

# Quarterly rpt on consolidated results for the financial period ended 30 Sep 2024

## TSH RESOURCES BERHAD

Financial Year End 31 Dec 2024

Quarter 3 Qtr

Quarterly report for the financial period ended 30 Sep 2024

The figures have not been audited

### Attachments

[TSH Q3 2024.pdf](#)  
427.3 kB

Default Currency

Other Currency

Currency: **Malaysian Ringgit (MYR)**

### SUMMARY OF KEY FINANCIAL INFORMATION 30 Sep 2024

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30 Sep 2024	30 Sep 2023	30 Sep 2024	30 Sep 2023
	MYR'000	MYR'000	MYR'000	MYR'000
1 Revenue	231,936	298,720	726,841	805,588
2 Profit/(loss) before tax	52,505	57,506	123,478	139,234
3 Profit/(loss) for the period	36,704	39,244	87,186	93,758
4 Profit/(loss) attributable to ordinary equity holders of the parent	33,140	29,542	73,843	69,533
5 Basic earnings/(loss) per share (Subunit)	2.40	2.14	5.35	5.04
6 Proposed/Declared dividend per share (Subunit)	2.50	0.00	2.50	0.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent	1.4203		1.4831	

Definition of Subunit:

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

---

**Announcement Info**

<b>Company Name</b>	TSH RESOURCES BERHAD
<b>Stock Name</b>	TSH
<b>Date Announced</b>	21 Nov 2024
<b>Category</b>	Financial Results
<b>Reference Number</b>	FRA-12112024-00002

**Condensed Consolidated Statement of Comprehensive Income  
For The Quarter and Year-To-Date Ended 30 September 2024**

	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Revenue	231,936	298,720	-22%	726,841	805,588	-10%
Cost of sales	(145,082)	(175,210)	-17%	(453,514)	(503,989)	-10%
<b>Gross profit</b>	86,854	123,510	-30%	273,327	301,599	-9%
Other operating income	16,390	8,084	103%	25,090	23,564	6%
Other operating expenses	(56,195)	(69,613)	-19%	(160,663)	(185,589)	-13%
<b>Operating profit</b>	47,049	61,981	-24%	137,754	139,574	-1%
Finance costs	(2,951)	(4,903)	-40%	(9,792)	(15,790)	-38%
Share of profit of an associate, net of tax	4,743	3,715	28%	10,937	7,540	45%
Share of profit/(loss) of joint ventures, net of tax	599	(688)	nm	1,244	(5,960)	nm
<b>Core profit before taxation</b>	49,440	60,105	-18%	140,143	125,364	12%
Gain/(Loss) on foreign exchange	3,065	3,187	-4%	5,309	(7,948)	nm
One-off depreciation adjustment (see Note 4 of Part A)	-	-	nm	(21,974)	-	nm
Net gain on disposal of assets held for sale	-	-	nm	-	27,604	nm
Expenses in relation to secondary listing	-	(5,786)	nm	-	(5,786)	nm
<b>Profit before taxation</b>	52,505	57,506	-9%	123,478	139,234	-11%
Taxation	(15,801)	(18,262)	-13%	(36,292)	(45,476)	-20%
<b>Profit for the period</b>	36,704	39,244	-6%	87,186	93,758	-7%
<b>Other comprehensive (loss)/income</b>						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Foreign currency translation differences	(92,738)	(39,922)	132%	(146,716)	128,065	nm
Net profit/(loss) on financial assets at fair value through other comprehensive income ("FVOCI")	72	(237)	nm	327	(631)	nm
Cumulative loss/(gain) on financial assets at FVOCI reclassified to profit or loss upon disposal	-	-	nm	(4)	97	nm
<i>Item that will not be reclassified subsequently to profit or loss:</i>						
Remeasurements of net defined benefit liabilities	-	-	nm	258	-	nm
<b>Other comprehensive (loss)/income for the period, net of tax</b>	(92,666)	(40,159)	131%	(146,135)	127,531	nm
<b>Total comprehensive (loss)/income for the period</b>	(55,962)	(915)	6017%	(58,949)	221,289	nm
<b>Profit attributable to :</b>						
Owners of the Company	33,140	29,542	12%	73,843	69,533	6%
Non-controlling interests	3,564	9,702	-63%	13,343	24,225	-45%
	36,704	39,244	-6%	87,186	93,758	-7%
<b>Total comprehensive (loss)/ income attributable to :</b>						
Owners of the Company	(49,527)	(5,341)	827%	(52,214)	181,915	nm
Non-controlling interests	(6,435)	4,426	nm	(6,735)	39,374	nm
	(55,962)	(915)	6017%	(58,949)	221,289	nm
<b>Earnings per share attributable to owners of the Company</b>						
Basic (sen)	2.40	2.14		5.35	5.04	

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2023

nm = not meaningful

Note

Revenue and profitability for the quarter and year-to-date ended 30 September 2024 and the corresponding periods last year were impacted by the Indonesia Export Levy and Duty on CPO which is tabulated below:

	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Variance RM'000	30.09.2024 RM'000	30.09.2023 RM'000	Variance RM'000
Indonesia Export Levy and Duty on CPO	17,531	26,922	(9,391)	59,004	86,689	(27,685)

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)



**Condensed Consolidated Statement of Financial Position  
As at 30 September 2024**

	<b>As at 30.09.2024 RM'000</b>	<b>As at 31.12.2023 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,328,375	1,277,756
Biological assets	366,143	366,003
Right-of-use assets	247,252	253,435
Intangible assets	41,496	44,319
Investment in an associate	80,914	78,645
Investments in joint ventures	104,334	103,090
Deferred tax assets	167	473
Other receivables	34,974	47,910
Investment securities	64,881	28,094
Derivative assets	-	717
	<u>2,268,536</u>	<u>2,200,442</u>
<b>Current assets</b>		
Biological assets	15,396	14,697
Inventories	104,952	93,718
Trade and other receivables	38,101	36,214
Other current assets	4,218	5,320
Tax recoverable	20,848	17,995
Investment securities	1	1
Derivative assets	-	295
Short term funds	2,936	5,349
Cash and bank balances	218,827	250,138
	<u>405,279</u>	<u>423,727</u>
Assets held for sale	-	220,853
	<u>405,279</u>	<u>644,580</u>
<b>TOTAL ASSETS</b>	<u><u>2,673,815</u></u>	<u><u>2,845,022</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	740,512	740,512
Treasury shares	(1,467)	(1,467)
Other reserves	(295,115)	(168,877)
Retained earnings	1,516,371	1,476,805
	<u>1,960,301</u>	<u>2,046,973</u>
<b>Non-controlling interests</b>	<u>244,525</u>	<u>258,308</u>
<b>TOTAL EQUITY</b>	<u><u>2,204,826</u></u>	<u><u>2,305,281</u></u>
<b>Non-current liabilities</b>		
Loans and Borrowings	71,486	110,963
Retirement benefits	24,807	22,982
Derivative liabilities	537	-
Lease liabilities	607	955
Deferred tax liabilities	82,545	86,973
	<u>179,982</u>	<u>221,873</u>
<b>Current liabilities</b>		
Loans and Borrowings	181,217	191,157
Trade and other payables	105,034	123,475
Derivative liabilities	2,049	-
Lease liabilities	358	420
Current tax payable	349	2,816
	<u>289,007</u>	<u>317,868</u>
<b>TOTAL LIABILITIES</b>	<u><u>468,989</u></u>	<u><u>539,741</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>2,673,815</u></u>	<u><u>2,845,022</u></u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2023

**Condensed Consolidated Statement of Changes In Equity  
For The Year-To-Date Ended 30 September 2024**

	Attributable to owners of the Company					Equity attributable to owners of the Company			Equity Total RM'000
	Share Capital RM'000	Treasury Shares RM'000	Capital Reserves RM'000	Share Of Associate Reserves RM'000	Fair Value Reserves RM'000	Foreign Currency Translation Reserves RM'000	Retained Earnings RM'000	Non-controlling Interests RM'000	
<b>Balance as at 1 January 2024</b>	740,512	(1,467)	9,630	100	(164)	(178,443)	1,476,805	258,308	2,305,281
<b>Profit for the period</b>	-	-	-	-	-	-	73,843	13,343	87,186
<b>Other comprehensive (loss)/income:</b>									
Foreign currency translations	-	-	-	-	-	(126,561)	-	(20,155)	(146,716)
Net profit on financial assets at FVOCI	-	-	-	-	327	-	-	-	327
Cumulative gain on financial assets at FVOCI reclassified to profit or loss upon disposal	-	-	-	-	(4)	-	-	-	(4)
Remeasurements of net defined benefit liabilities	-	-	-	-	-	-	181	77	258
<b>Other comprehensive income/(loss) for the period, net of tax</b>	-	-	-	-	323	(126,561)	181	(20,078)	(146,135)
<b>Total comprehensive income/(loss) for the period</b>	-	-	-	-	323	(126,561)	74,024	(6,735)	(58,949)
Dividends paid to owners of the Company	-	-	-	-	-	-	(34,458)	-	(34,458)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(7,048)	(7,048)
<b>Balance as at 30 September 2024</b>	<u>740,512</u>	<u>(1,467)</u>	<u>9,630</u>	<u>100</u>	<u>159</u>	<u>(305,004)</u>	<u>1,516,371</u>	<u>244,525</u>	<u>2,204,826</u>
<b>Balance as at 1 January 2023</b>	740,512	(1,467)	9,630	100	-	(264,636)	1,416,700	231,219	2,132,058
<b>Profit for the period</b>	-	-	-	-	-	-	69,533	24,225	93,758
<b>Other comprehensive income/(loss):</b>									
Foreign currency translations	-	-	-	-	-	112,916	-	15,149	128,065
Net loss on financial assets at FVOCI	-	-	-	-	(631)	-	-	-	(631)
Cumulative loss on financial assets at FVOCI reclassified to profit or loss upon disposal	-	-	-	-	97	-	-	-	97
<b>Other comprehensive (loss)/income for the period, net of tax</b>	-	-	-	-	(534)	112,916	-	15,149	127,531
<b>Total comprehensive (loss)/income for the period</b>	-	-	-	-	(534)	112,916	69,533	39,374	221,289
Additional interest in subsidiaries	-	-	-	-	-	-	-	2,736	2,736
Dividends paid to owners of the Company	-	-	-	-	-	-	(34,505)	-	(34,505)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(12,760)	(12,760)
<b>Balance as at 30 September 2023</b>	<u>740,512</u>	<u>(1,467)</u>	<u>9,630</u>	<u>100</u>	<u>(534)</u>	<u>(151,720)</u>	<u>1,451,728</u>	<u>260,569</u>	<u>2,308,818</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2023

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)



**Condensed Consolidated Statement of Cash Flows  
For The Year-To-Date Ended 30 September 2024**

	<b>Year-To-Date Ended</b>	
	<b>30.9.2024</b>	<b>30.9.2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Profit before taxation	123,478	139,234
Adjustments for :-		
Depreciation	101,550	75,743
Fair value loss/(gain) on commodity futures contract	134	(16)
Net unrealised foreign exchange (gain)/loss	(6,702)	6,277
Net gain on disposal of property, plant and equipment ("PPE") and assets held for sale	(444)	(27,683)
Impairment loss on goodwill	-	2,279
Impairment losses on trade and other receivables	2,185	3,204
PPE written off	71	387
Reversal of inventories written down	(8,021)	(5,537)
Inventories written off	154	6,065
(Gain)/Loss on redemption/disposal of financial assets	(6)	230
Gain from fair value adjustment of fresh fruit bunches ("FFB")	(2,055)	(859)
Gain on lease reassessments	(41)	(31)
Bad debts written off	2,644	50
Share of (profit)/loss of joint ventures	(1,244)	5,960
Share of profit of an associate	(10,937)	(7,540)
Interest expense	9,792	15,790
Interest income	(9,679)	(9,947)
Dividend income	(87)	(2)
Operating cash flows before working capital changes	<u>200,792</u>	<u>203,604</u>
Changes in working capital :-		
(Increase)/Decrease in inventories	(3,367)	26,944
Decrease/(Increase) in receivables	10,030	(8,308)
(Decrease)/Increase in payables	(16,357)	6,871
Cash flows from operations	<u>191,098</u>	<u>229,111</u>
Net income tax paid	<u>(46,110)</u>	<u>(62,576)</u>
Net cash flows from operating activities	<u>144,988</u>	<u>166,535</u>
<b>Cash Flows from Investing Activities</b>		
Addition of right-of-use assets	(3,213)	(3,981)
Withdrawal/(Placement) of deposits with maturity of over 3 months	496	(3)
Purchases of PPE	(38,401)	(41,227)
Investment in financial assets at FVOCI	(40,868)	(29,261)
Proceeds from disposal of financial assets at FVOCI	-	2,040
Redemption of financial assets	868	-
Forest planting expenditure	(1,025)	(1,869)
Proceeds from disposal of PPE and assets held for sale	1,471	29,575
Interest received	9,679	9,947
Dividends received	8,754	7,094
Net cash flows used in investing activities	<u>(62,239)</u>	<u>(27,685)</u>
<b>Cash Flows from Financing Activities</b>		
Net repayments of term loans	(43,612)	(160,996)
Net (repayments)/drawdown of other borrowings	(2,841)	12,319
Proceeds from issuance of preference shares to non-controlling interests	-	2,736
Payments of lease liabilities and lease interest	(355)	(591)
Interest paid	(9,751)	(15,737)
Dividends paid to non-controlling interests	(7,048)	(12,760)
Dividends paid to owners of the Company	(34,458)	(34,505)
Net cash flows used in financing activities	<u>(98,065)</u>	<u>(209,534)</u>
Net decrease in cash and cash equivalents	(15,316)	(70,684)
Cash and cash equivalents at beginning of period	251,034	376,231
Effects of changes in exchange rates	(18,553)	17,083
<b>Cash and cash equivalents at end of period</b>	<u>217,165</u>	<u>322,630</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2023**

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**EXPLANATORY NOTES FOR CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2024**
**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**
**1. Basis of preparation**

The condensed consolidated interim financial statements (Condensed Report) have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2023.

These explanatory notes attached to the Condensed Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2023.

The material accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2023 except for the adoption of the following Amendments to MFRSs during the current financial period.

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 16 <i>Lease liability in a Sale and Leaseback</i>	1 January 2024
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to MFRS 101 <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107 and MFRS 7 <i>Supplier Finance Arrangements</i>	1 January 2024

The adoption of the above Amendments to MFRSs did not give rise to significant effects on the financial statements of the Group.

As at the date of authorisation of these interim financial statements, the MFRSs and Amendments to MFRSs which were in issue but not yet effective and not early adopted by the Group are:

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 121 <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Annual Improvements to MFRS Accounting Standards-Volume 11	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group will apply the above MFRSs and Amendments to MFRSs that are applicable when they become effective.

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**2. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 December 2023 was unmodified.

**3. Comments on seasonal or cyclical factors**

The effects of seasonal or cyclical fluctuations, if any, are explained under Paragraphs 1 and 2 of Part B i.e. Explanatory Notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Securities.

**4. Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income and cash flows of the Group for the current quarter and year-to-date ended 30 September 2024, except for a one-off depreciation adjustment in respect of PPE and right-of-use assets (hereinafter collectively referred to as the "Said Assets"). This was because PT Kawasan Industri Kalimantan Indonesia ("KIKI"), PT Kalimantan Industrial Park Indonesia ("KIPI") and our subsidiary, PT Bulungan Citra Agro Persada ("BCAP") had on 7 August 2024, mutually agreed to terminate the disposal of the remaining 5,397.54 Ha of certificated land (hereinafter collectively referred to as the "Remaining Land").

The termination has resulted in the recognition of prior periods depreciation charges of approximately RM22.0 million on the Said Assets in accordance with MFRS 5. The Said Assets which were previously classified as Assets Held for Sale have been reclassified back to PPE and right-of-use assets.

**5. Changes in estimates**

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

**6. Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter and year-to-date ended 30 September 2024.

**7. Dividends paid**

During the year-to-date ended 30 September 2024, a first and final single-tier dividend of 2.5 sen per ordinary share for the year ended 31 December 2023 amounted to RM34.5 million was paid on 17 May 2024.



**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**8. Segmental information**

**i) Business segments**

**Business Segment For Quarter Ended**

	Palm Products		Others		Total	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>SEGMENT REVENUE</b>	218,870	279,258	13,066	19,462	231,936	298,720
Segment operating profit/(loss)	55,812	71,589	(1,798)	(3,755)	54,014	67,834
<b>SEGMENT PROFIT/ (LOSS)</b>	55,812	71,589	(1,798)	(3,755)	54,014	67,834
Unallocated corporate expenses					(6,965)	(5,853)
Expenses in relation to secondary listing					-	(5,786)
Gain on foreign exchange					3,065	3,187
Finance costs					(2,951)	(4,903)
Share of profit of an associate					4,743	3,715
Share of profit/(loss) of joint ventures					599	(688)
Consolidated profit before tax					52,505	57,506

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**8. Segmental information (Continued)**
**i) Business segments (Continued)**
**Business Segment For Year-To-Date Ended**

	Palm Products		Others		Total	
	30.09.2024 RM'000	30.09.2023 RM'000	30.09.2024 RM'000	30.09.2023 RM'000	30.09.2024 RM'000	30.09.2023 RM'000
<b>SEGMENT REVENUE</b>	686,570	752,890	40,271	52,698	726,841	805,588
Segment operating profit/(loss)	161,231	173,495	(7,360)	(8,996)	153,871	164,499
One-off depreciation adjustment (see Note 4 of Part A)	(21,974)	-	-	-	(21,974)	-
Gain on disposal of assets held for sale	-	27,604	-	-	-	27,604
<b>SEGMENT PROFIT/ (LOSS)</b>	139,257	201,099	(7,360)	(8,996)	131,897	192,103
Unallocated corporate expenses					(16,117)	(24,925)
Expenses in relation to secondary listing					-	(5,786)
Gain/(loss) on foreign exchange					5,309	(7,948)
Finance costs					(9,792)	(15,790)
Share of profit of an associate					10,937	7,540
Share of profit/(loss) of joint ventures					1,244	(5,960)
Consolidated profit before tax					123,478	139,234

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**8. Segmental information (Continued)**

**i) Business segments (Continued)**

**Business Segment For Year-To-Date Ended**

	Palm Products		Others		Consolidated	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>SEGMENTS ASSETS</b>	1,817,790	2,066,654	577,112	598,958	2,394,902	2,665,612
Investments in joint ventures					104,334	100,124
Investment in an associate					80,914	77,886
Deferred tax assets					167	1,190
Tax recoverable					20,848	14,508
Unallocated assets					72,650	116,535
Consolidated total assets					2,673,815	2,975,855
<b>SEGMENT LIABILITIES</b>	109,840	129,392	9,357	19,800	119,197	149,192
Borrowings					252,703	414,532
Lease liabilities					965	1,416
Deferred tax liabilities					82,545	86,325
Unallocated liabilities					13,579	15,572
Consolidated total liabilities					468,989	667,037

**ii) Geographical segments**

	Quarter Ended		Year-To-Date Ended			
	Total revenue from external customers		Total revenue from external customers		Non-Current Assets	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Malaysia	81,204	79,264	233,632	229,108	991,131	998,693
Indonesia	144,883	213,070	473,305	548,981	1,177,383	1,159,479
United States of America	2,304	3,012	10,277	13,836	-	-
South West Pacific	2,192	2,236	6,096	9,270	-	-
Others	1,353	1,138	3,531	4,393	-	-
<b>Total</b>	<b>231,936</b>	<b>298,720</b>	<b>726,841</b>	<b>805,588</b>	<b>2,168,514</b>	<b>2,158,172</b>

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

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

On 12 August 2024, PT Aramico Komoditi (“PTAK”), a 74.42% owned subsidiary of the Company had received a notification from the Directorate General of Taxes, Indonesia that the tax identification number of PTAK had been terminated on 30 July 2024. Accordingly, the voluntary winding-up of PTAK had been duly completed on 30 July 2024. The voluntary winding up of PTAK did not have any material impact on the net assets and earnings per share of the Group.

Apart from the above, there were no other changes in the composition of the Group for the quarter including business combination, acquisition or disposal of subsidiaries and long-term investments, and restructuring.

**10. Capital commitments**

The amount of commitments for capital expenditure as at 30 September 2024 is as follows:

	<b>As at 30.09.2024 RM'000</b>	<b>As at 31.12.2023 RM'000</b>
Approved and contracted for	9,190	13,707
Approved but not contracted for	58,164	48,593
	<u>67,354</u>	<u>62,300</u>

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

Contingent tax expenses pending outcome of court cases were disclosed in the last annual reporting period.

There were no material changes in the contingent liabilities and contingent assets since the last annual reporting period.

**12. Material related party transactions**

Significant transactions between the Group and its joint venture are as follows:

	<b>Year-To-Date Ended 30 September 2024 RM'000</b>
Sales of crude palm oil	175,637
Sales of palm kernel	25,923

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**13. Subsequent event**

There was no material event subsequent to the end of this reporting period.

**14. Fair Value of Financial Instruments**

The Group uses the following hierarchy in determining the fair value of all financial instruments carried at fair value:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

**15. Fair Value of Financial Instruments (Continued)**

As at 30 September 2024, the Group held the following financial instruments that are measured at fair value:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b><u>Financial Assets</u></b>				
<b>Non-current assets:</b>				
Financial assets at fair value through profit or loss:				
• Investment securities (Unquoted)	-	-	50	50
Financial assets at fair value through other comprehensive income:				
• Investment securities (Unquoted)	-	64,831	-	64,831
<b>Current assets:</b>				
Financial assets at fair value through profit or loss:				
• Investment securities (Quoted in Malaysia)	1	-	-	1
• Short term funds	2,936	-	-	2,936
<b><u>Financial Liabilities</u></b>				
<b>Non-current liabilities:</b>				
Financial liabilities at fair value through profit or loss:				
• Derivative liabilities	-	537	-	537
<b>Current liabilities:</b>				
Financial liabilities at fair value through profit or loss:				
• Derivative liabilities	-	2,049	-	2,049

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES**
**1. Performance review**

	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Revenue	231,936	298,720	(22%)	726,841	805,588	(10%)
Core profit before taxation	49,440	60,105	(18%)	140,143	125,364	12%
Profit before taxation ("PBT")	52,505	57,506	(9%)	123,478	139,234	(11%)

The Group registered revenue of RM231.9 million for the quarter ended 30 September 2024 ("Q3 2024") compared with RM298.7 million for the corresponding period last year ("Q3 2023"). On year-to-date basis, revenue for the nine months period ended 30 September 2024 ("9M 2024") was RM726.8 million compared with RM805.6 million achieved for the corresponding period last year ("9M 2023"). Revenue for Q3 2024 and 9M 2024 were lower compared to the corresponding periods mainly due to decrease in revenue from Palm Products segment by RM60.4 million and RM66.3 million respectively.

Accordingly, core profit before taxation for Q3 2024 reduced by 18% compared to the corresponding period in line with the lower revenue from Palm Products segment. However, on year-to-date basis, core profit before taxation for 9M 2024 improved by 12% compared to 9M 2023 mainly due to lower corporate expenses and finance costs, coupled with increased profit contribution from the associate and joint ventures, despite lower profit contribution from Palm Products segment.

PBT for Q3 2024 and 9M 2024 of RM52.5 million and RM123.5 million respectively, were lower compared with the corresponding periods last year of RM57.5 million and RM139.2 million. Other than the factors as explained above, the variances in PBT were also impacted by the factors as analysed below.

	Quarter Ended			Year-to-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Gain/(Loss) on foreign exchange	3,065	3,187	(4%)	5,309	(7,948)	nm
One-off depreciation adjustment (see Note 4 of Part A)	-	-	nm	(21,974)	-	nm
Net gain on disposal of assets held for sale	-	-	nm	-	27,604	nm
Expenses in relation to secondary listing	-	(5,786)	nm	-	(5,786)	nm

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**1. Performance review (Continued)**
**1.1 Segmental Revenue**

Revenue from the respective segments are analysed as follows:

Revenue	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Palm Products	218,870	279,258	(22%)	686,570	752,890	(9%)
Others	13,066	19,462	(33%)	40,271	52,698	(24%)
<b>Total</b>	<b>231,936</b>	<b>298,720</b>	<b>(22%)</b>	<b>726,841</b>	<b>805,588</b>	<b>(10%)</b>

Lower revenue for Q3 2024 and 9M 2024 was mainly due to lower volume of FFB, CPO and PK sold despite higher average CPO and PK prices.

Volume	Quarter Ended			Year-To-Date Ended		
	30.09.2024 MT	30.09.2023 MT	Changes %	30.09.2024 MT	30.09.2023 MT	Changes %
CPO Sold	46,308	68,759	(33%)	150,524	179,811	(16%)
PK Sold	9,921	14,704	(33%)	31,348	36,086	(13%)

Average selling prices	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM/MT	30.09.2023 RM/MT	Changes %	30.09.2024 RM/MT	30.09.2023 RM/MT	Changes %
CPO	3,683	3,371	9%	3,657	3,465	6%
PK	2,485	1,664	49%	2,214	1,731	28%

 Others Segment registered lower revenue for Q3 2024 and 9M 2024 mainly due to cessation of cocoa division in the 4<sup>th</sup> quarter of 2023 and poor demand from export market for wood products.

**1.2 Segmental Profit or Loss**

Further comments on the segment profit or loss are as follows:

**1.2.1 Palm Products Segment**

Palm Products Segment	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Operating profit	55,812	71,589	(22%)	161,231	173,495	(7%)

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**1. Performance review (Continued)**
**1.2 Segmental Profit or Loss (Continued)**
**1.2.1 Palm Products Segment (Continued)**

Contribution from the Palm Products segment declined as compared to the comparative periods in line with lower revenue and lower FFB production which was impacted by natural biological yield cycles following consecutive high-yield years.

Volume	Quarter Ended			Year-To-Date Ended		
	30.09.2024 MT	30.09.2023 MT	Changes %	30.09.2024 MT	30.09.2023 MT	Changes %
FFB Production	184,947	257,578	(28%)	586,610	679,031	(14%)

Additionally, operational disruptions at one of our plantation entities stemming from a social dispute related to the Community Plantation Development Scheme (“Plasma”), also contributed to the decline. However, on 13 November 2024, a significant breakthrough was achieved when the Indonesian Administrative Court ruled decisively in favor of the affected plantation entity within the Group, affirming it has met its obligations under Indonesian regulations regarding Plasma. This ruling is expected to expedite the resolution of the dispute, enabling the Group to resume normal operations and stabilize productivity at the affected plantation entity. With the dispute nearing resolution and biological cycles expected to normalize, the Group is committed to enhancing operational efficiencies and optimizing yields.

Both the segment revenue and profit for Q3 2024 and 9M 2024 and the corresponding periods last year were also impacted by the Indonesia Export Levy and Duty on CPO as shown below:

	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Indonesia Export Levy and Duty on CPO	17,531	26,922	(35%)	59,004	86,689	(32%)

**1.2.2 Others Segment**

Others Segment	Quarter Ended			Year-To-Date Ended		
	30.09.2024 RM'000	30.09.2023 RM'000	Changes %	30.09.2024 RM'000	30.09.2023 RM'000	Changes %
Operating loss	(1,798)	(3,755)	52%	(7,360)	(8,996)	18%

Others segment reported lower operating loss for Q3 2024 and 9M 2024 compared to the corresponding periods last year mainly due to increased sales of timber. Lower operating loss is also attributable to the losses registered in the corresponding periods last year by the cocoa division which operations also ceased in 2023.



**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**2. Material changes in profit before taxation for the quarter reported on as compared with the immediate preceding quarter**

	Q3 2024 RM'000	Q2 2024 RM'000	Changes RM'000
<b>Revenue:</b>	<b>231,936</b>	<b>252,517</b>	<b>(20,581)</b>
Palm Products	218,870	235,928	(17,058)
Others	13,066	16,589	(3,523)
<b>Core profit before taxation</b>	<b>49,440</b>	<b>55,891</b>	<b>(6,451)</b>
<b>PBT</b>	<b>52,505</b>	<b>35,946</b>	<b>16,559</b>

The Group's revenue for Q3 2024 of RM231.9 million was lower compared with Q2 2024 of RM252.5 million. This was mainly attributable to lower revenue from both Palm Products and Others segment. Palm Product Segment registered lower revenue as a result of lower volume of CPO and PK sold, impacted by lower FFB production and the social dispute described in 1.2.1 above, as well as lower average CPO selling price. Lower revenue registered by Others segment was due to lower demand from export market for wood products.

Accordingly, the Group's core profit before taxation for Q3 2024 decreased 12% to RM49.4 million from RM55.9 million in Q2 2024 in line with decrease in revenue of the Palm Products Segment and wood division.

Despite lower core profit before taxation, PBT for Q3 2024 was higher at RM52.5 million compared with RM35.9 million for Q2 2024 mainly attributable to one-off depreciation of RM22.0 million recognised in Q2 2024 following termination of the disposal of the Remaining Land by BCAP.

**3. Commentary on the prospects**

Recent CPO price uptrend continued and has rallied above RM5,000 since early November. The CPO price strength was driven by concerns over tight supply due to the reduced CPO production in Indonesia coupled with its Government's plan to implement the B40 diesel mandate in January 2025.

In addition, Malaysia palm oil stocks at end October declined as export surged driven by robust demand from major palm oil import countries and lower October production in Malaysia. Near term festive demand for Chinese New Year and Ramadhan will likely provide support to CPO prices until Q1 2025. However, the future CPO price will continue to be influenced by various factors including supply and demand shifts as well as currency and financial market uncertainty.

The Group will undertake new planting on its unplanted land bank to progressively expand its planted hectareage over the next few years. The Group will continue to seek strategic opportunities within the green/sustainable segment to complement its long-term shareholder value enhancement initiatives. Additionally, as announced, the Group has appointed Mr. Vela Tan as Plantation Director and Mr. Krishna Moorthy as Chief Operating Officer. Both bring extensive experience and are committed to driving productivity and efficiency through yield enhancement. Barring any unforeseen circumstances, the Group is cautiously optimistic of achieving satisfactory performance for 2024.

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**4. Profit forecast or profit guarantee**

The Group is not involved in any profit guarantee arrangement or providing any forecast profit.

**5. Profit Before Taxation**

Profit before taxation was arrived at after charging/(crediting) the following items:

	<b>Quarter Ended 30.09.2024 <u>RM'000</u></b>	<b>Year-To-Date Ended 30.09.2024 <u>RM'000</u></b>
Bad debts written off	2,644	2,644
Depreciation	27,351	101,550
Fair value loss on derivatives:		
- Forward currency contracts	4,857	3,464
- Commodity futures contracts	-	134
Impairment losses on trade and other receivables	2,113	2,185
Interest expense	2,951	9,792
Interest income	(3,437)	(9,679)
Inventories written off	143	154
Gain from fair value adjustment of FFB	(2,728)	(2,055)
Net foreign exchange loss/(gain):		
- Realised	857	1,393
- Unrealised	(8,779)	(10,166)
Net gain on disposal of PPE	(202)	(444)
Rental income	(288)	(851)
Reversal of inventories written down	(8,099)	(8,021)

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**6. Taxation**

	<b>Quarter Ended 30.09.2024 <u>RM'000</u></b>	<b>Year-To-Date Ended 30.09.2024 <u>RM'000</u></b>
Current tax:		
Foreign tax	8,583	29,717
Malaysian income tax	1,291	2,759
Under provision in prior years:		
Foreign tax	1	190
Malaysian income tax	(141)	(7)
Deferred tax:		
Relating to origination/ (reversal) of temporary differences	2,244	(2,835)
Withholding tax	3,823	6,468
	<u>15,801</u>	<u>36,292</u>

The effective tax rate of the Group for the year-to-date ended 30 September 2024 is higher than the statutory tax rate mainly due to withholding tax on dividend from foreign subsidiary and non-deductibility of certain expenses for taxation purpose.

**7. Corporate proposals**

On 4 April 2022, BCAP, KIKI and KIPI had entered into a CSPA for the proposed disposal by BCAP of 13,214.90 hectares of certificated land together with the 683.36 hectares of uncertified land adjoining thereto for a total cash consideration of IDR 2,428.86 billion (or equivalent to approximately RM731.09 million).

On 8 August 2022, the disposal of 7,817.36 hectares of certificated land was completed.

On 18 January 2023, the disposal of 574.56 hectares of uncertified land was completed.

On 4 July 2023, KIKI and KIPI had respectively exercised their options to grant BCAP an Extended Long Stop Date period of the CSPA of 12 months from 4 July 2023 to 4 July 2024.

On 8 August 2024, the Group announced that KIKI, KIPI and BCAP had on 7 August 2024, mutually agreed to terminate the acquisitions of the Remaining Land. The reason for the termination is due to the non-fulfilment of a condition precedent namely, the signing of the Minutes of Clean and Clear by KIKI or KIPI, as the case may be, and BCAP by the Extended Long Stop Date and the inability of the Parties to mutually agree upon an alternative measure for the closing of the Remaining Land within 30 days from the expiry of the Extended Long Stop Date.

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**7. Corporate proposals (Continued)**

As at the date of termination, total proceeds raised from the disposal was RM457.5 million, which were fully utilised by the Group as follows:

Details of Utilisation	Proposed utilisation* RM'000	Actual utilisation** RM'000
Partial repayment of interest-bearing borrowings	550,000	400,304
New planting and replanting of oil palm	45,000	593
Infrastructure works and capital expenditure	47,000	9,204
General working capital	68,944	34,093
Defray estimated expenses relating to the disposals	20,143	13,305
	731,087	457,499

\* This is based on the exchange rate of Rp 1.00: RM0.000301 as disclosed in the Circular

\*\* This is based on the spot exchange rates upon utilisation of the disposal proceeds

The actual utilisation was within the limits of the respective categories of the Proposed Utilisation. Following the termination, BCAP has refunded to KIKI and KIPi their respective Down Payments for the Remaining Land totalling IDR59.21 billion, free of interest.

Apart from the above, there was no other corporate proposal announced and not completed as at the date of this quarterly report.

**8. Group Borrowings and Debt Securities**

Comprised:

	As at 30.09.2024					
	Short term		Long term		Total	
	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000	Foreign denomination RM'000	RM denomination RM'000
Secured	27,205	22,000	7,626	63,860	34,831	85,860
Unsecured	-	132,012	-	-	-	132,012
<b>Total</b>	<b>27,205</b>	<b>154,012</b>	<b>7,626</b>	<b>63,860</b>	<b>34,831</b>	<b>217,872</b>

**TSH RESOURCES BERHAD**

Registration No : 197901005269 (49548-D)  
(Incorporated in Malaysia)

**9. Derivatives**

The forward currency contracts are entered into by the Group as hedges for committed loans and borrowings denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on payments.

As at 30 September 2024, the values and maturity analysis of the outstanding derivatives were as follows:

**Group**

	<b>Contract/ Notional amount RM'000</b>	<b>Assets RM'000</b>	<b>Liabilities RM'000</b>	
<b>Non-hedging derivatives:</b>				
Forward currency contracts	8,112	-	537	Between 1 – 3 years
Forward currency contracts	29,126	-	2,049	Less than 1 year
		-	<u>2,586</u>	

**10. Changes in material litigation**

The Group is not engaged in any material litigation and is not aware of any proceedings which might materially affect the Group for the current financial year except as disclosed in Note 11 of Part A.

**11. Dividend Payable**

The Board of Directors approved an interim dividend of 2.5 sen per ordinary share for the financial year ending 31 December 2024 to be paid on 20 December 2024.

**TSH RESOURCES BERHAD**

 Registration No : 197901005269 (49548-D)  
 (Incorporated in Malaysia)

**12. Earnings per share**
**(a) Basic earnings per share**

Basic earnings per share is calculated by dividing profit for the quarter and year-to-date ended attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Quarter Ended		Year-To-Date Ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
Net profit attributable to owners of the Company (RM'000)	33,140	29,542	73,843	69,533
Weighted average number of ordinary shares in issue ('000)	1,380,174	1,380,174	1,380,174	1,380,174
Basic earnings per ordinary share (sen)	2.40	2.14	5.35	5.04

**(b) Diluted earnings per share**

This is not applicable as there are no dilutive securities currently issued by the Company.

**13. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 21 November 2024.