

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022 - UNAUDITED

	30.09.2022	30.09.2021
	RM	RM
ASSETS		
Property, Plant and Equipment	217,444,010	220,452,123
Investment Properties	8,385,000	8,035,000
Land and Deferred Development Expenditure	2,461,647	2,437,319
Investments	186,000	186,000
Total non-current assets	<u>228,476,657</u>	<u>231,110,442</u>
Inventories	244,180	672,046
Biological Assets	121,833	534,506
Trade and Other Receivables	1,183,564	1,803,777
Income Tax Asset	435,135	341,799
Short Term Investment	60,511,589	65,589,688
Deposits With Licensed Banks	955,784	4,432,501
Cash and Bank Balances	5,937,931	4,356,455
Total current assets	<u>69,390,016</u>	<u>77,730,772</u>
Total Assets	<u><u>297,866,673</u></u>	<u><u>308,841,214</u></u>
EQUITY		
Share Capital	134,496,726	134,496,726
Reserves	131,808,807	142,703,312
Total Equity	<u>266,305,533</u>	<u>277,200,038</u>
LIABILITIES		
Other Provisions	296,171	1,038,763
Deferred Tax Liabilities	28,276,000	28,743,000
Total non-current liabilities	<u>28,572,171</u>	<u>29,781,763</u>
Trade and Other Payables	988,969	1,859,413
Hire Purchase Liabilities	-	-
Borrowing	2,000,000	-
Total current liabilities	<u>2,988,969</u>	<u>1,859,413</u>
Total liabilities	<u>31,561,140</u>	<u>31,641,176</u>
Total equity and liabilities	<u><u>297,866,673</u></u>	<u><u>308,841,214</u></u>

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statement for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED

	Three months ended		Period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	2,574,189	3,508,722	10,516,389	10,761,568
Cost of sales	(2,863,000)	(1,992,201)	(7,867,878)	(7,200,952)
Gross Profit / (Loss)	(288,811)	1,516,521	2,648,511	3,560,616
Other Loss	(541,923)	(100,645)	(2,465,456)	(659,962)
Administrative & other expenses	(2,116,343)	(1,913,548)	(5,414,804)	(5,508,395)
Results from operating activities	(2,947,077)	(497,672)	(5,231,749)	(2,607,741)
Interest income	19,328	-	67,096	-
Finance costs	(8,652)	(18,472)	(8,652)	(48,694)
Operating Loss	(2,936,401)	(516,144)	(5,173,305)	(2,656,435)
Taxation	-	-	(49,260)	-
Loss for the period	(2,936,401)	(516,144)	(5,222,565)	(2,656,435)
Loss attributable to owners of the parents for the period	(2,936,401)	(516,144)	(5,222,565)	(2,656,435)
Basic loss per share	(0.73 sen)	(0.13 sen)	(1.29 sen)	(0.66 sen)
Other comprehensive income,				
Revaluation gains on land and buildings net of tax	-	-	-	-
Total comprehensive loss for the period	(2,936,401)	(516,144)	(5,222,565)	(2,656,435)
Total comprehensive loss attributable to owners of the parent	(2,936,401)	(516,144)	(5,222,565)	(2,656,435)

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statement for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED**

GROUP	Attributable to Equity Holders of the Company				Total Equity
	<----- Non-distributable ----->	<- Distributable ->			
	Share Capital	Revaluation Reserve	Retained Profit	Reserve	
	RM	RM	RM	RM	RM
At 1 January 2022	134,496,726	9,154,884	133,928,842	143,083,726	277,580,452
Total comprehensive income/(loss)	-	-	(5,222,565)	(5,222,565)	(5,222,565)
Final single tier dividend - 2021	-	-	(6,052,354)	(6,052,354)	(6,052,354)
At 30 September 2022	134,496,726	9,154,884	122,653,923	131,808,807	266,305,533
At 1 January 2021	134,496,726	9,261,521	141,478,095	150,739,616	285,236,342
Total comprehensive income/(loss)			(2,276,021)	(2,276,021)	(2,276,021)
Depreciation transfer on land	-	(106,637)	106,637	-	-
Final single tier dividend - 2020	-	-	(5,379,869)	(5,379,869)	(5,379,869)
At 31 December 2021	134,496,726	9,154,884	133,928,842	143,083,726	277,580,452

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022 - UNAUDITED**

	Period ended 30 September 2022 RM	Period ended 30 September 2021 RM
Net profit / (loss) before tax and minority interest	(5,173,305)	(2,656,435)
Adjustment for:-		
Non-cash item	2,894,798	3,579,615
Non operating items (which are investing/financing)	2,570,246	777,769
Operating profit / (loss) before changes in working capital	291,739	1,700,949
Changes in working capital		
(Increase)/decrease in current assets	(765,995)	1,250,404
(Increase)/decrease in current liabilities	851,383	(1,254,299)
Cash used in operations	377,127	1,697,054
Payments for tax, retirement benefits, development expenditure and tax refund	(117,597)	(76,248)
Net cash flow used in operating activities	259,530	1,620,806
Cash flow (used in) / from investing activities		
- Other investment	2,061,124	10,832,568
	2,320,654	12,453,374
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	(6,052,354)	(5,379,869)
- Bank borrowing and interests	1,991,348	(62,193)
Net increase/(decrease) in cash and cash equivalents	(1,740,352)	7,011,312
Cash and cash equivalent at beginning of period	8,634,067	1,777,644
Cash and cash equivalent at end of period	6,893,715	8,788,956
Analysis of cash and cash equivalent:-		
Deposits with licensed bank	955,784	4,432,501
Cash and bank balances	5,937,931	4,356,455
	6,893,715	8,788,956

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)

Notes to the interim financial report

1. Basis of preparation

This interim financial report is prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act 2016, using the historical cost convention (unless stated otherwise in the significant accounting policies below).

The interim financial report should be read in conjunction with the most recent audited financial statement for the year ended 31 December 2021. These explanatory notes attached to the interim financial statements 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 December 2021.

The Group will consistently apply the same accounting policies throughout all comparable interim periods presented.

2. Accounting Standards and interpretations

As the date of authorisation of these financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretations have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective and have not yet been adopted by the Group and the Company:

MFRSs and/or IC Interpretations (Including the Consequential Amendments) Effective Date

Amendments to MFRS 101: Presentation of Financial Statements - Classification of Liabilities as Current or Non-Current and Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

The adoption of these MFRSs, Amendments to MFRSs and IC Interpretations are expected to have no significant impact to the financial statements of the Group upon their initial application.

3. Seasonal or cyclical factory

The Group's operations were not affected by any seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no unusual items due to their nature, size or incidence in the quarter under review.

5. Changes in estimates

There were no changes in estimates of amounts reported in prior financial quarter which have a material effect in the current financial quarter.

6. Capital and reserves

There were no changes to the capital and reserves of the Group during the financial quarter,

7. Debt and equity securities

There were no issuance, cancellation, repurchase and resale of equity securities in the financial quarter.

8. Dividend

For the financial year ended 31 December 2021, the Board recommended a payment of final single tier dividend of 1.5 sen per ordinary shares. This final single tier dividend was approved by the shareholders at the Company's 38th Annual General Meeting held on 21 June 2022. The dividend, amounting to RM6.5 million was paid on 12 August 2022.

9. Segment analysis

Segment reporting is presented in respect of the Group's business segment. The activities of the Group are carried out in Malaysia and as such, there was no segmental reporting by geographical location.

<u>Segment</u>	Period ended 30 September 2022		Period ended 30 September 2021	
	Turnover RM	Profit/(Loss) from operations RM	Turnover RM	Profit/(Loss) from operations RM
Property	-	-	-	-
Plantation	10,516,389	2,532,430	10,761,568	3,413,470
Others *	-	(7,705,735)	-	(6,069,905)
Consolidated	10,516,389	(5,173,305)	10,761,568	(2,656,435)

The main activities of the Group are the cultivation of oil palm and investment in short term funds. There were no inter-segment elimination and unallocated operating income or expenses.

Others *, refers to the profit or loss generated in the holding company and its subsidiaries. Loss for the quarter was due to the drop in fair value of the short term investment and also due to the administrative expenditures incurred.

Specific industry information

Oil Palm	4 th Quarter 2021	1 st Quarter 2021	2 nd Quarter 2022	3 rd Quarter 2022
Revenue (RM)	3,629,585	3,696,951	4,245,250	2,574,189
Production cost (RM)	3,022,632	2,446,783	3,119,521	2,863,000
Planted hecterage	993	1,128	1,241	1,241
Fresh Fruit Bunch production (MT)	3,204	2,720	3,158	3,154
FFB yield per hectare (MT)	3.23	2.41	2.54	2.54
Average FFB price (RM) per MT	1,133	1,359	1,345	816
Average Production Cost per Hectare (RM)	3,044	2,169	2,514	2,307

10. Property, plant and equipment

a) Method used

Properties are stated using the revaluation method. Plant and equipment are stated at cost.

b) Acquisitions and disposals

Acquisitions and disposals of items of property, motor vehicle, plant and equipment in the current interim period and preceding corresponding period are as follows:

	Period ended 30 September 2022 RM	Period ended 30 September 2021 RM
Acquisition of :		
Leasehold land	-	4,847,883
Building – at cost	90,835	-
Plant and Machinery – at cost	-	-
Motor Vehicle - at cost	-	-
Earthmoving equipment – at cost	-	-
Office equipment & fittings – at cost	34,241	40,089
Bearer Plant– at cost	880,897	934,360
Land Improvement cost	-	-
Total	1,005,973	5,822,332
Total proceeds from disposal of assets	-	40,700

11. Post balance sheet events

There were no material events after the end of the quarter which had not been reflected in the financial statements for the quarter ended 30 September 2022.

12. Changes in composition of the Group

There was no change to the composition of the Group since the last reporting.

13. Associate

The Company has no associated company.

14. Review of performance

	Three months ended 30 September		Changes (%)	Period ended 30 September		Changes (%)
	2022 RM	2021 RM		2022 RM	2021 RM	
Revenue	2,574,189	3,508,722	-27%	10,516,389	10,761,568	-2%
Cost of sales	(2,863,000)	(1,992,201)	-44%	(7,867,878)	(7,200,952)	-9%
Gross Profit / (Loss)	(288,811)	1,516,521	-119%	2,648,511	3,560,616	-26%
Other Loss	(541,923)	(100,645)	-438%	(2,465,456)	(659,962)	-274%
Administrative & other expenses	(2,116,343)	(1,913,548)	-11%	(5,414,804)	(5,508,395)	2%
Results from operating activities	(2,947,077)	(497,672)	-492%	(5,231,749)	(2,607,741)	-101%
Interest income	19,328	-		67,096	-	
Finance costs	(8,652)	(18,472)	53%	(8,652)	(48,694)	82%
Operating Loss	(2,936,401)	(516,144)	-469%	(5,173,305)	(2,656,435)	-95%
Taxation	-	-		(49,260)	-	
Loss for the period	(2,936,401)	(516,144)	-469%	(5,222,565)	(2,656,435)	-97%

In the quarter ended 30 September 2022, the Group recorded a revenue of **RM2.6 million** and an operating loss of **RM2.9 million** compared with a revenue of **RM3.5 million** and an operating loss of **RM0.5 million** recorded in the previous corresponding quarter.

The lower revenue recorded in the quarter ended 30 September 2022 compared to the previous corresponding quarter was due to lower CPO prices and lower production.

As at 30 September 2022, the Group's short term investment recorded a fair value loss of RM2.6 million.

Variation of results against immediate preceding quarter

	Current Quarter 30 Sept 2022 RM	Immediate Preceding Quarter 31 June 2022 RM	Changes (RM)
Revenue	2,574,189	4,245,249	(1,671,060)
Profit/(Loss) Before Interest and Tax	(2,947,077)	(1,919,669)	(1,027,408)
Operating Profit/(Loss)	(2,936,401)	(1,881,954)	(1,054,447)
Profit / (Loss) After Tax	(2,936,401)	(1,931,214)	(1,005,187)
Profit/(Loss) attributable to Ordinary Equity Holders of the Parent Company	(2,936,401)	(1,931,214)	(1,005,187)

The Group recorded a revenue of **RM2.6 million** and an operating loss of **RM2.9 million** in the quarter under review compared with a revenue of **RM4.2 million** and an operating loss of **RM1.9 million** in the preceding quarter.

Compared with the preceding quarter, the average price of oil palm FFB decreased by **39.33%** from **RM1,345** to **RM816** while production decreased by **0.13%** from **3,158 mt** to **3,154 mt**.

15. Contingent liabilities

The company has undertaken to provide financial support to certain subsidiaries to enable them to continue operation on a going concern basis.

16. Capital commitments

There were no capital commitments during the financial quarter.

17. Material related party transactions

There were no material related party transactions during the financial quarter.

18. Future prospects

At present, the core activity of the Group remains as cultivation of oil palm, which is relatively driven by its price and production volume.

Moving forward, the Group is in the midst of executing the necessary requirements for the development of 50MW Large Scale Solar Photovoltaic Plant, in which the Company's wholly-owned subsidiary GBS Suria Sdn Bhd had signed a Power Purchase Agreement with Tenaga Nasional Berhad in 2021, pursuant to being the successful bidder in the LSS@Mentari exercise initiated by The Energy Commission of Malaysia. This project is expected to contribute positively to the Group's financial position.

Nonetheless, with the strong Balance Sheet and financial position, the Group consistently explores opportunities that would ideally enhance the position of the Group.

19. Profit forecast

The budget and profit forecast for the year was made at the end of the previous financial year and monthly revisions were made.

20. Taxation

	Period ended 30 Sept 2022 RM	Period ended 31 Sept 2021 RM
<u>Current Taxation</u>		
Income tax (Provision)	-	-
Under/(Over)-provision in prior financial year	-	-
<u>Real Property Gain Tax</u>	49,260	-
<u>Deferred taxation</u>		
Origination and reversal of temporary differences	-	-
Under provision in prior financial year	-	-
Tax Expense / (Credit)	49,260	-

21. Unquoted investments and properties

There was no acquisition or disposal of unquoted investments and properties during the financial quarter.

22. Quoted investments

There was no purchase of quoted securities for the quarter under review and financial year to-date.

23. Status of corporate proposals announced

There was no announcement on corporate proposals in the quarter under review.

24. Borrowing and debt securities

The Group has a Short Term Revolving Credit facility (STRC) of RM2 million from Malayan Banking Berhad, secured with a Fixed Deposit of RM500,000 which was utilised in full as at 30 September 2022.

Being the successful bidder for the LSS4 project, GBS Suria Sdn Bhd has obtained a Bank Guarantee facility of RM10 million with Hong Leong Islamic Bank Berhad for a substitute bond in favour of The Energy Commission of Malaysia, secured with a corporate guarantee from Gopeng Berhad.

25. Off-balance sheet financial instruments

There were no financial instruments with off-balance sheet risk as at the date of this announcement.

26. Material litigation

There was no material litigation against the Group.

27. Basic earnings per share

The calculation of basic earnings per share is based on the profit for the period and the number of shares in issue of 403,490,138 shares ranking for dividend during the year.

28. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 24 November 2022.