

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2024 (UNAUDITED)**

**Table 1: Financial review for current quarter and financial year to date**

	% increase against last period	INDIVIDUAL QUARTER				% increase against last period	CUMULATIVE QUARTERS			
		CURRENT YEAR		PRECEDING YEAR			CURRENT YEAR		PRECEDING CORRESPONDING	
		1ST QUARTER 1.4.2024 to 30.6.2024		1ST QUARTER 1.4.2023 to 30.6.2023			TO-DATE 1.4.2024 to 30.6.2024		PERIOD 1.4.2023 to 30.6.2023	
		RM'000		RM'000			RM'000		RM'000	
<b>Revenue</b>	1%	1,620,345		1,599,439	1%	1,620,345		1,599,439		
<b>Operating Profit</b>	7%	231,502		216,651	7%	231,502		216,651		
<b>Depreciation and amortisation</b>	2%	(65,313)		(64,258)	2%	(65,313)		(64,258)		
<b>Interest income</b>	39%	2,225		1,603	39%	2,225		1,603		
<b>Finance costs</b>	-15%	(15,271)		(17,934)	-15%	(15,271)		(17,934)		
<b>Share of profit of associates (net)</b>		66		322		66		322		
<b>Profit Before Taxation</b>	12%	153,209		136,384	12.3%	153,209		136,384		
<b>Less: Tax expense</b>		(39,698)	(Effective tax rate) 25.9%	(36,469)	(Effective tax rate) 26.7%	(39,698)	(Effective tax rate) 25.9%	(36,469)	(Effective tax rate) 26.7%	
<b>Profit for the period</b>	14%	113,511		99,915	14%	113,511		99,915		
<b>Attributable to:</b>										
<b>Shareholders of the Company</b>	16%	107,429		92,808	16%	107,429		92,808		
<b>Minority interests</b>		6,082	3.97% (% against PBT)	7,107	5.21% (% against PBT)	6,082	3.97% (% against PBT)	7,107	5.21% (% against PBT)	
<b>Profit for the period</b>		113,511		99,915		113,511		99,915		
<b>Number of shares in issue ('000)</b>		2,433,657		2,433,657		2,433,657		2,433,657		
<b>Earnings per share:</b>										
<b>Basic earnings per ordinary shares (sen)</b>	16%	4.41		3.81	16%	4.41		3.81		
<b>Diluted earnings per ordinary shares (sen)</b>		NA		NA		NA		NA		

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial statements.  
Note: NA denotes "Not Applicable"

**QL RESOURCES BERHAD** (428915-X)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30.6.2024 (UNAUDITED)**

**Table 2: Financial review for current quarter compared with immediate preceding quarter**

		<b>CURRENT QUARTER</b>		<b>PRECEDING QUARTER</b>	
	% increase against last period	<b>1ST QUARTER 1.4.2024 to 30.6.2024</b>		<b>4TH QUARTER 1.1.2024 to 31.3.2024</b>	
		<b>RM'000</b>		<b>RM'000</b>	
<b>Revenue</b>	-2%	1,620,345		1,650,248	
<b>Operating Profit</b>	5%	231,502		219,954	
<b>Depreciation and amortisation</b>	-4%	(65,313)		(67,789)	
<b>Interest income</b>	-2%	2,225		2,282	
<b>Finance costs</b>	-18%	(15,271)		(18,598)	
<b>Share of profit of associates (net)</b>		66		(45)	
<b>Profit Before Taxation</b>	13%	153,209		135,804	
<b>Less: Tax expense</b>		(39,698)	(Effective tax rate) 25.9%	(29,824)	(Effective tax rate) 22.0%
<b>Profit for the period</b>	7%	113,511		105,980	
<b>Attributable to:</b>					
<b>Shareholders of the Company</b>	9%	107,429		98,781	
<b>Minority interests</b>		6,082	3.97% (% against PBT)	7,199	5.30% (% against PBT)
<b>Profit for the period</b>		113,511		105,980	
<b>Number of shares in issue ('000)</b>		2,433,657		2,433,657	
<b>Earnings per share:</b>					
<b>Basic earnings per ordinary shares (sen)</b>	9%	4.41		4.06	
<b>Diluted earnings per ordinary shares (sen)</b>		NA		NA	

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements for year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial statements.

Note: NA denotes "Not Applicable"

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30.6.2024 (UNAUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING CORRESPONDING PERIOD
	1ST QUARTER 1.4.2024 to 30.6.2024 RM'000	1ST QUARTER 1.4.2023 to 30.6.2023 RM'000	TO-DATE 1.4.2024 to 30.6.2024 RM'000	PERIOD 1.4.2023 to 30.6.2023 RM'000
<b>Profit for the period</b>	113,511	99,915	113,511	99,915
<b>Other comprehensive income/(loss), net of tax:</b>				
Foreign currency translation differences for foreign operations	(15,309)	37,780	(15,309)	37,780
Cash flow hedge	(723)	(263)	(723)	(263)
<b>Total comprehensive income for the period</b>	<b>97,479</b>	<b>137,432</b>	<b>97,479</b>	<b>137,432</b>
<b>Total comprehensive income attributable to:</b>				
Shareholders of the Company	93,482	129,188	93,482	129,188
Minority interests	3,997	8,244	3,997	8,244
<b>Total comprehensive income for the period</b>	<b>97,479</b>	<b>137,432</b>	<b>97,479</b>	<b>137,432</b>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial statements.

Note: NA denotes "Not Applicable"

**QL RESOURCES BERHAD** (428915-X)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at 30.6.2024 RM'000 Unaudited	As at 31.3.2024 RM'000 Audited
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	2,335,663	2,340,572
Right-of-use assets	522,480	527,367
Investment properties	62,494	60,670
Intangible assets	126,652	126,554
Investment in associates	6,622	6,556
Deferred tax assets	31,880	24,244
Trade and other receivables	22,258	23,539
	<u>3,108,049</u>	<u>3,109,502</u>
<b>Current Assets</b>		
Biological assets	255,001	246,712
Inventories	74 days 995,103	63 days 883,970
Contract assets	45,244	45,936
Contract costs	1,564	1,863
Current tax assets	30,874	31,007
Trade receivables	30 days 525,330	31 days 558,142
Other receivables, assets and prepayment	198,548	174,035
Derivative financial assets	16,946	22,294
Cash and cash equivalents	465,726	397,805
Assets classified as held for sale	2,271	5,557
	<u>2,536,607</u>	<u>2,367,321</u>
<b>Total Assets</b>	<u>5,644,656</u>	<u>5,476,823</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	620,025	620,025
Reserves	2,416,778	2,322,615
<b>Equity attributable to shareholders of the Company</b>	<u>3,036,803</u>	<u>2,942,640</u>
Minority interests	258,495	255,179
<b>Total Equity</b>	<u>3,295,298</u>	<u>3,197,819</u>
<b>Non-Current Liabilities</b>		
Long term borrowings (LT Debts/Total Equity)	2% 62,198	2% 70,821
Lease liabilities	189,903	193,223
Other payables	7,756	7,537
Employee benefits	15,475	16,359
Deferred tax liabilities	183,281	182,504
	<u>458,613</u>	<u>470,444</u>
<b>Current Liabilities</b>		
Short term-bankers acceptance	681,897	707,758
Other short term borrowings	252,293	289,780
Lease liabilities	32,524	32,598
Trade and other payables	758,462	668,734
Contract liabilities	127,815	72,072
Derivative financial liabilities	194	120
Taxation	37,560	37,498
	<u>1,890,745</u>	<u>1,808,560</u>
<b>Total Liabilities</b>	<u>2,349,358</u>	<u>2,279,004</u>
<b>Total Equity and Liabilities</b>	<u>5,644,656</u>	<u>5,476,823</u>
Net Assets per share (RM)	1.25	1.21
Based on number of shares:( '000)	<u>2,433,657</u>	<u>2,433,657</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

**QL RESOURCES BERHAD** (428915-X)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2024**

	←-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
<b>3 months ended 30.6.2023</b>							
<b>At 1.4.2023</b>	620,025	(68,064)	1,340	2,103,145	<b>2,656,446</b>	231,101	<b>2,887,547</b>
Foreign currency translation differences for foreign operations	-	36,643	-	-	<b>36,643</b>	1,137	<b>37,780</b>
Cash flow hedge	-	-	(263)	-	<b>(263)</b>	-	<b>(263)</b>
Total other comprehensive income/(expenses) for the year	-	36,643	(263)	-	<b>36,380</b>	1,137	<b>37,517</b>
Profit for the period	-	-	-	92,808	<b>92,808</b>	7,107	<b>99,915</b>
<b>Total comprehensive income/(expenses) for the period</b>	-	36,643	(263)	92,808	<b>129,188</b>	8,244	<b>137,432</b>
<b>At 30.6.2023</b>	620,025	(31,421)	1,077	2,195,953	<b>2,785,634</b>	239,345	<b>3,024,979</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

**QL RESOURCES BERHAD** (428915-X)  
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30.6.2024**

	<-----Non-Distributable----->			Distributable		Non-controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Translation reserves RM'000	Hedging reserve RM'000	Retained Profit RM'000	Attributable to shareholders of the Company RM'000		
<b>3 months ended 30.6.2024</b>							
<b>At 1.4.2024</b>	620,025	(41,442)	216	2,363,841	<b>2,942,640</b>	255,179	<b>3,197,819</b>
Foreign currency translation differences for foreign operations	-	(13,305)	-	-	<b>(13,305)</b>	(2,004)	<b>(15,309)</b>
Cash flow hedge	-	-	(642)	-	<b>(642)</b>	(81)	<b>(723)</b>
Total other comprehensive income/(expenses) for the year	-	(13,305)	(642)	-	<b>(13,947)</b>	(2,085)	<b>(16,032)</b>
Profit for the period	-	-	-	107,429	<b>107,429</b>	6,082	<b>113,511</b>
<b>Total comprehensive income/(expenses) for the period</b>	-	(13,305)	(642)	107,429	<b>93,482</b>	3,997	<b>97,479</b>
<i>Contribution by and distributions to owners of the Company</i>							
- Acquisition of non-controlling interests	-	-	-	(36)	<b>(36)</b>	36	-
- Changes in ownership of non-controlling interests	-	-	-	717	<b>717</b>	(717)	-
<b>Total transactions with owners of the Company</b>	-	-	-	681	<b>681</b>	(681)	-
<b>At 30.6.2024</b>	620,025	(54,747)	(426)	2,471,951	<b>3,036,803</b>	258,495	<b>3,295,298</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

**QL RESOURCES BERHAD** (428915-X)  
**(Incorporated in Malaysia)**

**INTERIM FINANCIAL REPORT FOR THE 1ST QUARTER ENDED 30.6.2024**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30.6.2024**

	<b>Period ended 30.6.2024 RM'000</b>	<b>Period ended 30.6.2023 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	153,209	136,384
Adjustments for:		
Depreciation & amortisation	65,313	64,258
Increase in working capital	15,530	5,876
Income tax paid	(46,173)	(28,582)
Other non-cash items	(8,963)	24,314
<b>Net cash generated from operating activities</b>	<b>178,916</b>	<b>202,250</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(66,730)	(138,767)
Others	-	-
<b>Net cash used in investing activities</b>	<b>(66,730)</b>	<b>(138,767)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	(34,652)	(19,063)
Payment of lease liabilities	(11,100)	(10,189)
Others	36	-
<b>Net cash used in financing activities</b>	<b>(45,716)</b>	<b>(29,252)</b>
<b>Net increase in cash and cash equivalents</b>	<b>66,470</b>	<b>34,231</b>
<b>Cash and cash equivalents at 1 April</b>	<b>392,381</b>	<b>343,192</b>
<b>Cash and cash equivalents at 30 June</b>	<b>458,851</b>	<b>377,423</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for year ended 31 March 2024 and the accompanying explanatory notes attached to this interim financial statements.

## **NOTES TO THE INTERIM FINANCIAL REPORT**

### **A1. Basis of preparation**

This interim financial information of QL Resources Berhad ('The Group') is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ('MFRSs') No. 134 – Interim Financial Reporting. The Unaudited Condensed Consolidated Interim Financial Information should be read in conjunction with audited financial statements of the Group for the financial year ended 31 March 2024.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the financial statements for the financial year ended 31 March 2024 except for the adoption of the followings:

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

The adoption of the above standards and interpretations did not have any material impact on the interim financial report of the Group.

### **A2. Seasonal or cyclical factors**

Certain segment of the Group's business are affected by cyclical factors.

The management considers that on a quarter to quarter basis, the demand and/or production of the Group's products for each of the following core activities varies and the variation in each quarters were as follows:

- 1) Marine products manufacturing activities are affected by monsoon in the 4th quarter.
- 2) Integrated livestock farming activities are not significantly affected in any of the quarters.
- 3) Convenience store chain activities are affected by festive season holidays especially Ramadan, in addition to new stores opening.
- 4) Crude palm oil milling activities are seasonally affected by monsoon resulting in low crops in the 2nd and 4th quarters. Meanwhile, the clean energy business activities are not seasonal but dependant on orders and delivery schedule.

On an overall basis therefore, the group's performance varies seasonally and maybe affected by unusual and unforeseen events affecting each of the core activities.

Based on past 3 years quarterly data, our average seasonal earnings index is as follows:

<b>Q1 April to June</b>	<b>0.21</b>
<b>Q2 July to September</b>	<b>0.26</b>
<b>Q3 October to December</b>	<b>0.29</b>
<b>Q4 January to March</b>	<b>0.24</b>
	<b>1.00</b>

### **A3. Unusual items**

There are no unusual items that have material effect on the assets, liabilities, equity, net income or cash flow during the quarter under review.

### **A4. Nature and amount of changes in estimates**

There were no material changes in estimates during the quarter under review.

### **A5. Debts and securities**

There are no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the quarter under review.

### **A6. Dividend paid**

No dividend was paid for the period under review.



## A7. Segmental information

Segment information in respect of the Group's business segments for the 1st quarter ended 30.6.2024

	RM'000	RM'000
	Sales	PBT
Marine Products Manufacturing	335,113	57,857
Integrated Livestock Farming	817,753	60,645
Convenience Store Chain	309,821	20,501
Palm Oil and Clean Energy	157,658	14,206
Total	<u>1,620,345</u>	<u>153,209</u>

## A8. Property, plant and equipment

The valuations of land and building have been brought forward, without amendment from the previous annual report.

## A9. Material subsequent event

On 11 July 2024, BM Greentech Berhad ("BM Greentech") being a subsidiary of QL Green Resources Sdn. Bhd. ("QLGR", a wholly-owned subsidiary of the Group) had entered into a conditional share acquisition agreement ("**SAA**") with the Vendors to acquire 66,600,000 ordinary shares in Plus Xnergy Holdings Sdn Bhd ("PXH"), representing 100% equity interest in PXH, for a purchase consideration of RM110.0 million to be satisfied via an issuance and allotment of 81,481,482 new BM Greentech Shares ("**Consideration Share(s)**") at an issue price of RM1.35 per Consideration Share ("**Issue Price**") ("**Proposed Acquisition**");

In conjunction with the Proposed Acquisition, BM Greentech shall also undertake a proposed special issuance of 90,312,918 new BM Greentech Shares ("**Placement Share(s)**") to QLGR at the same price as the Issue Price (i.e. RM1.35 per Placement Share) with the aim to maintain QLGR's current shareholdings at 52.57% equity interest to ensure that BM Greentech remains a subsidiary of QL group upon allotment and issuance of the Consideration Shares. For avoidance of doubt, the allotment and issuance of the Consideration Shares and Placement Shares will be implemented concurrently ("**Proposed Special Issuance to QL**"); and

Upon completion of the Proposed Acquisition and Proposed Special Issuance to QL, BM Greentech proposes to undertake the proposed bonus issue of up to 171,948,600 warrants in BM Greentech ("**Warrant(s)**") on the basis of 1 Warrant for every 4 existing BM Greentech Shares held by the shareholders whose names appear in the Record of Depositors of BM Greentech on the entitlement date to be determined and announced later ("**Proposed Bonus Issue of Warrants**").

## A10. Changes in composition of the Group

During the quarter under review, there were no material changes to group composition.

## A11. Changes in contingent liabilities

The Company provides unsecured financial guarantees to banks in respect of banking facilities granted to certain subsidiaries. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

There were no contingent liabilities at the end of the current financial period for the Group.

## A12. Disclosure of audit report qualification

There was no qualification in the audit report of the preceding annual financial statements.

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS**

**B1 Review of performance for the current quarter and financial period to-date**

	Current quarter	Last year corresponding quarter	% change	Cumulative quarters	Cumulative corresponding quarters last year	% change
	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023		1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023	
	Sales	Sales		Sales	Sales	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	335,113	347,028	-3%	335,113	347,028	-3%
Integrated Livestock Farming (ILF)	817,753	822,225	-1%	817,753	822,225	-1%
Convenience Store Chain (CVS)	309,821	254,827	22%	309,821	254,827	22%
Palm Oil and Clean Energy (POCE)	157,658	175,359	-10%	157,658	175,359	-10%
Total	1,620,345	1,599,439	1%	1,620,345	1,599,439	1%
	1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023		1.4.2024 to 30.6.2024	1.4.2023 to 30.6.2023	
	Profit before tax	Profit before tax		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Marine Product Manufacturing (MPM)	57,857	57,060	1%	57,857	57,060	1%
Integrated Livestock Farming (ILF)	60,645	56,355	8%	60,645	56,355	8%
Convenience Store Chain (CVS)	20,501	11,585	77%	20,501	11,585	77%
Palm Oil and Clean Energy (POCE)	14,206	11,384	25%	14,206	11,384	25%
Total	153,209	136,384	12%	153,209	136,384	12%

- a. MPM's current quarter sales decreased marginally against the corresponding quarter due to lower sales recorded for fishing, fishmeal and aquaculture activities but was mitigated by better performance of surimi and surimi-based products contributed partly by higher volume.

Earnings were marginally better than the corresponding quarter mainly due to better margin for surimi-based products benefitting from cheaper material input costs.

- b. ILF's current quarter sales were flat against the corresponding quarter mainly due to higher volume of feed raw material trading and egg production contributed by newly acquired layer farm in Peninsular Malaysia in quarter 3 FY2024 which helped to offset the lower feed raw material trading unit price and lower Malaysia egg selling price with reduction in government control ceiling price.

Despite lower Malaysia egg selling price, earnings were 8% higher than the corresponding quarter mainly due to better performance of Malaysia layer operations supported by lower feed cost with egg cost subsidy maintained as well as contribution from the newly acquired layer farm and improved Vietnam farming operations.

- c. CVS's current quarter sales increased by 22% against the corresponding quarter mainly due to net increase of 35 stores and 35 FM Mini during the period as well as better average store sales.

Earnings increased by 77% against the corresponding quarter mainly due to improved margin from higher store sales helped by better consumer sentiment from EPF Account 3 withdrawal scheme and seasonal festivities.

- d. POCE's current quarter sales were 10% lower against the corresponding quarter due to BM Greentech reported a lower sales caused by slower project progress from Ramadan related festive activity. Meanwhile, palm oil activities were affected due to high CPO sales delivery in FY2024 albeit higher CPO price.

However, earnings were 25% higher than the corresponding quarter mainly due to improved contribution from solar projects at BM Greentech. In addition, palm oil activities reported improved margin helped by higher CPO price despite lower FFB processed tonnage.

## B2 Review of current quarter performance with the preceding quarter

	Current quarter	Preceding quarter	% change	Current quarter	Preceding quarter	% change
	1.4.2024 to	1.1.2024 to		1.4.2024 to	1.1.2024 to	
	30.6.2024	31.3.2024		30.6.2024	31.3.2024	
	Sales	Sales		Profit before tax	Profit before tax	
	RM'000	RM'000		RM'000	RM'000	
Activities:						
Marine Product Manufacturing (MPM)	335,113	305,506	10%	57,857	51,655	12%
Integrated Livestock Farming (ILF)	817,753	905,429	-10%	60,645	39,988	52%
Convenience Store Chain (CVS)	309,821	272,829	14%	20,501	13,872	48%
Palm Oil and Clean Energy (POCE)	157,658	166,484	-5%	14,206	30,289	-53%
Total	1,620,345	1,650,248	-2%	153,209	135,804	13%

- a. MPM's current quarter sales increased by 10% against the preceding quarter mainly due to seasonal factor with the resumption of fishing activities after monsoon and higher sales volume for fishmeal despite lower unit price for all products caused by weaker market sentiment.

Earnings increased by 12% mainly due to seasonal factors with improved performance in fishing, fishmeal and aquaculture activities which helped to mitigate weaker performance of surimi-based product.

- b. ILF's current quarter sales decreased by 10% against the preceding quarter mainly due to lower volume and unit price for feed raw material trading as well as lower selling price for farm produce.

However, earnings improved by 52% against the preceding quarter mainly due to improved margin in feed raw material trading, better performance of Malaysia farming operations with lower feed cost and egg cost subsidy as well as improved performance of Indonesia and Vietnam farming operations.

- c. CVS's current quarter sales increased by 14% against the preceding quarter mainly due to net increase of 10 stores and 10 FM Mini as well as better average store sales.

Earnings increased by 48% against the preceding quarter due to improved margin from higher store sales with better consumer sentiment from EPF Account 3 withdrawal scheme and seasonal festives.

- d. Despite higher sales reported by palm oil activities with improved CPO price, POCE's current quarter sales decreased by 5% against the preceding quarter mainly due to lower project progress at BM Greentech partly affected by Ramadan festive holidays.

Earnings decreased by 53% from the preceding quarter mainly due to lower margin from project mix delivery at BM Greentech as well as the absence of disposal gain of Tawau palm oil mill reported in the preceding quarter.

## B3 Prospects for the next quarter to 30th September 2024

Despite continued Middle East tension, heightened trade dispute in particular US-China trade war and uncertain global economy outlook, the management is cautiously positive that the business performance will remain satisfactory in the coming quarter with the continued egg cost subsidy and revised ceiling price mechanism in Malaysia.

## B4 Profit forecast

No profit forecast was published during the period under review.

## B5 Tax expense

	Individual quarter 3 months ended 30.6.2024	Cumulative period To date 30.6.2024
	RM'000	RM'000
Current income tax expense	45,002	45,002
Deferred tax expense	(5,304)	(5,304)
	<u>39,698</u>	<u>39,698</u>

The effective tax rate of the Group for the current quarter is higher mainly due to provision for global minimum tax impact at Vietnam subsidiaries, additional tax assessment at BM Greentech as well as non tax deductible expenses.

## B6 Unquoted investments and properties

There were no disposal of unquoted investments and/or properties during quarter under review.

## B7 Quoted investments

There were no sales or purchase of quoted investment for the quarter under review except as disclosed.

## B8 Corporate proposals

On 10 July 2024, the Board has proposed a bonus issue of up to 1,216,828,569 new ordinary shares in QL on the basis of 1 bonus share for every 2 existing QL shares held in QL. The proposed bonus issue is subject to the approval of shareholders at the coming Annual General Meeting in August 2024.

## B9 Group borrowings

	As at 1st quarter ended 30.6.2024					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.722)	RM denomination	Foreign denomination (USD\$1 = RM4.722)	RM denomination	Foreign denomination (USD\$1 = RM4.722)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Secured</b>						
Term loans (Conventional)	-	1,844	-	455	-	2,299
Bankers' acceptance (Conventional)	-	-	-	7,082	-	7,082
	-	1,844	-	7,537	-	9,381
<b>Unsecured</b>						
Term loans (Conventional)	41,209	-	143,830	-	185,039	-
Term loans (Islamic)	18,231	-	5,129	-	23,360	-
Bank overdrafts	-	-	3,751	2,929	3,751	2,929
Bankers' acceptance (Conventional)	-	-	283,791	367,162	283,791	367,162
Bankers' acceptance (Islamic)	-	-	-	23,861	-	23,861
Revolving credit	-	-	26,189	69,698	26,189	69,698
Supplier factoring facilities	-	-	-	-	-	-
Hire purchase liabilities	-	914	-	313	-	1,227
	59,440	914	462,690	463,963	522,130	464,877
<b>Total</b>	<b>59,440</b>	<b>2,758</b>	<b>462,690</b>	<b>471,500</b>	<b>522,130</b>	<b>474,258</b>

	As at 4th quarter ended 31.3.2024					
	Long term		Short term		Total borrowings	
	Foreign denomination (USD\$1 = RM4.723)	RM denomination	Foreign denomination (USD\$1 = RM4.723)	RM denomination	Foreign denomination (USD\$1 = RM4.723)	RM denomination
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Secured</b>						
Term loans (Conventional)	-	1,957	-	453	-	2,410
Bankers' acceptance (Conventional)	-	-	-	5,322	-	5,322
	-	1,957	-	5,775	-	7,732
<b>Unsecured</b>						
Term loans (Conventional)	48,953	-	180,812	-	229,765	-
Term loans (Islamic)	19,911	-	4,343	-	24,254	-
Bank overdrafts	-	-	4,649	580	4,649	580
Bankers' acceptance (Conventional)	-	-	284,231	356,335	284,231	356,335
Bankers' acceptance (Islamic)	-	-	-	61,870	-	61,870
Revolving credit	-	-	27,450	63,201	27,450	63,201
Supplier factoring facilities	-	-	-	8,292	-	8,292
Hire purchase liabilities	-	-	-	-	-	-
	68,864	-	501,485	490,278	570,349	490,278
<b>Total</b>	<b>68,864</b>	<b>1,957</b>	<b>501,485</b>	<b>496,053</b>	<b>570,349</b>	<b>498,010</b>

The borrowings denominated in foreign currencies are hedged to RM as well as interest rate.

## B10 Financial instruments

As at 30.6.2024, the outstanding derivatives (including financial instruments designated as hedging instruments) are as follows:

Types of derivatives	Contract/Notional Value as at 30.6.2024	Fair Value gain/ (loss) as at 30.6.2024
	RM'000	RM'000
<b>(i) Cross currency swap</b>		
- Less than 1 year		
- More than 1 year	131,091	16,689
<b>(ii) Interest rate swap</b>		
- Less than 1 year		
- More than 1 year	12,120	207
<b>(iii) Foreign exchange contracts (sell)</b>		
- Less than 1 year	110,207	(63)
- More than 1 year		
<b>(iv) Foreign exchange contracts (buy)</b>		
- Less than 1 year	99,815	75
- More than 1 year		
	<b>353,233</b>	<b>16,908</b>

### B11 Changes in material litigation

On 3 August 2023, QLRB's subsidiary, QL Oil ("QLO") had commenced arbitration proceedings in the Singapore International Arbitration Centre ("SIAC") against Hang Ting Pte Ltd (HT or First Respondent), and PT. Pipit Citra Perkasa (PCP or Second Respondent) (Collectively referred to as Respondents) to seek specific performance order(s) to compel the Respondents to comply with their obligations and duties under the Master Joint Venture Agreement dated 16 August 2006 ("MJVA") involving Pipit Mutiara Indah ("PMI"), an operating plantation company, and/or the relevant law and damages in relation to Respondents' breaches under MJVA.

On 4 September 2023, the Respondents had filed the Respondents' Response to the Notice of Arbitration ("RRNOA") with the Singapore International Arbitration Centre ("SIAC"). The Respondents had in the RRNOA, inter alia, counterclaimed against the QLO for alleged breaches by the QLO of the terms of the MJVA as well as oppressive conduct against the Respondents within the meaning of s. 216 of the Singapore Companies Act 1967. QLO has obtained preliminary legal advice from its Singapore counsels, and is of the view that the Respondents' counterclaims are unmeritorious.

On 12 September 2023, QLO announced to Bursa Malaysia that the General Division of the High Court of the Republic of Singapore had on 11 September 2023 granted an order that all further proceedings related to or in connection with the Singapore High Court Suit (HC/S982/2021) be stayed pending the outcome of the SIAC arbitration as announced by QLO on 3 August 2023. The Singapore lawsuit is against PCP, Ibu Juliet Kristianto Liu and the Estate of Pak Kristianto Kandi Saputro for, among other things, breach of the arbitration agreement contained in the MJVA with the intent to injure and/or cause loss to PMI, Chia Seong Fatt and/or QL Mutiara (S) Pte Ltd ("QLM") by unlawful and/or lawful means, and for conspiring and combining together to damage or destroy the financial and/or business interests of PMI, Chia and/or QLM.

The arbitration proceedings are still on ongoing with both parties are in the process of filing their respective pleadings/written statements for deliberations and hearings.

### B12 Dividend

The Directors do not recommend any dividend during the period under review.

### B13 Earnings per share

The calculations of basic earnings per share were as follows:

	Current quarter ended 30.6.2024	Cumulative to date 30.6.2024
(a) Net profit attributable to ordinary shareholders (RM'000)	107,429	107,429
(b) Number of ordinary shares in issue ('000)- weighted average	2,433,657	2,433,657
Basic Earnings per share (sen)	4.41	4.41