



Texchem Resources Bhd

Registration no: 197301002868 (16318-K)

PRESS STATEMENT / SIARAN AKHBAR

(FOR IMMEDIATE RELEASE)

TEXCHEM DELIVERS COMMENDABLE 1HFY22 PERFORMANCE

- 1HFY22 net profit soared 180.7% YoY to RM19.8 million

- Declared interim dividend of 8.0 sen per share

George Town, 9 August 2022 – Malaysian conglomerate and Main Market-listed company, Texchem Resources Bhd (“Texchem”) (“德健资源”) has announced its second quarter (“2QFY22”) and first half financial results today for the period ended 30 June 2022 (“1HFY22”).

Texchem recorded a revenue of RM609.0 million for 1HFY22, representing a jump of 15.4% year-on-year (“YoY”) from RM527.9 million in the previous year corresponding period. Meanwhile, Texchem’s 1HFY22 profit before tax (“PBT”) swelled 226.6% YoY to RM28.3 million versus RM8.7 million a year ago. Correspondingly, profit after tax and non-controlling interest (“PATNCI” or “net profit”) for the period under review soared 180.7% YoY to a commendable RM19.8 million as compared to RM7.1 million in 1HFY21.

Commenting on the financial performance of Texchem Resources Bhd Group of Companies (“the Group”), **Executive Chairman of Texchem, Tan Sri Dato’ Seri (Dr) Fumihiko Konishi (丹斯里小西史彦)**, said “Having started the financial year on a strong footing, we are very happy to have kept the ball rolling by delivering the best-ever first half bottom-line performance in our history. This

indicates that the transformation strategies we put in place continued to bear fruit from all our business unit, which anchored the growth of our 1HFY22 performance.”

"Meanwhile, we are mindful of the softer quarter-on-quarter (“QoQ”) performance, which were anticipated as a weaker quarter for our food division, due to the fishing ban imposed by the Myanmar Government from April to June 2022, along with decline in sales for Sushi King due to Ramadhan which impacted the restaurant division in Q2.”

“Moving ahead, we continue to pursue the implementation and execution of our strategic plans across all core business divisions, which have been charting good progress. At the same time, we are also cognizant of the other ongoing challenges like rising interest rates to tame inflationary pressures, geopolitical tensions and emergence of new Covid-19 variants. We shall remain mindful of these challenges and the Group will continue to make efforts to deal with it,” Tan Sri (Dr) Fumihiko Konishi concluded.

In the current quarter under review, the Board of Directors have declared an interim dividend of 8.0 sen per share for the financial year ending 31 December 2022.



About Texchem

Texchem was founded in 1973 as a textile chemical trader before transforming into a Malaysian conglomerate. Texchem was listed on the Second Board of Kuala Lumpur Stock Exchange (KLSE) in 1993 and subsequently transferred to the Main Market of Bursa Malaysia Securities Berhad in 2001. Texchem's headquarter is in Penang with presence in Malaysia and across ASEAN countries, serving customers in various countries. Today, the Group has 5 core business divisions – industrial, polymer engineering, food, restaurant and venture business.

The industrial division provides integrated sourcing and distribution solutions for polymer, plastic resins, industrial chemicals, food additives, dyestuff and textile chemicals to global and domestic customers. Meanwhile, the Group is also a polymer engineering solutions provider backed by strong in-house technological and design capability. It serves key industries such as data storage & memory, semiconductor, medical/life sciences, automotive, consumer electronics and fast-moving consumer goods. The production facilities are strategically located in major manufacturing hubs with 8 manufacturing facilities across 3 countries – Malaysia, Thailand & Vietnam.

The food division is engaged in the processing and marketing of marine products as well as aquaculture activities in Myanmar and Malaysia for export and domestic markets. Lastly, Texchem's venture business initiates and nurtures new businesses which are synergistic to its existing core businesses. Currently, the division is focusing on TEXa, a patented and United States Department of Agriculture (USDA) certified durable bio-based polymer that is used to make products that can be reused multiple times, which promotes a circular economy.



Under the restaurant division, Texchem is the founder and operator of Sushi King, Malaysia's largest Halal Japanese chain of restaurants with 126 outlets nationwide, which are supported by its integrated supply chain. Apart from Sushi King, other restaurant brands are Hoshino Coffee, Doutor Coffee and Miraku.

Released on behalf of Texchem Resources Bhd by Capital Front Investor Relations.

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