

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Consolidated Statement Of Comprehensive Income**  
**For the Financial Period Ended 31 December 2019**  
(The figures have not been audited)

		Individual Quarter		Change		Period-to-Date		Change	
		3 months ended	3 months ended	(Unfavourable)/	Favourable	6 months ended	6 months ended	(Unfavourable)/	Favourable
		31.12.19	31.12.18	RM'000	%	31.12.19	31.12.18	RM'000	%
		RM'000	RM'000	RM'000		RM'000	RM'000	RM'000	
<b>Revenue</b>	4	3,054	3,493	(439)	-13	5,628	5,841	(213)	-4
Other income		5	-	5	N.M.	6	1	5	500
Changes in inventories		(236)	(491)	255	52	65	106	(41)	-39
Staff costs		(482)	(369)	(113)	-31	(991)	(963)	(28)	-3
Depreciation		(531)	(114)	(417)	-366	(1,057)	(199)	(858)	-431
Subcontract labour costs, fertilizer and chemical costs		(1,722)	(973)	(749)	-77	(4,488)	(1,516)	(2,972)	-196
Foreign exchange gain		2,911	272	2,639	970	560	507	53	10
Other expenses		(540)	(232)	(308)	-133	(1,642)	(1,614)	(28)	-2
Fair value (loss)/gain on biological assets		(12)	(10)	(2)	-20	5	10	(5)	-50
Fair value gain/(loss) on investments		3,168	(3,505)	6,673	190	2,963	(4,613)	7,576	164
Finance lease expense		(38)	-	(38)	N.M.	(76)	-	(76)	N.M.
<b>Profit/(Loss) from operations</b>	4	<u>5,577</u>	<u>(1,929)</u>	<u>7,506</u>	<u>389</u>	<u>973</u>	<u>(2,440)</u>	<u>3,413</u>	<u>140</u>
Share of profit/(loss) of associates		3,371	(6,779)	10,150	150	1,909	(9,612)	11,521	120
<b>Profit/(Loss) before tax</b>	20	<u>8,948</u>	<u>(8,708)</u>	<u>17,656</u>	<u>203</u>	<u>2,882</u>	<u>(12,052)</u>	<u>14,934</u>	<u>124</u>
Income tax expense	21	(19)	(30)	11	37	(39)	(29)	(10)	-34
<b>Profit/(Loss) after tax</b>		<u>8,929</u>	<u>(8,738)</u>	<u>17,667</u>	<u>202</u>	<u>2,843</u>	<u>(12,081)</u>	<u>14,924</u>	<u>124</u>
<b><u>Other Comprehensive (Loss)/Income</u></b>									
Investments:									
- Fair value loss		(4,007)	(17,693)	13,686	77	(20,440)	(26,333)	5,893	22
Foreign currency translation		(6,345)	(66)	(6,279)	-9514	(3,174)	6,826	(10,000)	-146
Share of other comprehensive income of associates		-	-	-	N.M.	194	-	194	N.M.
<b>Other comprehensive loss for the period , net of tax</b>		<u>(10,352)</u>	<u>(17,759)</u>	<u>7,407</u>	<u>418</u>	<u>(23,420)</u>	<u>(19,507)</u>	<u>(3,913)</u>	<u>-20</u>
<b>Total comprehensive loss for the period</b>		<u>(1,423)</u>	<u>(26,497)</u>	<u>25,074</u>	<u>95</u>	<u>(20,577)</u>	<u>(31,588)</u>	<u>11,011</u>	<u>39</u>
<b>Profit/(Loss) per share attributable to equity holders</b>									
Basic (Sen)	26(a)	13.46	(13.17)			4.29	(18.21)		
Diluted (Sen)	26(b)	13.46	(13.17)			4.29	(18.21)		

\* N.M = Not Meaningful

The consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**

(Incorporated in Malaysia)

**Consolidated Statement of Financial Position  
As at 31 December 2019**

	(Unaudited)	(Audited)
	As at	As at
	<b>31.12.19</b>	<b>30.06.19</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	106,274	106,121
Bearer plants	34,968	35,403
Right-of-use asset	3,160	-
Investment property	36,197	36,577
Investment in associates	78,584	79,095
Investments	203,908	210,820
	<u>463,091</u>	<u>468,016</u>
<b>Current assets</b>		
Inventories	84	18
Biological assets	140	134
Trade and other receivables	2,598	1,720
Prepayments	731	431
Tax recoverable	171	294
Cash and bank balances	126,579	141,176
	<u>130,303</u>	<u>143,773</u>
<b>TOTAL ASSETS</b>	<u>593,394</u>	<u>611,789</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	74,978	74,978
Reserves	500,972	522,875
	<u>575,950</u>	<u>597,853</u>
<b>Non-current liabilities</b>		
Other payables	480	461
Provision for retirement benefits	64	57
Deferred tax liability	10,667	10,667
Lease liabilities	2,881	-
	<u>14,092</u>	<u>11,185</u>
<b>Current liabilities</b>		
Trade and other payables	3,049	2,695
Tax payable	53	56
Lease liabilities	250	-
	<u>3,352</u>	<u>2,751</u>
<b>Total liabilities</b>	<u>17,444</u>	<u>13,936</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>593,394</u>	<u>611,789</u>

The consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**

(Incorporated in Malaysia)

**Consolidated Statement of Changes in Equity  
For the Financial Period Ended 31 December 2019**

(The figures have not been audited)

	← Non-Distributable →				Distributable		
	Share Capital RM'000	Share Premium RM'000	Capital Reserves RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>Balance at 1 July 2019</b>	74,978	-	101,191	141,713	44,930	235,041	597,853
Total comprehensive income/(loss) for the period	-	-	194	(20,440)	(3,174)	2,843	(20,577)
Dividend	-	-	-	-	-	(1,326)	(1,326)
<b>Balance at 31 December 2019</b>	<u>74,978</u>	<u>-</u>	<u>101,385</u>	<u>121,273</u>	<u>41,756</u>	<u>236,558</u>	<u>575,950</u>
<b>Balance at 1 July 2018</b>	66,333	8,645	101,191	153,734	38,422	267,636	635,961
Total comprehensive income/(loss) for the period	-	-	-	(26,333)	6,826	(12,081)	(31,588)
Dividends	-	-	-	-	-	(19,022)	(19,022)
<b>Balance at 31 December 2018</b>	<u>66,333</u>	<u>8,645</u>	<u>101,191</u>	<u>127,401</u>	<u>45,248</u>	<u>236,533</u>	<u>585,351</u>

The consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Consolidated Statement of Cash Flows**  
**For the Financial Period Ended 31 December 2019**  
(The figures have not been audited)

	<b>6 months period</b>	
	<b>31.12.19</b>	<b>31.12.18</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	2,882	(12,052)
Adjustments for:		
Depreciation	1,057	199
Provision for retirement benefit	27	30
Unrealised foreign exchange gain	(567)	(511)
Dividend income	(990)	(2,159)
Interest income	(1,013)	(864)
Fair value gain on biological assets	(5)	(10)
Fair value (gain)/loss on other investments	(2,963)	4,613
Finance lease expenses	76	-
Share of (profit)/loss of associates	(1,909)	9,612
Operating cash flows before working capital changes	<u>(3,405)</u>	<u>(1,142)</u>
Receivables	(1,782)	(2,644)
Prepayments	313	(1,031)
Inventories	(65)	(106)
Payables	(973)	(787)
Cash flows used in operations	<u>(5,912)</u>	<u>(5,710)</u>
Taxes paid	(86)	(80)
Taxes refunded	168	-
Net cash flows used in operating activities	<u>(5,830)</u>	<u>(5,790)</u>
<b>INVESTING ACTIVITIES</b>		
Uplift of/(placement in) fixed deposits	15,187	(8,493)
Dividends received	826	2,979
Interest received	1,301	838
Purchase of investments	(11,065)	-
Addition to bearer plants	(402)	(3,031)
Purchase of property, plant and equipment	(291)	(933)
Cash flows generated from/(used in) investing activities	<u>5,556</u>	<u>(8,640)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(274)	(14,430)
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	865	3,273
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	63,228	75,419
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)</b>	<u><u>63,819</u></u>	<u><u>64,262</u></u>

The consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Part A - Explanatory Notes Pursuant to MFRS 134**

**1. Basis of Preparation**

The interim financial statements of the Group for the financial period ended 31 December 2019 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), including MFRS 16:

The interim financial statements have been prepared on a historical cost basis, except for investment properties, certain investments and biological assets that have been measured at their fair values.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

**2. Significant accounting policies**

**Changes in accounting policies**

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statement for the financial year ended 30 June 2019 except for the adoption of the amended FRSs and annual improvements which are relevant to the Group's operations with effect from 1 July 2019 as set out below:

Amendments to MFRS 9: Prepayment Features with Negative Compensation

MFRS 16: Leases

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

IC Interpretation 23 Uncertainty over Income Tax Treatments

Annual Improvements to MFRS Standards 2015–2017 Cycle: Amendments to MFRS 3, MFRS 11, MFRS 112 and MFRS 123

**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2019 was not qualified.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Part A - Explanatory Notes Pursuant to MFRS 134**

**4. Segmental Information**

	<b>6 months ended</b>	
	<b>31.12.19</b>	<b>31.12.18</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segment Revenue</b>		
Plantation	3,297	2,482
Investment	2,331	3,359
Total	<u>5,628</u>	<u>5,841</u>
<b>Segment results</b>		
Plantation	(2,589)	173
Investment	5,528	(1,056)
	2,939	(883)
Unallocated corporate expenses	<u>(1,966)</u>	<u>(1,557)</u>
Profit/(Loss) from operations	<u>973</u>	<u>(2,440)</u>
<b>Segment assets</b>		
Plantation	164,649	169,503
Investment	<u>428,745</u>	<u>442,286</u>
Total assets	<u>593,394</u>	<u>611,789</u>

**5. Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 December 2019.

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter and period-to-date results.

**7. Comments about Seasonal or Cyclical Factors**

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling price of crude palm oil. The production of fresh fruit bunches is influenced by weather conditions, production cycle and age of oil palms.

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**Part A - Explanatory Notes Pursuant to MFRS 134**

**8. Dividends Paid**

No dividend was paid during the current quarter.

**9. Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities for the financial period ended 31 December 2019.

**10. Changes in Composition of the Group**

There were no changes in the composition of the Group for the financial period ended 31 December 2019.

**11. Capital Commitments**

There are no commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 31 December 2019.

**12. Changes in Contingent Liabilities and Contingent Assets**

There were no contingent liabilities or contingent assets as at 31 December 2019.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**13. Related Party Transactions**

Transactions with related parties are as follows:

	Individual Quarter		Year-To-Date	
	31.12.19 RM'000	31.12.18 RM'000	31.12.19 RM'000	31.12.18 RM'000
Estate agency fee payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	-	32	-	65
Rental expense payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	20	-	20	-
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	212	203	466	457
Administration and support services payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	51	50	101	102
Land lease rental payable to Kuala Pergau Rubber Plantations Plc, a company in which a director, Lee Chung-Shih Justin, has an interest and Balaraman A/L Annamaly is a common director (recurrent)	62	63	125	125

**14. Subsequent Events**

There were no material events subsequent to the end of the current quarter.



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**Part A - Explanatory Notes Pursuant to MFRS 134**

**15. Fair Value Hierarchy**

The Group uses the following hierarchy for determining the fair value of all assets and liabilities carried at fair value:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>31.12.19</b>				
Investment in financial instruments	144,469	32,026	-	176,495
Investment in precious metal - gold bullion	27,411	-	-	27,411
Investment property	-	-	36,197	36,197
Biological assets	-	-	140	140
	<u>171,880</u>	<u>32,026</u>	<u>36,337</u>	<u>240,243</u>
<b>30.06.19</b>				
Investment in financial instruments	166,010	29,423	-	195,433
Investment in precious metal - gold bullion	15,387	-	-	15,387
Investment property	-	-	36,577	36,577
Biological assets	-	-	134	134
	<u>181,397</u>	<u>29,423</u>	<u>36,711</u>	<u>247,531</u>

There have been no transfers between Level 1, Level 2 and Level 3 fair value measurements during the current financial period and the comparative period. There were no changes in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad**

**16. Performance Review**

The Group's revenue of RM3.05 million and RM5.63 million for the current quarter and period-to-date respectively, were lower than the revenue reported for last year's corresponding quarter of RM3.49 million and period-to-date of RM5.84 million. The decreases in revenue for the current quarter and period-to-date were mainly due to the declines in dividend income. However, there were increases in tonnage harvested, average price of fresh fruit bunches ("FFB") and interest income when compared to last year's corresponding quarter and period-to-date.

For the current quarter, the Group reported an after-tax profit of RM8.93 million while last year's corresponding quarter was an after-tax loss of RM8.74 million. The favourable performance was due to :-

- 1) Foreign exchange gain of RM2.91 million for the current quarter was significantly higher than last year's corresponding quarter's gain of RM272,000
- 2) Fair value gain on its through profit or loss investments of RM3.17 million was reported for the current quarter while it was a fair value loss of RM3.51 million reported for last year's corresponding quarter.
- 3) Share of the financial results of the associates was a profit of RM3.37 million for the current quarter while last year's corresponding quarter's was a loss of RM6.78 million.

For the current 6 months to-date, the Group reported an after-tax profit of RM2.84 million as compared to last year's corresponding period-to-date's loss of RM12.08 million. The favourable performance was due to :-

- 1) The valuation on its through profit or loss investments for the current period-to-date was a fair value gain of RM2.96 million which was a positive turnaround from last year's corresponding period-to-date's loss of RM4.61 million.
- 2) Share of the financial results of the associates' for the current period-to-date was a profit of RM1.91 million while last year's corresponding period-to-date's was a loss of RM9.61 million.

However, for the current quarter and current period-to-date, depreciation of RM531,000 and RM1.06 million respectively were higher than last year's corresponding quarter's and period-to-date's of RM114,000 and RM199,000 respectively, due to the amortisation of the Bearer Plants from the Kuala Pergau plantation.

In addition, for the current quarter and current period-to-date, subcontract labour costs, fertilizer and chemical costs of RM 1.72 million and RM4.49 million respectively were higher than last year's corresponding quarter's and period-to-date's of RM973,000 and RM1.52 million respectively, on account of the additional fertilizers used on the newly matured plants.

Finance lease expense of RM38,000 and RM76,000 was incurred in the current quarter and current period-to-date respectively from the Right-of-use asset with effect from 1 July 2019.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
 Bursa Malaysia Securities Berhad**

**16. Performance Review (cont'd)**

For the current quarter, the Group posted a total other comprehensive loss of RM10.35 million which was lower than last year's corresponding quarter's loss of RM17.76 million. This was mainly due to fair value loss of RM4.01 million arising from the revaluation on investments at FVTOCI for the current quarter was lower than last year's corresponding quarter's loss of RM17.69 million. However, foreign currency translation for the current quarter was a loss of RM6.35 million which was higher than last year's corresponding quarter's loss of RM66,000.

For the current 6-month period, the Group posted a total other comprehensive loss of RM23.42 million which was higher than last year's corresponding period-to-date's loss of RM19.51 million. This was mainly due to foreign currency translation for the current period-to-date was a loss of RM3.17 million while it was a gain of RM6.83 million a year ago. However, fair value loss of RM20.44 million arising from the revaluation on investments at FVTOCI for the current period-to-date was lower than last year's corresponding period-to-date's loss of RM26.33 million.

**17. Comment on Material Change in Profit Before Taxation for the Current Quarter as  
 Compared with the Immediate Preceding Quarter**

	<b>Current Quarter 31.12.19 RM'000</b>	<b>Preceding Quarter 30.09.19 RM'000</b>	<b>Favourable/(Unfavourable)</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	3,054	2,574	480	19
Operating Profit/(Loss)	5,577	(4,604)	10,181	221
Share of Profit/(Loss) of associate	3,371	(1,462)	4,833	331
Profit/(Loss) before tax	8,948	(6,066)	15,014	248
Profit/(Loss) after tax	8,929	(6,086)	15,015	247
Profit/(Loss) attributable to the equity holders of the company	8,929	(6,086)	15,015	247

For the current quarter under review, the Group's revenue of RM3.05 million was higher than the immediate preceding quarter's RM2.57 million. This was due to higher crop sales of RM1.92 million for the current quarter when compared to the immediate preceding quarter's RM1.37 million on account of the higher tonnage harvested and higher FFB prices.

However, dividend income and interest income of RM463,000 and RM499,000 respectively were lower than the immediate preceding quarter's of RM527,000 and RM514,000 respectively.

The Group reported a pre-tax profit of RM8.95 million for the current quarter which was a positive turnaround from the immediate preceding quarter's loss of RM6.07 million. This was mainly due to :-

- 1) Revenue achieved for the current quarter was higher than the immediate preceding quarter.
- 2) The foreign exchange difference was a gain of RM2.91 million for the current quarter while it was a loss of RM2.35 million for the immediate preceding quarter.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad**

**17. Comment on Material Change in Profit Before Taxation for the Current Quarter as  
Compared with the Immediate Preceding Quarter (Cont'd)**

- 3) The valuation on its through profit or loss investments for the current quarter was a gain of RM3.17 million while it was a loss of RM205,000 for the immediate preceding quarter.
- 4) Share of associates' financial results was a profit of RM3.37 million for the current quarter which was a positive turnaround from the immediate preceding quarter's loss of RM1.46 million.

**18. Commentary on Prospects**

Although the Group expects FFB production for the current financial year to be higher than the financial year ended 30 June 2019, FFB prices and global demand remain challenging.

Plantation operations may be impacted by adverse weather conditions, supply of labour and pest attacks.

The Group's results are also dependent on dividend income receivable from its investments, market valuation of its publicly listed investments and the effect of currency fluctuations.

The results of the associated companies may be affected by the market valuations of its investments and currency fluctuations.

**19. Profit Forecast or Profit Guarantee**

There is no profit forecast or profit guarantee.

**20. Profit/(Loss) before Tax**

Profit/(Loss) for the period is arrived after charging/(crediting):

	<b>Individual Quarter</b>		<b>Year-To-Date</b>	
	<b>31.12.19</b>	<b>31.12.18</b>	<b>31.12.19</b>	<b>31.12.18</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	(499)	(443)	(1,013)	(864)
Other income including investment income	(631)	(1,807)	(1,318)	(2,494)
Depreciation	531	114	1,057	199
Fair value loss/(gain) on biological assets	12	10	(5)	(10)
Realised foreign exchange (gain)/loss	11	0	7	4
Unrealised foreign exchange loss/(gain)	(2,922)	(272)	(567)	(511)

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
 Bursa Malaysia Securities Berhad**

**21. Income Tax Expense**

	Individual Quarter		Year-To-Date	
	3 months ended		6 months ended	
	31.12.19	31.12.18	31.12.19	31.12.18
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	-	9	-	23
Foreign income tax	19	21	39	41
	<u>19</u>	<u>30</u>	<u>39</u>	<u>64</u>
Overprovision of income tax in prior years				
Foreign tax	-	-	-	(35)
Total income tax expense	<u>19</u>	<u>30</u>	<u>39</u>	<u>29</u>

For the current quarter and period-to-date, there was no Malaysian tax liability as the taxable income was offsetted by the current trading loss. As for last year's corresponding's quarter and period-to-date, certain expenses were not deductible for tax purposes, thus tax liability resulted.

The foreign income taxes for the current quarter and current period-to-date, last year's corresponding quarter and period-to-date arose from the rental income from the Group's investment property in London.

**22. Corporate Proposals**

There was no corporate proposal announced by the Company as at the date of the issue of this quarterly report.

**23. Borrowings**

There were no borrowings and debt securities as at 31 December 2019.

**24. Changes in Material Litigation**

There was no pending material litigation as at the date of the issue of this quarterly report.

**25. Dividend Payable**

The following dividend in respect of the financial year ended 30 June 2019 on 66,332,645 ordinary shares have been approved by the shareholders at the Annual General Meeting on 29 November 2019 and paid on 6 January 2020:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt single-tier dividend	<u>1,326,656</u>	<u>2.00</u>

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad**

**26. Earnings/(Loss) Per Share**

**(a) Basic**

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the financial period.

	<b>Individual Quarter</b>		<b>Year-To-Date</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>31.12.19</b>	<b>31.12.18</b>	<b>31.12.19</b>	<b>31.12.18</b>
Profit/(Loss) attributable to ordinary equity holders (RM'000)	8,929	(8,738)	2,843	(12,081)
Weighted average number of ordinary shares in issue ('000)	66,333	66,333	66,333	66,333
Basic earnings/(loss) per share (Sen)	13.46	(13.17)	4.29	(18.21)

**(b) Diluted**

Diluted earnings/(loss) per share is the same as basic earnings/(loss) per share as there are no dilutive potential ordinary shares outstanding as at 31 December 2019.

**27. Cash and cash equivalents**

For the purposes of the statements of cash flows, cash and cash equivalents comprise the following:

	<b>6 months period</b>	
	<b>31.12.19</b>	<b>31.12.18</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	126,579	141,317
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(62,760)	(77,055)
Cash and cash equivalents	<u>63,819</u>	<u>64,262</u>

**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 21 February 2020.