

Press Release



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LEONG HUP INTERNATIONAL BERHAD REVENUE SOARED TO RM2.4 BILLION

KUALA LUMPUR, 29 August 2023 – Leong Hup International Berhad (“LHI” or the “Group”), one of the largest integrated producers of poultry, eggs and livestock feed in Southeast Asia, announced its unaudited consolidated financial results for the second (2nd) quarter of 2023 (“**Q2FY23**”) today. The Group registered profit after tax and minority interests (“**PATMI**”) of RM65.0 million, an increase of 60.5% from RM40.5 million in the preceding year’s corresponding quarter ended 30 June 2022 (“**Q2FY22**”).

Revenue of livestock and poultry segment and feedmill segment increased by 4.2% and 8.8% respectively as the Group benefited from the reopening of economies across the region. The increase in livestock and poultry segment was due mainly to higher sales volume of broiler chickens and higher selling price of DOC in Indonesia, higher sales volume of dressed chickens in Philippines and higher average selling price of DOC and higher average selling price and sales volume of eggs in Malaysia. Meanwhile the increase in feedmill segment was due primarily to higher average selling price and sales volume in Vietnam and Philippines as well as higher average selling price in Indonesia.

On geographical segmentation review, Indonesia continues to be the largest segment of the Group, contributing RM912.2 million or 37.8% to the Group’s total revenue for Q2FY23. Malaysia was the second highest at RM587.4 million (24.4%). Vietnam contributed RM561.5 million (23.3%) while Singapore and the Philippines contributed RM210.1 million (8.7%) and RM139.4 million (5.8%) respectively.

Executive Director/ Group Chief Executive Officer of LHI, Tan Sri Lau Tuang Nguang shared, “The poultry industry has been experiencing steady growth over the past few years, and we expect this trend to continue in the coming months. However, we must also be aware of the potential risks and challenges that may arise, such as inflation and the rising labour cost, as well as the impact of global trade policies.”

“We anticipate a moderate increase in production cost but the poultry industry has historically been resilient. This is due to the fact that poultry is a relatively affordable source of protein, which makes it a popular choice for consumers even during tough times. While there may be some challenges ahead, I am confident that our company is well-positioned to navigate through them and continue to thrive in the poultry industry.”, Tan Sri Francis Lau added.

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ABOUT LEONG HUP INTERNATIONAL BERHAD

Leong Hup International Berhad (“LHI”) is a Malaysian-incorporated company listed on the Main Market of Bursa Malaysia Securities Berhad and one of the largest fully integrated producers of poultry, eggs and livestock feed in Southeast Asia.

The LHI Group has a strong and growing presence in Malaysia, Singapore, Indonesia, Vietnam and the Philippines – all of which are attractive consumer markets with significant growth potential. Established in Malaysia with a track record of more than 40 years, the Leong Hup brand is well-entrenched in the business of feedmill and pure-play poultry. Under its livestock business, the LHI Group produces day-old-chicks, broiler chickens, table eggs and a range of further processed poultry and food products under a number of well-recognised brands, including “Ayam A1”, “SunnyGold”, “Happy Egg” and “Ciki Wiki”. Completing its “Farm-to-Plate” business model and through the “Baker’s Cottage” outlets, LHI retails quality ready-to-eat poultry meals at outstanding value directly to consumers in Malaysia.

LHI is a constituent of the MSCI Global Small Cap Indexes' MSCI Malaysia Index.

For more information, please visit www.leonghupinternational.com

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