



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED
30 JUNE 2024

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	30-Jun-2024	30-Jun-2023	30-Jun-2024	30-Jun-2023
	RM'000	RM'000	RM'000	RM'000
Revenue	184,976	177,737	375,045	361,137
Operating expenses	(153,337)	(161,146)	(310,830)	(336,498)
Other income	900	7,989	10,638	26,354
Finance cost	(1,315)	(1,953)	(2,665)	(3,944)
Profit/(Loss) before taxation	31,224	22,627	72,188	47,049
Tax expenses	(4,820)	2,772	(11,780)	(1,966)
Profit/(Loss) for the period	26,404	25,399	60,408	45,083
Other comprehensive income:				
Currency translation differences	(204)	1,030	(23)	1,444
fair value changes of equity instruments classified as FVOCI	0	(1)	1	0
Total comprehensive income/(expense) for the period	26,200	26,428	60,386	46,527
Profit/(Loss) for the period attributable to:				
Equity holders of the parent	26,404	25,399	60,408	45,083
Total comprehensive income/(expense) attributable to:				
Equity holders of the parent	26,200	26,428	60,386	46,527
Earnings per ordinary share:				
Basic EPS (sen)	8.87	8.65	20.44	15.35
Diluted EPS (sen)	8.87	8.65	20.44	15.35

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 30-Jun-2024 RM'000	Audited as at Preceding Financial Year ended 31-Dec-2023 RM'000
Assets		
Non-current Assets		
Property, plant & equipment	391,082	387,863
Right-of-use assets	3,349	3,820
Equity instruments classified as FVOCI	2,791	7
Deferred tax assets	751	269
	397,973	391,959
Current Assets		
Biological assets	103,064	74,224
Inventories	60,815	71,589
Trade receivables	48,455	50,114
Other receivables and prepaid expenses	19,630	13,840
Tax recoverable	3,852	4,072
Fixed deposits, bank and cash balances	110,432	98,936
	346,248	312,775
TOTAL ASSETS	744,221	704,734
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Company		
Share capital	60,011	60,011
Treasury shares	(3,143)	(8,845)
Reserves	464,213	425,912
Equity attributable to Owners of the Company	521,081	477,078
Non-controlling interest	4	0
Total Equity	521,085	477,078
Non-current Liabilities		
Term loan	39,023	46,264
Hire purchase payable	2,013	4,004
Lease liabilities	3,189	3,241
Deferred tax liabilities	36,164	29,016
	80,389	82,525
Current Liabilities		
Trade payables	36,163	43,654
Other payables and accrued expenses	24,151	35,503
Hire purchase payable	1,830	3,254
Other bank borrowings	76,826	59,856
Lease liabilities	455	852
Tax payable	3,322	2,012
	142,747	145,131
TOTAL LIABILITIES	223,136	227,656
TOTAL EQUITY & LIABILITIES	744,221	704,734
Net asset per share attributable to Ordinary Equity Holders	1.75	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	Equity attributable to Owners of the Company	Non-controlling Interest	TOTAL EQUITY
	RM'000	RM'000	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	0	477,078
Profit/(Loss) for the period							60,408	60,408	0	60,408
Dividend paid/payable			5,702				(22,084)	(16,382)	0	(16,382)
Equity contribution from non-controlling interest								0	4	4
Other comprehensive income/(expenses) for the period					1	(24)		(23)	0	(23)
Balance as at 30 June 2024	60,011	(26,078)	(3,143)	535	6	4,204	485,546	521,081	4	521,085
Balance as at 1 January 2023	60,011	(26,078)	(8,346)	535	5	2,371	306,095	334,593	0	334,593
Profit/(Loss) for the period							45,083	45,083	0	45,083
Dividend paid/payable							(5,876)	(5,876)		(5,876)
Other comprehensive income/(expenses) for the period			(280)			1,443		1,163	0	1,163
Balance as at 30 June 2023	60,011	(26,078)	(8,626)	535	5	3,814	345,302	374,963	0	374,963

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 30-Jun-2024 RM'000	Preceding Year to-date 30-Jun-2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	72,188	47,049
Adjustments for non-cash flow:		
Non-cash items	14,931	13,885
Non-operating items	686	3,079
Operating profit before working capital changes	87,805	64,014
Changes in working capital		
Net changes in current assets	(22,290)	(11,840)
Net changes in current liabilities	(18,871)	(14,167)
Cash generated from operations	46,644	38,007
Interest received	1,486	863
Tax (paid)/refund	(3,583)	(3,333)
Net Cash Flow generated from Operating Activities	44,547	35,537
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposal of property, plant & equipment	48	244
Proceed from disposal of ROU assets	0	0
Purchase of property, plant & equipment	(17,368)	(21,176)
Acquisition of non-controlling interest	4	0
Payment for financial assets at fair value through other comprehensive income	(2,783)	0
Net Cash Flows used in Investing Activities	(20,099)	(20,932)
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	6,096	(241)
Share buy-back	0	(280)
Dividend paid	(16,383)	(5,876)
Interest paid	(2,665)	(3,944)
Net Cash Flows from/(used in) Financing Activities	(12,952)	(10,342)
NET CHANGES IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	11,496	4,264
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	98,936	41,100
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	110,432	45,363
Cash and bank balances	110,432	45,363
Bank overdraft	0	0
CASH AND CASH EQUIVALENTS	110,432	45,363

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 SECOND FINANCIAL QUARTER ENDED 30 JUNE 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 first interim single-tier dividend of RM0.025 per ordinary shares amounting to approximately RM7.44 million in respect of the financial year ending 31 December 2024 was declared on 14 May 2024 and paid on 13 Jun 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		321,415	63,761	
Investment and trading of poultry related products		53,630	8,427	
TOTAL		375,045	72,188	

Business Segments	Investment & Trading of poultry related products	Poultry Farming	Adjustments	Group
	RM'000	RM'000	RM'000	RM'000
Revenue				
External	53,630	321,415	0	375,045
Internal	19,993	0	(19,993)	0
TOTAL Revenue	73,623	321,415	(19,993)	375,045
Segment profit before interest & tax	15,610	65,084	(7,326)	73,368
Finance income				1,485
Finance cost				(2,665)
Unaudited Consolidated Profit/(Loss) before taxation				72,188
Tax expense				(11,780)
Unaudited Consolidated Profit/(Loss) after taxation				60,408
Assets				
Segment assets	252,760	715,447	(231,380)	736,827
Unallocated assets: Income producing assets				2,791
Unallocated assets: Deferred tax assets				751
Unallocated assets: Tax recoverable				3,852
TOTAL Assets				744,221
Liabilities				
Segment liabilities	10,249	62,711	(9,002)	63,958
Unallocated liabilities: Bank borrowings				119,692
Unallocated liabilities: Current/Deferred Tax liabilities				39,486
TOTAL Liabilities				223,136

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	38,329
Approved but not contracted for	8,444

A12. Material Subsequent Events

There were no material events subsequent to the end of the current quarter under review except for 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, except the Company's wholly owned subsidiary, Ritma Prestasi Sdn Bhd has incorporated a 65% owned new subsidiary namely Trendata Science Sdn Bhd ("Trendata"). The business activities of Trendata are research and development, setting up of data server, sales of products and services related to intelligent agricultural machinery, equipment and robot.

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-Jun-2024 RM'000	Cumulative 6 months ended 30-Jun-2024 RM'000
Sales of eggs, animal health products, egg trays and others	5,095	10,067
Purchase of day-old-chick, animal health products and raw material	4,997	11,812
Transportation	2,469	5,150
Other services	70	201

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-Jun-2024	30-Jun-2023		30-Jun-2024	30-Jun-2023	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue						
Poultry farming	156,372	152,740	2.4%	321,415	311,031	3.3%
Investment & Trading of poultry related products	28,604	24,997	14.4%	53,630	50,106	7.0%
TOTAL	184,976	177,737	4.1%	375,045	361,137	3.9%
Profit/(Loss) before taxation						
Poultry farming	25,875	20,975	23.4%	63,761	42,424	50.3%
Investment & Trading of poultry related products	5,349	1,652	223.8%	8,427	4,625	82.2%
TOTAL	31,224	22,627	38.0%	72,188	47,049	53.4%

The Group recorded an improved pre-tax profit of RM72.2 million representing an increase of 53.4% on the back of higher revenue of RM375.0 million representing an increase of 3.9% for the current period under review.

Poultry Farming

In line with higher sales quantity of eggs, the Group posted an improved revenue of RM321.4 million representing an increase of 3.3%. Coupled with higher productivity and cost effectiveness, the pre-tax profit surged by 50.3% or RM21.3 million in the current reporting period.

Investment and Trading

The Investment and Trading of Poultry Related Products segment registered growth of 7.0% in revenue from RM50.1 million in the previous corresponding period to RM53.6 million. Attributed to higher sales of animal health products, the pre-tax profit improved by RM3.8 million or 82.2% in the current reporting period.

B2. Comparison with the immediate Preceding Quarter's Results

	Current Quarter ended	Immediate Preceding Quarter ended	Variance	
	30-Jun-2024	31-Mar-2024		
	RM'000	RM'000	RM'000	%
Revenue	184,976	190,069	(5,093)	-2.7%
Profit/(Loss) before interest & tax	32,539	42,314	(9,775)	-23.1%
Profit/(Loss) before taxation	31,224	40,964	(9,740)	-23.8%
Profit/(Loss) after taxation	26,404	34,005	(7,601)	-22.4%
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent	26,404	34,005	(7,601)	-22.4%

The Group recorded a 2.7% decrease of revenue from RM190.1 million to RM185.0 million. The lower pre-tax profit by RM9.7 million or a decrease of 23.8% was mainly due to the higher egg subsidy received from the government in the immediate preceding quarter.

B3. Current Year Prospects

In view of the improved productivity, coupled with stable feed cost and barring unforeseen circumstances, the Directors are of the opinion that the financial performance for the remaining 6 months period ending 31 December 2024 is optimistic.

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-Jun-2024	30-Jun-2024
	RM'000	RM'000
Current year provision/(reversal)	2,304	5,157
(Over)/Underprovision in prior year	0	(117)
Deferred taxation/(reversal)	2,443	6,667
Real property gain tax/(refund)	73	73

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 June 2024 are as follows:

	Long Term	Short Term	TOTAL Borrowings
	TOTAL RM'000	TOTAL RM'000	TOTAL RM'000
as at 2nd Quarter ended 30th June 2024			
Secured			
Term loan	0	0	0
Bankers' acceptance	0	0	0
Revolving credit/OD	0	0	0
Hire purchase	2,013	1,830	3,843
Sub total (1)	2,013	1,830	3,843
Unsecured			
Term loan	39,023	10,532	49,555
Bankers' acceptance	0	66,294	66,294
Revolving credit/OD	0	0	0
Hire purchase	0	0	0
Sub total (2)	39,023	76,826	115,849
TOTAL Borrowings	41,036	78,656	119,692
as at 2nd Quarter ended 30th June 2023			
Secured			
Term loan	537	1,187	1,724
Bankers' acceptance	0	0	0
Revolving credit/OD	0	0	0
Hire purchase	3,833	3,686	7,519
Sub total (1)	4,370	4,873	9,243
Unsecured			
Term loan	50,244	11,520	61,764
Bankers' acceptance	0	104,796	104,796
Revolving credit/OD	0	5,000	5,000
Hire purchase	0	0	0
Sub total (2)	50,244	121,316	171,560
TOTAL Borrowings	54,614	126,189	180,803

1. The decrease of RM61.1 million in the total borrowings representing approx. 33.8% was mainly due to reduction in utilization of trade facilities and repayment of CAPEX financing.
2. Interest rate was in the range of 0.77% p.a. to 5.24% 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	40,901	3,709	1,260	45,870	Cash-150 days
Related parties	3,385	93	0	3,478	Cash-150 days
TOTAL Trade Receivables	44,286	3,802	1,260	49,348	
Impairment loss of trade receivables	(422)	(4)	(467)	(893)	
NET Trade Receivables	43,864	3,798	793	48,455	

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 second interim single-tier dividend of RM0.03 per share amounting to approximately RM8.93 million in respect of current financial period under review.

B12. Realised and Unrealised Profit/(Loss)

	Current Quarter ended	Preceding Quarter ended
	30-Jun-2024	31-Mar-2024
	RM'000	RM'000
Realised profit	521,160	505,648
Unrealised loss	(35,614)	(33,221)
Retained profit	485,546	472,427



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-Jun-2024	30-Jun-2023	30-Jun-2024	30-Jun-2023
	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent (RM'000)	26,404	25,399	60,408	45,083
Number of ordinary shares in issue ('000)	297,637	293,694	295,486	293,694
Basic earnings/(loss) per share (sen)	8.87	8.65	20.44	15.35

B14. Notes to the Statement of Comprehensive Income

	Current Quarter ended 30-Jun-24	YTD ended 30-Jun-24
	RM'000	RM'000
Interest income	(749)	(1,486)
Other income	(242)	(9,233)
Insurance claim	0	0
Reversal of Impairment loss from trade receivable	7	(92)
(Gain) on disposal of PPE	(20)	(48)
(Gain) on disposal of right-of-use assets	0	0
(Gain)/Loss on derivative	0	(44)
(Gain)/Loss on foreign exchange - realised	127	65
(Gain)/Loss on foreign exchange - unrealised	(22)	200
Depreciation and amortisation:		
Depreciation of Property, plant & equipment	6,959	13,866
Amortisation of right-of-use	236	472

B15 Authorisation for Issue

The financial statements were authorised for issue by the Board of Directors on 20 August 2024.