



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED  
30 SEPTEMBER 2023

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30-Sep-2023	30-Sep-2022	30-Sep-2023	30-Sep-2022
	RM'000	RM'000	RM'000	RM'000
Revenue	199,988	166,576	561,125	471,322
Operating expenses	(186,311)	(174,081)	(522,809)	(480,752)
Other income	29,026	15,199	55,380	26,557
Finance cost	(2,109)	(1,759)	(6,053)	(4,994)
<b>Profit/(Loss) before taxation</b>	<b>40,594</b>	<b>5,935</b>	<b>87,643</b>	<b>12,133</b>
Tax expenses	3,240	(5,419)	1,274	(3,525)
<b>Profit/(Loss) for the period</b>	<b>43,834</b>	<b>516</b>	<b>88,917</b>	<b>8,608</b>
Other comprehensive income:				
Currency translation differences	65	539	1,509	1,185
fair value changes of equity instruments classified as FVOCI	1	0	1	0
<b>Total comprehensive income/(expense) for the period</b>	<b>43,900</b>	<b>1,055</b>	<b>90,427</b>	<b>9,793</b>
Profit/(Loss) for the period attributable to:				
Equity holders of the parent	43,834	516	88,917	8,608
Total comprehensive income/(expense) attributable to:				
Equity holders of the parent	43,901	1,055	90,427	9,793
Earnings per ordinary share:				
Basic EPS (sen)	14.94	0.18	30.28	2.93
Diluted EPS (sen)	14.94	0.18	30.28	2.93

**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 2022.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at Current Quarter ended 30-Sep-2023 RM'000	Audited as at Preceding Financial Year ended 31-Dec-2022 RM'000
<b>Assets</b>		
<b>Non-current Assets</b>		
Property, plant & equipment	392,583	375,222
Right-of-use assets	4,366	3,554
Equity instruments classified as FVOCI	8	7
Goodwill on consolidation	102	102
Deferred tax assets	531	238
Prepayment for purchase of property, plant & equipment	191	191
	<b>397,781</b>	<b>379,314</b>
<b>Current Assets</b>		
Biological assets	70,252	57,346
Inventories	65,550	70,952
Trade receivables	57,110	55,443
Other receivables and prepaid expenses	35,249	11,570
Tax recoverable	4,303	4,442
Fixed deposits, bank and cash balances	64,883	41,100
	<b>297,347</b>	<b>240,853</b>
<b>TOTAL ASSETS</b>	<b>695,128</b>	<b>620,167</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to Owners of the Company</b>		
Share capital	60,011	60,011
Treasury shares	(8,845)	(8,346)
Reserves	367,479	282,928
<b>Total Equity attributable to Owners of the Company</b>	<b>418,645</b>	<b>334,593</b>
<b>Non-current Liabilities</b>		
Term loan	49,864	42,017
Hire purchase payable	4,590	3,169
Lease liabilities	3,766	3,491
Deferred tax liabilities	23,560	29,984
	<b>81,780</b>	<b>78,661</b>
<b>Current Liabilities</b>		
Trade payables	49,155	51,649
Other payables and accrued expenses	21,509	20,474
Hire purchase payable	4,000	3,841
Other bank borrowings	117,845	129,296
Lease liabilities	859	265
Tax payable	1,335	1,388
	<b>194,703</b>	<b>206,913</b>
<b>TOTAL LIABILITIES</b>	<b>276,483</b>	<b>285,574</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>695,128</b>	<b>620,167</b>
<b>Net asset per share attributable to Ordinary Equity Holders</b>	<b>1.43</b>	<b>1.14</b>

**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 2022.

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 2023	60,011	(26,078)	(8,346)	535	5	2,371	306,095	334,593
ESOS - value of employee service								0
Profit/(Loss) for the period							88,917	88,917
Dividend paid/payable							(5,876)	(5,876)
Other comprehensive income/(expenses) for the period			(499)		1	1,509		1,011
<b>Balance as at 30 September 2023</b>	<b>60,011</b>	<b>(26,078)</b>	<b>(8,845)</b>	<b>535</b>	<b>6</b>	<b>3,880</b>	<b>389,136</b>	<b>418,645</b>
Balance as at 1 January 2022	60,011	(26,078)	(8,346)	517	4	910	284,456	311,474
ESOS - value of employee service				18				18
Profit/(Loss) for the period							8,608	8,608
Other comprehensive income/(expenses) for the period						1,185		1,185
<b>Balance as at 30 September 2022</b>	<b>60,011</b>	<b>(26,078)</b>	<b>(8,346)</b>	<b>535</b>	<b>4</b>	<b>2,095</b>	<b>293,064</b>	<b>321,285</b>

**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 2022.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year to-date 30-Sep-2023 RM'000	Preceding Year to-date 30-Sep-2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	87,643	12,133
Adjustments for non-cash flow:		
Non-cash items	20,275	19,594
Non-operating items	4,902	4,596
Operating profit before working capital changes	112,820	36,323
Changes in working capital		
Net changes in current assets	(32,584)	1,742
Net changes in current liabilities	(1,374)	5,385
Cash generated from operations	78,862	43,450
Interest received	1,150	356
Tax (paid)/refund	(5,368)	(4,431)
<b>Net Cash Flow generated from Operating Activities</b>	<b>74,644</b>	<b>39,375</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of property, plant & equipment	440	3,746
Proceed from disposal of ROU assets	0	0
Purchase of property, plant & equipment	(31,890)	(19,274)
<b>Net Cash Flows used in Investing Activities</b>	<b>(31,450)</b>	<b>(15,528)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Bank borrowings	(6,981)	(31,982)
Share buy-back	(500)	0
Dividend paid	(5,876)	0
Interest paid	(6,054)	(4,994)
<b>Net Cash Flows from/(used in) Financing Activities</b>	<b>(19,411)</b>	<b>(36,976)</b>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD</b>	<b>23,783</b>	<b>(13,129)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>41,100</b>	<b>49,016</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>64,883</b>	<b>35,887</b>
Cash and bank balances	64,883	35,887
Bank overdraft	0	0
<b>CASH AND CASH EQUIVALENTS</b>	<b>64,883</b>	<b>35,887</b>

**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 2022.

**NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD FINANCIAL QUARTER ENDED 30 SEPTEMBER 2023**

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**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 2022 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 2022.

**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, resale and repayment of debts and equity securities except for repurchase of 515,700 treasury shares 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:

<b>Segmental Analysis (by Activities)</b>		Segmental Revenue	Profit/(Loss) before Taxation	
		RM'000	RM'000	
Poultry farming		484,781	81,734	
Investment and trading of poultry related products		76,344	5,909	
<b>TOTAL</b>		<b>561,125</b>	<b>87,643</b>	

  

<b>Business Segments</b>		Investment & Trading of poultry related products	Poultry Farming	Adjustments	Group
		RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
External		76,344	484,781	0	561,125
Internal		43,486	0	(43,486)	0
<b>TOTAL Revenue</b>		<b>119,830</b>	<b>484,781</b>	<b>(43,486)</b>	<b>561,125</b>
Segment profit before interest & tax		30,448	86,898	(24,800)	92,546
Finance income					1,150
Finance cost					(6,053)
<b>Unaudited Consolidated Profit/(Loss) before taxation</b>					<b>87,643</b>
Tax expense					1,274
<b>Unaudited Consolidated Profit/(Loss) after taxation</b>					<b>88,917</b>
<b>Assets</b>					
Segment assets		237,627	619,505	(166,846)	690,286
Unallocated assets: Income producing assets					8
Unallocated assets: Deferred tax assets					531
Unallocated assets: Tax recoverable					4,303
<b>TOTAL Assets</b>					<b>695,128</b>
<b>Liabilities</b>					
Segment liabilities		19,898	62,164	(6,773)	75,289
Unallocated liabilities: Bank borrowings					176,299
Unallocated liabilities: Current/Deferred Tax liabilities					24,895
<b>TOTAL Liabilities</b>					<b>276,483</b>

## 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**

	TOTAL RM'000
Contracted but not provided for	9,983
Approved but not contracted for	16,493

**A12. Material Subsequent Events**

The Group has announced the proposed disposal of a leasehold 2-storey JTC detached factory in Singapore for a total sale consideration of SGD8.5 million (equivalent to approximately RM29.4 million) via announcement dated 14 November 2023.

**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 significant changes on the corporate guarantee 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 months ended 30-Sep-2023 RM'000	Cumulative 6 months ended 30-Sep-2023 RM'000
Sales of eggs, animal health products, egg trays and others	5,162	14,412
Purchase of day-old-chick, animal health products and raw material	4,778	17,204
Transportation	2,552	7,314
Other services	603	2,433

**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
	30-Sep-2023	30-Sep-2022		30-Sep-2023	30-Sep-2022	
	RM'000	RM'000	%	RM'000	RM'000	%
<b>Revenue</b>						
Poultry farming	173,750	143,008	21.5%	484,781	399,224	21.4%
Investment & Trading of poultry related products	26,238	23,568	11.3%	76,344	72,098	5.9%
<b>TOTAL</b>	<b>199,988</b>	<b>166,576</b>	<b>20.1%</b>	<b>561,125</b>	<b>471,322</b>	<b>19.1%</b>
<b>Profit/(Loss) before taxation</b>						
Poultry farming	39,310	3,210	1124.6%	81,734	3,154	2491.4%
Investment & Trading of poultry related products	1,284	2,725	-52.9%	5,909	8,979	-34.2%
<b>TOTAL</b>	<b>40,594</b>	<b>5,935</b>	<b>584.0%</b>	<b>87,643</b>	<b>12,133</b>	<b>622.4%</b>

The Group recorded an impressive pre-tax profit of RM87.6 million representing an increase of 622.4% on the back of higher revenue of RM561.1 million representing an increase of 19.1% for the current period under review.

**Poultry Farming**

In line with better selling price and higher sales quantity of eggs, the Group posted an improved revenue of RM484.8 million representing an increase of 21.4%. Coupled with egg subsidy granted by the government, the pre-tax profit surged by 24.9 times or RM78.6 million in the current reporting period.

**Investment and Trading**

Despite higher revenue of RM76.3 million representing increase of 5.9% recorded by Investment and Trading of Poultry Related Products segment, pre-tax profit declined by RM 3.1 million or 34.2% for the period under review mainly due to higher operating cost.

**B2. Comparison with the immediate Preceding Quarter's Results**

	Current Quarter ended	Immediate Preceding Quarter ended	Variance	
	30-Sep-2023	30-Jun-2023		
	RM'000	RM'000	RM'000	%
Revenue	199,988	177,737	22,251	12.5%
Profit/(Loss) before interest & tax	42,703	24,580	18,123	73.7%
Profit/(Loss) before taxation	40,594	22,627	17,967	79.4%
Profit/(Loss) after taxation	43,834	25,399	18,435	72.6%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	43,834	25,399	18,435	72.6%

The Group recorded a 12.5% increase of revenue from RM177.7 million to RM200.0 million. The surge in pre-tax profit by RM18.0 million, an increase of 79.4% was attributed to improved average selling price and sales quantity of eggs coupled with egg subsidy granted by the government.



**B3. Current Year Prospects**

In view of the improved market conditions, the Directors are in opinion that the financial performance is sustainable for the remaining 3 months period ending 31 December 2023.

**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
	30-Sep-2023	30-Sep-2023
	RM'000	RM'000
Current year provision/(reversal)	1,546	5,468
(Over)/Underprovision in prior year	(13)	(13)
Deferred taxation/(reversal)	(4,773)	(6,729)
Real property gain tax/(refund)	0	0

The effective income tax rate is below the statutory income tax rate for the current period under review mainly due to exempted income and utilisation of unabsorbed capital allowance.

**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 30 September 2023 are as follows:

	Long Term		Short Term				TOTAL Borrowings			
	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
<b>as at 3rd Quarter ended 30th September 2023</b>										
<b>Secured</b>										
Term loan	497	497	0	0	930	930	0	0	1,427	1,427
Bankers' acceptance	0	0	0	0	0	0	0	0	0	0
Revolving credit/OD	0	0	0	0	0	0	0	0	0	0
Hire purchase	4,590	4,590	0	0	4,000	4,000	0	0	8,590	8,590
<b>Sub total (1)</b>		<b>5,087</b>				<b>4,930</b>				<b>10,017</b>
<b>Unsecured</b>										
Term loan	49,366	49,366	0	0	11,520	11,520	0	0	60,886	60,886
Bankers' acceptance	0	0	0	0	100,396	100,396	0	0	100,396	100,396
Revolving credit/OD	0	0	0	0	5,000	5,000	0	0	5,000	5,000
Hire purchase	0	0	0	0	0	0	0	0	0	0
<b>Sub total (2)</b>		<b>49,366</b>				<b>116,916</b>				<b>166,282</b>
<b>TOTAL Borrowings</b>		<b>54,453</b>				<b>121,846</b>				<b>176,299</b>
<b>as at 3rd Quarter ended 30th September 2022</b>										
<b>Secured</b>										
Term loan	1,427	1,427	0	0	1,187	1,187	0	0	2,614	2,614
Bankers' acceptance	0	0	0	0	0	0	0	0	0	0
Revolving credit/OD	0	0	0	0	0	0	0	0	0	0
Hire purchase	3,536	3,536	6	19	3,962	3,981	6	19	7,498	7,517
<b>Sub total (1)</b>		<b>4,963</b>				<b>5,168</b>				<b>10,131</b>
<b>Unsecured</b>										
Term loan	42,556	42,556	0	0	10,497	10,497	0	0	53,053	53,053
Bankers' acceptance	0	0	0	0	116,370	116,370	0	0	116,370	116,370
Revolving credit/OD	0	0	0	0	5,000	5,000	0	0	5,000	5,000
Hire purchase	0	0	0	0	0	0	0	0	0	0
<b>Sub total (2)</b>		<b>42,556</b>				<b>131,867</b>				<b>174,423</b>
<b>TOTAL Borrowings</b>		<b>47,519</b>				<b>137,035</b>				<b>184,554</b>

1. The decrease of RM8.3 million in the total borrowings representing approx. 4.5% was mainly due to reduction in utilization of trade financing.
2. Interest rate was in the range of 2.1% p.a. to 5.1% 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 (days)
	RM'000	RM'000	RM'000	RM'000	
External	48,339	3,642	1,944	53,925	Cash-150 days Cash-150 days
Related parties	3,513	1,081		4,594	
<b>TOTAL Trade Receivables</b>	<b>51,852</b>	<b>4,723</b>	<b>1,944</b>	<b>58,519</b>	
Impairment loss of trade receivables	(650)	(19)	(740)	(1,409)	
<b>NET Trade Receivables</b>	<b>51,202</b>	<b>4,704</b>	<b>1,204</b>	<b>57,110</b>	

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 has on 18 October 2023 declared a second interim single tier dividend of RM0.03 per share amounting to approximately RM8.8 million in respect of the current financial period under review. The dividend payment will be made on 28 November 2023.

**B12. Realised and Unrealised Profit/(Loss)**

	Current Quarter ended	Preceding Quarter ended
	30-Sep-2023	30-Jun-2023
	RM'000	RM'000
Realised profit	412,264	373,513
Unrealised loss	(23,127)	(28,211)
Retained profit	389,137	345,302

**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	Preceding Year Corresponding Quarter	Current YTD	Preceding YTD
	30-Sep-2023	30-Sep-2022	30-Sep-2023	30-Sep-2022
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent (RM'000)	43,834	516	88,917	8,608
Number of ordinary shares in issue ('000)	293,402	293,851	293,667	293,851
Basic earnings/(loss) per share (sen)	14.94	0.18	30.28	2.93

B14. Notes to the Statement of Comprehensive Income

	Current Quarter ended 30-Sep-23	YTD ended 30-Sep-23
	RM'000	RM'000
Interest income	(287)	(1,150)
Other income	(28,517)	(53,480)
Insurance claim	(398)	(413)
Reversal of Impairment loss from trade receivable	0	(1)
(Gain) on disposal of PPE	(196)	(424)
(Gain) on disposal of right-of-use assets	0	0
(Gain)/Loss on derivative	0	(135)
(Gain)/Loss on foreign exchange - realised	471	124
(Gain)/Loss on foreign exchange - unrealised	(99)	99
Depreciation and amortisation:		
Depreciation of Property, plant & equipment	7,006	20,328
Amortisation of right-of-use	230	686

B15 Authorisation for Issue

The financial statements were authorised for issue by the Board of Directors on 21 November 2023.