

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

Consolidated Statement of Comprehensive Income

For the Financial Year Ended 30 June 2023

(The figures have not been audited)

		Individual Quarter		Change		Year-to-Date		Change	
		3 months ended	3 months ended	(Unfavourable)/	Favourable	12 months ended	12 months ended	(Unfavourable)/	Favourable
		30.06.23	30.06.22	RM'000	%	30.06.23	30.06.22	RM'000	%
		RM'000	RM'000			RM'000	RM'000		
			(Restated)				(Restated)		
Revenue	4	8,855	9,761	(906)	-9	32,080	35,775	(3,695)	-10
Other income		2	7	(5)	-71	7	9	(2)	-22
Changes in inventories		(265)	(177)	(88)	-50	38	9	29	322
Staff costs		(558)	(837)	279	33	(2,618)	(2,160)	(458)	-21
Depreciation		(599)	(597)	(2)	0	(2,321)	(2,279)	(42)	-2
Subcontract labour costs, fertilizer and chemical costs		(3,507)	(3,319)	(188)	-6	(16,593)	(12,972)	(3,621)	-28
Foreign exchange (loss)/gain		(1,121)	(3,177)	2,056	65	5,919	(4,024)	9,943	247
Other expenses		(993)	(840)	(153)	-18	(4,284)	(4,659)	375	8
Fair value gain/(loss) on biological assets		247	(57)	304	533	(220)	195	(415)	-213
Fair value loss on investments		(572)	(3,420)	2,848	83	(1,520)	(12,487)	10,967	88
Lease interest		(33)	(34)	1	3	(135)	(140)	5	4
Fair value (loss)/gain on investment properties		(1,623)	2,648	(4,271)	-161	(1,623)	2,648	(4,271)	-161
Bearer plants written-off		-	-	-	N.M.	(18)	-	(18)	N.M.
Gain on compulsory land acquisition		-	-	-	N.M.	3,442	-	3,442	N.M.
(Loss)/profit from operations	4	(167)	(42)	(125)	-298	12,154	(85)	12,239	14,399
Share of profit/(loss) of associates		4,806	(6,829)	11,635	170	3,498	(10,939)	14,437	132
Profit/(loss) before tax	20	4,639	(6,871)	11,510	168	15,652	(11,024)	26,676	242
Income tax credit/(expense)	21	397	(141)	538	382	420	(207)	627	303
Profit/(loss) after tax		5,036	(7,012)	12,048	172	16,072	(11,231)	27,303	243
Other Comprehensive Income/(Loss)									
Investments:									
- Fair value gain/(loss)		4,036	(8,639)	12,675	147	(998)	(7,661)	6,663	87
Foreign currency translation		22,616	5,623	16,993	302	23,056	11,145	11,911	107
Other comprehensive gain/(loss) for the year, net of tax		26,652	(3,016)	29,668	984	22,058	3,484	18,574	533
Total comprehensive income/(loss) for the year		31,688	(10,028)	41,716	416	38,130	(7,747)	45,877	592
Profit/(loss) per share attributable to equity holders									
Basic (Sen)	26(a)	7.61	(10.57)			24.26	(16.93)		
Diluted (Sen)	26(b)	7.61	(10.57)			24.26	(16.93)		

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 June 2023

(The figures have not been audited)

	(Unaudited)	(Restated)	(Restated)
	As at	As at	As at
	30.06.23	30.06.22	01.07.21
	RM'000	RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	99,604	101,553	101,143
Right-of-use assets	2,576	2,739	2,903
Bearer plants	32,485	32,972	33,031
Investment properties	75,597	70,029	36,649
Investment in associates	85,413	79,281	89,012
Investments	197,737	189,837	198,215
	<u>493,412</u>	<u>476,411</u>	<u>460,953</u>
Current assets			
Inventories	106	69	59
Biological assets	600	820	626
Trade and other receivables	2,356	2,025	21,260
Prepayments	372	539	469
Tax recoverable	-	31	114
Short-term investments	20,566	-	-
Cash and bank balances	145,935	151,693	125,780
	<u>169,935</u>	<u>155,177</u>	<u>148,308</u>
Assets held for sale	-	-	22,584
	<u>169,935</u>	<u>155,177</u>	<u>170,892</u>
Total Assets	<u>663,347</u>	<u>631,588</u>	<u>631,845</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital	74,978	74,978	74,978
Reserves	573,299	539,808	541,158
Treasury shares	(509)	-	-
	<u>647,768</u>	<u>614,786</u>	<u>616,136</u>
Non-current liabilities			
Other payables	369	281	164
Lease liabilities	2,493	2,614	2,729
Provision for retirement benefits	56	97	67
Deferred tax liability	8,745	9,366	9,366
	<u>11,663</u>	<u>12,358</u>	<u>12,326</u>
Current liabilities			
Trade and other payables	3,671	4,190	3,235
Lease liabilities	121	115	110
Tax payable	124	139	38
	<u>3,916</u>	<u>4,444</u>	<u>3,383</u>
Total liabilities	<u>15,579</u>	<u>16,802</u>	<u>15,709</u>
Total Equity and liabilities	<u>663,347</u>	<u>631,588</u>	<u>631,845</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 Year Ended 30 June 2023

(The figures have not been audited)

	← Non-Distributable →				→ Distributable			
	Share Capital RM'000	Capital Reserves RM'000	Treasury Shares RM'000	Fair Value Reserves RM'000	Foreign Currency Translation Reserves RM'000	Pooling of Interest Reserves RM'000	Retained Earnings RM'000	Total Equity RM'000
Balance at 1 July 2022 (as previously stated)	74,978	97,118	-	105,029	66,926	11,040	259,695	614,786
Prior year adjustments (Note 5)	-	-	-	-	(16,353)	-	16,353	-
Balance at 1 July 2022 (as restated)	74,978	97,118	-	105,029	50,573	11,040	276,048	614,786
Total comprehensive (loss)/income for the year	-	-	-	(998)	23,056	-	16,072	38,130
Transfer of reserve upon compulsory land acquisition	-	(2,338)	-	-	-	-	2,338	-
Share-Buy-back	-	-	(509)	-	-	-	-	(509)
Dividends (Note 8)	-	-	-	-	-	-	(4,639)	(4,639)
Balance at 30 June 2023	74,978	94,780	(509)	104,031	73,629	11,040	289,819	647,768
Balance at 1 July 2021 (as previously stated)	74,978	97,118	-	119,278	46,076	-	278,686	616,136
Prior year adjustments (Note 5)	-	-	-	-	(7,636)	-	7,636	-
Balance at 1 July 2021 (as restated)	74,978	97,118	-	119,278	38,440	-	286,322	616,136
Total comprehensive (loss)/income for the year (as restated)	-	-	-	(7,661)	11,145	-	(11,231)	(7,747)
Exchange of assets with immediate holding company	-	-	-	-	988	11,040	(988)	11,040
Transfer of fair value reserve upon disposal of equity instruments designed at FVTOCI	-	-	-	(6,588)	-	-	6,588	-
Dividends	-	-	-	-	-	-	(4,643)	(4,643)
Balance at 30 June 2022 (as restated)	74,978	97,118	-	105,029	50,573	11,040	276,048	614,786

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

Consolidated Statement of Cash Flows
For the Financial Year Ended 30 June 2023

(The figures have not been audited)

	12 months period	
	30.06.23	30.06.22
	RM'000	Restated RM'000
OPERATING ACTIVITIES		
Profit/(loss) before tax	15,652	(11,024)
Adjustments for:		
Depreciation	2,321	2,279
Bearer plants written-off	18	-
Provision for retirement benefit	9	31
Unrealised foreign exchange (gain)/loss	(5,930)	4,009
Dividend income	(3,813)	(3,584)
Interest income	(4,321)	(782)
Lease interest	135	140
Fair value loss/(gain) on biological assets	220	(195)
Fair value loss on other investments	1,520	12,487
Gain on compulsory land acquisition	(3,442)	-
Share of (profit)/loss of associates	(3,498)	10,939
Fair value loss/(gain) on investment property	1,623	(2,648)
Operating cash flows before working capital changes	494	11,652
Receivables	332	179
Prepayments	167	(37)
Inventories	(38)	(9)
Payables	(471)	1,046
Cash flows generated from operating activities	484	12,831
Retirement benefit paid	(8)	(7)
Taxes paid	(217)	(122)
Net cash flows generated from operating activities	259	12,702
INVESTING ACTIVITIES		
Redemption of bonds	2,546	-
Placement of fixed deposits	(23,584)	(68,068)
Interest received	4,111	874
Purchase of property, plant and equipment	(877)	(835)
Purchase of investments	(28,702)	(14,816)
Addition to bearer plants	(1,221)	(1,631)
Cash inflow from exchange of assets with immediate holding company	-	980
Proceeds from sale of investments	-	3,209
Proceeds from compulsory land acquisition by government	5,800	19,268
Share buy-back	(509)	-
Dividend income received	5,762	6,901
Net cash flows used in investing activities	(36,674)	(54,118)
FINANCING ACTIVITY		
Dividends paid, representing net cash flow used in financing activity	(4,639)	(4,643)
Repayment of lease liability	(115)	(110)
Interest paid on lease liability	(135)	(140)
Net cash flows used in financing activities	(4,889)	(4,893)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(41,304)	(46,309)
EFFECTS OF EXCHANGE RATE CHANGES	11,962	4,154
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	78,157	120,312
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR (Note 27)	48,815	78,157

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 financial statements of the Group for the financial year ended 30 June 2023 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS").

The 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 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 MFRS 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

	12 months ended	
	30.06.23	30.06.22
	RM'000	RM'000
Segment revenue		
Plantation	22,648	30,285
Investment	8,134	4,366
Rental	1,298	1,124
Total	<u>32,080</u>	<u>35,775</u>
Segment results		
Plantation	8,086	14,196
Investment	9,291	(12,181)
Rental	(565)	2,533
	<u>16,812</u>	<u>4,548</u>
Unallocated corporate expenses	(4,658)	(4,633)
Profit/(Loss) from operations	<u>12,154</u>	<u>(85)</u>
Segment assets		
Plantation	201,115	194,017
Investment	462,232	437,571
Total assets	<u>663,347</u>	<u>631,588</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 year ended 30 June 2023 except for the retrospective restatement arising from change of functional currency of certain foreign subsidiaries.

During the financial year, the management corrected the functional currency adopted by two of the Group's subsidiaries from United States Dollar ("USD") to British Pound Sterling ("GBP"). Accordingly, a retrospective restatement has been made from 1 July 2021 to reflect the changes arising from the restatement. The effects of such restatement on the financial statements for the previous financial year are as disclosed below:

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

5. Unusual Items due to their Nature, Size or Incidence (cont'd)

	30.06.22		30.06.22
	As	Restatement	As
	previously		restated
	stated		
	RM'000	RM'000	RM'000
Consolidated Statement of Changes in Equity			
Translation reserve	66,926	(16,353)	50,573
Retained earnings	<u>259,695</u>	16,353	<u>276,048</u>
Consolidated Statement of Comprehensive Income			
Foreign exchange differences	(12,741)	8,717	(4,024)
Loss before taxation	(19,741)	8,717	(11,024)
Loss net of tax	(19,948)	8,717	(11,231)
Foreign currency translation	<u>19,862</u>	(8,717)	<u>11,145</u>
	01.07.21		01.07.21
	As	Restatement	As
	previously		restated
	stated		
	RM'000	RM'000	RM'000
Consolidated Statement of Changes in Equity			
Translation reserve	46,076	(7,636)	38,440
Retained earnings	<u>278,686</u>	7,636	<u>286,322</u>

6. Changes in Estimates

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

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

8. Dividends Paid

In respect of the financial year ended 30 June 2022, as reported in the directors' report of that year, the following cash dividends were paid during the financial year ended 30 June 2023:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt (single-tier) dividend	1,325,517	2.00
Bonus tax exempt (single-tier) dividend	3,313,792	5.00
	<u>4,639,309</u>	<u>7.00</u>

9. Debt and Equity Securities

During the financial year ended 30 June 2023, the Company acquired 151,100 of its own ordinary shares from the open market for a cash consideration of RM509,122. The share buy-back was made pursuant to the approval of the renewal of shareholders' mandate for share buy-back authority obtained at the Company's Annual General Meeting. The repurchased shares are held as treasury shares in accordance with the requirement of Section 127 (4) of the Companies Act 2016.

10. Changes in Composition of the Group

There were no changes in the composition of the Group for the financial year ended 30 June 2023.

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 June 2023.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 30 June 2023.

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

Part A - Explanatory Notes Pursuant to MFRS 134

13. Related Party Transactions

Transactions with related parties are as follows:

	Individual Quarter		Year-To-Date	
	30.06.23 RM'000	30.06.22 RM'000	30.06.23 RM'000	30.06.22 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	-	3	-	12
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, the intermediate holding company (recurrent)	183	230	1,017	982
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)	87	125	265	337
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)	62	63	250	250
Assets exchange with The Nyalas Rubber Estates Limited, the intermediate holding company	-	25,340	-	25,340

14. Subsequent Events

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

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))
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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.

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
30.06.23				
Investment in financial instruments	105,441	32,719	-	138,160
Investment in precious metal - gold bullion	23,595	-	-	23,595
Investment properties	-	-	75,597	75,597
Biological assets	-	-	600	600
	<u>129,036</u>	<u>32,719</u>	<u>76,197</u>	<u>237,952</u>
30.06.22				
Investment in financial instruments	107,614	32,348	-	139,962
Investment in precious metal - gold bullion	21,144	-	-	21,144
Investment properties	-	-	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 year and the comparative year. 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 Year Ended 30 June 2023

16. Performance Review

The Group's revenue of RM8.86 million for the current quarter was lower than last year's corresponding quarter of RM9.76 million. The decrease in revenue was mainly due to lower crop sales on account of lower average price of fresh fruit bunches ("FFB"). However, dividend income, interest income and rental income were higher than last year's corresponding quarter.

For the current quarter, the Group reported an after-tax profit of RM5.04 million while last year's corresponding quarter's was an after-tax loss of RM7.01 million. This positive variance of RM12.05 million was mainly due to: -

- 1) Foreign exchange loss of RM1.12 million was reported for the current quarter which was lower than last year's corresponding quarter's loss of RM3.18 million.
- 2) The revaluation on investments measured at fair value through profit or loss ("FVTPL") for the current quarter resulted in a loss of RM572,000. This figure represents a decrease compared to the corresponding quarter of the previous year, during which the loss amounted to RM3.42 million.
- 3) Share of the associates' financial results was a profit of RM4.81 million for the current quarter, a significant improvement from RM6.83 million loss reported in last year's corresponding quarter.

In the current financial year, the Group's revenue was RM32.08 million, which was lower than the previous year's revenue of RM35.78 million. The decrease in revenue was primarily attributed to lower crop sales due to a decline in the average price of Fresh Fruit Bunches (FFB) and tonnage harvested. On the positive side, dividend, interest, and rental income were higher compared to the previous year.

The Group ended the financial year with an after-tax profit of RM16.07 million while last year's was an after tax loss of RM11.23 million. This significant turnaround of its financial performance was mainly due to :-

- 1) Foreign exchange gain of RM5.92 million was reported for the current financial year while last year's was a loss of RM4.02 million.
- 2) Fair value loss on investments at FVTPL of RM1.52 million was reported for the current financial year, this was significantly lower than the fair value loss of RM12.49 million reported in the previous financial year.
- 3) The compulsory acquisition of 62 acres of land resulted in a gain of RM3.44 million for the current financial year while there was none in the previous financial year.
- 4) Share of the associates' financial results was a profit of RM3.50 million for the current financial year while last year's was a loss of RM10.94 million.

However, fair value loss of RM1.62 million on investment property was reported for the current financial year while previous financial year was a gain of RM2.65 million.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))
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Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
For the Financial Year Ended 30 June 2023

The Group's total other comprehensive income for the current quarter was RM26.65 million while last year's corresponding quarter was a loss of RM3.02 million. This was mainly due to the revaluation of the Group's investments at fair value through other comprehensive income ("FVTOCI") for the current quarter was a gain of RM4.04 million while last year's corresponding quarter was a loss of RM8.64 million. Foreign currency translation gain for the current quarter was RM22.62 million which was significantly higher than last year's corresponding quarter's gain of RM5.62 million.

In the current financial year, the Group reported a total other comprehensive income of RM22.06 million, which is significantly higher than last year's corresponding income of RM3.48 million. The increase in income was primarily attributed to the revaluation of its investments at Fair Value Through Other Comprehensive Income (FVTOCI), resulting in a loss of RM998,000 for the current financial year which was substantially lower than the loss of RM7.66 million incurred in the previous year. Additionally, the Group recorded a foreign currency translation gain of RM23.06 million, which was higher than last financial year's of RM11.15 million.

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

	Current	Preceding	Favourable/(Unfavourable)	
	Quarter	Quarter		
	30.06.23	31.03.23	RM'000	%
	RM'000	RM'000		
Revenue	8,855	5,445	3,410	63
Operating (loss)/profit	(167)	5,740	(5,907)	(103)
Share of profit of associate	4,806	701	4,105	586
Profit before tax	4,639	6,441	(1,802)	(28)
Profit after tax	5,036	6,644	(1,608)	(24)
Profit attributable to the equity holders of the company	<u>5,036</u>	<u>6,644</u>	(1,608)	(24)

For the current quarter under review, the Group's revenue of RM8.86 million was higher than the immediate preceding quarter's of RM5.45 million. This was contributed by the receipt of dividend income of RM3.25 million while there was none during the immediate preceding quarter.

The Group reported a pre-tax profit of RM4.64 million for the current quarter which was lower than the immediate preceding quarter's profit of RM6.44 million. This was due to :-

- 1) Foreign exchange loss of RM1.12 million was reported for the current quarter while the immediate preceding quarter's was a gain of RM1.60 million.
- 2) Revaluation of investment property was a loss of RM1.62 million for the current quarter while there was none during the immediate preceding quarter.
- 3) Fair value loss of RM572,000 of its FVTPL investments for the current quarter was reported while the immediate preceding quarter's was a gain of RM1.07 million.
- 4) In the current quarter, there was no gain reported on compulsory land acquisition. However, in the immediate preceding quarter, there was a gain of RM3.44 million in this area.

However, share of profit of associates for the current quarter was RM4.81 million which was higher than the immediate preceding quarter's of RM701,000.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (195801000191 (3327-U))
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Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
For the Financial Year Ended 30 June 2023

18. Commentary on Prospects

For the financial year ending 30 June 2024, the Group expects Fresh Fruit Bunches (“FFB”) production to be higher than the financial year ended 30 June 2023 primarily due to maturity profile of Kuala Pergau Estate.

The Group’s results are also dependent on Crude Palm Oil (“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. Profit/(loss) before Tax

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

	Individual Quarter		Year-To-Date	
	30.06.23	30.06.22	30.06.23	30.06.22
	RM'000	RM'000	RM'000	RM'000
		(Restated)		(Restated)
Interest income	(1,347)	(316)	(4,321)	(782)
Other income including investment income	(3,592)	(331)	(5,111)	(4,708)
Depreciation	599	597	2,321	2,279
Fair value loss on investments	572	3,420	1,520	12,487
Fair value (gain)/loss on biological assets	(247)	57	220	(195)
Foreign exchange loss/(gain)				
- realised	2	10	11	15
- unrealised	1,119	3,167	(5,930)	4,009
	1,121	3,177	(5,919)	4,024
Bearer plants written-off	-	-	18	-
Gain on compulsory land acquisition	-	-	(3,442)	-

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21. Income Tax (Credit)/Expense

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.23	30.06.22	30.06.23	30.06.22
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	(114)	108	80	113
Foreign tax	86	33	195	122
Total current tax expense	<u>(28)</u>	<u>141</u>	<u>275</u>	<u>235</u>
Under/(over) provision of income tax				
Malaysia income tax	19	-	(72)	-
Foreign tax	<u>(1)</u>	<u>-</u>	<u>(2)</u>	<u>(28)</u>
	<u>18</u>	<u>-</u>	<u>(74)</u>	<u>(28)</u>
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>(387)</u>	<u>-</u>	<u>(621)</u>	<u>-</u>
Total income tax (credit)/expense	<u>(397)</u>	<u>141</u>	<u>(420)</u>	<u>207</u>

The effective tax rate for last year's corresponding quarter and year-to-date were higher than the statutory tax rate applicable in Malaysia even though the Group was in a loss position. The tax liabilities were derived from the taxable interest income.

There was a write-back of over-provision of RM74,000 for the current year which was higher than last year's write-back of RM28,000.

The foreign taxes incurred by the Group primarily stem from various sources, including rental income generated by the Group's investment properties located in London, interest income derived from fixed deposits and bond investment in Singapore.

For the Group's property investments in London, the corporate tax rate has been raised from 19% to 25% with effect from 1 April 2023.

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 June 2023.

24. Changes in Material Litigation

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

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25. Dividend Payable

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

26. Earnings/(Loss) Per Share

(a) Basic

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

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.23	30.06.22	30.06.23	30.06.22
		(Restated)		(Restated)
Profit/(loss) attributable to ordinary equity holders (RM'000)	5,036	(7,012)	16,072	(11,231)
Weighted average number of ordinary shares in issue ('000)	66,182	66,333	66,255	66,333
Basic earning/(loss) per share (Sen)	7.61	(10.57)	24.26	(16.93)

(b) Diluted

Diluted earnings/(loss) per share is the same as basic earnings per share as there are no dilutive potential ordinary shares outstanding as at 30 June 2023.

27. Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	Year-to-Date	
	30.06.23	30.06.22
	RM'000	RM'000
Cash and bank balances	145,935	151,693
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(97,120)	(73,536)
Cash and cash equivalents	48,815	78,157

28. Authorisation for Issue

The interim financial statements were approved by the Board of Directors on 24th August 2023 and authorised for issue on 28 August 2023.