



LAND & GENERAL BERHAD (COMPANY NO. 5507-H)
Condensed Consolidated Statement of Comprehensive Income
for the financial period ended 31 December 2021

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 months ended		9 months ended	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
	RM'000	RM'000	RM'000	RM'000
Revenue	42,154	30,196	120,497	96,851
Operating expenses	(37,008)	(26,113)	(100,090)	(81,171)
Other operating income	2,781	5,168	9,412	22,611
Profit from operations	7,927	9,251	29,819	38,291
Investment related expense	21	280	(268)	(1,286)
Finance costs	(3)	(619)	(1,338)	(1,815)
Share of results of joint ventures	535	(344)	4,980	2,653
Share of results of associate	(330)	1,120	(1,178)	(2,064)
Profit before taxation	8,150	9,688	32,015	35,779
Income tax expense	(4,154)	(3,384)	(9,809)	(6,396)
Profit for the period	3,996	6,304	22,206	29,383
Other comprehensive income that will be subsequently reclassified to profit or loss :				
Foreign currency translation differences from foreign operations	(204)	1,083	(1,616)	1,309
	(204)	1,083	(1,616)	1,309
Total comprehensive income for the period	3,792	7,387	20,590	30,692
Profit attributable to:				
- Owners of the Company	4,183	7,247	22,385	26,762
- Non-controlling interests	(187)	(943)	(179)	2,621
	3,996	6,304	22,206	29,383
Total comprehensive income attributable to:				
- Owners of the Company	3,979	8,330	20,769	28,071
- Non-controlling interests	(187)	(943)	(179)	2,621
	3,792	7,387	20,590	30,692
Earnings per share attributable to Owners of the Company (sen):				
- Basic	0.14	0.24	0.75	0.90

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021.



LAND & GENERAL BERHAD (COMPANY NO. 5507-H)

Condensed Consolidated Statement of Financial Position

as at 31 December 2021

	Note	(Unaudited) 31/12/2021 RM'000	(Audited) 31/03/2021 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		126,755	129,375
Investment properties		95,190	83,663
Inventories	A15	568,710	570,063
Investment in joint ventures		16,642	17,430
Investment in associate		150,746	151,924
Other investments	A14	6,099	6,367
Deferred tax assets		12,688	11,850
Other non-current assets		191	495
		<u>977,021</u>	<u>971,167</u>
Current Assets			
Inventories	A15	449,122	458,588
Trade and other receivables		57,503	33,556
Other current assets		619	1,273
Contract asset		25,995	44,560
Contract cost		2,761	2,536
Tax recoverable		329	480
Short term funds		44,293	2,910
Deposits, cash and bank balances		55,548	122,385
		<u>636,170</u>	<u>666,288</u>
TOTAL ASSETS		<u>1,613,191</u>	<u>1,637,455</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		660,232	660,232
Retained profits		445,904	438,385
Other reserves		12,700	14,316
		<u>1,118,836</u>	<u>1,112,933</u>
Non-controlling interests		<u>89,875</u>	<u>90,054</u>
		<u>1,208,711</u>	<u>1,202,987</u>
Non-current Liabilities			
Provisions		3,642	3,642
Trade and other payables		166	167
Borrowings	B7	187,678	198,424
Deferred tax liabilities		24,733	24,189
		<u>216,219</u>	<u>226,422</u>
Current Liabilities			
Provisions		30,813	38,678
Trade and other payables		125,505	131,778
Contract liabilities		7,347	8,031
Borrowings	B7	18,600	25,610
Tax payable		5,996	3,620
Lease Liabilities		-	329
		<u>188,261</u>	<u>208,046</u>
Total Liabilities		<u>404,480</u>	<u>434,468</u>
TOTAL EQUITY AND LIABILITIES		<u>1,613,191</u>	<u>1,637,455</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021.



LAND & GENERAL BERHAD (COMPANY NO. 5507-H)
Condensed Consolidated Statement of Changes in Equity
for the financial period ended 31 December 2021

	Attributable to owners of the Company						Total equity RM'000
	Non-distributable					Non-Controlling interests RM'000	
	Share capital RM'000	Capital reserve RM'000	Foreign Exchange Reserve RM'000	Retained profits RM'000	Total RM'000		
At 1 April 2021	660,232	12,133	2,183	438,385	1,112,933	90,054	1,202,987
Total comprehensive income for the financial period	-	-	(1,616)	22,385	20,769	(179)	20,590
Dividend paid to a non-controlling interest	-	-	-	-	-	(500)	(500)
Equity injection from non-controlling interest	-	-	-	-	-	500	500
Dividend for the financial year ended 31 March 2021	-	-	-	(14,866)	(14,866)	-	(14,866)
At 31 December 2021	660,232	12,133	567	445,904	1,118,836	89,875	1,208,711

Condensed Consolidated Statement of Changes in Equity
for the financial period ended 31 December 2020

	Attributable to owners of the Company						Total equity RM'000
	Non-distributable					Non-Controlling interests RM'000	
	Share capital RM'000	Capital reserve RM'000	Foreign Exchange Reserve RM'000	Retained profits RM'000	Total RM'000		
At 1 April 2020	660,232	12,133	(12)	407,926	1,080,279	87,383	1,167,662
Total comprehensive income for the financial period	-	-	1,309	26,762	28,071	2,621	30,692
Issuance of shares to non-controlling interest	-	-	-	-	-	45	45
Dividend paid to a non-controlling interest	-	-	-	-	-	(2,500)	(2,500)
Equity injection from non-controlling interest	-	-	-	-	-	2,500	2,500
Acquisition of new subsidiary	-	-	-	-	-	-	-
At 31 December 2020	660,232	12,133	1,297	434,688	1,108,350	90,049	1,198,399

The Condensed Consolidated Statement of Change In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021.

**LAND & GENERAL BERHAD (COMPANY NO. 5507-H)****Condensed Consolidated Statement of Cash Flows****for the financial period ended 31 December 2021**

	CUMULATIVE PERIOD	
	9 months ended	
	31/12/2021	31/12/2020
	RM'000	RM'000
Cash Flows From Operating Activities		
Cash receipts from customers	116,836	136,587
Cash payments to suppliers and employees	(90,065)	(119,324)
Interest received	341	1,556
Dividend on short term funds	772	791
Tax paid, net	(7,778)	2,053
Other operating payments, net	(10,619)	(17,563)
Net cash inflow from operating activities	9,487	4,100
Cash Flows From Investing Activities		
Additional investment	-	(3,975)
Purchase of property, plant & equipment	(946)	(3,478)
Proceeds from disposal of property, plant and equipment	-	16
Partial purchase price paid for acquisition of land	(1,361)	-
Withdrawal/(Placement) of deposits with period more than 3 months	4,842	(3,494)
Withdrawal/(Placement) of deposits pledged as security for bank guarantee facility	20,758	(9,085)
Placement of short term funds	(41,383)	(640)
Dividend received from investment	38	49
Distribution of profit from a joint venture	6,195	3,033
Net cash outflow from investing activities	(11,857)	(17,574)
Cash Flows From Financing Activities		
Drawdown of bank borrowings	16,513	13,733
Repayment of bank borrowings	(32,663)	(2,255)
Additional equity contribution from non-controlling interest	500	2,500
Dividend paid to shareholders	(14,866)	-
Dividend paid to a non-controlling interest of a subsidiary company	(500)	(2,500)
Interest payments	(5,906)	(2,479)
Net cash outflow from financing activities	(36,922)	8,999
Net change in cash & cash equivalents	(39,291)	(4,475)
Effects of foreign exchange rate changes	(339)	1,724
Cash & cash equivalents at beginning of financial period	87,606	90,727
Cash & cash equivalents at end of financial period	47,976	87,976
Cash & cash equivalents at end of financial period comprise:		
Cash on hand and at banks	50,867	82,228
Deposits with financial institutions	4,681	36,389
Deposits, cash and bank balances	55,548	118,617
Less:		
Deposits pledged as security for bank guarantee	(2,619)	(23,225)
Deposits placements for periods exceeding 90 days	(2,062)	(5,804)
Bank overdraft	(2,891)	(1,612)
	47,976	87,976

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2021.

PART A: EXPLANATORY NOTES PURSUANT TO FRS 134 – PARAGRAPH 16

Notes to the Interim Financial Report

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2021.

A1. Basis of Preparation

The significant accounting policies, methods of computation and basis of consolidation applied in these interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 March 2021, except for the adoption of the following Amendments to MFRS that are effective for the Group’s financial year beginning 1 April 2021:-

- Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement, MFRS 7, Financial Instruments: Disclosures, MFRS 4, Insurance Contracts and MFRS 16, Leases – Interest Rate Benchmark Reform – Phase 2
- Amendments to MFRS 16, Leases – Covid-19 - Related Rent Concessions
- Amendments to MFRS 16, Leases – Covid-19 – Related Rent Concessions beyond 30 June 2021

The adoption of the abovementioned amendments does not have any material financial impact on the interim financial statements of the Group.

A2. Audit Qualification

The audit report of the Group’s audited financial statements for the financial year ended 31 March 2021 was not subjected to any qualification.

A3. Seasonality and Cyclicity Factors

The business operations of the Group were not materially affected by any seasonal and cyclical factors during the financial period under review.

A4. Nature and Amounts of Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flow during the financial period under review.

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)**A5. Changes in Estimates of Amounts Reported in Prior Interim Periods of the Current Financial Period or Prior Financial Periods**

There were no changes in estimates of amounts reported in prior interim periods of the current financial period or prior financial periods that has any material effect in the current financial period.

A6. Issuance and Repayment of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the current financial period under review.

As at 31 December 2021, the number of ordinary shares in issue is 2,973,135,003.

A7. Dividends Paid/Payable

No dividend was paid or declared by the Company during the current financial quarter/period under review.

The single tier final dividend proposed in respect of the financial year ended 31 March 2021 of 0.5 sen per ordinary share was approved on 15 September 2021 and paid on 18 October 2021.

A8. Segmental Reporting

The operating segment information for the financial period ended 31 December 2021 is as follows:

Revenue for the 9 months ended 31 December 2021

	Properties RM'000	Education RM'000	Others RM'000	Elimination RM'000	Total RM'000
Revenue to third parties	96,918	18,854	4,587	-	120,359
Interest & returns of short term funds	-	-	138	-	138
	96,918	18,854	4,725	-	120,497
Inter-segment Revenue	83	-	4,606	(4,689)	-
Total revenue	<u>97,001</u>	<u>18,854</u>	<u>9,331</u>	<u>(4,689)</u>	<u>120,497</u>

Segment results for the 9 months ended 31 December 2021

	Properties RM'000	Education RM'000	Others RM'000	Total RM'000
Segment results	19,359	7,327	1,143	27,829
Non-reportable segment*				1,990
Loss on fair value changes on financial assets at fair value through profit or loss				(268)
Finance costs				(1,338)
Share of results of joint ventures				4,980
Share of results of associate				(1,178)
Profit before taxation				<u>32,015</u>

*Refers to investment holding and dormant companies.

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)**Segment assets as at 31 December 2021**

	Properties RM'000	Education RM'000	Others RM'000	Total RM'000
Segment assets	1,210,564	72,759	117,655	1,400,978
Non-reportable segment*				31,808
Investment in joint ventures				16,642
Investment in associate				150,746
Deferred tax assets				12,688
Tax recoverable				329
Total assets				<u>1,613,191</u>

Segment liabilities as at 31 December 2021

	Properties RM'000	Education RM'000	Others RM'000	Total RM'000
Segment liabilities	304,188	38,241	956	343,385
Non-reportable segment*				30,366
Deferred tax liabilities				24,733
Tax payable				5,996
Total liabilities				<u>404,480</u>

*Refers to investment holding and dormant companies.

A9. Other operating income

	Current Quarter RM'000	Cumulative Period RM'000
Interest income	55	353
Dividends from short term funds	254	757
Write back of provision for financial obligation	2,081	6,243
Others	391	2,059
	<u>2,781</u>	<u>9,412</u>

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)**A10. Profit Before Taxation**

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

	Current Quarter RM'000	Cumulative Period RM'000
Interest income	78	405
Dividends from short term funds	277	807
Write back of provision for financial obligation	2,081	6,243
Loss on fair value changes on financial assets at fair value through profit or loss	21	(268)
Depreciation and amortisation	(1,789)	(5,506)
Interest expenses #	(3)	(1,338)
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Interest expenses incurred is as follows:

	Current Quarter RM'000	Cumulative Period RM'000
Interest expense on:		
- Bank borrowings	1,846	5,908
- Contingent consideration	-	1,331
- Lease liabilities	1	6
	<hr/>	<hr/>
	1,847	7,245
Less:		
Interest expenses capitalised into qualifying asset	1,844	5,907
Interest expenses	3	1,338
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A11. Valuations of Property, Plant, and Equipment

The valuations of land and buildings have been brought forward without amendment from the previous audited financial statements.

A12. Material Events Subsequent to the End of the Financial Period

On 10 January 2022, the Group announced the proposed acquisition of a parcel of leasehold commercial land held under Pajakan Negeri 117584 Lot 5240, Pekan Desa Puchong, Daerah Petaling, Negeri Selangor, measuring approximately 14,366.353 square metres (or approximately 3.55 acres) for a total cash consideration of RM68,040,720.00 via its indirect wholly-owned subsidiary, Billion Megastar Sdn Bhd.

To date, the Group has paid RM6,804,072.00 (10% of the purchase price), of which RM1,360,814.40 was on 15 December 2021.

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)

A13. Changes in the Composition of the Group

Bestform Limited, a wholly-owned subsidiary of Land and General Berhad was liquidated with effect from 3 September 2021.

On 2 November 2021, the Company incorporated a wholly owned subsidiary known as Billion Megastar Sdn Bhd via its existing subsidiary, Brilliant Forward Sdn Bhd (formerly known as Sri Damansara Club Bhd).

There were no other significant changes in the composition of the Group for the current financial period/quarter ended 31 December 2021.

A14. Other Investments

This refers to the Company's investment in Vietnam Industrial Investments Ltd ("VII") which was previously a quoted investment on the Australian Securities Exchange (ASX)

VII shares were suspended from trading from 16 September 2019 and the last traded price on 12 September 2019 was AUD0.31 per share. As of 31 March 2021, the Company had written down the fair value of its investment in VII to 50% discount from its last traded price prior to its suspension on 16 September 2019 (AUD0.31 per share) or approximately RM6,099,000. VII shares were removed from ASX official list on 29 October 2021.

The Company is still assessing the fair value for its investments in VII given that VII's latest publicly available financial statement for the half year ended 30 June 2020 was issued with a disclaimer of opinion by its auditors with respect to, amongst others, recoverability of VII Group's loans, advances and receivables from its strategic partner, Nam Thuan Steel Joint Stock Company, and emphasis of matter on the material uncertainties on the going concern of VII Group.

A15. Inventories

	31/12/2021	31/03/2021
	RM'000	(Audited) RM'000
Non-current		
- Land held for property development	568,710	570,063
Current		
- Property development units in progress	332,775	316,252
- Completed development units	116,041	142,080
- Others	306	256
	<u>449,122</u>	<u>458,588</u>
	<u>1,017,832</u>	<u>1,028,651</u>

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)

A16. Capital Commitments

	31/12/2021	31/03/2021
	RM'000	(Audited) RM'000
Approved but not contracted for		
- investment in joint venture	3,225	3,225
- school building	2,420	2,652
- others	248	320
	<u>5,893</u>	<u>6,197</u>

A17. Others

The Company has provided the following corporate guarantee to a financial institution for credit facilities granted to:-

	31/12/2021	31/03/2021
	RM'000	RM'000
- Associate company	21,926	26,257
	<u>21,926</u>	<u>26,257</u>

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance of the Company and its Principal Subsidiaries

(a) For the quarter ended 31 December 2021

Quarter	Revenue		Operating profit	
	3Q2022 RM'000	3Q2021 RM'000	3Q2022 RM'000	3Q2021 RM'000
Property	33,983	23,427	4,785	7,998
Education	6,609	5,590	2,428	1,876
Others	1,562	1,179	714	(623)
Total	42,154	30,196	7,927	9,251
Gain on fair value changes			21	280
Finance costs			(3)	(619)
Share of results of joint ventures			535	(344)
Share of results of associated company			(330)	1,120
Profit Before Tax			8,150	9,688

For the quarter under review, the Group recorded a revenue of RM42.15 million (3Q2021: RM30.20 million) and a pre-tax profit of RM8.15 million (3Q2021: RM9.69 million). The quarter's revenue improved for all divisions following the lifting of movement control restrictions. However, the quarter's operating profit and pre-tax profit were lower mainly due to lower operating profit from the property division arising from higher marketing incentives for clearing existing completed properties and the share of losses from associated company, Country Garden Properties (Malaysia) Sdn Bhd (CGPM).

Property division

The property division registered a revenue of RM33.98 million (3Q2021: RM23.43 million) and an operating profit of RM4.79 million (3Q2021: RM8.00 million) during the quarter. This quarter's revenue and operating profit was mainly derived from the sales and the progress billings from the ongoing construction of its existing Seresta project as well as sales of completed Astoria Ampang Phase 1 and Sena Parc Phase 1A units. The lower profit was due to higher marketing incentives incurred for clearing its existing completed properties.

Education division

The education division recorded a revenue of RM6.61 million (3Q2021: RM5.59 million) and operating profit of RM2.43 million (3Q2021: RM1.88 million), reflecting an improved revenue and profit with the increase in student enrolment and fees for its international schools, mitigated slightly by the decrease in student enrolment for its private schools.

Other divisions

Other divisions recorded an operating profit of RM0.71 million (3Q2021: loss of RM0.62 million) on the back of a revenue of RM1.56 million (3Q2021: RM1.18 million). The increase in the division's revenue and operating profit for the quarter was mainly due to the higher palm oil prices for plantation. Adding to the increase in operating profit was also the higher writeback of provision for financial obligation of RM2.08 million in 3Q2022 (3Q2021: RM1.56 million).

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)(b) For the 9 months period ended 31 December 2021

Quarter	Revenue		Operating profit	
	YTD 3Q2022 RM'000	YTD 3Q2021 RM'000	YTD 3Q2022 RM'000	YTD 3Q2021 RM'000
Property	96,918	77,076	19,359	20,518
Education	18,854	16,643	7,327	5,768
Others	4,725	3,132	3,133	12,005
Total	120,497	96,851	29,819	38,291
Loss on fair value changes			(268)	(1,286)
Finance costs			(1,338)	(1,815)
Share of results of joint ventures			4,980	2,653
Share of results of associated company			(1,178)	(2,064)
Profit Before Tax			32,015	35,779

For the 9 months period under review, the Group registered a pre-tax profit of RM32.02 million (3Q2021: RM35.78 million) on the back of a revenue of RM120.50 million (3Q2021: RM96.85 million) mainly due to lower operating profit from property division and no exceptional income from other division.

Property division

The property division recorded a revenue of RM96.92 million (3Q2021: RM77.08 million) and an operating profit of RM19.36 million (3Q2021: RM20.52 million) for the period. The period's revenue was higher compared to the corresponding period of the preceding year mainly from the construction progress and further sales of Seresta coupled with the sales of completed units of Sena Parc Phase 1A and Astoria Ampang Phase 1. However, the division's operating profit was lower due to higher marketing incentives for its existing completed properties. In addition, the operating profit of 3Q2021 included a writeback of cost of RM2.87 million from a previous completed project.

Education division

The education division posted a revenue of RM18.85 million (3Q2021: RM16.64 million) and an operating profit of RM7.33 million (3Q2021: RM5.77 million) mainly due to the increased student enrolment and fees for its international school as mentioned in (a).

Other division

On the back of a revenue of RM4.73 million (3Q2021: RM3.13 million), other division recorded an operating profit of RM3.13 million (3Q2021: RM12.01 million) for the period ended 31 December 2021.

The division's operating profit for the current period included the one-off income from the gain on disposal of rubberwood of RM1.28 million whereas the corresponding period of preceding year included the writeback of impairment loss on amount due from jointly controlled entity of RM12.77 million, thus resulting in a lower operating profit.

The share of results of jointly controlled entity, Hidden Valley Australia Pty Ltd of RM4.35 million (3Q2021: RM2.65 million) also contributed to the pre-tax profit of the Group due to more settlements during the 9 months period ended 30 December 2021 as compared to the corresponding period of preceding year.

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)

B2. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

Quarter	Revenue		Operating profit	
	3Q2022 RM'000	2Q2022 RM'000	3Q2022 RM'000	2Q2022 RM'000
Property	33,983	39,836	4,785	10,311
Education	6,609	6,184	2,428	3,150
Others	1,562	1,685	714	1,942
Total	42,154	47,705	7,927	15,403
Loss on fair value changes			21	(197)
Finance costs			(3)	(692)
Share of results of joint ventures			535	686
Share of results of associated company			(330)	(678)
Profit Before Tax			8,150	14,522

The Group's revenue and pre-tax profit for the current quarter stood at RM42.15 million (2Q2022:RM47.71 million) and RM8.15 million (2Q2022: RM14.52 million) respectively. The lower revenue and pre-tax profit were mainly due to higher marketing incentives on clearing existing completed units for property division; offset slightly by the rising palm oil prices for its plantation as mentioned in B1a).

B3. Prospects

The surge of Omicron variant cases in the country over the recent months has caused concerns on potential lockdowns to curb infections despite assurance from the Malaysian government that no further lockdowns will be implemented as we moved further into 2022. Considering the renewed uncertainty along with the prolonged impact of the pandemic and inflation, consumers' spending is likely to continue to be modest.

Nevertheless, the Group will continue to focus on clearing its existing completed properties.

B4. Variance of actual results from forecast profits and shortfall in Profit Guarantee

Not applicable.

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B5. Tax expense

	Individual Quarter		Cumulative Period	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- Malaysian income tax	2,210	2,759	6,826	6,383
- Foreign jurisdiction income tax	633	-	1,729	-
- Under provision in prior years	1,549	128	1,549	128
	4,392	2,887	10,104	6,511
Deferred tax				
- Current year	(631)	902	(631)	902
- Under/(Over) provision in prior years	393	(405)	336	(1,017)
	4,154	3,384	9,809	6,396

The domestic income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated chargeable income for the year, while taxation for its joint venture, Hidden Valley Australia Pty Ltd is calculated at 30% being the prevailing statutory tax rate in that jurisdiction.

The effective tax rate (excluding share of results of associate and joint ventures) of the Group is lower than the statutory tax rate in the current financial year mainly due to certain income being non-taxable.

B6. Corporate Development

There was no corporate proposal announced for the current quarter.

B7. Borrowings and Lease Liabilities

The Group's total borrowings as at 31 December 2021 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured:			
Overdraft	2,891	-	2,891
Term loans	12,400	139,769	152,169
Bridging loan	3,216	47,842	51,058
Hire purchase	93	67	160
Total borrowings	18,600	187,678	206,278

All denominated in the local currency.

LAND & GENERAL BERHAD (COMPANY NO. 5507-H)

B8. Material Litigation

On 11 March 2021, Sri Damansara Sdn Bhd (“SDSB”), a wholly-owned subsidiary of the Company received a Notice of Additional Assessment (Form JA) from Inland Revenue Board (“IRB”) in respect of Year of Assessment (“YA”) 2018, wherein a sum of RM6.69 million of additional taxes and penalties was sought by IRB in relation to sale of a piece of land in the previous year where IRB is of the view that the sale is subject to corporate tax instead of real property gain tax.

SDSB is of the view that the said additional taxes and penalties levied by IRB are open to challenge and has hence, engaged tax solicitors to assist in challenging the said disputed additional taxes and penalties imposed by IRB.

A. Judicial Review Application at the High Court of Malaya

On 15 March 2021, SDSB filed an Application for Judicial Review to the High Court of Kuala Lumpur (“High Court”) in challenging the said notice of additional assessment and the Court had fixed the hearing for leave to commence judicial review on 21 April 2021. Nonetheless, during the hearing for leave to commence judicial review, the Court was informed that the IRB had filed an application to intervene in the judicial review proceedings. Thus, the hearing for the leave application was vacated and Court subsequently fixed the hearing date for the IRB’s application to intervene on 10 June 2021, which is to be disposed of first before the leave application is heard. In the meantime, the Court had granted an interim stay upon the enforcement of the said Notice of Additional Assessment until 10 June 2021, whereby the additional taxes did not have to be paid until 10 June 2021.

Due to the implementation of Full Movement Control Order and upon the Attorney General Chamber’s and the IRB’s requests to adjourn the hearing, the hearing for the IRB’s application to intervene is currently adjourned to 12 April 2022. In the meantime, the Court granted an extension of stay until then, whereby the additional taxes do not have to be paid until 12 April 2022.

B. Appeal at the Special Commissioners of Income Tax (“SCIT”)

On 9 April 2021, SDSB had filed a notice of appeal (“Form Q”) to the IRB in respect of the Form JA for the YA 2018. On 22 September 2021, the Form Q was registered at the SCIT. Accordingly, the SCIT had fixed 22 October 2021 as the first case mention. Subsequently the Court had ordered parties to proceed with the filing of cause papers and attend the case management on 24 March 2022.

B9. Dividend Proposed

No dividend has been proposed for the financial period ended 31 December 2021.

B10. Earnings per Share

Basic

The basic earnings per share is calculated by dividing the net profit attributable to owners of the Company for the period by the weighted average number of ordinary shares outstanding during the period.

	Individual Quarter		Cumulative Period	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Profit attributable to owners of the Company (RM’000)	4,183	7,247	22,385	26,762
Weighted average number of ordinary shares (’000)	2,973,135	2,973,135	2,973,135	2,973,135
Basic earnings per share (sen)	0.14	0.24	0.75	0.90