



FIMA CORPORATION BERHAD (197401004110) (21185-P)
(Incorporated in Malaysia)

Condensed Consolidated Financial Statements
For the Second Quarter Ended 30 September 2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2022
(THE FIGURES HAVE NOT BEEN AUDITED)

	Note	Current Quarter		6 Months Cumulative	
		Current Year Quarter 30/09/22	Preceding Year Corresponding Quarter 30/09/21	Current Year To Date 30/09/22	Preceding Year Corresponding Period 30/09/21
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	67,252	76,218	141,586	114,816
Cost of sales		(46,510)	(38,201)	(90,407)	(56,726)
Gross profit		20,742	38,017	51,179	58,090
Other income		2,441	1,468	3,811	3,071
Administrative expenses		(8,583)	(6,067)	(17,041)	(14,913)
Selling and marketing expenses		(3,025)	(5,059)	(5,340)	(11,520)
Other operating expenses		(4,753)	(5,006)	(8,024)	(8,428)
Finance costs		(196)	(122)	(406)	(240)
Share of results from associate		1,227	1,020	2,415	1,620
Profit before tax and zakat	A9/A10	7,853	24,251	26,594	27,680
Income tax expense and zakat	B5	(2,202)	(6,558)	(7,376)	(6,566)
Profit net of tax		5,651	17,693	19,218	21,114
Other comprehensive income, net of tax					
Foreign currency translation gain		2,250	4,273	3,770	4,225
Total comprehensive income for the period		7,901	21,966	22,988	25,339
Profit attributable to:					
Equity holders of the Company		4,751	14,443	16,306	16,779
Non-controlling interests		900	3,250	2,912	4,335
Profit for the period		5,651	17,693	19,218	21,114
Total comprehensive income attributable to:					
Equity holders of the Company		6,551	17,860	19,322	20,158
Non-controlling interests		1,350	4,106	3,666	5,181
Total comprehensive income for the period		7,901	21,966	22,988	25,339
Earnings per share attributable to equity holders of the Company					
Basic/diluted earnings per share (sen)	B9	2.00	6.07	6.87	7.05

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022

	As at 30/09/22	As at 31/03/22
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	93,750	91,568
Right-of-use assets	210,375	214,016
Investment properties	54,330	55,091
Goodwill on consolidation	510	510
Investment in associate	38,507	36,092
Deferred tax assets	10,042	9,931
	407,514	407,208
Current assets		
Inventories	50,617	47,174
Biological assets	3,200	4,143
Trade and other receivables	57,123	51,088
Due from related companies	676	813
Financial investments	146,407	153,324
Cash and bank balances	48,948	66,102
Tax recoverable	731	1,711
	307,702	324,355
TOTAL ASSETS	715,216	731,563
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	122,662	122,662
Treasury shares	(10,972)	(10,858)
Other reserves	97	(2,919)
Retained earnings	462,912	470,344
	574,699	579,229
Non-controlling interests	21,559	21,997
Total equity	596,258	601,226
Non-current liabilities		
Lease liabilities	73,733	76,043
Retirement benefit obligations	1,815	1,801
Deferred tax liabilities	4,681	4,781
	80,229	82,625
Current liabilities		
Lease liabilities	5,420	5,963
Trade and other payables	29,370	25,076
Provision for warranty	1,172	1,023
Due to related companies	887	164
Tax payable	1,880	15,486
	38,729	47,712
Total liabilities	118,958	130,337
TOTAL EQUITY AND LIABILITIES	715,216	731,563
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.42	2.44

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements)



FIMA CORPORATION BERHAD (197401004110) (21185-P)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2022**

	<----- Attributable to equity holders of the Company ----->				<----- Non-Distributable ----->				Distributable	
	Share capital	Treasury shares	Other reserves	Foreign translation reserve	Equity contribution from parent	Retained earnings	Total	Non-controlling interests	Total equity	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 April 2021	122,662	(9,495)	(4,332)	(8,582)	4,250	439,445	548,280	22,221	570,501	
Total comprehensive income for the period	-	-	3,379	3,379	-	16,779	20,158	5,181	25,339	
Transactions with equity holders										
Acquisition of treasury shares	-	(916)	-	-	-	-	(916)	-	(916)	
Dividend paid	-	-	-	-	-	(17,831)	(17,831)	(1,924)	(19,755)	
Total transactions with equity holders	-	(916)	-	-	-	(17,831)	(18,747)	(1,924)	(20,671)	
At 30 September 2021	122,662	(10,411)	(953)	(5,203)	4,250	438,393	549,691	25,478	575,169	
At 1 April 2022	122,662	(10,858)	(2,919)	(7,169)	4,250	470,344	579,229	21,997	601,226	
Total comprehensive income for the period	-	-	3,016	3,016	-	16,306	19,322	3,666	22,988	
Transactions with equity holders										
Acquisition of treasury shares	-	(114)	-	-	-	-	(114)	-	(114)	
Dividend paid	-	-	-	-	-	(23,738)	(23,738)	(4,104)	(27,842)	
Total transactions with equity holders	-	(114)	-	-	-	(23,738)	(23,852)	(4,104)	(27,956)	
At 30 September 2022	122,662	(10,972)	97	(4,153)	4,250	462,912	574,699	21,559	596,258	

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2022**

	6 months ended	
	30/09/22	30/09/21
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	26,594	27,680
Adjustments for:		
Depreciation for property, plant and equipment	3,940	3,838
Depreciation of investment properties	761	753
Depreciation of right-of-use assets	3,746	3,481
Net impairment loss on trade and other receivables	30	2,921
Fair value changes on biological assets	1,056	(1,908)
Inventories written back	(36)	(175)
Net provision/(reversal of provision) for retirement benefit obligations	13	(48)
Net provision/(reversal of provision) for warranty	149	(463)
Share of results of associate	(2,415)	(1,620)
Income from rent concession	-	(245)
Interest expense	406	240
Interest income	-	(3)
Profit income	(725)	(682)
Distribution from financial investments	(1,291)	(957)
Operating profit before working capital changes	32,228	32,812
(Increase)/decrease in trade and other receivables	(5,611)	13,595
Increase in inventories	(3,165)	(15,487)
Increase in related companies balances	860	172
Increase/(decrease) in trade and other payables	4,098	(14,498)
Cash generated from operations	28,410	16,594
Taxes paid	(20,213)	(53)
Retirement benefits paid	(49)	-
Net cash generated from operating activities	8,148	16,541
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,720)	(6,020)
Payment/deposit paid for acquisition of leasehold land	-	(16,015)
Interest income received	-	3
Profit income received	725	682
Distribution received from financial investments	1,291	957
Net purchase of financial investments	6,917	52,444
Net cash generated from investing activities	3,213	32,051
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to equity holders	(23,738)	(17,831)
Dividend paid by a subsidiary to non-controlling interests	(4,104)	(1,924)
Repayment of lease obligations	(3,339)	(1,715)
Acquisition of treasury shares	(114)	(916)
Net cash used in financing activities	(31,295)	(22,386)

**FIMA CORPORATION BERHAD (197401004110) (21185-P)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2022 (CONT'D.)**

	6 months ended	
	<u>30/09/22</u>	<u>30/09/21</u>
	RM'000	RM'000
CASH AND CASH EQUIVALENTS		
Net (decrease)/increase in cash and cash equivalents	(19,934)	26,206
Effect of exchange rate changes in cash and cash equivalents	2,780	3,106
Cash and cash equivalents balances at beginning of the period	66,102	51,009
Cash and cash equivalents at end of period	<u>48,948</u>	<u>80,321</u>
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Cash and bank balances	26,005	56,863
Deposits with licensed banks	22,943	23,458
Cash and cash equivalents	<u>48,948</u>	<u>80,321</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to the interim financial statements)

PART A - Explanatory notes pursuant to MFRS 134

A1. Basis of preparation

The interim statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: *Interim Financial Reporting*, International Accounting Standard (IAS) 34: *Interim Financial Reporting*, paragraph 9.22 of the Listing Requirements of the Bursa Securities and the requirements of the Companies Act 2016 in Malaysia, where applicable.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2022. The explanatory notes attached 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 performance of the Group since the financial year ended 31 March 2022.

A2. Changes in accounting policies

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 March 2022 except for the adoption of the following new and revised MFRSs, Amendments to MFRSs and IC Interpretations.

(a) Adoption of MFRSs, amendments to MFRSs and IC Interpretation

On 1 April 2022, the Group adopted the following new and amended MFRSs and IC Interpretation:

- Amendments to MFRS 3: Reference to Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use
- Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract
- Annual improvements to MFRS 2018 - 2020

The adoption of the above standards and interpretation did not have a significant impact on the financial statements in the period of initial application.

(b) Standards and Interpretations issued but not yet effective

The Group has not early adopted the following new and amended MFRSs and IC Interpretation that are not yet effective:

	Effective for annual period beginning on or after
MFRS 17: Insurance Contracts	1 January 2023
Amendments to MFRS 17: Initial Application of MFRS 17 and MFRS 9 - Comparative Information	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 10 and MFRS 128: Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The directors expect that the adoption of the above standards and interpretation will have no material impact on the financial statements in the period of initial application.

A3. Auditors' report on preceding annual financial statements

The financial statements of the Group for the financial year ended 31 March 2022 were not subject to any audit qualification.

A4. Seasonality or cyclicity of the interim operations

The production of security and confidential documents is influenced by cyclical changes in volume of certain products whilst the plantation division's performance is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

A5. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A6. Changes in estimates

There were no changes in estimates that have a material effect to the current quarter's results.

A7. Issuances, cancellation, repurchases, resale and repayment of debt and equity securities

Saved as disclosed below, there were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities for the current quarter.

During the current quarter, the Company repurchased 54,900 of its issued ordinary shares from the open market at an average price of RM1.89. The total transaction paid for the repurchase including transaction costs was RM103,767. Of the total 245,324,330 issued ordinary shares, 8,003,800 shares are held as treasury shares by the Company.

A8. Dividends paid

		6 months cumulative	
		30/09/22	30/09/21
		RM'000	RM'000
Interim dividend			
2021	Single-tier second interim dividend of 7.5 sen (Paid on 3 September 2021)	-	17,831
2022	Single-tier second interim dividend of 7.5 sen (Paid on 12 August 2022)	17,803	-
Special Dividend			
2022	Single-tier special dividend of 2.5 sen (Paid on 12 August 2022)	5,935	-
		<u>23,738</u>	<u>17,831</u>

A9. Segmental information

(a) Segmental revenue and results for business segments

	Quarter ended		6 months cumulative	
	30/09/22	30/09/21	30/09/22	30/09/21
	RM'000	RM'000	RM'000	RM'000
Revenue				
Production and trading of security and confidential documents	35,169	30,082	64,957	43,246
Oil palm production and processing	30,607	43,865	73,637	67,970
Property management	1,796	2,513	3,563	4,085
Others	38,140	35,850	38,140	43,545
	105,712	112,310	180,297	158,846
Eliminations	(38,460)	(36,092)	(38,711)	(44,030)
	67,252	76,218	141,586	114,816
Profit before tax				
Production and trading of security and confidential documents	4,199	32	7,151	(823)
Oil palm production and processing	4,388	23,399	19,165	28,291
Property management	446	694	785	1,070
Others	35,733	35,040	35,218	41,151
	44,766	59,165	62,319	69,689
Share of results of associate	1,227	1,020	2,415	1,620
	45,993	60,185	64,734	71,309
Eliminations	(38,140)	(35,934)	(38,140)	(43,629)
	7,853	24,251	26,594	27,680

(b) Geographical segments

	Quarter ended		6 months cumulative	
	30/09/22	30/09/21	30/09/22	30/09/21
	RM'000	RM'000	RM'000	RM'000
Revenue				
Malaysia	79,291	73,821	116,982	98,899
Indonesia	26,421	38,489	63,315	59,947
	105,712	112,310	180,297	158,846
Eliminations	(38,460)	(36,092)	(38,711)	(44,030)
	67,252	76,218	141,586	114,816
Profit before tax				
Malaysia	39,778	37,537	43,932	42,827
Indonesia	6,215	22,648	20,802	28,482
	45,993	60,185	64,734	71,309
Eliminations	(38,140)	(35,934)	(38,140)	(43,629)
	7,853	24,251	26,594	27,680

	Quarter ended/6 months cumulative			
	30/09/22		30/09/21	
	Assets	Liabilities	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000
Malaysia	787,058	110,133	701,661	84,595
Indonesia	85,782	13,971	129,728	12,951
	872,840	124,104	831,389	97,546
Eliminations	(157,624)	(5,146)	(167,593)	(8,919)
Group	715,216	118,958	663,796	88,627

A10. Profit before tax

The following amounts have been included in arriving at profit before tax:

	Quarter ended		6 months cumulative	
	30/09/22	30/09/21	30/09/22	30/09/21
	RM'000	RM'000	RM'000	RM'000
Other income				
Interest income	-	2	-	3
Profit income	379	355	725	682
Distribution from financial investments	685	445	1,291	957
Income from rent concession	-	147	-	245
Others	1,377	519	1,795	1,184
Operating expenses				
Depreciation	3,912	4,200	8,447	8,072
Foreign exchange (gain)/loss	(57)	42	(133)	354
Net impairment loss on trade and other receivables	30	2,837	30	2,921
Fair value changes on biological assets	218	(1,183)	1,056	(1,908)
Inventories written back	(292)	266	(36)	(175)
Net provision/(reversal of provision) for retirement benefit obligations	32	(17)	13	(48)
Net provision/(reversal of provision) for warranty	84	(75)	149	(463)

A11. Subsequent events

There were no material events subsequent to the current quarter.

A12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and financial year to date.

A13. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets since 31 March 2022 other than as disclosed in Note B7.

A14. Capital commitments

	As at
	30/09/22
	RM'000
Property, plant and equipment:	
Approved and contracted for	23,245

A15. Acquisition of property, plant and equipment

As at the end of the financial period to date, the Group has acquired the following assets.

	Current year to date 30/09/22
	RM'000
Plant and machinery	50
Equipment, furniture and fittings and motor vehicles	1,072
Bearer plants and infrastructure	4,496
Work in progress	102
	5,720

A16. Related party transactions

	Current year to date 30/09/22
	RM'000
Ultimate Holding Company	
- Kumpulan Fima Berhad - Rental income receivable	440
- Kumpulan Fima Berhad - Management fees and services payable	472
- Kumpulan Fima Berhad - Services receivable	152
Fellow Subsidiaries	
- Fima Instanco Sdn Bhd - Rental income receivable	90
- Fima Instanco Sdn Bhd - Services receivable	29
- International Food Corporation Limited - Sales rendered	397
- Pineapple Cannery of Malaysia Sendirian Berhad - Services receivable	45
- Amgreen Gain Sdn Bhd - Services receivable	14
Transactions with related parties *	
- Nationwide Express Courier Services Berhad - Rental income receivable	24
- TD Technologies Sdn Bhd - Services payable	84
- PT Pohon Emas Lestari - Purchase of fresh fruit bunches	3,788

* Related parties by virtue of common shareholders/common directors.

A17. Inventories

During the quarter, there was no significant write down or write back of inventories other than as disclosed in Note A10 above.

**PART B - Explanatory notes pursuant to Bursa Malaysia Listing Requirements:
Chapter 9, Appendix 9B, Part A**

B1. Review of performance

	Year to date		Variance	
	30/09/22	30/09/21	RM'000	%
	RM'000	RM'000	RM'000	%
Group				
Revenue	141,586	114,816	26,770	23.3
Profit before tax	26,594	27,680	(1,086)	(3.9)
Profit attributable to equity holders of the Company	16,306	16,779	(473)	(2.8)

The Group revenue for the first half of the year rose by RM26.8 million or 23.3% as compared to corresponding period last year, primarily due to higher contribution from manufacturing and plantation divisions.

The pretax profit however, was lower by RM1.1 million or 3.9% primarily due to lower profit recorded by plantation division.

The performances of each business divisions are as follows:

	Year to date		Variance	
	30/09/22	30/09/21	RM'000	%
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	64,957	43,246	21,711	50.2
Profit/(loss) before tax	7,151	(823)	7,974	968.9

Revenue from this division was RM21.7 million or 50.2% higher as compared to corresponding period last year, primarily due to higher sales volume for all products. On the back of higher revenue coupled with lower impairment on trade and other receivables, the division's pretax profit improved to RM7.2 million from RM0.8 million pretax loss recorded in corresponding period last year.

	Year to date		Variance	
	30/09/22	30/09/21	RM'000	%
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	73,637	67,970	5,667	8.3
Profit before tax	19,165	28,291	(9,126)	(32.3)

Below are the key operating statistics for the segment:

	Year to date		Variance	
	30/09/22	30/09/21		%
Indonesia				
Sales quantity (mt)				
- CPO	16,638	16,070	568	3.5
- Crude palm kernel oil (CPKO)	1,498	997	501	50.2
Malaysia				
Fresh fruit bunch (FFB) produced (mt)	9,698	9,150	548	6.0

B1. Review of performance (cont'd.)

The division registered RM5.7 million or 8.3% increase in revenue as compared to corresponding period last year, primarily due to higher sales volume of CPO, CPKO and FFB. However, the pretax profit for the division was lower by RM9.1 million primarily due to higher operational costs and higher rehabilitation costs incurred by the estates that were acquired in the previous financial year.

Plantation estates in Malaysia which are presently in the development process and partially matured registered total pretax loss of RM1.6 million (last year: RM0.2 million loss).

	Year to date		Variance	
	30/09/22	30/09/21	RM'000	%
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	3,563	4,085	(522)	(12.8)
Profit before tax	785	1,070	(285)	(26.6)

The division recorded lower revenue by RM0.5 million and lower pretax profit by RM0.3 million as compared to corresponding period last year primarily due to lower contribution from engineering consultation services.

B2. Material change in profit before taxation for the quarter reported as compared with the preceding quarter

	Q2	Q1	Variance	
	FY 2023	FY 2023	RM'000	%
	RM'000	RM'000	RM'000	%
Group				
Revenue	67,252	74,334	(7,082)	(9.5)
Profit before tax	7,853	18,741	(10,888)	(58.1)
Profit attributable to equity holders of the Company	4,751	11,555	(6,804)	(58.9)

The performances of each business divisions are as follows:

	Q2	Q1	Variance	
	FY 2023	FY 2023	RM'000	%
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	35,169	29,788	5,381	18.1
Profit before tax	4,199	2,952	1,247	42.2

The revenue for the division increased by RM5.4 million or 18.1% in the current quarter after having higher demand for travelling documents. In line with higher revenue, the pretax profit for the division was RM1.2 million or 42.2% higher than preceding quarter.

B2. Material change in profit before taxation for the quarter reported as compared with the preceding quarter (cont'd.)

	Q2 FY 2023	Q1 FY 2023	Variance	
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	30,607	43,030	(12,423)	(28.9)
Profit before tax	4,388	14,777	(10,389)	(70.3)

	Q2 FY 2023	Q1 FY 2023	Variance	
				%
Indonesia				
Sales Quantity (mt)				
- Crude palm oil (CPO)	8,587	8,051	536	6.7
- Crude palm kernel oil (CPKO)	500	998	(498)	(49.9)

Malaysia				
Fresh fruit bunch (FFB) produced (mt)	5,146	4,552	594	13.0

Revenue from this division for the current quarter of RM30.6 million was RM12.4 million or 28.9% lower than the preceding quarter, mainly due to lower sales price of CPO and CPKO. In line with lower revenue, the pretax profit for the division decreased from RM14.8 million to RM4.4 million in the current quarter.

B3. Prospects

The production and trading of security and confidential documents segment will continue to put concerted efforts to establish new strategic alliances to develop new products and solutions to complement its existing products.

The performance of the oil palm production and processing is very much influenced by the direction of palm oil prices and our estates' yield. Nevertheless, we will remain focus in improving our efficiency in oil processing and production cost.

B4. Variance of actual profit from forecast profit

The Group did not issue any profit forecast and/or guarantees to the public.

B5. Income tax expense and zakat

	Current quarter 30/09/22	Current year to date 30/09/22
	RM'000	RM'000
Tax expense	2,192	7,366
Zakat	10	10
	2,202	7,376

The effective tax rate on the Group's profit to date is higher than statutory rate mainly due to certain expenses are not allowable for tax deduction.

B6. Corporate proposals

(a) Status of corporate proposal

There are no corporate proposal announced but not completed at the date of the report.

(b) Utilisation of proceeds raised from any corporate proposal

Not applicable.

B7. Changes in material litigation

- (1) On 30 July 2018, the Company's subsidiary, Percetakan Keselamatan Nasional Sdn. Bhd. ("the Plaintiff" or "the Appellant" or "PKN"), has commenced a High Court action against Datasonic Technologies Sdn. Bhd. ("the Defendant" or "Respondent").

The claim is for a sum of RM24,975,000 (excluding interest and cost), being the amount due and owing by the Defendant to the Plaintiff for 1.5 million Malaysian passport booklets which were supplied by the Plaintiff to the Defendant.

As the parties were unable to reach a solution via mediation took place in October 2018, the matter went to trial in August 2021.

On 13 October 2021, the High Court Judge ordered the Defendant to pay the Plaintiff a sum of RM15,000,000 with 4% interest from today until full and final settlement. In addition, the Court has ordered the Plaintiff to pay the Defendant costs of RM30,000.

The Appellant has on 29 October 2021, filed a Notice of Appeal at the Court of Appeal, appealing against some parts of the High Court's decision given on 13 October 2021. Subsequently on 22 December 2021, the Appellant has filed its Memorandum of Appeal together with the Records of Appeal at the Court of Appeal as per the Court's directive.

The Court of Appeal has on 26 October 2022, maintained the judgment of the High Court Judge save for the following: (a) Post-judgment interest rate has been increased from 4% to 5% per annum, (b) Costs of RM30,000.00 which was ordered by the High Court against the Appellant has been set aside. In turn, the costs of RM30,000.00 previously remitted by the Appellant to the Respondent pursuant to the judgment of the High Court is to be refunded by the Respondent to the Appellant. In addition, the Respondent has been ordered to pay the Appellant costs in the sum of RM30,000.00 for the High Court action, and (c) Costs of RM5,000.00 to be paid by the Respondent to the Appellant subject to allocator fee.

The decision does not has any material impact on the financial position of the Group as appropriate revenue adjustments have already been made by PKN.

- (2) On 28 November 2019, PT Nunukan Jaya Lestari ("PTNJL") had filed a civil suit in the South Jakarta District Court ("the District Court") against the Menteri Agraria dan Tata Ruang/Kepala Badan Pertahanan Nasional Republik Indonesia ("BPN") and PT. Adindo Hutani Lestari ("PTAHL") (collectively, Defendants"). The President Republik Indonesia and Menteri Lingkungan Hidup dan Kehutanan Republik Indonesia ("Menteri Kehutanan") have been named as co-defendants in the said suit.

PTNJL is *inter alia* seeking recognition over its rights and to allow PTNJL to undertake its plantation activities as well as to restrain the Minister from issuing any new licences permits or approvals to any parties on or within the HGU.

On 6 May 2020, the mediation held between PTNJL, Defendants and Co-defendants has failed. Accordingly, the matter proceeded to the District Court for determination.

On 15 September 2020, the District Court had delivered an oral judgement and dismissed the civil suit filed by the PTNJL against the Defendants on the basis that the District Court has no competency to hear the matter notwithstanding the civil nature of the claim.

PTNJL has filed its notice of appeal and memorandum of appeal on 28 September 2020 and 21 April 2021 respectively to the Pengadilan Tinggi DKI Jakarta (through the District Court) in respect of the decision of the PNJS dated 15 September 2020.

B8. Dividend

The Board of Directors recommend the payment of a single-tier first interim dividend of 5.0 sen per share for the year ending 31 March 2023 (last year: 5.0 sen). The proposed first interim dividend will amount to approximately RM11.9 million (last year: RM11.9 million) and will be paid on a date to be determined.

B9. Earnings per share

	Quarter ended		6 months cumulative	
	30/09/22	30/09/21	30/09/22	30/09/21
Earnings				
Profit attributable to equity holders of the Company (RM'000)	4,751	14,443	16,306	16,779
Basic earnings per share				
Weighted average number of ordinary shares in issue	237,373,355	237,961,446	237,373,355	237,961,446
Basic earnings per share (sen)	2.00	6.07	6.87	7.05

BY ORDER OF THE BOARD

JASMIN BINTI HOOD (LS 0009071)
MUHAMMAD FADZLILAH BIN ABDUL RA'FAR (MIA 39941)
Company Secretaries

Kuala Lumpur
Date: 22 September 2022