

# LANDMARKS

LANDMARKS BERHAD (Registration No. 198901007900 (185202-H))

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2021

	30-June-2021 RM' 000 (Unaudited)	31-December-2020 RM' 000 (Audited)
<b>ASSETS</b>		
Property, plant and equipment	1,352,425	1,436,321
Intangible asset	6,027	-
Investment property	23,512	23,512
Right-of-use assets	11,570	18,839
Inventories	651,759	651,759
Investments in joint venture	39,619	40,214
Other investments	2,085	2,085
<b>Total Non-Current Assets</b>	<b>2,086,997</b>	<b>2,172,730</b>
Inventories	57,252	57,114
Receivables, deposits and prepayments	153,320	11,297
Current tax assets	29	298
Other investment	2,712	28
Cash and cash equivalents	17,131	54,751
<b>Total Current Assets</b>	<b>230,444</b>	<b>123,488</b>
<b>TOTAL ASSETS</b>	<b>2,317,441</b>	<b>2,296,218</b>
<b>EQUITY</b>		
Share capital	775,920	746,384
Reserves	(2,523)	(4,301)
Retained earnings	1,115,873	1,119,551
<b>Total equity attributable to owners of the Company</b>	<b>1,889,270</b>	<b>1,861,634</b>
<b>Non-controlling Interests</b>	<b>713</b>	<b>713</b>
<b>Total Equity</b>	<b>1,889,983</b>	<b>1,862,347</b>
<b>LIABILITIES</b>		
Loans and borrowings	110,500	116,250
Lease liabilities	2,848	8,531
Deferred tax liabilities	251,491	255,951
Derivative financial liabilities	2,000	2,000
Retirement benefits	308	3,340
<b>Total Non-Current Liabilities</b>	<b>367,147</b>	<b>386,072</b>
Loans and borrowings	15,335	9,526
Payables and accruals	27,294	33,415
Lease liabilities	641	3,069
Current tax liabilities	17,041	1,789
<b>Total Current Liabilities</b>	<b>60,311</b>	<b>47,799</b>
<b>Total Liabilities</b>	<b>427,458</b>	<b>433,871</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>2,317,441</b>	<b>2,296,218</b>
<b>Net Assets Per Share (RM)</b>	<b>2.82</b>	<b>3.20</b>

The unaudited condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

# LANDMARKS

LANDMARKS BERHAD (Registration No. 198901007900 (185202-H))

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021**

	INDIVIDUAL PERIOD 3 months ended 30 June		CUMULATIVE PERIOD 6 months ended 30 June	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Revenue	<u>774</u>	<u>109</u>	<u>2,726</u>	<u>25,896</u>
<b>(Loss)/Profit from operations</b>	<b>(10,859)</b>	<b>(18,706)</b>	<b>5,528</b>	<b>(28,597)</b>
Finance cost	<b>(1,455)</b>	<b>(1,821)</b>	<b>(2,975)</b>	<b>(3,526)</b>
Finance income	<b>19</b>	<b>29</b>	<b>48</b>	<b>103</b>
<b>Operating (loss)/profit</b>	<b>(12,295)</b>	<b>(20,498)</b>	<b>2,601</b>	<b>(32,020)</b>
Share of net loss of joint venture, net of tax	(621)	-	(1,223)	-
<b>(Loss)/(Profit) before taxation</b>	<b>(12,916)</b>	<b>(20,498)</b>	<b>1,378</b>	<b>(32,020)</b>
Income tax income/(expense)	<b>9,001</b>	<b>594</b>	<b>(5,530)</b>	<b>(198)</b>
<b>Loss for the period</b>	<b>(3,915)</b>	<b>(19,904)</b>	<b>(4,152)</b>	<b>(32,218)</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	<u>635</u>	<u>12,836</u>	<u>2,030</u>	<u>1,995</u>
<b>Other comprehensive income for the period, net of tax</b>	<b>635</b>	<b>12,836</b>	<b>2,030</b>	<b>1,995</b>
<b>Total comprehensive expense for the period</b>	<b>(3,280)</b>	<b>(7,068)</b>	<b>(2,122)</b>	<b>(30,223)</b>
<b>Loss attributable to:</b>				
Owners of the Company	<b>(3,915)</b>	<b>(19,904)</b>	<b>(4,152)</b>	<b>(32,218)</b>
Non-controlling interests	-	-	-	-
<b>Loss for the period</b>	<b>(3,915)</b>	<b>(19,904)</b>	<b>(4,152)</b>	<b>(32,218)</b>
<b>Total comprehensive expense attributable to:</b>				
Owners of the Company	<b>(3,280)</b>	<b>(7,068)</b>	<b>(2,122)</b>	<b>(30,223)</b>
Non-controlling interests	-	-	-	-
<b>Total comprehensive expense for the period</b>	<b>(3,280)</b>	<b>(7,068)</b>	<b>(2,122)</b>	<b>(30,223)</b>

**Loss per share attributable to owners  
of the Company (sen)**

Loss for the period				
-Basic	(0.63)	(3.76)	(0.69)	(6.09)
-Diluted	(0.61)	(3.76)	(0.67)	(6.09)

The unaudited condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

# LANDMARKS

LANDMARKS BERHAD (Registration No. 198901007900 (185202-H))

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

<-----Attributable to owners of the Company----->

<----- Non-distributable ----->      *Distributable*

	Share Capital RM'000	Translation Reserve RM'000	Share Option Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
<b>At 1 January 2020</b>	734,812	(7,008)	5,615	1,056,390	1,789,809	713	1,790,522
Foreign currency translation differences for foreign operations	-	1,995	-	-	1,995	-	1,995
Total other comprehensive income for the period	-	1,995	-	-	1,995	-	1,995
Loss for the period	-	-	-	(32,218)	(32,218)	-	(32,218)
<b>Total comprehensive income/(expense) for the period</b>	-	1,995	-	(32,218)	(30,223)	-	(30,223)
Share-based payment transactions	-	-	473	-	473	-	473
Share options forfeited	-	-	(338)	338	-	-	-
<b>Total contribution from owners</b>	-	-	135	338	473	-	473
<b>At 30 June 2020</b>	734,812	(5,013)	5,750	1,024,510	1,760,059	713	1,760,772
<b>At 1 January 2021</b>	<b>746,384</b>	<b>(12,367)</b>	<b>8,066</b>	<b>1,119,551</b>	<b>1,861,634</b>	<b>713</b>	<b>1,862,347</b>
Foreign currency translation differences for foreign operations	-	2,030	-	-	2,030	-	2,030
Total other comprehensive income for the period	-	2,030	-	-	2,030	-	2,030
Loss for the period	-	-	-	(4,152)	(4,152)	-	(4,152)
<b>Total comprehensive income/(expense) for the period</b>	-	2,030	-	(4,152)	(2,122)	-	(2,122)
Issue of shares pursuant to Employees' Share Option Scheme ("ESOS")	694	-	(179)	-	515	-	515
Issue of shares pursuant to acquisition of subsidiaries	28,842	-	-	-	28,842	-	28,842
Share-based payment transactions	-	-	401	-	401	-	401
Share options forfeited	-	-	(474)	474	-	-	-
<b>Total contribution from owners</b>	<b>29,536</b>	-	<b>(252)</b>	<b>474</b>	<b>29,758</b>	-	<b>29,758</b>
<b>At 30 June 2021</b>	<b>775,920</b>	<b>(10,337)</b>	<b>7,814</b>	<b>1,115,873</b>	<b>1,889,270</b>	<b>713</b>	<b>1,889,983</b>

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

# LANDMARKS

LANDMARKS BERHAD (Registration No. 198901007900 (185202-H))

## UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2021

	30-June-2021 RM'000	30-June-2020 RM'000
<b>Cash flows from operating activities</b>		
Profit/(Loss) before taxation	1,378	(32,020)
Adjustments for non-cash flow		
Depreciation of property, plant and equipment	6,463	10,713
Depreciation of right-of-use assets	1,170	1,590
Dividend income from other investments	(33)	(105)
Finance costs	2,975	3,526
Finance income	(48)	(103)
Loss on disposal of property, plant and equipment	1	204
Impairment of property, plant and equipment	1,255	-
Provision for minimum wages	96	623
Loss/(Gain) on redemption of other investments	1	(8)
Fair value loss/(gain) on other investments	3	(1)
Property, plant and equipment written off	105,128	-
Share of net loss of an equity accounted joint venture, net of tax	1,223	-
Equity settled share-based payment transactions	401	473
<b>Operating profit/(loss) before changes in working capital</b>	<b>120,013</b>	<b>(15,108)</b>
Changes in working capital		
Retirement benefits	(3,032)	456
Inventories	1,864	(501)
Trade and other receivables and prepayments	(140,997)	4,438
Trade payables and others payables	(7,595)	(6,334)
Cash used in operations	<b>(29,747)</b>	<b>(17,049)</b>
Income tax paid	(87)	(604)
Income tax refunded	-	430
<b>Net cash used in operating activities</b>	<b>(29,834)</b>	<b>(17,223)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(813)	(3,273)
Proceeds from disposal of property, plant and equipment	1	17
Proceeds from disposal of other investments	2,445	12,950
Acquisition of other investments	(5,133)	(3,305)
Acquisition of subsidiaries	(872)	-
Increase in pledge deposits placed with licensed bank	(29)	-
Interest received	48	103
Dividend received from : - other investments	33	105
<b>Net cash (used in)/generated from investing activities</b>	<b>(4,320)</b>	<b>6,597</b>
<b>Cash flows from financing activities</b>		
Interest paid	(2,671)	(2,039)
Interest paid on lease liabilities	(245)	(416)
Proceeds from issue of new ordinary shares pursuant to ESOS	515	-
Repayment of lease liabilities	(1,094)	(1,311)
Repayment of loans and borrowings	-	1,975
<b>Net cash used in financing activities</b>	<b>(3,495)</b>	<b>(1,791)</b>
Net decrease in cash and cash equivalents	<b>(37,649)</b>	<b>(12,417)</b>
Cash and cash equivalents at 1 January	51,127	24,001
<b>Cash and cash equivalents at 30 June</b>	<b>13,478</b>	<b>11,584</b>
	<b>30-June-2021 RM'000</b>	<b>30-June-2020 RM'000</b>
Cash and bank balances	13,478	11,522
Deposits with licensed banks	3,653	3,581
	17,131	15,103
Less : Pledged deposits	(3,653)	(3,519)
	<b>13,478</b>	<b>11,584</b>

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

## LANDMARKS BERHAD (“LANDMARKS” OR “THE COMPANY”)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

#### PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING

##### **A1. Basis of preparation**

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) 134, *Interim Financial Reporting* issued by Malaysian Accounting Standards Board and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements. This Condensed Report also complies with International Accounting Standards 34: Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2020. The explanatory notes attached to the interim financial report provide an elucidation of the events and transactions that are material to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

##### **A2. Changes in Accounting Policies/Estimates**

The audited financial statements of the Group for the year ended 31 December 2020 were prepared in accordance with MFRS. All significant accounting policies adopted in preparing this interim financial report are consistent with those of the audited financial statements for the year ended 31 December 2020. The Group has adopted the MFRSs, amendments and interpretations effective for annual period beginning on or after 1 January 2021 where applicable to the Group. The initial adoption of these applicable MFRSs, amendments and interpretations do not have any material impact on the financial statements of the Group.

##### **A3. Changes in estimates**

There were no changes in estimates during the quarter under review that had a material effect on the interim financial statements.

**A4. Auditors' Report on the Group's latest Annual Financial Statements**

There were no audit qualifications on the Group's financial statements for the financial year ended 31 December 2020.

**A5. Exceptional items of a non-recurring nature**

There were no exceptional items of a non-recurring nature during the financial period under review.

**A6. Changes in composition of the Group**

There were no changes in the composition of the Group arising from business combination, acquisition or disposal of subsidiary companies and long-term investment, restructuring, or discontinued operations for the current interim period other than as disclosed below:

Tiara Gateway Pte Ltd, a wholly-owned subsidiary of the Company, had on 2 December 2020 entered into a conditional share sale agreement with Mr. Mark Wee Liang Yee, a related party to the Company ("Vendor") under Chapter 10.08 of the Market Listing Requirements of the Bursa Malaysia Securities Berhad, to acquire the followings:

- (i) 1 ordinary share in Solid Ally Investments Limited ("Solid Ally"), representing the entire equity interest in Solid Ally, which in turn holds 99.9% equity interest in PT Buana Wisata ("PTBW"); and
- (ii) 500 ordinary shares in PTBW, representing 0.1% equity interest in PTBW

for a total purchase consideration of SGD9,775,792 (equivalent to approximately RM29,767,287) to be satisfied through the issuance of 84,830,494 new ordinary shares in Landmarks Berhad at an issue price of RM0.34 per share and cash of SGD303,750 (equivalent to approximately RM924,919) ("Acquisition").

The Acquisition has been completed on 30 April 2021, and accordingly Solid Ally and PTBW have become wholly-owned subsidiaries of the Company.

**A7. Dividends paid**

There were no dividends paid during the financial period under review.

**A8. Seasonal or cyclical factors**

The Group's hotel business is generally affected by seasonal or cyclical factors. The high season for Anmon which is located in Bintan generally lies in the second and last quarters of the financial year.

The continued interposition of the COVID-19 pandemic has had a material adverse effect as to generally nullify these factors for the time being for the hotel and hospitality industry worldwide until a medical solution or health and safety measures can be put in place to quell the pandemic and its consequent effects.

**A9. Revenue from contracts with customers**

The disaggregation of the Group's revenue from contracts with customers is as follows:

	<b>6 months ended 30 June</b>	
	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Primary geographical markets</b>		
Malaysia	<b>1,036</b>	18,924
Indonesia	<b>1,657</b>	6,866
	<b><u>2,693</u></b>	<u>25,790</u>
<b>Major service lines</b>		
Room revenue	<b>1,455</b>	16,064
Attraction revenue	<b>452</b>	1,362
Food and beverage revenue	<b>786</b>	8,364
	<b><u>2,693</u></b>	<u>25,790</u>
<b>Timing and recognition</b>		
Over time	<b>1,907</b>	17,426
At a point in time	<b>786</b>	8,364
	<b><u>2,693</u></b>	<u>25,790</u>
Revenue from contracts with customers	<b>2,693</b>	25,790
Other revenue	<b>33</b>	106
<b>Total Revenue</b>	<b><u>2,726</u></b>	<u>25,896</u>

**PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING**

**A10. Operating segments**

The Group's operations comprise the following main business segments:

- a. Hospitality and Wellness                      Provision of hotel management and wellness services
- b. Resort and Destination Development        Development of resorts, properties and attractions

6 months ended 30 June	Hospitality and Wellness		Resort and Destination Development		Others		Consolidated	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Segment revenue	2,241	24,275	452	1,515	33	106	<b>2,726</b>	25,896
Profit/(Loss) from operations	17,645	(11,126)	(8,702)	(13,847)	(3,415)	(3,624)	<b>5,528</b>	(28,597)
Finance costs	(2,733)	(3,114)	(208)	(376)	(34)	(36)	<b>(2,975)</b>	(3,526)
Finance income	31	100	14	1	3	2	<b>48</b>	103
	14,943	(14,140)	(8,896)	(14,222)	(3,446)	(3,658)	<b>2,601</b>	(32,020)
Included in the measure of segments results from operating activities are :								
- Depreciation and amortisation	(1,746)	(7,307)	(5,655)	(4,763)	(232)	(233)	<b>(7,633)</b>	(12,303)
Segment assets	188,375	242,728	2,122,973	2,006,324	6,093	5,927	<b>2,317,441</b>	2,254,979

There have been no changes in the basis of segmentation or in the basis of measurement of segment profit and loss from the last annual financial statements.



**A11. Property, plant and equipment**

There were no amendments to the valuation of property, plant and equipment brought forward.

**A12. Intangible asset**

There was no additional purchase of intangible asset for the financial period ended 30 June 2021 except for the goodwill arising from the acquisition of a parcel of land located at Treasure Bay Bintan, Bintan Island of Indonesia, a related party transaction mentioned under note A6 Changes in composition of the Group.

**A13. Non-current assets and non-current liabilities classified as held for sale**

There were no non-current assets and non-current liabilities classified as held for sale.

**A14. Issuances, repayments of debt and equity securities**

There were no issuance or repayment of debt, share buy back, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period ended 30 June 2021 other than as mentioned below:

- (i) During the quarter under review and financial year-to-date, a total of 2,184,100 and 2,239,100 new ordinary shares respectively, were allotted and issued pursuant to the exercise of the Company's Employees Share Option Scheme.
- (ii) During the quarter under review and financial year-to-date, a total of 84,830,494 new ordinary shares were allotted and issued on 20 May 2021 pursuant to the acquisition of a parcel of land located at Treasure Bay Bintan, Bintan Island of Indonesia, a related party transaction announced previously.

**A15. Events subsequent to the balance sheet date**

There were no material events subsequent to the end of the financial period under review that have not been reflected in the financial statements as at the date of this report.

**PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM  
FINANCIAL REPORTING**

**A16. Contingent liabilities and contingent assets**

As at 30 June 2021, there were no material contingent assets, which upon being enforced might have a material impact on the financial position or business of the Group. As at the date of this report, the Company has contingent liabilities as follows:-

	<b>RM'000</b>
Corporate guarantees granted for banking facilities of a subsidiary (note B9)	<u><b>126,750</b></u>

**A17. Capital and other commitments**

	<b>30 June 2021 RM'000</b>
Authorised but not contracted for	-
Contracted but not provided for	-
<b>Total</b>	<u><b>-</b></u>

**A18. Related party transactions**

There were no other material related party transactions for the financial period under review.

**A19. Financial risk management**

The Group's financial risk management objectives, policies and risk profile are consistent with those disclosed in the consolidated financial statements for the financial year ended 31 December 2020.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES UNDER PART  
A OF APPENDIX 9B**

**B1. Review of performance for Financial Period Ended 30 June 2021 compared with Financial Period Ended 30 June 2020**

The results of the Group are tabulated below:

	INDIVIDUAL PERIOD			CUMULATIVE PERIOD		
	3 months ended			6 months ended		
	30 June			30 June		
	2021	2020	Changes	2021	2020	Changes
	RM'000	RM'000	(%)	RM'000	RM'000	(%)
<b>Revenue</b>	<b>774</b>	<b>109</b>	<b>610</b>	<b>2,726</b>	<b>25,896</b>	<b>-89</b>
<b>Profit/(Loss) from operations</b>	<b>(10,859)</b>	<b>(18,706)</b>	<b>42</b>	<b>5,528</b>	<b>(28,597)</b>	<b>119</b>
Finance costs	(1,455)	(1,821)	-20	(2,975)	(3,526)	16
Finance income	19	29	-34	48	103	-53
<b>Operating profit/(loss)</b>	<b>(12,295)</b>	<b>(20,498)</b>	<b>40</b>	<b>2,601</b>	<b>(32,020)</b>	<b>108</b>
Share of net loss of joint venture	(621)	-	-100	(1,223)	-	-100
<b>Profit/(Loss) before tax</b>	<b>(12,916)</b>	<b>(20,498)</b>	<b>37</b>	<b>1,378</b>	<b>(32,020)</b>	<b>104</b>

(a) Quarter ended 30 June 2021 ("2Q 2021") compared with quarter ended 30 June 2020 ("2Q 2020")

The reduction in Group losses was mainly due to the following:

- (i) The Andaman incurred lower operating losses in 1Q2021 due to closure for hotel rebuilding project after the fire incident which happened on 12 Jan 2021 resulting in a reduction to minimum staff force and lower operating expenses coupled with lower depreciation arising from the write off and impairment of the effected property, plant and equipment; and
- (ii) Treasure Bay Bintan incurred lower operating losses of RM 3.77Million last year as a result of temporary closure of business in Treasure Bay Bintan from April to June 2020 due to Covid-19 pandemic.

(b) Financial period ended 30 June 2021 compared with financial period ended 30 June 2020

The reduction in Group losses was mainly due to the following:

- (i) The Andaman recognized an estimated insurance receivables of RM140.0 million. At the same time affected property, plant and equipment amounting to RM 105.89 million were written off or impaired consequent to the fire incident which happened in January 2021; and
- (ii) Treasure Bay Bintan's incurred lower operating loss after disposal of Natra Bintan in end of Q4 2020.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES UNDER PART  
A OF APPENDIX 9B**

**B2. Comments on performance in the current quarter against preceding quarter**

	<b>2021 2nd Quarter RM'000</b>	<b>2021 1st Quarter RM'000</b>	<b>Changes %</b>
<b>Revenue</b>	<u>774</u>	<u>1,952</u>	<b>-60</b>
<b>Profit from operations</b>	<b>(10,859)</b>	<b>16,387</b>	<b>-166</b>
Finance costs	(1,455)	(1,520)	4
Finance income	<u>19</u>	<u>29</u>	-34
<b>Operating profit/(Loss)</b>	<b>(12,295)</b>	<b>14,896</b>	<b>-183</b>
Share of net loss of joint venture	<u>(621)</u>	<u>(602)</u>	-3
<b>Profit/(Loss) before tax</b>	<b>(12,916)</b>	<b>14,294</b>	<b>-190</b>

The deterioration from profit before tax in the preceding quarter to loss before tax in the current quarter was mainly due to the following:

The Andaman In Q12021 was able to recognize estimated insurance receivables of RM140.0 million. At the same time affected property, plant and equipment written off and impaired amounting to RM 105.89 million as a result of the fire incident which happened in January 2021.

### **B3. Prospects**

The surge in variants of concern in particular, Covid -19 Delta variant around the globe has again impacted the hospitality industry severely especially in the Asia region where vaccination rate remained relatively low, as compared to the western countries. International borders remained closed for leisure travelling and governments are still implementing strict movement control and lockdown of economy activities. Indonesia with 3,892,479 positive cases and 120,013 deaths recorded as at 17 August 2021 (source:<https://www.worldometers.info/coronavirus/>) and with full vaccination of 10.43% of their total population as at 16 August 2021 (source:<https://ourworldindata.org/covid-vaccinations>) has taken stricter control measures and implemented nationwide lockdown since 3rd July 2021. There is deep concern expressed by health authorities that achieving herd immunity has become an illusory goal and a new approach needs to be developed to counter new variants.

Singapore market attributing to almost 75% of revenue of Bintan is seeing COVID-19 cases stabilizing with more than 76% of Singapore population having received 2 dosages of COVID-19 vaccine and a positive rate of less than 50 per day (source: [https://www.moh.gov.sg/news-highlights/details/update-on-local-covid-19-situation-and-vaccination-progress-\(17-august-2021\)](https://www.moh.gov.sg/news-highlights/details/update-on-local-covid-19-situation-and-vaccination-progress-(17-august-2021))). With the introduction of increased self-testing regime, the Singapore government had recently announced the possibility of resuming leisure travel by the end of the year. Representatives from resorts and local authorities in Bintan have in the meantime been in discussions about borders re-opening with Singapore Economic Development Board and Singapore Tourism Board.

Our resorts in Bintan had to be temporarily closed following local government directives. The management has already tightened further the operation cost in Treasure Bay Bintan in view of the worsening Covid pandemic situation. However, the operation teams are ready to reopen the resorts and Treasure Bay Bintan if the lockdown is lifted by the authorities. We foresee the vaccination rate of the Asia countries will improve further with the availability of vaccines to catch up with the western countries. The international borders will then be open for leisure travelling when the vaccination rate reach a certain target set by the governments as hoped to achieve herd immunity.

The claims for the fire losses of The Andaman to the insurance companies are making favourable progress. The Andaman rebuilding program is in progress with the appointment of the world renowned designer Mr. Jean Michel Gathy. We have received an initial disbursement of RM5 million from the insurance company and the management is working towards the 2<sup>nd</sup> disbursement. The design works can now proceed. We aim to start the construction in 1<sup>st</sup> quarter 2022. The rebuilding and restoration process will take approximately 24 to 30 months.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES UNDER PART  
A OF APPENDIX 9B**

The Company is still exploring and evaluating on the options available to regularize the company's affected listed issuer status.

The Group continues to carry out its cost control and rationalization programs and to concentrate on its business plans of build operate and sell. Further steps are also being taken to improve as well as contain costs and to manage the Group's cashflow.

**B4. Profit forecast**

Not applicable as no profit forecast was announced or disclosed

**B5. Profit before tax**

	<b>Current Year Quarter 30 June 2021 RM'000</b>	<b>Current Year To-date 30 June 2021 RM'000</b>
Profit before tax is arrived at after charging/(crediting):-		
Gross dividend income from short term Investments	(32)	(48)
Depreciation and amortization	2,459	7,633
Gain on foreign exchange	(121)	(56)
Reversal of impairment loss on trade receivables	(24)	(41)
Property, plant and equipment written off	216	105,125
Impairment property, plant and equipment	-	1,255
Other income- estimated insurance claims receivable	-	(140,000)
Inventories written down	-	-
Gain on disposal of quoted/unquoted investments or properties	-	-
Fair value gain on derivative instruments	-	-

**B6. Income tax expense**

	Current period 3 months ended 30 June		Cumulative period 6 months ended 30 June	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Current taxation				
Income tax charge				
- Malaysia	600	(951)	15,600	25
- Overseas	3	82	11	82
Deferred Taxation	(9,604)	275	(10,081)	91
	(9,001)	(594)	5,530	198

The effective tax rate of the Group was higher than the statutory tax rate for the current quarter and financial year-to-date due to the fact that losses incurred by certain subsidiaries could not be set off against the taxable profit of a wholly owned subsidiary.

**B7. Status of corporate proposals announced but not completed**

There were no corporate proposal announced but not completed at the date of this quarterly report.

**B8. Changes in material litigation**

There were no material litigation pending at the date of this report.

**B9. Loans and borrowings**

The Group's borrowings are all secured as follows:

	As at 30 June 2021 RM'000	As at 30 June 2020 RM'000
<b>Short term borrowings - Secured</b>		
Term loans	15,335	6,822
	15,335	6,822
<b>Long term borrowings - Secured</b>		
Term loans	110,500	116,640
	110,500	116,640
<b>Total borrowings</b>	<b>125,835</b>	<b>123,462</b>

The term loan of RM126.75 million for subsidiary was secured by a corporate guarantee from Landmarks Berhad.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES UNDER PART A OF APPENDIX 9B**

**B10. Derivative financial instruments**

There are no derivative financial instruments as at the date of this quarterly report except as disclosed below.

Type of Derivatives	Contract/Notional Value as at the date of the Statement of Financial Position (RM'000)	Fair Value as at the date of the Statement of Financial Position (RM'000)
Put Option - Profit Guarantee Contract		
- Less than 1 year	-	-
- 1 year to 3 years	2,751	2,000
- More than 3 years	-	-

**B11. Fair value changes of financial liabilities**

The Group does not have any material financial liabilities that are measured at fair value through profit and loss as at the date of this quarterly report.

**B12. Dividends**

The Board of Directors does not recommend the payment of any dividend for the financial period ended 30 June 2021.



**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES UNDER PART A OF APPENDIX 9B**

**B13. Basic loss per ordinary share**

- a) Basic loss per ordinary share was calculated by dividing the loss attributable to ordinary shareholders of the Company by the weighted average number of issued and paid-up ordinary shares during the financial period.

	Individual period		Cumulative period	
	3 months ended		6 months ended	
	30 June		30 June	
	2021	2020	2021	2020
<b>Basic loss per share</b>				
Loss attributable to equity owners of the Company (RM'000)	<b>(3,915)</b>	(19,904)	<b>(4,152)</b>	(32,218)
Weighted average number of ordinary shares ('000)	<b>622,747</b>	528,891	<b>602,380</b>	528,891
Basic loss per share attributable to equity owners of the Company (sen)	<b>(0.63)</b>	(3.76)	<b>(0.69)</b>	(6.09)

**B13. Basic loss per ordinary share (continued)**

b) Diluted loss per share was calculated by dividing the loss attributable to ordinary shareholders of the Company by the weighted average number of shares in issue during the financial period, adjusted to assume the conversion of all dilutive potential ordinary shares from share options granted to directors and employees under the Employees' Share Option Scheme.

	Individual period 3 months ended 30 June		Cumulative period 6 months ended 30 June	
	2021	2020	2021	2020
<b>Diluted loss per share</b>				
Loss attributable to equity owners of the Company (RM'000)	<b>(3,915)</b>	(19,904)	<b>(4,152)</b>	(32,218)
Weighted average number of ordinary shares ('000)	<b>622,747</b>	528,891	<b>602,380</b>	528,891
Adjustment for dilutive effect of ESOS	<b>16,916</b>	-	<b>16,453</b>	-
Adjusted weighted average number of ordinary shares ('000)	<b>639,663</b>	528,891	<b>618,833</b>	528,891
Diluted loss per share attributable to equity owners of the Company (sen)	<b>(0.61)</b>	(3.76)	<b>(0.67)</b>	(6.09)

**By Order of the Board**

**TAN AI NING  
TAI YIT CHAN  
Company Secretaries**

**Kuala Lumpur  
18<sup>th</sup> August 2021  
[www.landmarks.com.my](http://www.landmarks.com.my)**