



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED
31 MARCH 2024

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31-Mar-2024	31-Mar-2023	31-Mar-2024	31-Mar-2023
	RM'000	RM'000	RM'000	RM'000
Revenue	190,069	183,400	190,069	183,400
Operating expenses	(157,493)	(175,352)	(157,493)	(175,352)
Other income	9,738	18,365	9,738	18,365
Finance cost	(1,350)	(1,991)	(1,350)	(1,991)
Profit/(Loss) before taxation	40,964	24,422	40,964	24,422
Tax expenses	(6,959)	(4,738)	(6,959)	(4,738)
Profit/(Loss) for the period	34,005	19,684	34,005	19,684
Other comprehensive income:				
Currency translation differences	180	413	180	413
fair value changes of equity instruments classified as FVOCI	1	1	1	1
Total comprehensive income/(expense) for the period	34,186	20,098	34,186	20,098
Profit/(Loss) for the period attributable to:				
Equity holders of the parent	34,005	19,684	34,005	19,684
Total comprehensive income/(expense) attributable to:				
Equity holders of the parent	34,186	20,098	34,186	20,098
Earnings per ordinary share:				
Basic EPS (sen)	11.59	6.70	11.59	6.70
Diluted EPS (sen)	11.59	6.70	11.59	6.70

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 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at Current Quarter ended 31-Mar-2024 RM'000	Audited as at Preceding Financial Year ended 31-Dec-2023 RM'000
Assets		
Non-current Assets		
Property, plant & equipment	387,863	387,863
Right-of-use assets	3,602	3,820
Equity instruments classified as FVOCI	8	7
Deferred tax assets	556	269
	392,029	391,959
Current Assets		
Biological assets	85,481	74,224
Inventories	70,238	71,589
Trade receivables	47,293	50,114
Other receivables and prepaid expenses	24,056	13,840
Tax recoverable	3,789	4,072
Fixed deposits, bank and cash balances	93,918	98,936
	324,775	312,775
TOTAL ASSETS	716,804	704,734
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital	60,011	60,011
Treasury shares	(8,845)	(8,845)
Reserves	451,298	425,912
Total Equity attributable to Owners of the Company	502,464	477,078
Non-current Liabilities		
Term loan	42,113	46,264
Hire purchase payable	2,775	4,004
Lease liabilities	3,245	3,241
Deferred tax liabilities	33,554	29,016
	81,687	82,525
Current Liabilities		
Trade payables	41,403	43,654
Other payables and accrued expenses	21,864	35,503
Hire purchase payable	2,329	3,254
Other bank borrowings	63,588	59,856
Lease liabilities	644	852
Tax payable	2,825	2,012
	132,653	145,131
TOTAL LIABILITIES	214,340	227,656
TOTAL EQUITY & LIABILITIES	716,804	704,734
Net asset per share attributable to Ordinary Equity Holders	1.71	1.63

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 2023.



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 2024	60,011	(26,078)	(8,845)	535	5	4,228	447,222	477,078
ESOS - value of employee service								0
Profit/(Loss) for the period							34,005	34,005
Dividend paid/payable							(8,800)	(8,800)
Other comprehensive income/(expenses) for the period					1	180		181
Balance as at 31 March 2024	60,011	(26,078)	(8,845)	535	6	4,408	472,427	502,464
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							19,684	19,684
Other comprehensive income/(expenses) for the period					1	413		414
Balance as at 31 March 2023	60,011	(26,078)	(8,346)	535	6	2,784	325,779	354,691

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 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year to-date 31-Mar-2024 RM'000	Preceding Year to-date 31-Mar-2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	40,964	24,422
Adjustments for non-cash flow:		
Non-cash items	8,003	6,829
Non-operating items	137	1,827
Operating profit before working capital changes	49,104	33,078
Changes in working capital		
Net changes in current assets	(17,424)	9,062
Net changes in current liabilities	(15,859)	(8,368)
Cash generated from operations	15,821	33,772
Interest received	737	164
Tax (paid)/refund	(1,640)	(1,702)
Net Cash Flow generated from Operating Activities	14,918	32,234
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposal of property, plant & equipment	28	220
Proceed from disposal of ROU assets	0	0
Purchase of property, plant & equipment	(7,022)	(7,885)
Net Cash Flows used in Investing Activities	(6,994)	(7,665)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	(2,792)	(2,323)
Share buy-back	0	0
Dividend paid	(8,800)	0
Interest paid	(1,350)	(1,991)
Net Cash Flows from/(used in) Financing Activities	(12,942)	(4,314)
NET CHANGES IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	(5,018)	20,255
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	98,936	41,100
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	93,918	61,355
Cash and bank balances	93,918	61,355
Bank overdraft	0	0
CASH AND CASH EQUIVALENTS	93,918	61,355

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 2023.

NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST FINANCIAL QUARTER ENDED 31 MARCH 2024

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 2023 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 2023.

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

On 15 April 2024, the Company distributed a total number of 4,301,313 treasury shares to its shareholders as share dividend on the basis of one (1) treasury shares for every sixty-seven (67) existing ordinary shares held. Subsequent to the distribution, the Company retained a total of 2,371,087 treasury shares.

A8. Dividend Paid

A third interim single-tier dividend of RM0.03 per ordinary shares amounting to approximately RM8.80 million in respect of the financial year ending 31 December 2023 was declared on 18 January 2024 and paid on 29 February 2024.

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)		Segmental Revenue	Profit/(Loss) before Taxation	
		RM'000	RM'000	
Poultry farming		165,043	37,886	
Investment and trading of poultry related products		25,026	3,078	
TOTAL		190,069	40,964	

Business Segments		Investment & Trading of poultry related products	Poultry Farming	Adjustments	Group
		RM'000	RM'000	RM'000	RM'000
Revenue					
External		25,026	165,043	0	190,069
Internal		5,876	0	(5,876)	0
TOTAL Revenue		30,902	165,043	(5,876)	190,069
Segment profit before interest & tax		4,642	38,649	(1,714)	41,577
Finance income					737
Finance cost					(1,350)
Unaudited Consolidated Profit/(Loss) before taxation					40,964
Tax expense					(6,959)
Unaudited Consolidated Profit/(Loss) after taxation					34,005
Assets					
Segment assets		250,526	660,562	(198,637)	712,451
Unallocated assets: Income producing assets					8
Unallocated assets: Deferred tax assets					556
Unallocated assets: Tax recoverable					3,789
TOTAL Assets					716,804
Liabilities					
Segment liabilities		9,960	66,627	(9,431)	67,156
Unallocated liabilities: Bank borrowings					110,805
Unallocated liabilities: Current/Deferred Tax liabilities					36,379
TOTAL Liabilities					214,340

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	22,454
Approved but not contracted for	10,815

A12. Material Subsequent Events

There were no material events subsequent to the end of the current quarter under review except for:

- a. The proposed disposal of a leasehold 2-storey JTC detached factory announced by the Group on 14 November 2023 for a total consideration of SGD8.50 million subject to the terms and conditions as stipulated in the Option.
- b. The proposed acquisition of 104.87 acres of agriculture land announced by the Group on 13 May 2024 at purchase price of RM23,596,222.50 for layer farming expansion subject to the terms and conditions as stipulated in the Sales and Purchase Agreements.

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 31-Mar-2024 RM'000	Cumulative 3 months ended 31-Mar-2024 RM'000
Sales of eggs, animal health products, egg trays and others	4,972	4,972
Purchase of day-old-chick, animal health products and raw material	6,815	6,815
Transportation	2,681	2,681
Other services	131	131

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-2024	31-Mar-2023		31-Mar-2024	31-Mar-2023	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue						
Poultry farming	165,043	158,291	4.3%	165,043	158,291	4.3%
Investment & Trading of poultry related products	25,026	25,109	-0.3%	25,026	25,109	-0.3%
TOTAL	190,069	183,400	3.6%	190,069	183,400	3.6%
Profit/(Loss) before taxation						
Poultry farming	37,886	21,447	76.6%	37,886	21,447	76.6%
Investment & Trading of poultry related products	3,078	2,975	3.5%	3,078	2,975	3.5%
TOTAL	40,964	24,422	67.7%	40,964	24,422	67.7%

The Group recorded an improved pre-tax profit of RM41.0 million representing an increase of 67.7% on the back of higher revenue of RM190.1 million representing a slight increase of 3.6% for the current period under review.

Poultry Farming

The improved revenue by 4.3% was attributed to the increase in sales quantities of eggs. Following the higher revenue, cost effectiveness and coupled with egg subsidy granted by the government, the Group posted a remarkable pre-tax profit of RM37.9 million for the financial period under review.

Investment and Trading

Despite lower revenue by of RM0.1 million representing decline of 0.3% recorded by Investment and Trading of Poultry Related Products segment, pre-tax profit improved by RM 0.1 million or 3.5% for the period under review mainly due to stable demand of animal health products.

B2. Comparison with the immediate Preceding Quarter's Results

	Current Quarter ended	Immediate Preceding Quarter ended	Variance	
	31-Mar-2024	31-Dec-2023		
	RM'000	RM'000	RM'000	%
Revenue	190,069	199,857	(9,788)	-4.9%
Profit/(Loss) before interest & tax	42,314	76,762	(34,448)	-44.9%
Profit/(Loss) before taxation	40,964	75,011	(34,047)	-45.4%
Profit/(Loss) after taxation	34,005	66,886	(32,881)	-49.2%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	34,005	66,886	(32,881)	-49.2%

The Group recorded a 4.9% decrease of revenue from RM199.9 million to RM190.1 million. The lower pre-tax profit by RM34.0 million or a decrease of 45.4% was mainly due to the higher egg subsidy received from the government in the immediate preceding quarter.

B3. Current Year Prospects

In view of our better productivity and barring unforeseen circumstances, the Directors are of the opinion that the financial performance for the remaining 9 months period ending 31 December 2024 remains satisfactory.

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-2024	31-Mar-2024
	RM'000	RM'000
Current year provision/(reversal)	2,853	2,853
(Over)/Underprovision in prior year	(117)	(117)
Deferred taxation/(reversal)	4,223	4,223
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 31 March 2024 are as follows:

	Long Term	Short Term	TOTAL Borrowings
	TOTAL RM'000	TOTAL RM'000	TOTAL RM'000
as at 1st Quarter ended 31st March 2024			
Secured			
Term loan	0	0	0
Bankers' acceptance	0	0	0
Revolving credit/OD	0	0	0
Hire purchase	2,775	2,329	5,104
Sub total (1)	2,775	2,329	5,104
Unsecured			
Term loan	42,113	11,008	53,121
Bankers' acceptance	0	52,080	52,080
Revolving credit/OD	0	500	500
Hire purchase	0	0	0
Sub total (2)	42,113	63,588	105,701
TOTAL Borrowings	44,888	65,917	110,805
as at 1st Quarter ended 31st March 2023			
Secured			
Term loan	833	1,187	2,020
Bankers' acceptance	0	0	0
Revolving credit/OD	0	0	0
Hire purchase	3,046	3,558	6,604
Sub total (1)	3,879	4,745	8,624
Unsecured			
Term loan	44,274	11,619	55,893
Bankers' acceptance	0	109,177	109,177
Revolving credit/OD	0	3,000	3,000
Hire purchase	0	0	0
Sub total (2)	44,274	123,796	168,070
TOTAL Borrowings	48,153	128,541	176,694

1. The decrease of RM65.9 million in the total borrowings representing approx. 37.3% was mainly due to reduction in utilization of trade financing.
2. Interest rate was in the range of 0.77% p.a. to 5.14% 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	39,847	3,574	1,563	44,984	Cash-150 days
Related parties	3,191	132	0	3,323	Cash-150 days
TOTAL Trade Receivables	43,038	3,706	1,563	48,307	
Impairment loss of trade receivables	(537)	(14)	(463)	(1,014)	
NET Trade Receivables	42,501	3,692	1,100	47,293	

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 declared first interim single-tier dividend of RM0.025 per share amounting to approximately RM7.44 million in respect of current financial period under review.

B12. Realised and Unrealised Profit/(Loss)

	Current Quarter ended	Preceding Quarter ended
	31-Mar-2024	31-Dec-2023
	RM'000	RM'000
Realised profit	505,648	475,925
Unrealised loss	(33,221)	(28,703)
Retained profit	472,427	447,222

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
	31-Mar-2024	31-Mar-2023	31-Mar-2024	31-Mar-2023
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent (RM'000)	34,005	19,684	34,005	19,684
Number of ordinary shares in issue ('000)	293,336	293,851	293,336	293,851
Basic earnings/(loss) per share (sen)	11.59	6.70	11.59	6.70

B14. Notes to the Statement of Comprehensive Income

	Current Quarter ended 31-Mar-24	YTD ended 31-Mar-24
	RM'000	RM'000
Interest income	(737)	(737)
Other income	(8,991)	(8,991)
Insurance claim	0	0
Reversal of Impairment loss from trade receivable	(99)	(99)
(Gain) on disposal of PPE	(28)	(28)
(Gain) on disposal of right-of-use assets	0	0
(Gain)/Loss on derivative	(44)	(44)
(Gain)/Loss on foreign exchange - realised	(62)	(62)
(Gain)/Loss on foreign exchange - unrealised	222	222
Depreciation and amortisation:		
Depreciation of Property, plant & equipment	6,907	6,907
Amortisation of right-of-use	236	236

B15 Authorisation for Issue

The financial statements were authorised for issue by the Board of Directors on 14 May 2024.