



**ABLE GLOBAL BERHAD**  
**(formerly known as Johore Tin Berhad)**  
Registration No. 200001029963 (532570-V)  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**QUARTERLY REPORT**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2022**

**(UNAUDITED)**

**This Report is dated 26<sup>th</sup> August 2022.**



**ABLE GLOBAL BERHAD** Reg. No. 200001029963 (532570-V)  
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**QUARTERLY REPORT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022**

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Period Quarter 30-06-2022 RM'000	Preceding Period Corresponding Quarter 30-06-2021 RM'000	Current Year- To-Date 30-06-2022 RM'000	Preceding Year- To-Date 30-06-2021 RM'000
<b>REVENUE</b>		<b>152,138</b>	<b>120,518</b>	<b>282,913</b>	<b>234,347</b>
Cost of sales		(126,033)	(96,040)	(240,696)	(186,805)
<b>GROSS PROFIT</b>		<b>26,105</b>	<b>24,478</b>	<b>42,217</b>	<b>47,542</b>
Net other income		735	832	1,520	1,793
Administrative expenses		(5,271)	(5,139)	(10,807)	(10,459)
Selling and distribution expenses		(4,836)	(5,235)	(9,780)	(10,765)
Net (loss)/ gain on foreign exchange and financial instruments		(1,217)	778	(1,468)	472
Finance costs		(528)	(296)	(732)	(443)
Share of profit/ (loss) of equity accounted joint ventures		1,085	(655)	574	(655)
<b>PROFIT BEFORE TAX</b>		<b>16,073</b>	<b>14,763</b>	<b>21,524</b>	<b>27,485</b>
Income tax expense	<b>B8</b>	(3,509)	(3,127)	(4,348)	(6,103)
<b>PROFIT FOR THE PERIOD</b>		<b>12,564</b>	<b>11,636</b>	<b>17,176</b>	<b>21,382</b>
Non-controlling interest		49	(228)	(439)	(478)
<b>PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<b>12,613</b>	<b>11,408</b>	<b>16,737</b>	<b>20,904</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Share of other comprehensive income of equity accounted joint ventures		1,383	828	1,379	828
<b>Total other comprehensive income for the period</b>		<b>1,383</b>	<b>828</b>	<b>1,379</b>	<b>828</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>	<b>B9</b>	<b>13,996</b>	<b>12,236</b>	<b>18,116</b>	<b>21,732</b>
<b>Profit after tax attributable to:</b>					
Owners of the Company		12,613	11,408	16,737	20,904
Non-controlling interest		(49)	228	439	478
		12,564	11,636	17,176	21,382
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		13,996	12,236	18,116	21,732
Non-controlling interest		(49)	228	439	478
		13,947	12,464	18,555	22,210
<b>Earnings per share (sen):</b>					
- Basic	<b>B10</b>	4.10	3.71	5.44	6.80

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 30 JUNE 2022 (UNAUDITED)**

	NOTE	As at 30 June 2022 (Unaudited) RM'000	As at 31 December 2021 (Audited) RM'000
<b><u>ASSETS</u></b>			
<i>Non-Current Assets</i>			
Property, plant and equipment		129,187	131,054
Investment property		45,941	--
Investment in joint ventures	<b>B11</b>	23,420	21,467
Goodwill on consolidation		10,650	10,650
Rights to use assets		1,400	1,939
Other investment		17	17
		<b>210,615</b>	<b>165,127</b>
<i>Current Assets</i>			
Inventories		176,446	155,318
Trade receivables		89,129	87,958
Other receivables		19,816	29,044
Amount owing by joint ventures		2,577	5,582
Derivative financial assets	<b>B13</b>	--	73
Tax recoverable		4,584	2,312
Cash and cash equivalents		80,700	85,991
		<b>373,252</b>	<b>366,278</b>
<b>TOTAL ASSETS</b>		<b>583,867</b>	<b>531,405</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<i>Share Capital and Reserves</i>			
Share capital		176,816	176,816
Treasury shares		(4,249)	(4,249)
Cumulative retained earnings		218,968	207,003
<b>Equity Attributable to Owners of the Company</b>		<b>391,535</b>	<b>379,570</b>
Non-controlling interest		1,659	1,220
<b>TOTAL EQUITY</b>		<b>393,194</b>	<b>380,790</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
 AS AT 30 JUNE 2022 (UNAUDITED) (cont'd)**

	NOTE	As at 30 June 2022 (Unaudited) RM'000	As at 31 December 2021 (Audited) RM'000
<b><i>EQUITY AND LIABILITIES (cont'd)</i></b>			
<b><i>Non-Current Liabilities</i></b>			
Lease liabilities	<b>B12</b>	339	566
Long-term borrowings	<b>B12</b>	35,225	225
Retirement benefits		366	366
Deferred tax liabilities		3,809	6,402
<b><i>Total Non-Current Liabilities</i></b>		<b>39,739</b>	<b>7,559</b>
<b><i>Current Liabilities</i></b>			
Trade payables		49,563	35,829
Other payables		17,101	17,001
Lease liabilities	<b>B12</b>	1,104	1,431
Short-term borrowings	<b>B12</b>	79,336	87,637
Retirement benefits		300	300
Derivative financial liabilities	<b>B13</b>	587	--
Current tax liabilities		2,943	858
<b><i>Total Current Liabilities</i></b>		<b>150,934</b>	<b>143,056</b>
<b><i>TOTAL LIABILITIES</i></b>		<b>190,673</b>	<b>150,615</b>
<b><i>TOTAL EQUITY AND LIABILITIES</i></b>		<b>583,867</b>	<b>531,405</b>
		RM	RM
<b><i>Net Assets (NA) per share attributable to ordinary equity holders of the Company</i></b>		<b>1.27</b>	<b>1.23</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.



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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

	<u>Share Capital</u> RM'000	<u>Treasury Shares</u> RM'000	<u>Non- Distributable Reserves Foreign Translation Reserve</u> RM'000	<u>Distributable Retained Earnings</u> RM'000	<u>Attributable to Owners of the Company</u> RM'000	<u>Non- Controlling Interest</u> RM'000	<u>Total Equity</u> RM'000
<b>Balance at 1 January 2022</b>	176,816	(4,249)	(1,232)	208,235	379,570	1,220	380,790
Profit after tax for the period	--	--	--	16,737	16,737	439	17,176
Other comprehensive income for the period							
- Share of other comprehensive income of equity accounted joint ventures	--	--	1,379	--	1,379	--	1,379
<b>Total comprehensive income for the period</b>	--	--	1,379	16,737	18,116	439	18,555
Contribution by and distribution to owners of the Company							
- Dividends	--	--	--	(6,151)	(6,151)	--	(6,151)
<b>Total transactions with owners of the Company</b>	--	--	--	(6,151)	(6,151)	--	(6,151)
<b>Balance at 30 June 2022</b>	176,816	(4,249)	147	218,821	391,535	1,659	393,194

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.



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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

	<b>Share Capital RM'000</b>	<b>Treasury Shares RM'000</b>	<b><u>Non- Distributable</u> Reserves Foreign Translation Reserve RM'000</b>	<b><u>Distributable</u> Retained Earnings RM'000</b>	<b>Attributable to Owners of the Company RM'000</b>	<b>Non- Controlling Interest RM'000</b>	<b>Total Equity RM'000</b>
<b>Balance at 1 January 2021</b>	176,816	(4,249)	(1,365)	184,856	356,058	1,454	357,512
Profit after tax for the period	--	--	--	20,904	20,904	478	21,382
Other comprehensive income for the period							
- Share of other comprehensive income of equity accounted joint ventures	--	--	828	--	828	--	828
<b>Total comprehensive income for the period</b>	--	--	828	20,904	21,732	478	22,210
Contribution by and distribution to owners of the Company							
- Dividends	--	--	--	(6,151)	(6,151)	--	(6,151)
Changes of ownership interest in a subsidiary	--	--	--	203	203	(663)	(460)
<b>Total transactions with owners of the Company</b>	--	--	--	(5,948)	(5,948)	(663)	(6,611)
<b>Balance at 30 June 2021</b>	176,816	(4,249)	(537)	199,812	371,842	1,269	373,111

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

	NOTE	Current Year-To-Date 30 June 2022 RM'000	Preceding Year-To-Date 30 June 2021 RM'000
Net cash from operating activities	<b>B14</b>	24,200	22,389
Net cash used in investing activities	<b>B14</b>	(48,946)	(18,415)
Net cash from/ (used in) financing activities	<b>B14</b>	19,286	(695)
Net (decrease)/ increase in cash and cash equivalents		(5,460)	3,279
Adjustment for foreign exchange differentials		160	344
Cash and cash equivalents as of beginning of the period		85,991	101,386
Cash and cash equivalents as of end of the period		<u>80,691</u>	<u>105,009</u>

Cash and cash equivalents at the end of the financial reporting period comprise the following:

	Current Year-To-Date 30 June 2022 RM'000	Preceding Year-To-Date 30 June 2021 RM'000
Cash and bank balances	80,700	105,018
Earmarked bank balance	(9)	(9)
	<u>80,691</u>	<u>105,009</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes to the quarterly report.**





**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

**PART A**

**EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134:  
INTERIM FINANCIAL REPORTING (“MFRS 134”)**

**A1. Basis of Preparation**

The unaudited condensed interim financial statements for the second quarter ended 30 June 2022 have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and with IAS 34 *Interim Financial Reporting*, and the applicable disclosure provisions on paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”), and should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2021.

These condensed consolidated interim financial statements are prepared under the historical cost convention and modified to include other bases of valuation as disclosed under significant accounting policies, and in compliance with MFRSs, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

**A2. Changes in Accounting Policies**

The accounting policies and methods of computation adopted by the Group for these unaudited condensed interim financial statements are consistent with those in the audited financial statements for the financial year ended 31 December 2021.

- a) During the current financial period, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

Amendment to MFRS 16: Covid-19-Related Rent Concessions

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

- b) The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

**Effective Date**

MFRS 17 Insurance Contracts

1 January 2023

Amendments to MFRS 3: Reference to the Conceptual Framework

1 January 2022

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Deferred



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

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**A2. Changes in Accounting Policies (Cont'd)**

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendment to MFRS 17: Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendment to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

**A3. Audit Qualification**

There was no qualification on the annual audited financial statements of the Group for the year ended 31 December 2021.

**A4. Seasonal or Cyclical Factors**

The Group's operations are not significantly affected by any seasonal or cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial reporting period under review.

**A6. Debt and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayment of debts and equity securities for the current financial reporting period.

**A7. Changes in Estimates**

There were no changes in estimates of amounts reported in prior interim periods of the current financial reporting period that have a material effect in the current interim period.

**A8. Dividend Paid**

The first interim dividend of 0.5 sen per ordinary share amounting to RM1,537,812 in respect of the financial year ended 31 December 2022 was declared on 31 May 2022 and subsequently paid on 30 June 2022. The payment made to shareholders whose name appeared in the Company's Record Depositors on 20 June 2022.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

**A9. Subsequent Material Events**

There were no material events subsequent to the end of the current financial reporting period that have not been reflected in the financial statements for the current interim period.

**A10. Contingent Liabilities**

	<b>The Company</b>	
	<b>30-06-2022</b>	<b>31-12-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Corporate guarantee given to licensed banks for banking facilities	80,159	96,505
Deed guarantee given to suppliers for products purchased	7,747	2,374

**A11. Changes in the Composition**

There are no changes in the composition of the Group for the current financial reporting period under review.

**A12. Operating Segments**

**a) Business Segments**

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products, and are managed separately because they require different technology and marketing strategies.

The following summary describes the operations in each of the Group's reportable segments:

- 1) Investment Holding - *Investment holding and provision of management services.*
- 2) Tin Manufacturing - *Manufacturing of various tins, cans and other containers.*
- 3) Food and Beverage - *Manufacturing and selling of milk and related dairy products.*

<b>The Group</b>	<b>Investment Holding</b>	<b>Tin Manufacturing</b>	<b>Food &amp; Beverage</b>	<b>Group</b>
<b><u>30 June 2022</u></b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
External revenue	--	62,225	220,688	282,913
Inter-segment revenue	--	13,031	48,461	61,492
Dividend and management fees	4,180	--	--	4,180
<b>Total revenues</b>	<b>4,180</b>	<b>75,256</b>	<b>269,149</b>	<b>348,585</b>
Segments (loss)/profit before tax	(716)	14,713	7,527	21,524
Segment assets	31,783	153,042	397,123	581,948
<b><u>30 June 2021</u></b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
External revenue	--	58,528	175,819	234,347
Inter-segment revenue	--	11,015	22,105	33,120
Dividend and management fees	18,164	--	--	18,164
<b>Total revenues</b>	<b>18,164</b>	<b>69,543</b>	<b>197,924</b>	<b>285,631</b>
Segments (loss)/profit before tax	(690)	10,748	17,427	27,485
Segment assets	29,480	155,469	299,765	484,714



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

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**A13. Related Party Transactions**

The amount owing to directors are unsecured, interest free advances and repayable on demand. Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operation decisions. The related parties and their relationship with the Company are as follows:

	<b>The Group</b>	
	<b>30-06-2022</b>	<b>30-06-2021</b>
	<b>RM</b>	<b>RM</b>
<b><i>Directors of the Companies</i></b>		
- Rental of factory	340,560	340,560
	<hr/>	<hr/>
<b><i>Related Companies</i></b>	<b>RM</b>	<b>RM</b>
- Sales of goods	3,594,241	3,187,149
- Purchases of goods	7,868,955	10,949,876
	<hr/>	<hr/>

A related party of a Director had entered into a tenancy agreement with the Group's subsidiary, agreed upon renewal in every two (2) years at a renewed monthly factory rental of RM56,760, and shall expire on 31 December 2022.

The directors of the Group and the Company are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that are not less favourable than those arranged with independent third parties.

*[End of Part A]*



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

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**PART B**

**EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF THE  
BURSA SECURITIES**

**B1. Review of Group Performance**

***a) Current Quarter compared with Preceding Year Corresponding Quarter***

The Group recorded a revenue of RM152.14 million and profit before tax of RM16.07 million for the second quarter as compared to the preceding year corresponding quarter of RM120.52 million and profit before tax of RM14.76 million respectively. The revenue increased by RM31.62 million and the profit before tax increased by RM1.31 million respectively as compared to the second quarter of the preceding year.

For the tin cans manufacturing segment, revenue increased by RM0.53 million from RM27.75 million to RM28.28 million is mainly due to higher sales demand in the current quarter. Profit before tax increased by RM1.28 million from RM5.67 million in the preceding year corresponding quarter to RM6.95 million. Higher profit before tax in the current quarter is attributable by better margin reported in the current quarter.

For the F&B segment, revenue increased by RM31.09 million from RM92.77 million to RM123.86 million mainly due to increase in the sales demand from the customers and partly due to the increase in selling prices. However, the profit before tax only increased by RM0.02 million from RM9.44 million to RM 9.46 million for the current quarter mainly due to lower profit margin which is attributable to the higher cost of goods sold caused by the increase in raw material costs despite the increase in selling prices and sales demand for current quarter.

***b) Current Year-To-Date compared with Preceding Year-To-Date***

The Group has recorded a revenue of RM282.91 million and profit before tax of RM21.52 million for the 6 months ended 30 June 2022 as compared to preceding year-to-date of RM234.35 million and RM27.49 million respectively. The Group's revenue increased by RM48.56 million and the profit before tax decreased by RM5.97 million respectively as compared to preceding year-to-date.

For the tin cans manufacturing segment, revenue increased by RM3.7 million from RM58.53 million to RM62.23 million mainly due to higher sales demand in current year-to-date. Profit before tax increased by RM3.96 million from RM10.75 million to RM14.71 million is in line with the increase in revenue and due to the sales mix.

For the F&B segment, revenue increased by RM44.87 million in current year to date from RM175.82 million to RM220.69 million mainly due to increase in the sales demand from the customers and partly due to the increase in selling prices. The profit before tax decreased by RM9.90 million from RM17.43 million to RM7.53 million mainly attributable to the higher cost of goods sold caused by the increase in raw material costs. Although the selling prices were adjusted, the full increase in costs could not be completely passed down to the customers, especially in the domestic market. In addition, the earlier price commitment to our customers and the continual increase in the raw material prices contributed to the decrease in margin in the current year-to-date.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

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**B2. Variation of Results against Preceding Quarter**

For the current quarter under review, the Group has recorded a revenue of RM152.14 million and profit before tax of RM16.07 million as compared to preceding quarter ended 31 March 2022 of RM130.78 million and RM5.45 million respectively. The Group's revenue increased by RM21.36 million and the profit before tax increased by RM10.62 million respectively as compared to preceding quarter ended 31 March 2022.

**a) Tin Cans Manufacturing Segment**

The revenue has decreased by RM5.67 million from RM33.95 million in preceding quarter to RM28.28 million in current quarter mainly due to lower sales demand in the current quarter under review. The profit before tax decreased by RM0.82 million from RM7.77 million to RM6.95 million is in line with the lower sales reported in the current quarter under review.

**b) F&B Segment**

The revenue has increased by RM27.03 million from RM96.83 million in preceding quarter to RM123.86 million in current quarter under review. Higher revenue in the current quarter under review was mainly due to increase in customer demand as compared to the preceding quarter. The profit before tax increased by RM11.40 million from the loss before tax of RM1.94 million in preceding quarter to the profit before tax of RM9.46 million in current quarter under review. The increase in profit before tax reported in the current quarter under review is mainly derived from higher revenue and the increased in selling prices of the dairy products.

**B3. Prospects of the Group**

**a) Tin Cans Manufacturing Industry**

Steel prices is showing sign of stabilising but still at a high level. Other raw material costs are still increasing but at a lower quantum. Business environment in this segment is still challenging but, we expect profitability to remain.

**b) F&B Industry**

The global demand for dairy remains healthy with most countries reopening their economies and borders after the long battle with the Covid-19 pandemic. The commodity markets are stabilising and prices are reducing slightly compared to the first half of year 2022. If the downward trend continues, then it will bring relief to the cost pressure. And with the stabilisation of the costs, margin could return to normalcy without the continuation of selling price increases.

**B4. Revenue or Profit Estimates**

This is not applicable to the Group for the current financial reporting period under review.

**B5. Profit Forecast or Profit Guarantee**

The profit forecast is not applicable to the Group for the current financial reporting period.

**B6. Status of Corporate Proposals and Utilisation of Proceeds Raised from Rights Issue**

There are no corporate proposals and utilisation of proceeds raised from rights issue announced for the current financial reporting period.

**B7. Material Litigations**

There were no pending material litigations since the date of last audited annual statement of financial position.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

**B8. Tax Expense**

	Individual Quarter		Cumulative Quarter	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
	RM'000	RM'000	RM'000	RM'000
Income tax:-				
- Current period	3,135	2,669	6,892	5,930
- Under provision in the previous financial year	74	--	48	--
	<u>3,209</u>	<u>2,669</u>	<u>6,940</u>	<u>5,930</u>
Deferred tax:-				
- Current period	572	343	(2,320)	58
- Under/ (Over) provision in the previous financial year	(272)	115	(272)	115
	<u>300</u>	<u>458</u>	<u>(2,592)</u>	<u>173</u>
	<u>3,509</u>	<u>3,127</u>	<u>4,348</u>	<u>6,103</u>

**B9. Notes to the Statement of Profit or Loss and Other Comprehensive Income**

Included in the Statement of Profit or Loss and Other Comprehensive Income are as follows:

	Individual Quarter		Cumulative Quarter	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
	RM'000	RM'000	RM'000	RM'000
Interest income	(45)	(154)	(287)	(288)
Other income	(686)	(740)	(1,241)	(1,303)
Interest expense	528	296	732	443
Depreciation and amortisation	2,384	2,301	4,864	4,873
(Gain)/ Loss on disposal of property, plant and equipment	(4)	62	8	(202)
Realised foreign exchange loss/ (gain)	657	(443)	575	(790)
Unrealised foreign exchange loss/ (gain)	15	(113)	233	(839)
Loss/ (Gain) on derivatives financial instruments	545	(222)	660	1,157
Share of (profit)/ loss of equity accounted joint ventures	(1,085)	655	(574)	655

**B10. Earnings Per Share**

The basic earnings per share is calculated based on the net profit divided by the weighted average number of ordinary shares in issues during the financial reporting period which is as follows:

	Individual Quarter		Cumulative Quarter	
	30-06-2022	30-06-2021	30-06-2022	30-06-2021
Profit for the period (RM'000)	<u>12,613</u>	<u>11,408</u>	<u>16,737</u>	<u>20,904</u>
Weighted average number of ordinary shares ('000 shares)	<u>307,563</u>	<u>307,563</u>	<u>307,563</u>	<u>307,563</u>
<b>Basic Earnings per Share (Sen)</b>	<b>4.10</b>	<b>3.71</b>	<b>5.44</b>	<b>6.80</b>

The diluted earnings per share is not applicable to the Group as there are no dilutive potential ordinary shares during the financial reporting period under review.



**NOTES TO THE FINANCIAL INFORMATION  
 FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

**B11. Investment in Joint Ventures**

	<b>The Group</b>	
	<b>30-06-2022</b>	<b>31-12-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Unquoted shares, at cost	21,467	25,189
Share of post acquisition profit/(loss)	574	(3,855)
Share of post acquisition reserve	1,379	133
	<b>23,420</b>	<b>21,467</b>

(a) The details of the joint ventures are as follows:

<b>Name of Joint Ventures</b>	<b>Principal Place of Business/ Country of Incorporation</b>	<b>Effective Equity Interest (%)</b>		<b>Principal Activities</b>
		<b>30-06-2022</b>	<b>31-12-2021</b>	
Able Dairies Mexico S.A.P.I. DE C.V. ("ADMX")	Mexico	43.13	43.13	Manufacturing, processing, packaging, distribution, importation and exportation of dairy products
Able Packaging S.A.P.I. DE C.V. ("APMX")	Mexico	54.02	54.02	Manufacturing and sales of containers

(b) Although the Group holds more than 50% of the voting power in APMX, the Group has determined that it does not have sole control over the investee considering that strategic and financial decisions of the relevant activities of the investee require unanimous consent by other shareholders.

**B12. Loan and Borrowings**

The Group's bank loan and borrowings as at the end of the financial reporting period are as follows:

	<b>The Group</b>	
	<b>30-06-2022</b>	<b>31-12-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b><i>Current portion:</i></b>		
Term loans	338	679
Short-term banking facilities	74,998	80,958
Revolving credit	4,000	6,000
Lease liabilities (under MFRS 16)	1,104	1,431
	<b>80,440</b>	<b>89,068</b>
<b><i>Non-current portion:</i></b>		
Term loans	35,225	225
Lease liabilities (under MFRS 16)	339	566
	<b>35,564</b>	<b>791</b>
<b><i>Total Loan and Borrowings</i></b>	<b>116,004</b>	<b>89,859</b>

Except for the term loans, the Group's other banking facilities (all pertaining to certain subsidiary companies) are secured by way of corporate guarantee issued by the Company.





**NOTES TO THE FINANCIAL INFORMATION  
FOR THE SECOND QUARTER ENDED 30 JUNE 2022 (UNAUDITED)**

**B13. Derivative Financial Instruments**

As at 30 June 2022, the Group has entered into the short-term foreign currency forward contract, to hedge its purchases denominated in foreign currency so as to limit the exposure to fluctuations in foreign exchange rates. The details of the foreign currency forward contracts are as follows:

<b>Type of Derivatives</b>	<b>The Group</b>	
	<b>30-06-2022</b>	<b>31-12-2021</b>
<b><i>Forward Contracts (US Dollar)</i></b>	<b>RM'000</b>	<b>RM'000</b>
Contract/Notional Value	20,497	21,242
Less: Fair Value	(19,910)	(21,315)
Derivatives financial liabilities/ (assets)	<u>587</u>	<u>(73)</u>

The Group is subject to market risk in term of foreign currency, on sales and purchases that are denominated in foreign currency other than Ringgit Malaysia. The Group maintains a natural hedge, whenever is possible, by matching the receivables and the payables in the same currency, any unmatched balances will be hedged by the forward foreign currency contracts.

**B14. Notes to the Condensed Consolidated Statement of Cash Flows**

The details of major components in the Statement of Cash Flows comprises as follows:

	<b>The Group</b>	
	<b>30-06-2022</b>	<b>30-06-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b><i>a) Cash Flows from Operating Activities</i></b>		
Increase in inventories	(21,128)	(5,007)
Decrease in trade and other receivables	8,136	8,087
Decrease/ (Increase) in amount due by joint ventures	3,005	(1,146)
Increase/ (Decrease) in trade and other payables	12,382	(6,197)
Income tax paid	(7,128)	(6,486)
<b><i>b) Cash Flows from Investing Activities</i></b>		
Proceeds from disposal of property, plant and equipment	--	1,020
Purchase of property, plant and equipment	(3,005)	(18,975)
Purchase of investment property	(45,941)	--
Changes of ownership interest in a subsidiary	--	(460)
<b><i>c) Cash Flows from Financing Activities</i></b>		
Dividend paid	(6,151)	(6,151)
(Repayment)/ Drawdown of short-term borrowings	(4,989)	12,240
Drawdown/ (Repayment) of term loan	34,659	(330)
Repayment of revolving credit	(2,000)	(6,437)
Repayment of lease liabilities	(2,233)	(17)

**B15. Proposed Dividend**

During the current quarter under review, the Board of Directors is pleased to declare a second interim dividend of 1.5 sen per ordinary share in respect of the financial year ending 31 December 2022. The date of payment and book closure of the said interim dividend will be determined at a later date.

**B16. Authorisation for Issue**

The second quarter unaudited financial statements were authorised for issue by the Board of Directors in accordance to the Board of Directors meeting held on 26 August 2022.

[End of Report]