

**Financial Results (v14)**

Reference No. FRA-28042025-00013

**RELEASED**

Created by FRASER &amp; NEAVE HOLDINGS BHD on 28 Apr 2025 at 5:30:42 PM

Submitted by FRASER &amp; NEAVE HOLDINGS BHD on 28 Apr 2025 at 5:51:48 PM

<b>COMPANY INFORMATION SECTION</b>			
<b>Announcement Type</b>	<input checked="" type="radio"/> New Announcement <input type="radio"/> Amended Announcement		
<b>Company Name</b>	FRASER & NEAVE HOLDINGS BHD		
<b>Stock Name</b>	F&N		
<b>Stock Code</b>	3689		
<b>Board</b>	Main Market		

<b>CONTACT DETAIL</b>			
<b>Contact Person</b>	<b>Designation</b>	<b>Contact No</b>	<b>Email Address</b>
FRASER & NEAVE HOLDINGS BHD		019-3809995	darric.ong@fn.com.my

<b>MAIN</b>			
<b>General Information</b>			
<b>Financial Year End</b>	30 Sep 2025		
<b>Quarter</b>	2 Qtr		
<b>Quarterly report for the financial period ended</b>	31 Mar 2025		
<b>The figures</b>	have not been audited		
<b>Remarks</b>			
<b>Please attach the full Quarterly Report here</b>	<b>No</b>	<b>File Name</b>	<b>Size</b>
	1	<a href="#">FNHB-Interim Results Q2 FY2025.pdf</a>	367.0KB

**DEFAULT CURRENCY**

<b>Currency</b>	Malaysian Ringgit (MYR)
<b>Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION</b>	
<b>Summary of the Key Financial Information for the financial period ended</b>	31 Mar 2025

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31 Mar 2025	31 Mar 2024	31 Mar 2025	31 Mar 2024
	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000
<b>1. Revenue</b>	1,334,120	1,352,385	2,723,861	2,685,267
<b>2. Profit/(loss) before Tax</b>	189,623	204,400	430,113	409,910
<b>3. Profit/(loss) for the period</b>	140,023	165,720	310,408	335,896
<b>4. Profit/(loss) attributable to ordinary equity holders of the parent</b>	140,339	165,409	309,357	336,146
<b>5. Basic earnings/(loss) per share (Subunit)</b>	38.30	45.20	84.50	91.80
<b>6. Proposed/Declared dividend per share (Subunit)</b>	30.00	30.00	30.00	30.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
<b>7. Net assets per share attributable to ordinary equity holders of the parent</b>	10.3000		9.7500	
<b>Remarks</b>				

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.

Example for the subunit as follows:

Country	Base unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

**Part A3 : ADDITIONAL INFORMATION (This Information is for Exchange's Internal Use only)**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31 Mar 2025	31 Mar 2024	31 Mar 2025	31 Mar 2024

	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000	[dd/mm/yyyy] MYR'000
<b>1. Gross interest income</b>	6,652	5,855	13,210	11,578
<b>2. Gross interest expense</b>	8,868	8,929	17,900	18,388
<b>Remarks</b>				

**OTHER CURRENCY**

Other Currency				
Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION				
Summary of the Key Financial Information for the financial period ended		31 Mar 2025		
	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000
<b>1. Revenue</b>				
<b>2. Profit/(loss) before Tax</b>				
<b>3. Profit/(loss) for the period</b>				
<b>4. Profit/(loss) attributable to ordinary equity holders of the parent</b>				
<b>5. Basic earnings/(loss) per share (Subunit)</b>				
<b>6. Proposed/Declared dividend per share (Subunit)</b>				
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
<b>7. Net assets per share attributable to ordinary equity holders of the parent</b>				
<b>Remarks</b>				

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.  
Example for the subunit as follows:

<b>Country</b>	<b>Base unit</b>	<b>Subunit</b>
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

**Part A3 : ADDITIONAL INFORMATION (This Information is for Exchange's Internal Use only)**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000	[dd/mm/yyyy] '000
<b>1. Gross interest income</b>				
<b>2. Gross interest expense</b>				
<b>Remarks</b>				



**FRASER & NEAVE HOLDINGS BHD**  
(Company No: 196101000155 (4205-V))  
(Incorporated in Malaysia)

No. 1, Jalan Bukit Belimbing 26/38,  
Persiaran Kuala Selangor, Seksyen 26,  
40400 Shah Alam, Selangor, Malaysia  
Tel: 03-51014288 Fax: 603-5103 2230

**For immediate release**

## **QUARTERLY FINANCIAL REPORT**

### Second Quarter Ended 31 March 2025

The Directors are pleased to release the unaudited quarterly financial report for the quarter and six months ended 31 March 2025.

The contents of the financial report comprise the following attached unaudited condensed consolidated financial statements, explanatory notes and additional disclosures and these must be read in conjunction with the Group's audited financial statements for the financial year ended 30 September 2024:

Schedule A : Unaudited Condensed Consolidated Income Statement  
Schedule B : Unaudited Condensed Consolidated Statement of Comprehensive Income  
Schedule C : Unaudited Condensed Consolidated Statement of Financial Position  
Schedule D : Unaudited Condensed Consolidated Statement of Cash Flows  
Schedule E : Unaudited Condensed Consolidated Statement of Changes in Equity  
Schedule F : Selected Explanatory Notes  
Schedule G : Additional Disclosures

The unaudited quarterly financial report has been prepared in accordance with the accounting standard on interim financial reporting issued by the Malaysian Accounting Standards Board and contains additional disclosures prescribed by the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. Unless specified otherwise, the same accounting policies and methods of computation applied to the Group's financial statements for the previous financial year had been followed throughout this quarterly financial report.

By Order of the Board  
Shah Alam, Selangor  
28 April 2025

**Schedule A : Unaudited Condensed Consolidated Income Statement**

For the quarter and six months ended 31 March 2025

RM'000	Individual 2nd quarter			Cumulative 2nd quarter		
	31/03/2025	31/03/2024	% chg	31/03/2025	31/03/2024	% chg
Revenue	1,334,120	1,352,385	-1.4%	2,723,861	2,685,267	1.4%
Cost of sales	(905,617)	(912,897)		(1,840,822)	(1,826,026)	
Gross profit	428,503	439,488	-2.5%	883,039	859,241	2.8%
Other income	6,835	9,421		35,863	19,874	
Net (loss)/gain on impairment of financial instruments	(446)	606		1	635	
Operating expenses	(243,101)	(242,018)		(484,153)	(462,936)	
Operating profit	191,791	207,497	-7.6%	434,750	416,814	4.3%
Finance income	6,652	5,855		13,210	11,578	
Finance costs	(8,868)	(8,929)		(17,900)	(18,388)	
Share of profit/(loss) of equity-accounted joint venture, net of tax #	48	(23)		53	(94)	
Profit before tax	189,623	204,400	-7.2%	430,113	409,910	4.9%
Tax expense ( Schedule G, Note 5 )	(49,600)	(38,680)		(119,705)	(74,014)	
<b>Profit for the period</b>	<b>140,023</b>	<b>165,720</b>	<b>-15.5%</b>	<b>310,408</b>	<b>335,896</b>	<b>-7.6%</b>
<b>Profit for the period attributable to:</b>						
Owners of the Company	140,339	165,409	-15.2%	309,357	336,146	-8.0%
Non-controlling interests	(316)	311		1,051	(250)	
Profit for the period	140,023	165,720	-15.5%	310,408	335,896	-7.6%
Basic earnings per ordinary share (sen) ( Schedule G, Note 10 )	38.3	45.2		84.5	91.8	
Diluted earnings per ordinary share (sen) ( Schedule G, Note 10 )	38.3	45.1		84.4	91.6	

# The share of results of a joint venture for the quarter refers to Vacaron Company Sdn Bhd and is derived from its unaudited management accounts for the quarter and period ended 31 March 2025.

This Statement should be read in conjunction with the selected explanatory notes on Schedule F & G of this Report and the Group's audited financial statements for the financial year ended 30 September 2024.

**Schedule B : Unaudited Condensed Consolidated Statement of Comprehensive Income**

For the quarter and six months ended 31 March 2025

RM'000	Individual 2nd quarter			Cumulative 2nd quarter		
	31/03/2025	31/03/2024	% chg	31/03/2025	31/03/2024	% chg
Profit for the period	140,023	165,720	-15.5%	310,408	335,896	-7.6%
<b>Other comprehensive income, net of tax:</b>						
<b>Item that is or may be reclassified subsequently to profit or loss:</b>						
Foreign currency translation differences for foreign operations	(4,314)	(39,755)		15,317	6,713	
<b>Total comprehensive income for the period</b>	<b>135,709</b>	<b>125,965</b>	<b>7.7%</b>	<b>325,725</b>	<b>342,609</b>	<b>-4.9%</b>
<b>Total comprehensive income attributable to:</b>						
Owners of the Company	136,025	125,654	8.3%	324,674	342,859	-5.3%
Non-controlling interests	(316)	311		1,051	(250)	
	<b>135,709</b>	<b>125,965</b>	<b>7.7%</b>	<b>325,725</b>	<b>342,609</b>	<b>-4.9%</b>

**Schedule C : Unaudited Condensed Consolidated Statement of Financial Position**

As at 31 March 2025

RM'000	31/03/2025	30/09/2024
<b>Non-current assets</b>		
Property, plant and equipment	1,959,916	1,727,688
Right-of-use assets	364,114	367,132
Biological assets	4,330	-
Investment properties	63,000	63,000
Properties held for development	52,965	52,965
Intangible assets	426,921	430,313
Investment in a joint venture ( <i>Schedule F, Note 8</i> )	86,565	86,512
Deferred tax assets	12,940	13,871
	<u>2,970,751</u>	<u>2,741,481</u>
<b>Current assets</b>		
Trade and other receivables	1,062,496	852,855
Inventories	772,250	744,960
Derivative financial assets ( <i>Schedule F, Note 17</i> )	14	311
Cash and cash equivalents	976,130	1,134,870
	<u>2,810,890</u>	<u>2,732,996</u>
<b>Total assets</b>	<u>5,781,641</u>	<u>5,474,477</u>
<b>Equity</b>		
Share capital and reserves	3,777,555	3,576,009
Non-controlling interests	11,937	10,841
<b>Total equity</b>	<u>3,789,492</u>	<u>3,586,850</u>
<b>Non-current liabilities</b>		
Loans and borrowings ( <i>Schedule F, Note 17 and Schedule G, Note 7</i> )	340,000	592,000
Lease liabilities	46,493	46,977
Employee benefits	33,695	35,511
Deferred tax liabilities	116,846	103,448
	<u>537,034</u>	<u>777,936</u>
<b>Current liabilities</b>		
Trade and other payables	885,292	825,904
Contract liabilities	135,638	108,277
Loans and borrowings ( <i>Schedule F, Note 17 and Schedule G, Note 7</i> )	364,000	114,000
Lease liabilities	7,057	7,971
Current tax liabilities	63,104	51,368
Derivative financial liabilities ( <i>Schedule F, Note 17</i> )	24	2,171
	<u>1,455,115</u>	<u>1,109,691</u>
<b>Total liabilities</b>	<u>1,992,149</u>	<u>1,887,627</u>
<b>Total equity and liabilities</b>	<u>5,781,641</u>	<u>5,474,477</u>
Net assets per share (RM) attributable to owners of the Company	<u>10.30</u>	<u>9.75</u>

This Statement should be read in conjunction with the selected explanatory notes on Schedule F & G of this Report and the Group's audited financial statements for the financial year ended 30 September 2024.



**Schedule D : Unaudited Condensed Consolidated Statement of Cash Flows**

For the quarter and six months ended 31 March 2025

RM'000	Cumulative 2nd quarter	
	31/03/2025	31/03/2024
<b>Cash flows from operating activities</b>		
Profit before tax	430,113	409,910
Add/(less) non-cash items:		
- Depreciation of property, plant and equipment and amortisation of intangible assets	63,696	62,217
- Depreciation of right-of-use assets	8,818	8,275
- Employee share-based expense	3,303	3,276
- Finance costs	17,900	18,388
- Finance income	(13,210)	(11,578)
- Net loss/(gain) on disposal of property, plant and equipment	26	(72)
- Net reversal of impairment loss on property, plant and equipment	(415)	(563)
- Property, plant and equipment written off	79	95
- Share of (profit)/loss of equity-accounted joint venture, net of tax	(53)	94
- Others	(2,257)	(560)
Changes in working capital	(151,848)	(123,958)
Tax paid	(94,349)	(42,479)
<b>Net cash from operating activities</b>	<b>261,803</b>	<b>323,045</b>
<b>Cash flows from investing activities</b>		
Acquisition of biological assets	(4,330)	-
Acquisition of intangible assets	(251)	(2,035)
Acquisition of new subsidiary under common control	(258)	-
Acquisition of property, plant and equipment	(285,460)	(69,054)
Acquisition of right-of-use assets	-	(18,293)
Interest received	12,664	8,368
Proceeds from disposal of property, plant and equipment	280	333
<b>Net cash used in investing activities</b>	<b>(277,355)</b>	<b>(80,681)</b>
<b>Cash flows from financing activities</b>		
Dividend paid to owners of the Company	(121,037)	(183,389)
Interest paid	(18,200)	(18,636)
Payment of lease liabilities	(5,888)	(5,739)
Proceeds from issue of shares by a subsidiary to a non-controlling interest	-	1,497
Purchase of shares by Share Grant Plan ("SGP") Trust	(5,306)	(333)
Repayment of loans and borrowings	(2,000)	(2,000)
<b>Net cash used in financing activities</b>	<b>(152,431)</b>	<b>(208,600)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(167,983)</b>	<b>33,764</b>
<b>Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>9,243</b>	<b>2,437</b>
<b>Cash and cash equivalents at 1 October 2024/2023</b>	<b>1,134,870</b>	<b>1,031,534</b>
<b>Cash and cash equivalents at 31 March</b>	<b>976,130</b>	<b>1,067,735</b>
Cash and bank balances	537,818	537,340
Short term deposits with licensed banks with a maturity period of 3 months or less	438,312	530,395
<b>Cash and cash equivalents at 31 March</b>	<b>976,130</b>	<b>1,067,735</b>

This Statement should be read in conjunction with the selected explanatory notes on Schedule F & G of this Report and the Group's audited financial statements for the financial year ended 30 September 2024.

**Schedule E : Unaudited Condensed Consolidated Interim Statement of Changes in Equity**

For the quarter and six months ended 31 March 2025

RM'000	<----- Attributable to owners of the Company ----->										Total	Non-controlling interests	Total equity
	<----- Non-distributable ----->					> Distributable							
	Share capital	Shares held by SGP Trust (Note a)	Loss on purchase of shares for SGP (Note b)	Translation reserve	Share-based payment reserve	Legal reserve	Revaluation reserve	Merger reserve	Retained earnings				
<b>At 1 October 2024</b>	816,770	(16,666)	(7,342)	71,430	18,781	9,934	2,282	-	2,680,820	3,576,009	10,841	3,586,850	
Total comprehensive income	-	-	-	15,317	-	-	-	-	309,357	324,674	1,051	325,725	
<b>Transactions with owners:</b>													
Purchase of shares by SGP Trust	-	(5,306)	-	-	-	-	-	-	-	(5,306)	-	(5,306)	
Employee share-based expense	-	-	-	-	3,170	-	-	-	-	3,170	-	3,170	
Acquisition of new subsidiary under common control	-	-	-	-	-	-	-	941	(896)	45	45	90	
Dividend to owners of the Company	-	-	-	-	-	-	-	-	(121,037)	(121,037)	-	(121,037)	
<b>Total transactions with owners</b>	-	(5,306)	-	-	3,170	-	-	941	(121,933)	(123,128)	45	(123,083)	
<b>At 31 March 2025</b>	816,770	(21,972)	(7,342)	86,747	21,951	9,934	2,282	941	2,868,244	3,777,555	11,937	3,789,492	
<b>At 1 October 2023</b>	816,770	(10,890)	(7,186)	83,502	17,129	9,934	2,282	-	2,431,659	3,343,200	8,401	3,351,601	
Total comprehensive income	-	-	-	6,713	-	-	-	-	336,146	342,859	(250)	342,609	
<b>Transactions with owners:</b>													
Purchase of shares by SGP Trust	-	(333)	-	-	-	-	-	-	-	(333)	-	(333)	
Employee share-based expense	-	-	-	-	3,118	-	-	-	-	3,118	-	3,118	
Issue of shares by a subsidiary to a non-controlling interest	-	-	-	-	-	-	-	-	-	-	1,497	1,497	
Dividend to owners of the Company	-	-	-	-	-	-	-	-	(183,389)	(183,389)	-	(183,389)	
<b>Total transactions with owners</b>	-	(333)	-	-	3,118	-	-	-	(183,389)	(180,604)	1,497	(179,107)	
<b>At 31 March 2024</b>	816,770	(11,223)	(7,186)	90,215	20,247	9,934	2,282	-	2,584,416	3,505,455	9,648	3,515,103	

Note a: The "Shares held by SGP Trust" relates to shares purchased by the Company for the SGP.

Note b: Upon vesting of share awards, there will be a difference between total purchase price paid by SGP Trust to acquire the shares from the open market and the fair value of the share awards granted to employees of subsidiaries. This difference will be consolidated into Group's consolidated financial statements as a deduction from equity and classified as "loss on purchase of shares for SGP" reserve.

## Schedule F : Selected Explanatory Notes Pursuant to MFRS 134

### 1. Corporate information

Fraser & Neave Holdings Bhd (“F&NHB” or “the Company”) is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements of the Group (“interim financial statements”) as at and for the six months ended 31 March 2025 comprise the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interest in a joint venture.

These interim financial statements were approved by the Board of Directors on 28 April 2025.

### 2. Basis of preparation

These interim financial statements are unaudited and have been prepared in accordance with applicable disclosure provisions of the Listing Requirements of Bursa Malaysia Securities Berhad, MFRS 134 *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board and with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board. These interim financial statements do not include all of the information required for annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the financial year ended 30 September 2024.

The audited consolidated financial statements of the Group for the year ended 30 September 2024 are available upon request from the Company’s registered office at No. 1, Jalan Bukit Belimbing 26/38, Persiaran Kuala Selangor, Seksyen 26, 40400 Shah Alam, Selangor, Malaysia.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2024. These explanatory notes 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 financial year ended 30 September 2024.

The accounting policies and presentation applied by the Group in these interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the financial year ended 30 September 2024 except for the following:

#### MFRS 141, Agriculture

The Group has applied MFRS 141, *Agriculture* for the initial recognition and subsequent measurement of the dairy herd and agricultural produce in its consolidated financial statement.

#### (a) Dairy herd

The Group’s biological assets comprise dairy herd. These assets are initially recognised at cost and subsequently measured at fair value less costs to sell at each reporting date. Any resulting gains or losses are recognised in profit or loss in the period in which they arise.

Costs incurred in raising heifers and calves, including feeding and other related expenses, are capitalised until such time as the heifers and calves begin to produce milk.

#### (b) Agricultural produce

Milk from lactating cows, classified as agricultural produce, is measured at fair value less costs to sell at the point of harvest (milking). This fair value is considered the deemed cost for the purposes of applying MFRS 102, *Inventories*.

## Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)

### 3. Standards issued but not yet effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's financial statements are disclosed below. The Group intends to adopt these standards, if applicable, when they become effective.

#### MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2025

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

#### MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2026

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures - Contracts Referencing Nature-dependent Electricity*
- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures - Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements - Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*

#### MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2027

- MFRS 18 *Presentation and Disclosure in Financial Statements*
- MFRS 19 *Subsidiaries without Public Accountability: Disclosures*

#### MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The adoption of the above standards, interpretations and amendments are not expected to have any material impact on the financial statements in the period of initial application.

### 4. Auditors' report

The auditors' report of the preceding annual financial statements of the Company and of the Group was not subject to any qualification.

### 5. Comment on seasonality or cyclicity of operation

The Group's performance is normally not affected by seasonal or cyclical events on a year-to-year basis. However, on a quarter-to-quarter basis, the demand for certain products such as beverages, evaporated milk and rice cakes may be skewed towards major festivities and weather pattern.

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

6. Unusual items due to their nature, size and incidence

There were no other unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter.

7. Significant estimates and changes in estimates

There were no significant estimates or changes in estimates that have had any material effect on the results of the current quarter.

8. Investment in a joint venture

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
Unquoted shares, at cost	128,320	128,320
Share of post-acquisition reserves	<u>(24,757)</u>	<u>(24,810)</u>
	103,563	103,510
Interest on shareholder's loan	<u>38,294</u>	<u>38,294</u>
	141,857	141,804
Less: Unrealised profit	<u>(55,292)</u>	<u>(55,292)</u>
	<u>86,565</u>	<u>86,512</u>

The summarised financial information of the joint venture is as follows:

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
Total assets	284,064	283,941
Total liabilities	<u>(76,956)</u>	<u>(76,940)</u>

RM'000	Individual 2nd quarter		Cumulative 2nd quarter	
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>31/03/2025</u>	<u>31/03/2024</u>
Revenue	-	-	-	-
Loss	<u>95</u>	<u>(46)</u>	<u>106</u>	<u>(188)</u>

9. Issuance or repayments of debt/equity securities

There has been no issuance, cancellation, repurchases, resale and repayments of debt and equity securities in the current quarter.

10. Dividends paid

The following dividends were declared and paid by the Company:.

RM'000	<u>Date of payment</u>	<u>Sen per share</u>	<u>Total amount</u>
<u>Six months ended 31 March 2025</u>			
Final 2024 ordinary	10 February 2025	33.0	<u>121,037</u>
<u>Six months ended 31 March 2024</u>			
Final 2023 ordinary	6 February 2024	33.0	121,037
Final 2023 special	6 February 2024	17.0	<u>62,352</u>
			<u>183,389</u>

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

11. Segmental information

**Segment results**

For management purposes, the Group's operating businesses are organised according to products and services, namely Food and Beverages Malaysia ("F&B Malaysia"), Food and Beverages Indochina ("F&B Indochina"), Property and Others segments. F&B Indochina ("F&B Indochina"), encompasses operations in Thailand, Cambodia, and Laos. The integrated dairy farm business is included within F&B Malaysia for FY 30 September 2025. 'Others' segment includes subsidiaries whose principal activities are investment holding and provision of management, financial and treasury services. Segment performance is evaluated based on operating profit. Inter-segment transactions and pricing arrangements, where applicable, are determined on a commercial basis. The results by segments for the current, preceding and last year same quarter are as follows:

RM'000	Revenue				Total
	F&B Malaysia	F&B Indochina	Property	Others	
<b><u>2nd quarter - 31/03/2025</u></b>					
Total revenue	781,640	556,309	652	29,064	1,367,665
Inter-segment	-	(4,692)	(447)	(28,406)	(33,545)
External	781,640	551,617	205	658	1,334,120
<b><u>2nd quarter - 31/03/2024</u></b>					
Total revenue	787,666	568,687	626	34,501	1,391,480
Inter-segment	-	(4,857)	(430)	(33,808)	(39,095)
External	787,666	563,830	196	693	1,352,385
<b><u>1st quarter - 31/12/2024</u></b>					
Total revenue	769,331	624,310	647	30,339	1,424,627
Inter-segment	-	(4,755)	(462)	(29,669)	(34,886)
External	769,331	619,555	185	670	1,389,741
<b><u>Cumulative 2nd quarter - 31/03/2025</u></b>					
Total revenue	1,550,971	1,180,619	1,299	59,403	2,792,292
Inter-segment	-	(9,447)	(909)	(58,075)	(68,431)
External	1,550,971	1,171,172	390	1,328	2,723,861
<b><u>Cumulative 2nd quarter - 31/03/2024</u></b>					
Total revenue	1,550,307	1,142,685	1,243	54,496	2,748,731
Inter-segment	-	(9,803)	(850)	(52,811)	(63,464)
External	1,550,307	1,132,882	393	1,685	2,685,267

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

11. Segmental information (cont'd)

**Segment results (cont'd)**

RM'000	Operating profit/(loss)				Total
	F&B Malaysia	F&B Indochina	Property	Others	
<b><u>2nd quarter - 31/03/2025</u></b>					
Operating profit/(loss)	73,255	120,247	-	(1,711)	191,791
Finance income					6,652
Finance costs					(8,868)
Share of results of a joint venture					48
Profit before tax					<u>189,623</u>
<b><u>2nd quarter - 31/03/2024</u></b>					
Operating profit/(loss)	92,877	116,849	(378)	(1,851)	207,497
Finance income					5,855
Finance costs					(8,929)
Share of results of a joint venture					(23)
Profit before tax					<u>204,400</u>
<b><u>1st quarter - 31/12/2024</u></b>					
Operating profit/(loss)	101,428	133,315	(308)	8,524	242,959
Finance income					6,558
Finance costs					(9,032)
Share of results of a joint venture					5
Profit before tax					<u>240,490</u>
<b><u>Cumulative 2nd quarter - 31/03/2025</u></b>					
Operating profit/(loss)	174,683	253,562	(308)	6,813	434,750
Finance income					13,210
Finance costs					(17,900)
Share of results of a joint venture					53
Profit before tax					<u>430,113</u>
<b><u>Cumulative 2nd quarter - 31/03/2024</u></b>					
Operating profit/(loss)	176,144	242,735	(684)	(1,381)	416,814
Finance income					11,578
Finance costs					(18,388)
Share of results of a joint venture					(94)
Profit before tax					<u>409,910</u>

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

11. Segmental information (cont'd)

**Segment assets**

The total of segment assets is measured based on all assets excluding cash and cash equivalents.

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
F&B Malaysia	3,531,196	2,562,105
F&B Indochina	1,005,530	972,713
Property	195,395	195,176
Others	<u>73,390</u>	<u>609,613</u>
	<u>4,805,511</u>	<u>4,339,607</u>

**Segment liabilities**

The total of segment liabilities is measured based on all liabilities excluding loans and borrowings.

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
F&B Malaysia	799,075	657,673
F&B Indochina	471,884	440,288
Property	1,074	1,259
Others	<u>16,116</u>	<u>82,407</u>
	<u>1,288,149</u>	<u>1,181,627</u>

Group financing (including finance costs), cash and cash equivalents and loans and borrowings are managed on a group basis and are not allocated to operating segments.

12. Significant events during the quarter

There were no significant events that have not been reflected in the current quarter.

13. Subsequent events

There were no material events subsequent to the end of the quarter that have not been reflected in the current quarter.



**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

14. Changes in the composition of the Group during the quarter

- a) On 1 October 2024, F&N International Market Sdn Bhd ("F&NIM", a 50.1% owned subsidiary of F&NHB) entered into an equity transfer agreement with F&N Foods Pte Ltd ("F&NF"), a direct wholly-owned subsidiary of Fraser and Neave, Limited ("F&NL", immediate holding company of F&NHB), pursuant to which F&NF agreed to transfer its entire stake in F&N International Foods (GZ) Co., Ltd. ("F&NIFG", representing 100% of F&NIFG's equity interest, the "F&NIFG Stake", and the transfer, the "F&NIFG Share Transfer") to F&NIM for a total cash consideration of RMB1,834,159.

The F&NIFG Share Transfer was completed on 25 February 2025 and F&NIFG became a direct wholly-owned subsidiary of F&NIM. Consequently, F&NHB holds an indirect 50.1% interest in F&NIFG via its 50.1% direct interest in F&NIM.

- b) On 1 October 2024, Fraser & Neave (Malaya) Sdn Bhd ("F&NM", a direct wholly-owned subsidiary of F&NHB) entered into a share purchase agreement with F&NIM, pursuant to which F&NM agreed to transfer its entire stake of 300,000 shares in Fraser and Neave MENA DWC-LLC ("F&N MENA", and the F&N MENA shares being transferred, the "F&N MENA Shares", and the transfer, the "F&N MENA Share Transfer") to F&NIM for a total cash consideration of AED1.00. The F&N MENA Shares comprise 100% of the issued share capital of F&N MENA, which is incorporated in the United Arab Emirates.

The F&N MENA Share Transfer was completed on 11 March 2025 and F&N MENA became a direct wholly-owned subsidiary of F&NIM. Consequently, F&NHB holds an indirect 50.1% interest in F&N MENA via its 50.1% direct interest in F&NIM.

15. Contingent liabilities

There were no contingent liabilities of a material nature since the last annual reporting date.

16. Contingent assets

There were no contingent assets of a material nature since the last annual reporting date.

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

17. Fair value information

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with fair values and carrying amounts shown in the statements of financial position.

RM'000	Fair value of financial instruments carried at fair value Level 2	Fair value of financial instruments not carried at fair value Level 3	Total fair value	Carrying amount
<b>31/03/2025</b>				
<u>Financial asset</u>				
Derivative financial assets	14	-	14	14
<u>Financial liabilities</u>				
Derivative financial liabilities	24	-	24	24
Fixed-rate loans and borrowings	-	254,798	254,798	250,000
	24	254,798	254,822	250,024
<b>30/09/2024</b>				
<u>Financial asset</u>				
Derivative financial assets	311	-	311	311
<u>Financial liabilities</u>				
Derivative financial liabilities	2,171	-	2,171	2,171
Fixed-rate loans and borrowings	-	487,507	487,507	500,000
	2,171	487,507	489,678	502,171

There was no transfer between any levels of the fair value hierarchy and there was no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset during the quarter.

The Group held investment properties amounting to RM63,000,000 (2024: RM63,000,000) carried at Level 3: significant unobservable inputs.

18. Capital commitments

The outstanding capital commitments are as follows:

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
<u>Property, plant and equipment</u>		
Contracted but not provided for	729,781	960,237

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

19. Related party disclosures

**Significant related party transactions**

Related party transactions had been entered into in the ordinary course of business on normal commercial terms. The following are significant related party transactions:

RM'000	Individual 2nd quarter		Cumulative 2nd quarter	
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>31/03/2025</u>	<u>31/03/2024</u>
<u>Fraser and Neave, Limited Group</u>				
Sales	45,235	80,253	92,751	160,395
Purchases	(49,192)	(57,742)	(110,960)	(103,912)
Royalties paid	(20,837)	(20,315)	(42,312)	(40,759)
Receipt of corporate service fees	627	657	1,261	1,612
<u>Thai Beverage Public Company Limited Group</u>				
Sales	4,701	2,494	7,489	4,811
Purchases	(712)	(722)	(1,765)	(1,323)
Marketing expenses	(7,405)	(11,632)	(10,953)	(14,154)
Logistic expenses	(3,558)	(2,175)	(7,857)	(4,696)
<u>Berli Jucker Public Company Limited Group</u>				
Sales	15,514	15,949	33,562	34,159
Purchases	(826)	(920)	(1,556)	(1,476)
<u>Fraser Property Limited Group</u>				
Rental expenses	(1,558)	(1,527)	(3,108)	(3,135)
<u>Other related parties</u>				
Purchases	(10,621)	(13,644)	(27,753)	(25,262)
Acquisition of leasehold land	-	(18,293)	-	(18,293)
<u>Compensation</u>				
Compensation of key management personnel of the Group	(4,710)	(4,501)	(14,401)	(11,364)
Directors' fees and remuneration	(406)	(435)	(807)	(828)

**Schedule F : Selected Explanatory Notes Pursuant to MFRS 134 (cont'd)**

19. Related party disclosures (cont'd)

**Related party balances**

The related party balances are shown below:

RM'000	<u>31/03/2025</u>	<u>30/09/2024</u>
<u>Amount due from related parties</u>		
Fraser and Neave, Limited Group	45,285	56,976
Frasers Property Limited Group	-	6
Vacaron Company Sdn Bhd	38,305	38,305
Thai Beverage Public Company Limited Group	1,949	1,302
Berli Jucker Public Company Limited Group	12,847	11,967
Other related parties	10	29
<u>Amount due to related parties</u>		
Fraser and Neave, Limited Group	(48,657)	(39,881)
Frasers Property Limited Group	(534)	(556)
Thai Beverage Public Company Limited Group	(7,054)	(15,460)
Berli Jucker Public Company Limited Group	(825)	(446)
Other related parties	(3,544)	(5,387)

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements**

1. Operations review

Current quarter ("Q2") ended 31 March 2025 vs corresponding quarter ended 31 March 2024

<u>Group</u>	Individual 2 <sup>nd</sup> quarter		<u>% chg</u>
	<u>31/03/2025</u>	<u>31/03/2024</u>	
RM'000			
Revenue	<u>1,334,120</u>	<u>1,352,385</u>	-1.4%
Operating profit	191,791	207,497	-7.6%
Adjusted operating profit *	193,427	207,964	-7.0%
Profit before tax	189,623	204,400	-7.2%
Adjusted profit before tax *	191,259	204,867	-6.6%
Profit after tax	140,023	165,720	-15.5%
Adjusted profit after tax	141,098	166,178	-15.1%
<u>* Adjustments for one-off non-operating items:</u>			
Flood related items:			
Impairment loss on plant and machinery	-	205	
Interim insurance claim received/receivable in respect of building, plant & machinery and inventories damaged and business interruption due to flood	12	-	
Other flood related items	-	139	
	12	344	
Relocation and renovation costs due to move to new manufacturing premise	-	123	
Restructuring costs	1,624	-	
	<u>1,636</u>	<u>467</u>	

The Group reported revenue of RM1,334.1 million in Q2 FY2025, representing a decline of 1.4% compared to the corresponding period last year. This was primarily due to slower festive sales experienced by F&B Malaysia, flooding in East Malaysia and lower sales from F&B Indochina.

Correspondingly, the Group operating profit and profit before tax for Q2 FY2025 decreased by 7.6% and 7.2% respectively, from lower sales and losses from dairy farm start-up.

The Group profit after tax for Q2 FY2025 decreased by 15.5% to RM140.0 million (Q2 FY2024: RM165.7 million) due full utilisation of Thailand's Board of Investment ("BOI") incentive for F&B Indochina since Q3 FY2024 and withholding taxes on dividends repatriated from F&B Indochina.

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements**

1. Operations review

Current quarter ("Q2") ended 31 March 2025 vs corresponding quarter ended 31 March 2024

• F&B Malaysia

RM'000	Individual 2 <sup>nd</sup> quarter		% chg
	31/03/2025	31/03/2024	
Revenue	<u>781,640</u>	<u>787,666</u>	-0.8%
Operating profit	73,255	92,877	-21.1%
Adjustment for one-off non-operating items:			
Flood related items:			
Interim insurance claim received/receivable in respect of building, plant & machinery and inventories damaged and business interruption due to flood	12	-	
Other flood related items	-	139	
Relocation and renovation costs due to move to new manufacturing premise	-	123	
Restructuring costs	<u>1,624</u>	<u>-</u>	
	<u>1,636</u>	<u>262</u>	
Adjusted operating profit	<u>74,891</u>	<u>93,139</u>	-19.6%

F&B Malaysia experienced slower than anticipated sales momentum during the festive season, impacted by subdued consumer sentiment and flooding in East Malaysia. This led to a marginal decline in revenue for Q2 FY2025 to RM781.6 million (Q2 FY2024: RM787.7 million), though higher export sales helped to partly offset the impact.

Correspondingly, operating profit declined by 21.1% to RM73.2m (Q2 FY2024: RM92.9 million) from lower revenue, start-up losses from dairy farm and partly offset by favourable input costs and operational efficiencies. Excluding start-up losses in F&N AgriValley, F&B Malaysia recorded improvement in operating profit, supported by lower input costs (excluding palm oil), enhanced margins and operational efficiencies.

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements**

1. Operations review (cont'd)

Current quarter ("Q2") ended 31 March 2025 vs corresponding quarter ended 31 March 2024 (cont'd)

• F&B Indochina

	Individual 2 <sup>nd</sup> quarter		
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>% chg</u>
Revenue (RM'000)	<u>551,617</u>	<u>563,830</u>	-2.2%
Operating profit (RM'000)	120,247	116,849	2.9%
Adjustment for one-off non-operating item (RM'000): Impairment loss on property, plant and equipment	-	205	
Adjusted operating profit (RM'000)	<u>120,247</u>	<u>117,054</u>	2.7%
Revenue (THB'000)	<u>4,230,134</u>	<u>4,287,494</u>	-1.3%
Operating profit (THB'000)	922,158	889,009	3.7%
Adjustment for one-off non-operating item (THB'000): Reversal of impairment loss on plant and equipment	-	1,532	
Adjusted operating profit (THB'000)	<u>922,158</u>	<u>890,541</u>	3.6%

Similarly, F&B Indochina posted revenue of RM551.6 million in Q2 FY2025 (Q2 FY2024: RM563.8 million), representing 2.2% decline (-1.3% in THB terms). This was primarily due to initiatives aimed at maintaining healthy trade inventory levels in Thailand, while sales to Cambodia and Laos grew, supported by stable and sufficient fresh milk supply.

Despite lower revenue, operating profit for F&B Indochina improved by 2.9% (+3.7% in THB terms) to RM120.2 million (Q2 FY2024: RM116.8 million) from lower advertising and promotions expenses (due to phasing).

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

1. Operations review (cont'd)

Half year ("1H") vs corresponding period last year

RM'000	Cumulative 2 <sup>nd</sup> quarter		% chg
	31/03/2025	31/03/2024	
Revenue	2,723,861	2,685,267	1.4%
Operating profit	434,750	416,814	4.3%
Adjusted operating profit *	436,371	412,854	5.7%
Profit before tax	430,113	409,910	4.9%
Adjusted profit before tax *	431,734	405,950	6.4%
Profit after tax	310,408	335,896	-7.6%
Adjusted profit after tax	311,472	332,206	-6.2%
<b>* Adjustments for one-off non-operating items:</b>			
Flood related items:			
Interim insurance claim received/receivable in respect of building, plant & machinery and inventories damaged and business interruption due to flood	12	(4,236)	
Other flood related items	-	139	
	12	(4,097)	
Relocation and renovation costs due to move to new manufacturing premise	-	137	
Restructuring costs	1,609	-	
	1,621	(3,960)	

For 1H FY2025, Group revenue grew marginally by 1.4% to RM2,723.9 million contributed by broad sales growth across business units in Q1 and higher exports.

Group operating profit and profit before tax for 1H FY2025 improved by 4.3% and 4.9% respectively, despite start-up losses in F&N AgriValley. The growth was driven by higher revenue and improved sales mix, further supported by lower input costs and phasing of advertising spend.

Group profit after tax for 1H FY2025 declined by 7.6% year-on-year due to full utilisation of the BOI incentive for F&B Indochina since Q3 FY2025 and higher withholding taxes from repatriation of dividends from F&B Indochina.



**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements**

2. Operations review (cont'd)

Half year ("1H") vs corresponding period last year (cont'd)

• F&B Malaysia

RM'000	Cumulative 2 <sup>nd</sup> quarter		% chg
	31/03/2025	31/03/2024	
Revenue	<u>1,550,971</u>	<u>1,550,307</u>	0.0%
Operating profit	174,683	176,144	-0.8%
Adjustment for one-off non-operating items:			
Flood related items:			
Interim insurance claim received/receivable in respect of building, plant & machinery and inventories damaged and business interruption due to flood	12	(4,236)	
Other flood related items	-	139	
	12	(4,097)	
Relocation and renovation costs due to move to new manufacturing premise	-	137	
Restructuring costs	<u>1,609</u>	<u>-</u>	
	<u>1,621</u>	<u>(3,960)</u>	
Adjusted operating profit	<u>176,304</u>	<u>172,184</u>	2.4%

F&B Malaysia recorded growth in volume for beverages, water products and exports while maintaining its first half year revenue in line with the same period last year.

F&B Malaysia operating profit for 1H FY2025 declined marginally by -0.8% to RM174.7 million (1H FY2024: RM176.1 million). Excluding start-up losses in F&N AgriValley, F&B Malaysia recorded improvement in operating profit supported by lower input costs (excluding palm oil), as well as enhanced margins and operational efficiencies.

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

1. Operations review (cont'd)

Half year ("1H") vs corresponding period last year (cont'd)

- F&B Indochina

	Cumulative 2 <sup>nd</sup> quarter		
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>% chg</u>
Revenue (RM'000)	<u>1,171,172</u>	<u>1,132,882</u>	3.4%
Operating profit (RM'000)	<u>253,562</u>	<u>242,735</u>	4.5%
Revenue (THB'000)	<u>9,006,097</u>	<u>8,548,525</u>	5.4%
Operating profit (THB'000)	<u>1,949,844</u>	<u>1,831,636</u>	6.5%

F&B Indochina revenue for 1H FY2025 grew 3.4% (5.4% in THB terms) to RM1,171.2 million (1H FY2024: RM1,132.9 million) driven by successful and intensified marketing campaigns and strong sales momentum in Cambodia and Laos, further bolstered by a stable milk supply.

Correspondingly, F&B Indochina operating profit for 1H FY2025 rose by 4.5% (6.5% in THB terms) to RM253.6 million (1H FY2024: RM242.7 million), fuelled by higher sales and lower advertising and promotions expenses (due to phasing).

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

2. Comment on material change in Group profit before tax for the quarter ended 31 March 2025 vs preceding 1<sup>st</sup> quarter ("Q1") ended 31 December 2024

RM'000	Individual quarter		% chg
	31/03/2025	31/12/2024	
Revenue	1,334,120	1,389,741	-4.0%
Operating profit	191,791	242,959	-21.1%
Adjusted operating profit *	193,427	242,944	-20.4%
Profit before tax	189,623	240,490	-21.2%
Adjusted profit before tax *	191,259	240,475	-20.5%
<b>* Adjustments for one-off non-operating items:</b>			
Flood related items:			
Interim insurance claim received in respect of plant & machinery and inventories damaged and business interruption due to flood	12	-	
	12	-	
Restructuring costs	1,624	(15)	
	1,636	(15)	

The Group recorded 4.0% lower revenue for the quarter at RM1,334.1 million compared to preceding 1<sup>st</sup> quarter (Q1 FY2025: RM1,389.7 million) primarily due to lower sales in F&B Indochina due to initiatives aimed at maintaining healthy trade inventory levels in Thailand.

The Group profit before tax decreased by 21.2% to RM189.6 million (Q1 FY2025: RM240.5 million) due to lower sales and start-up losses from F&N AgriValley in Q2 FY2025.

---

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

3. Prospects

The Group's first half performance underscores the resilience of its core businesses in generating and capturing value, even amidst weaker trade and consumer sentiments, and higher taxes (post-full utilisation of the Board of Investment incentive for F&B Indochina since April 2024). This shows that the confidence of the Group to invest in the various large-scale future-looking investments was well placed.

Against a backdrop of uncertain global economic outlook, market volatility, softer trade and consumer sentiment, and evolving regulatory landscape, the Group will proactively monitor and manage the risks while maintaining financial discipline.

Ongoing investments — including the integrated dairy farm in Gemas, dairy manufacturing plant in Cambodia and beverages plant in Penang, are aligned with the Group's long-term growth objectives, complementing existing operations while positioning the Group for future success.

The investment outlay for the integrated dairy farm in Gemas may initially weigh on margins, until certain scale is achieved. Supported by the Group's financial strength, agility and strategic roadmap, the Group remains well-positioned to navigate challenges and drive long-term value creation.

Following the arrival of the trial batch of 165 dairy cattle in March and the first commercial batch of 2,500 cattle in April, both batches have successfully acclimatised and settled down at the farm. To date, more than 70 calves have been born from the Chilean cattle, bringing the total cattle at the farm to more than 2,700. With the commencement of milking, F&NHB is expecting to phase in local fresh milk from Gemas through the Magnolia brand. Milking for the 2,500 cattle commercial batch is slated to start from June 2025.

The development of the dairy manufacturing plant in Cambodia is on track for commercial start in early 2026, while the Penang beverages plant is scheduled to be commissioned by August 2025. The newly installed production capability in Penang will produce carbonated soft drinks and drinking water catered to the northern Peninsular Malaysia markets, to better serve the local markets, and reduce the carbon footprint compared to servicing from the Shah Alam main plant.

Given the prolonged macro-economic weakness, the Group is taking a prudent approach in capturing value from existing businesses while building future growth pillars.

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

4. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter in a public document.

5. Tax expense

The details of the tax expense are as follows:

RM'000	Individual 2nd quarter		Cumulative 2nd quarter	
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>31/03/2025</u>	<u>31/03/2024</u>
Current income tax	45,472	34,140	108,673	68,171
Deferred tax – origination and reversal of temporary differences	7,331	5,484	16,149	8,666
Over/(Under) provision in respect of previous years	-	-	-	-
- Income tax	(3,297)	(359)	(3,428)	(864)
- Deferred tax	94	(585)	(1,689)	(1,959)
	<u>49,600</u>	<u>38,680</u>	<u>119,705</u>	<u>74,014</u>

A reconciliation of income tax expense applicable to profit before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Group is as follows:

RM'000	Individual 2nd quarter		Cumulative 2nd quarter	
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>31/03/2025</u>	<u>31/03/2024</u>
Profit before tax	<u>189,623</u>	<u>204,400</u>	<u>430,113</u>	<u>409,910</u>
Tax at Malaysian statutory tax rate of 24% (FY2024: 24%)	45,509	49,056	103,227	98,378
Effect of tax rates in foreign jurisdictions	(4,996)	(4,922)	(10,596)	(10,158)
Tax exempt income	(970)	(8,978)	(3,337)	(19,997)
Non-deductible expenses	6,091	4,239	10,483	8,229
Over provision of income and deferred tax in prior years	(3,203)	(944)	(5,117)	(2,823)
Foreign withholding tax	7,181	224	25,058	362
Others	(12)	5	(13)	23
<b>Total income tax expense</b>	<u>49,600</u>	<u>38,680</u>	<u>119,705</u>	<u>74,014</u>
<b>Effective income tax rate</b>	<u>26.2%</u>	<u>18.9%</u>	<u>27.8%</u>	<u>18.1%</u>

The effective income tax rate for YTD Q2 FY2025 is higher at 27.8% compared to corresponding period last year mainly due to foreign withholding tax on dividends received from a Thailand subsidiary and higher income tax expenses resulting from full utilisation of BOI incentive since April 2024.

6. Status of corporate proposals

There were no outstanding corporate proposals or announcements made in the current quarter.

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

7. Loans and borrowings

The details of the Group's loans and borrowings are as follows:

RM'000	Currency	31/03/2025	30/09/2024
<u>Non-current (unsecured)</u>			
Islamic Medium Term Notes	RM	250,000	500,000
Term loan	RM	90,000	92,000
		<u>340,000</u>	<u>592,000</u>
<u>Current (unsecured)</u>			
Islamic Medium Term Notes	RM	360,000	110,000
Term loan	RM	4,000	4,000
		<u>364,000</u>	<u>114,000</u>

Islamic Commercial Papers ("ICP") and Islamic Medium Term Notes ("IMTN") programmes of RM3,000,000,000

A subsidiary of the Company, F&N Capital Sdn Bhd ("the Issuer"), had established an Islamic Commercial Papers ("ICP") Programme ("ICP Programme") and an Islamic Medium Term Notes ("IMTN") Programme ("IMTN Programme") both based on the Shariah principle of Murabahah (via a Tawarruq arrangement) with a combined limit of up to RM3,000,000,000 in nominal value and guaranteed by the Company. The ICP Programme has a tenure of seven years from the first issue date (30 August 2021) whilst the tenure of the IMTN Programme is perpetual.

The proceeds from the ICP Programme and the IMTN Programme shall be advanced to companies within the F&NHB Group for Shariah-compliant general corporate purposes of the Group and the refinancing of any existing borrowings/financings/corporate bonds/Sukuk issues and/or future Sukuk issues/Shariah-compliant financings of the Group. The utilisation of proceeds of these programmes shall at all times be for Shariah-compliant purposes.

On 3 August 2022, the Issuer had issued the second tranche of IMTN amounting to RM110,000,000 with a tenure of three years from the issued date and a profit rate of 4.01% per annum. The proceeds from this IMTN were used to partially finance the acquisition of the entire equity interest in Ladang Permai Damai Sdn Bhd by the Company's indirect 65%-owned subsidiary, Dagang Sejahtera Sdn Bhd ("DSSB").

On 5 October 2022, the Issuer had issued the third and fourth tranche of IMTN of RM250,000,000 each with a tenure of three and five years from the issued date and profit rates of 4.21% and 4.68% per annum, respectively. The proceeds from issuance of the IMTNs were used to partially finance the acquisition of the entire equity interest in Cocoaland Holdings Berhad not already owned by the Company and for working capital purposes.

As at 31 March 2025, the outstanding IMTN amounted to RM610,000,000 (2024: RM610,000,000).

As at 31 March 2025, the unutilised ICP Programme and IMTN Programme available for use amounted to RM2,390,000,000 (2024: RM2,390,000,000).

Term loan of RM100,000,000

On 25 July 2022, a subsidiary of the Company, DSSB was granted a term loan of RM100,000,000 with a tenure of up to seven years from the date of the first drawdown of the facility. DSSB had made full drawdown of the term loan on 22 August 2022. The proceeds from this term loan were used to partially finance the acquisition of Ladang Permai Damai Sdn Bhd. The term loan is subject to floating interest rates ranging from 5.23% to 5.27% (2024: 5.02% to 5.23%) per annum. As at 31 March 2025, the outstanding term loan amounted to RM94,000,000 (2024: RM96,000,000).

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

8. Material litigation

There is no material litigation to be disclosed in these interim financial statements.

9. Dividend declared subsequent to 31 March 2025

The Directors are pleased to declare an interim single tier dividend of 30.0 sen per share (2024: 30.0 sen) for the financial year ending 30 September 2025. This dividend amounting to approximately RM110.0 million (2024: RM110.0 million) will be paid on 30 May 2025.

The entitlement date for the above dividend shall be 15 May 2025 and a depositor shall qualify for entitlement to the dividend only in respect of:

- (a) Shares transferred into the depositor's securities account before 5.00pm on 15 May 2025 in respect of ordinary transfer; and
- (b) Shares bought on BURSA MALAYSIA SECURITIES BERHAD on a cum entitlement basis according to the Rules of the BURSA MALAYSIA SECURITIES BERHAD.

10. Earnings per ordinary share (EPS)

- (a) The calculation of basic earnings per ordinary share at 31 March 2025 was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding, calculated as follows:

	Individual 2nd quarter		Cumulative 2nd quarter	
	31/03/2025	31/03/2024	31/03/2025	31/03/2024
Profit for the period attributed to owners of the Company (RM'000)	140,339	165,409	309,357	336,146
Weighted average number of ordinary shares net of treasury shares and shares held by SGP Trust ('000)	366,284	366,335	366,270	366,327
Basic earnings per ordinary share (sen)	38.3	45.2	84.5	91.8

- (b) The calculation of diluted earnings per ordinary share at 31 March 2025 was based on profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

	Individual 2nd quarter		Cumulative 2nd quarter	
	31/03/2025	31/03/2024	31/03/2025	31/03/2024
Profit for the period attributed to owners of the Company (RM'000)	140,339	165,409	309,357	336,146
Weighted average number of ordinary shares net of treasury shares and shares held by SGP Trust ('000)	366,284	366,335	366,270	366,327
Adjustments pursuant to the SGP ('000)	456	558	456	558
Adjusted weighted average number of ordinary shares net of treasury shares and shares held by SGP Trust ('000)	366,740	366,893	366,726	366,885
Diluted earnings per ordinary share (sen)	38.3	45.1	84.4	91.6

**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

11. Notes to the Condensed Consolidated Income Statement

Profit before tax is arrived at after charging/(crediting) the following items:

RM'000	Individual 2nd quarter		Cumulative 2nd quarter	
	<u>31/03/2025</u>	<u>31/03/2024</u>	<u>31/03/2025</u>	<u>31/03/2024</u>
(a) Bad debts recovered	(3)	(4)	(9)	(70)
(b) Depreciation of property, plant and equipment and amortisation of intangible assets	32,122	31,476	63,696	62,217
(c) Depreciation of right-of-use assets	4,366	3,933	8,818	8,275
(d) Insurance claim received/receivables	12	-	12	(4,236)
(e) Inventories written off	2,626	793	6,229	3,309
(f) Net fair value gain on derivatives	(22)	(155)	(1,852)	(209)
(g) Net reversal of impairment loss on property, plant and equipment	(208)	(352)	(415)	(563)
(h) Net impairment loss/(reversal of impairment loss) on receivables	446	(606)	(1)	(635)
(i) Net inventories written down/(reversal of inventories written down)	(741)	1,583	207	903
(j) Net loss on disposal/write-offs of property, plant and equipment	22	90	105	23
(k) Net loss/(gain) on foreign exchange	322	(4,797)	(16,632)	(2,589)



**Schedule G : Additional Disclosures in Compliance with Main Market Listing Requirements (cont'd)**

12. Outstanding derivatives

- (a) Outstanding derivatives consist of foreign exchange contracts which are measured at fair value together with their corresponding notional value amounts as follows:

	31/03/2025		30/09/2024	
	Notional value	Fair value	Notional value	Fair value
	RM'000		RM'000	
Forward foreign exchange contracts (less than 1 year)				
USD ('000)	-	-	500	(92)
AUD ('000)	2,964	(23)	3,819	(389)
CNY ('000)	-	-	90,579	(1,684)
THB ('000)	500	13	587,088	305
		<u>(10)</u>		<u>(1,860)</u>

There is no significant change for the financial derivatives in respect of the following since the financial year ended 30 September 2024:

- (i) The credit risk, market risk and liquidity risk associated with these financial derivatives;
  - (ii) The cash requirements of the financial derivatives;
  - (iii) The policy in place for mitigating or controlling the risks associated with these financial derivatives; and
  - (iv) The related accounting policies.
- (b) Disclosure of gains/loss arising from fair value changes of derivative financial instruments

During the current period, the Group recognised a total net gain of RM1,852,000 (2024: RM209,000) in the consolidated income statement arising from the fair value changes on the foreign exchange contracts which are marked-to-market as at 31 March 2025.