



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 2021

(UNAUDITED)

This Report is dated 25th August 2021.



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

**QUARTERLY REPORT
FOR THE SECOND QUARTER ENDED 30 JUNE 2021**

CONTENTS	PAGES
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	1
Condensed Consolidated Statement of Financial Position	2 - 3
Condensed Consolidated Statement of Changes in Equity	4 - 5
Condensed Consolidated Statement of Cash Flows	6
Notes to the Financial Information	7 - 15



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)

	NOTE	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Period Quarter 30-06-2021 RM'000	Preceding Period Corresponding Quarter 30-06-2020 RM'000	Current Year- To-Date 30-06-2021 RM'000	Preceding Year- To-Date 30-06-2020 RM'000
REVENUE		120,518	115,112	234,347	223,304
Cost of sales		(96,040)	(92,676)	(186,805)	(179,666)
GROSS PROFIT		24,478	22,436	47,542	43,638
Net other incomes		832	747	1,793	1,451
Administrative expenses		(5,139)	(4,730)	(10,459)	(10,832)
Selling and distribution expenses		(5,235)	(3,923)	(10,765)	(10,458)
Net gain/(loss) on foreign exchange and financial instruments		778	691	472	(1,255)
Finance costs		(296)	(627)	(443)	(1,171)
Share of loss of equity accounted joint ventures		(655)	--	(655)	--
PROFIT BEFORE TAX		14,763	14,594	27,485	21,373
Income tax expense	B8	(3,127)	(3,267)	(6,103)	(5,068)
PROFIT FOR THE PERIOD		11,636	11,327	21,382	16,305
Non-controlling interest		(228)	(188)	(478)	(625)
PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY		11,408	11,139	20,904	15,680
OTHER COMPREHENSIVE INCOME					
Share of other comprehensive income of equity accounted joint ventures		828	--	828	--
Total other comprehensive income for the period		828	--	828	--
COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	B9	12,236	11,139	21,732	15,680
Profit after tax attributable to:					
Owners of the Company		11,408	11,139	20,904	15,680
Non-controlling interest		228	188	478	625
		11,636	11,327	21,382	16,305
Total comprehensive income attributable to:					
Owners of the Company		12,236	11,139	21,732	15,680
Non-controlling interest		228	188	478	625
		12,464	11,327	22,210	16,305
Earnings per share (sen):					
- Basic	B10	3.71	3.59	6.80	5.05

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 2020 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021 (UNAUDITED)**

		As at 30 June 2021 (Unaudited) RM'000	As at 31 December 2020 (Audited) RM'000
<u>ASSETS</u>			
<i>Non-Current Assets</i>			
Property, plant and equipment		137,542	123,455
Investment properties		313	1,117
Investment in joint ventures	B11	25,362	25,189
Goodwill on consolidation		10,650	10,650
Rights to use assets		1,610	2,344
Other investment		17	17
		175,494	162,772
<i>Current Assets</i>			
Inventories		105,418	100,412
Trade receivables		78,791	91,939
Other receivables		13,965	8,417
Amount owing by joint ventures		4,201	3,055
Derivative financial assets	B13	--	744
Tax recoverable		1,827	1,646
Cash and cash equivalents		105,018	101,386
		309,220	307,599
		484,714	470,371
<u>EQUITY AND LIABILITIES</u>			
<i>Share Capital and Reserves</i>			
Share capital		176,816	176,816
Treasury shares		(4,249)	(4,249)
Cumulative retained earnings		199,275	183,491
<i>Equity Attributable to Owners of the Company</i>		371,842	356,058
Non-controlling interest		1,269	1,454
<i>TOTAL EQUITY</i>		373,111	357,512

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2021 (UNAUDITED) (cont'd)**

	NOTE	As at 30 June 2021 (Unaudited) RM'000	As at 31 December 2020 (Audited) RM'000
<u>EQUITY AND LIABILITIES (cont'd)</u>			
<i>Non-Current Liabilities</i>			
Lease liabilities	B12	438	913
Long-term borrowings	B12	570	912
Retirement benefits		366	366
Deferred tax		6,254	6,080
Total Non-Current Liabilities		7,628	8,271
<i>Current Liabilities</i>			
Trade payables		36,176	33,796
Other payables		17,409	19,827
Amount owing to directors		--	8
Lease liabilities	B12	1,198	1,465
Short-term borrowings	B12	47,515	41,700
Retirement benefits		300	300
Derivative financial liabilities	B13	413	--
Current tax liabilities		964	1,340
Dividend payable		--	6,151
Total Current Liabilities		103,975	104,587
TOTAL LIABILITIES		111,603	112,858
TOTAL EQUITY AND LIABILITIES		484,714	470,370
		RM	RM
Net Assets (NA) per share attributable to ordinary equity holders of the Company		1.21	1.16

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.



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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

	<u>Share Capital RM'000</u>	<u>Treasury Shares RM'000</u>	<u>Non- Distributable Reserves Foreign Translation Reserve RM'000</u>	<u>Distributable Retained Earnings RM'000</u>	<u>Attributable to Owners of the Company RM'000</u>	<u>Non- Controlling Interest RM'000</u>	<u>Total Equity RM'000</u>
Balance at 1 January 2021	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
Total comprehensive income for the period	--	--	--	21,732	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)
Total transactions with owners of the Company	--	--	--	(5,948)	(5,948)	(663)	(6,611)
Balance at 30 June 2021	176,816	(4,249)	(1,365)	200,640	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 2020 and the accompanying explanatory notes to the quarterly report.



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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

	Share Capital RM'000	Treasury Shares RM'000	<u>Non- Distributable</u> Reserves Foreign Translation Reserve RM'000	<u>Distributable</u> Retained Earnings RM'000	Attributable to Owners of the Company RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
Balance at 1 January 2020	176,816	--	256	163,289	340,361	1,106	341,467
Profit after tax for the period/ Total comprehensive income for the period	--	--	--	15,680	15,680	625	16,305
Contribution by and distribution to owners of the Company							
- Dividends	--	--	--	(4,347)	(4,347)	--	(4,347)
Total transactions with owners of the Company	--	--	--	(4,347)	(4,347)	--	(4,347)
Balance at 30 June 2020	176,816	--	256	174,622	351,694	1,731	353,425

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE SECOND QUARTER ENDED 31 JUNE 2021 (UNAUDITED)**

	NOTE	Current Year-To-Date 30 June 2021 RM'000	Preceding Year-To-Date 30 June 2020 RM'000
Net cash from / (used in) operating activities	B14	22,389	(7,941)
Net cash used in investing activities	B14	(18,415)	(1,475)
Net cash (used in) / from financing activities	B14	(695)	7,640
Net increase/(decrease) in cash and cash equivalents		3,279	(1,776)
Adjustment for foreign exchange differentials		344	(704)
Cash and cash equivalents as of beginning of the period		101,386	75,152
Cash and cash equivalents as of end of the period		105,009	72,672

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

	Current Year-To-Date 30 June 2021 RM'000	Preceding Year-To-Date 30 June 2020 RM'000
Cash and bank balances	105,018	74,373
Bank overdraft	--	(1,692)
Earmarked bank balance	(9)	(9)
	105,009	72,672

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes to the quarterly report.



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (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 2021 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 2020.

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 2020.

- 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)

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

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 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendment to MFRS 16: Covid-19-Related Rent Concessions	1 June 2020



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

A2. Changes in Accounting Policies (Cont'd)

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 17 Insurance Contracts	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 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 2020.

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 1 sen per ordinary share amounting to RM3,075,628 in respect of the financial year ended 31 December 2021 was declared on 31 May 2021 and subsequently paid on 16 July 2021. The payment made to shareholders whose name appeared in the Company's Record Depositors on 22 June 2021.

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.



**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

A10. Contingent Liabilities

	The Company	
	30-06-2021	31-12-2020
	RM'000	RM'000
Corporate guarantee given to licensed banks for banking facilities	36,160	38,680
Deed guarantee given to suppliers for products purchased	1,199	1,529

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.*

The Group	Investment Holding	Tin Manufacturing	Food & Beverage	Group
	RM'000	RM'000	RM'000	RM'000
<u>30 June 2021</u>				
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
Total revenues	18,164	69,543	197,924	285,631
Segments (loss)/profit before tax	(690)	10,748	17,427	27,485
Segment assets	29,480	155,469	299,765	484,714
<u>30 June 2020</u>				
External revenue	--	51,686	171,618	223,304
Inter-segment revenue	--	11,198	21,429	32,627
Dividend and management fees	7,853	--	--	7,853
Total revenues	7,853	62,884	193,047	263,784
Segments (loss)/profit before tax	(504)	3,738	18,139	21,373
Segment assets	21,276	138,689	305,673	465,638



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

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:

	The Group	
	30-06-2021	30-06-2020
	RM	RM
<i>Directors of the Companies</i>		
- Rental of factory	340,560	340,560
<i>Related Companies</i>		
- Sales of goods	3,187,149	3,278,284
- Purchases of goods	10,949,876	112,782

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 2021.

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 2021 (UNAUDITED)**

PART B

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

B1. Review of Group Performance

a) Current Year Quarter compared with Preceding Year Corresponding Quarter

The Group recorded a revenue of RM120.52 million and profit before tax of RM14.76 million for the second quarter as compared to the preceding year corresponding quarter of RM115.11 million and profit before tax of RM14.59 million respectively. The revenue increased by RM5.41 million and the profit before tax increased by RM0.17 million respectively as compared to the second quarter of the preceding year.

For the tin cans manufacturing segment, revenue increased by RM0.93 million from RM26.82 million to RM27.75 million mainly due to higher sales in the current quarter. Profit before tax increased by RM2.82 million from RM2.85 million in the preceding year corresponding quarter to RM5.67 million. The adjustment in selling prices to tin cans customers in the current quarter contributed to the normalisation of the profit margin and therefore, a higher profit as compared to preceding year corresponding quarter.

For the F&B segment, revenue increased by RM4.48 million from RM88.29 million to RM92.77 million mainly caused by higher selling price due to increase in freight cost. The profit before tax decreased by RM2.54 million from RM11.98 million to RM9.44 million for the current quarter, mainly due to the market's resistance to full selling price adjustment coupled with high freight costs incurred for export sales in the current quarter as compared to the preceding year corresponding quarter.

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

The Group has recorded a revenue of RM234.35 million and profit before tax of RM27.49 million for the 6 months' ended 30 June 2021 as compared to preceding year-to-date of RM223.30 million and RM21.37 million respectively. The Group's revenue increased by RM11.05 million and the profit before tax increased by RM6.12 million respectively as compared to preceding year-to-date.

For the tin cans manufacturing segment, revenue increased by RM6.84 million from RM51.69 million to RM58.53 million mainly due to higher sales and the effect from the selling prices adjustment to tin cans customer in current year-to-date. Profit before tax increased by RM7.01 million from RM3.74 million to RM10.75 million. The adjustment in selling prices to tin cans customers in the current year-to-date contributed to the normalisation of the profit margin and therefore, a higher profit as compared to the exceptionally low profit in preceding year-to-date. The exceptionally lower profit before tax in preceding year-to-date was mainly due to lower revenue resulted from the lower demand across all industries caused by the initial outbreak of Covid-19 and the increase in costs during the MCO1.0 period.

For the F&B segment, revenue increased by RM4.20 million from RM171.62 million to RM175.82 million mainly caused by higher selling price due to increase in freight cost. The profit before tax decreased by RM0.71 million from RM18.14 million to RM17.43 million, mainly due to increase in cost of goods sold in current year-to-date, however, it has been partially neutralised by the decrease in foreign exchange losses in current year-to-date. The market's resistance to full selling price increase also contributed to the decrease in profitability.



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

B2. Variation of Results against Preceding Quarter

For the current quarter under review, the Group's profits before tax increased by RM2.04 million to RM14.76 million as compared to profit before tax of RM12.72 million in the preceding quarter ended 31 March 2021.

a) Tin Cans Manufacturing Segment

Profit before tax increased by RM0.59 million from RM5.08 million to RM5.67 million mainly due to the progressive adjustment of selling price in the current quarter.

b) F&B Segment

Profit before tax increased by RM1.45 million from RM7.99 million in the previous quarter as compared to the current quarter's profit before tax of RM9.44 million, mainly due to increase in total revenue from RM91.96 million in the preceding quarter to RM105.96 in the current quarter.

B3. Prospects of the Group

a) Tin Cans Manufacturing Industry

Tin cans manufacturing industry will remain challenging due to an increasingly competitive market. Steel price continue its uptrend and with the higher raw material costs, we will have to adjust our selling prices accordingly and this will create a challenging business environment for tin cans. However, we expect this segment to remain profitable.

b) F&B Industry

Although economies in most countries are still very much impacted by the Covid-19 pandemic, the demand for dairies are still healthy. Raw material prices seem to be more stable and less volatile although they remain at a relatively high level. The more stable costs factors will allow us to align our selling prices to the recent costs increases and allow markets to adjust. Shipping costs continue to be volatile as news of port closures and congestion in a few major ports gives shipping companies reasons to potentially adjust the freight costs. We expect this segment to continue to be profitable.

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.

B8. Tax Expense

	Individual Quarter		Cumulative Quarter	
	30-06-2021	30-06-2020	30-06-2021	30-06-2020
	RM'000	RM'000	RM'000	RM'000
Current period:				
- Income tax	2,669	3,469	5,930	5,481
- Deferred tax	458	(202)	173	(413)
	<u>3,127</u>	<u>3,267</u>	<u>6,103</u>	<u>5,068</u>



**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

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	
	30-06-2021	30-06-2020	30-06-2021	30-06-2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(154)	(429)	(288)	(701)
Other income	(740)	(318)	(1,303)	(750)
Interest expense	296	627	443	1,171
Depreciation and amortisation	2,301	2,644	4,873	5,293
Loss/ (Gain) on disposal of property, plant and equipment	62	--	(202)	--
Realised foreign exchange (gain)/ loss	(443)	1,052	(790)	1,306
Unrealised foreign exchange gain	(113)	--	(839)	(1,120)
(Gain)/ Loss on derivatives financial instruments	(222)	1,743	1,157	1,069
Share of loss of equity accounted joint ventures	655	--	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	
	30-06-2021	30-06-2020	30-06-2021	30-06-2020
Profit for the period (RM'000)	11,408	11,139	20,904	15,680
Weighted average number of ordinary shares ('000 shares)	307,563	310,473	307,563	310,473
Basic Earnings per Share (Sen)	3.71	3.59	6.80	5.05

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.

B11. Investment in Joint Ventures

	The Group	
	30-06-2021	31-12-2020
	RM'000	RM'000
Unquoted shares, at cost	25,189	26,492
Share of post acquisition (loss)/ profit	(655)	319
Share of post acquisition reserve	828	(1,622)
	25,362	25,189

Able Dairies Mexico S.A.P.I.DE C.V. ("ADMX"), a joint venture to the Group has commenced commercial production operation in July 2021.

ADMX has been certified SQF (Safe Quality Food) which is a standard required to sell to Walmart and big supermarket chains.



**NOTES TO THE FINANCIAL INFORMATION
 FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

B12. Loan and Borrowings

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

	The Group	
	30-06-2021	31-12-2020
	RM'000	RM'000
<i>Current portion:</i>		
Term loans	669	657
Short-term banking facilities	40,846	28,606
Revolving credit	6,000	12,437
Lease liabilities (under MFRS 16)	1,198	1,465
	48,713	43,165
<i>Non-current portion:</i>		
Term loans	570	912
Lease liabilities (under MFRS 16)	438	913
	1,008	1,825
<i>Total Loan and Borrowings</i>	49,721	44,990

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

B13. Derivative Financial Instruments

As at 30 June 2021, 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	
	30-06-2021	31-12-2020
	RM'000	RM'000
<i>Forward Contracts (US Dollar)</i>		
Contract/Notional Value	63,712	17,918
Less: Fair Value	(63,299)	(18,662)
Loss/ (Gain) on Fair Value Changes	413	(744)

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	
	30-06-2021	30-06-2020
	RM'000	RM'000
<i>a) Cash Flows from Operating Activities</i>		
(Increase) in inventories	(5,007)	(20,110)
Decrease in trade and other receivables	8,087	4,881
(Increase) in amount due by joint ventures	(1,146)	(70)
(Decrease) in trade and other payables	(6,197)	(11,425)
Income tax paid	(6,486)	(7,522)



**NOTES TO THE FINANCIAL INFORMATION
FOR THE SECOND QUARTER ENDED 30 JUNE 2021 (UNAUDITED)**

B14. Notes to the Condensed Consolidated Statement of Cash Flows (cont'd)

	The Group	
	30-06-2021	30-06-2020
	RM'000	RM'000
b) Cash Flows from Investing Activities		
Proceeds from disposal of property, plant and equipment	1,020	--
Purchase of property, plant and equipment	(18,975)	(1,475)
Changes of ownership interest in a subsidiary	(460)	--
	<hr/>	<hr/>
c) Cash Flows from Financing Activities		
Dividend paid	(6,151)	(4,347)
Drawdown of short-term borrowings	12,240	25,666
Repayment of term loan	(330)	(199)
Repayment of revolving credit	(6,437)	(13,481)
Repayment of lease liabilities	(17)	--
	<hr/>	<hr/>

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 2021. 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 25 August 2021.

[End of Report]