



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED
31 MARCH 2022

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Mar-2021
	RM'000	RM'000	RM'000	RM'000
Revenue	147,360	115,451	147,360	115,451
Operating expenses	(142,510)	(113,467)	(142,510)	(113,467)
Other income	518	1,074	518	1,074
Finance cost	(1,631)	(1,615)	(1,631)	(1,615)
Profit/(Loss) before taxation	3,737	1,443	3,737	1,443
Tax expenses	423	(2,241)	423	(2,241)
Profit/(Loss) for the period	4,160	(798)	4,160	(798)
Other comprehensive income:				
Currency translation differences	160	313	160	313
fair value changes of equity instruments classified as FVOCI	0	0	0	0
Total comprehensive income/(expense) for the period	4,320	(485)	4,320	(485)
Profit/(Loss) for the period attributable to:				
Equity holders of the parent	4,160	(798)	4,160	(798)
Total comprehensive income/(expense) attributable to:				
Equity holders of the parent	4,320	(485)	4,320	(485)
Earnings per ordinary share:				
Basic EPS (sen)	1.42	(0.27)	1.42	(0.27)
Diluted EPS (sen)	1.42	(0.27)	1.42	(0.27)

Notes:

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Consolidated Financial Statements for the year ended 31 December 2021.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at Current Quarter ended 31-Mar-2022 RM'000	Audited as at Preceding Financial Year ended 31-Dec-2021 RM'000
Assets		
Non-current Assets		
Property, plant & equipment	370,686	373,443
Right-of-use assets	3,244	3,298
Equity instruments classified as FVOCI	7	7
Goodwill on consolidation	102	102
Deferred tax assets	395	309
Prepayment for purchase of property, plant & equipment	807	807
	375,241	377,966
Current Assets		
Biological assets	63,524	65,073
Inventories	52,209	58,566
Trade receivables	56,869	54,638
Other receivables and prepaid expenses	11,093	12,360
Tax recoverable	4,953	4,752
Fixed deposits, bank and cash balances	40,197	49,016
	228,845	244,405
TOTAL ASSETS	604,086	622,371
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital	60,011	60,011
Treasury shares	(8,346)	(8,346)
Reserves	264,140	259,809
Total Equity attributable to Owners of the Company	315,805	311,474
Non-current Liabilities		
Term loan	44,891	48,919
Hire purchase payable	4,168	5,073
Lease liabilities	3,260	3,260
Deferred tax liabilities	27,165	28,923
	79,484	86,175
Current Liabilities		
Trade payables	36,632	39,814
Other payables and accrued expenses	15,209	23,104
Hire purchase payable	4,191	4,500
Other bank borrowings	151,322	156,078
Lease liabilities	143	185
Tax payable	1,300	1,041
	208,797	224,722
TOTAL LIABILITIES	288,281	310,897
TOTAL EQUITY & LIABILITIES	604,086	622,371
Net asset per share attributable to Ordinary Equity Holders	1.07	1.06

Notes:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Consolidated Financial Statements for the year ended 31 December 2021.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Reverse Acquisition Reserves	Treasury Shares	Capital Reserve from LHI	Fair Value Reserves	Foreign Exchange Translation Reserves	Retained Profit	TOTAL EQUITY
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2022	60,011	(26,078)	(8,346)	517	4	910	284,456	311,474
ESOS - value of employee service				10				10
Profit/(Loss) for the period							4,160	4,160
Other comprehensive income/(expenses) for the period						161		161
Balance as at 31 MARCH 2022	60,011	(26,078)	(8,346)	527	4	1,071	288,616	315,805
Balance as at 1 January 2021	60,011	(26,078)	(8,346)	447	5	583	281,413	308,035
ESOS - value of employee service				26				26
Profit/(Loss) for the period							(798)	(798)
Other comprehensive income/(expenses) for the period						313		313
Balance as at 31 MARCH 2021	60,011	(26,078)	(8,346)	473	5	896	280,615	307,576

Notes:

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Consolidated Financial Statements for the year ended 31 December 2021.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year to-date 31-Mar-2022 RM'000	Preceding Year to-date 31-Mar-2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	3,737	1,443
Adjustments for non-cash flow:		
Non-cash items	6,146	5,563
Non-operating items	1,551	1,540
Operating profit before working capital changes	11,434	8,546
Changes in working capital		
Net changes in current assets	6,765	562
Net changes in current liabilities	(10,803)	(8,015)
Cash generated from operations	7,396	1,093
Interest received	78	73
Tax (paid)/refund	(1,390)	(2,016)
Net Cash Flow generated from Operating Activities	6,084	(850)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposal of property, plant & equipment	117	2,309
Purchase of property, plant & equipment	(3,431)	(6,536)
Net Cash Flows used in Investing Activities	(3,314)	(4,227)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	(9,958)	(4,456)
Interest paid	(1,631)	(1,615)
Net Cash Flows from/(used in) Financing Activities	(11,589)	(6,071)
NET CHANGES IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL YEAR	(8,819)	(11,148)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	49,016	43,111
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	40,197	31,963
Cash and bank balances	40,197	34,199
Bank overdraft	0	(2,236)
CASH AND CASH EQUIVALENTS	40,197	31,963

Notes:

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Consolidated Financial Statements for the year ended 31 December 2021.

NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2022

A. SELECTED EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS") NO. 134 – INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The financial statements are unaudited and have been prepared in accordance with the MFRS 134 – Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The financial statements should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 December 2021 and the accompanying explanatory notes attached. These explanatory notes attached to the 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.

A2. Changes in Accounting Policies

The financial statements of the Group and Company have been prepared in accordance with Malaysian Financial Reporting Standards (MFRS), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

The financial statements have been prepared under the historical cost convention, as modified by the biological assets, available-for-sale financial assets, and financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with the Malaysian Financial Reporting Standards requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. It also requires Directors to exercise their judgement in the process of applying the Group's and Company's accounting policies. Although these estimates and judgement are based on the Directors' best knowledge of current events and actions, actual results may differ.

A3. Auditors' Report

There was no qualification on the audited financial statements for the financial year ended 31 December 2021.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items

There were no items affecting assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size or incidence.

A6. Changes in Estimates

There were no significant changes in the estimates reported in prior financial year, which have a material effect in the current period.

A7. Issuances, Cancellation, Repurchases, Resale & Repayments of Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current financial year to date.

A8. Dividend Paid

There was no dividend paid in the current quarter under review.



A9. Segmental Reporting

The segmental revenue and results of business segments for the current financial year to date are as follows:

Segmental Analysis (by Activities)

Poultry farming
Investment and trading of poultry related products
TOTAL

Segmental Revenue	Profit/(Loss) before Taxation
RM'000	RM'000
125,317	1,214
22,043	2,523
147,360	3,737

Business Segments

Revenue
External
Internal
TOTAL Revenue
Segment profit before interest & tax
Finance income
Finance cost
Unaudited Consolidated Profit/(Loss) before taxation
Tax expense
Unaudited Consolidated Profit/(Loss) after taxation
Assets
Segment assets
Unallocated assets: Income producing assets
Unallocated assets: Deferred tax assets
Unallocated assets: Tax recoverable
TOTAL Assets
Liabilities
Segment liabilities
Unallocated liabilities: Bank borrowings
Unallocated liabilities: Current/Deferred Tax liabilities
TOTAL Liabilities

Investment & Trading of poultry related products	Poultry Farming	Adjustments	Group
RM'000	RM'000	RM'000	RM'000
22,043	125,317		147,360
6,645	0	(6,645)	0
28,688	125,317	(6,645)	147,360
3,077	2,734	(521)	5,290
			78
			(1,631)
			3,737
			423
			4,160
180,335	651,730	(233,334)	598,731
			7
			395
			4,953
			604,086
14,105	159,571	(118,432)	55,244
			204,572
			28,465
			288,281

A10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment of the Group have been brought forward without amendments from the previous annual financial statements.

A11. Capital Commitments

Contracted but not provided for
Approved but not contracted for

TOTAL
RM'000
1,962
14,244



A12. Material Subsequent Events

There were no material events subsequent to the end of the current quarter under review.

A13. Effects of Changes in the Composition of the Group

There were no other significant changes in the composition of the Group during the quarter under review.

A14. Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities and contingent assets other than the corporate guarantee of RM383.8 million given to the financial institutions for credit facilities granted to subsidiary companies.

A15. Related Party Transactions

The following related party transactions have been entered into in the normal course of business at arm-length:

	Current Quarter 3-month ended 31-Mar-2022 RM'000	Cumulative 3-month ended 31-Mar-2022 RM'000
Sales of eggs, animal health products, egg trays and others	5,293	5,293
Purchase of day-old-chick, animal health products and raw material	4,801	4,801
Transportation	1,948	1,948
Other services	547	547

B. ADDITIONAL INFORMATION AS REQUIRED BY BURSA SECURITIES MAIN LISTING REQUIREMENTS (APPENDIX 9B)

B1. Review of Performance of the Company and its principal subsidiaries

	Individual Period			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Variance	Current Year to-date	Preceding Year Corresponding Period	Variance
	31-Mar-2022	31-Mar-2021		31-Mar-2022	31-Mar-2021	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue						
Poultry farming	125,317	96,760	29.5%	125,317	96,760	29.5%
Investment & Trading of poultry related products	22,043	18,691	17.9%	22,043	18,691	17.9%
TOTAL	147,360	115,451	27.6%	147,360	115,451	27.6%
Profit/(Loss) before taxation						
Poultry farming	1,214	(1,181)	202.8%	1,214	(1,181)	202.8%
Investment & Trading of poultry related products	2,523	2,624	-3.8%	2,523	2,624	-3.8%
TOTAL	3,737	1,443	159.0%	3,737	1,443	159.0%

Despite the Group recorded a higher revenue of RM147.4 million representing an increase of 27.6%, the continued higher raw material price had impacted the Group to record a pre-tax profit of RM3.7 million for the current period under review.

Poultry Farming

The segment recorded a surge in revenue by RM28.6 million representing 29.5% higher resulting from the continued improved selling price of eggs. Nevertheless, the continued higher feed cost had impacted the Group's financial performance and pre-tax profit of RM1.2 million was mainly derived from the sales of old hens for the period under review.

Investment and Trading

The segment recorded a slight increase in revenue by RM3.4 million and a sustainable pre-tax profit of RM2.5 million, due to the stable demand and sustainable contribution for the period under review.

B2. Comparison with the immediate Preceding Quarter's Results

	Current Quarter ended	Immediate Preceding Quarter ended	Variance	
	31-Mar-2022	31-Dec-2021		
	RM'000	RM'000	RM'000	%
Revenue	147,360	152,143	(4,783)	-3.1%
Profit/(Loss) before interest & tax	5,368	13,043	(7,675)	-58.8%
Profit/(Loss) before taxation	3,737	11,455	(7,718)	-67.4%
Profit/(Loss) after taxation	4,160	12,093	(7,933)	-65.6%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	4,160	12,093	(7,933)	-65.6%

The revenue declined from RM152.1 million to RM147.4 million representing a slight decrease of 3.1% which was mainly due to lower sales quantity of eggs. The Group recorded a decline in pre-tax profit by RM7.7 million representing a decrease of 67.4% as a consequence of the higher production cost in the current quarter and the uplift of fair value of biological assets in the preceding quarter.



B3. Current Year Prospects

In view of the business resumption with uncertainty market conditions, the Directors are in opinion that the financial performance is remain challenging for the 9 months period ending 31 December 2022.

B4. Variance from Profit Forecast and Profit Guarantee

This note is not applicable to the Group.

B5. Taxation

Major components of tax expense:

	Current Quarter	Current Year to-date
	31-Mar-2022	31-Mar-2022
	RM'000	RM'000
Current year provision/(reversal)	1,543	1,543
(Over)/Under provision in prior year	(117)	(117)
Deferred taxation/(reversal)	(1,871)	(1,871)
Real property gain tax/(refund)	21	21

The effective income tax rate is below the statutory income tax rate for the current period under review due to unutilised tax losses carried forward.

B6. Corporate Proposal

There were no corporate proposals announced but not completed as of the date of this report.



B7. Group borrowings and Debt securities

a. Details of the group borrowings as at 31 March 2022 are as follows:

	Long Term				Short Term				TOTAL Borrowings			
	SGD'000	RM'000 Equivalent	RM'000	TOTAL RM'000	SGD'000	RM'000 Equivalent	RM'000	TOTAL RM'000	SGD'000	RM'000 Equivalent	RM'000	TOTAL RM'000
as at 1st Quarter ended 31 March 2022												
Secured												
Term loan	0	0	2,021	2,021	0	0	1,187	1,187	0	0	3,208	3,208
Bankers' acceptance	0	0	0	0	0	0	0	0	0	0	0	0
Revolving credit/OD	0	0	0	0	0	0	0	0	0	0	0	0
Hire purchase	0	0	4,168	4,168	25	78	4,113	4,191	25	78	8,281	8,359
Sub total (1)				6,189				5,378				11,567
Unsecured												
Term loan	0	0	42,870	42,870	0	0	12,112	12,112	0	0	54,982	54,982
Bankers' acceptance	0	0	0	0	0	0	124,523	124,523	0	0	124,523	124,523
Revolving credit/OD	0	0	0	0	0	0	13,500	13,500	0	0	13,500	13,500
Hire purchase	0	0	0	0	0	0	0	0	0	0	0	0
Sub total (2)				42,870				150,135				193,005
TOTAL Borrowings				49,059				155,513				204,572
as at 1st Quarter ended 31 March 2021												
Secured												
Term loan	2,085	6,431	2,317	8,748	494	1,523	1,030	2,553	2,579	7,954	3,347	11,301
Bankers' acceptance	0	0	0	0	0	0	0	0	0	0	0	0
Revolving credit/OD	0	0	0	0	0	0	0	0	0	0	0	0
Hire purchase	25	77	5,806	5,883	53	165	4,203	4,368	78	242	10,009	10,251
Sub total (1)				14,631				6,921				21,552
Unsecured												
Term loan	0	0	45,392	45,392	0	0	9,343	9,343	0	0	54,735	54,735
Bankers' acceptance	0	0	0	0	0	0	99,924	99,924	0	0	99,924	99,924
Revolving credit/OD	0	0	0	0	0	0	10,236	10,236	0	0	10,236	10,236
Hire purchase	0	0	0	0	0	0	0	0	0	0	0	0
Sub total (2)				45,392				119,503				164,895
TOTAL Borrowings				60,023				126,424				186,447

1. The increase of RM18.1 million in the total borrowings representing approx. 9.7% was mainly due to additional financing for working capital.
2. The foreign currency exchange rate of SGD1=RM3.1064 was used for reporting as at 31 March 2022, interest rate in the range of 2.1% p.a. to 3.4% p.a.



B8. Financial Instruments

The was no forward contract entered for the period under review.

B9. Trade Receivables

	<60 days	61-120 days	> 120 days	TOTAL	Credit Term
	RM'000	RM'000	RM'000	RM'000	(days)
External	43,846	5,467	5,066	54,379	Cash-150 days
Related parties	3,125	1,691	0	4,816	Cash-150 days
TOTAL Trade Receivables	46,971	7,158	5,066	59,195	
Impairment loss of trade receivables	(55)	(1)	(2,270)	(2,326)	
NET Trade Receivables	46,916	7,157	2,796	56,869	

The Net Trade Receivables is within the normal credit term of cash to 150 days according to the industry norm. The Management is of the opinion that the remaining sum exceeding 120 days is recoverable.

B10. Material Litigations

There were no pending material litigations as at the date of this report.

B11 Dividend Payable

The Board of Directors does not recommend any dividend in respect of the current financial period under review.

B12. Realised and Unrealised Profit/(Loss)

	Current Quarter ended	Preceding Quarter ended
	31-Mar-2022	31-Dec-2021
	RM'000	RM'000
Realised profit	315,333	313,056
Unrealised loss	(26,718)	(28,600)
Retained profit	288,615	284,456

B13. Earnings per Share (EPS)

The basic earnings per share are computed by dividing the profit or loss for the period by the number of weighted average ordinary shares of the Group in issue during the period:

	Current Quarter ended 31-Mar-2022 RM'000	Preceding Year Corresponding Quarter 31-Mar-2021 RM'000	Current YTD 31-Mar-2022 RM'000	Preceding YTD 31-Mar-2021 RM'000
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent (RM'000)	4,160	(798)	4,160	(798)
Number of ordinary shares in issue ('000)	293,851	293,851	293,851	293,851
Basic earnings/(loss) per share (sen)	1.42	(0.27)	1.42	(0.27)

B14. Notes to the Statement of Comprehensive Income

	Current Quarter ended 31-Mar-2022 RM'000	YTD ended 31-Mar-2022 RM'000
Interest income	(78)	(78)
Other income	(239)	(239)
(Gain) on disposal of PPE	(86)	(86)
(Gain)/Loss on derivative	(6)	(6)
(Gain)/Loss on foreign exchange - realised	(57)	(57)
(Gain)/Loss on foreign exchange - unrealised	(52)	(52)
Depreciation and amortisation:		
Depreciation of Property, plant & equipment	6,251	6,251
Amortisation of right-of-use	76	76

B15 Authorisation for Issue

The financial statements were authorised for issue by the Board of Directors on 12 May 2022.