



**PETRON MALAYSIA REFINING & MARKETING BHD**

(Company Number: 196001000260 (3927-V))

The Board of Directors of Petron Malaysia Refining & Marketing Bhd hereby announces the financial results of the Company for the quarter ended 30 June 2020 and for the six months ended 30 June 2020.

This interim report is prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (BMSB).



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF FINANCIAL POSITION**  
(Amounts in Thousand Ringgit Malaysia)

		<i>As at</i>	<i>As at</i>
		<i>30 Jun 2020</i>	<i>31 Dec 2019</i>
	Note	<i>Unaudited</i>	<i>Audited</i>
<b>ASSETS</b>			
Cash and cash equivalents		254,575	156,599
Derivative financial assets	12	28,679	8,914
Trade and other receivables		215,573	420,865
Inventories		368,643	706,564
Other current assets		15,479	6,332
Tax recoverable		6,268	-
<b>Total current assets</b>		<b>889,217</b>	<b>1,299,274</b>
Property, plant and equipment		1,298,755	1,163,817
Investment property		669,741	634,333
Right-of-use assets		32,081	32,339
Long-term assets		48,403	49,790
Intangible assets - software		142	167
<b>Total non-current assets</b>		<b>2,049,122</b>	<b>1,880,446</b>
<b>TOTAL ASSETS</b>		<b>2,938,339</b>	<b>3,179,720</b>
<b>LIABILITIES</b>			
Loans and borrowings	17	500,000	130,000
Trade and other payables		698,125	1,088,355
Lease liabilities		6,043	3,776
Derivative financial liabilities	12	21,389	9,941
Retirement benefit obligations		5,951	5,951
Tax payable		-	3,606
<b>Total current liabilities</b>		<b>1,231,508</b>	<b>1,241,629</b>
Retirement benefit obligations		46,617	46,944
Deferred tax liabilities		22,107	75,297
Lease liabilities		37,520	29,891
<b>Total non-current liabilities</b>		<b>106,244</b>	<b>152,132</b>
<b>TOTAL LIABILITIES</b>		<b>1,337,752</b>	<b>1,393,761</b>

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



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF FINANCIAL POSITION**  
**(Amounts in Thousand Ringgit Malaysia)**  
**(Continued)**

	<i>As at</i> <i>30 Jun 2020</i>	<i>As at</i> <i>31 Dec 2019</i>
	<i>Unaudited</i>	<i>Audited</i>
<b>EQUITY</b>		
Share capital	143,000	143,000
Retained earnings	1,457,587	1,642,959
<b>TOTAL EQUITY</b>	<b>1,600,587</b>	<b>1,785,959</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,938,339</b>	<b>3,179,720</b>

Certified by:

**MARK TRISTAN D. CAPARAS**  
Chief Finance Officer

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



**PETRON MALAYSIA REFINING & MARKETING BHD**

(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
**(Amounts in Thousand Ringgit Malaysia, Except Per Share Data)**

	Note	April to June		January to June	
		2020	2019	2020	2019
		Unaudited	Unaudited	Unaudited	Unaudited
Revenue		1,024,298	3,022,670	3,264,473	5,770,113
Cost of sales		(1,092,084)	(2,889,092)	(3,385,478)	(5,493,931)
Gross (loss)/profit		(67,786)	133,578	(121,005)	276,182
Other operating income		9,735	16,005	24,826	31,627
Other operating expenses		(50,089)	(64,017)	(111,877)	(126,438)
Administrative expenses		(4,147)	(4,452)	(7,572)	(8,449)
Results from operating activities		(112,287)	81,114	(215,628)	172,922
Other income		22,179	9,457	21,350	12,991
Other expenses		(3,127)	(14,517)	(10,987)	(30,002)
Finance income		738	1,269	1,075	2,386
Finance costs		(579)	(2,127)	(1,972)	(6,423)
(Loss)/Profit before tax	18	(93,076)	75,196	(206,162)	151,874
Tax benefit/(expense)	19	23,788	(18,981)	53,190	(38,138)
<b>(Loss)/Profit for the period</b>		<b>(69,288)</b>	<b>56,215</b>	<b>(152,972)</b>	<b>113,736</b>
<b>Total comprehensive (loss)/income for the period</b>		<b>(69,288)</b>	<b>56,215</b>	<b>(152,972)</b>	<b>113,736</b>
<b>Basic (loss)/earnings per ordinary share (sen)</b>	23	<b>(25.7)</b>	<b>20.8</b>	<b>(56.7)</b>	<b>42.1</b>

Certified by:   
**MARK TRISTAN D. CAPARAS**  
 Chief Finance Officer

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



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF CHANGES IN EQUITY**  
(Amounts in Thousand Ringgit Malaysia)

	<i>Note</i>	<i>Non- distributable Share capital</i>	<i>Distributable Retained earnings</i>	<i>Total equity</i>
<i>Unaudited</i>				
<b>At 31 December 2018, as previously reported/1 January 2019</b>		<b>143,000</b>	<b>1,525,809</b>	<b>1,668,809</b>
Opening balance adjustments from adoption of MFRS 16, net of tax		-	(1,152)	(1,152)
<b>At 1 January 2019, restated</b>		<b>143,000</b>	<b>1,524,657</b>	<b>1,667,657</b>
Total comprehensive income for the period		-	113,736	113,736
Dividends paid		-	(54,000)	(54,000)
<b>At 30 June 2019</b>		<b>143,000</b>	<b>1,584,393</b>	<b>1,727,393</b>
<i>Unaudited</i>				
<b>At 1 January 2020</b>		<b>143,000</b>	<b>1,642,959</b>	<b>1,785,959</b>
Total comprehensive loss for the period		-	(152,972)	(152,972)
Dividends payable	22	-	(32,400)	(32,400)
<b>At 30 June 2020</b>		<b>143,000</b>	<b>1,457,587</b>	<b>1,600,587</b>

Certified by:

  
**MARK TRISTAN D. CAPARAS**  
Chief Finance Officer

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



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF CASH FLOWS**  
(Amounts in Thousand Ringgit Malaysia)

	<i>January to June</i>	
	<i>2020</i>	<i>2019</i>
	<i>Unaudited</i>	<i>Unaudited</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(206,162)	151,874
Adjustments for:		
Amortisation of intangible assets	25	23
Amortisation of long-term assets	5,500	4,880
Depreciation of investment property	17,172	14,181
Depreciation of property, plant and equipment	23,389	25,641
Depreciation of right-of-use assets	258	905
Finance costs	1,972	6,423
Finance income	(1,075)	(2,386)
Gain on disposal of investment property	-	(3,509)
Gain on disposal of property, plant and equipment	-	(2,462)
Gain on disposal of right-of-use assets	-	(44)
Gain on lease modification	(87)	-
Retirement benefit costs	2,937	2,579
Reversal of impairment loss on trade and other receivables	-	(238)
Unrealised foreign exchange loss/(gain)	149	(906)
Unrealised gain on derivatives	(7,290)	(3,220)
Write-off of property, plant and equipment	2	4
<b>Operating (loss)/profit before changes in working capital</b>	<b>(163,210)</b>	<b>193,745</b>
Change in inventories	337,921	41,718
Change in long-term assets	(1,398)	70
Change in trade and other payables and other financial liabilities	(439,580)	12,718
Change in trade and other receivables and other financial assets	205,603	443,683
<b>Cash (used in)/from operations</b>	<b>(60,664)</b>	<b>691,934</b>
Interest paid	(6,627)	(3,493)
Interest received	1,064	2,371
Tax paid	(9,874)	(29,042)
Retirement benefits paid	(3,264)	(1,456)
<b>Net cash (used in)/from operating activities</b>	<b>(79,365)</b>	<b>660,314</b>

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



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**CONDENSED STATEMENT OF CASH FLOWS**  
**(Amounts in Thousand Ringgit Malaysia)**  
*(Continued)*

	<i>January to June</i>	
	<i>2020</i>	<i>2019</i>
	<i>Unaudited</i>	<i>Unaudited</i>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of investment property	(12,959)	(5,285)
Acquisition of property, plant and equipment	(170,949)	(257,807)
Payment for long-term assets	(5,387)	(8,088)
Proceeds from disposal of investment property	-	8,972
Proceeds from disposal of property, plant and equipment	-	1,956
Proceeds from disposal of right-of-use assets	-	60
<b>Net cash used in investing activities</b>	<b>(189,295)</b>	<b>(260,192)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net proceeds from/(repayment of) borrowings	370,000	(390,000)
Dividends paid	-	(54,000)
Payment of lease liabilities	(2,921)	(1,037)
<b>Net cash from/(used in) financing activities</b>	<b>367,079</b>	<b>(445,037)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>98,419</b>	<b>(44,915)</b>
<b>EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH HELD</b>	<b>(443)</b>	<b>228</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>156,599</b>	<b>145,430</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>254,575</b>	<b>100,743</b>

Certified by:

  
**MARK TRISTAN D. CAPARAS**  
Chief Finance Officer

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



**PETRON MALAYSIA REFINING & MARKETING BHD**  
(Company Number: 196001000260 (3927-V))

**Part A – Explanatory Notes Pursuant to MFRS 134 Interim Financial Reporting**

**1. Basis of Preparation**

The interim financial statements are unaudited and prepared in accordance with the requirements of MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (BMSB). These interim financial statements also comply with IAS 134 *Interim Financial Reporting* issued by the International Accounting Standards Board.

This report should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2019. The explanatory notes to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and the performance of the Company since the financial year ended 31 December 2019.

**2. Significant Accounting Policies**

**a) Changes in accounting policies**

The audited financial statements of the Company for the year ended 31 December 2019 were prepared in accordance with MFRS. The accounting policies and methods of computation adopted in these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2019.

On 1 January 2020, the Company adopted the following accounting standards, amendments and interpretations of MFRSs effective for annual periods beginning on or after 1 January 2020:

- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*

**b) MFRSs, amendments and interpretations which are applicable to the Company but not yet effective**

The new standards, amendments and interpretations applicable to the Company that will be effective but have not been adopted yet by the Company, are as follows:

MFRSs, amendments and interpretations effective 1 June 2020:

- Amendment to MFRS 16 *Leases, Covid-19 - Related Rent Concessions*

MFRSs, amendments and interpretations effective 1 January 2022:

- Amendments to MFRS 9, *Financial Instruments - Fees in the '10 per cent' Test for Derecognition of Financial Liabilities (Annual Improvements to MFRS Standards 2018–2020 Cycle)*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*



## **2. Significant Accounting Policies (continued)**

### **b) MFRSs, amendments and interpretations which are applicable to the Company but not yet effective (continued)**

MFRSs, amendments and interpretations effective 1 January 2022 (continued):

- Amendments to MFRS 116, *Property, Plant and Equipment – 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 Company will apply the above standard, amendments and interpretations on their effective dates.

## **3. Comments about Seasonal or Cyclical Factors**

The operations of the business are not seasonal or cyclical in nature.

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

There were no unusual items affecting assets, liabilities, equity, net income and cash flows of the Company during the quarter.

## **5. Changes in Estimates**

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

## **6. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale or repayments of debt and equity securities during the quarter.

## **7. Dividends Paid**

There has been no dividend paid since 31 December 2019.

## **8. Segmental Information**

The Company is organised as one integrated business segment which operates to manufacture and sell petroleum products. These integrated activities are known across the petroleum industry as the Downstream segment. As such, the assets and liabilities are disclosed within the financial statements as one segment.

Revenues are mainly derived from the sale of petroleum products to domestic customers including its affiliates and competitors. A breakdown of the revenues by geographical location is as follows:

## 8. Segmental Information (continued)

<i>In RM'000</i>	<i>3 months ended</i>		<i>Period ended</i>	
	<i>30.06.2020</i>	<i>30.06.2019</i>	<i>30.06.2020</i>	<i>30.06.2019</i>
Domestic	852,152	2,761,369	2,903,681	5,159,956
Foreign	172,146	261,301	360,792	610,157
	<b>1,024,298</b>	<b>3,022,670</b>	<b>3,264,473</b>	<b>5,770,113</b>

For the period ended 30 June 2020 approximately RM705,453 thousand (2019: RM1,265,292 thousand) of the revenues are derived from one major customer who is a related party to the Company.

All non-current assets of the Company are located in Malaysia.

## 9. Changes in Composition of the Company

There were no changes in the composition of the Company during the quarter.

## 10. Changes in Contingent Assets and Contingent Liabilities

There were no significant changes in contingent assets or contingent liabilities since the last annual statement of financial position as at 31 December 2019.

## 11. Capital Commitments

Capital commitments not provided for in the interim financial statements as at 30 June 2020 are as follows:

<i>In RM'000</i>	<i>As at</i>	
	<i>30.06.2020</i>	<i>31.12.2019</i>
Contracted but not provided for		
Property, plant and equipment	149,225	164,168
Investment properties	57,625	74,749
	<b>206,850</b>	<b>238,917</b>

## 12. Derivative Financial Instruments

The Company measures fair value using the following fair value hierarchy that reflects the significance of the input used in making the measurements:

### Level 1 fair value

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

### Level 2 fair value

Level 2 fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

## 12. Derivative Financial Instruments (continued)

### Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

There has been no transfer between Level 1 and Level 2 fair values during the period.

As at 30 June 2020, the Company has the following outstanding derivative financial instruments:

<i>In RM'000</i> <i>Type of derivatives</i>	<i>Fair value</i> <i>hierarchy</i>	<i>Contract/</i> <i>Nominal value</i>	<i>Fair value</i>	
			<i>Assets</i>	<i>Liabilities</i>
Derivatives held for trading at fair value through profit or loss				
- Forward exchange contracts	Level 2	77,194	97	(42)
- Commodity swaps	Level 2	63,739	28,582	(21,347)
		140,933	28,679	(21,389)

Most forward exchange and commodity derivative contracts have maturities of one year or less after the end of the reporting period.

Forward exchange and commodity derivative contracts are transacted with accredited banks and traded on over-the-counter (OTC) markets. The related accounting policies, cash requirements of the derivatives, risks associated with the derivatives and policies to mitigate those risks are unchanged since the last financial year.

Derivatives are financial instruments classified at fair value through profit or loss. Derivative instruments are initially recognised at fair value on the date in which the derivative transactions are entered into, and are subsequently re-measured at fair values. Gains and losses from changes in fair values of these derivatives are recognised directly in profit or loss.

## 13. Fair Value Changes of Financial Liabilities

The gains and losses arising from fair value changes of financial liabilities measured at fair value through profit or loss are as follows:

<i>In RM'000</i>	<i>Fair Value Gain/(Loss)</i>		<i>Basis for fair value measurement</i>
	<i>3 months ended</i>	<i>Period ended</i>	
	<i>30.06.2020</i>	<i>30.06.2020</i>	
Forward exchange contracts	27	1,690	Level 2 (OTC price)
Commodity swaps	47,601	(13,138)	Level 2 (OTC price)
	47,628	(11,448)	

The fair value gains and losses on derivative financial liabilities are due to changes in price of underlying commodities and foreign exchange.

Except for the derivative financial liabilities, all other financial liabilities are measured at the amortised cost using effective interest method. Hence, no gain or loss is recognised for changes in the fair values of these liabilities.

## Part B – Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad

### 14. Review of Performance - Current financial period ended 30 June 2020

The implementation of Movement Control Order (MCO) by the Government in March 2020 and the subsequent move to Conditional MCO (CMCO) in May to curb the COVID-19 pandemic resulted in significant reduction in domestic fuel demand in the second quarter of 2020. However, as the CMCO was replaced by Recovery MCO (RMCO) in June, local fuel consumption gradually picked up and the Company ended the second quarter with a total sales volume of 6.0 million barrels compared to the 9.2 million barrels sold in the same period last year.

The price war among the top oil producers in March triggered a sudden plunge in oil prices which was subsequently aggravated by the collapse in demand due to the global pandemic lockdowns. The combined impact of the slump in demand and prices during the second quarter resulted in revenue of RM1,024,298 thousand which was 66% lower compared to prior year.

Dated Brent crude hit its lowest monthly price in April at US\$19 per barrel before recovering in May and June to average US\$29 per barrel in the second quarter. OPEC and other major oil-producing countries implemented a historic production cut commencing in May to arrest supply glut. However, despite the recovery, the sudden drop in prices and sluggish domestic fuel demand during MCO caused the Company to incur significant inventory holding losses resulting in gross loss of RM67,786 thousand, a reversal of the RM133,578 thousand gross profit reported last year.

The Company's continuing cost rationalization measures reduced operating and administrative expenses by 21% compared to last year. The cost savings together with the recovery in sales volume and uptick in oil prices helped temper net loss for the second quarter to RM69,288 thousand compared to RM83,684 thousand net loss incurred in the preceding quarter.

Loss before tax for the quarter of RM93,076 thousand was better than the preceding quarter's loss of RM113,086 thousand.

For the first half of 2020, the Company recorded sales volume of 14.1 million barrels amid low demand from restricted travel and economic activities compared to 18.3 million barrels in the same period last year. Coupled with the significant and sudden fall in oil prices during the first half, revenue declined by 43% to RM3,264,473 thousand from RM5,770,113 thousand in 2019. Consequently, first half 2020 net loss amounted to RM152,972 thousand versus net profit of RM113,736 thousand last year.

## 15. Commentary on Prospects

Despite gradual oil price recovery which started in May, coupled by easing of lockdowns worldwide, the global business environment remains challenging and uncertain amid threats of growing COVID-19 infections and a second-wave scenario in some countries that could worsen global economic performance.

At the local front, the Malaysian Government expects contraction in gross domestic product (GDP) in 2020 in light of the ongoing COVID-19 pandemic and RMCO. However, to mitigate the adverse socio-economic impact, the Government introduced an unprecedented Economic Stimulus Packages to revive both investors and consumers' confidence in the near term while sustaining control measures to keep the pandemic under control. With PMRMB's continued prudent resource management measures, the Company anticipates that its financial performance will improve along with the country's economic recovery.

The Company will focus on business recovery while maintaining its long-term commitment towards business growth, operational efficiency and enhanced customer service experience.

## 16. Profit Forecast or Profit Guarantee

As a matter of policy, the Company does not make profit forecasts or profit guarantees.

## 17. Loans and Borrowings

The Company's loans and borrowings are as follows:

<i>In RM'000</i>	<i>As at</i>	
	<i>30.06.2020</i>	<i>31.12.2019</i>
<b>Current</b>		
Revolving credit – unsecured	500,000	130,000

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

(Loss)/Profit before tax is arrived at after charging (crediting) the following items:

<i>In RM'000</i>	<i>3 months ended</i>		<i>Period ended</i>	
	<i>30.06.2020</i>	<i>30.06.2019</i>	<i>30.06.2020</i>	<i>30.06.2019</i>
Amortisation of intangible assets	13	11	25	23
Amortisation of long-term assets	2,915	865	5,500	4,880
Finance costs	579	2,127	1,972	6,423
Finance income	(738)	(1,269)	(1,075)	(2,386)
Foreign exchange				
- Realised (gain)/loss	(1,628)	7,317	9,879	3,714
- Unrealised loss/(gain)	909	(599)	149	(906)
Gain on lease modification	(87)	-	(87)	-
Loss/(Gain) on derivatives	19,438	(21,649)	(35,937)	26,978
Investment property				
- Depreciation	8,587	7,120	17,172	14,181
- Gain on disposal	-	(83)	-	(3,509)
Property, plant and equipment				
- Depreciation	11,803	14,198	23,389	25,641
- Gain on disposal	-	(1,621)	-	(2,462)
- Write-off	2	-	2	4
Right-of-use asset				
- Depreciation	131	509	258	905
- Gain on disposal	-	(44)	-	(44)
Reversal of impairment loss on trade and other receivables	-	-	-	(238)

There are no exceptional items and gain or loss on disposal of quoted or unquoted investments.

**19. Tax (Benefit)/Expense**

<i>In RM'000</i>	<i>3 months ended</i>		<i>Period ended</i>	
	<i>30.06.2020</i>	<i>30.06.2019</i>	<i>30.06.2020</i>	<i>30.06.2019</i>
<b>Current tax expense</b>				
- Current year	-	21,850	-	44,585
<b>Deferred tax expense</b>				
- Origination and reversal of temporary difference	(23,788)	(2,869)	(53,190)	(6,447)
<b>Total income tax (benefit)/expense</b>	<b>(23,788)</b>	<b>18,981</b>	<b>(53,190)</b>	<b>38,138</b>

The effective tax rate is different than the statutory tax rate primarily reflecting the varying relationship of the non-deductible expenses (which are relatively fixed over time) to changing levels of profit or loss from period to period.

## 20. Corporate Proposals

There were no corporate proposals.

## 21. Changes in Material Litigation

As disclosed in Note 29 of the Company's 2019 audited financial statements, Konsortium Lord Saberkat Sdn. Bhd. (KLSSB) on 5 February 2020 filed an application for leave to appeal to the Federal Court against the dismissal by the Court of Appeal for the Second Suit claim amounting to approximately RM109,184 thousand. The application is scheduled for hearing on 7 October 2020.

The Company has instructed its external counsel to act on its behalf and does not expect any financial or operational impact as a result of KLSSB's application for leave to appeal to the Federal Court.

## 22. Dividend Payable

The amount of dividends declared during the three months ended 30 June 2020:

In respect of the financial year ended 31 December 2019:

Final dividend of 12 sen per ordinary share, payable on 3 July 2020	<i>RM'000</i> <u>32,400</u>
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## 23. (Loss)/Earnings per Ordinary Share

	<i>3 months ended</i>		<i>Period ended</i>	
	<i>30.06.2020</i>	<i>30.06.2019</i>	<i>30.06.2020</i>	<i>30.06.2019</i>
Net (loss)/profit attributable to shareholders (RM'000)	(69,288)	56,215	(152,972)	113,736
Number of ordinary share units in issue ('000)	270,000	270,000	270,000	270,000
Basic (loss)/earnings per share (sen)	(25.7)	20.8	(56.7)	42.1

## 24. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the Company's financial statements for the year ended 31 December 2019 was not qualified.