

Press Release



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LEONG HUP INTERNATIONAL BERHAD PROFITS INCREASED BY 48.4% TO RM96.5 MILLION

KUALA LUMPUR, 27 August 2024 – Leong Hup International Berhad (“LHI” or the “Group”), one of the largest fully integrated producers of poultry, egg and livestock feed in Southeast Asia, announced its unaudited consolidated financial results for the second quarter of 2024 (“**Q2FY24**”).

The Group registered revenue of RM2.36 billion, 2.1% lower as compared to RM2.41 billion posted in the preceding year’s corresponding quarter ended 30 June 2023 (“**Q2FY23**”). The profit after tax (“**PAT**”) increased 58.8% from RM90.78 million in Q2FY23 to RM144.15 million in Q2FY24. Meanwhile, the Profit after tax and minority interests (“**PATMI**”) increased 48.4% from RM65.03 million in Q2FY23 to RM96.50 million in Q2FY24.

The revenue of livestock and poultry segment improved by 3.4% to RM1.37 billion, as compared to RM1.32 billion recorded in Q2FY23. Indonesia recorded higher sales volume of broiler DOC, broiler chickens, broiler ducks and increase in average selling price of broiler DOC and broiler chickens; the Philippines revenue increased due mainly to higher sales volume of broiler DOC, parents stock DOC and increase in average selling price of broiler DOC and broiler chickens.

Meanwhile, feedmil segment revenue decreased by 9.5% to RM0.98 billion, down from RM1.09 billion recorded in Q2FY23. The decrease was due mainly to lower average selling price of feedstock in Malaysia, Vietnam and the Philippines, along with decreased sales volume in Malaysia, Vietnam and Indonesia.

On geographical segmentation review, Indonesia was the highest revenue contributor to the Group’s revenue at RM942.71 million (40.1%). Malaysia was the second highest contributing segment of the Group at RM571.62 million (24.3%), Vietnam contributed RM467.18 million (19.9%), Singapore contributed RM204.33 million (8.7%) and the Philippines at RM166.33 million (7.1%).

For the cumulative six-month period ended 30 June 2024 (“**6MFY24**”), the Group reported revenue of RM4.77 billion, an increase of 3.4% from RM4.61 billion recorded in the preceding year’s corresponding six-month period ended 30 June 2023 (“**6MFY23**”). PAT increased 121.9% from RM107.74million for 6MFY23 to RM239.08 million posted in 6MFY24.

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Meanwhile, PATMI was RM153.07 million for 6MFY24, an increase of 75.6% from the RM87.18 million posted in the corresponding period a year ago.

Executive Director / Group Chief Executive Officer of LHI, Tan Sri Lau Tuang Nguang shared, “With lower raw material costs, the Group passed on savings to our customers in the form of lower feed prices which has affected our revenue. Nevertheless, better selling prices of our livestock products coupled with lower finance cost has enabled the Group to register a strong quarter. Looking forward, we expect lower inflation, reduced interest rates, and strong economic growth to boost demand for our products.”

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.

For more information, please visit www.leonghupinternational.com

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