

**Unaudited Condensed Consolidated Income Statements For The Financial Period Ended  
30 June 2025**

	2nd Quarter ended		6 Months ended	
	30 June		30 June	
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
Revenue	1,359,783	1,319,002	2,710,909	2,606,557
Cost of sales	(1,165,965)	(1,154,047)	(2,345,268)	(2,302,087)
Gross profit	193,818	164,955	365,641	304,470
Other operating income	20,583	41,458	65,472	105,330
Distribution costs	(48,666)	(48,343)	(98,640)	(95,788)
Administrative expenses	(62,241)	(66,945)	(119,091)	(121,766)
Other expenses	(732)	(1,586)	(1,405)	(2,742)
Share of results of associates	218,411	253,022	528,110	529,360
Share of results of joint venture	41	1,313	(5)	2,438
Finance costs	(7,786)	(10,356)	(16,307)	(20,187)
<b>Profit before taxation</b>	<b>313,428</b>	<b>333,518</b>	<b>723,775</b>	<b>701,115</b>
Tax expense	(24,506)	(22,552)	(41,757)	(40,822)
<b>Profit for the period</b>	<b>288,922</b>	<b>310,966</b>	<b>682,018</b>	<b>660,293</b>
Attributable to :				
Owners of the parent	279,838	308,919	655,665	646,090
Non-controlling interests	9,084	2,047	26,353	14,203
<b>Profit for the period</b>	<b>288,922</b>	<b>310,966</b>	<b>682,018</b>	<b>660,293</b>
Basic earnings per share (sen)	19.67	21.72	46.09	45.42

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024)

**PPB GROUP BERHAD** [196801000571 (8167-W)]  
**Unaudited Condensed Consolidated Statements Of Comprehensive Income**  
**For The Financial Period Ended 30 June 2025**

	2nd Quarter ended		6 Months ended	
	30 June		30 June	
	2025	2024	2025	2024
	RM'000	RM'000	RM'000	RM'000
<b>Profit for the period</b>	<b>288,922</b>	<b>310,966</b>	<b>682,018</b>	<b>660,293</b>
Other comprehensive income/(loss), net of tax				
<b><u>Items that will not be subsequently reclassified to profit or loss</u></b>				
Fair value (loss)/income on investment in equity instruments designated as fair value through other comprehensive income	(19,769)	16,777	(31,960)	7,034
Share of associates' other comprehensive (loss)/income	(2,515)	(2,946)	(6,015)	2,805
<b><u>Items that will be subsequently reclassified to profit or loss</u></b>				
Exchange differences on translation of foreign operations	(1,114,131)	(20,739)	(1,333,078)	610,007
Share of associates' other comprehensive income/(loss)	489,972	(85,122)	548,243	(434,427)
<b>Total comprehensive income</b>	<b><u>(357,521)</u></b>	<b><u>218,936</u></b>	<b><u>(140,792)</u></b>	<b><u>845,712</u></b>
Attributable to :				
Owners of the parent	(356,010)	218,659	(154,481)	832,820
Non-controlling interests	(1,511)	277	13,689	12,892
<b>Total comprehensive income</b>	<b><u>(357,521)</u></b>	<b><u>218,936</u></b>	<b><u>(140,792)</u></b>	<b><u>845,712</u></b>

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024)

**PPB GROUP BERHAD** [196801000571 (8167-W)]  
**Unaudited Condensed Consolidated Statements Of Financial Position**

	<b>As at 30-Jun-25 RM'000</b>	<b>As at 31-Dec-24 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,198,209	1,183,656
Investment properties	335,345	336,120
Right-of-use assets	391,675	426,869
Bearer plants	3,917	3,940
Land held for property development	136,487	136,484
Goodwill	70,232	70,232
Other intangible assets	16,782	16,774
Investment in associates	22,026,284	22,647,863
Investment in joint venture	3,319	3,512
Other investments	308,001	339,842
Deferred tax assets	33,550	41,424
<b>Total non-current assets</b>	<b><u>24,523,801</u></b>	<b><u>25,206,716</u></b>
<b>Current assets</b>		
Inventories	797,901	921,950
Biological assets	20,336	18,940
Property development costs	3,280	3,184
Trade receivables	627,221	677,827
Other receivables	167,795	284,641
Derivative financial assets	7,881	5,140
Current tax assets	8,630	8,383
Cash and bank balances	2,060,177	1,660,658
<b>Total current assets</b>	<b><u>3,693,221</u></b>	<b><u>3,580,723</u></b>
<b>TOTAL ASSETS</b>	<b><u><u>28,217,022</u></u></b>	<b><u><u>28,787,439</u></u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	1,429,314	1,429,314
Reserves	24,577,663	25,143,837
<b>Equity attributable to owners of the parent</b>	<b><u>26,006,977</u></b>	<b><u>26,573,151</u></b>
Non-controlling interests	655,123	641,434
<b>Total equity</b>	<b><u>26,662,100</u></b>	<b><u>27,214,585</u></b>

**PPB GROUP BERHAD** [196801000571 (8167-W)]  
**Unaudited Condensed Consolidated Statements Of Financial Position**  
*(continued)*

	<b>As at</b>	<b>As at</b>
	<b>30-Jun-25</b>	<b>31-Dec-24</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current liabilities</b>		
Borrowings	8,144	23,749
Lease obligations	367,165	400,967
Deferred tax liabilities	136,119	133,910
Provision for restoration cost	49,120	49,240
<b>Total non-current liabilities</b>	<b><u>560,548</u></b>	<b><u>607,866</u></b>
<b>Current liabilities</b>		
Trade payables	272,493	175,332
Other payables	296,572	343,794
Derivative financial liabilities	19,214	10,335
Borrowings	337,606	364,757
Lease obligations	52,717	52,383
Current tax liabilities	15,772	18,387
<b>Total current liabilities</b>	<b><u>994,374</u></b>	<b><u>964,988</u></b>
<b>Total liabilities</b>	<b><u>1,554,922</u></b>	<b><u>1,572,854</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>28,217,022</u></b>	<b><u>28,787,439</u></b>

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024)

**Unaudited Condensed Consolidated Statements Of Changes In Equity For The Financial Period Ended 30 June 2025**

	Share capital RM'000	Non-distributable reserves RM'000	Retained earnings RM'000	Attributable to owners of the parent RM'000	Non-controlling interests RM'000	Total equity RM'000
<b><u>6 Months ended 30 June 2025</u></b>						
At 1 January 2025	1,429,314	3,520,879	21,622,958	26,573,151	641,434	27,214,585
Profit for the period	-	-	655,665	655,665	26,353	682,018
Other comprehensive loss	-	(810,146)	-	(810,146)	(12,664)	(822,810)
Total comprehensive (loss)/income	-	(810,146)	655,665	(154,481)	13,689	(140,792)
Transfer of reserves	-	41,922	(41,922)	-	-	-
Share of other changes in equity of associates	-	15,087	-	15,087	-	15,087
Dividends paid to shareholders of the Company	-	-	(426,780)	(426,780)	-	(426,780)
At 30 June 2025	<u>1,429,314</u>	<u>2,767,742</u>	<u>21,809,921</u>	<u>26,006,977</u>	<u>655,123</u>	<u>26,662,100</u>

**6 Months ended 30 June 2024**

At 1 January 2024	1,429,314	4,649,720	21,057,596	27,136,630	674,548	27,811,178
Profit for the period	-	-	646,090	646,090	14,203	660,293
Other comprehensive income	-	184,860	1,870	186,730	(1,311)	185,419
Total comprehensive income	-	184,860	647,960	832,820	12,892	845,712
Transfer of reserves	-	55,878	(55,878)	-	-	-
Share of other changes in equity of associates	-	9,891	1,550	11,441	359	11,800
Dividends paid to shareholders of the Company	-	-	(426,780)	(426,780)	-	(426,780)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	(2,167)	(2,167)
At 30 June 2024	<u>1,429,314</u>	<u>4,900,349</u>	<u>21,224,448</u>	<u>27,554,111</u>	<u>685,632</u>	<u>28,239,743</u>

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024)

**PPB GROUP BERHAD** [196801000571 (8167-W)]  
**Unaudited Condensed Consolidated Statements Of Cash Flows**  
**For The Financial Period Ended 30 June 2025**

	<b>6 Months ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	<b>723,775</b>	<b>701,115</b>
Adjustments:		
Non-cash items	(433,001)	(445,575)
Non-operating items	(22,312)	(18,430)
Operating profit before working capital changes	<u>268,462</u>	<u>237,110</u>
Working capital changes:-		
Net change in current assets	206,628	(268,331)
Net change in current liabilities	66,970	115,262
Cash generated from operations	<u>542,060</u>	<u>84,041</u>
Tax paid	(34,161)	(17,027)
<b>Net cash generated from operating activities</b>	<b>507,899</b>	<b>67,014</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition of property, plant and equipment, investment properties, biological assets and other intangible assets	(94,684)	(103,658)
Proceeds from disposal of property, plant and equipment	324	577
Investments in associates	-	(46,795)
Addition of other investment	-	(5,000)
Proceeds from disposal of an associate	-	35,601
Dividends received	402,703	462,065
Income received from short-term fund placements	25,533	19,595
Interest received	6,964	7,680
Repayment from associates	49,840	40,339
Distribution of profit from joint venture	-	1,926
<b>Net cash generated from investing activities</b>	<b>390,680</b>	<b>412,330</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment)/Drawdown of bank borrowings	(28,243)	136,889
Interest paid	(7,179)	(10,653)
Dividends paid to shareholders of the Company	(426,780)	(426,780)
Dividends paid to non-controlling interests of subsidiaries	-	(2,167)
Payment of lease obligations	(31,020)	(32,635)
<b>Net cash used in financing activities</b>	<b>(493,222)</b>	<b>(335,346)</b>
<b>Net increase in cash and cash equivalents</b>	<b>405,357</b>	<b>143,998</b>
Cash and cash equivalents brought forward	1,660,658	1,629,324
Effect of exchange rate changes	(5,838)	1,734
<b>Cash and cash equivalents carried forward</b>	<b>2,060,177</b>	<b>1,775,056</b>
(including cash in assets classified as held for sale)		
<u>Cash and cash equivalents represented by:</u>		
Cash and bank balances	346,376	323,741
Bank deposits	296,769	224,141
Short-term fund placements	1,417,032	1,227,174
	<u>2,060,177</u>	<u>1,775,056</u>

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2024)

## **NOTES**

### **A1. Accounting policies**

The interim financial statements of the Group have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") MFRS 134 Interim Financial Reporting and Chapter 9, Part K of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB").

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 audited financial statements for the financial year ended 31 December 2024 except for the adoption of the following Amendments to MFRS that are effective for financial periods beginning on or after 1 January 2025 :

- Amendments to MFRS 121 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability

The adoption of the above Amendments to MFRS did not have any material impact on the condensed financial statements in the period of initial application.

### **A2. Seasonality or cyclicity of interim operations**

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

### **A3. Exceptional or unusual items**

There were no exceptional or unusual items for the financial period ended 30 June 2025.

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

There were no changes in estimates of amounts reported in the previous financial year which have a material effect in the current interim period.

### **A5. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities**

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period to-date.

### **A6. Dividends paid**

A final dividend of 30 sen per share in respect of financial year ended 31 December 2024 was paid on 5 June 2025.

**A7. Segmental reporting**

Performance of the Group's business segments for the financial period ended 30 June 2025 is as follows :

<b>Business segments:</b> All figures in RM'000	<u>Grains and agribusiness</u>	<u>Consumer products</u>	<u>Film exhibition and distribution</u>	<u>Property</u>	<u>Other operations</u>	<u>Inter-segment elimination</u>	<u>Total</u>
<b>REVENUE</b>							
External revenue	1,923,989	406,681	340,538	33,257	6,444	-	2,710,909
Inter-segment sales	48,784	5,115	-	421	-	(54,320)	-
<b>Total revenue</b>	<b>1,972,773</b>	<b>411,796</b>	<b>340,538</b>	<b>33,678</b>	<b>6,444</b>	<b>(54,320)</b>	<b>2,710,909</b>
<b>RESULTS</b>							
Segment results	154,281	860	25,695	2,568	30,562	-	213,966
Share of results of associates	36,562	1,963	6,876	1,624	481,085	-	528,110
Share of results of joint venture	-	-	-	-	(5)	-	(5)
Unallocated corporate expenses	-	-	-	-	-	-	(18,296)
<b>Profit before taxation</b>	<b>190,843</b>	<b>2,823</b>	<b>32,571</b>	<b>4,192</b>	<b>511,642</b>	<b>-</b>	<b>723,775</b>

**A8. Material events subsequent to the end of the interim period**

There were no material events or transactions since the end of the financial period to the date of this announcement which may materially affect the results of the Group.

**A9. Changes in the composition of the Group**

There were no material changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations for the period ended 30 June 2025.

Subsequently, on 10 July 2025, FFM Berhad, an 80%-owned subsidiary of the Company, entered into a share sale agreement with Kuok Brothers Sdn Berhad, the ultimate holding company of the Company, for the purchase of 1,150,000 ordinary shares equivalent to 52.75% equity interest in Min Tien & Company Sdn Bhd for a total consideration of RM27,140,000. The acquisition has been completed.

**A10. Changes in contingent liabilities or contingent assets**

There were no material changes in contingent assets and liabilities since the end of the previous financial year.

**A11. Capital and other commitments**

Authorised capital and other commitments not provided for in the financial statements as at 30 June 2025 are as follows:

	RM'000
Property, plant and equipment, investment properties and other intangible assets	
- contracted	51,376
- not contracted	335,568
	<u>386,944</u>
Other commitments	
- contracted	313,734
<b>Total</b>	<b><u><u>700,678</u></u></b>

**A12. Significant related party transactions**

Significant related party transactions during the financial period ended 30 June 2025 are as follows:

	RM'000
Transactions with associates	
- Sales of goods	4,889
- Purchase of goods	4,154
- Project management fee	1,373
	<u>10,416</u>
Transactions with subsidiaries of the ultimate holding company	
- Sales of goods	14,271
- Supervision fee income	1,407
	<u>15,678</u>
Transactions with subsidiaries of associates	
- Purchase of goods	295,926
- Sales of goods	99,390
- Rental income	1,937
- Security and other service expenses	7,153
- IT service fee expenses	3,153
- Freight cost	74,977
	<u>482,536</u>

**B1. Performance analysis**

**Group financial performance by business segment**

<b>Business segments:</b> All figures in RM'000							
	<u>Grains and agribusiness</u>	<u>Consumer products</u>	<u>Film exhibition and distribution</u>	<u>Property</u>	<u>Other operations</u>	<u>Inter- segment elimination</u>	<u>Total</u>
<u>2Q2025</u>							
<b>REVENUE</b>							
External revenue	929,570	196,021	210,016	18,075	6,101	-	1,359,783
Inter-segment sales	21,819	3,564	-	210	-	(25,593)	-
<b>Total revenue</b>	<b>951,389</b>	<b>199,585</b>	<b>210,016</b>	<b>18,285</b>	<b>6,101</b>	<b>(25,593)</b>	<b>1,359,783</b>
<b>RESULTS</b>							
Segment results	50,402	1,184	34,440	1,087	17,414	-	104,527
Share of results of associates	15,935	1,048	3,143	968	197,317	-	218,411
Share of results of joint venture	-	-	-	-	41	-	41
Unallocated corporate expenses	-	-	-	-	-	-	(9,551)
<b>Profit before taxation</b>	<b>66,337</b>	<b>2,232</b>	<b>37,583</b>	<b>2,055</b>	<b>214,772</b>	<b>-</b>	<b>313,428</b>
<u>2Q2024</u>							
<b>REVENUE</b>							
External revenue	927,961	188,690	181,134	13,242	7,975	-	1,319,002
Inter-segment sales	26,884	1,851	-	-	-	(28,735)	-
<b>Total revenue</b>	<b>954,845</b>	<b>190,541</b>	<b>181,134</b>	<b>13,242</b>	<b>7,975</b>	<b>(28,735)</b>	<b>1,319,002</b>
<b>RESULTS</b>							
Segment results	63,284	(809)	13,654	915	11,547	-	88,591
Share of results of associates	5,160	767	2,081	965	244,049	-	253,022
Share of results of joint venture	-	-	-	-	1,313	-	1,313
Unallocated corporate expenses	-	-	-	-	-	-	(9,408)
<b>Profit/(loss) before taxation</b>	<b>68,444</b>	<b>(42)</b>	<b>15,735</b>	<b>1,880</b>	<b>256,909</b>	<b>-</b>	<b>333,518</b>
<b>Variance</b>							
Revenue (%)	0%	4%	16%	36%	-23%	11%	3%
Profit before taxation (%)	-3%	n.m	>100%	9%	-16%	-	-6%

n.m. - not meaningful

B1. Performance analysis

Group financial performance by business segment

<b>Business segments:</b> All figures in RM'000							
	<u>Grains and agribusiness</u>	<u>Consumer products</u>	<u>Film exhibition and distribution</u>	<u>Property</u>	<u>Other operations</u>	<u>Inter- segment elimination</u>	<u>Total</u>
<u>1H2025</u>							
<b>REVENUE</b>							
External revenue	1,923,989	406,681	340,538	33,257	6,444	-	2,710,909
Inter-segment sales	48,784	5,115	-	421	-	(54,320)	-
<b>Total revenue</b>	<b>1,972,773</b>	<b>411,796</b>	<b>340,538</b>	<b>33,678</b>	<b>6,444</b>	<b>(54,320)</b>	<b>2,710,909</b>
<b>RESULTS</b>							
Segment results	154,281	860	25,695	2,568	30,562	-	213,966
Share of results of associates	36,562	1,963	6,876	1,624	481,085	-	528,110
Share of results of joint venture	-	-	-	-	(5)	-	(5)
Unallocated corporate expenses	-	-	-	-	-	-	(18,296)
<b>Profit before taxation</b>	<b>190,843</b>	<b>2,823</b>	<b>32,571</b>	<b>4,192</b>	<b>511,642</b>	<b>-</b>	<b>723,775</b>
<u>1H2024</u>							
<b>REVENUE</b>							
External revenue	1,876,151	395,178	299,972	27,068	8,188	-	2,606,557
Inter-segment sales	58,557	3,100	-	600	-	(62,257)	-
<b>Total revenue</b>	<b>1,934,708</b>	<b>398,278</b>	<b>299,972</b>	<b>27,668</b>	<b>8,188</b>	<b>(62,257)</b>	<b>2,606,557</b>
<b>RESULTS</b>							
Segment results	162,088	1,864	(4,420)	2,520	24,466	-	186,518
Share of results of associates	7,716	967	5,644	999	514,034	-	529,360
Share of results of joint venture	-	-	-	-	2,438	-	2,438
Unallocated corporate expenses	-	-	-	-	-	-	(17,201)
<b>Profit before taxation</b>	<b>169,804</b>	<b>2,831</b>	<b>1,224</b>	<b>3,519</b>	<b>540,938</b>	<b>-</b>	<b>701,115</b>
<b>Variance</b>							
Revenue (%)	3%	3%	14%	23%	-21%	13%	4%
Profit before taxation (%)	12%	0%	>100%	19%	-5%	-	3%

### **Group performance review**

For 2Q2025 and 1H2025, the Group recorded higher revenue at RM1.36 billion and RM2.71 billion respectively (2Q2024: RM1.32 billion; 1H2024: RM2.61 billion).

Pre-tax profit for 2Q2025 was lower by 6% to RM313 million (2Q2024: RM334 million). The lower profit in 2Q2025 was mainly attributable to a 19% decrease in contribution from Wilmar International Limited ("Wilmar") to RM197 million (2Q2024: RM244 million), partially offset by higher profit contribution from core business segments by 30% to RM116 million (2Q2024: RM90 million).

Pre-tax profit for 1H2025 was higher by 3% to RM724 million (1H2024: RM701 million). The Group's core business segments recorded an increase in profit before tax by 27% to RM244 million in 1H2025 (1H2024: RM191 million). This was, however, partially offset by a lower contribution from Wilmar by 6% to RM480 million (1H2024: RM510 million).

### **Grains and agribusiness**

Segment revenue for 2Q2025 and 1H2025 was marginally higher at RM930 million (2Q2024: RM928 million) and RM1.92 billion (1H2024: RM1.88 billion) respectively. Segment profit for 2Q2025 was lower by 3% to RM66 million (2Q2024: RM68 million). Segment profit for 1H2025 increased by 12% to RM191 million (1H2024: RM170 million), mainly attributable to the improvement in performance from the flour and livestock sub-segments. Excluding the one-off gain on disposal of Yihai Kerry (Shenyang) Oils, Grains & Foodstuffs Industries Co., Ltd, segment profit for 1H2025 increased by 21% to RM191 million (1H2024: RM157 million).

### **Consumer products**

Segment revenue for 2Q2025 and 1H2025 increased by 4% to RM196 million (2Q2024: RM189 million) and 3% to RM407 million (1H2024: RM395 million) respectively. The segment recorded a profit of RM2.2 million in 2Q2025 (2Q2024: RM42,000 loss), mainly attributable to lower trade promotion expenses. Segment profit for 1H2025 and 1H2024 was relatively unchanged at RM2.8 million.

### **Film exhibition and distribution**

Segment revenue for 2Q2025 and 1H2025 increased by 16% to RM210 million (2Q2024: RM181 million) and 14% to RM341 million (1H2025: RM300 million) respectively. The segment recorded higher profit at RM38 million in 2Q2025 (2Q2024: RM16 million) and RM33 million in 1H2025 (1H2024: RM1 million). The marked improvement in profit was mainly attributable to higher admissions and net box office collection, concession profit as well as lower cinema operating costs, coupled with the absence of cinema closure costs incurred in 1H2024.

### **Property**

Segment revenue for 2Q2025 and 1H2025 was higher by 36% to RM18 million (2Q2024: RM13 million) and 23% to RM33 million (1H2024: RM27 million) respectively. The segment recorded higher profit by 9% to RM2.1 million in 2Q2025 (2Q2024: RM1.9 million) and 19% to RM4.2 million in 1H2025 (1H2024: RM3.5 million), mainly attributable to improvement in mall performance.

### **Other operations**

Segment profit for 2Q2025 and 1H2025 was lower by 16% to RM215 million (2Q2024: RM257 million) and 5% to RM512 million (1H2024: RM541 million) respectively.

Contribution from Wilmar for 2Q2025 was lower by 19% to RM197 million (2Q2024: RM244 million) due to lower net profit reported by Wilmar by 9% to USD251 million (2Q2024: USD277 million).

For 1H2025, Wilmar reported a higher net profit by 3% to USD595 million (1H2024: USD580 million). However, contribution was lower by 6% to RM480 million (1H2024: RM510 million), the profit improvement from Wilmar being negated by foreign exchange translation loss due to the stronger Ringgit.

**B2. Material changes in the quarterly results compared to the results of the preceding quarter**

For 2Q2025, profit before taxation was lower by 24% to RM313 million, as compared to RM410 million recorded in 1Q2025. This was mainly attributable to lower contribution from Wilmar by 30% to RM197 million (1Q2025: RM283 million).

**B3. Prospects**

The Malaysian economy expanded by 4.4% in the second quarter of 2025 (1Q2025: 4.4%), underpinned by robust domestic demand. Household spending was higher, supported by positive labor market conditions and income-related policy measures, including the upward revision of minimum wage and civil servant salaries. Both private and public investments recorded stronger expansion, supported by the realization of new and existing projects.

Looking ahead, Malaysia's growth outlook for 2025 will continue to be shaped by external developments, particularly the outcome of global tariff negotiations and evolving trade policies. These factors are expected to present challenges to overall growth prospects.

Against this backdrop, the Malaysian economy is now projected to grow between 4.0% to 4.8%, compared to the earlier forecast of 4.5% to 5.5%. Nevertheless, resilient domestic demand is expected to mitigate some of the external headwinds and remain as a key anchor of economic performance, providing continued support for Malaysia's economic expansion in 2025.

Notwithstanding heightened uncertainties and economic pressures in the global trade environment, grain prices have remained relatively stable, providing some resilience to the operating landscape. We will continue to prioritize strategic grain sourcing, enhance operational efficiency, and maintain our commitment to producing high-quality products. We expect the *Grains and Agribusiness* segment to perform satisfactorily for the rest of the year.

Despite the competitive environment, the *Consumer Products* segment will continue to broaden its product portfolio, and strengthen market presence to enhance distribution efficiency. Although operating costs are expected to remain elevated, the segment is expected to deliver satisfactory performance, underpinned by its resilient distribution network and strong logistics capability.

The strong contributions from several local and regional productions coupled with the return of major Hollywood blockbusters in the second quarter of 2025, drove a solid rebound in the *Film Exhibition and Distribution* segment's box office performance. This positive momentum is expected to continue into the second half of the year, supported by a well-diversified slate of Hollywood, local, and regional releases. While the segment continues to focus on enhancing operational efficiency and broadening revenue streams, overall performance for the remainder of the year is expected to be satisfactory.

The *Property* segment will continue to drive sales at the Lumina Bedong township project. Enhancing the shopper experience and driving footfall in our malls will remain key priorities for 2025.

Wilmar's performance will continue to contribute substantially to the overall profitability of the Group.

**B4. Variance of actual profit from forecast profit**

Not applicable.

**B5. Profit before taxation**

	2nd Quarter ended 30-Jun-25 RM'000	6 Months ended 30-Jun-25 RM'000
Profit before taxation was stated after crediting/(charging):		
Interest income and income from short-term fund placements	17,229	32,659
Dividend income	5,877	5,960
Net foreign exchange loss	(4,002)	(1,725)
Net fair value (loss)/gain on derivatives	(1,872)	18,306
Reversal of impairment on property, plant and equipment	-	831
Net impairment on receivables	(86)	(179)
Depreciation and amortisation	(45,538)	(92,484)
Interest expense on lease obligations	(4,424)	(9,119)
	<u>(4,424)</u>	<u>(9,119)</u>

**B6. Tax expense**

	2nd Quarter ended 30-Jun-25 RM'000	6 Months ended 30-Jun-25 RM'000
Taxation based on the profit for the financial period:		
Malaysian taxation:		
Current tax expense	(16,558)	(34,285)
Deferred tax expense	(6,873)	(9,099)
	<u>(23,431)</u>	<u>(43,384)</u>
Foreign taxation:		
Current tax expense	(839)	(2,673)
Deferred tax expense	(218)	(994)
	<u>(24,488)</u>	<u>(47,051)</u>
(Under)/Over provision in prior years:		
Current tax	(40)	5,272
Deferred tax	22	22
	<u>(24,506)</u>	<u>(41,757)</u>

The Group's effective tax rate was lower than the statutory rate, mainly due to overprovision of income tax in prior year.

**B7. Status of corporate proposals**

There were no corporate proposals announced but not completed.

**B8. Group borrowings**

Total Group borrowings as at 30 June 2025 were as follows:

	Total RM'000	Secured RM'000	Unsecured RM'000
Long-term bank borrowings			
Long-term bank loan (RM)	4,600	4,600 (a)	-
Long-term bank loan (VND)	3,544	3,544 (b)	-
	<b>8,144</b>	<b>8,144</b>	<b>-</b>
Short-term bank borrowings			
Revolving credit (RM)	113,990	60,000 (a)	53,990
Short-term loan (RM)	82,800	22,800 (a)	60,000
Short-term loan (VND)	140,816	7,089 (b)	133,727
	<b>337,606</b>	<b>89,889</b>	<b>247,717</b>

All of the above borrowings are unsecured except for the following:

- (a) The RM-denominated term loan and revolving credits are secured by a corporate guarantee from a subsidiary.
- (b) The VND-denominated term loan is secured by a corporate guarantee from a subsidiary.

**B9. Derivative financial instruments**

(a) Derivative financial assets and financial liabilities as at 30 June 2025

	Contract / Notional value RM'000	Fair value - Assets / Liabilities RM'000
<u>Derivative financial assets</u>		
i) Futures contracts	225,937	7,822
ii) Forward foreign currency contracts	25,039	59
<b>Total derivative assets</b>		<b>7,881</b>
<u>Derivative financial liabilities</u>		
i) Options contracts	136,157	6,998
ii) Forward foreign currency contracts	392,451	12,216
<b>Total derivative liabilities</b>		<b>19,214</b>

All contracts will be maturing within one year.

Futures and options contracts

The Group is exposed to market risk mainly from fluctuation in the prices of agricultural commodities, namely wheat and corn which are the key raw materials used in the Group's *Grains and agribusiness* segment. Commodity futures and options contracts are entered into with the objective to manage volatility of commodity prices. It is the policy of the Group to manage the commodity prices with reference to underlying contracts of corresponding commodities that are used in its grains and agribusiness operations.

Forward foreign currency contracts

The Group enters into foreign currency forward contracts to minimise its exposure to foreign currency risks as a result of transactions denominated in currencies other than its functional currency. Under the Group's policy, foreign currency contract is only considered for committed transaction and shall not exceed 100% of the committed amount. The Group will continue to monitor closely the market volatilities and take appropriate measures to mitigate such risks.

There have been no other significant changes in respect of the following:

- (i) the credit risk, market risk and liquidity risk associated with the derivatives;
- (ii) the cash requirements of the derivatives;
- (iii) the policies in place for mitigating or controlling the risks associated with the derivatives; and
- (iv) the related accounting policies.

(b) Fair value changes of financial instruments

The derivative financial instruments are recognised at fair value on contract dates and subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in the income statement. Fair value changes are dependent on the market prices of derivatives as at the end of reporting period.

For 2Q2025, unrealised fair value loss on derivative financial instruments amounted to RM16.3 million (2Q2024: RM9.8 million gain).

For 1H2025, unrealised fair value loss on derivative financial instruments amounted to RM2.9 million (1H2024: RM15.5 million gain).

**B10. Material litigation**

There was no material litigation as at the date of this report.

**B11. Dividend**

The Board of Directors is pleased to declare an interim dividend of 12 sen per share for the financial year ending 31 December 2025 (2024: 12 sen per share) payable on 26 September 2025 to shareholders whose names appear in the Record of Depositors at the close of business on 12 September 2025.

**B12. Earnings per share**

	2nd Quarter ended		6 Months ended	
	30 June		30 June	
	2025	2024	2025	2024
Net profit for the period (RM'000)	279,838	308,919	655,665	646,090
Number of ordinary shares in issue ('000)	1,422,599	1,422,599	1,422,599	1,422,599
Basic earnings per share (sen)	19.67	21.72	46.09	45.42

There were no potential dilutive ordinary shares outstanding as at 30 June 2025 and 30 June 2024. As such, there were no diluted earnings per share for the financial periods ended 30 June 2025 and 30 June 2024.

**B13. Disclosure of audit report qualification and status of matters raised**

The auditors' report for the financial year ended 31 December 2024 was not subject to any qualification.

**Kuala Lumpur**  
**27 August 2025**

***By Order of the Board***  
Mah Teck Keong  
*Company Secretary*