



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

Condensed Consolidated Financial Statements
For the Third Quarter Ended 31 December 2022

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Note	Current Quarter		9 Months Cumulative	
		Current Year Quarter 31/12/22	Preceding Year Corresponding Quarter 31/12/21	Current Year To Date 31/12/22	Preceding Year Corresponding Period 31/12/21
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	69,809	93,371	211,395	208,187
Cost of sales		(40,174)	(45,134)	(130,581)	(101,860)
Gross profit		29,635	48,237	80,814	106,327
Other income		1,819	2,148	5,630	5,219
Administrative expenses		(8,534)	(6,261)	(25,575)	(21,174)
Selling and marketing expenses		(2,123)	(2,555)	(7,463)	(14,075)
Other operating expenses		(4,262)	(12,051)	(12,286)	(20,479)
Finance costs		(198)	(149)	(604)	(389)
Share of results from associate		1,939	(31)	4,354	1,589
Profit before tax and zakat	A9/A10	18,276	29,338	44,870	57,018
Income tax expense and zakat	B5	(4,388)	(8,736)	(11,764)	(15,302)
Profit for the period		13,888	20,602	33,106	41,716
Other comprehensive (expense)/income, net of tax					
Foreign currency translation (loss)/gain		(5,549)	(2,661)	(1,779)	1,564
Total comprehensive income for the period		8,339	17,941	31,327	43,280
Profit attributable to:					
Equity holders of the Company		12,129	16,173	28,435	32,952
Non-controlling interests		1,759	4,429	4,671	8,764
Profit for the period		13,888	20,602	33,106	41,716
Total comprehensive income attributable to:					
Equity holders of the Company		7,690	14,045	27,012	34,203
Non-controlling interests		649	3,896	4,315	9,077
Total comprehensive income for the period		8,339	17,941	31,327	43,280
Earnings per share attributable to equity holders of the Company					
Basic/diluted earnings per share (sen)	B9	5.11	6.80	11.98	13.86

(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 31 DECEMBER 2022

	As at 31/12/22	As at 31/03/22
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	95,472	91,568
Right-of-use assets	208,334	214,016
Investment properties	54,275	55,091
Goodwill on consolidation	510	510
Investment in associate	40,446	36,092
Deferred tax assets	9,741	9,931
	408,778	407,208
Current assets		
Inventories	61,075	47,174
Biological assets	2,886	4,143
Trade and other receivables	39,812	51,088
Due from related companies	796	813
Financial investments	146,656	153,324
Cash and bank balances	52,703	66,102
Tax recoverable	2,457	1,711
	306,385	324,355
TOTAL ASSETS	715,163	731,563
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	122,662	122,662
Treasury shares	(11,101)	(10,858)
Other reserves	(4,342)	(2,919)
Retained earnings	463,178	470,344
	570,397	579,229
Non-controlling interests	22,208	21,997
Total equity	592,605	601,226
Non-current liabilities		
Lease liabilities	72,519	76,043
Retirement benefit obligations	1,700	1,801
Deferred tax liabilities	4,681	4,781
	78,900	82,625
Current liabilities		
Lease liabilities	5,003	5,963
Trade and other payables	33,916	25,076
Provision for warranty	1,299	1,023
Due to related companies	799	164
Tax payable	2,641	15,486
	43,658	47,712
Total liabilities	122,558	130,337
TOTAL EQUITY AND LIABILITIES	715,163	731,563
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.40	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)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 DECEMBER 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	-	-	1,251	1,251	-	32,952	34,203	9,077	43,280
Transactions with equity holders									
Acquisition of treasury shares	-	(1,256)	-	-	-	-	(1,256)	-	(1,256)
Dividend paid	-	-	-	-	-	(29,703)	(29,703)	(15,425)	(45,128)
Total transactions with equity holders	-	(1,256)	-	-	-	(29,703)	(30,959)	(15,425)	(46,384)
At 31 December 2021	122,662	(10,751)	(3,081)	(7,331)	4,250	442,694	551,524	15,873	567,397
At 1 April 2022	122,662	(10,858)	(2,919)	(7,169)	4,250	470,344	579,229	21,997	601,226
Total comprehensive (expense)/income for the period	-	-	(1,423)	(1,423)	-	28,435	27,012	4,315	31,327
Transactions with equity holders									
Acquisition of treasury shares	-	(243)	-	-	-	-	(243)	-	(243)
Dividend paid	-	-	-	-	-	(35,601)	(35,601)	(4,104)	(39,705)
Total transactions with equity holders	-	(243)	-	-	-	(35,601)	(35,844)	(4,104)	(39,948)
At 31 December 2022	122,662	(11,101)	(4,342)	(8,592)	4,250	463,178	570,397	22,208	592,605

(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 THIRD QUARTER ENDED 31 DECEMBER 2022**

	9 months ended	
	31/12/22	31/12/21
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	44,870	57,018
Adjustments for:		
Depreciation for property, plant and equipment	5,927	6,094
Depreciation of investment properties	1,141	1,130
Depreciation of right-of-use assets	5,543	5,466
Net (reversal of impairment)/impairment loss on trade and other receivables	(355)	3,275
Fair value changes on biological assets	1,182	(2,031)
Inventories written down	847	549
Net (reversal of provision)/provision for retirement benefit obligations	2	(21)
Net provision/(reversal of provision) for warranty	276	(554)
Share of results of associate	(4,354)	(1,589)
Income from rent concession	-	(392)
Interest expense	604	389
Interest income	-	(104)
Profit income	(1,120)	(987)
Distribution from financial investments	(2,252)	(1,478)
Operating profit before working capital changes	52,311	66,765
Decrease in trade and other receivables	11,177	39,835
Increase in inventories	(14,990)	(21,183)
Increase in related companies balances	652	1,046
Increase in trade and other payables	9,036	5,100
Cash generated from operations	58,186	91,563
Taxes paid	(25,255)	(1,403)
Zakat paid	(10)	(107)
Retirement benefits paid	(55)	(35)
Net cash generated from operating activities	32,866	90,018
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(10,262)	(11,004)
Purchase of investment properties	(325)	-
Payment/deposit paid for acquisition of leasehold land	-	(16,015)
Interest income received	-	104
Dividends received	-	3,549
Profit income received	1,120	987
Distribution received from financial investments	2,252	1,478
Net purchase of financial investments	6,668	(16,758)
Net cash used in investing activities	(547)	(37,659)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to equity holders	(35,601)	(29,703)
Dividend paid by a subsidiary to non-controlling interests	(4,104)	(15,425)
Repayment of lease obligations	(5,211)	(3,534)
Acquisition of treasury shares	(243)	(1,256)
Net cash used in financing activities	(45,159)	(49,918)

**FIMA CORPORATION BERHAD (197401004110) (21185-P)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2022 (CONT'D.)**

	9 months ended	
	<u>31/12/22</u>	<u>31/12/21</u>
	RM'000	RM'000
CASH AND CASH EQUIVALENTS		
Net (decrease)/increase in cash and cash equivalents	(12,840)	2,441
Effect of exchange rate changes in cash and cash equivalents	(559)	763
Cash and cash equivalents balances at beginning of the period	66,102	51,009
Cash and cash equivalents at end of period	<u>52,703</u>	<u>54,213</u>
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Cash and bank balances	26,886	48,220
Deposits with licensed banks	25,817	5,993
Cash and cash equivalents	<u>52,703</u>	<u>54,213</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 101: Non-current Liabilities with Covenants	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 67,200 of its issued ordinary shares from the open market at an average price of RM1.92. The total transaction paid for the repurchase including transaction costs was RM128,807. Of the total 245,324,330 issued ordinary shares, 8,071,000 shares are held as treasury shares by the Company.

A8. Dividends paid

		9 months cumulative	
		31/12/22	31/12/21
		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 first interim dividend of 5.0 sen (Paid on 30 December 2021)	-	11,872
	Single-tier second interim dividend of 7.5 sen (Paid on 12 August 2022)	17,803	-
2023	Single-tier first interim dividend of 5.0 sen (Paid on 30 December 2022)	11,863	-
Special Dividend			
2022	Single-tier special dividend of 2.5 sen (Paid on 12 August 2022)	5,935	-
		35,601	29,703

A9. Segmental information

(a) Segmental revenue and results for business segments

	Quarter ended		9 months cumulative	
	31/12/22	31/12/21	31/12/22	31/12/21
	RM'000	RM'000	RM'000	RM'000
Revenue				
Production and trading of security and confidential documents	32,999	34,168	97,956	77,414
Oil palm production and processing	35,318	57,106	108,955	125,076
Property management	2,068	2,340	5,631	6,425
Others	20,000	101,761	58,140	145,306
	90,385	195,375	270,682	354,221
Eliminations	(20,576)	(102,004)	(59,287)	(146,034)
	69,809	93,371	211,395	208,187
Profit before tax				
Production and trading of security and confidential documents	4,765	4,949	11,916	4,126
Oil palm production and processing	11,430	29,909	30,595	58,200
Property management	426	636	1,211	1,706
Others	19,716	95,636	54,934	136,787
	36,337	131,130	98,656	200,819
Share of results of associate	1,939	(31)	4,354	1,589
	38,276	131,099	103,010	202,408
Eliminations	(20,000)	(101,761)	(58,140)	(145,390)
	18,276	29,338	44,870	57,018

(b) Geographical segments

	Quarter ended		9 months cumulative	
	31/12/22	31/12/21	31/12/22	31/12/21
	RM'000	RM'000	RM'000	RM'000
Revenue				
Malaysia	59,185	144,453	176,167	243,352
Indonesia	31,200	50,922	94,515	110,869
	90,385	195,375	270,682	354,221
Eliminations	(20,576)	(102,004)	(59,287)	(146,034)
	69,809	93,371	211,395	208,187
Profit before tax				
Malaysia	25,530	101,724	69,462	144,551
Indonesia	12,746	29,375	33,548	57,857
	38,276	131,099	103,010	202,408
Eliminations	(20,000)	(101,761)	(58,140)	(145,390)
	18,276	29,338	44,870	57,018

	Quarter ended/9 months cumulative			
	31/12/22		31/12/21	
	Assets	Liabilities	Assets	Liabilities
	RM'000	RM'000	RM'000	RM'000
Malaysia	787,903	119,126	765,138	105,175
Indonesia	85,339	10,878	82,716	14,443
	873,242	130,004	847,854	119,618
Eliminations	(158,079)	(7,446)	(167,799)	(6,960)
Group	715,163	122,558	680,055	112,658

A10. Profit before tax

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

	Quarter ended		9 months cumulative	
	31/12/22	31/12/21	31/12/22	31/12/21
	RM'000	RM'000	RM'000	RM'000
Other income				
Interest income	-	52	-	104
Profit income	395	354	1,120	987
Distribution from financial investments	961	521	2,252	1,478
Income from rent concession	-	147	-	392
Others	463	1,074	2,258	2,258
Operating expenses				
Depreciation	4,164	4,618	12,611	12,690
Foreign exchange (gain)/loss	(17)	20	(150)	374
Net (reversal of impairment)/impairment loss on trade and other receivables	(385)	354	(355)	3,275
Fair value changes on biological assets	126	(123)	1,182	(2,031)
Inventories written down	883	724	847	549
Net (reversal of provision)/provision for retirement benefit obligations	(11)	27	2	(21)
Net provision/(reversal of provision) for warranty	127	(91)	276	(554)

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
	31/12/22
	RM'000
Property, plant and equipment:	
Approved and contracted for	24,625

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 31/12/22
	RM'000
Plant and machinery	93
Equipment, furniture and fittings and motor vehicles	1,783
Bearer plants and infrastructure	8,096
Work in progress	290
	<u>10,262</u>

A16. Related party transactions

	Current year to date 31/12/22
	RM'000
Ultimate Holding Company	
- Kumpulan Fima Berhad - Rental income receivable	659
- Kumpulan Fima Berhad - Management fees and services payable	754
- Kumpulan Fima Berhad - Services receivable	218
Fellow Subsidiaries	
- Fima Instanco Sdn Bhd - Rental income receivable	135
- Fima Instanco Sdn Bhd - Services receivable	38
- International Food Corporation Limited - Sales rendered	595
- Pineapple Cannery of Malaysia Sendirian Berhad - Services receivable	61
- Amgreen Gain Sdn Bhd - Services receivable	22
Transactions with related parties *	
- Nationwide Express Courier Services Berhad - Rental income receivable	24
- TD Technologies Sdn Bhd - Services payable	113
- First Zanzibar Sdn Bhd - Services payable	52
- PT Pohon Emas Lestari - Purchase of fresh fruit bunches	<u>5,507</u>

* 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	
	31/12/22	31/12/21	RM'000	%
	RM'000	RM'000	RM'000	%
Group				
Revenue	211,395	208,187	3,208	1.5
Profit before tax	44,870	57,018	(12,148)	(21.3)
Profit attributable to equity holders of the Company	28,435	32,952	(4,517)	(13.7)

The Group revenue for the period ended 31 December 2022 increased by RM3.2 million as compared to the same period last year, primarily due to a higher contribution from the manufacturing division. Despite this increase, the profit before tax for the current period decreased by 21.3%, or RM12.1 million, largely due to a decrease in profit before tax recorded by the plantation division.

The performances of each business divisions are as follows:

	Year to date		Variance	
	31/12/22	31/12/21	RM'000	%
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	97,956	77,414	20,542	26.5
Profit before tax	11,916	4,126	7,790	(188.8)

The revenue from this division was 26.5% or RM20.5 million higher than the same period last year, largely due to higher sales volumes across most products. This increase, combined with lower impairment on trade and other receivables, led to an improvement in the division's pre-tax profit, which rose to RM11.9 million from the RM4.1 million recorded in the corresponding period last year.

	Year to date		Variance	
	31/12/22	31/12/21	RM'000	%
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	108,955	125,076	(16,121)	(12.9)
Profit before tax	30,595	58,200	(27,605)	(47.4)

Below are the key operating statistics for the segment:

	Year to date		Variance	
	31/12/22	31/12/21	RM'000	%
	RM'000	RM'000	RM'000	%
Indonesia				
Sales quantity (mt)				
- CPO	24,907	27,072	(2,165)	(8.0)
- Crude palm kernel oil (CPKO)	2,263	2,004	259	12.9
Malaysia				
Fresh fruit bunch (FFB) produced (mt)	15,024	14,816	208	1.4

B1. Review of performance (cont'd.)

The division recorded a 12.9% or RM16.1 million decrease in revenue as compared to the same period last year, primarily due to a decrease in sales volume and price of CPO, as well as a drop in sales price of CPKO. This reduction in revenue, combined with increased in operational costs and higher rehabilitation cost incurred by the estates that were acquired last year, resulted in a decrease of RM27.6 million in the division's pre-tax profit for the current period.

Plantation estates in Malaysia which are presently in the development process and partially matured registered total pre-tax loss of RM3.0 million (last year: pre-tax profit of RM0.3 million).

	Year to date		Variance	
	31/12/22	31/12/21		
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	5,631	6,425	(794)	(12.4)
Profit before tax	1,211	1,706	(495)	(29.0)

The division recorded a decrease in revenue of RM0.8 million and a decrease in pre-tax profit of RM0.5 million compared to the same period last year, primarily due to a reduction in contributions from engineering consultation services.

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

	Q3	Q2	Variance	
	FY 2023	FY 2023		
	RM'000	RM'000	RM'000	%
Group				
Revenue	69,809	67,252	2,557	3.8
Profit before tax	18,276	7,853	10,423	132.7
Profit attributable to equity holders of the Company	12,129	4,751	7,378	155.3

The performances of each business divisions are as follows:

	Q3	Q2	Variance	
	FY 2023	FY 2023		
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	32,999	35,169	(2,170)	(6.2)
Profit before tax	4,765	4,199	566	13.5

Although the division saw a 6.2% decrease in revenue this quarter, its pre-tax profit of RM4.8 million was 13.5% or RM0.6 million higher than the previous quarter, primarily due to a favourable sales mix.

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

	Q3 FY 2023 RM'000	Q2 FY 2023 RM'000	Variance	
			RM'000	%
Oil palm production and processing				
Revenue	35,318	30,607	4,711	15.4
Profit before tax	11,430	4,388	7,042	160.5

	Q3 FY 2023	Q2 FY 2023	Variance	
				%
Indonesia				
Sales Quantity (mt)				
- Crude palm oil (CPO)	8,269	8,587	(318)	(3.7)
- Crude palm kernel oil (CPKO)	765	500	265	53.0

Malaysia				
Fresh fruit bunch (FFB) produced (mt)	5,326	5,146	180	3.5

The division saw an increase in its current quarter revenue by RM4.7 million and its pre-tax profit by RM7.0 million, largely driven by higher sales price of CPO.

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 31/12/22 RM'000	Current year to date 31/12/22 RM'000
Tax expense	4,388	11,754
Zakat	-	10
	<u>4,388</u>	<u>11,764</u>

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

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

For the current period under review, no dividend has been proposed and declared (preceding year corresponding period: nil).

B9. Earnings per share

	Quarter ended		9 months cumulative	
	31/12/22	31/12/21	31/12/22	31/12/21
Earnings				
Profit attributable to equity holders of the Company (RM'000)	12,129	16,173	28,435	32,952
Basic earnings per share				
Weighted average number of ordinary shares in issue	237,345,022	237,809,121	237,345,022	237,809,121
Basic earnings per share (sen)	5.11	6.80	11.98	13.86

BY ORDER OF THE BOARD

JASMIN BINTI HOOD (LS 0009071)

MUHAMMAD FADZLILAH BIN ABDUL RA'FAR (MIA 39941)

Company Secretaries

Kuala Lumpur

Date: 22 February 2023