

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

**Consolidated Statement Of Comprehensive Income**  
**For the Financial Period Ended 30 September 2022**  
(The figures have not been audited)

		Individual Quarter		Change		Period-to-Date		Change	
		30.09.22	30.09.21	(Unfavourable)/ Favourable	%	30.09.22	30.09.21	(Unfavourable)/ Favourable	%
		RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
<b>Revenue</b>	4	9,173	9,780	(607)	-6	9,173	9,780	(607)	-6
Other income		2	1	1	100	2	1	1	100
Changes in inventories		1,091	277	814	294	1,091	277	814	294
Staff costs		(560)	(457)	(103)	-23	(560)	(457)	(103)	-23
Depreciation		(569)	(557)	(12)	-2	(569)	(557)	(12)	-2
Subcontract labour costs, fertilizer and chemical costs		(4,437)	(3,056)	(1,381)	-45	(4,437)	(3,056)	(1,381)	-45
Foreign exchange loss		(2,944)	(1,500)	(1,444)	-96	(2,944)	(1,500)	(1,444)	-96
Other expenses		(2,097)	(1,697)	(400)	-24	(2,097)	(1,697)	(400)	-24
Fair value gain on biological assets		443	554	(111)	-20	443	554	(111)	-20
Fair value loss on investments		(4,555)	(3,919)	(636)	-16	(4,555)	(3,919)	(636)	-16
Finance lease expense		(34)	(35)	1	3	(34)	(35)	1	3
<b>Loss from operations</b>	4	(4,487)	(609)	(3,878)	-637	(4,487)	(609)	(3,878)	-637
Share of loss of associates		(3,688)	(5,857)	2,169	37	(3,688)	(5,857)	2,169	37
<b>Loss before tax</b>	20	(8,175)	(6,466)	(1,709)	-26	(8,175)	(6,466)	(1,709)	-26
Income tax expense	21	(209)	(20)	(189)	-945	(209)	(20)	(189)	-945
<b>Loss after tax</b>		(8,384)	(6,486)	(1,898)	-29	(8,384)	(6,486)	(1,898)	-29
<b><u>Other Comprehensive (Loss)/Income</u></b>									
Investments:									
- Fair value loss		(4,160)	(2,978)	(1,182)	-40	(4,160)	(2,978)	(1,182)	-40
Foreign currency translation		15,900	2,752	13,148	478	15,900	2,752	13,148	478
<b>Other comprehensive income/(loss) for the period , net of tax</b>		11,740	(226)	11,966	5295	11,740	(226)	11,966	5295
<b>Total comprehensive income/(loss) for the period</b>		3,356	(6,712)	10,068	150	3,356	(6,712)	10,068	150
<b>Loss per share attributable to equity holders</b>									
Basic (Sen)	26(a)	(12.64)	(9.78)			(12.64)	(9.78)		
Diluted (Sen)	26(b)	(12.64)	(9.78)			(12.64)	(9.78)		

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 (195801000191 (3327-U))**  
(Incorporated in Malaysia)

**Consolidated Statement of Financial Position**  
**As at 30 September 2022**

	(Unaudited)	(Audited)
	As at	As at
	<b>30.09.22</b>	<b>30.06.22</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	101,520	101,553
Right-of-use assets	2,698	2,739
Bearer plants	32,681	32,972
Investment properties	73,477	70,029
Investment in associates	79,200	79,281
Investments	184,111	189,837
	<u>473,687</u>	<u>476,411</u>
<b>Current assets</b>		
Inventories	1,159	69
Biological assets	1,263	820
Trade and other receivables	2,348	2,025
Prepayments	340	539
Tax recoverable	-	31
Cash and bank balances	157,373	151,693
	<u>162,483</u>	<u>155,177</u>
<b>Total Assets</b>	<u>636,170</u>	<u>631,588</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	74,978	74,978
Reserves	543,162	539,808
	<u>618,140</u>	<u>614,786</u>
<b>Non-current liabilities</b>		
Other payables	280	281
Lease liabilities	2,647	2,614
Provision for retirement benefits	105	97
Deferred tax liability	9,366	9,366
	<u>12,398</u>	<u>12,358</u>
<b>Current liabilities</b>		
Trade and other payables	5,207	4,190
Lease liabilities	116	115
Tax payable	309	139
	<u>5,632</u>	<u>4,444</u>
<b>Total liabilities</b>	<u>18,030</u>	<u>16,802</u>
<b>Total Equity and liabilities</b>	<u>636,170</u>	<u>631,588</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 (195801000191 (3327-U))**

(Incorporated in Malaysia)

**Consolidated Statement of Changes in Equity  
For the Financial Period Ended 30 September 2022**

(The figures have not been audited)

	← Non-Distributable →				Distributable		
	Share Capital RM'000	Capital Reserves RM'000	Fair Value Reserves RM'000	Foreign Exchange Fluctuation Reserves RM'000	Pooling of Interest Reserves RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>Balance at 1 July 2022</b>	74,978	97,118	105,029	66,925	11,040	259,694	614,784
Total comprehensive (loss)/income for the period	-	-	(4,160)	15,900	-	(8,384)	3,356
<b>Balance at 30 September 2022</b>	<u>74,978</u>	<u>97,118</u>	<u>100,869</u>	<u>82,825</u>	<u>11,040</u>	<u>251,310</u>	<u>618,140</u>
<b>Balance at 1 July 2021</b>	74,977	97,118	119,278	46,076	-	278,686	616,135
Total comprehensive (loss)/income for the period	-	-	(2,978)	2,752	-	(6,486)	(6,712)
Transfer of fair value reserve upon disposal of equity instruments designed at FVTOCI	-	-	(2,355)	-	-	2,355	-
<b>Balance at 30 September 2021</b>	<u>74,977</u>	<u>97,118</u>	<u>113,945</u>	<u>48,828</u>	<u>-</u>	<u>274,555</u>	<u>609,423</u>

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

**Consolidated Statement of Cash Flows**  
**For the Financial Period Ended 30 September 2022**  
(The figures have not been audited)

	<b>3 months period</b>	
	<b>30.09.22</b>	<b>30.09.21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Loss before tax	(8,175)	(6,466)
Adjustments for:		
Depreciation	569	557
Provision for retirement benefit	14	3
Unrealised foreign exchange loss	2,930	1,500
Dividend income	(559)	(536)
Interest income	(578)	(122)
Finance lease interest	34	35
Fair value gain on biological assets	(443)	(554)
Fair value loss on other investments	4,555	3,919
Share of loss of associates	3,688	5,857
	<hr/>	<hr/>
Operating cash flows before working capital changes	2,035	4,193
Receivables	(151)	(904)
Prepayments	208	165
Inventories	(1,091)	(277)
Payables	1,017	10
	<hr/>	<hr/>
Cash flows generated from operating activities	2,018	3,187
Retirement benefit paid	(8)	-
Taxes paid	(17)	(8)
	<hr/>	<hr/>
Net cash flows generated from operating activities	1,993	3,179
<b>INVESTING ACTIVITIES</b>		
Addition of fixed deposits	(16,785)	(4)
Dividends received	559	536
Early redemption of bonds	1,655	-
Interest received	515	52
Purchase of property, plant and equipment	(73)	(1)
Purchase of investments	(1,686)	(9,958)
Addition to bearer plants	(132)	(101)
Proceeds from sale of investments	-	3,209
Compensation for damages arising from compulsory land acquisition	-	368
Proceeds from compulsory land acquisition	-	18,900
	<hr/>	<hr/>
Cash flows (used in)/generated from investing activities	(15,947)	13,001
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		
	(13,954)	16,180
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>		
	2,849	(327)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>		
	78,157	120,312
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)</b>		
	<hr/> <hr/>	<hr/> <hr/>
	67,052	136,165

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 (195801000191 (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 30 September 2022 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS").

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 statements for the financial year ended 30 June 2022 except for the adoption of the amended FRSs and annual improvements which are relevant to the Group's operations with effect from 1 July 2022 as set out below:

Annual Improvements to MFRS Standards 2018-2020

Amendments to MFRS 3: Business Combinations - Reference to the Conceptual Framework

Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use

Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets

- Onerous Contracts - Cost of Fulfilling a Contract

The adoption of the above amendments to MFRS did not have any significant impact on the financial statements.

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

The auditors' report on the financial statements for the year ended 30 June 2022 was not qualified.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

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

**4. Segmental Information**

	<b>3 months ended</b>	
	<b>30.09.22</b>	<b>30.09.21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segment revenue</b>		
Plantation	7,716	8,949
Investment	1,137	658
Rental	320	173
Total	<u>9,173</u>	<u>9,780</u>
<b>Segment results</b>		
Plantation	4,442	5,213
Investment	(6,852)	(4,667)
Rental	(32)	75
	<u>(2,442)</u>	<u>621</u>
Unallocated corporate expenses	(2,045)	(1,230)
Loss from operations	<u>(4,487)</u>	<u>(609)</u>
<b>Segment assets</b>		
Plantation	198,293	189,073
Investment	437,877	436,127
Total assets	<u>636,170</u>	<u>625,200</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 30 September 2022.

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter 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.

**8. Dividends Paid**

No dividend was paid during the current quarter.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**9. Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities for the financial period ended 30 September 2022.

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

There were no changes in the composition of the Group for the financial period ended 30 September 2022.

**11. Capital Commitments**

There are no commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 30 September 2022.

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

There were no contingent liabilities or contingent assets as at 30 September 2022.

**13. Related Party Transactions**

Transactions with related parties are as follows:

	Individual Quarter		Period-To-Date	
	30.09.22	30.09.21	30.09.22	30.09.21
	RM'000	RM'000	RM'000	RM'000
Rental expense payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin, has an interest and Mugana Kerisnan A/L Karpiah is a common director (recurrent)	-	3	-	3
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, an intermediate holding company	254	254	254	254
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)	54	60	54	60
Land lease rental payable to Kuala Pergau Rubber Plantations Plc, a company in which a director, Lee Chung-Shih Justin, has an interest, Mugana Kerisnan A/L Karpiah and Cheong Mun Hong are common directors (recurrent)	63	63	63	63

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**14. Subsequent Events**

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

**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>30.09.22</b>				
Investment in financial instruments	105,228	29,244	-	134,472
Investment in precious metal - gold bullion	20,411	-	-	20,411
Investment property	-	-	73,477	73,477
Biological assets	-	-	1,263	1,263
	<u>125,639</u>	<u>29,244</u>	<u>74,740</u>	<u>229,623</u>
<b>30.06.22</b>				
Investment in financial instruments	107,614	32,348	-	139,962
Investment in precious metal - gold bullion	21,144	-	-	21,144
Investment property	-	-	70,029	70,029
Biological assets	-	-	820	820
	<u>128,758</u>	<u>32,348</u>	<u>70,849</u>	<u>231,955</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 (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of**  
**For the Financial Period Ended 30 September 2022**

**16. Performance Review**

The Group achieved revenue of RM9.17 million for the 1st quarter of the financial year ending 30 June 2023. This was slightly lower than last year's corresponding quarter of RM9.78 million. The decrease in revenue was mainly due to lower crop sales on account of lower tonnage harvested and lower average price of fresh fruit bunches ("FFB"). However, interest income and rental income were higher than last year's corresponding quarter.

For the current quarter, the Group reported an after-tax loss of RM8.38 million which was higher than last year's corresponding quarter's after-tax loss of RM6.49 million. This was mainly due to: -

- 1) Subcontract labour costs, fertilizer and chemical costs of RM4.44 million for the current quarter was higher than last year's corresponding quarter's RM3.06 million due to higher manuring costs ( the purchase price of fertilizer has increased by more than 70%).
- 2) Foreign exchange loss of RM2.94 million was reported for the current quarter and this was higher than last year's corresponding quarter's loss of RM1.50 million.
- 3) Revaluation on investments at fair value through profit or loss ("FVTPL") for the current quarter resulted in a loss of RM4.56 million. This was higher than last year's corresponding quarter's loss of RM3.92 million.

However, share of the associates' financial loss of RM3.69 million reported for the current quarter was lower than last year's corresponding quarter's loss of RM5.86 million.

The Group's total other comprehensive income for the current quarter was RM11.74 million while last year's corresponding quarter was a loss of RM226,000. This was mainly due to the foreign currency translation's gain of RM15.90 million for the current quarter which was higher than last year's corresponding quarter's RM2.75 million. However, the revaluation of the Group's investments measured at fair value through other comprehensive income ("FVTOCI") for the current quarter was a loss of RM4.16 million which was higher than last year's corresponding quarter's loss of RM2.98 million.

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

	<b>Current Quarter 30.09.22 RM'000</b>	<b>Preceding Quarter 30.06.22 RM'000</b>	<b>Favourable/(Unfavourable)</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	9,173	9,759	(586)	(6)
Operating loss	(4,487)	(8,761)	4,274	49
Share of loss of associate	(3,688)	(6,829)	3,141	46
Loss before tax	(8,175)	(15,590)	7,415	48
Loss after tax	(8,384)	(15,729)	7,345	47
Loss attributable to the equity holders of the company	(8,384)	(15,729)	7,345	47

For the current quarter under review, the Group's revenue of RM9.17 million was lower than the immediate preceding quarter's of RM9.76 million. This was mainly due to dividend income for the current quarter was RM559,000 which was significantly lower than the immediate preceding quarter's of RM3.05 million. However, crop sales of RM7.72 million for the current quarter was higher than immediate preceding quarter's RM6.07 million on account of higher tonnage harvested despite lower FFB prices.

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
For the Financial Period Ended 30 September 2022**

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

The Group reported a pre-tax loss of RM8.18 million for the current quarter which was lower than the immediate preceding quarter's loss of RM15.59 million. This was due to:-

- 1) The foreign exchange loss for the current quarter of RM2.94 million was significantly lower than the immediate preceding quarter's loss of RM11.89 million.
- 2) Share of the financial results of associates for the current quarter was a loss of RM3.69 million and this was lower than the immediate preceding quarter's share of loss of RM6.83 million.

However, subcontractor labour cost, fertilizer and chemical costs of RM4.44 million for the current quarter was higher than the immediate preceding quarter's of RM3.32 million. Fair value loss of RM4.56 million of the Group's FVTPL investments was reported for the current quarter which was higher than the immediate preceding quarter's loss of RM3.42 million. The revaluation of the Group's investment properties for the immediate preceding quarter was a gain of RM2.65 million while there was none during the current quarter.

**18. Commentary on Prospects**

For the financial year ending 30 June 2023, the Group expects FFB production to be higher than the financial year ended 30 June 2022.

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

The results of the associates 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. Loss before Tax**

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

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>30.09.22</b>	<b>30.09.21</b>	<b>30.09.22</b>	<b>30.09.21</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	(578)	(122)	(578)	(122)
Other income including investment income	(879)	(709)	(879)	(709)
Depreciation	569	557	569	557
Fair value gain on biological assets	(443)	(554)	(443)	(554)
Foreign exchange loss	2,944	1,500	2,944	1,500

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of**  
**For the Financial Period Ended 30 September 2022**

**21. Income Tax Expense/(Credit)**

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>30.09.22</b>	<b>30.09.21</b>	<b>30.09.22</b>	<b>30.09.21</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax:				
Malaysian income tax	173	1	173	1
Foreign tax	36	19	36	19
Total income tax expense	<u>209</u>	<u>20</u>	<u>209</u>	<u>20</u>

For the current quarter and last year's corresponding's quarter, the Malaysian tax liability was derived as certain income was not allowed to be absorbed by trading losses.

For the current quarter, the Malaysian tax liability was higher than last year's corresponding's quarter. The foreign tax arose from the rental income of the Group's investment properties 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 30 September 2022.

**24. Changes in Material Litigation**

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

**25. Dividend Payables**

The directors do not recommend any dividend for the current quarter under review.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of**  
**For the Financial Period Ended 30 September 2022**

**26. Loss Per Share**

**(a) Basic**

Basic loss per share amounts are calculated by dividing 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>Period-To-Date</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>30.09.22</b>	<b>30.09.21</b>	<b>30.09.22</b>	<b>30.09.21</b>
Loss attributable to ordinary equity holders (RM'000)	<u>(8,384)</u>	<u>(6,486)</u>	<u>(8,384)</u>	<u>(6,486)</u>
Weighted average number of ordinary shares in issue ('000)	<u>66,333</u>	<u>66,333</u>	<u>66,333</u>	<u>66,333</u>
Basic loss per share (Sen)	<u>(12.64)</u>	<u>(9.78)</u>	<u>(12.64)</u>	<u>(9.78)</u>

**(b) Diluted**

Diluted loss per share is the same as basic loss per share as there are no dilutive potential ordinary shares outstanding as at 30 September 2022.

**27. Cash and cash equivalents**

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

	<b>Period-to-Date</b>	
	<b>30.09.22</b>	<b>30.09.21</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	157,373	141,637
Less: Short-term deposits with a licensed bank with maturities more than 90 days	<u>(90,321)</u>	<u>(5,472)</u>
Cash and cash equivalents	<u><u>67,052</u></u>	<u><u>136,165</u></u>

**28. Authorisation for Issue**

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