

# PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

## INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2021

(The figures are unaudited)

### CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

	QUARTER ENDED		CUMULATIVE 6 MONTHS	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Revenue	1,581	645	1,772	2,469
Cost of services	(514)	(373)	(556)	(991)
Gross profit	1,067	272	1,216	1,478
Other operating income	1,753	21	1,763	108
Administrative expenses	(981)	(877)	(1,552)	(1,896)
Finance costs	(205)	(209)	(411)	(420)
Impairment reversal/(losses) on financial assets (Note A4(b))	(61)	1,524	192	1,413
Profit before taxation	1,573	731	1,208	683
Income tax expense	-	-	-	-
Profit after taxation/Total comprehensive income attributable to owners of the Company	1,573	731	1,208	683
Earnings per share attributable to owners of the Company:	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic/Diluted	0.17	0.08	0.13	0.07

The Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA HOLDINGS BERHAD**

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

	31.12.2021 RM'000	30.06.2021 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	15,063	15,429
Right-of-use asset	4,102	4,146
	<u>19,165</u>	<u>19,575</u>
<b>Current Assets</b>		
Inventories	60	50
Trade and other receivables	32,857	32,512
Current tax assets	29	25
Cash and bank balances	325	197
	<u>33,271</u>	<u>32,784</u>
<b>TOTAL ASSETS</b>	<u>52,436</u>	<u>52,359</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Owners Of The Company</b>		
Share capital	92,887	92,887
Accumulated losses	(61,679)	(62,887)
<b>Total Equity</b>	<u>31,208</u>	<u>30,000</u>
<b>Non-Current Liabilities</b>		
Borrowing	13,331	13,331
Deferred tax liability	294	294
	<u>13,625</u>	<u>13,625</u>
<b>Current Liabilities</b>		
Trade and other payables	6,423	7,554
Borrowing	1,180	1,180
	<u>7,603</u>	<u>8,734</u>
<b>Total Liabilities</b>	<u>21,228</u>	<u>22,359</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>52,436</u>	<u>52,359</u>
	<b>RM</b>	<b>RM</b>
Net assets per share attributable to owners of the Company	0.03	0.03

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA HOLDINGS BERHAD**

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021**

	<b>Share Capital RM'000</b>	<b>Accumulated Losses RM'000</b>	<b>Total RM'000</b>
At 1 July 2021	92,887	(62,887)	30,000
Total comprehensive income for the financial period	-	1,208	1,208
At 31 December 2021	<u>92,887</u>	<u>(61,679)</u>	<u>31,208</u>
At 1 July 2020	92,887	(62,539)	30,348
Total comprehensive income for the financial period	-	683	683
At 31 December 2020	<u>92,887</u>	<u>(61,856)</u>	<u>31,031</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA HOLDINGS BERHAD**

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021**

	<b>CUMULATIVE 6 MONTHS</b>	
	<b>31.12.2021</b>	<b>31.12.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating Activities</b>		
Profit before taxation	1,208	683
Depreciation	541	550
Gain on disposal of property, plant and equipment	-	(1)
Interest expense	411	420
Impairment reversal on financial assets	(192)	(1,413)
	1,968	239
Operating profit before working capital changes		
Net change in working capital	(1,917)	518
Net tax paid	(3)	(4)
	48	753
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(131)	(34)
Repayment from/(advance to) an associate	161	(50)
Proceeds from disposal of property, plant and equipment	-	1
	30	(83)
<b>Financing Activities</b>		
Advance from ultimate holding company	200	-
Interest paid	(150)	(220)
Repayment of bank borrowing	-	(221)
	50	(441)
Net cash from/(for) financing activities		
Net increase in cash and cash equivalents	128	229
Cash and cash equivalents at beginning of financial period	197	194
	325	423
Cash and cash equivalents at end of financial period	325	423

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

# PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

## NOTES TO THE INTERIM FINANCIAL REPORT

### A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

#### A1. Basis of Preparation

The condensed consolidated financial statements (Condensed Report) has been prepared in accordance with Malaysian Financial Reporting Standards (MFRS) 134 *Interim Financial Reporting*, paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and the requirements of the Companies Act 2016 in Malaysia. The Condensed Report, other than for financial instruments has been prepared under the historical cost convention. Certain financial instruments are carried at fair value in accordance with MFRS 9 *Financial Instruments*.

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021. The explanatory notes attached to the Condensed Report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

#### A2. Significant Accounting Policies

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 30 June 2021, except for the following:

<u>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</u>	<u>Effective Date</u>
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform - Phase 2	1 January 2021
Amendments to MFRS 16: COVID-19-Related Rent Concessions beyond 30 June 2021	1 April 2021

The adoption of the above accounting standards and/or interpretation (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:

<u>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</u>	<u>Effective Date</u>
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

## PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

### A3. Seasonal or Cyclical Factors

The businesses of the Group comprising principally the Corus Paradise Resort in Port Dickson, Negeri Sembilan are affected by seasonal or cyclical factors.

### A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the financial period ended 31 December 2021 other than the following items:

#### (a) Coronavirus Disease 2019 (COVID-19)

The outbreak of the COVID-19 has brought unprecedented challenges and added economic uncertainties in Malaysia and markets in which the Group operates. While the Group has considered the potential financial impact of the COVID-19 pandemic in the preparation of these financial statements, the full financial impact to the Group remains uncertain. Accordingly, there is a possibility that factors not currently anticipated by management could occur in the future and therefore affect the recognition and measurement of the Group's assets and liabilities at the reporting date.

#### (b) Impairment reversal/(losses) on financial assets

	QUARTER ENDED		CUMULATIVE 6 MONTHS	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Amount owing by an associate	(61)	1,523	192	1,412
Other receivables	-	1	-	1
	<u>(61)</u>	<u>1,524</u>	<u>192</u>	<u>1,413</u>

### A5. Changes in Estimates

There were no changes in estimates of amounts reported in prior financial year, which may have a material effect during the financial period ended 31 December 2021.

### A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances or repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial period ended 31 December 2021.

### A7. Dividend Paid

No dividend was paid during the financial period ended 31 December 2021 (31 December 2020 : Nil).

# PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

## A8. Operating Segments

Cumulative six months ended 31 December 2021

	Hotel RM'000	Investment holding RM'000	Total RM'000	Elimination RM'000	Group RM'000
<b>REVENUE</b>					
External sales	1,772	-	1,772	-	1,772
Inter-segment sales	-	12	12	(12)	-
	<u>1,772</u>	<u>12</u>	<u>1,784</u>	<u>(12)</u>	<u>1,772</u>
<b>RESULTS</b>					
Segment results	1,570	49	1,619	-	1,619
Finance costs	(411)	-	(411)	-	(411)
	<u>1,159</u>	<u>49</u>	<u>1,208</u>	<u>-</u>	<u>1,208</u>
Segment assets	20,198	32,209	52,407	-	52,407
Unallocated assets					29
Total assets					<u>52,436</u>

Cumulative six months ended 31 December 2020

<b>REVENUE</b>					
External sales	2,469	-	2,469	-	2,469
Inter-segment sales	-	12	12	(12)	-
	<u>2,469</u>	<u>12</u>	<u>2,481</u>	<u>(12)</u>	<u>2,469</u>
<b>RESULTS</b>					
Segment results	(173)	1,276	1,103	-	1,103
Finance costs	(420)	-	(420)	-	(420)
	<u>(593)</u>	<u>1,276</u>	<u>683</u>	<u>-</u>	<u>683</u>
Segment assets	22,250	30,570	52,820	-	52,820
Unallocated assets					22
Total assets					<u>52,842</u>

## A9. Events Subsequent to the End of the Financial Period

There were no material events subsequent to the financial period ended 31 December 2021 that have not been reflected in the interim financial statements for the said period as at the date of this report.

## A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period ended 31 December 2021.

## A11. Commitments and Contingent Liabilities

### (i) Contingent Liabilities

The Group does not have any material contingent liabilities not provided for as at 31 December 2021.

### (ii) Capital Commitments

The Group does not have any material capital commitments as at 31 December 2021.

## PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

### B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

#### B1. Review of Performance of the Company and its Principal Subsidiaries

	QUARTER ENDED			CUMULATIVE 6 MONTHS		
	31.12.2021	31.12.2020	Changes	31.12.2021	31.12.2020	Changes
	(Q2FY22)	(Q2FY21)		(6MFY22)	(6MFY21)	
	RM'000	RM'000	%	RM'000	RM'000	%
<b>Revenue</b>						
Hotel	1,581	645	145.1	1,772	2,469	(28.2)
<b>Profit/(loss) before tax (PBT/(LBT))</b>						
Hotel	1,715	(687)	349.6	1,159	(593)	295.4
Investment holding	(142)	1,418	(110.0)	49	1,276	(96.2)
	<u>1,573</u>	<u>731</u>	<u>115.2</u>	<u>1,208</u>	<u>683</u>	<u>76.9</u>

With interstate travel being allowed by the authorities from 11 October 2021, the Group's Corus Paradise Resort Port Dickson saw a sharp pick up in its occupancy rate of 37.6% in Q2FY22 compared to 16.6% in Q2FY21. As a result, the revenue for Q2FY22 increased by 145.1% to RM1.6 million from RM0.6 million in Q2FY21. The PBT increased by RM0.8 million from RM0.7 million in Q2FY21 to RM1.5 million in the current quarter mainly due to the higher revenue.

However, the Group's revenue for 6MFY22 was 28.2% behind the same period last year as the revenue of RM1.8 million for the current financial period represented four months' operations up to December 2021 after the relaxation of travel restrictions from 28 August 2021 (interdistrict) and 11 October 2021 (interstate). The occupancy rate for our hotel was 21.9% for 6MFY22, compared to 33.3% in 6MFY21. Due to a one-off reversal of provision for service charges of RM1.7 million, the PBT increased by RM0.5 million from RM0.7 million in 6MFY21 to RM1.2 million in 6MFY22.

Pursuant to MFRS 128, our Group does not account for its share of results of our associate Pan Malaysia Capital Berhad as its share of losses has exceeded the Group's interest in this associate. Our Group's unrecognised share of profit for Q2FY22 is RM69,000 and unrecognised share of losses for 6MFY22 is RM15,000.

#### B2. Material Changes in the Quarterly Results Compared with the Results of the Preceding Quarter

	QUARTER ENDED		
	31.12.2021	30.09.2021	Changes
	(Q2FY22)	(Q1FY22)	
	RM'000	RM'000	%
<b>Revenue</b>			
Hotel	1,581	191	727.7
<b>Profit/(loss) before tax (PBT/(LBT))</b>			
Hotel	1,715	(556)	408.5
Investment holding	(142)	191	(174.3)
	<u>1,573</u>	<u>(365)</u>	<u>531.0</u>

The Group reported a higher revenue of RM1.6 million in Q2FY22 compared with RM0.2 million in the preceding quarter as the relaxation of travel restrictions from 28 August 2021 coupled with the festive holidays have contributed positively to our Group's hotel business. The Group reported PBT of RM1.6 million in Q2FY22 compared with an LBT of RM0.4 million in the preceding quarter mainly due to a one-off reversal of provision for service charges and increase in the revenue. The occupancy rate for our hotel improved substantially from 6.1% in the preceding quarter to 37.6% in Q2FY22.



## PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

### B3. Prospects for the Financial Year Ending 30 June 2022

The positive momentum in the hospitality industry has unfortunately been recently disrupted by the increasing number of COVID-19 cases due to the Omicron variant. This has resulted in some cancellation or postponement of bookings. Still, the outlook of the hospitality industry is positive especially if the international borders of Malaysia gradually reopen from March 2022 as proposed by the government. As such, our hotel is expected to report a better performance for the financial year ending 30 June 2022.

### B4. Variance of Actual Profit from Forecast Profit

Not applicable.

### B5. Profit Before Taxation

Included in the profit before taxation are the following:

	QUARTER ENDED			CUMULATIVE 6 MONTHS		
	31.12.2021 RM'000	31.12.2020 RM'000	Changes %	31.12.2021 RM'000	31.12.2020 RM'000	Changes %
Depreciation	(271)	(275)	1.5	(541)	(550)	1.6
Interest expense	(205)	(209)	1.9	(411)	(420)	2.1

### B6. Trade Receivables

(a) The Group's normal trade credit terms is 30 days.

(b) The ageing analysis of trade receivables of the Group is as follows:

	31.12.2021 RM'000	30.06.2021 RM'000	Changes %
Not past due	207	11	1781.8
Past due			
1 to 30 days	15	-	100.0
More than 90 days	44	3	1366.7
	<u>266</u>	<u>14</u>	<u>1800.0</u>

### B7. Status of Corporate Proposals

There were no corporate proposals announced that are not completed as at the date of this report.

### B8. Group Borrowing

	31.12.2021			30.06.2021		
	Non-current RM'000	Current RM'000	Total Borrowing RM'000	Non-current RM'000	Current RM'000	Total Borrowing RM'000
Secured term loan	13,331	1,180	14,511	13,331	1,180	14,511

There was no bank borrowing denominated in foreign currency as at the end of the financial period.

### B9. Derivative Financial Instruments

There were no derivative financial instruments as at 31 December 2021.

## PAN MALAYSIA HOLDINGS BERHAD

Registration No : 198301000236 (95469-W)

(Incorporated in Malaysia)

### B10. Fair Values Changes of Financial Liabilities

There were no financial liabilities measured at fair value through profit or loss as at 31 December 2021.

### B11. Material Litigation

There was no material litigation not provided for as at the date of this report.

### B12. Dividend

No dividend was declared by the Board for the financial period ended 31 December 2021 (31 December 2020: Nil).

### B13. Earnings Per Share

	QUARTER ENDED		CUMULATIVE 6 MONTHS	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Weighted average number of ordinary shares in issue ('000)	928,867	928,867	928,867	928,867
Profit attributable to owners of the Company (RM'000)	1,573	731	1,208	683
Basic/diluted earnings per share attributable to owners of the Company (sen)	0.17	0.08	0.13	0.07

The Company has not issued any potentially dilutive ordinary shares and hence, the diluted earnings per share is equal to the basic earnings per share.

### B14. Audit Report of Preceding Annual Financial Statements

The auditors' report on the audited financial statements for the financial year ended 30 June 2021 was unmodified.

**BY ORDER OF THE BOARD  
PAN MALAYSIA HOLDINGS BERHAD**

**Lee Chik Siong  
Wong Shuk Fuen  
Joint Company Secretaries**

**Date: 21 February 2022**