



**ABLE GLOBAL BERHAD**  
Registration No. 200001029963 (532570-V)  
(Incorporated in Malaysia)  
**AND ITS SUBSIDIARY COMPANIES**

**QUARTERLY REPORT  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2022**

**(UNAUDITED)**

**This Report is dated 25<sup>th</sup> November 2022.**



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**QUARTERLY REPORT  
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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

	NOTE	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Period Quarter 30-09-2022 RM'000	Preceding Period Corresponding Quarter 30-09-2021 RM'000	Current Year- To-Date 30-09-2022 RM'000	Preceding Year- To-Date 30-09-2021 RM'000
<b>REVENUE</b>		<b>139,138</b>	<b>117,829</b>	<b>422,051</b>	<b>352,176</b>
Cost of sales		(114,353)	(93,676)	(355,049)	(280,482)
<b>GROSS PROFIT</b>		<b>24,785</b>	<b>24,153</b>	<b>67,002</b>	<b>71,694</b>
Net other income/ (expenses)		892	(231)	2,412	1,562
Administrative expenses		(4,916)	(5,355)	(15,723)	(15,811)
Selling and distribution expenses		(3,998)	(4,888)	(13,778)	(15,653)
Net (loss)/ gain on foreign exchange and financial instruments		(1,519)	476	(2,987)	948
Finance costs		(644)	(174)	(1,376)	(617)
Share of loss of equity accounted joint ventures		(1,996)	(1,646)	(1,422)	(2,301)
<b>PROFIT BEFORE TAX</b>		<b>12,604</b>	<b>12,335</b>	<b>34,128</b>	<b>39,822</b>
Income tax expense	B8	(4,239)	(3,535)	(8,587)	(9,639)
<b>PROFIT FOR THE PERIOD</b>		<b>8,365</b>	<b>8,800</b>	<b>25,541</b>	<b>30,183</b>
Non-controlling interest		(40)	(35)	(479)	(513)
<b>PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<b>8,325</b>	<b>8,765</b>	<b>25,062</b>	<b>29,670</b>
<b>OTHER COMPREHENSIVE INCOME</b>					
Share of other comprehensive income/ (expense) of equity accounted joint ventures		1,297	(674)	2,676	154
<b>Total other comprehensive income/ (expense) for the period</b>		<b>1,297</b>	<b>(674)</b>	<b>2,676</b>	<b>154</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>	B9	<b>9,622</b>	<b>8,091</b>	<b>27,738</b>	<b>29,824</b>
<b>Profit after tax attributable to:</b>					
Owners of the Company		8,325	8,765	25,062	29,670
Non-controlling interest		40	35	479	513
		8,365	8,800	25,541	30,183
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		9,622	8,091	27,738	29,824
Non-controlling interest		40	35	479	513
		9,662	8,126	28,217	30,337
<b>Earnings per share (sen):</b>					
- Basic	B10	2.71	2.85	8.15	9.65

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 SEPTEMBER 2022 (UNAUDITED)

	NOTE	As at 30 September 2022 (Unaudited) RM'000	As at 31 December 2021 (Audited) RM'000
<b><u>ASSETS</u></b>			
<b><i>Non-Current Assets</i></b>			
Property, plant and equipment		125,921	131,054
Investment property		45,941	--
Investment in joint ventures	<b>B11</b>	22,721	21,467
Goodwill on consolidation		10,650	10,650
Rights to use assets		1,196	1,939
Other investment		17	17
		<b>206,446</b>	<b>165,127</b>
<b><i>Current Assets</i></b>			
Inventories		197,633	155,318
Trade receivables		86,800	87,958
Other receivables		19,673	29,044
Amount owing by joint ventures		2,577	5,582
Derivative financial assets	<b>B13</b>	--	73
Tax recoverable		4,825	2,312
Cash and cash equivalents		84,139	85,991
		<b>395,647</b>	<b>366,278</b>
<b>TOTAL ASSETS</b>		<b>602,093</b>	<b>531,405</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><i>Share Capital and Reserves</i></b>			
Share capital		176,816	176,816
Treasury shares		(4,249)	(4,249)
Cumulative retained earnings		223,976	207,003
<b>Equity Attributable to Owners of the Company</b>		<b>396,543</b>	<b>379,570</b>
Non-controlling interest		1,729	1,220
<b>TOTAL EQUITY</b>		<b>398,272</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 SEPTEMBER 2022 (UNAUDITED) (cont'd)

	NOTE	As at 30 September 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	B12	302	566
Long-term borrowings	B12	35,225	225
Retirement benefits		357	366
Deferred tax liabilities		3,195	6,402
<b><i>Total Non-Current Liabilities</i></b>		<b>39,079</b>	<b>7,559</b>
<b><i>Current Liabilities</i></b>			
Trade payables		50,253	35,829
Other payables		23,086	17,001
Lease liabilities	B12	929	1,431
Short-term borrowings	B12	87,166	87,637
Retirement benefits		300	300
Derivative financial liabilities	B13	974	--
Current tax liabilities		2,034	858
<b><i>Total Current Liabilities</i></b>		<b>164,742</b>	<b>143,056</b>
<b><i>TOTAL LIABILITIES</i></b>		<b>203,821</b>	<b>150,615</b>
<b><i>TOTAL EQUITY AND LIABILITIES</i></b>		<b>602,093</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>1.29</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.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 2022</b>	176,816	(4,249)	(1,232)	208,235	379,570	1,220	380,790
Profit after tax for the period	--	--	--	25,062	25,062	479	25,541
Other comprehensive income for the period							
- Share of other comprehensive income of equity accounted joint ventures	--	--	2,676	--	2,676	--	2,676
<b>Total comprehensive income for the period</b>	--	--	2,676	25,062	27,738	479	28,217
Contribution by and distribution to owners of the Company							
- Dividends	--	--	--	(10,765)	(10,765)	--	(10,765)
Changes in ownership interest in a subsidiary	--	--	--	--	--	30	30
<b>Total transactions with owners of the Company</b>	--	--	--	(10,765)	(10,765)	30	(10,735)
<b>Balance at 30 September 2022</b>	176,816	(4,249)	1,444	222,532	396,543	1,729	398,272

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 CHANGES IN EQUITY  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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	--	--	--	29,670	29,670	513	30,183
Other comprehensive income for the period							
- Share of other comprehensive income of equity accounted joint ventures	--	--	--	154	154	--	154
<b>Total comprehensive income for the period</b>	--	--	--	29,824	29,824	513	30,337
Contribution by and distribution to owners of the Company							
- Dividends	--	--	--	(10,765)	(10,765)	--	(10,765)
Changes of ownership interest in a subsidiary	--	--	--	203	203	(663)	(460)
<b>Total transactions with owners of the Company</b>	--	--	--	(10,562)	(10,562)	(663)	(11,225)
<b>Balance at 30 September 2021</b>	176,816	(4,249)	(1,365)	204,118	375,320	1,304	376,624

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 THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

	NOTE	Current Year-To-Date 30 September 2022 RM'000	Preceding Year-To-Date 30 September 2021 RM'000
Net cash from/ (used in) operating activities	<b>B14</b>	25,545	(13,494)
Net cash used in investing activities	<b>B14</b>	(47,968)	(10,417)
Net cash from financing activities	<b>B14</b>	18,963	10,099
Net decrease in cash and cash equivalents		(3,460)	(13,812)
Adjustment for foreign exchange differentials		1,599	780
Cash and cash equivalents as of beginning of the period		85,991	101,386
Cash and cash equivalents as of end of the period		84,130	88,354

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

	Current Year-To-Date 30 September 2022 RM'000	Preceding Year-To-Date 30 September 2021 RM'000
Cash and bank balances	84,139	88,363
Earmarked bank balance	(9)	(9)
	84,130	88,354

**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 THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

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**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 third quarter ended 30 September 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 Malaysian Financial Reporting Standards (“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 and/or interpretation (including the consequential amendments, if any):-

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

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 and/or interpretation (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)**

	<b>Effective Date</b>
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 THIRD QUARTER ENDED 30 SEPTEMBER 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 16: Lease Liability in a Sale and Leaseback	1 January 2024
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.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

**A8. Dividend Paid**

The second interim dividend of 1.5 sen per ordinary share amounting to RM4,613,440 in respect of the financial year ended 31 December 2022 was declared on 30 August 2022 and subsequently paid on 28 September 2022. The payment made to shareholders whose name appeared in the Company's Record Depositors on 14 September 2022.

**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>30-09-2022</b>	<b>31-12-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Corporate guarantee given to licensed banks for banking facilities	87,210	96,505
Deed guarantee given to suppliers for products purchased	2,174	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>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>30 September 2022</u></b>				
External revenue	--	88,332	333,719	422,051
Inter-segment revenue	--	20,080	73,421	93,501
Dividend and management fees	8,346	--	--	8,346
Total revenues	8,346	108,412	407,140	523,898
Segments (loss)/profit before tax	(1,086)	18,796	16,418	34,128
Segment assets	31,128	146,259	424,706	602,093
<b><u>30 September 2021</u></b>				
External revenue	--	93,730	258,446	352,176
Inter-segment revenue	--	16,184	32,757	48,941
Dividend and management fees	18,164	--	--	18,164
Total revenues	18,164	109,914	291,203	419,281
Segments (loss)/profit before tax	(1,261)	18,095	22,988	39,822
Segment assets	21,120	161,122	341,198	523,440



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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>30-09-2022</b>	<b>30-09-2021</b>
	<b>RM</b>	<b>RM</b>
<b><i>Directors of the Companies</i></b>		
- Rental of factory	510,840	510,840
	<hr/>	<hr/>
<b><i>Related Companies</i></b>	<b>RM</b>	<b>RM</b>
- Sales of goods	5,387,749	4,640,319
- Purchases of goods	12,341,394	15,328,734
	<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 THIRD QUARTER ENDED 30 SEPTEMBER 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 RM139.14 million and profit before tax of RM12.60 million for the third quarter as compared to the preceding year corresponding quarter of RM117.83 million and profit before tax of RM12.34 million respectively. The revenue increased by RM21.31 million and the profit before tax increased by RM0.26 million respectively as compared to the third quarter of the preceding year.

For the tin cans manufacturing segment, revenue decreased by RM9.09 million from RM35.20 million to RM26.11 million is mainly due to lower sales demand in the current quarter. Profit before tax decreased by RM3.26 million from RM7.35 million in the preceding year corresponding quarter to RM4.09 million. Lower profit before tax in the current quarter is in line with the decrease in sales.

For the F&B segment, revenue increased by RM30.40 million from RM82.63 million to RM113.03 million mainly due to increase in sales demand from the customers and partly due to higher selling prices to mitigate with the higher raw material cost in the current quarter. Profit before tax increased by RM3.34 million from RM5.56 million to RM 8.90 million for the current quarter is in line with the higher sales in the current quarter and due to decrease in operating expenses which can be proven by the reduction in container freight cost during the year.

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

The Group has recorded a revenue of RM422.05 million and profit before tax of RM34.13 million for the 9 months ended 30 September 2022 as compared to preceding year-to-date of RM352.18 million and RM39.82 million respectively. The Group's revenue increased by RM69.87 million and the profit before tax decreased by RM5.69 million respectively as compared to preceding year-to-date.

For the tin cans manufacturing segment, revenue decreased by RM5.40 million from RM93.73 million to RM88.33 million mainly due to lower sales demand in current year-to-date. Profit before tax of RM18.80 million in current year-to-date is comparable to profit before tax of RM18.10 million in preceding year-to-date despite the decrease in sales mainly due to lower operating expenses incurred during the year.

For the F&B segment, revenue increased by RM75.27 million in current year to date from RM258.45 million to RM333.72 million is attributable to increase in sales demand from the recovery of economic and the effect from selling prices adjustment. The profit before tax decreased by RM6.57 million from RM22.99 million to RM16.42 million is mainly due to 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 which has resulted in the decrease in margin for the current year-to-date.



**NOTES TO THE FINANCIAL INFORMATION  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 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 RM139.14 million and profit before tax of RM12.60 million as compared to the preceding quarter ended 30 June 2022 of RM152.14 million and RM16.07 million respectively. The Group's revenue decreased by RM13.00 million and the profit before tax decreased by RM3.47 million respectively as compared to the preceding quarter ended 30 June 2022.

**a) Tin Cans Manufacturing Segment**

The revenue decreased by RM2.17 million from RM28.28 million in the preceding quarter to RM26.11 million in current quarter mainly due to lower sales demand in the current quarter under review. The profit before tax decreased by RM2.86 million from RM6.95 million to RM4.09 million is in line with the lower sales reported in the current quarter under review.

**b) F&B Segment**

The revenue decreased by RM10.83 million from RM123.86 million in the preceding quarter to RM113.03 million in current quarter under review. Lower revenue in the current quarter under review was mainly due to decrease in customer demand as compared to the preceding quarter. For the quarter under review, there is a loss of equity accounted joint ventures amounting to RM2.00 million as compared to profit of equity accounted joint ventures of RM1.10 million in the preceding quarter. Profit before tax prior to the share of loss/ profit of equity accounted joint ventures increased by RM2.51 million from RM8.38 million in the preceding quarter to RM10.89 million in current quarter under review. Higher profit before tax in current quarter under review despite the lower revenue in current quarter under review is mainly due to the recovery of the profit margin through the selling prices adjustment and lower container freight cost toward the period end.

**B3. Prospects of the Group**

**a) Tin Cans Manufacturing Industry**

Raw material costs for this segment seems to have stabilised in the short term. Iron ores market is still volatile but with smaller price movements. Hopefully, the costs of steel making will remain stable in order for the tin cans manufacturing industry to grow again after contractions in the past years due to the very high costs of manufacturing.

**b) F&B Industry**

The dairy commodity markets remained stable over this quarter and the freight costs to some destinations came down as well. This is good news for the industry as well as for the end customers in the export markets. The lower freight costs allow our exports to be more affordable and more competitive in the destination countries.

**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 THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

**B8. Tax Expense**

	Individual Quarter		Cumulative Quarter	
	30-09-2022	30-09-2021	30-09-2022	30-09-2021
	RM'000	RM'000	RM'000	RM'000
Income tax:-				
- Current period	4,871	5,016	11,763	10,947
- (Over)/ Under provision in the previous financial year	(14)	--	34	--
	<u>4,857</u>	<u>5,016</u>	<u>11,797</u>	<u>10,947</u>
Deferred tax:-				
- Current period	(613)	(1,566)	(2,933)	(1,508)
- (Over)/ Under provision in the previous financial year	(5)	85	(277)	200
	<u>(618)</u>	<u>(1,481)</u>	<u>(3,210)</u>	<u>(1,308)</u>
	<u>4,239</u>	<u>3,535</u>	<u>8,587</u>	<u>9,639</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	
	30-09-2022	30-09-2021	30-09-2022	30-09-2021
	RM'000	RM'000	RM'000	RM'000
Interest income	(244)	(161)	(551)	(450)
Other income/ (expense)	(613)	392	(1,834)	(910)
Interest expense	645	174	1,376	617
Depreciation and amortization	1,330	2,587	8,412	7,460
Gain on disposal of property, plant and equipment	(35)	--	(27)	(202)
Realised foreign exchange loss/ (gain)	1,146	(11)	1,721	(801)
Unrealised foreign exchange (gain)/ loss	(15)	--	218	(839)
Loss/ (Gain) on derivatives financial instruments	388	(36)	1,048	1,121
Share of loss of equity accounted joint ventures	1,996	1,646	1,422	2,301

**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	
	30-09-2022	30-09-2021	30-09-2022	30-09-2021
Profit for the period (RM'000)	<u>8,325</u>	<u>8,765</u>	<u>25,062</u>	<u>29,670</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>2.71</b>	<b>2.85</b>	<b>8.15</b>	<b>9.65</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 THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

**B11. Investment in Joint Ventures**

	<b>The Group</b>	
	<b>30-09-2022</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 loss	(1,422)	(3,855)
Share of post acquisition reserve	2,676	133
	<b>22,721</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>30-09-2022</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>30-09-2022</b>	<b>31-12-2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Current portion:</b>		
Term loans	165	679
Short-term banking facilities	83,001	80,958
Revolving credit	4,000	6,000
Lease liabilities (under MFRS 16)	929	1,431
	<b>88,095</b>	<b>89,068</b>
<b>Non-current portion:</b>		
Term loans	35,225	225
Lease liabilities (under MFRS 16)	302	566
	<b>35,527</b>	<b>791</b>
<b>Total Loan and Borrowings</b>	<b>123,622</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 THIRD QUARTER ENDED 30 SEPTEMBER 2022 (UNAUDITED)**

**B13. Derivative Financial Instruments**

As at 30 September 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:

Type of Derivatives	The Group	
	30-09-2022	31-12-2021
<i>Forward Contracts (US Dollar)</i>	RM'000	RM'000
Contract/Notional Value	12,280	21,242
Less: Fair Value	(11,306)	(21,315)
Derivatives financial liabilities/ (assets)	974	(73)

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:

	The Group	
	30-09-2022	30-09-2021
	RM'000	RM'000
<b>a) Cash Flows from Operating Activities</b>		
Increase in inventories	(42,315)	(47,132)
Decrease/ (Increase) in trade and other receivables	14,129	(19,824)
Decrease in amount due by joint ventures	3,005	478
Increase in trade and other payables	18,695	13,334
Income tax paid	(13,131)	(10,014)
<b>b) Cash Flows from Investing Activities</b>		
Proceeds from disposal of property, plant and equipment	27	1,020
Purchase of property, plant and equipment	(2,084)	(10,977)
Purchase of investment property	(45,941)	--
Changes of ownership interest in a subsidiary	30	(460)
<b>c) Cash Flows from Financing Activities</b>		
Dividend paid	(10,765)	(10,765)
(Repayment)/ Drawdown of short-term borrowings	(1,569)	28,971
Drawdown/ (Repayment) of term loan	34,486	(497)
Repayment of revolving credit	(2,000)	(6,437)
Repayment of lease liabilities	(1,189)	(1,173)

**B15. Proposed Dividend**

During the current quarter under review, the Board of Directors is pleased to declare a third interim dividend of 1 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 third quarter unaudited financial statements were authorised for issue by the Board of Directors in accordance to the Board of Directors meeting held on 25 November 2022.

[End of Report]