

**Boustead Holdings Berhad 196001000193 (3871-H)****UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**

<b>For the period ended 31 March 2020</b>	<b>Current Period</b>		<b>Cumulative Period</b>	
<b>(All figures are stated in RM million)</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b>Revenue</b>	<b>2,260.9</b>	2,506.7	<b>2,260.9</b>	2,506.7
<b>Operating cost</b>	<b>(2,237.6)</b>	(2,414.4)	<b>(2,237.6)</b>	(2,414.4)
<b>Results from operations</b>	<b>23.3</b>	92.3	<b>23.3</b>	92.3
Share of results of associates	<b>25.9</b>	32.7	<b>25.9</b>	32.7
Share of results of joint ventures	<b>(7.2)</b>	(5.6)	<b>(7.2)</b>	(5.6)
<b>Profit before interest, taxation and zakat</b>	<b>42.0</b>	119.4	<b>42.0</b>	119.4
Finance cost	<b>(102.5)</b>	(77.4)	<b>(102.5)</b>	(77.4)
Interest income	<b>7.2</b>	9.5	<b>7.2</b>	9.5
<b>(Loss)/profit before taxation and zakat</b>	<b>(53.3)</b>	51.5	<b>(53.3)</b>	51.5
Taxation	<b>(22.3)</b>	(40.1)	<b>(22.3)</b>	(40.1)
<b>(Loss)/profit for the period</b>	<b>(75.6)</b>	11.4	<b>(75.6)</b>	11.4
Attributable to:				
Shareholders of the Company	<b>(73.1)</b>	(22.4)	<b>(73.1)</b>	(22.4)
Holders of Perpetual Sukuk	<b>12.1</b>	20.6	<b>12.1</b>	20.6
Non-controlling interests	<b>(14.6)</b>	13.2	<b>(14.6)</b>	13.2
<b>(Loss)/profit for the period</b>	<b>(75.6)</b>	11.4	<b>(75.6)</b>	11.4
<b>Loss per share - sen</b>				
Basic/diluted	<b>(3.60)</b>	(1.11)	<b>(3.60)</b>	(1.11)

The condensed consolidated income statement should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)****UNAUDITED CONDENSED STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME**

<b>For the period ended 31 March 2020</b>	<b>Current Period</b>		<b>Cumulative Period</b>	
<b>(All figures are stated in RM million)</b>	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
<b>(Loss)/profit for the period</b>	<b>(75.6)</b>	11.4	<b>(75.6)</b>	11.4
Other comprehensive (loss)/income				
<i>Items that may be reclassified to profit or loss in subsequent periods (net of tax)</i>				
Foreign currency translation	<b>(11.8)</b>	(1.1)	<b>(11.8)</b>	(1.1)
Share of OCI of investments accounted for using the equity method	<b>(59.5)</b>	26.6	<b>(59.5)</b>	26.6
	<b>(71.3)</b>	25.5	<b>(71.3)</b>	25.5
<i>Items that will not be reclassified to profit or loss in subsequent periods (net of tax)</i>				
Net (loss)/gain on equity investment designated at fair value through OCI				
- Fair value changes	<b>(2.1)</b>	0.4	<b>(2.1)</b>	0.4
- Disposals	<b>0.9</b>	0.1	<b>0.9</b>	0.1
	<b>(1.2)</b>	0.5	<b>(1.2)</b>	0.5
<b>Total comprehensive (loss)/income for the period, net of tax</b>	<b>(148.1)</b>	37.4	<b>(148.1)</b>	37.4
Attributable to:				
Shareholders of the Company	<b>(139.1)</b>	3.9	<b>(139.1)</b>	3.9
Holders of Perpetual Sukuk	<b>12.1</b>	20.6	<b>12.1</b>	20.6
Non-controlling interests	<b>(21.1)</b>	12.9	<b>(21.1)</b>	12.9
<b>Total comprehensive (loss)/income for the period, net of tax</b>	<b>(148.1)</b>	37.4	<b>(148.1)</b>	37.4

The unaudited condensed statement of consolidated comprehensive income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)****UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**

<b>As at 31 March 2020</b>	<b>As at 31 March 2020</b>	<b>As at 31 December 2019</b>
<b>(All figures are stated in RM million)</b>		
<b>ASSETS</b>		
<b>Non current assets</b>		
Property, plant and equipment	4,810.4	4,878.7
Investment properties	1,556.5	1,568.1
Right-of-use assets	2,424.7	2,403.9
Deferred tax assets	53.2	53.1
Associates	2,082.5	2,116.5
Joint ventures	551.9	559.5
Investments	5.2	10.2
Intangible assets	367.9	374.4
Inventories	875.8	858.2
Receivables	202.6	202.6
	<b>12,930.7</b>	<b>13,025.2</b>
<b>Current assets</b>		
Biological assets	21.0	22.2
Inventories	905.3	1,035.6
Contract assets and contract cost assets	852.8	924.9
Receivables	1,110.7	932.6
Deposits, cash and bank balance	568.5	941.4
Assets classified as held for sale	92.7	92.9
	<b>3,551.0</b>	<b>3,949.6</b>
<b>TOTAL ASSETS</b>	<b>16,481.7</b>	<b>16,974.8</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to shareholders of the Company</b>		
Share capital	2,735.7	2,735.7
Reserves	854.6	993.7
<b>Shareholders' equity</b>	<b>3,590.3</b>	<b>3,729.4</b>
Perpetual Sukuk	621.0	608.9
<b>Non-controlling interests</b>	<b>1,325.8</b>	<b>1,349.8</b>
<b>Total equity</b>	<b>5,537.1</b>	<b>5,688.1</b>
<b>Non current liabilities</b>		
Borrowings	3,489.8	3,522.9
Payables	20.6	24.6
Lease liabilities	35.7	30.1
Deferred tax liabilities	351.9	334.2
	<b>3,898.0</b>	<b>3,911.8</b>
<b>Current liabilities</b>		
Borrowings	4,372.7	4,386.7
Payables	2,567.0	2,892.9
Contract liabilities	81.1	61.0
Lease liabilities	14.2	11.2
Taxation	11.6	23.1
	<b>7,046.6</b>	<b>7,374.9</b>
<b>Total liabilities</b>	<b>10,944.6</b>	<b>11,286.7</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>16,481.7</b>	<b>16,974.8</b>

The condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the financial period ended 31 March 2020	Attributable to shareholders of the Company						Perpetual Sukuk	Non-Controlling Interests	Total Equity
	Share Capital	*Fair Value Reserve of Financial Assets at FVOCI	*Regulatory Reserve	*Other Reserves	Retained Earnings	Total			
As at 1 January 2020	2,735.7	51.3	143.6	435.1	363.7	3,729.4	608.9	1,349.8	5,688.1
Currency translation difference in respect of foreign operations	-	-	-	(5.3)	-	(5.3)	-	(6.5)	(11.8)
Net (loss)/gain on equity investment designated at fair value through OCI									
- fair value changes	-	(2.1)	-	-	-	(2.1)	-	-	(2.1)
- disposal	-	0.9	-	-	-	0.9	-	-	0.9
Share of OCI investments accounted for using equity method	-	(59.1)	-	(0.4)	-	(59.5)	-	-	(59.5)
Total other comprehensive loss for the period	-	(60.3)	-	(5.7)	-	(66.0)	-	(6.5)	(72.5)
(Loss)/profit for the period	-	-	-	-	(73.1)	(73.1)	12.1	(14.6)	(75.6)
Total comprehensive (loss)/income for the period	-	(60.3)	-	(5.7)	(73.1)	(139.1)	12.1	(21.1)	(148.1)
Changes in ownership interests in a subsidiary									
- Share options granted by a subsidiary	-	-	-	-	-	-	-	0.5	0.5
Transfer during the period									
- Regulatory reserve of an associate	-	-	(12.5)	-	12.5	-	-	-	-
Dividends	-	-	-	-	-	-	-	(3.4)	(3.4)
<b>Balance at 31 March 2020</b>	<b>2,735.7</b>	<b>(9.0)</b>	<b>131.1</b>	<b>429.4</b>	<b>303.1</b>	<b>3,590.3</b>	<b>621.0</b>	<b>1,325.8</b>	<b>5,537.1</b>

Boustead Holdings Berhad 196001000193 (3871-H)									
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D.)									
	Attributable to shareholders of the Company								
For the financial period ended 31 March 2019	Share Capital	*Fair Value Reserve of Financial Assets at FVOCI	*Regulatory Reserve	*Other Reserves	Retained Earnings	Total	Perpetual Sukuk	Non-Controlling Interests	Total Equity
As at 1 January 2019	2,735.7	21.6	186.4	434.0	1,617.0	4,994.7	1,207.9	1,601.7	7,804.3
Adjustment arising from adoption of MFRS 16	-	-	-	-	(6.2)	(6.2)	-	-	(6.2)
As at 1 January 2019, restated	2,735.7	21.6	186.4	434.0	1,610.8	4,988.5	1,207.9	1,601.7	7,798.1
Currency translation difference in respect of foreign operations	-	-	-	(0.8)	-	(0.8)	-	(0.3)	(1.1)
Net gain on equity investment designated at fair value through OCI	-	0.4	-	-	-	0.4	-	-	0.4
- fair value changes	-	0.1	-	-	-	0.1	-	-	0.1
- disposal	-	27.3	-	(0.7)	-	26.6	-	-	26.6
Share of OCI investments accounted for using equity method	-	27.8	-	(1.5)	-	26.3	-	(0.3)	26.0
Total other comprehensive income/(loss) for the period	-	-	-	-	(22.4)	(22.4)	20.6	13.2	11.4
(Loss)/profit for the period	-	27.8	-	(1.5)	(22.4)	3.9	20.6	12.9	37.4
Total comprehensive income/(loss) for the period	-	-	-	-	-	-	-	-	-
Share of effect on changes in group's structure of an associate on dilution of its subsidiary	-	-	-	-	2.7	2.7	-	-	2.7
Perpetual Sukuk	-	-	-	-	-	-	(6.3)	-	(6.3)
- Distribution	-	-	-	-	-	-	-	0.6	0.6
Changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	-
- Share options granted by a subsidiary	-	-	4.6	-	(4.6)	-	-	-	-
Transfer during the period	-	-	-	-	-	-	-	(28.2)	(28.2)
- Regulatory reserve of an associate	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2019, restated</b>	<b>2,735.7</b>	<b>49.4</b>	<b>191.0</b>	<b>432.5</b>	<b>1,586.5</b>	<b>4,995.1</b>	<b>1,222.2</b>	<b>1,587.0</b>	<b>7,804.3</b>

#### NOTES

\* Denotes non distributable reserves.

All figures are stated in RM million. The condensed consolidated statements of changes in equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For the period ended 31 March 2020**

<b>(All figures are stated in RM million)</b>	<b>2020</b>	<b>2019</b>
<b>Operating activities</b>		
Receipts from customers	2,238.8	2,594.5
Cash paid to suppliers and employees	(2,464.2)	(2,106.1)
	(225.4)	488.4
Income taxes paid less refund	25.1	(27.0)
Net cash (used in)/from operating activities	(200.3)	461.4
<b>Investing activities</b>		
Purchase of property, plant and equipment	(22.1)	(38.2)
Purchase of right-of-use assets	(2.0)	-
Purchase of intangible assets	-	(2.3)
Development of development property	(1.9)	(32.8)
Proceed from the sale of property, plant and equipment	0.3	25.7
Dividends received - others	0.7	-
Disposal of quoted shares	3.0	-
Interest received - others	7.2	-
Others	(1.1)	16.5
Net cash used in investing activities	(15.9)	(31.1)
<b>Financing activities</b>		
Transactions with owners	-	(30.4)
Transactions with holders of Perpetual Sukuk	-	(6.3)
New loans	1.7	201.9
Loans repayment	(151.7)	(22.4)
Net withdrawal/(repayment) of revolving credits and banker acceptances	142.3	(249.3)
Interest paid	(126.8)	(104.1)
Repayment of lease liabilities	-	(3.3)
Dividend paid - others	(3.4)	(28.2)
Net cash used in financing activities	(137.9)	(242.1)
Net (decrease)/increase in cash and cash equivalent	(354.1)	188.2
Foreign currency translation difference	0.3	(0.5)
Cash and cash equivalent at beginning of period	894.8	694.0
<b>Cash and cash equivalent at end of period</b>	<b>541.0</b>	<b>881.7</b>
<b>Analysis of cash and cash equivalents</b>		
Deposits, cash and bank balances	568.5	916.1
Overdrafts	(27.5)	(34.4)
<b>Cash and cash equivalent at end of period</b>	<b>541.0</b>	<b>881.7</b>

The Condensed Consolidated Cash Flow Statement is unaudited, and should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****Part A - Explanatory Notes Pursuant to MFRS 134****1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2019. All figures are stated in RM million, unless otherwise stated.

**2. Accounting Policies****Adoption of MFRSs, Amendments to MFRSs and IC Interpretations**

On 1 January 2020, the Group adopted the following new and amended MFRS:

	<b>Effective Date</b>
Amendments to MFRS 101 – Presentation of Financial Statements (Definition of Material)	1 January 2020
Amendments to MFRS 108 – Accounting Policies, Changes in Accounting Estimates and Errors (Definition of Material)	1 January 2020
Amendments to MFRS 9, MFRS 139 and MFRS 7 – Interest Rate Benchmark Reform	1 January 2020

The adoption of new and amended standards above did not have material impact on financial statements of the Group.

**Standards Issued but not yet Effective**

The Group has not early adopted the following MFRS that are not yet effective:

	<b>Effective Date</b>
MFRS 17 - Insurance Contracts	1 January 2021
Covid-19-Related Rent Concessions (Amendments to MFRS 16 Leases)	1 January 2021
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
Reference to Conceptual Framework (Amendments to MFRS 3 Business Combinations)	1 January 2022
Property, Plant and Equipment – Proceeds before Intended Use (Amendments to MFRS 116 Property, Plant and Equipment)	1 January 2022
Amendments to MFRS 101 - Classification of Liabilities as Current or Non-Current	1 January 2022
Onerous Contracts – Cost of Fulfilling a Contract (Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets)	1 January 2022
Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint-Venture	Deferred

There are no standards issued but not yet effective that would be expected to have a material impact on the Group in the current or future reporting periods.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****3. Auditors' Report on Preceding Annual Financial Statements**

The audit report of the preceding audited financial statements was not qualified.

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

The Group's operating result is influenced by both CPO prices and FFB crop production. The cropping pattern for oil palms is influenced by weather conditions. FFB production normally starts with a trough at the beginning of the year and thereafter increases gradually to reach a peak during the second half of the year.

**5. Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows.

**6. Change in Estimates**

Other than as disclosed in the audited financial statement for year ended 31 December 2019, there were no other material changes in estimates of amounts reported in the prior interim periods of the current financial year or the previous financial year.

**7. Dividends**

For the current quarter, the Directors did not declare any dividend (2019: Nil) in respect of the financial year ended 31 December 2020.



**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****8. Segmental Information**

Segment information for the cumulative period is presented in respect of the Group's business segments as follows:

	Property & Industrial	Plantation	Heavy Industries	Pharma- ceutical	Trading, Finance & Investment	Elim'n	Total
RM million							
2020							
Revenue							
Group total sales	172.5	162.7	86.2	819.9	1,025.5	(5.9)	2,260.9
Inter-segment sales	(5.9)	-	-	-	-	5.9	-
External sales	166.6	162.7	86.2	819.9	1,025.5	-	2,260.9
Operating cost	(166.0)	(145.4)	(94.7)	(779.5)	(1,052.0)	-	(2,237.6)
Results from operations	0.6	17.3	(8.5)	40.4	(26.5)	-	23.3
Share of result of associates	-	0.9	-	-	25.0	-	25.9
Share of result of joint ventures	(5.2)	-	(2.0)	-	-	-	(7.2)
(Loss)/profit before interest, taxation and zakat	(4.6)	18.2	(10.5)	40.4	(1.5)	-	42.0
Finance cost	(24.2)	(17.0)	(26.3)	(11.2)	(58.7)	34.9	(102.5)
Interest income	3.7	0.1	0.3	0.2	37.8	(34.9)	7.2
(Loss)/profit before taxation and zakat	(25.1)	1.3	(36.5)	29.4	(22.4)	-	(53.3)
Taxation							(22.3)
Loss for the period							(75.6)
Other Information							
Depreciation and amortisation	(8.7)	(33.2)	(5.5)	(9.1)	(27.5)	-	(84.0)
Profit on disposal							
- Other assets	0.1	-	-	-	0.3	-	0.4
Other non-cash expense*	(1.1)	-	(12.1)	(3.5)	(0.2)	-	(16.9)

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****8. Segmental Information (Cont'd.)**

Segment information for the cumulative period is presented in respect of the Group's business segments as follows (cont'd.):

<b>RM million</b>	<b>Property &amp; Industrial</b>	<b>Plantation</b>	<b>Heavy Industries</b>	<b>Pharma- ceutical</b>	<b>Trading, Finance &amp; Investment</b>	<b>Elim'n</b>	<b>Total</b>
<b>2019</b>							
<b>Revenue</b>							
Group total sales	206.3	134.9	207.5	786.1	1,177.6	(5.7)	2,506.7
Inter-segment sales	(5.7)	-	-	-	-	5.7	-
External sales	200.6	134.9	207.5	786.1	1,177.6	-	2,506.7
<b>Operating cost</b>	(196.2)	(135.8)	(213.8)	(748.6)	(1,120.0)	-	(2,414.4)
<b>Results from operations</b>	4.4	(0.9)	(6.3)	37.5	57.6	-	92.3
Share of result of associates	0.1	0.7	-	-	31.9	-	32.7
Share of result of joint ventures	(6.8)	-	1.2	-	-	-	(5.6)
<b>(Loss)/profit before interest, taxation and zakat</b>	(2.3)	(0.2)	(5.1)	37.5	89.5	-	119.4
Finance cost	(23.2)	(13.9)	(13.3)	(11.8)	(47.8)	32.6	(77.4)
Interest income	4.0	0.1	0.2	0.2	37.6	(32.6)	9.5
<b>(Loss)/profit before taxation and zakat</b>	(21.5)	(14.0)	(18.2)	25.9	79.3	-	51.5
Taxation							(40.1)
<b>Profit for the period</b>							11.4
<b>Other Information</b>							
Depreciation and amortisation	(8.2)	(36.4)	(4.4)	(18.0)	(28.5)	-	(95.5)
(Loss)/profit on disposal							
- Other assets	-	(1.0)	-	-	0.1	-	(0.9)
Other non-cash income/(expense)*	1.9	-	(9.2)	1.4	4.9	-	(1.0)

The Group's business segments have been revised from 6 divisions to 5 divisions in the current period. This is to reflect the current reporting line of the divisions to the Board of Directors and Management.

\* Other non-cash income/expenses exclude gain on disposal of other assets and also depreciation and amortisation

# The segment information based on geographical segment is not presented as the Group operates predominantly in Malaysia

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****8. Segmental Information (Cont'd.)**

Disaggregation of revenue is presented in respect of the Group's business segments as follows:

<b>RM million</b>	<b>Property &amp; Industrial</b>	<b>Plantation</b>	<b>Heavy Industries</b>	<b>Pharma- ceutical</b>	<b>Trading, Finance &amp; Investment</b>	<b>Elim'n</b>	<b>Total</b>
<b>2020</b>							
Sale of produce	-	162.4	-	-	-	-	162.4
Sale of petroleum products	-	-	-	-	974.7	-	974.7
Sale of pharmaceutical products	-	-	-	819.9	-	-	819.9
Sale of building materials	65.2	-	-	-	-	-	65.2
Shipbuilding and repair	-	-	85.2	-	-	-	85.2
Sale of development properties	47.7	-	-	-	-	-	47.7
Hotel operations	22.9	-	-	-	-	-	22.9
Tuition fees	-	-	-	-	38.8	-	38.8
Others	-	0.3	0.2	-	9.5	-	10.0
Revenue from contracts with customers	135.8	162.7	85.4	819.9	1,023.0	-	2,226.8
Rental income	30.8	-	0.8	-	2.5	-	34.1
<b>Total revenue</b>	<b>166.6</b>	<b>162.7</b>	<b>86.2</b>	<b>819.9</b>	<b>1,025.5</b>	<b>-</b>	<b>2,260.9</b>
<b>Timing of Revenue Recognition</b>							
Goods/services transferred:							
- At a point in time	100.9	162.4	1.0	819.3	986.8	-	2,070.4
- Over time	65.7	0.3	85.2	0.6	38.7	-	190.5
	<b>166.6</b>	<b>162.7</b>	<b>86.2</b>	<b>819.9</b>	<b>1,025.5</b>	<b>-</b>	<b>2,260.9</b>

  

<b>RM million</b>	<b>Property &amp; Industrial</b>	<b>Plantation</b>	<b>Heavy Industries</b>	<b>Pharma- ceutical</b>	<b>Trading, Finance &amp; Investment</b>	<b>Elim'n</b>	<b>Total</b>
<b>2019</b>							
Sale of produce	-	134.5	-	-	-	-	134.5
Sale of petroleum products	-	-	-	-	1,123.1	-	1,123.1
Sale of pharmaceutical products	-	-	-	786.1	-	-	786.1
Sale of building materials	88.6	-	-	-	-	-	88.6
Shipbuilding and repair	-	-	206.6	-	-	-	206.6
Sale of development properties	51.1	-	-	-	-	-	51.1
Hotel operations	30.3	-	-	-	-	-	30.3
Tuition fees	-	-	-	-	36.7	-	36.7
Others	0.1	0.4	0.1	-	17.5	-	18.1
Revenue from contracts with customers	170.1	134.9	206.7	786.1	1,177.3	-	2,475.1
Rental income	30.5	-	0.8	-	0.3	-	31.6
<b>Total revenue</b>	<b>200.6</b>	<b>134.9</b>	<b>207.5</b>	<b>786.1</b>	<b>1,177.6</b>	<b>-</b>	<b>2,506.7</b>
<b>Timing of Revenue Recognition</b>							
Goods/services transferred:							
- At a point in time	141.8	134.5	21.4	784.1	1,140.8	-	2,222.6
- Over time	58.8	0.4	186.1	2.0	36.8	-	284.1
	<b>200.6</b>	<b>134.9</b>	<b>207.5</b>	<b>786.1</b>	<b>1,177.6</b>	<b>-</b>	<b>2,506.7</b>

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****9. Debts and Equity Securities**

There were no issuances and repayments of debt and equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares in the current financial period.

**10. Carrying Amount of Revalued Assets**

There has been no revaluation of property, plant and equipment during the current financial period.

**11. Subsequent Events**

There were no subsequent events as at 19 June 2020 that will materially affect the financial statements of the financial period under review.

**12. Changes in Group Composition**

There were no changes in the composition of the Group during the period under review.

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

The status of the contingent liability as disclosed in the FY2019 annual financial statements remains unchanged as at 19 June 2020. No other contingent liability has arisen since the financial year end other than disclosed above.

**14. Commitments**

The Group has the following commitments as at 31 March 2020:

	<b>Authorised but not contracted RM million</b>	<b>Authorised and contracted RM million</b>
Capital expenditure	356.3	160.9
	<b><u>356.3</u></b>	<b><u>160.9</u></b>

**15. Financial Risk Management**

All aspects of the Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2019.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****16. Intangible Assets**

<b>RM million</b>	<b>Goodwill</b>	<b>Concession right</b>	<b>Rights to supply</b>	<b>Others</b>	<b>Total</b>
<b>Cost</b>					
At 1 January 2020	1,226.1	75.0	342.8	81.2	1,725.1
Additions	-	-	-	1.1	1.1
Foreign exchange fluctuation	(5.8)	-	-	(2.6)	(8.4)
At 31 March 2020	1,220.3	75.0	342.8	79.7	1,717.8
<b>Accumulated amortisation and impairment</b>					
At 1 January 2020	919.4	75.0	342.8	13.5	1,350.7
Amortisation	-	-	-	0.9	0.9
Foreign exchange fluctuation	-	-	-	(1.7)	(1.7)
At 31 March 2020	919.4	75.0	342.8	12.7	1,349.9
<b>Net carrying amount</b>					
At 31 March 2020	300.9	-	-	67.0	367.9
At 31 December 2019	306.7	-	-	67.7	374.4

Included in the Group's other intangible assets are pharmacy manufacturing licence, trade name, intellectual properties, software and capitalised development cost of work in progress.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia****17. Performance Review****Results for Cumulative Period**

**For the period ended 31 March 2020**  
**(All figures are stated in RM million)**

	<b>Cumulative Period</b>		<b>+/(%)</b>
	<b>2020</b>	<b>2019</b>	<b>%</b>
<b>Revenue:</b>			
Property & Industrial	<b>166.6</b>	200.6	-17%
Plantation	<b>162.7</b>	134.9	21%
Heavy Industries	<b>86.2</b>	207.5	-58%
Pharmaceutical	<b>819.9</b>	786.1	4%
Trading, Finance & Investment	<b>1,025.5</b>	1,177.6	-13%
	<b>2,260.9</b>	2,506.7	-10%
<b>Operating cost:</b>			
- Depreciation and amortisation	<b>(84.0)</b>	(95.5)	12%
- Other operating cost	<b>(2,153.6)</b>	(2,318.9)	7%
<b>Results from operations</b>	<b>23.3</b>	92.3	-75%
Share of result of associates and joint ventures	<b>18.7</b>	27.1	-31%
<b>(Loss)/profit before interest, taxation and zakat</b>	<b>42.0</b>	119.4	-65%
Net finance cost	<b>(95.3)</b>	(67.9)	-40%
<b>(Loss)/profit before taxation and zakat:</b>			
Property & Industrial	<b>(25.1)</b>	(21.5)	-17%
Plantation	<b>1.3</b>	(14.0)	109%
Heavy Industries	<b>(36.5)</b>	(18.2)	-101%
Pharmaceutical	<b>29.4</b>	25.9	14%
Trading, Finance & Investment	<b>(22.4)</b>	79.3	-128%
	<b>(53.3)</b>	51.5	-203%
Taxation	<b>(22.3)</b>	(40.1)	44%
<b>(Loss)/profit for the period</b>	<b>(75.6)</b>	11.4	-763%
<b>Loss attributable to shareholders of the Company</b>	<b>(73.1)</b>	(22.4)	-226%
<b>EBITDA</b>	<b>107.3</b>	187.8	-43%

For the 1<sup>st</sup> quarter ended 31 March 2020 (1QFY20), the Group incurred a loss before taxation and zakat (LBT) of RM53.3 million against last year's corresponding period's (1QFY19) profit before taxation and zakat (PBT) of RM51.5 million. The Group also recorded loss after tax for the quarter of RM75.6 million (1QFY19: profit after tax of RM11.4 million). After taking into account the allocation to non-controlling interests and perpetual sukuk holders, the Group posted a net loss of RM73.1 million (1QFY19: net loss of RM22.4 million).

In 1QFY20, the Group recorded a lower earning before interest, tax, depreciation and amortisation (EBITDA) of RM107.3 million (1QFY19: EBITDA of RM187.8 million) as the Group's result for the quarter was affected by weaker performance from Trading, Finance & Investment, Property & Industrial and Heavy Industries Divisions. During the period, only Plantation Division managed to register higher EBITDA as compared to 1QFY19.



**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****17. Performance Review (Cont'd.)****Results for Cumulative Period (Cont'd.)****Revenue**

For 1QFY20, the Group posted a lower revenue of RM2.3 billion, a decrease of 10% from RM2.5 billion in 1QFY19. An analysis of the revenue of each division is as follows:

- (i) In 1QFY20, **Property & Industrial Division** registered a revenue of RM166.6 million, lower by 17% from RM200.6 million recorded in 1QFY19. Revenue from all segments in the Division, namely property development, property investment, hotel and industrial were affected by Covid-19 pandemic and closure of non-essential businesses during Movement Control Order (MCO) period.
- (ii) For 1QFY20, the **Plantation Division** recorded a better revenue of RM162.7 million, an increase of 21% from RM134.9 million registered in 1QFY19. This was achieved on the back of improved prices of palm products.

The average selling price and production of palm products for the year is as follows:-

	<b>Cumulative Period</b>	
	<b>2020</b>	<b>2019</b>
<b>Average selling prices</b>	<b>RM</b>	<b>per RM</b>
Crude palm oil (CPO)	<b>2,793</b>	2,017
Palm kernel (PK)	<b>1,700</b>	1,300
<b>Palm product production</b>	<b>MT</b>	<b>MT</b>
CPO	<b>49,518</b>	53,611
PK	<b>10,148</b>	11,316

- (iii) The **Heavy Industries Division** closed the quarter with a lower revenue of RM86.2 million (1QFY19: revenue of RM207.5 million) mainly due to variation in milestone achieved for LCS project.
- (iv) The **Pharmaceutical Division** recorded a higher revenue of RM819.9 million (1QFY19: revenue of RM786.1 million) mainly due to stronger demand from the Indonesian operation.
- (v) The revenue for **Trading, Finance & Investment Division** of RM1.0 billion was 13% lower than RM1.2 billion recorded in 1QFY19 mainly due to lower average fuel price.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****17. Performance Review (Cont'd.)****Results for Cumulative Period (Cont'd.)****Performance by division**

An analysis of the results of each division is as follow:

**(i) Property & Industrial Division**

During the quarter, Property & Industrial Division incurred a higher deficit of RM25.1 million (1QFY19: deficit of RM21.5 million) mainly due to weaker performance from hotel and industrial segments. In 1QFY20, hotel segment recorded a deficit of RM19.3 million (1QFY19: deficit of RM12.4 million) as the room and F&B revenues were affected by the Covid-19 pandemic. Industrial segment closed the quarter with a weaker result as demand for fibre cement board and other building materials was affected by temporary closure of construction projects during MCO.

Meanwhile, Property Development segment registered a lower PBT of RM3.4 million (1QFY19: PBT of RM4.4 million). On the other hand, Property Investment segment recorded a lower deficit on reduced operating cost.

**(ii) Plantation Division**

For 1QFY20, the Plantation Division registered an improved result with a PBT of RM1.3 million against the loss before tax of RM14.0 million in 1QFY19. This was mainly contributed by the better palm products prices. FFB production for the quarter of 209,857 MT was 19% lower than 1QFY19 crop of 258,996 MT. Oil extraction and kernel extraction rates were also lower at 21.0% (1QFY19: 21.4%) and 4.3% (1QFY19: 4.5%) respectively.

**(iii) Heavy Industries Division**

The Heavy Industries Division closed the quarter with a higher LBT of RM36.5 million (1QFY19: LBT of RM18.2 million) mainly due to loss from Boustead Naval Shipyard (BNS). During the period, BNS incurred a deficit on higher foreign exchange loss and finance cost. In addition, no margin was recorded for LCS project due to cost overrun in FY2019. On the other hand, Boustead Heavy Industries Corporation closed the quarter with a PBT of RM20.7 million (1QFY19: LBT of RM4.1 million) mainly due to reversal of provisions for expected credit losses.

**(iv) Pharmaceutical Division**

For the 1<sup>st</sup> quarter, Pharmaceutical Division registered a PBT of RM29.4 million, an increase of 14% against 1QFY19's PBT of RM25.9 million. The bottom line has benefitted from the absence of amortisation of concession rights recognised at the Group level as well as stronger contribution from Governments hospital and lower operating costs.

**(v) Trading, Finance & Investment Division**

For 1QFY20, Trading, Finance & Investment Division recorded a deficit of RM22.4 million (1QFY19: surplus of RM79.3 million). The loss incurred was mainly due to stockholding loss suffered by Boustead Petroleum Marketing as a result of sharp drop in fuel price as well as lower sales volume during MCO period. Meanwhile, the performance for our tourism related subsidiaries namely Boustead Travel Services and Boustead Cruise Centre was lower than 1QFY19 as it was affected by Covid-19 pandemic and restriction of MCO.

On the other hand, contribution from the University of Nottingham in Malaysia was better on higher revenue from under graduate and offshore programmes. For 1QFY20, Affin Bank Berhad recorded lower contribution mainly due to additional allowance for credit impairment losses and higher overhead expenses.



**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****17. Performance Review (Cont'd.)****Statement of Financial Position**

As at 31 March 2020, the Group's payables decreased mainly attributable to purchases of fuels at lower prices and payment to suppliers. Meanwhile, the inventories have decreased due to an increase in sales of pharmaceutical products and lower valuation of fuels. The deposit, cash and bank balances have also decreased mainly due repayment of borrowings and payment to suppliers.

**Statement of Cash Flows**

For 1QFY20, the Group recorded negative cashflow from operation RM200.3 million (1QFY19: cash inflow RM461.4 million) mainly due to reduction in receipts and higher payment to suppliers during the period. On the other hand, cash outflow from financing activities was lower at RM137.9 million (1QFY19: cash outflow of RM242.1 million) on reduced net repayment of borrowings of RM9.4 million (1QFY19: RM271.7 million)

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****18. Material Changes in Quarterly Results Compared to The Results of the Immediate Preceding Quarter**

<b>For the period ended 31 March 2020</b>	<b>Current Period</b>	<b>Immediate Preceding Period</b>	<b>+ / (-)</b>
<b>(All figures are stated in RM million)</b>	<b>31.3.2020</b>	<b>31.12.2019</b>	<b>%</b>
<b>Revenue:</b>			
Property & Industrial	<b>166.6</b>	193.2	-14%
Plantation	<b>162.7</b>	179.1	-9%
Heavy Industries	<b>86.2</b>	179.4	-52%
Pharmaceutical	<b>819.9</b>	715.7	15%
Trading, Finance & Investment	<b>1,025.5</b>	1,268.8	-19%
	<b>2,260.9</b>	2,536.2	-11%
<b>Operating cost:</b>			
- Depreciation and amortisation	<b>(84.0)</b>	(109.4)	23%
- Other operating cost	<b>(2,153.6)</b>	(2,595.0)	17%
<b>Results from operations</b>	<b>23.3</b>	(168.2)	114%
Impairment of property, plant and equipment	-	(164.9)	100%
Impairment of right-of-use assets	-	(22.4)	100%
Impairment of goodwill	-	(725.2)	100%
Accelerated amortisation of rights to supply	-	(232.1)	100%
Fair value loss on investment properties	-	(7.6)	100%
Other investment result	-	0.1	-100%
Share of result of associates and joint ventures	<b>18.7</b>	102.1	-82%
<b>(Loss)/profit before interest, taxation and zakat</b>	<b>42.0</b>	(1,218.2)	103%
Net finance cost	<b>(95.3)</b>	(131.6)	28%
<b>(Loss)/profit before taxation &amp; zakat:</b>			
Property & Industrial	<b>(25.1)</b>	32.1	-178%
Plantation	<b>1.3</b>	(177.7)	101%
Heavy Industries	<b>(36.5)</b>	(1,013.8)	96%
Pharmaceutical	<b>29.4</b>	(240.5)	112%
Trading, Finance & Investment	<b>(22.4)</b>	50.1	-145%
	<b>(53.3)</b>	(1,349.8)	96%
Taxation	<b>(22.3)</b>	55.5	-140%
<b>Loss for the period</b>	<b>(75.6)</b>	(1,294.3)	94%
<b>Loss attributable to shareholders of the Company</b>	<b>(73.1)</b>	(1,125.7)	94%
<b>EBITDA</b>	<b>107.3</b>	(58.8)	282%

For the current quarter, the Group incurred a LBT of RM53.3 million, which was much lower than preceding quarter's (4QFY19) LBT of RM1.35 billion. Loss after tax and net loss for the current quarter was lower than preceding quarter at RM75.6 million (4QFY19: net loss of RM1.29 billion) and RM73.1 million (4QFY19: net loss of RM1.13 billion) respectively.

The huge deficit in 4QFY19 was mainly due to one-off impairments and accelerated amortisation.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****18. Material Changes in Quarterly Results Compared to The Results of the Immediate Preceding Quarter (Cont'd.)**

An analysis of the results of each division is as follow:

**(i) Property & Industrial Division**

For 1QFY20, Property & Industrial Division recorded a deficit of RM25.1 million (4QFY19: surplus of RM32.1 million). The bottom line for the preceding quarter was bolstered by the good result from a joint venture. On the other hand, the current quarter loss was mainly due to weaker performance from hotel and industrial segments which was affected by Covid-19 pandemic and MCO.

**(ii) Plantation Division**

In 1QFY20, the Plantation Division registered a PBT of RM1.3 million (4QFY19: LBT of RM177.7 million) as the preceding quarter's bottom line was affected by the one-off impairment on plantation assets of RM176.0 million. The better result for 1QFY20 was also attributable to higher palm product prices and reduction in depreciation charge as a result of the impairment made on plantation assets in the preceding quarter. Revenue for the 1QFY20 was lower at RM162.7 million (4QFY19: revenue of RM179.1 million) mainly due to a decrease in crop production. FFB production for the quarter of 209,857 MT was down from the preceding quarter by 17%.

The comparison of average selling prices for CPO and PK between 1QFY20 and 4QFY20 is as tabulated below:-

Average selling price:	1QFY20	4QFY19	%
	RM per MT	RM per MT	
Crude palm oil (CPO)	2,793	2,446	14%
Palm kernel (PK)	1,700	1,407	21%

**(iii) Heavy Industries Division**

The Heavy Industries Division closed the current quarter with a LBT of RM36.5 million, which was much lower than LBT of RM1.0 billion recorded in the preceding quarter. The result for 4QFY19 was affected by the impairment of goodwill in Boustead Naval Shipyard of RM725.2 million.

**(iv) Pharmaceutical Division**

For the current quarter, the Pharmaceutical Division recorded a surplus of RM29.4 million (4QFY19: deficit of RM240.5 million). The result for 4QFY19 was affected by the accelerated amortisation of rights to supply of RM247.3 million as a result of the revision in useful life and provision of stock write off on voluntary product recall. The result for the current quarter was also bolstered by stronger demand from Government and private hospitals in Malaysia and Indonesia.

**(v) Trading, Finance & Investment Division**

In 1QFY20, the Trading, Finance & Investment Division incurred a LBT of RM22.4 million (4QFY19: PBT of RM50.1 million) mainly due to stockholding losses recorded by Boustead Petroleum Marketing as a result of sharp drop in fuel prices.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****19. Prospects**

The COVID-19 pandemic has severely impacted many local economies around the globe. For the Group, the measures taken by the Government of Malaysia to contain the spread of the virus, including Movement Control Order (MCO), travel bans, quarantines, social distancing, and closures of non-essential services have affected the business performance and operations of the Group. Notably, the decline in tourism activities have disrupted the Group's hotel operations and travel services have been adversely impacted by the travel restriction and fear of health threat around the globe. Furthermore, the sales volume at the Group's petrol station network has declined due to the travel bans across the country. During this unprecedented challenging period, the Group will focus on response measures to improve the performance of the Group's operations, mitigating the impact of Covid-19 and cash management. The Group will continue to monitor and assess the ongoing development and respond accordingly.

**Plantation Division**

The Plantation Division's profitability hinges largely on selling prices and the Division transformation programme. The financial year of 2020 is expected to be a challenging year for many industries due to the world outbreak of coronavirus (COVID-19) pandemic. The rapid spread of COVID-19 in the first quarter has exerted a ravaging impact of most commodities including palm oil, pushing down global demand and suppressing commodity prices precipitously. Malaysian palm oil industry was also affected by the outbreak of COVID-19 following the slow demand from the palm oil importing countries and domestic consumption. The MCO has interrupted the normal oil palm operational activities such as fertilizing, harvesting, collection of FFB and milling. Shortage of harvesters and logistic issues have hampered the palm oil production. There is a risk of recession in second half of the year should the spread of COVID-19 cannot be contained, which will put further downward pressure on the price of palm oil.

The Division expects to record some growth in crop production with an improved operational efficiency but the uncertainty of recovery from COVID-19 may dampen the progress.

**Pharmaceutical Division**

Despite a tough backdrop, the Pharmaceutical Division was able to deliver solid results in the first quarter of the year. Nevertheless, the challenging environment is expected to persist as the Covid-19 pandemic continues across the globe. As the healthcare sector does its utmost to prevent the further spread of this virus, the various economic stimulus packages and Covid-19 related initiatives announced by the Government will help to address the needs of healthcare practitioners, providing much-needed funds and support.

As a leading pharmaceutical manufacturer, the Division is conscious of its role during this critical time. The Division is dedicated to fulfilling its contract with the Ministry of Health (MOH) for the provision of medicines and medical supplies to MOH facilities, as well as logistics and distribution services to MOH. In tandem with this, to ensure sustainable growth, the Division continues to enhance manufacturing and operational efficiencies and expand its research and development capabilities to explore new avenues to grow its business, including for its Indonesian operations.

**Property & Industrial Division**

The Division's performance in property development, property investment and industrial activities is anticipated to be affected by the current soft sentiment in property and construction industries as well as uncertainties on the aftermath effect of Covid-19 pandemic. Meanwhile, the hotel segment is expected to continue facing challenges in term of occupancies and rate. The Division has taken several initiatives to minimise the impact such as conducting online marketing and various promotional activities, as well as introducing austerity measures to contain costs.

**Other Divisions**

The LMS projects as well as defence related maintenance, repair and overhaul activities will contribute to Heavy Industries Division's performance going forward. Nevertheless, the milestone of LMS projects will have to be reviewed given the delay caused by the lockdown in Wuhan, China. Trading, Finance & Investment Division's earnings will largely be driven by Boustead Petroleum Marketing and our associate, Affin Bank Berhad.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****20. Notes on Variance in Actual Profit and Shortfall in Profit Guarantee**

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interests and shortfall in profit guarantee are not applicable.

**21. Taxation**

	<b>Current Quarter 2020 RM million</b>	<b>Cumulative Quarter 2020 RM million</b>
Malaysian taxation based on profit for the period:		
- Current	14.8	14.8
- Deferred	(3.8)	(3.8)
	11.0	11.0
Under provision of prior years	11.3	11.3
	22.3	22.3

The Group's effective rate for the cumulative quarter is higher than statutory tax rate as certain expenses are non-deductible for tax purposes and non-availability of group relief for certain subsidiaries.



**Boustead Holdings Berhad 196001000193 (3871-H)**

**Notes to the interim financial report for the quarter ended 31 March 2020**

**22. Corporate Proposals - Status**

**(a) Status of Corporate Proposal**

**(i) Proposed Acquisition of Oil Palm Plantation Lands**

On 25 March 2019, Boustead Rimba Nilai Sdn Bhd (BRNSB), a wholly-owned subsidiary of Boustead Plantations Berhad entered into a sale and purchase agreement with Lubah Plantations (S) Sdn Bhd for the acquisition of Lubah property within the District of Labuk & Sugut comprising a land title measuring 499.3 hectares for a cash consideration of RM38.21 million. BRNSB has paid a 10% deposit.

The acquisition of Lubah property is expected to be completed by 2<sup>nd</sup> quarter of 2020.

**(ii) Proposed Disposal of Royale Chulan Bukit Bintang Hotel**

On 15 March 2019, Boustead Hotel & Resorts Sdn Bhd (BHR), a wholly owned subsidiary of Boustead Properties Berhad, which in turn is a wholly owned subsidiary of the Company, entered into a sale and purchase agreement (SPA) with Every Room A Home Sdn Bhd (the Purchaser), for a proposed disposal of Royale Chulan Bukit Bintang Hotel located on 2 parcels of freehold land measuring approximately 3,189 square meter which was held under GRN 70145, Lot 1297 and GRN 70146, Lot 1298, both in Seksyen 67, District of Kuala Lumpur (Property) and its business, including fixtures, fittings and furnishings but excluding goodwill, for a cash consideration of RM197 million (Disposal Consideration) (Proposed Disposal).

The Proposed Disposal is subject to the following remaining conditions precedent:

- a) The approvals of relevant authorities; and
- b) The conditions stipulated in the SPA.

The Purchaser has paid a deposit of RM19.7 million being 10% of the Disposal Consideration. The balance 90% of the Disposal Consideration totalling RM177.3 million will be settled within 3 months from the date of the SPA or 1 month from the Unconditional Date (as defined in the SPA), whichever is later.

The Proposed Disposal is expected to be completed in the 3<sup>rd</sup> quarter of 2020.

There were no other corporate proposals announced or pending completion as at 19 June 2020.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****22. Corporate Proposals - Status (Cont'd.)****(b) Status on Utilisation of Proceeds from Rights Issue as at 15 May 2020**

(In RM Million)	Proposed Utilisation	Revised Utilisation	Actual Utilisation	Time Frame	Unutilised Amount	%	Explanation
Repayment of bank borrowings	486.0	638.0	634.0	Within 55 months until 31 December 2020	4.0	1%	To be utilised
Property development activities	507.0	355.0	355.0	Within 55 months until 31 December 2020	-		Fully utilised
Working capital	60.5	60.5	60.5		-		Fully utilised
Rights Issue expenses	1.3	1.3	1.3		-		Fully utilised
	<u>1,054.8</u>	<u>1,054.8</u>	<u>1,050.8</u>		<u>4.0</u>		

The Company had on 28 February 2020 made the announcement to vary the utilisation of proceeds from Rights Issue.

**(c) Status on Utilisation of Proceeds from Issue of IMTNs as at 15 May 2020**

(In RM Million)	Proposed Utilisation	Actual Utilisation	Time Frame	Deviation Amount	%	Explanation
Refinancing of existing borrowings/ financing	1,962.4	1,905.4	Not applicable	57.0	3%	To be utilised
Funding of reserve account and expenses of IMTN programme	44.4	44.4	Not applicable	-		Fully utilised
Funding of working capital	343.2	343.2	Not applicable	-		Fully utilised
	<u>2,350.0</u>	<u>2,293.0</u>		<u>57.0</u>		

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****23. Changes in Material Litigations**

- (i) In respect of the litigation referred to in Note 37 (a) of 2019 Annual Report, the trial was supposed to continue on 1 and 2 April 2020, however, it has been postponed until further notice pursuant to the extended Movement Control Order by the Government over Covid-19 concerns.
- (ii) In respect of the litigation referred to in Note 37 (b) of 2019 Annual Report, hearing for the striking out applications has been fixed on 17 July 2020.
- (iii) In respect of the litigation referred to in Note 37 (c) of 2019 Annual Report, the trial dates have been fixed on 19 & 20 October 2020.

As at 19 June 2020, there were no other changes in material litigation, including the status of pending material litigation since the date of the last annual statement of financial position as at 31 December 2019.

**24. Earnings Per Share - Basic/diluted**

	<b>Current Period</b>		<b>Cumulative Period</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Net loss for the period (RM million)	<b>(73.1)</b>	(22.4)	<b>(73.1)</b>	(22.4)
Weighted average number of ordinary shares in issue (million)	<b>2,027.0</b>	2,027.0	<b>2,027.0</b>	2,027.0
Basic/diluted loss per share (sen)	<b>(3.60)</b>	(1.11)	<b>(3.60)</b>	(1.11)



**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****25. Group Borrowings and Debt Securities**

Total group borrowings as at 31 March 2020 are as follows:-

	<b>31.3.2020</b>	<b>31.12.2019</b>	<b>31.3.2019</b>
	<b>RM million</b>	<b>RM million</b>	<b>RM million</b>
<b>Non-current:</b>			
Term loans			
- Denominated in RM	<b>935.5</b>	<b>1,085.1</b>	577.6
- Denominated in Great Britain Pound	<b>59.3</b>	<b>60.6</b>	61.7
	<b>994.8</b>	<b>1,145.7</b>	639.3
Asset-backed bonds	-	-	209.8
Islamic medium term notes	<b>2,340.4</b>	<b>2,339.8</b>	1,692.4
Revolving credits	<b>400.0</b>	<b>420.0</b>	649.1
	<b>3,735.2</b>	<b>3,905.5</b>	3,190.6
Less: repayable in 1 year	<b>245.4</b>	<b>382.6</b>	331.5
	<b>3,489.8</b>	<b>3,522.9</b>	2,859.1
<b>Current:</b>			
Bank overdrafts	<b>27.5</b>	<b>46.6</b>	34.4
Bankers' acceptances			
- Denominated in RM	<b>695.6</b>	<b>310.4</b>	351.8
- Denominated in Indonesian Rupiah	<b>140.8</b>	<b>160.8</b>	140.8
Revolving credits	<b>3,263.4</b>	<b>3,486.3</b>	3,721.5
Short term loans	<b>245.4</b>	<b>382.6</b>	331.5
	<b>4,372.7</b>	<b>4,386.7</b>	4,580.0
<b>Total borrowings</b>	<b>7,862.5</b>	<b>7,909.6</b>	7,439.1

As at 31 March 2020, no significant variance noted on the Group's borrowing as compared with 31 December 2019. The borrowing was higher as compared with 31 March 2019 mainly due to the issuance of Islamic Medium Term Notes in July 2019 of RM650 million.

During the financial period, the weighted average interest rate of borrowings is 5.6% (FY2019: 5.5%) per annum. The proportion of debt based on fixed and floating interest rate is 30% (FY2019: 30%) and 70% (FY2019: 70%) respectively.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****25. Group Borrowings and Debt Securities (Cont'd.)**

The Islamic medium term notes (IMTN) comprise:-

- i) 2 tranches of RM500 million Sukuk Murabahah, which were issued in 2017, with maturity 7 years from the date of issue and carry profit rate of 5.9% per annum
- ii) 2 tranches of RM150 million Sukuk Murabahah, which were issued in 2018, with maturity 3 years from the date of issue and carry profit rate of 5.7% per annum
- iii) 1 tranche of RM200 million Sukuk Murabahah, which was issued in 2018, with maturity 7 years from the date of issue and carries profit rate of 6.2% per annum
- iv) 1 tranche of RM200 million Sukuk Murabahah, which was issued during the previous financial year, with maturity 7 years from the date of issue and carries profit rate of 6.2% per annum
- v) 1 tranche of RM650 million Sukuk Murabahah, which was issued during the previous financial year, with maturity 5 years from the date of issue and carries profit rate of 6.5% per annum

A subsidiary has a term loan of RM38.0 million (2019: RM42.8 million) and revolving credits of RM674.4 million (2019: RM674.4 million) which are secured by way of an assignment on contract proceeds.

A subsidiary has a term loan of RM4.4 million (2019: RM4.7 million) which is secured against a hangar owned by the subsidiary.

A subsidiary has a term loan of RM19.7 million (2019: RM20.3 million) which is secured against the subsidiary's hire purchase contracts.

A subsidiary has a term loan denominated in Great Britain Pound equivalent to RM59.3 million (2019: RM60.6 million) which is secured against a property owned by the Subsidiary.

All the other borrowings are unsecured.

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****25. Group Borrowings and Debt Securities (Cont'd.)**

The amount of borrowings denominated in foreign currencies:

(All figures are stated in million)

	<b>31.3.2020</b>	<b>31.12.2019</b>	<b>31.3.2019</b>
Denominated in Great Britain Pound	<b>11.0</b>	<b>11.3</b>	11.6
Denominated in Indonesian Rupiah	<b>478,912</b>	<b>536,000</b>	494,035

Exchange rate:

- Great Britain Pound	<b>5.38</b>	<b>5.38</b>	5.33
- Indonesian Rupiah	<b>0.0294</b>	<b>0.0300</b>	0.0285

**26. Additional Disclosures**

The Group's loss/(profit) before taxation and zakat is stated after deducting/(crediting) the following:

	<b>Current Quarter</b>		<b>Cumulative Quarter</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>RM million</b>	<b>RM million</b>	<b>RM million</b>	<b>RM million</b>
Depreciation and amortisation	<b>84.0</b>	95.5	<b>84.0</b>	95.5
Provision for and write off of receivables	<b>3.5</b>	5.6	<b>3.5</b>	5.6
Provision for and write off of inventories	<b>3.4</b>	1.8	<b>3.4</b>	1.8
(Gain)/loss on disposal of other property, plant and equipment	<b>(0.4)</b>	0.9	<b>(0.4)</b>	0.9
Foreign exchange loss/(gain)	<b>19.7</b>	(15.0)	<b>19.7</b>	(15.0)
Net fair value (gain)/loss on derivatives	<b>(8.9)</b>	4.0	<b>(8.9)</b>	4.0

**Boustead Holdings Berhad 196001000193 (3871-H)****Notes to the interim financial report for the quarter ended 31 March 2020****27. Plantation Statistics**

		<b>Cumulative Period</b>	
		<b>2020</b>	<b>2019</b>
<b>(a) Crop production and yield</b>			
FFB (MT)		<b>209,857</b>	258,996
FFB (MT/ha)		<b>3.1</b>	3.8
CPO production (MT)		<b>49,518</b>	53,611
PK production (MT)		<b>10,148</b>	11,316
<b>(b) Average selling prices (RM per MT)</b>			
FFB		<b>534</b>	381
Crude palm oil (CPO)		<b>2,793</b>	2,017
Palm kernel (PK)		<b>1,700</b>	1,300
<b>(c) Oil extraction rate (%)</b>			
Crude palm oil		<b>21.0</b>	21.4
Palm kernel		<b>4.3</b>	4.5
<b>(d) Planted areas (hectares)</b>			
		<b>As at 31.3.2020</b>	<b>As at 31.3.2019</b>
Oil palm	- immature	<b>6,647</b>	6,551
	- young mature	<b>12,223</b>	13,183
	- prime mature	<b>22,153</b>	27,167
	- past prime	<b>32,952</b>	32,505
		<b>73,975</b>	79,406