

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Notes	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTERS</u>	
		Current Quarter Ended	Preceding Corresponding Quarter Ended	Current Year to Date Ended	Preceding Year To Date Ended
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
		RM'000	RM'000	RM'000	RM'000
Revenue		13,010	12,240	26,050	23,867
Cost of sales		(9,255)	(8,410)	(18,469)	(16,578)
Gross profit		3,755	3,830	7,581	7,289
Other income		190	476	402	897
Administrative expenses		(1,129)	(1,710)	(2,723)	(3,123)
Other operating expenses		(976)	(685)	(1,470)	(1,498)
Finance costs		(165)	(168)	(319)	(299)
Profit before taxation		1,675	1,743	3,471	3,266
Taxation		(400)	(440)	(858)	(785)
Profit after taxation/total comprehensive income for the financial period		1,275	1,303	2,613	2,481
Attributable to:					
- Owners of the Company		1,222	1,304	2,446	2,421
- Non-controlling interests		53	(1)	167	60
		1,275	1,303	2,613	2,481
Attributable to equity holders of the Company:					
- Basic earnings per share (sen)	B11	0.43	0.49	0.91	0.93
- Diluted earnings per share (sen)	B11	0.43	0.49	0.91	0.93

Note:

- (1) The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Notes	UNAUDITED AS AT 31.12.2020 RM'000	AUDITED AS AT 30.06.2020 RM'000
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		24,486	22,281
Investment properties		9,753	4,247
Right of use assets <sup>2</sup>		14,202	14,646
		<u>48,441</u>	<u>41,174</u>
<b>CURRENT ASSETS</b>			
Contract costs		4,505	2,792
Trade receivables and contract assets		21,649	18,278
Other receivables, deposits and prepayments		652	632
Current tax assets		4,330	3,836
Short-term investments		20,616	27,867
Cash and bank balances		15,452	12,687
		<u>67,204</u>	<u>66,092</u>
<b>TOTAL ASSETS</b>		<u>115,645</u>	<u>107,266</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		63,464	56,588
Merger deficit		(16,052)	(16,052)
Retained profits		40,771	38,325
Equity attributable to owners of the Company		<u>88,183</u>	<u>78,861</u>
Non-controlling interests		351	184
<b>TOTAL EQUITY</b>		<u>88,534</u>	<u>79,045</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	B9	19,022	19,455
Deferred tax liabilities		173	173
		<u>19,195</u>	<u>19,628</u>

**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))**

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)**

	<b>UNAUDITED AS AT 31.12.2020 RM'000</b>	<b>AUDITED AS AT 30.6.2020 RM'000</b>
	<b>Notes</b>	
<b>CURRENT LIABILITIES</b>		
Trade payables and contract liabilities	2,914	3,517
Other payables, deposits and accruals	3,545	3,969
Borrowings	B9 1,457	1,107
	<u>7,916</u>	<u>8,593</u>
<b>TOTAL LIABILITIES</b>	27,111	28,221
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>115,645</u>	<u>107,266</u>
Net asset per share (RM) <sup>3</sup>	<u>0.31</u>	<u>0.30</u>

Notes:

- (1) The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the FYE 30 June 2020 and accompanying explanatory notes attached to the interim financial statements.
- (2) Arising from the adoption of MFRS 16 Leases.
- (3) Based on the Company's issued share capital of 286,436,750 ordinary shares for financial period ended 31 December 2020 and 264,367,550 ordinary shares for financial year ended 30 June 2020.

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**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))**

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<b>Non-Distributable</b>		<b>Distributable</b>		<b>Non-Controlling Interests</b>	<b>Total</b>
	<b>Share Capital</b>	<b>Merger Deficit</b>	<b>Retained Profits</b>	<b>Attributable to Owners of the Company</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Balance at 1.7.2019</b>	55,219	(16,052)	35,400	74,567	(102)	74,465
Total comprehensive income for the financial year	-	-	2,421	2,421	60	2,481
<u>Transactions with owners:</u>						
Issuance of ordinary shares	1,369	-	-	1,369	-	1,369
<b>Balance at 31.12.2019</b>	<b>56,588</b>	<b>(16,052)</b>	<b>37,821</b>	<b>78,357</b>	<b>(42)</b>	<b>78,315</b>
<b>Balance at 1.7.2020</b>	56,588	(16,052)	38,325	78,861	184	79,045
Total comprehensive income for the financial year	-	-	2,446	2,446	167	2,613
<u>Transactions with owners:</u>						
Issuance of ordinary shares	6,876	-	-	6,876	-	6,876
<b>Balance at 31.12.2020</b>	<b>63,464</b>	<b>(16,052)</b>	<b>40,771</b>	<b>88,183</b>	<b>351</b>	<b>88,534</b>

Note:

- (1) The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

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**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))****INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Current Year To Date Ended 31.12.2020 RM'000</b>	<b>Preceding Year To Date Ended 31.12.2019 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	3,471	3,266
Adjustments for:		
Allowance for impairment losses on trade and other receivables	202	794
Depreciation of property, plant and equipment	442	519
Depreciation of investment properties	112	48
Depreciation of right of use assets	444	136
Interest expenses	319	299
Gain on disposal of property, plant and equipment	-	*
Interest income	(249)	(565)
Reversal of impairment losses on trade receivables	(117)	(281)
Unrealised loss/(gain) on foreign exchange	168	(4)
Operating profit before working capital changes	<u>4,792</u>	<u>4,212</u>
Changes in working capital:		
Receivables	(5,188)	(478)
Payables	<u>(984)</u>	<u>(1,346)</u>
<b>CASH (FOR)/FROM OPERATIONS</b>	<u>(1,380)</u>	<u>2,388</u>
Tax paid	(1,363)	(1,819)
Tax refund	10	220
Interest paid	(62)	(120)
Interest received	<u>249</u>	<u>565</u>
Net cash flows (for)/from operating activities	<u>(2,546)</u>	<u>1,234</u>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(8,299)	(4,422)
Proceeds from disposal of property, plant and equipment	<u>34</u>	<u>*</u>
Net cash flows for investing activities	<u>(8,265)</u>	<u>(4,422)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceed from issuance of shares	6,876	1,369
Repayment of term loans	(147)	(261)
Repayment of lease liabilities	<u>(236)</u>	<u>(247)</u>
Net cash flows from financing activities	<u>6,493</u>	<u>861</u>

**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))**

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

	<b>Current Year To Date Ended 31.12.2020 RM'000</b>	<b>Preceding Year To Date Ended 31.12.2019 RM'000</b>
Net change in cash and cash equivalents	(4,318)	(2,327)
Effects of changes in foreign exchange rate	(168)	4
Cash and cash equivalents at beginning of financial year	<u>40,554</u>	<u>44,418</u>
Cash and cash equivalents at end of financial year	<u><u>36,068</u></u>	<u><u>42,095</u></u>
Cash and cash equivalents consist of:		
Cash and bank balances	15,452	10,658
Short- term investments	<u>20,616</u>	<u>31,437</u>
	<u><u>36,068</u></u>	<u><u>42,095</u></u>

Notes:

- (1) The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

\* Less than one thousand ringgit

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**A Explanatory notes to the Unaudited Interim Financial Report for the quarter ended 31 December 2020**

**A1 Basis of Preparation**

The interim financial statements of the Group are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2020.

**MFRS, amendments and improvements to MFRSs and IC Interpretation**

The Malaysian Accounting Standards Board had issued the following new standard, amendments and improvements to MFRSs and IC interpretation, all of which are effective for the financial period beginning on or after 1 January 2020.

- Amendments to MFRS 3 Definition of a Business
- Amendments to MFRS 3: Reference to the Conceptual Framework
- Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9
- Amendments to MFRS 9, MFRS 139 and MFRS 7 Interest Rate Benchmark Reform
- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 101 and MFRS 108 Definition of Material
- Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
- Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to References to the Conceptual Framework in MFRS Standards

The Group has not applied in advance any new or revised MFRS and IC interpretation which are applicable to the Group but are not yet effective for the Group’s current financial period.

**A2 Auditor’s Report of preceding annual financial statements**

The preceding year’s audited financial statements of the Group did not contain any qualification.

**A3 Comments about Seasonal and Cyclical Factors**

The Group did not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial quarter under review.

**A4 Items of Unusual Nature and Amount**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

**A5 Material Changes in Estimates**

There were no material changes in estimates that may have a material effect in the current financial quarter under review and the financial period to date.

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

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**A Explanatory notes to the Unaudited Interim Financial Report for the quarter ended 31 December 2020 (Cont'd)**

**A6 Debt and Equity Securities**

During the current financial year, the Company increased its issued and paid-up share capital from RM56.5 million to RM63.4 million via the issuance of 12,000,000 new ordinary shares of RM0.287 each and 10,069,200 new ordinary shares of RM0.3334 pursuant to the private placement in Note B8.

There were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities since the last annual reporting date.

**A7 Dividends Paid**

No dividend has been paid in the current financial quarter under review and the previous corresponding period.

**A8 Segmental Reporting**

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely in the provision of support services for satellite, mobile and fibre optic telecommunications networks in Malaysia.

**A9 Valuation of Property, Plant and Equipment**

There was no revaluation of property, plant and equipment in the current financial quarter under review.

**A10 Capital Commitments**

	<b>As at 31.12.2020 RM'000</b>	<b>As at 30.06.2020 RM'000</b>
Approved and contracted for:		
- Property, plant and equipment	1,397	1,649
- Office building	2,287	4,313
Approved and not contracted for:		
- Teleport	414	267
	<u>4,098</u>	<u>6,229</u>

**A11 Material Subsequent Event**

There are no material events subsequent to the end of the current financial quarter under review.

**A12 Changes in Composition of the Group**

There were no changes in the composition of the Group in the current financial quarter under review.

**A13 Contingent Assets or Liabilities**

There were no contingent assets as at the date of this report. Contingent liabilities of the Group as at 31 December 2020 comprises bank guarantees issued to our customers for the purpose of performance bonds amounting to RM728,329.

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**Explanatory notes to the Unaudited Interim Financial Report for the quarter ended 31 December 2020 (Cont'd)**

**B Additional Information Required by the Listing Requirements**

**B1 Comparison with Preceding Year Corresponding Quarter**

	<u>Quarter ended</u>		Variance
	31.12.2020 (2Q 21) RM'000	31.12.2019 (2Q 20) RM'000	
Revenue	13,010	12,240	6.29%
Gross Profit	3,755	3,830	-1.96%
Profit before taxation	1,675	1,743	-3.90%

In 2Q21, the Group's revenue increased by RM0.77 million or 6.29% as compared to the preceding year corresponding quarter. The increase in revenue was mainly attributed to higher revenue on civil infrastructure and fibre optic cabling work.

The Group's gross profit ("GP") slightly decreased by RM0.08 million or 1.96% as compared to the preceding year corresponding quarter. The decrease in the Group's GP was due to renewed a lower margin satellite VSAT O&M contract.

The Group's profit before taxation ("PBT") decreased by RM0.07 million or 3.90% as compared to the preceding year corresponding quarter, mainly due to lower interest income of RM0.15 million.

**B2 Comparison with Preceding Year Corresponding Period**

	<u>Cumulative 6 months Period ended</u>		
	31.12.2020 (2Q 21) RM'000	31.12.2019 (2Q 20) RM'000	Variance %
Revenue	26,050	23,867	9.15%
Gross Profit	7,581	7,289	4.01%
Profit before taxation	3,471	3,266	6.28%

The Group's revenue of RM26.05 million for the current 6 months financial period increased by 9.15% as compared to preceding year corresponding period of RM23.87 million. The increase in revenue was mainly attributed to higher revenue on civil infrastructure and fibre optic cabling work.

The Group's GP increased by RM0.29 million or 4.01% as compared to the preceding year corresponding period. The increase in the Group's GP was due to higher margin from civil infrastructure and fibre optic cabling work.

The Group's PBT increased by RM0.21 million as compared to the preceding year corresponding period. This was mainly due to no directors' bonus given during current financial period.

**B Additional Information required by the Listing Requirements (Cont'd)****B3 Comparison with Immediate Preceding Quarter Results**

	<b>Quarter ended</b>		<b>Variance</b>
	<b>31.12.2020</b>	<b>30.09.2020</b>	
	<b>(2Q 21)</b>	<b>(1Q 21)</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	13,010	13,040	-0.23%
Gross Profit	3,755	3,827	-1.88%
Profit before taxation	1,675	1,797	-6.79%

In 2Q21, the Group's revenue slightly decreased by RM0.03 million or 0.23% as compared to the immediate preceding quarter. The decrease in revenue was mainly due to secured lower satellite VSAT O&M project pricing.

The Group's GP decreased by RM0.07 million as compared to the immediate preceding quarter. This was mainly due to the decrease in revenue as explained above.

The Group's PBT decreased by RM0.12 million or 6.79% as compared to the immediate preceding quarter, mainly due to impairment loss on trade receivables of RM0.20 million.

**B4 Commentary on Prospects**

As a result of the Covid-19 pandemic, the Malaysian government announced the Movement Control Order ("MCO") on 16 March 2020. The MCO took effect from 18 March 2020 and has been extended several times, with the recovery MCO phase ending on 31 December 2020. As a result, this has affected the Group as its ongoing network installation and commissioning projects were temporarily interrupted. In addition, some of the government agencies were not fully operating and affected the progress of the project.

On 29 April 2020, the Ministry of International Trade and Industry allowed certain economic sectors to operate with full capacity workforce during their normal operating hours without restrictions. Our Group commenced full operations on 4 May 2020.

The Group will continue to explore new sources of revenue and business opportunities. The Group has completed one of the 2 satellite teleport C-band gateway in the first half of 2020. The aforementioned satellite commenced operations in July 2020 and contributed to the revenue of the Group. The Group expects to complete the installation of a Ka-band gateway and another C-band gateway in early 2021. The delay is due to the extension of the conditional MCO ("CMCO") by the Malaysian government.

Further, the Group will continue to benefit from the announcement made under the Malaysian National Fiberisation and Connectivity Plan outlined in Budget 2020 ("NFCP"), where the NFCP aims to achieve a coverage of 98% connectivity nationwide and our Group has participated in delivery of various NFCP projects.

Premised on the above, the Board will remain cautiously optimistic and take a prudent approach in managing the operations of the Group.

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**B Additional Information Required by the Listing Requirements (Cont'd)**

**B5 Profit Forecast**

The Company did not issue any profit forecast or guarantee during the current financial quarter under review.

**B6 Taxation**

	<b>Current Quarter Ended</b>	<b>Preceding Year Corresponding Quarter Ended</b>	<b>Current Year To Date Ended</b>	<b>Preceding Year To Date Ended</b>
	<b>31.12.2020</b>	<b>31.12.2019</b>	<b>31.12.2020</b>	<b>31.12.2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia income tax:				
- Current tax	400	440	858	785
	<u>400</u>	<u>440</u>	<u>858</u>	<u>785</u>
Effective tax rate <sup>(1)</sup>	23.88%	25.24%	24.72%	24.04%

Note:

- (1) The Group's effective tax rate of 23.88% for the current quarter which is approximately the same as the statutory tax rate of 24%.

**B7 Status of Corporate Proposals**

There is no outstanding corporate proposals which have been announced but are pending completion as at the date of this report.

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**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**B Additional Information required by the Listing Requirements (Cont'd)**

**B8 Utilisation of Proceeds**

**(i) Public Issue**

As at 18 May 2020, the gross proceeds from the Company's initial public offering amounting to RM39.55 million has been utilised in the following manner:

<b>Details of use of proceeds</b>		<b>Estimated Timeframe for Utilisation<sup>(1)</sup></b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Percentage Utilised %</b>
1	Setting up a teleport	Within 24 months	14,360	14,360	100.00%
2	Enhancing operations and maintenance services capability	Within 36 months	4,900	1,505	30.71%
3	Enhancing fiber optic network installation and commissioning services capability	Within 36 months	4,800	58	1.21%
4	Regional business expansion in ASEAN countries	Within 36 months	1,500	8	0.53%
5	Working capital	Within 30 months	10,790	10,790	100.00%
6	Estimated listing expenses	Within 3 months	3,200	3,200	100.00%
			<b>39,550</b>	<b>29,921</b>	<b>75.65%</b>

Note:

- (1) From the date of listing of the Company on the ACE Market of Bursa Securities on 8 January 2018. The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 13 December 2017 and the company's announcement dated 28 February 2020.

**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))**

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**B Additional Information required by the Listing Requirements (Cont'd)**

As announced on 15 June 2020, items 2, 3 and 4 of the above utilisation of proceeds will be varied. Post variation, the status of utilisation as at 31 December 2020 is as follows:

<b>Details of use of proceeds</b>		<b>Estimated Timeframe for Utilisation<sup>(1)</sup></b>	<b>Initial Utilisation</b>	<b>Actual Utilisation as at 18 May 2020</b>	<b>Balance unutilised as at 18 May 2020</b>	<b>Varied Amount</b>	<b>Total amount after Variation</b>	<b>Actual utilisation</b>	<b>Balance unutilised as 31 December 2020</b>
			<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
2	Enhancing operations and maintenance services capability	Within 18 months <sup>(1)</sup>	4,900	1,505	3,395	-	3,395	1,116	2,279
3	Enhancing fiber optic network installation and commissioning services capability	Within 18 months <sup>(1)</sup>	4,800	58	4,742	1,492	6,234	6,081	153
4	Regional business expansion in ASEAN countries	Within 18 months <sup>(1)</sup>	1,500	8	1,492	(1,492)	-	-	-
			<b>11,200</b>	<b>1,571</b>	<b>9,629</b>	<b>-</b>	<b>9,629</b>	<b>7,197</b>	<b>2,432</b>

Note:

(1) From the date of announcement of variation as at 15 June 2020.

**B Additional Information required by the Listing Requirements (Cont'd)**

**(ii) Private Placement**

On 7 April 2020, Company had announced to undertake a private placement of up to 26,034,700 new ordinary shares representing up to 10% of the total number of issued shares of the Company to third party investor(s).

Bursa Securities had on 10 April 2020 approved the listing and quotation of up to 26,034,700 Placement Shares to be issued pursuant to the Private Placement.

On 17 September 2020, Company had submitted an application to seek Bursa Securities' approval for an extension of time of 6 months from 10 October 2020 up to 9 April 2021 for the Company to implement and complete the Private Placement.

Bursa Securities had on 7 October 2020 approved the extension of time of 6 months from 10 October 2020 up to 9 April 2021 for the Company to complete the Private Placement.

The Company had on 18 November 2020 issued the first tranche of 12,000,000 Placement Shares with the issue price of RM0.287 per Placement Share.

The Private Placement was completed following the issuance of the second tranche of 10,069,200 Placement Share at an issue price of RM 0.3334 per Placement Share.

The gross proceeds of RM6.80 million from the Company's Private Placement has been utilised in the following manner:

<b>Details of use of proceeds</b>	<b>Estimated Timeframe for Utilisation</b>	<b>Proceed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Balance unutilised as 31 December 2020 RM'000</b>
i. Installation of new data centre at the Group's satellite teleport facility	Within 24 months	4,000	2,681	1,319
ii. Working capital	Within 24 months	2,704	2,704	-
iii. Estimated expenses for the Proposed Private Placement	Immediate	97	97	-
		6,801	5,482	1,319

**B Additional Information required by the Listing Requirements (Cont'd)**

**B9 Group Borrowings**

	As at 31.12.2020 RM'000	As at 30.06.2020 RM'000
<b>Non-current:</b>		
Hire purchase payables (secured)	626	1,270
Term loans (secured)	5,745	5,981
Lease liabilities (secured)	12,651	12,204
	<u>19,022</u>	<u>19,455</u>
<b>Current:</b>		
Hire purchase payables (secured)	403	404
Term loans (secured)	602	470
Lease liabilities (secured)	452	233
	<u>1,457</u>	<u>1,107</u>

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

**B10 Material Litigation**

As at the date of this report, the Group is not engaged in any material litigation threatened against the Group.

**B11 Earnings per Share**

The basic and diluted earnings per share for the current quarter and financial year-to-date are computed as follows:

	Current Quarter Ended 31.12.2020 RM'000	Preceding Year Corresponding Quarter Ended 31.12.2019 RM'000	Current Year To Date Ended 31.12.2020 RM'000	Preceding Year To Date Ended 31.12.2019 RM'000
Profit after taxation attributable to owners of the Company (RM)	1,222	1,304	2,446	2,421
Weighted average number of shares	286,437	264,368	269,372	260,243
Basic earnings per share (sen) <sup>(1)</sup>	0.43	0.49	0.91	0.93
Diluted earnings per share (sen) <sup>(2)</sup>	0.43	0.49	0.91	0.93

Notes:

- (1) The basic earnings per share is calculated by dividing the profit after taxation attributable to owners of the Company by the weighted average number of ordinary shares for the period under review.
- (2) Diluted earnings per share is equivalent to the basic earnings per share as the Group does not have convertible securities as at 31 December 2020.

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**B Additional Information required by the Listing Requirements (Cont'd)**

**B12 Derivatives**

The Group did not enter into any derivatives contracts during the current quarter under review.

**B13 Disclosure of gain/losses arising from fair value changes of financial liabilities**

The Group did not have any financial liabilities measured at fair value through profit and loss for the current quarter under review.

**B14 Notes to the Statement of Profit or Loss and Other Comprehensive Income**

Profit before taxation is arrived at after charging/(crediting):

	<b>Current Quarter Ended</b>	<b>Preceding Year Corresponding Quarter Ended</b>	<b>Current Year To Date Ended</b>	<b>Preceding Year To Date Ended</b>
	<b>31.12.2020</b>	<b>31.12.2019</b>	<b>31.12.2020</b>	<b>31.12.2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Allowance for impairment losses on trade and other receivables	202	310	202	794
Depreciation of property, plant and equipment	226	273	442	519
Depreciation of investment properties	56	24	112	48
Depreciation of right of use assets	222	78	444	136
Interest expenses	165	168	319	299
Realised loss on foreign exchange	10	17	30	20
Rental income	-	(21)	-	(39)
Reversal of impairment losses on trade receivables	(73)	(186)	(117)	(281)
Interest income	(112)	(267)	(249)	(565)
Gain on disposal of property, plant and equipment	-	*	-	*
Unrealised loss/(gain) on foreign exchange	91	5	168	(4)
Other income <sup>(1)</sup>	(5)	(8)	(36)	(8)

**Notes:**

(1) Other income includes, amongst others, compensation from the Group's customer and processing fees.

Same as disclosed above and in the Condensed Consolidated Statement of Profit or Loss, other disclosure items pursuant to Note 16 of Appendix 9B Part A of the Listing Requirements are not applicable to the Group.



**BINASAT COMMUNICATIONS BERHAD (Registration No. 201701008491 (1222656-D))**

**INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

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**BY ORDER OF THE BOARD**

**TAI YIT CHAN (MAICSA 7009143)  
TAN AI NING (MAICSA 7015852)  
COMPANY SECRETARIES**

**KUALA LUMPUR  
26 FEBRUARY 2021**