS 112 <i>Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 Jan 2023
Amendments to MFRS 16: <i>Lease Liability in a Sale and Leaseback</i>	1 Jan 2024
Amendments to MFRS 107 and MFRS 7: <i>Supplier Finance Arrangement</i>	1 Jan 2024
Amendments to MFRS 101: <i>Classification of Liabilities as Current or Non-current</i>	1 Jan 2024
Amendments to MFRS 101: <i>Non-Current Liabilities with Covenants</i>	1 Jan 2024
Amendments to MFRS 112: <i>International Tax Reform - Pillar Two Model Rules</i>	Refer paragraph 98M of MFRS 112
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group is in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for future financial years.

A3 Qualification of financial statements

There was no qualification in the audited financial statements for the financial year ended 31 July 2022.

A4 Seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

A5 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and financial year to-date.

Notes to the Financial Statements
For the financial year ended 31 July 2023

A Explanatory Notes

A6 Change in estimates

There were no significant changes in estimates that have a material effect for the current quarter under review and financial year.

A7 Debt and equity securities

During the financial year ended 31 July 2023, the Company had allotted and issued 793,000 new ordinary shares respectively pursuant to the ESOS.

During the current quarter and subsequent to the financial year ended 31 July 2023 and up to the date of this report, the Company did not allot and issue any new ordinary shares pursuant to the ESOS.

As at the date of this report, the unexercised options pursuant to A-Rank's ESOS granted and accepted by eligible Directors and employees are 5,675,200 options.

Other than as disclosed above, there were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities for the current quarter under review and financial year and up to the date of this report.

A8 Dividend paid

A first and final single-tier dividend of 2.75 sen per ordinary share, amounting to RM4.9 million in respect of the previous financial year ended 31 July 2022 was paid on 21 December 2022.

A9 Segmental information

The Group is principally engaged in investment holding, manufacturing and marketing of aluminium billets and property development. Its operating segments are presented based on products and services. The performance of each segment is measured based on the internal management report reviewed by chief operating decision maker.

(a) Business segments

	Aluminium RM'000	Property development RM'000	Total RM'000
Revenue			
Revenue from external customers	647,379	-	647,379
Results			
Profit/(Loss) from operations	21,170	(538)	20,632
Interest expense	(2,318)	(3,274)	(5,592)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	18,852	(3,812)	15,040
Tax expenses	(3,998)	-	(3,998)
Profit/(Loss) after tax	14,854	(3,812)	11,042
Assets			
Segment assets	263,784	85,699	349,483
Investment in an associate	436	-	436
Current tax assets	278	-	278
	264,498	85,699	350,197
Liabilities			
Segment liabilities	38,855	18,704	57,559
Borrowings	62,685	56,380	119,065
Lease liabilities	3,587	-	3,587
Derivative financial liabilities	814	-	814
Deferred tax liabilities	4,123	-	4,123
	110,064	75,084	185,148

Notes to the Financial Statements
For the financial year ended 31 July 2023

A Explanatory Notes

A9 Segmental information (Cont'd)

(b) Geographical information

The Group operates only in Malaysia.

In presenting information on the basis of geographical areas, segment revenue is based on the geographical location of customers. The reportable segments are Malaysia, South East Asia other than Malaysia, South Asia and others⁽¹⁾.

⁽¹⁾ Other operating segments comprise countries in South Africa and Europe.

Segment assets are based on the geographical location of the assets of the Group.

	Cumulative period ended	
	31-Jul-23	31-Jul-22
	RM'000	RM'000
<u>Revenue from external customers</u>		
South East Asia other than Malaysia	154,260	182,148
South Asia	97,659	109,088
Others	2,413	5,115
	<u>254,332</u>	<u>296,351</u>
Oversea	254,332	296,351
Malaysia	393,047	481,557
	<u>647,379</u>	<u>777,908</u>
	As at	As at
	31-Jul-23	31-Jul-22
	RM'000	RM'000
<u>Segment assets</u>		
Malaysia	341,829	316,934
South East Asia other than Malaysia	8,146	4,801
South Asia	222	1,582
	<u>350,197</u>	<u>323,317</u>

A10 Contingent liabilities

At the end of the current quarter, there are no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group except for the following:

	As at	As at
	31-Jul-23	31-Jul-22
	RM'000	RM'000
Corporate guarantees given to financial institutions for banking facilities utilised by a subsidiary	<u>62,685</u>	<u>45,124</u>

The Company provided corporate guarantees for banking facilities granted to a subsidiary with limits of RM118.0 million and USD10.0 million (31 July 2022: RM88.0 million and USD10.0 million).

A11 Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review and financial year.

Notes to the Financial Statements
For the financial year ended 31 July 2023

A Explanatory Notes

A12 Capital commitments

At the end of the current quarter, the capital commitments of the Group are as follows:

	As at 31-Jul-23 RM'000	As at 31-Jul-22 RM'000
Capital expenditures in respect of purchase of property, plant and equipment:		
- Approved and contracted for	5,320	7,365
- Approved but not contracted for	<u>3,420</u>	<u>3,761</u>
	<u><u>8,740</u></u>	<u><u>11,126</u></u>

A13 Changes in the composition of the Group

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

A14 Related party transactions

During the current quarter under review and financial year ended 31 July 2023, the material business transactions entered by the Group with related parties in which a Director has substantial financial interests were as follows:

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
	RM'000	RM'000	RM'000	RM'000
<u>Formosa Shven Hornq Metal Sdn Bhd</u>				
- Sales to LB Aluminium Berhad	25,961	32,803	82,777	147,095
- Sales to LB Aluminium (Sarawak) Sdn Bhd	<u>4,797</u>	<u>2,157</u>	<u>16,609</u>	<u>19,290</u>

The related parties transactions described above were carried out in the ordinary course of business on normal commercial terms.

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B1 Review of performance

	Aluminium RM'000	Property development RM'000	Total RM'000
<u>Current quarter ended 31 July 2023</u> <u>("2023-Q4")</u>			
Revenue from external customers			
- Malaysia	113,136	-	113,136
- Oversea	60,105	-	60,105
Total revenue	<u>173,241</u>	<u>-</u>	<u>173,241</u>
<u>Results</u>			
Profit/(Loss) from operations	6,641	(121)	6,520
Interest expense	(884)	(876)	(1,760)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	5,757	(997)	4,760
Tax expenses	(1,111)	-	(1,111)
Profit/(Loss) after tax	<u>4,646</u>	<u>(997)</u>	<u>3,649</u>
<u>Current quarter ended 31 July 2022</u> <u>("2022-Q4")</u>			
Revenue from external customers			
- Malaysia	113,480	-	113,480
- Oversea	77,146	-	77,146
Total revenue	<u>190,626</u>	<u>-</u>	<u>190,626</u>
<u>Results</u>			
Profit/(Loss) from operations	7,318	(102)	7,216
Interest expense	(280)	(707)	(987)
Share of loss in an associate	(1)	-	(1)
Profit/(Loss) before tax	7,037	(809)	6,228
Tax expenses	(1,782)	-	(1,782)
Profit/(Loss) after tax	<u>5,255</u>	<u>(809)</u>	<u>4,446</u>
<u>Variance (2023-Q4 vs 2022-Q4)</u>			
Total Revenue	(9.1%)	N/A	(9.1%)
Profit/(Loss) from operations	(9.3%)	18.6%	(9.6%)
Profit/(Loss) before tax	(18.2%)	23.2%	(23.6%)
Profit/(Loss) after tax	(11.6%)	23.2%	(17.9%)

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B1 Review of performance (Cont'd)

	Aluminium RM'000	Property development RM'000	Total RM'000
Cumulative period ended 31 July 2023			
("2023-Q1 to Q4")			
Revenue from external customers			
- Malaysia	393,047	-	393,047
- Oversea	254,332	-	254,332
Total revenue	647,379	-	647,379
Results			
Profit/(Loss) from operations	21,170	(538)	20,632
Interest expense	(2,318)	(3,274)	(5,592)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	18,852	(3,812)	15,040
Tax expenses	(3,998)	-	(3,998)
Profit/(Loss) after tax	14,854	(3,812)	11,042
Cumulative period ended 31 July 2022			
("2022-Q1 to Q4")			
Revenue from external customers			
- Malaysia	481,557	-	481,557
- Oversea	296,351	-	296,351
Total revenue	777,908	-	777,908
Results			
Profit/(Loss) from operations	25,894	(458)	25,436
Interest expense	(705)	(3,716)	(4,421)
Share of loss in an associate	(3)	-	(3)
Profit/(Loss) before tax	25,186	(4,174)	21,012
Tax expenses	(5,930)	-	(5,930)
Profit/(Loss) after tax	19,256	(4,174)	15,082
Variance			
(2023-Q1 to Q4 vs 2022-Q1 to Q4)			
Total Revenue	(16.8%)	N/A	(16.8%)
Profit/(Loss) from operations	(18.2%)	17.5%	(18.9%)
Profit/(Loss) before tax	(25.1%)	(8.7%)	(28.4%)
Profit/(Loss) after tax	(22.9%)	(8.7%)	(26.8%)

**Notes to the Financial Statements
For the financial year ended 31 July 2023**

B Additional information required by the Bursa Securities' Listing Requirements

B1 Review of performance (Cont'd)

For the current quarter

The Group's revenue decreased by 9.1% to RM173.2 million for the quarter under review compared to RM190.6 million for the corresponding quarter last year. The decrease in revenue was due to lower average selling prices despite the increase in business volume compared to the corresponding quarter last year.

The Group's profit before tax for the current quarter decreased to RM4.8 million compared to RM6.2 million for the corresponding quarter last year. The aluminium segment had reported a lower profit before tax of RM5.8 million for the quarter under review against RM7.0 million for the corresponding quarter last year mainly due to reduced revenue as well as higher interest expenses compared to the corresponding quarter last year.

The property development segment reported a loss before tax of RM1.0 million for the quarter under review compared to a loss of RM0.8 million for the corresponding quarter last year.

The Group reported lower profit after tax of RM3.6 million for the current quarter compared to a profit after tax of RM4.4 million for the corresponding quarter last year in line with the lower profit before tax.

For the cumulative period

For the cumulative 12-month period ended 31 July 2023, the Group recorded a revenue of RM647.4 million, which decreased by 16.8% compared to RM777.9 million for the corresponding period last year. The decrease in revenue was due mainly to lower business volume and average selling prices.

The Group's profit before tax for the 12-month period decreased by 28.4% to RM15.0 million as compared from RM21.0 million for corresponding period last year. The decrease was attributed to the aluminium segment, which reported a profit before tax of RM18.9 million for the cumulative period under review, compared to RM25.2 million for the corresponding period last year due to lower business volume and higher production costs.

The property development segment, however, reported a lower loss before tax of RM3.8 million for the 12-month period compared to RM4.2 million for the corresponding period last year due mainly to reduced interest expenses.

The Group reported a decrease in profit after tax to RM11.0 million for the the 12-month period under review in line with the lower profit before taxation as compared to the corresponding period last year.

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B2 Variance of results against preceding quarter

	Aluminium RM'000	Property development RM'000	Total RM'000
<u>Current quarter ended 31 July 2023</u> <u>("2023-Q4")</u>			
Revenue from external customers			
- Malaysia	113,136	-	113,136
- Oversea	60,105	-	60,105
Total revenue	<u>173,241</u>	<u>-</u>	<u>173,241</u>
<u>Results</u>			
Profit/(Loss) from operations	6,641	(121)	6,520
Interest expense	(884)	(876)	(1,760)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	5,757	(997)	4,760
Tax expenses	(1,111)	-	(1,111)
Profit/(Loss) after tax	<u>4,646</u>	<u>(997)</u>	<u>3,649</u>
<u>Preceding quarter ended 30 April 2023</u> <u>("2023-Q3")</u>			
Revenue from external customers			
- Malaysia	93,054	-	93,054
- Oversea	68,045	-	68,045
Total revenue	<u>161,099</u>	<u>-</u>	<u>161,099</u>
<u>Results</u>			
Profit/(Loss) from operations	4,442	(121)	4,321
Interest expense	(540)	(752)	(1,292)
Share of loss in an associate	-	-	-
Profit/(Loss) before tax	3,902	(873)	3,029
Tax expenses	(570)	-	(570)
Profit/(Loss) after tax	<u>3,332</u>	<u>(873)</u>	<u>2,459</u>
<u>Variance (2023-Q4 vs 2023-Q3)</u>			
Total Revenue	7.5%	N/A	7.5%
Profit/(Loss) from operations	49.5%	0.0%	50.9%
Profit/(Loss) before tax	47.5%	14.2%	57.1%
Profit/(Loss) after tax	39.4%	14.2%	48.4%

The Group's revenue increased by 7.5% for the quarter under review compared to RM161.1 million registered for the preceding quarter. The increase in revenue was mainly due to higher business volume compared to the preceding quarter.

The Group reported profit before tax for the current quarter of RM4.8 million compared to the preceding quarter of RM3.0 million, an increase of 57.1%. The increase was attributed by the aluminium segment which reported a higher profit before tax of RM5.8 million for the quarter under review compared to RM3.9 million for the preceding quarter due mainly to better gross margins.

The Group also achieved an improvement in profit after tax of 48.4% for the current quarter under review compared to RM2.5 million recorded for the preceding quarter in line with the higher profit before tax.

**Notes to the Financial Statements
For the financial year ended 31 July 2023**

B Additional information required by the Bursa Securities' Listing Requirements

B3 Prospects

The global economy is expected to grow at a slower pace in 2023. Resilient domestic demand, strong labour market conditions and recovery in services activity, particularly tourism will continue to support global growth. However, headwinds from persistently elevated inflation and higher interest rates remain. While China's reopening remains supportive of the global economy, the slower-than-expected pace of recovery in recent months will weigh on global growth.

For the second half of 2023, the Malaysian economy is expected to expand at a moderate pace. Slower external demand will continue to weigh on economic activity particularly for the export-oriented sectors. Growth will be supported by domestic demand, underpinned by favourable labour market conditions, particularly in the domestic-oriented sectors. Tourist arrivals are expected to continue improving, thereby lifting tourism activities, while investment activity would be supported by the implementation of multi-year investment projects. Domestic financial conditions also remain conducive to financial intermediation.

The Board expects the outlook for the forthcoming quarter to remain cautiously optimistic. As usual, we will continuously focus on improving cost efficiencies and operational recovery to mitigate any adverse impacts on our business.

Barring unforeseen circumstances, the Board is optimistic that the Group will remain profitable for the forthcoming quarter.

B4 Variance of actual and profit estimate

Not applicable as no profit forecast was published.

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B5 Notes to the Condensed Consolidated Statement of Comprehensive Income

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) before tax for the financial period is arrived at after (crediting)/charging:				
Interest income	(276)	(57)	(711)	(230)
Interest expenses	1,760	987	5,592	4,421
Bad debt written off	-	-	-	17
Depreciation of:				
- property, plant and equipment	1,147	979	4,070	4,025
- right-of-use assets	330	339	1,378	1,340
Fair value loss on short term funds	-	(7)	(1)	(99)
Gain on disposal of property, plant and equipment	-	(105)	-	(198)
Impairment loss on trade receivables	-	41	41	146
Property, plant and equipment written off	-	1	1	1
Share options granted under ESOS	(93)	-	(93)	-
(Gain)/Loss on foreign exchange:				
- realised	(1,989)	409	(5,376)	(1,289)
- unrealised	(513)	(1,275)	(249)	880
(Gain)/Loss on derivative instruments:				
- realised	(264)	84	(304)	3,581
- unrealised	1,276	808	288	271

B6 Tax expenses

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
	RM'000	RM'000	RM'000	RM'000
Current income tax	1,001	1,546	2,315	6,629
Deferred tax	110	236	1,683	(699)
	<u>1,111</u>	<u>1,782</u>	<u>3,998</u>	<u>5,930</u>

B7 Status of corporate proposals

There were no corporate proposals announced pending completion.

B8 Changes in material litigation

The Group does not have any material litigation as at the date of this announcement.

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B9 Borrowings

	As at 31-Jul-23		As at 31-Jul-22	
	Foreign currency USD'000	Amount equivalent RM'000	Foreign currency USD'000	Amount equivalent RM'000
Short term borrowings				
- Bankers' acceptances (Unsecured)	-	-	-	6,000
- Foreign currency loans (Currency denominated in US Dollar) (Unsecured)	13,911	62,685	8,786	39,124
- Term loan (Secured)	-	9,240	-	-
		<u>71,925</u>		<u>45,124</u>
Long term borrowing				
- Term loan (Secured)	-	47,140	-	56,380
		<u>119,065</u>		<u>101,504</u>

All borrowings are denominated in Malaysia Ringgit except as indicated above.

B10 Dividend

The Board of Directors has proposed a first and final single-tier dividend of 2.50 sen per ordinary share (2022: 2.75 sen per ordinary share) based on the total number of issued and paid up share capital of 178,754,597 ordinary shares (2022: 177,961,597 ordinary shares) in respect of the Company's current financial year ended 31 July 2023 amounting to RM4.5 million (2022: RM4.9 million).

The proposed dividend is subject to the approval of shareholders at the forthcoming annual general meeting to be held on a date which shall be announced later. The date of payment of the dividend and the date for the determination of dividend entitlement would also be announced later.

B11 Earnings per ordinary share

(a) Basic

Basic earnings per ordinary share is calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding during the financial year.

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
Profit attributable to equity holders of the parent (RM'000)	<u>4,417</u>	<u>5,083</u>	<u>13,966</u>	<u>18,664</u>
Weighted average number of ordinary in issue ('000)	<u>175,382</u>	<u>174,917</u>	<u>175,382</u>	<u>174,917</u>
Basic earnings per ordinary share (sen)	<u>2.52</u>	<u>2.91</u>	<u>7.96</u>	<u>10.67</u>

(b) Diluted

Diluted earnings per ordinary share is calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares.

The adjusted weighted average number of ordinary shares in issue and issuable has been arrived at based on the assumption that ESOS are exercised at the beginning of the financial year. The ordinary shares to be issued under ESOS are based on the assumed proceeds on the difference between average share price for the financial year and exercise price.

Notes to the Financial Statements
For the financial year ended 31 July 2023

B Additional information required by the Bursa Securities' Listing Requirements

B11 Earnings per ordinary share (Cont'd)

(b) Diluted (Cont'd)

	Current quarter ended		Cumulative period ended	
	31-Jul-23	31-Jul-22	31-Jul-23	31-Jul-22
Profit attributable to equity holders of the parent (RM'000)	<u>4,417</u>	<u>5,083</u>	<u>13,966</u>	<u>18,664</u>
Weighted average number of ordinary in issue ('000)	175,382	174,917	175,382	174,917
Effects of dilution from share options Directors and employees ('000)	-	755	-	755
Adjusted weighted average number of ordinary shares applicable to diluted earnings per ordinary share ('000)	<u>175,382</u>	<u>175,672</u>	<u>175,382</u>	<u>175,672</u>
Diluted earnings per ordinary share (sen)	<u>2.52</u>	<u>2.89</u>	<u>7.96</u>	<u>10.62</u>

By Order of the Board

Tan Hsiao Yuen
Company Secretary

26 September 2023