

ANNUAL REPORT 2022

MUSANG KING

BLACK THORN



MATANG BERHAD
(Registration No. 201501017043 (1142377-X))

Expansion and Diversification

CORPORATE SECTION

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Form of Proxy

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FINANCIAL STATEMENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS

DATO' FOONG CHEE MENG
Independent Non-Executive Chairman

DATUK IR. LOW AH KEONG
Executive Director

DATO' NG KENG HENG
Executive Director

SOPHIA LIM CHIA HUI
Independent Non-Executive Director

DATUK TEW BOON CHIN
Independent Non-Executive Director

DATUK TEOH SEW HOCK
Non-Independent Non-Executive Director

LIM CHIN HOCK
Non-Independent Non-Executive Director

AUDIT AND RISK MANAGEMENT COMMITTEE:

Chairperson
Sophia Lim Chia Hui

Member
Dato' Foong Chee Meng

Member
Datuk Teoh Sew Hock

NOMINATION COMMITTEE:

Chairman
Dato' Foong Chee Meng

Member
Datuk Tew Boon Chin

Member
Lim Chin Hock

REMUNERATION COMMITTEE:

Chairman
Dato' Ng Keng Heng

Member
Datuk Tew Boon Chin

Member
Sophia Lim Chia Hui

REGISTERED OFFICE:

Unit 30-01, Level 30, Tower A
Vertical Business Suite
Avenue 3, Bangsar South
No. 8, Jalan Kerinchi
59200 Kuala Lumpur, Malaysia

Telephone number : 603-2783 9191
Facsimile : 603-2783 9111

HEAD OFFICE:

Unit 39.02, Level 39
Menara Multi-Purpose
Capital Square,
8 Jalan Munshi Abdullah
50100 Kuala Lumpur, Malaysia

Telephone number : 603-2693 0189/
2698 0189

EMAIL ADDRESS AND WEBSITE:

Email address: info@matangbhd.com
Website: www.matangbhd.com

COMPANY SECRETARIES:

Lim Hooi Mooi
(SSM PC No. 201908000134)
(MAICSA 0799764)

Lau Yen Hoon
(SSM PC No. 202008002143)
(MAICSA 7061368)

AUDITORS:

BDO PLT (201906000013
(LLP0018825-LCA) & AF 0206
Chartered Accountants
Level 8, BDO @ Menara CenTARa
360, Jalan Tuanku Abdul Rahman
50100 Kuala Lumpur, Malaysia

Telephone number : 603-2616 2888
Facsimile : 603-2616 3190/
603-2616 3191

STOCK EXCHANGE LISTING:

Bursa Malaysia Securities Berhad
ACE Market
Stock Code : 0189
Stock Name : MATANG

SOLICITOR:

Wong Beh & Toh
Advocates & Solicitors
Level 19
West Block
Wisma Golden Eagle Realty (formerly known
as Wisma Selangor Dredging)

No 142-C, Jalan Ampang
50450 Kuala Lumpur, Malaysia

Telephone number : 603-2713 6050
Facsimile : 603-2713 6052

PRINCIPAL BANKERS:

Alliance Bank Malaysia Berhad
(198201008390 (88103-W))
Menara Multi-Purpose
Capital Square, 8 Jalan Munshi Abdullah
50100 Kuala Lumpur, Malaysia

RHB Bank Berhad
(196501000373 (6171-M))
Level 2, Tower 3,
RHB Centre
Jalan Tun Razak
50400 Kuala Lumpur
Malaysia

REGISTRAR:

Tricor Investor & Issuing House Services
Sdn Bhd (19710100970 (11324-H))
Unit 32-01, Level 32, Tower A
Vertical Business Suite
Avenue 3, Bangsar South
No. 8, Jalan Kerinchi
59200 Kuala Lumpur

Telephone number : 603-2783 9299
Facsimile : 603-2783 9222

Tricor Customer Service Centre
Unit G-3, Ground Floor
Vertical Podium
Avenue 3, Bangsar South
No. 8, Jalan Kerinchi
59200 Kuala Lumpur

GROUP CORPORATE STRUCTURE



100%

**MATANG
HOLDINGS BERHAD**
(Registration No. 197801001551 (38557-X))

100%

**MATANG AGRICULTURE AND
PLANTATION (SEGAMAT)
SDN BHD**

(formerly known as Matang Realty Sdn Bhd)
(Registration No.: 198201010122 (89846-T))

GROUP FINANCIAL HIGHLIGHTS

	Financial years ended 30 June				
	2022 RM'000	2021 RM'000	2020 RM'000	2019 RM'000	2018 RM'000
Fresh fruit bunches ("FFB") production (tonnes)	14,619	18,814	20,677	24,029	22,974
FFB yield per hectare (tonnes/hectare)	15.40	19.19	20.13	23.39	22.01
FFB price realised (RM)	1,206	728	465	406	550
Revenue	17,625	13,695	9,614	9,749	12,641
Gross profit	13,264	11,237	7,443	6,901	9,774
Profit before taxation	8,615	6,261	2,923	3,102	5,879
Profit after taxation	5,689	4,105	1,614	1,832	4,090
Profit attributable to owners of the parent	5,689	4,105	1,614	1,832	4,090
Earnings per share attributable to owners of the parent (Sen)	0.26	0.22	0.09	0.10	0.23
Dividend per share (Sen)	0.22 ⁽¹⁾	0.20	0.15	0.15	0.20
Shareholders' equity	228,339	226,975	185,408	186,583	188,416
Cash, bank balance and short term funds	85,081	83,020	40,806	39,178	38,675

Notes:

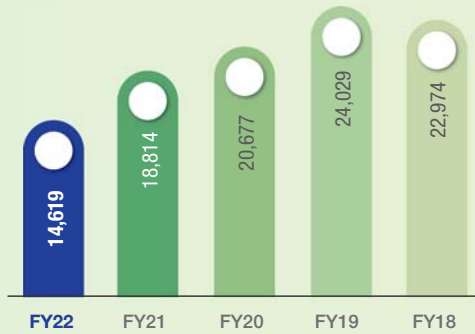
⁽¹⁾ First and final dividend of 0.22 sen per ordinary share of Matang Berhad in respect of financial year ended 30 June 2022 is subject to the approval of the shareholders of Matang in the upcoming Annual General Meeting.



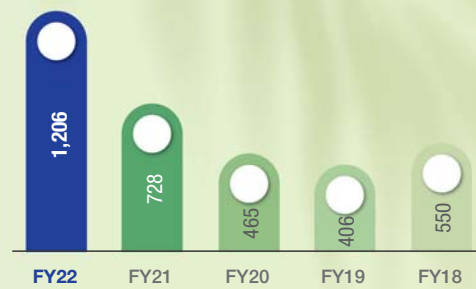
GROUP FINANCIAL HIGHLIGHTS

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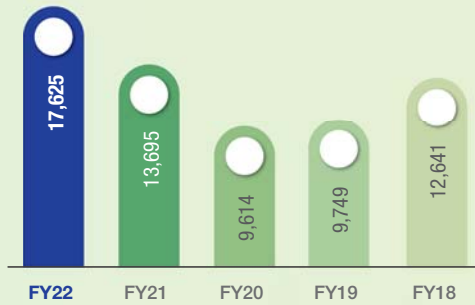
FFB PRODUCTION
(tonnes)



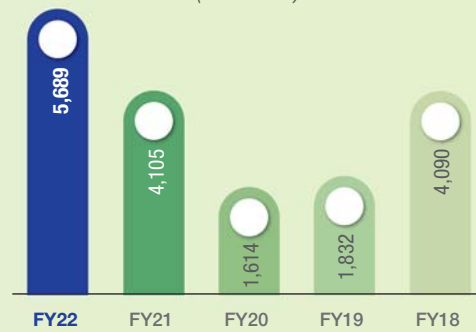
FFB PRICE REALISED
(RM)



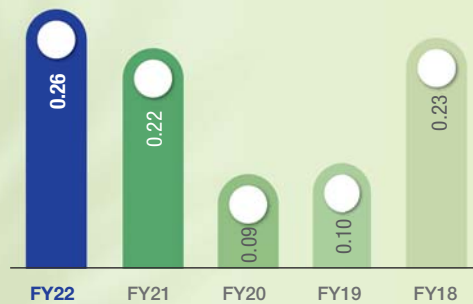
REVENUE
(RM'000)



PROFIT AFTER TAXATION
(RM'000)



EARNING PER SHARE
(sen)



DIRECTOR'S PROFILE

DATO' FOONG CHEE MENG

Independent Non-Executive Chairman

Dato' Foong Chee Meng ("Dato' Foong"), male, aged 56, a Malaysian, is our Independent Non-Executive Chairman. He was appointed to our Board of Directors ("Board") on 1 September 2015. He is also the Chairman of the Nomination Committee and a member of the Audit and Risk Management Committee of the Company.

Dato' Foong graduated with a Bachelor of Economics, Bachelor of Laws (Hons) and Master of Laws from the University of Sydney in 1987, 1989 and 1993, respectively. In 1989, he was admitted as a solicitor in the Supreme Court of New South Wales and the Federal Court of Australia. In 1989, Dato' Foong joined Messrs Baker & McKenzie in Sydney, Australia as a solicitor. Subsequently in 1993, he joined Messrs Zaid Ibrahim & Co and became a partner at Messrs Zaid Ibrahim & Co in 1996, where he led the Corporate & Commercial and Foreign Investment practice groups in the law firm. In 2003, he set up Messrs Foong & Partners and currently holds the position of the Managing Partner.

Dato' Foong was previously the Independent Non-Executive Director of Bintai Kinden Corporation Berhad (from 2008 to 2010), a company listed on Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities"). In 2017, Dato' Foong was appointed as the Independent Non-Executive Director of Kumpulan Jetson Berhad and also as Independent Non-Executive Director of RHB Islamic Bank Berhad where he also serves as a member of the Islamic Risk Management Committee. In September 2022, Dato' Foong has been appointed as Director of Pacific & Orient Insurance Co. Berhad.

DATUK IR. LOW AH KEONG

Executive Director

Datuk Ir. Low Ah Keong ("Datuk Ir. Lawrence Low"), male, aged 50, a Malaysian, was appointed to our Board on 23 May 2019 as a Non-Independent Non-Executive Director and subsequently re-designated as Executive Director on 28 August 2019. Within Matang group of companies ("Matang Group" or "Group"), Datuk Ir. Lawrence Low is also a Director of Matang Holdings Berhad ("MHB") and Matang Agriculture and Plantation (Segamat) Sdn Bhd ("MAP") which is formerly known as Matang Realty Sdn Bhd ("MRSB").

Datuk Ir. Lawrence Low graduated in 1997 with a Bachelor Degree in Civil Engineering (Hons) from the University of Technology Malaysia. In 2000, Datuk Ir. Lawrence Low completed and obtained the Master Degree in Business Administration from Charles Sturt University, Australia. He is a certified Professional Engineer on Board of Engineers Malaysia as well as a Corporate Member of Institution of Engineers, Malaysia.

Datuk Ir. Lawrence Low has more than 25 years of experience with wide range of capacity from Design Engineer to Resident Engineer, Project Manager, Head of Project and Property Division, including for KL Sentral Project, petrochemical plant in Pasir Gudang and also Petronas' oil and gas plant located in Paka, Terengganu. Datuk Ir. Lawrence Low has been the Chairman of Port Klang Free Zone Sdn Bhd since May 2020.

DATO' NG KENG HENG

Executive Director

Dato' Ng Keng Heng ("Dato' Ng"), male, aged 54, a Malaysian, is our Executive Director. He was appointed to our Board as Non-Independent Non-Executive Director on 1 September 2015 and was subsequently re-designated as Executive Director on 28 August 2019. Dato' Ng was appointed as the Chairman for the Remuneration Committee on 20 May 2020. Dato' Ng is also a Director of MHB and MAP.

He graduated with a Bachelor Degree in Human Resource Management in 2009 from Open University of Malaysia after pursuing study from 2005. Dato' Ng has gathered significant oil palm plantation experiences with the involvement in daily operations of estates since 2019 as well as through various trainings comprising seminars, workshops and conferences for the oil palm sector.

Dato' Ng has served as local councillor for the Kota Tinggi District Council from 2001 to 2018 where he has extensive experiences on the local government procedures especially in relation to application for land use conversion, permit and license applications and business licence applications from local authorities.

Dato' Ng is also experienced in dealing of vehicle spare parts especially for used vehicle auto parts, a business for which he has been involved for more than 20 years before joining Matang Group. He is currently also an Executive Director of Bumi Kempas Sdn Bhd, a company involved in motor vehicle spare parts trading. Since February 2018, Dato' Ng is the major shareholder of Bumi Kempas Sdn Bhd.

DIRECTOR'S PROFILE

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SOPHIA LIM CHIA HUI

Independent Non-Executive Director

Ms Sophia Lim Chia Hui ("Ms Sophia Lim"), female, aged 41, a Malaysian, is our Independent Non-Executive Director. She was appointed to our Board on 7 June 2022. Ms Sophia Lim is also the Chairperson of the Audit and Risk Management Committee and a member of the Remuneration Committee of the Company with effect from 7 June 2022.

Ms Sophia Lim is a Chartered Accountant with more than 17 years of experiences in Corporate Finance, Financial Reporting and Auditing. She graduated from University Putra Malaysia in year 2005 with Bachelor of Accountancy (Honours) Degree and was admitted as the Chartered Accountant of the Malaysian Institute of Accountants ("MIA") in year 2008. She is also certified as ASEAN Chartered Professional Accountant under ASEAN Chartered Professional Accountants Coordinating Committee ("ACPACC") in year 2019.

Ms Sophia Lim currently holds the position as the Transition Manager since year 2019 in the Finance Shared Services of a multinational corporation ("MNC") incorporated in France and listed on the Paris Stock Exchange. Prior to her current role, she was the Account Manager and Assistant Financial Controller with same company since year 2012.

DATUK TEW BOON CHIN

Independent Non-Executive Director

Datuk Tew Boon Chin ("Datuk Tew"), male, aged 52, a Malaysian, is our Independent Non-Executive Director. He was appointed to our Board on 23 May 2019. He is also a member of the Nomination Committee and the Remuneration Committee of the Company.

Datuk Tew graduated from the New Jersey Institute of Technology in 1993 with a Bachelor of Science majoring in Civil Engineering and later he continued to obtain his Master Degree in Science in Civil Engineering in 1995. Datuk Tew began his career with Bachy Soletanche, a renowned French geotechnical specialist firm which has been involved in various prominent engineering projects including the construction of the foundation for Kuala Lumpur City Centre, or more commonly known as KLCC.

Datuk Tew is currently the Managing Director of Anvil Group, a group of companies focused on property development, construction and plantation with three decades of track records. Anvil Group is also an award-winning property development group of companies which has scored awards that included Property Insight Luxury Award for 2016 and also the Asean Property Award 2019 for their property development projects.

As part of the Anvil Group, Datuk Tew also has experience in oil palm plantation and oil milling businesses where he holds directorship in Lembing Plantation Sdn Bhd and Kilang Sawit Lembing Sdn Bhd in Sungai Lembing, Kuantan besides vast plantation experiences in Johor, Sabah and Sarawak of Malaysia.

DIRECTOR'S PROFILE

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DATUK TEOH SEW HOCK

Non-Independent Non-Executive Director

Datuk Teoh Sew Hock ("Datuk Teoh"), male, aged 53, a Malaysian, is our Non-Independent Non-Executive Director. He was appointed to our Board on 1 September 2015. Datuk Teoh is a member of the Audit and Risk Management Committee of the Company since 26 November 2019. Datuk Teoh is also the Chairman for the Company's Durian Project Committee.

Datuk Teoh attended Campbell University, United States, where he obtained a Bachelor of Science Degree in 1994. He began his career in 1995 as Managing Director of Local Basic Sdn Bhd ("Local Basic"), a family-owned business which is involved in manufacturing, assembly and sale of bicycle components, electrical appliances and components in Gelang Patah, Johor.

Datuk Teoh being the Managing Director of Local Basic has been instrumental in undertaking and managing the Industry Revolution 4.0 exercise and development. He has successfully put in place automations in the manufacturing and assembly process as well as the digitalisation of data and information through the implementation of big data analytics systems for Local Basic, making it at the forefront of automations and digitalisation for increase in both productivity and efficiency. Effective management in Local Basic Sdn Bhd is also enhanced following the digitalisation and automation exercises.

In 2004, Datuk Teoh was appointed as a Non-Executive Director of Success Service & Maintenance Sdn Bhd, a company involved in the servicing and maintenance of motor vehicles. In the same year, he was appointed as an Executive Director of Local Casting Sdn Bhd where he is involved in day-to-day operations of the company. In 2006, he established and was appointed as Director for Success Local Development Sdn Bhd, a property development firm, which invested in land development in Kota Iskandar, Nusajaya, Johor.

In addition, together with his family members, Datuk Teoh also owns and manages durian plantation located in Johor which has been in operation for more than 5 years and has undertaken contract farming for various durian plantations for more than 10 years.

LIM CHIN HOCK

Non-Independent Non-Executive Director

Mr Lim Chin Hock ("Mr Lim"), male, aged 44, a Malaysian, is our Non-Independent Non-Executive Director. He was appointed to our Board on 23 May 2019. Mr Lim is also a member of the Company's Nomination Committee since 7 June 2022.

In the past, Mr. Lim was the founder of CH Automobile Car Dealer in Segamat, Johor. He was also a Director of Mestika Jasa Sdn. Bhd. which specialised in mining sector and a Director cum shareholder of Wawasan Plantation Sdn. Bhd, a company dealing with oil palm plantations.

Mr Lim also held positions as Director cum shareholder of Tai Poh Group Sdn Bhd, a company dealing in the trading of sand and was also a shareholder of Classic Speed Roller Shutter Sdn. Bhd., a company in the manufacturing roller shutter doors, windows and other related products. In addition, Mr Lim also held positions as Directors in Keris Dimensi Sdn Bhd, Ciptaan Berani Sdn Bhd and Kawasan Maju Sdn Bhd, all of which were involved in timber and logging activities.

Mr Lim currently is a Director of Top LPL Resources Sdn. Bhd. and Mayang Simfoni Sdn. Bhd. both which are involved in mining, oil palm plantations, timber and logging activities.

NOTES

- (i) None of Directors has any family relationship with any other director and/or major shareholder of the Company.
- (ii) None of the Directors has any conflict of interest with the Company.
- (iii) None of the Directors has been convicted for any offences (other than traffic offences, if any) within the past five (5) years or imposed with any public sanction or penalty by the relevant regulatory bodies during the financial year ended ("FYE") 30 June 2022.

PROFILE OF KEY SENIOR MANAGEMENT TEAM

DATUK IR LOW AH KEONG*Executive Director*

Please refer to Page 6 of the Annual Report.

DATO' NG KENG HENG*Executive Director*

Please refer to Page 6 of the Annual Report.

MS TAN THENG HWEE*Chief Financial Officer Cum Chief Operating Officer*

Ms Tan Theng Hwee ("Ms Tan"), female, aged 50, Malaysian, was appointed to the position of Chief Financial Officer cum Chief Operating Officer of the Company on 3 February 2020.

Ms Tan graduated with a Bachelor of Accounting (Honours) Degree from the Northern University of Malaysia. She is a Chartered Accountant (C.A.(M)) under MIA and ASEAN Chartered Professional Accountant (ASEAN CPA).

Ms Tan has over 25 years of experiences in auditing, financial management, operational finance, corporate finance, treasury and strategy and business planning. She started her career as an auditor and has subsequently served in a few public listed and private companies prior to joining Matang.

Ms Tan does not hold any directorship in public companies and listed corporations, has no family relationship with any other director and/or major shareholder of the Company, has no conflict of interest with the Company and has not been convicted for any offences (other than traffic offences, if any) within the past five (5) years or imposed with any public sanction or penalty by the relevant regulatory bodies during FYE 30 June 2022.