



TOMYPAK HOLDINGS BERHAD

Company No. 199501008545 (337743-W)
(Incorporated in Malaysia)

QUARTERLY REPORT

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 30 JUNE 2024**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME OR EXPENSE**

	Note	3 months ended 30.06.2024 RM '000	3 months ended 30.06.2023 RM '000	12 months ended 30.06.2024 RM '000	12 months ended 30.06.2023 RM '000
Revenue	7	51,030	16,902	154,041	57,853
Operating (loss)/profit		(4,962)	(13,588)	(22,941)	87,190
Finance income		250	183	604	307
Finance costs		(3,641)	(666)	(7,498)	(2,556)
(Loss)/Profit before tax		(8,353)	(14,071)	(29,835)	84,941
Tax expense	15	(558)	23,701	(2,367)	(99)
(Loss)/Profit after tax		(8,911)	9,630	(32,202)	84,842
(Loss)/Profit attributable to:					
Owners of the Company		(9,335)	9,748	(33,900)	84,832
Non-controlling interest		424	(118)	1,698	10
(Loss)/Profit for the period and total comprehensive (expense)/income for the period		(8,911)	9,630	(32,202)	84,842
Basic and diluted earnings per ordinary share (sen)	21	(2.17)	2.26	(7.86)	19.68

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at Note 30.06.2024 RM'000	Audited As at 30.6.2023 RM'000
ASSETS		
Property, plant and equipment	141,769	90,685
Right-of-use assets	6,072	4,830
Investment property	489	279
Goodwill	8,258	-
Non-current assets	156,588	95,794
Inventories	64,467	17,849
Trade and other receivables	57,761	35,776
Current tax assets	269	249
Cash and cash equivalents	42,330	49,318
Assets classified as held for sale	18,298	18,298
Current assets	183,125	121,490
Total assets	339,713	217,284
EQUITY AND LIABILITIES		
Share capital	133,627	133,627
Reserves	(27,048)	34,668
Equity attributable to owners of the Company	106,579	168,295
Non-controlling interest	27,451	792
Total Equity	134,030	169,087
Loans and borrowings	17 69,433	7,720
Lease liabilities	2,492	1,784
Employee benefits	528	526
Put option liabilities	17,794	-
Deferred tax liabilities	7,790	-
Non-current liabilities	98,037	10,030
Trade and other payables	50,333	21,858
Loans and borrowings	17 44,483	15,901
Lease liabilities	731	402
Put option liabilities	11,108	-
Current tax liabilities	991	6
Current liabilities	107,646	38,167
Total liabilities	205,683	48,197
Total equity and liabilities	339,713	217,284
Net assets per share attributable to owners of the Company (RM)	0.25	0.39

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company				Total RM '000	Non- controlling interest RM '000	Total equity RM '000
	Non-distributable		Distributable				
	Share capital RM '000	Merger reserve RM '000	Other reserves RM '000	Retained earnings RM '000			
At 1 July 2023	133,627	2,991	-	31,677	168,295	792	169,087
Acquisition of subsidiary	-	-	-	-	-	27,961	27,961
(Loss)/Profit and total comprehensive (expense)/income for the period	-	-	-	(33,900)	(33,900)	1,698	(32,202)
Dividend paid to owners of the company	-	-	-	-	-	(3,000)	(3,000)
Put option liabilities	-	-	(27,816)	-	(27,816)	-	(27,816)
At 30 June 2024	<u>133,627</u>	<u>2,991</u>	<u>(27,816)</u>	<u>(2,223)</u>	<u>106,579</u>	<u>27,451</u>	<u>134,030</u>
At 1 July 2022	133,627	2,991	-	(48,844)	87,774	782	88,556
(Loss)/Profit and total comprehensive (expense)/income for the period	-	-	-	84,832	84,832	10	84,842
Dividend paid to owners of the company	-	-	-	(4,311)	(4,311)	-	(4,311)
At 30 June 2023	<u>133,627</u>	<u>2,991</u>	<u>-</u>	<u>31,677</u>	<u>168,295</u>	<u>792</u>	<u>169,087</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2023.

TOMYPAK HOLDINGS BERHAD

Company No. 199501008545 (337743-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended 30.06.2024 RM'000	12 months ended 30.06.2023 RM'000
Cash flows from operating activities		
Loss before tax	(29,835)	84,941
Adjustments for:		
Depreciation	15,464	6,417
Finance costs	7,498	2,556
Finance income	(604)	(307)
Impairment of goodwill	-	1,025
Insurance claim receivable	-	(120,000)
Inventories written down	116	503
Loss on disposal of machinery	618	(98)
Property, plant and equipment written off	830	-
Reclassification of impairment loss on trade receivables	(741)	(261)
Remeasurement gain on put option liability	(491)	-
Unrealised gain on foreign exchange	(800)	(1,461)
Operating loss before changes in working capital	(7,945)	(26,685)
Change in employee benefits	2	(54)
Change in inventories	(5,918)	(1,779)
Change in trade and other receivables	16,246	14,224
Change in trade and other payables	10,709	(10,471)
Cash from/(used in) operations	13,094	(24,765)
Tax paid	(1,422)	(366)
Other finance costs paid	(65)	(44)
Net cash from/(used in) operating activities	11,607	(25,175)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(16,694)	(71,648)
Acquisition of subsidiary	(54,097)	-
Acquisition of ROU	(1,832)	-
Proceeds from disposal of property, plant and equipment	447	98
Proceeds from insurance claim	-	160,000
Interest received	604	307
Net cash (used in)/from investing activities	(71,572)	88,757
Cash flows from financing activities		
Drawdown of term loans	66,588	-
Drawdown of hire purchase	9,162	-
Repayment of term loans	(9,248)	(6,777)
Repayment of hire purchase	(3,005)	(943)
Repayment of lease liabilities	(316)	(37)
Net repayment of short-term borrowings	(1,348)	(40,223)
Dividends paid to owners of the Company	(3,000)	(4,311)
Interest paid	(5,856)	(2,512)
Net cash from/(used in) financing activities	52,977	(54,803)
Net decrease/(increase) in cash and cash equivalents	(6,988)	8,779
Cash and cash equivalents at beginning of period	49,318	40,539
Cash and cash equivalents at end of period	42,330	49,318

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 30 June 2023.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. Basis of Preparation

These interim financial statements have been prepared in accordance with paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, Malaysian Financial Reporting Standard (“MFRS”) 134: *Interim Financial Reporting* and International Accounting Standards (“IAS”) 34: *Interim Financial Reporting*. The interim financial statements are unaudited and should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the explanatory notes accompanying the interim financial statements.

The accounting standards adopted in the preparation of the interim financial statements are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 30 June 2023, except for the following which were adopted at the beginning of the current financial year. These pronouncements are either not relevant or do not have any material impact on the Group's financial statements for the current financial year.

Effective for annual periods beginning on or after 1 January 2023

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information
- Amendments to MFRS 101, Presentation of Financial Statements – *Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors – *Definition of Accounting Estimates*
- Amendments to MFRS 112, Income Taxes – *Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The following pronouncements are not yet effective and either not relevant or not expected to have any material impact on the Group's financial statements:

Effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, Leases – *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, Presentation of Financial Statements – *Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, Statement of Cash Flows and MFRS 7, Financial Instruments: Disclosures – *Supplier Finance Arrangements*

Effective for annual periods beginning on or after 1 January 2025

- Amendments to MFRS 121, The Effects of Changes in Foreign Exchange Rates – *Lack of Exchangeability*

Effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures* – *Classification and Measurement of Financial Instruments*

Effective for annual periods beginning on or after 1 January 2027

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*

Effective for annual periods beginning on or after a date yet to be announced

- Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

2. Audit Qualification

The preceding audited financial statements of the Group were not subject to any audit qualification.

3. Seasonality or Cyclicity of Operations

The business operations of the Group during the quarter under review were not materially affected by any seasonal or cyclical factors.

4. Unusual Items Affecting the Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current quarter.

5. Material Changes in Estimates

There were no changes in estimates of amounts that have a material effect in the current quarter and financial year-to-date.

6. Debts and Equity Securities

There were no issuances, cancellations, repurchases, resales and repayments of debts and equity securities for the current quarter.

7. Segment Information

The Group operates principally in Malaysia and in the manufacture and sale of flexible packaging materials, polyethylene, polypropylene films and sheets.

The Group's operation is divided into local and export markets. The local market relates to sales to customers within Malaysia. The export market relates to sales to overseas customers primarily in Southeast Asia and Africa.

	3 months ended		12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Revenue				
- Local	26,075	2,790	68,919	18,035
- Export	24,955	14,112	85,122	39,818
	<u>51,030</u>	<u>16,902</u>	<u>154,041</u>	<u>57,853</u>

8. Material Event Subsequent to Period End

On 23 August 2024, Tomypak Flexible Packaging Sdn Bhd ("TFP"), a wholly-owned subsidiary of the Group, entered into a conditional sale and purchase agreement ("SPA") with Goldcoin Victory Sdn Bhd for the disposal of an industrial land of 4.1369 acres together with the buildings on the land, located in Senai, Johor for a total cash consideration of RM31.0 million.

Other than the above disposal, there was no material event subsequent to the end of the current quarter ended 30 June 2024.

9. Changes in Composition of the Group

There were no changes in the composition of the Group in the current quarter.

10. Contingent Liabilities

	Group	
	As at	As at
	30.06.2024	30.06.2023
	RM'000	RM'000
Secured corporate guarantees given to banks in respect of outstanding bank facilities of a subsidiary	82,696	23,046

11. Capital Commitments

	Group	
	As at	As at
	30.06.2024	30.06.2023
	RM'000	RM'000
Plant and equipment contracted but not provided for	82	9,164

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA
MALAYSIA SECURITIES BERHAD**

12. Review of Performance

Current quarter (3 months) vs corresponding quarter of the preceding year (Q4-FY2024 vs Q4-FY2023)

Revenue

For the current quarter ended 30 June 2024, the Group recorded a revenue of RM51.0 million, an increase of RM34.1 million or three times higher compared to RM16.9 million in the corresponding quarter in the previous financial year. The higher revenue was mainly due to sales of the newly acquired subsidiary, EB Packaging Sdn Bhd (“EBP”), being consolidated in the current financial period.

Loss before tax

The Group recorded a loss before tax of RM8.4 million for the current quarter under review compared to RM14.1 million in the corresponding quarter. The lower loss before tax was mainly due to EBP’s results being consolidated in the current quarter and impairment on certain prepayments in the corresponding quarter in the previous financial year.

Current financial year (cumulative 12 months) vs corresponding financial year (12M-FY2024 vs 12M-FY2023)

Revenue

For the current financial year ended 30 June 2024, the Group recorded a revenue of RM154.0 million, an increase of RM96.1 million compared to RM57.9 million in the corresponding financial year due to the abovementioned reasons.

Loss before tax

The Group recorded a loss before tax of RM29.8 million for the current financial year under review compared to a profit of RM84.9 million in the corresponding financial year. The negative difference was mainly due to material damages insurance claim of RM120.0 million included in the corresponding financial year.

Current quarter vs Immediate preceding quarter (Q4-FY2024 vs Q3-FY2024)

Revenue

Revenue for the current quarter of RM51.0 million, a marginal declined by RM3.2 million or 5.9% as compared to RM54.2 million primarily due to a temporary reduction in sales orders from a major customer.

Loss before tax

The loss before tax of RM8.4 million for the quarter under review was higher by RM5.0 million compared to a loss of RM3.4 million in the preceding quarter mainly due to lower revenue, higher operating costs and unabsorbed factory overheads recorded in the current quarter.

13. Commentary on Prospects

As the Group continues its rebuilding journey, we remain dedicated to engaging with existing customers through both current and new SKUs. Simultaneously, we are also engaging for sustainable structures to meet the clients' evolving and future needs.

Onboarding clients in the flexible packaging industry involves a multifaceted process that leads to longer closing cycles. The Group is working diligently with clients to navigate the rigorous onboarding and approval procedures. The Group's primary focus is on commercialising approved samples from ongoing engagements, and have successfully regularised a number of key SKUs.

The Group's ongoing integration of EB Packaging to harness synergies to strengthen our market position has resulted in some initial successes including cross-selling and upselling within our expanded client base. We are also focusing on harmonising the operations of both entities to optimise the Group's overall efficiency. This backend integration is designed to enhance operational effectiveness and cost management across the board.

14. Profit Forecast

No profit forecast was provided for the current quarter and financial year-to-date.

15. Taxation

	3 months ended		12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Tax expense				
- Current year	558	(23,701)	2,367	99
- Prior year	-	-	-	-
	<u>558</u>	<u>(23,701)</u>	<u>2,367</u>	<u>99</u>

16. Status of Corporate Proposal Announced

There was no corporate proposal announced that is not completed as at the reporting date.

17. Group Borrowings and Debt Securities

The borrowings of the Group at the end of the reporting period are as follows:

	As at 30.06.2024 RM'000	As at 30.6.2023 RM'000
Non-current		
Secured		
Term loans	57,847	483
Hire Purchase	11,586	7,237
	69,433	7,720
Current		
Secured		
Term loans	12,724	92
Hire Purchase	3,628	1,820
	16,352	1,912
Unsecured		
Revolving credit - denominated in USD	-	12,159
Banker's acceptances		
- denominated in USD	6,802	1,830
- denominated in MYR	21,329	-
	28,131	13,989
	44,483	15,901
	113,916	23,621

18. Disclosure of Derivatives

There were no financial derivatives during the current quarter under review.

19. Changes in Material Litigation

There was no pending material litigation at the date of this quarterly report.

20. Dividend

There was no dividend declared in respect of the current quarter and the corresponding quarter in the previous year.

21. Earnings per Ordinary Share

	3 months ended		12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
Profit attributable to owners of the Company (RM'000)	(9,335)	9,748	(33,900)	84,832
Weighted average number of ordinary shares in issue ('000)	431,117	431,117	431,117	431,117
Basic and diluted earnings per ordinary share (sen)	<u>(2.17)</u>	<u>2.26</u>	<u>(7.86)</u>	<u>19.68</u>

The diluted earnings per share of the Group is similar to the basic earnings per share as the Group does not have any material potential dilutive ordinary shares in issue.

22. Related Party Transactions

There were no significant related party transactions for the Group during the year under review.

23. Notes to the Statements of Profit and Loss

Profit/(Loss) before tax is arrived at after charging/(crediting):

	3 months ended		12 months ended	
	30.06.2024	30.06.2023	30.06.2024	30.06.2023
	RM'000	RM'000	RM'000	RM'000
Interest expenses	3,641	666	7,498	2,556
Depreciation:				
- Property, plant and equipment	4,871	3,292	14,865	6,237
- Right-of-use assets	148	64	590	175
- Investment properties	6	2	9	5
Loss/(Gain) on disposal of machinery	-	(98)	618	(98)
Net foreign exchange differences	99	(612)	21	(1,536)
Impairment of prepayment	-	6,174	-	6,174
Insurance claim receivable	-	-	-	(120,000)
