

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the period ended 31 December 2019

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	2 months ended		17 months ended	
	31 December			
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
Revenue	4,433	-	47,305	-
Cost of sales	(2,946)	-	(34,260)	-
<b>Gross profit</b>	<b>1,487</b>	<b>-</b>	<b>13,045</b>	<b>-</b>
Other operating income	(157)	-	738	-
Gain on bargain purchase	2	-	6,169	-
Distribution expenses	(56)	-	(594)	-
Administrative expenses	(1,559)	-	(11,539)	-
Other operating expenses	(50)	-	(609)	-
Loss on disposal of associate	(9)	-	(1,969)	-
<b>(Loss)/profit from operations</b>	<b>(342)</b>	<b>-</b>	<b>5,241</b>	<b>-</b>
Finance costs	(69)	-	(1,006)	-
Interest income	16	-	182	-
<b>Operating (loss)/profit</b>	<b>(395)</b>	<b>-</b>	<b>4,417</b>	<b>-</b>
Share of profit in associates, net of tax	9	-	180	-
<b>(Loss)/profit before taxation</b>	<b>(386)</b>	<b>-</b>	<b>4,597</b>	<b>-</b>
Income tax expense	186	-	(278)	-
<b>Net (loss)/profit for the period</b>	<b>(200)</b>	<b>-</b>	<b>4,319</b>	<b>-</b>
Other comprehensive loss for the period	(38)	-	(32)	-
<b>Total comprehensive (loss)/income for the period</b>	<b>(238)</b>	<b>-</b>	<b>4,287</b>	<b>-</b>
<b>(Loss)/profit attributable to:</b>				
Owners of the company	(200)	-	4,319	-
Non-controlling interests	-	-	-	-
<b>(Loss)/profit for the period</b>	<b>(200)</b>	<b>-</b>	<b>4,319</b>	<b>-</b>

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[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the period ended 31 December 2019

(Cont'd)

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	2 months ended		17 months ended	
	31 December		31 December	
	2019	2018	2019	2018
	RM'000	RM'000	RM'000	RM'000
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the company	(200)	-	4,319	-
Non-controlling interests	-	-	-	-
<b>Total comprehensive (loss)/income for the period</b>	<b>(200)</b>	<b>-</b>	<b>4,319</b>	<b>-</b>
<b>Earnings per share<sup>^</sup></b>				
Basic earnings per ordinary share (sen)	(0.06)	-	1.29	-

Notes:

- i) <sup>^</sup> Please refer to Note 29 for details of the computations.
- ii) The financial year end of the Group has been changed from 31 July to 31 December. As such, there will be no comparative financial information available for the financial period ended 31 December 2019.
- iii) The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial report.

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Financial Position as at 31 December 2019

(The figures have not been audited)

	As at 31.12.2019 RM'000	Audited As at 31.07.2018 RM'000
<b>Assets</b>		
Property, plant and equipment	50,037	32,559
Intangible assets	4,031	79
Prepaid lease payments	2,514	2,975
Investment in associates	-	15,209
Investment properties	1,371	-
Cash and cash equivalents	1,249	2,149
<b>Total non-current assets</b>	<b>59,202</b>	<b>52,971</b>
Inventories	8,237	9,031
Trade and other receivable	5,770	11,972
Current tax recoverable	316	645
Cash and cash equivalents	9,397	3,459
<b>Total current assets</b>	<b>23,720</b>	<b>25,107</b>
Assets classified as held for sale	1,806	-
<b>Total assets</b>	<b>84,728</b>	<b>78,078</b>
<b>Equity</b>		
Share capital	33,374	33,374
Reserves	332	364
Retained earnings	24,331	20,679
<b>Total equity attributable to owners of the Company</b>	<b>58,037</b>	<b>54,417</b>
<b>Liabilities</b>		
Borrowings	15,635	15,356
Finance lease liabilities	548	504
Deferred tax liabilities	2,507	1,371
<b>Total non-current liabilities</b>	<b>18,690</b>	<b>17,231</b>
Trade and other payables	6,159	5,013
Borrowings	1,627	1,218
Finance lease liabilities	206	158
Tax payable	9	41
<b>Total current liabilities</b>	<b>8,001</b>	<b>6,430</b>
<b>Total liabilities</b>	<b>26,691</b>	<b>23,661</b>
<b>Total equity and liabilities</b>	<b>84,728</b>	<b>78,078</b>
<b>Net Tangible Assets (“NTA”) per share attributable to Shareholders of the company (sen)</b>	<b>16.2</b>	<b>16.3</b>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial report.

# GREENYIELD BERHAD

[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Changes in Equity for the period ended 31 December 2019

(The figures have not been audited)

### Attributable to shareholders of the Company

	← Non-distributable →		Distributable	Total equity RM'000
	Share capital RM'000	Translation reserve RM'000	Retained earnings RM'000	
<b>17 months ended 31 December 2019</b>				
Balance as at 1 August 2018	33,374	364	20,679	54,417
Foreign currency translation differences for foreign operations	-	(32)	-	(32)
Profit for the period	-	-	4,319	4,319
Total comprehensive income for the period	-	(32)	4,319	4,287
Dividends to owners of the company			(667)	(667)
At 31 December 2019	33,374	332	24,331	58,037

### 17 months ended 31 December 2018

Balance as at 1 August 2017	-	-	-	-
Foreign currency translation differences for foreign operations	-	-	-	-
Profit for the period	-	-	-	-
Total comprehensive profit for the period	-	-	-	-
Dividends to owners of the company	-	-	-	-
At 31 December 2018	-	-	-	-

#### Notes:

- i) The financial year end of the Group has been changed from 31 July to 31 December. As such, there will be no comparative financial information available for the financial period ended 31 December 2019.
- ii) The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial report.

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Cash Flows for the period ended 31 December 2019

(The figures have not been audited)

	Current period to date 31.12.2019 RM'000	Previous period to date 31.12.2018 RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	4,597	-
Adjustments for:		
Depreciation of property, plant and equipment	2,921	-
Amortisation of prepaid lease payments	19	-
Amortisation of intangible assets	22	-
Amortisation of investment property	87	-
Interest income	(182)	-
Finance costs	1,006	-
Gain disposal of property, plant and equipment	(26)	-
Property, plant and equipment written off	34	-
Share of profit in associate	(180)	-
Loss on disposal of associate	1,969	-
Gain on bargain purchase	(6,169)	-
Write off of advances in associate	245	-
Operating profit before working capital changes	4,343	-
Changes in working capital:		
Inventories	887	-
Trade and other receivables	3,270	-
Trade and other payables	2,054	-
Cash from operations	10,554	-
Tax paid	(922)	-
Tax refunded	832	-
<b>Net cash from operating activities</b>	<b>10,464</b>	<b>-</b>
<b>Cash flows for investing activities</b>		
Acquisition of property, plant and equipment	(11,326)	-
Acquisition of intangible assets	(3,974)	-
Acquisition of subsidiaries	(1,566)	-
Proceeds from disposal of property, plant and equipment	492	-
Proceeds from disposal of associates	11,800	-
Decrease in pledged deposits placed with licensed banks	900	-
Interest received	211	-
<b>Net cash used in investing activities</b>	<b>(3,463)</b>	<b>-</b>

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[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## Condensed Consolidated Statement of Cash Flows for the period ended 31 December 2019

(Cont'd)

(The figures have not been audited)

	Current period to date 31.12.2019 RM'000	Previous period to date 31.12.2018 RM'000
<b>Cash flows for financing activities</b>		
Drawdown of term loans (net)	688	-
Repayment of finance lease liabilities (net)	(458)	-
Interest paid	(1,291)	-
<b>Net cash used in financing activities</b>	<b>(1,061)</b>	<b>-</b>
<b>Net changes in cash and cash equivalents</b>	<b>5,940</b>	<b>-</b>
<b>Effect of exchange rate fluctuation on cash &amp; cash equivalents</b>	<b>(2)</b>	<b>-</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>3,459</b>	<b>-</b>
<b>Cash and cash equivalents at end of the period</b>	<b>9,397</b>	<b>-</b>

	Current period to date 31.12.2019 RM'000	Previous period to date 31.12.2018 RM'000
<b>Cash and cash equivalents comprise of:</b>		
Deposits with licensed banks	3,813	-
Cash and bank balances	6,833	-
	10,646	-
Less: Deposits pledged	(1,249)	-
	<b>9,397</b>	<b>-</b>

Notes:

- i) The financial year end of the Group has been changed from 31 July to 31 December. As such, there will be no comparative financial information available for the period ended 31 December 2019.
- ii) The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2018 and the accompanying explanatory notes attached to the interim financial report.

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Notes to the Condensed Consolidated Interim Financial Statements

### 1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards (“IFRSs”) and the requirements of the Companies Act, 2016 in Malaysia.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 July 2018. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 July 2018.

### 2. Significant accounting policies

The significant accounting policies adopted in preparing these condensed consolidated financial statements are consistent with those in the audited financial statements for the year ended 31 July 2018.

#### **Adoption of new standards/amendments/improvements to MFRSs**

At the beginning of current financial period, the Group and the Company adopted new standards/amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2018.

The initial application of the new standards/amendments/improvements to the standards did not have any material impacts to the financial statements of the Group and of the Company except as mentioned below:-

#### **MFRS 9 Financial instruments**

The Group and the Company have adopted MFRS 9 on 1 August 2018. MFRS 9 introduces new requirements which have resulted in changes in accounting policies for recognition, classification and measurement of financial instruments and impairment of financial assets, while the hedge accounting requirements under this Standard are not relevant to the Group and the Company.

The Group and the Company have applied MFRS 9 using the modified retrospectively method on the initial application date in accordance with the transitional provision and the comparative information was not restated.

#### **Classification and measurement of financial instruments**

##### Financial assets

Under MFRS 9, at initial recognition, financial assets are classified and measured at amortised cost. The classification above depends on the Group’s and the Company’s business model for managing the financial assets and the terms of contractual cash flows.

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[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## 2. Significant accounting policies (Cont'd)

### MFRS 9 Financial instruments (cont'd)

#### Classification and measurement of financial instruments (cont'd)

#### Financial assets (cont'd)

Based on the assessment, the financial assets held by the Group and the Company as at 1 August 2018 are reclassified to the following categories:-

	Measurement category		Group		Company	
			Carrying amount as at 1 August 2018		Carrying amount as at 1 August 2018	
	Original (MFRS 139)	New (MFRS 9)	Original (MFRS 139)	New (MFRS 9)	Original (MFRS 139)	New (MFRS 9)
			RM	RM	RM	RM

#### **Financial assets:-**

Trade and other receivables	LAR*	Amortised cost	11,972,323	11,972,323	9,479,013	9,479,013
Cash and cash equivalents	LAR*	Amortised cost	5,608,089	5,608,089	51,927	51,927

\* LAR - Loans and receivables

- Trade and most of the other receivables, cash and cash equivalents that were previously classified as loans and receivables are now reclassified to amortised cost. The Group and the Company intend to hold the assets to maturity to collect contractual cash flows and these cash flows consist solely of payments of principal and interest on the principal amount outstanding.

#### Financial liabilities

MFRS 9 largely retains the existing requirements in MFRS 139 for the classification of financial liabilities.

However, under MFRS 139 all fair value changes of liabilities designated as fair value through profit or loss ("FVTPL") are recognised in profit or loss, whereas under MFRS 9 these fair value changes are generally presented as follows:

- the amount of change in the fair value that is attributable to changes in the credit risk of the liability is presented in other comprehensive income; and
- the remaining amount of change in the fair value is presented in profit or loss.



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[Company No. 200201014553(582216-T)]

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## 2. Significant accounting policies (Cont'd)

### MFRS 9 Financial instruments(cont'd)

#### Classification and measurement of financial instruments (cont'd)

##### Financial liabilities (cont'd)

The Group's and the Company's assessment did not identify any requirements to reclassify financial liabilities at 1 August 2018 and it has not designated any financial liabilities at FVTPL and it has no intention to do so.

#### Impairment of financial assets

- MFRS 9 introduces an expected credit loss ("ECL") model on impairment that replaces the incurred loss impairment model used in MFRS 139. The ECL model is forward-looking and eliminates the need for a trigger event to have occurred before credit losses are recognised.

There is no impairment of financial assets upon adopting MFRS 9 as at 1 August 2018.

### MFRS 15 revenue from contracts with customers

#### Revenue from contracts with customers

MFRS 15 establishes a comprehensive framework for determining how and when revenue is recognised. Under MFRS 15, revenue is recognised when control of the goods or services transfers to the customer at an amount that reflects the consideration to which the Group and the Company expect to be entitled in exchange for those goods and services.

The Group manufactures and sells various types of agricultural and horticultural products and services based on agro-technology. The Group sells to customers solely based on purchase orders.

Revenue is recognised for these arrangements over time or at a point in time depending on the Group's evaluation of when the customer obtains control of the promised products or services. The Group has reviewed its performance obligations, customer contracts and evaluated the impact of MFRS 15 based on the amount and timing of revenue recognition.

All revenue is recognised at a point in time, which is typically on delivery. An asset is transferred when (or as) the customer obtains control of the asset. All the contracts are completed at the adoption date. The revenue is recognised net of any related rebates, discounts and tax.

In conclusion, the adoption of MFRS 15 has no significant impact on the substance of the principles applied by the Group and the Company to the amount and timing of revenue recognition. The revenue recognition principles and delivery terms applied by the Group and the Company remain generally unaltered. No adjustment to the opening balance of retained earnings has been made as there are no changes in timing of the revenue recognition.

# GREENYIELD BERHAD

[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## 2. Significant accounting policies (Cont'd)

### Standards issued but not yet effective

The following accounting standards, amendments and interpretations have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group:

#### *MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2019*

- MFRS 16, Leases
- Amendments to MFRS 9, Prepayments Features with Negative Compensation
- Amendments to MFRS 128, Long-Term Interests in Associates and Joint Ventures
- MFRS 119, Plan Amendment, curtailment or settlement
- IC Interpretation 23 - Uncertainty Over Income Tax Treatments
- MFRS 128, Long-Term Interests in Associates and Joint Ventures
- Annual improvements to MFRS Standards 2015-2017 cycle

#### *MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2020*

- Amendments to MFRS 3, Business Combination
- Amendments to MFRS 101, Presentation of Financial Statements
- Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to reference to the Conceptual Framework on MFRS Standards (MFRS 2, 3, 6, 14, 101, 108, 134, 137, 138 and IC interpretations 12, 19, 20, 22 and 132)

#### *MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2021*

- MFRS 17, Insurance Contracts

#### *MFRS and amendments effective for a date yet to be confirmed*

- Amendments to MFRS 10 and MFRS 128 – Consolidated Financial Statement and Investments in Associates and Joint Venture : Sale or contribution of assets between an Investor and Its Associates or Joint Venture

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 2. Significant accounting policies (Cont'd)

#### Standards issued but not yet effective (cont'd)

##### **MFRS 16, *Leases***

- MFRS 16 replaces MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under MFRS 117. The standard includes two recognition exemptions for lessees – leases of ‘low-value’ assets (e.g., personal computers) and short-term leases (i.e., leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right-of-use asset). Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset.
- Lessees will be also required to remeasure the lease liability upon the occurrence of certain events (e.g., a change in the lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments). The lessee will generally recognise the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset.
- Lessor accounting under MFRS 16 is substantially unchanged from today’s accounting under MFRS 117. Lessors will continue to classify all leases using the same classification principle as in MFRS 117 and distinguish between two types of leases: operating and finance leases.
- MFRS 16 also requires lessees and lessors to make more extensive disclosures than under MFRS 117.
- This standard will come into effect on or after 1 January 2019 with early adoption permitted. The adoption of MFRS 16 will result in a change in accounting policy.

#### **Transition to MFRS 16**

The Group plans to adopt MFRS 16 prospectively, with an initial date of 1 January 2020. The Group has performed a preliminary impact assessment of MFRS 16 during the financial period.

Based on the Group’s and the Company’s assessment, there is no significant impact on the adoption of MFRS 16.

The Group will elect to use the exemptions proposed by the standard on lease contracts for which the lease terms end within 12 months as of the date of initial application.

# **GREENYIELD BERHAD**

[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## **Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)**

### **3. Estimates**

There were no material changes to financial estimates made in respect of the current financial period that have been previously announced or disclosed.

### **4. Operational seasons and cycles**

The plantation industry is subject to seasonal and cyclical factors such as weather and commodity prices.

### **5. Unusual items affecting the assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter.

### **6. Achievement of financial estimates or forecasts**

There have been no financial estimates or forecasts previously announced or disclosed in a public document in respect of the current financial quarter.

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

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in the Company during the quarter under review.

### **8. Dividends paid**

No dividend has been paid during the current financial quarter.

# GREENYIELD BERHAD

[Company No. 200201014553(582216-T)]

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## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 9. Operation segments

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different technology and managing strategy. For each of the strategic business units, the Group's Managing Director reviews internal management reports on at least a quarterly basis. The following summary describes the operation in each Group's reportable segments.

Plantation products Development, manufacturing and marketing of agricultural products and services based on agro-technology.

Non-plantation products Manufacturing and marketing of plastic-related products.

There are varying levels of integration between reportable segments, namely the plantation products and non-plantation products. This integration includes marketing activities and transfer of raw materials.

Performance is measured on segment revenue that is reviewed by the Group's Managing Director who is the Group's chief operating decision maker. Segment revenue is used to measure performance as management believes that such information is the most relevant in evaluating the results of the segments.

<i>RM('000)</i> <i>For the seventeen</i> <i>months</i> <i>ended 31 December</i>	<b>Plantation</b>		<b>Non-Plantation</b>		<b>Eliminations</b>		<b>Consolidated</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
<i><b>Business segments</b></i>								
Revenue from external customers	19,619	-	27,686	-	-	-	47,305	-
Inter-segment revenue	3,567	-	1,177	-	(4,744)	-	-	-
Total segment revenue	23,186	-	28,863	-	(4,744)	-	47,305	-
Segment results*							13,045	-
Depreciation and amortisation							(3,049)	-
Unallocated income							865	-
Unallocated expenses							(5,620)	-
Operating profit							5,241	-
Finance costs							(1,006)	-
Interest income							182	-
Share of profit in associates							180	-
Tax expenses							(278)	-
<b>Profit for the period</b>							<b>4,319</b>	<b>-</b>

Note: Due to the change in the financial year end, no comparable figures are presented.

# GREENYIELD BERHAD

[Company No. 200201014553 (582216-T)]

(Incorporated in Malaysia)

## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 10. (Loss)/profit for the period

(Loss)/profit for the period is arrived at after charging:

	Individual Quarter 2 months ended 31 December		Cumulative Quarter 17 months ended 31 December	
	2019	2018	2019	2018
Amortisation of intangible assets	3	-	22	-
Amortisation of prepaid lease payment	2	-	19	-
Depreciation of property, plant and equipment	336	-	2,921	-
Finance cost	69	-	1,006	-
Net realised foreign exchange loss	100	-	416	-
Net unrealised foreign exchange loss	50	-	207	-
	<u>50</u>	<u>-</u>	<u>207</u>	<u>-</u>
and after crediting:				
Interest income	16	-	182	-
Net realised foreign exchange gain	6	-	967	-
Net unrealised foreign exchange gain	(26)	-	20	-
	<u>(26)</u>	<u>-</u>	<u>20</u>	<u>-</u>

### 11. Property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the previous annual report.

### 12. Subsequent events

There were no material events subsequent to the period ended of this current quarter that have not been reflected in the financial statements for the current quarter.

### 13. Changes in composition of the Group

There were no changes in the composition of the Group for the current quarter.

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[Company No. 200201014553(582216-T)]

(Incorporated in Malaysia)

## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 14. Changes in contingent assets and contingent liabilities

There were no material contingent liabilities or contingent assets as at the date of this report.

### 15. Related party transactions

There were no material related party transactions for the current quarter.

### 16. Capital commitments

	As at 31.12.2019 RM'000	As at 31.12.2018 RM'000
<b>Contracted but not provided for</b>		
- property, plant and equipment	<u>2,100</u>	<u>894</u>

### 17. Review of Group performance (17 months ended 31 December 2019 versus the same period in 2018)

Due to the change in financial year, the Group has provided the analysis on performance for reference purpose.

For the 17 months ended 31 December 2019, the Group's revenue was RM47.3 million compared to RM58.3 million during the same period in 2018. The decrease of 18.9% was a result of lower sales from plantation and non-plantation products. However, the Group recorded profit before taxation of RM4.6 million compared to profit before taxation of RM2.1 million in the financial period ended 31 December 2018 mainly due to bargain purchase of RM6.2 million arising from the acquisition of SND Teguh Enterprise Sdn Bhd and Pullah PC Daud Sdn Bhd partially offset by loss on disposal of associate amounting to RM2.0 million.

### 18. Variation of results against immediate preceding quarter (Quarter ended 31 December 2019 versus 31 October 2019)

Due to the change in financial year, the Group has provided the analysis on performance for reference purpose.

The Group recorded a loss before taxation of RM0.4 million in the quarter ended 31 December 2019 as compared to loss before taxation of RM0.2 million in quarter ended 31 October 2019. This was mainly due to lower sales for current quarter compared to immediate preceding quarter. Sales remain to be mainly export led.

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[Company No. 200201014553 (582216-T)]

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## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 19. Future prospects

The performance for plantation and non-plantation segments continue to be influenced by commodity prices and varied consumer sentiments across many geographical regions. In mitigating this, the Group is focusing on product diversification and market penetration strategies.

### 20. Variance of actual profit from profit forecast

The Group has not announced or disclosed any profit forecast in public documents.

### 21. Tax expense

The taxation figures are as follows:

	Individual Quarter 2 months ended 31 December		Cumulative Quarter 17 months ended 31 December	
	2019	2018	2019	2018
Current tax expense				
Inside Malaysia				
- current financial year	(196)	-	424	-
Outside Malaysia				
- prior financial year	-	-	-	-
Deferred tax expense	10	-	(146)	-
	<u>(186)</u>	<u>-</u>	<u>278</u>	<u>-</u>

The effective tax rate of the Group is lower than the statutory rate mainly due to certain income being non-taxable for tax purpose.

### 22. Unquoted investments and properties

There was no purchase or sale of unquoted investments and/or properties for the current quarter.

### 23. Quoted investments

There was no purchase or disposal of quoted securities for the current quarter.



# GREENYIELD BERHAD

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## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 24. Status of corporate proposals announced but not completed

On 26 September 2019, Givnflow Co. Ltd, a wholly-owned subsidiary of Gim Triple Seven Sdn Bhd, which in turn is a wholly-owned subsidiary of Greenyield Berhad entered into a Memorandum of Understanding with SNP Co. Ltd to dispose of the assets attached to the land and transfer the land use right to SNP Co. Ltd, for a total cash consideration of VND 30.082.000.000 (equivalent to approximately RM5,422,300) plus 10% value added tax.

### 25. Borrowing and debt securities

	As at 31.12.2019 RM'000	As at 31.07.2018 RM'000
<b>Current</b>		
Finance lease liabilities	206	158
Term loans (secured)	1,627	1,218
	<u>1,833</u>	<u>1,376</u>
<b>Non-current</b>		
Finance lease liabilities	548	504
Term loans (secured)	15,635	15,356
	<u>16,183</u>	<u>15,860</u>
	<u>18,016</u>	<u>17,236</u>

All of the Group's borrowings are denominated in Ringgit Malaysia.

### 26. Off balance sheet financial instruments

As at 27 February 2020, the Group does not have any off balance sheet financial instruments.

### 27. Material litigation

There was no material litigation which would materially and adversely affect the financial position of the Group for the current quarter under review.

### 28. Dividend

The Board of Directors has on 18 December 2019 approved and declared an interim dividend of 0.20 sen per ordinary share amounting to RM667,480 for the period ended 31 December 2019 paid on 17 January 2020.

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## Notes to the Condensed Consolidated Interim Financial Statements (Cont'd)

### 29. Earnings per ordinary share

#### (a) *Basic earnings per ordinary share*

The calculation of the basic earnings per share for the current period is based on the net profit attributable to shareholders divided by the number of weighted average number of ordinary shares.

	Individual Quarter		Cumulative Quarter	
	2 months ended		17 months ended	
	31 December		31 December	
	2019	2018	2019	2018
(Loss)/Profit after taxation (RM'000)	(200)	-	4,319	-
Number of ordinary shares in issue ('000)	333,740	-	333,740	-
Basic earnings per share (sen)	(0.06)	-	1.29	-

#### (b) *Diluted earnings per share*

There are no diluted earnings per share during the current and previous financial year as the Group do not have any convertible financial instruments.

### 30. Status of utilisation of proceeds

Not applicable as the Group does not have any corporate proposal to raise funds for the period under review.

### 31. Auditors' report on preceding annual financial statements

The auditors have expressed an unqualified opinion on the Group's statutory financial statements for the year ended 31 July 2018 in their report dated 8 November 2018.

### 32. Authorisation for issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors on 27 February 2020.