

LTKM Berhad (Company No: 442942-H)
Condensed Consolidated Statement of Comprehensive Income
For the period ended 31 December 2024

	Note	Individual Quarter 3 months ended		Cumulative Quarter 9 months ended	
		31/12/2024 RM'000	31/12/2023 RM'000	31/12/2024 RM'000	31/12/2023 RM'000
Revenue		56,093	64,838	170,090	196,413
Cost of sales		(48,462)	(51,636)	(146,531)	(164,501)
Gross profit		7,631	13,202	23,559	31,912
Other income		15,416	24,792	31,957	28,823
Administrative expenses		(2,079)	(2,422)	(6,135)	(6,329)
Distribution expenses		(1,322)	(1,121)	(3,878)	(3,254)
Finance costs		(892)	(1,043)	(2,644)	(3,026)
Other expenses		(522)	-	(3,624)	(954)
Profit before tax		18,232	33,408	39,235	47,172
Taxation	B5	(1,333)	(2,521)	(3,355)	(6,462)
Profit net of tax attributable to owners of the parent		16,899	30,887	35,880	40,710
Other comprehensive income, net of tax:					
Net change on FVOCI reserves :					
- changes in fair value		(14)	71	6,089	2,052
Total comprehensive income attributable to owners of the parent		16,885	30,958	41,969	42,762
Basic earnings per share attributable to owners of the parent (sen) :	B11	11.81	21.58	25.07	28.45

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

LTKM Berhad (Company No: 442942-H)
Condensed Consolidated Statement of Financial Position
As at 31 December 2024

	Note	As at 31 Dec 2024 RM'000	As at 31 Mar 2024 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		78,896	75,982
Investment properties		93,800	93,800
Land held for development		33,746	33,746
Right of use asset		4,027	4,893
Deferred tax assets		19	19
Investment securities		88,023	61,536
Other investments		5,820	958
		<u>304,331</u>	<u>270,934</u>
Current assets			
Biological assets		8,915	9,276
Inventories		26,219	16,086
Tax recoverables		2,815	1,537
Trade receivables		8,855	9,375
Other receivables		4,721	712
Prepayments		896	1,921
Cash and bank balances		71,685	79,164
		<u>124,106</u>	<u>118,071</u>
TOTAL ASSETS		<u>428,437</u>	<u>389,005</u>
EQUITY AND LIABILITIES			
Attributable to equity holders of the parent			
Share capital		76,696	76,696
Reserves		248,360	209,253
Total equity		<u>325,056</u>	<u>285,949</u>
Non-current liabilities			
Borrowings	B7	20,699	19,684
Lease liabilities		3,193	4,041
Deferred tax liabilities		2,080	2,388
		<u>25,972</u>	<u>26,113</u>
Current liabilities			
Borrowings	B7	41,065	41,356
Trade payables		16,987	7,560
Other payables		17,968	12,422
Lease liabilities		1,133	1,100
Dividend payable		-	14,311
Taxation		256	194
		<u>77,409</u>	<u>76,943</u>
Total liabilities		103,381	103,056
TOTAL EQUITY AND LIABILITIES		<u>428,437</u>	<u>389,005</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

LTKM Berhad (Company No: 442942-H)
Condensed Consolidated Statement of Cash Flows

	9 months ended	
	31/12/2024	31/12/2023
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	39,235	47,172
Adjustments for non-cash flow:		
Depreciation of property, plant and equipment	3,474	3,540
Gain on disposal of property, plant and equipment	(22)	(533)
Depreciation of right of use assets	866	863
Impairment loss on other investment	138	-
Fair value changes in biological assets	1,287	(1,045)
Fair value changes in produce inventories	(15)	(210)
Unrealised loss on foreign exchange	1,182	954
Dividend income	(3,076)	(436)
Interest expense	2,644	3,026
Interest income	(977)	(859)
Operating profit before working capital changes	<u>44,736</u>	<u>52,472</u>
Working capital changes in:		
Biological assets	(926)	826
Inventories	(10,118)	(12,076)
Receivables	(2,368)	1,301
Payables	14,973	3,794
Cash generated from operating activities	<u>46,297</u>	<u>46,317</u>
Net taxes paid	(4,880)	(4,065)
Interest paid	(2,644)	(3,026)
Net cash generated from operating activities	<u>38,773</u>	<u>39,226</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of:		
Property, plant & equipment	(6,385)	(6,072)
Investment securities	(24,229)	(15,404)
Other investment	(5,000)	-
Proceeds from disposal of:		
Property, plant and equipment	22	125
Investment securities	3,831	69
Interest received	977	859
Dividend received	3,076	436
Net cash used in investing activities	<u>(27,708)</u>	<u>(19,987)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(17,173)	-
Net repayment of term loans	(1,532)	(6,800)
Net drawdown of other bank borrowings	2,112	4,057
Repayment of hire purchase	-	(20)
Payment of lease liabilities	(814)	(773)
Net cash used in financing activities	<u>(17,407)</u>	<u>(3,536)</u>
Net change in cash and cash equivalents	(6,342)	15,703
Cash and cash equivalents at 1 April	79,164	79,602
Effect of exchange rate changes on cash and cash equivalent, relating to unrealised gain on foreign exchange	(1,137)	(954)
Cash and cash equivalents at end of the year	<u>71,685</u>	<u>94,351</u>
Cash and cash equivalents comprise the following amounts:-		
Deposits with licensed banks	27,031	28,978
Cash on hand and at bank	44,654	65,373
Cash and bank balances	<u>71,685</u>	<u>94,351</u>
	<u>71,685</u>	<u>94,351</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

LTKM Berhad (Company No: 442942-H)
Condensed Consolidated Statements of Changes in Equity
For the period ended 31 December 2024

<----Attributable to equity holders of the parent----->
(Non- distributable (Distributable))

	Share capital RM'000	Fair Value Through Other Comprehensive Income RM'000	Retained earnings RM'000	Total equity RM'000
9 months ended 31 December 2024				
At 1 April 2024	76,696	(147)	209,400	285,949
Total comprehensive income	-	6,089	35,880	41,969
Profit net of tax	-	-	35,880	35,880
Other comprehensive income, net of tax	-	6,089	-	6,089
Transfer of fair value reserve of equity instruments designated at FVOCI upon disposal	-	(593)	593	-
Transactions with owners				
Dividend	-	-	(2,862)	(2,862)
At 31 December 2024	<u>76,696</u>	<u>5,349</u>	<u>243,011</u>	<u>325,056</u>
9 months ended 31 December 2023				
1 April 2023	76,696	(6,091)	165,128	235,733
Total comprehensive (loss)/income	-	2,052	40,710	42,762
Profit net of tax	-	-	40,710	40,710
Other comprehensive loss, net of tax	-	2,052	-	2,052
At 31 December 2023	<u>76,696</u>	<u>(4,039)</u>	<u>205,838</u>	<u>278,495</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2024 and the accompanying explanatory notes attached to the interim financial statements.

PART A – Explanatory Notes Pursuant to FRS 134 – Paragraph 16**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2024. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2024.

The accounting policies and methods of computation adopted in the interim financial statements are consistent with those of the audited financial statements for the year ended 31 March 2024, except for the adoption of the following new and revised Malaysian Financial Reporting Standards (“MFRS”) and Amendments to MFRSs that have become effective for the financial periods beginning 1 April 2024:

Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Non-Current Liabilities with Covenants	1 January 2024
Amendments to MFRS 101: Classification of Liabilities as Current or Non-Current	1 January 2024
Amendments to MFRS 107 and MFRS 7 Disclosures: Supplier Finance Arrangements	1 January 2024

The Group has not early adopted the following new and Amendments to MFRSs, which have been issued and will be effective for the financial periods as stated below: -

Description	Effective date for financial periods beginning on or after
Amendments to MFRS 121: Lack of exchangeability	1 January 2025
MFRS 18: Presentation and Disclosure in Financial Statements	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The new and amendments to MFRSs will be adopted by the Group when they become effective and that the initial applications of these Standards are not expected to have material impact on the financial statements of the Group.

A2. Audit Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 March 2024 was not qualified.

A3. Segmental Information

	3 months ended			9 months ended		
	31-Dec-24 RM'000	31-Dec-23 RM'000	Change %	31-Dec-24 RM'000	31-Dec-23 RM'000	Change %
Segment revenue						
Poultry & related products	53,512	62,240	-14%	162,407	189,332	-14%
Extraction & sale of sand	2,451	2,508	-2%	7,373	6,811	8%
Investment holdings	130	90	44%	310	270	15%
Total	56,093	64,838	-13%	170,090	196,413	-13%
Segment results						
Poultry & related products	16,850	33,891	-50%	35,927	47,917	-25%
Extraction & sale of sand	655	699	-6%	1,940	1,700	14%
Investment holdings	765	(1,153)	166%	1,557	(2,283)	168%
Property development	(38)	(29)	-30%	(189)	(161)	-17%
Profit before tax	18,232	33,408	-45%	39,235	47,172	-17%
Less: Taxation	(1,333)	(2,521)	47%	(3,355)	(6,462)	48%
Profit net of tax	16,899	30,887	-45%	35,880	40,710	-12%

A4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial quarter ended 31 December 2024.

A5. Changes in Estimate

There were no changes in the estimates that have had a material effect in the current quarter results.

A6. Comments about Seasonal or Cyclical Factors

The Group's performance is not significantly affected by major festive seasons.

A7. Dividends Paid

On 18 October 2024, the Company paid an interim single-tier dividend of 2 sen per ordinary share in respect of the financial year ended 31 March 2025 which amounted to RM2.86 million.

A8. Carrying Amount of Fixed Assets

There were no changes in the valuation of property, plant and equipment brought forward from the previous annual financial statements.

A9. Debt and Equity Securities

There were no issuances, repurchases, and repayments of debt and equity securities during the quarter under review.

A10. Changes in Composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A11. Changes in Contingent Liabilities and Contingent Assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 March 2024.

A12. Profit for the Period

Profit for the period is arrived at after crediting/(charging): -

	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Interest income	331	300	977	859
Other income including investment income	16,125	23,623	32,020	26,522
Interest expense	(892)	(1,043)	(2,644)	(3,026)
Depreciation & amortisation	(1,397)	(1,533)	(4,340)	(4,403)
Fair value changes on biological assets	(420)	805	(1,272)	1,255
Provision for and write off of receivables	-	-	-	-
Provision for and write off of inventories	-	-	-	-
Gain on disposal of :				-
Quoted shares	-	-	-	-
Unquoted investments	-	-	-	-
Properties	-	-	-	-
Impairment of assets	(16)	-	(138)	-
Foreign exchange (loss)/gain:-				
Realised (loss)/gain	262	64	(466)	187
Unrealised gain/(loss)	220	-	(1,182)	(954)
Gain/(loss) on derivatives	-	-	-	-
Exceptional items	-	-	-	-

B. BMSB Listing Requirements (Part A of Appendix 9B)**B1. Review of Performance**

	Current Quarter RM'000	Preceding Year Corresponding Quarter RM'000	Change %	Current Year To date RM'000	Preceding Year Corresponding Period RM'000	Change %
Segment revenue						
Poultry & related products	53,512	62,240	-14%	162,407	189,332	-14%
Extraction & sale of sand	2,451	2,508	-2%	7,373	6,811	8%
Investment holdings	130	90	44%	310	270	15%
Total	56,093	64,838	-13%	170,090	196,413	-13%
Segment result						
Poultry & related products	16,850	33,891	-50%	35,927	47,917	-25%
Extraction & sale of sand	655	699	-6%	1,940	1,700	14%
Investment holdings	765	(1,153)	166%	1,557	(2,283)	168%
Property development	(38)	(29)	-30%	(189)	(161)	-17%
Profit before tax	18,232	33,408	-45%	39,235	47,172	-17%
Less: Taxation	(1,333)	(2,521)	47%	(3,355)	(6,462)	48%
Profit net of tax	16,899	30,887	-45%	35,880	40,710	-12%

The Group registered a revenue of RM56.09 million and a profit net of tax of RM16.90 million for the current quarter as compared to a revenue of RM64.84 million and a profit net of tax of RM30.89 million in the same quarter of previous year. Revenue for the Group decreased by 13% due mainly to lower egg control price and export sales. However, poultry segment's result decreased by 50% in tandem with decreased in revenue and lower subsidies received from Government.

For the financial year-to-date, the Group recorded a revenue of RM170.09 million and a profit net of tax of RM35.88 million as compared to revenue of RM196.41 million and profit net of tax of RM40.71 million in the corresponding period of previous financial year. Poultry segment recorded 14% decrease in revenue due mainly to lower egg control price and export sales. However, poultry segment's result decreased by 25% in tandem with decrease in revenue but set off by lower cost of major raw materials particularly corn and soybean as compared to corresponding period of previous financial year.

Extraction and sale of sand segment recorded higher earnings in tandem with higher revenue due to increase in sand mining extraction.

Investment holdings segment's improved earnings is contributed mainly by higher dividends received from new investments in securities as compared to the loss recorded in same quarter of previous year.

There are no other material earnings contribution from the other segments.

B2. Variation of result Against Preceding Quarter

	Current Quarter	Immediate Preceding Quarter	Change
	RM'000	RM'000	%
Segment revenue			
Poultry & related products	53,512	54,990	-3%
Extraction & sale of sand	2,451	3,025	-19%
Investment holdings	130	90	44%
Total	56,093	58,105	-3%
Segment result			
Poultry & related products	16,850	13,238	27%
Extraction & sale of sand	655	883	-26%
Investment holdings	765	353	117%
Property development	(38)	(64)	41%
Profit before tax	18,232	14,411	27%

The Group posted profit before tax of RM18.23 million for the current quarter as compared to profit before tax of RM14.41 million in the preceding quarter. The Group recorded higher profit before tax mainly contributed by higher subsidies received from Government as compared to preceding quarter.

B3. Commentary on Prospects

The Board remains cautious in view of the uncertainty surrounding the continuity of egg price control and export market which affect revenue and earnings outlook. However we shall continue to focus on operational efficiencies and cost management to minimize the impacts.

No material contributions are expected from the other segments in the next period.

B4. Profit Forecast or Profit Guarantee

This is not applicable.

B5. Tax Expenses

	9 months ended 31.12.24 RM'000	9 months ended 31.12.23 RM'000
Income tax expense	3,660	6,161
Deferred tax (reversal)/expense	(305)	301
Total	3,355	6,462

The effective tax rate is lower than the statutory rate of 24% due mainly to tax exempt income.

B6. Corporate Proposals

a) Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 19 February 2024.

b) Status of Utilisation of Proceeds

Not applicable as there was no corporate proposal to raise funds.

B7. Borrowings

a) The analysis of Group borrowings classified under short term and long-term categories are as follows:

	As at 31.12.2024 RM'000	As at 31.3.2024 RM'000
Short term		
<i>Secured:-</i>		
Revolving credit	14,000	14,000
Banker acceptance	4,133	2,248
Bank term loans	5,554	7,957
	23,687	24,205
<i>Unsecured:-</i>		
Revolving credit	6,000	6,000
Banker acceptance	11,378	11,151
	17,378	17,151
	41,065	41,356
Long term		
<i>Secured:-</i>		
Bank term loans	20,699	19,684
	20,699	19,684
Total borrowings	61,764	61,040

b) There were no borrowings in foreign currency as at 31 December 2024.

c) Effective average cost of borrowings based on exposure as at 31 December 2024 was 5.37% (31 March 2024: 5.40%).

B8. Off Balance Sheet Financial Instrument

There were no off-balance sheet financial instruments as at 31 December 2024.

B9. Changes in Material Litigations

There were no changes in material litigations involving the Group for the current quarter under review.

B10. Dividend Payable

On 26 February 2025, the Board of Directors has declared an interim dividend of 2 sen per ordinary share in respect of the financial year ending 31 March 2025, which amounted to RM2.86 million and to be paid to shareholders on 28 March 2025. The entitlement date for the dividend payment is 13 March 2025.

B11. Earnings per share (“EPS”)

	3 months ended		9 months ended	
	31-Dec-24	31-Dec-23	31-Dec-24	31-Dec-23
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary shareholders of the parent	16,899	30,887	35,879	40,710
Number of shares in issue ('000)	143,114	143,114	143,114	143,114
Basic EPS (sen per share)	11.81	21.58	25.07	28.45

Diluted earnings per share are not applicable for the respective periods as there is no dilution effect on the number of shares.

B12. Authorisation for Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with resolution of the directors on 26 February 2025.

B13. Dividends Paid / Declared

Dividend paid / declared since the financial year 2024 up to the date of this report.

Dividend No.	Financial Year	Type	No. of shares (000)	Rate	RM ('000)	Payment Date
37	2024	Special dividend	143,114	10 sen per share, single tier	14,311	2.4.2024
38	2025	Interim dividend	143,114	2 sen per share, single tier	2,862	18.10.2024
39	2025	Interim dividend	143,114	2 sen per share, single tier	2,862	28.3.2025