

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2024**

The figures have not been audited

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2024**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Period
	31/12/2024 RM'000	31/12/2023 RM'000	31/12/2024 RM'000	31/12/2023 RM'000
Revenue	289,841	322,252	573,555	628,913
Cost of sales	(174,492)	(198,317)	(350,699)	(393,819)
<b>Gross profit</b>	<b>115,349</b>	<b>123,935</b>	<b>222,856</b>	<b>235,094</b>
Operating expenses	(45,678)	(43,825)	(89,619)	(87,349)
Other operating income	33,102	3,150	34,437	4,971
<b>Operating profit</b>	<b>102,773</b>	<b>83,260</b>	<b>167,674</b>	<b>152,716</b>
Interest income	658	465	1,179	811
Finance costs	(3,069)	(4,876)	(6,615)	(10,805)
<b>Profit before taxation</b>	<b>100,362</b>	<b>78,849</b>	<b>162,238</b>	<b>142,722</b>
Taxation	(18,860)	(19,788)	(33,317)	(35,334)
<b>Profit for the period attributable to owners of the Company</b>	<b>81,502</b>	<b>59,061</b>	<b>128,921</b>	<b>107,388</b>
<b>Earnings per ordinary share (sen):-</b>				
(a) Basic	11.26	10.70	17.81	20.21
(b) Diluted	N/A	8.99	N/A	16.88

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2024.

HUME CEMENT INDUSTRIES BERHAD (198001008443 (62227-X))  
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED  
 31 DECEMBER 2024

The figures have not been audited

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER  
 COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2024 (cont'd)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year- To-Date	Preceding Year Corresponding Period
	31/12/2024 RM'000	31/12/2023 RM'000	31/12/2024 RM'000	31/12/2023 RM'000
<b>Profit for the period</b>	81,502	59,061	128,921	107,388
Foreign currency translation differences for foreign operations	-	(340)	-	(351)
Cash flow hedge	11,072	(761)	(140)	(622)
<b>Total comprehensive income for the period</b>	<b>92,574</b>	<b>57,960</b>	<b>128,781</b>	<b>106,415</b>

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2024.

HUME CEMENT INDUSTRIES BERHAD (198001008443 (62227-X))  
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED  
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**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT  
 31 DECEMBER 2024**

	As At End of Current Quarter 31/12/2024 RM'000	As At End of Preceding Financial Year 30/06/2024 RM'000
<b>ASSETS</b>		
Property, plant and equipment	673,031	700,637
Right-of-use assets	37,893	38,331
Investment property	5,552	5,679
Deferred tax assets	2,483	2,483
Tax credit receivables	144,703	144,703
<b>Total non-current assets</b>	<b>863,662</b>	<b>891,833</b>
Inventories	106,395	126,532
Trade and other receivables	116,204	94,225
Current tax assets	1	1
Cash and cash equivalents	188,763	108,305
	411,363	329,063
Assets classified as held for sale	-	1,216
<b>Total current assets</b>	<b>411,363</b>	<b>330,279</b>
<b>TOTAL ASSETS</b>	<b>1,275,025</b>	<b>1,222,112</b>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	651,567	651,567
Reserves	31,367	(66,704)
<b>TOTAL EQUITY</b>	<b>682,934</b>	<b>584,863</b>
<b>LIABILITIES</b>		
Borrowings	145,586	177,315
Lease liabilities	2,863	3,205
Deferred tax liabilities	115,812	86,670
Deferred income	67,485	71,064
Employee benefits	247	264
Other payable	710	579
<b>Total non-current liabilities</b>	<b>332,703</b>	<b>339,097</b>
Borrowings	88,459	124,601
Lease liabilities	1,343	965
Deferred income	7,158	7,158
Trade and other payables	157,361	160,379
Contract liabilities	4,019	3,794
Tax payable	1,048	1,255
<b>Total current liabilities</b>	<b>259,388</b>	<b>298,152</b>
<b>TOTAL LIABILITIES</b>	<b>592,091</b>	<b>637,249</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,275,025</b>	<b>1,222,112</b>
Net assets per share attributable to owners of the Company	0.94	0.81

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2024.

The figures have not been audited

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2024**

	Attributable to owners of the Company					(Accumulated losses)/ Retained earnings	Total equity
	Share capital	Redeemable convertible unsecured loan stocks ("RCULS") – equity portion	Hedging reserve	Reserve for own share	Executive share scheme ("ESS") reserve		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Current year-to-date ended 31 December 2024</b>							
At 1 July 2024	651,567	-	32	(708)	586	(66,614)	584,863
Profit for the period	-	-	-	-	-	128,921	128,921
Other comprehensive expense							
- Cash flow hedge	-	-	(140)	-	-	-	(140)
Total comprehensive (expense)/income for the period	-	-	(140)	-	-	128,921	128,781
<i>Contribution by and distribution to owners of the Company</i>							
- Share-based payments	-	-	-	-	1,551	-	1,551
- Own share acquired	-	-	-	(3,242)	-	-	(3,242)
- Dividend paid to owners of the Company	-	-	-	-	-	(29,019)	(29,019)
Total transactions with owners of the Company	-	-	-	(3,242)	1,551	(29,019)	(30,710)
At 31 December 2024	651,567	-	(108)	(3,950)	2,137	33,288	682,934

The current year-to-date dividend received by the Executive Share Scheme Trusts ("ESS Trusts") amounted RM58,000 (FY 2024: RM20,000) for the Group is eliminated against the dividend payment of the Company upon consolidation of the ESS Trusts.

The figures have not been audited

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2024 (cont'd)**

	Attributable to owners of the Company						Accumulated losses	Total equity
	Share capital	Redeemable convertible unsecured loan stocks ("RCULS") – equity portion	Hedging reserve	Exchange fluctuation reserve	Reserve for own share	Executive share scheme ("ESS") reserve		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Preceding year corresponding period ended 31 December 2023</b>								
At 1 July 2023	500,989	124,620	622	351	(125)	22	(197,646)	428,833
Profit for the period	-	-	-	-	-	-	107,388	107,388
Other comprehensive expense								
- Foreign currency translation difference	-	-	-	(351)	-	-	-	(351)
- Cash flow hedge	-	-	(622)	-	-	-	-	(622)
Total comprehensive (expense)/income for the period	-	-	(622)	(351)	-	-	107,388	106,415
<i>Contribution by and distribution to owners of the Company</i>								
- Conversion of RCULS	76,927	(63,666)	-	-	-	-	(11,381)	1,880
- Share-based payments	-	-	-	-	-	(22)	-	(22)
- Dividend paid to owners of the Company	-	-	-	-	-	-	(12,399)	(12,399)
Total transactions with owners of the Company	76,927	(63,666)	-	-	-	(22)	(23,780)	(10,541)
At 31 December 2023	577,916	60,954	-	-	(125)	-	(114,038)	524,707

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2024.

HUME CEMENT INDUSTRIES BERHAD (198001008443 (62227-X))  
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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED  
 31 DECEMBER 2024**

	<b>Current Year-To-Date</b>	<b>Preceding Year Corresponding Period</b>
	<b>31/12/2024</b>	<b>31/12/2023</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	162,238	142,722
Adjustments for:-		
Depreciation and amortisation	36,136	34,659
Gain on disposal of asset held for sale (pre-tax)	(34,868)	-
Non-cash items	2,984	(643)
Net financing costs	5,436	9,994
Operating profit before changes in working capital	<u>171,926</u>	<u>186,732</u>
Changes in working capital		
Net change in current assets	(5,737)	(18,587)
Net change in current liabilities	(7,570)	46,770
Taxation paid	(1,316)	(662)
Net financing costs paid	(4,798)	(9,617)
Employee benefits paid	(20)	-
<b>Net cash generated from operating activities</b>	<u>152,485</u>	<u>204,636</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(8,227)	(11,362)
Proceeds from disposal of property, plant and equipment	110	90
Proceeds from disposal of asset held for sale	39,800	-
Tax paid on gain on disposal	(2,644)	-
<b>Net cash generated from/(used in) investing activities</b>	<u>29,039</u>	<u>(11,272)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of borrowings	114,164	714,651
Repayments of borrowings	(182,181)	(867,521)
RCULS coupon payment	-	(3,779)
Payment of lease liabilities	(788)	(796)
Dividend paid to owners of the Company	(29,019)	(12,399)
Purchase of trust shares	(3,242)	-
<b>Net cash used in financing activities</b>	<u>(101,066)</u>	<u>(169,844)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	80,458	23,520
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	108,305	51,660
<b>EFFECT ON FOREIGN EXCHANGE</b>	-	(351)
<b>CASH &amp; CASH EQUIVALENTS AT END OF PERIOD</b>	<u>188,763</u>	<u>74,829</u>

Cash and cash equivalents included in the consolidated statements of cash flows comprise the following statements of financial position amounts:

	<b>31/12/2024</b>	<b>31/12/2023</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits, cash and bank balances	<u>188,763</u>	<u>74,829</u>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the Financial Year Ended 30 June 2024.

The figures have not been audited

**1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 “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 30 June 2024. This interim financial report also complies with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2024 except for the adoption of MFRS accounting standards, interpretations and amendments that are effective for financial year beginning on or after 1 July 2024 which are applicable to the Group. The initial adoption of these applicable MFRSs, amendments and interpretations do not have any material impact on the financial statements of the Group.

**2. Qualification of audit report of the preceding annual financial statements**

The audit report for the preceding annual financial statements was not qualified.

**3. Seasonality or cyclicity of interim operations**

The operations of the Group generally follow the performance of the construction industry.

**4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter under review and financial year-to-date.

**5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years**

There were no changes in estimates of amounts reported in prior financial years.

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

There were no additional shares purchased by the Executive Share Scheme (“ESS”) Trust during the quarter under review and financial year-to-date.

As at 31 December 2024, the total number of ordinary shares in the Company held by the ESS Trust was 1,460,100 ordinary shares.

Subsequent to the quarter under review, 511,200 ordinary shares in the Company were purchased by the ESS Trust of a subsidiary and a total of 16,233 ordinary shares of the Company held in the ESS Trust were transferred to an eligible executive of the Group following the vesting of free shares pursuant to the ESS.

There were no issuance of shares, share buy-back, shares cancellation, resale of treasury shares or repayments of debt or equity securities during the quarter under review and financial year-to-date.

The figures have not been audited

**7. Dividend paid**

During the financial year-to-date, the Company paid an interim single tier dividend of 4.0 sen per share amounting to RM29.0 million on 18 December 2024.

**8. Operating segments**

The Group's segmental report for the financial year-to-date is as follows: -

	<b>Construction materials RM'000</b>
Reportable segment profits	<u>168,035</u>
Included in the measure of segment profits are:	
Revenue from external customers	572,178
Depreciation and amortisation	<u>(36,007)</u>

The Group's segmental report for the financial year-to-date is as follows: -

**Reconciliation of reportable segment profits to Consolidated Profit Before Taxation ("PBT")**

	<b>RM'000</b>
Reportable segment	168,035
Non-reportable segments	(361)
Interest income	1,179
Finance costs	(6,615)
Consolidated PBT	<u>162,238</u>

	<b>External revenue RM'000</b>	<b>Depreciation and amortisation RM'000</b>
Reportable segment	572,178	36,007
Non-reportable segment	1,377	129
<b>Total</b>	<u>573,555</u>	<u>36,136</u>

**9. Material events not reflected in the financial statements**

There are no material subsequent events to be disclosed as at the date of this report.

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

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations.



The figures have not been audited

**11. Review of performance**

For the quarter under review, the Group recorded revenue of RM289.8 million and profit before taxation (“PBT”) of RM100.4 million as compared with revenue and PBT of RM322.2 million and RM78.8 million for the corresponding quarter of the preceding financial year ended 30 June 2024 (“FY 2024”).

The drop in revenue resulted from lower market demand. However, higher PBT was reported primarily due to gains from the sale of assets and lower input costs, along with a sustained focus on cost management.

For the financial year-to-date, the Group recorded revenue of RM573.6 million and PBT of RM162.2 million, compared to revenue and PBT of RM628.9 million and RM142.7 million respectively for the corresponding period of FY 2024. Despite lower revenue due to slower cement demand, the Group recorded an increase in PBT attributable to gains from the disposal of assets held for sale and reduced input and production costs result from enhanced manufacturing efficiency.

During the financial year-to-date, the Group further reduced the net debt by RM148.3 million and made a dividend payment of RM29.0 million.

**12. Material changes in profit before taxation (“PBT”) against the immediate preceding quarter**

	<b>Current Quarter 31/12/2024 RM’000</b>	<b>Immediate Preceding Quarter 30/09/2024 RM’000</b>
Revenue	289,841	283,714
Profit before taxation	100,362	61,876

The Group recorded PBT of RM100.4 million for the quarter under review as compared with PBT of RM61.9 million for the immediate preceding quarter. The increase was primarily due to improved sales volume on moderate demand growth and continuous improvement on cost efficiency alongside with the one off gain from the disposal of asset held for sale.

**13. Prospects**

With the announcement of several mega projects in the North and South regions, the construction sector in Malaysia is anticipated to keep growing. Management remains focused on prioritising operational excellence and optimising the cost structure to improve overall effectiveness. Barring any unforeseen circumstances, the Board expects the Group’s performance for the financial year to be satisfactory.

**14. Profit forecast/profit guaranteed**

This note is not applicable.

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15. Profit before taxation

	Current Year Quarter	Current Year To-Date
	31/12/2024	31/12/2024
	RM'000	RM'000
Profit before taxation is arrived at after charging/(crediting): -		
Depreciation and amortisation	18,152	36,136
Provision for slow moving inventories	2,391	4,421
Loss on foreign exchange	1,613	683
Gain on disposal of asset held for sale (pre-tax)	(34,868)	(34,868)

16. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year- To-Date	Preceding Year Corresponding Period
	31/12/2024 RM'000	31/12/2023 RM'000	31/12/2024 RM'000	31/12/2023 RM'000
Current taxation				
- current year	860	585	1,109	910
- real property gains tax	2,644	-	2,644	-
	3,504	585	3,753	910
Deferred taxation				
- current year	15,356	19,203	29,564	34,424
	18,860	19,788	33,317	35,334

The Group's effective tax rate for the quarter under review and financial year-to-date is lower than statutory tax rate mainly due to the gain on disposal of a land which was subjected to real property gain tax instead of corporate tax.

The figures have not been audited

**17. Corporate proposals**

There are no corporate proposals announced but not completed as at the date of this report.

**18. Group's borrowings and debt securities**

Particulars of the Group's borrowings and debt securities as at 31 December 2024 are as follows: -

	<b>RM'000</b>
Borrowings:	
Unsecured short-term borrowings	88,459
Unsecured long-term borrowings	<u>145,586</u>
	<u><u>234,045</u></u>

**19. Changes in material litigation**

There are no material litigations as at the date of this report.

**20. Dividend**

- (a) The Board does not recommend any interim dividend for the quarter ended 31 December 2024 of the financial year ending 30 June 2025 (2<sup>nd</sup> quarter FY 2024: Nil).
- (b) For the financial year-to-date, a total single tier dividend of 4.0 sen per share (Year-to-date FY 2024: 2.0 sen per share), has been declared and paid.

The figures have not been audited

21. **Earnings Per Ordinary Share**

(a) Basic earnings per ordinary share

The basic earnings per ordinary share for the quarter under review is calculated by dividing the Group's profit attributable to owners of the Company of RM81,502,000 (2<sup>nd</sup> quarter FY 2024: RM59,061,000) by the weighted average number of ordinary shares during the quarter of 724,024,631 (2<sup>nd</sup> quarter FY 2024: 551,966,860).

The basic earnings per ordinary share for the financial year-to-date is calculated by dividing the Group's profit attributable to owners of the Company of RM128,921,000 (2<sup>nd</sup> quarter FY2024: profit attributable to owners of the Company of RM107,388,000) by the weighted average number of ordinary shares during the period of 724,024,631 (2<sup>nd</sup> quarter FY 2024: 531,361,651).

	<i>Weighted average number of ordinary shares</i>			
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>Current Year- To-Date</b>	<b>Preceding Year Corresponding Period</b>
	<b>31/12/2024 '000</b>	<b>31/12/2023 '000</b>	<b>31/12/2024 '000</b>	<b>31/12/2023 '000</b>
Issued ordinary shares at beginning of period	725,485	511,273	725,485	510,373
ESS Trust shares held at beginning of period	(1,460)	(96)	(323)	(96)
Effect of ESS Trust shares purchased	-	-	(1,137)	-
Effect of conversion of RCULS	-	40,790	-	21,085
<b>Weighted average number of ordinary shares (basic)</b>	<b>724,025</b>	<b>551,967</b>	<b>724,025</b>	<b>531,362</b>
<b>Basic earnings per ordinary share (sen)</b>	<b>11.26</b>	<b>10.70</b>	<b>17.81</b>	<b>20.21</b>

The figures have not been audited

21. **Earnings Per Ordinary Share (cont'd)**

(b) Diluted earnings per share

The Group's diluted earnings per ordinary share for current quarter under review and current financial year-to-date approximates its basic earnings per ordinary share.

The calculation of diluted earnings per ordinary share for the preceding year corresponding quarter period 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: -

Profit attributable to ordinary shareholders (diluted)

	Individual Quarter	Cumulative Quarter
	Preceding Year Corresponding Quarter	Preceding Year Corresponding Period
	31/12/2023 RM'000	31/12/2023 RM'000
Profit attributable to ordinary shareholders (basic)	59,061	107,388
Interest expense on RCULS, net of tax	35	93
Profit attributable to ordinary shareholders (diluted)	59,096	107,481
	'000	'000
Weighted average number of ordinary shares as at 31 December (basic)	551,967	531,362
Effect of conversion of RCULS	105,216	105,216
Weighted average number of ordinary shares as at 31 December (diluted)	657,183	636,578
Diluted earnings per ordinary share (sen)	8.99	16.88

The figures have not been audited

## 22. Derivatives

The Group uses forward foreign exchange contracts to manage its exposure to various financial risks.

### Forward foreign exchange contracts

The Group has entered into a number of forward foreign exchange contracts by a subsidiary to hedge the cash flow risk in relation to the variations of cash flows arising from future forecasted transactions.

The forward foreign exchange contracts are stated at fair value using observable market prices in active markets, including recent market transactions and valuation techniques that include discounted cash flow models and option pricing models, as appropriate.

As at 31 December 2024, the contract amount, fair value and maturity tenor of the forward foreign exchange contracts were as follows:

	<b>Contract amount</b>	<b>Fair Value Assets / (Liabilities)</b>
	<b>RM'000</b>	<b>RM'000</b>
Less than 1 year	<u>100,457</u>	<u>(108)</u>

Derivatives (which are classified as financial assets/liabilities) categorised as fair value through profit or loss are subsequently measured at their fair values with the gains/(losses) recognised in profit or loss.

There is no change to the type of derivative financial contracts entered into, cash requirements of the derivatives, risk associated with the derivatives and the risk management objectives and policies to mitigate these risks since the previous financial year ended 30 June 2024.

## 23. Gains/losses arising from fair value changes of financial liabilities

Other than derivatives which are classified as financial liabilities, when they are at fair value loss position, the Group does not re-measure its financial liabilities at fair value after the initial recognition.

By Order of the Board  
Hume Cement Industries Berhad

Wong Wei Fong  
Zoe Lim Hoon Hwa  
Company Secretaries

Kuala Lumpur  
25 February 2025