

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

18 May 2022

UNAUDITED (Q3) INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022

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BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<u>Group</u>	
	As at 31/03/2022	As at 30/06/2021 (Audited)
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	241,726	249,745
Right-of-use assets	10,666	12,533
Investment properties	2,340,148	2,362,724
Inventories - land held for development	102,088	101,470
Associated company	11,308	10,698
Joint ventures	8,290	8,938
Other investments	118,730	155,711
Deferred tax assets	974	974
Intangible assets	11,057	11,881
Receivables	2,759	2,690
	<u>2,847,746</u>	<u>2,917,364</u>
CURRENT ASSETS		
Inventories - others	187,409	190,346
Short-term investments	-	1,000
Receivables	51,691	41,748
Tax recoverable	735	433
Deposits with licensed banks	22,159	15,188
Cash and bank balances	37,193	19,134
	<u>299,187</u>	<u>267,849</u>
TOTAL ASSETS	<u>3,146,933</u>	<u>3,185,213</u>
EQUITY		
Share capital	1,538,120	1,538,120
Reserves :		
Foreign currency translation reserve	10,120	14,303
Fair value through other comprehensive income ("FVTOCI") reserve	(134,307)	(120,257)
Retained earnings	491,797	517,959
	<u>367,610</u>	<u>412,005</u>
Equity attributable to owners of the parent	1,905,730	1,950,125
Non-controlling interests	(1,488)	213
Total equity	<u>1,904,242</u>	<u>1,950,338</u>

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)**

	As at 31/03/2022	Group As at 30/06/2021 (Audited)
	RM'000	RM'000
NON-CURRENT LIABILITIES		
Long term bank borrowings	519,847	504,890
Senior medium term notes	139,137	138,896
Hire purchase liabilities	545	844
Other long term liabilities	165,136	164,635
Lease liabilities	8,932	9,129
Deferred tax liabilities	160,648	160,773
	994,245	979,167
CURRENT LIABILITIES		
Payables	171,194	170,156
Short term bank borrowings	60,884	63,162
Senior medium term notes	15,288	19,931
Hire purchase liabilities	507	907
Lease liabilities	99	252
Provisions	82	88
Tax payable	392	1,212
	248,446	255,708
Total liabilities	1,242,691	1,234,875
TOTAL EQUITY AND LIABILITIES	3,146,933	3,185,213
<i>Net assets per share attributable to ordinary owners of the parent (sen)</i>	74	76

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2021.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Note	CURRENT QUARTER ENDED		FINANCIAL PERIOD ENDED	
		31/03/2022 RM'000	31/03/2021 RM'000	31/03/2022 RM'000	31/03/2021 RM'000
Revenue		50,063	46,961	112,822	141,670
Operating expenses		(45,665)	(40,249)	(103,008)	(131,897)
Profit from operations		<u>4,398</u>	<u>6,712</u>	<u>9,814</u>	<u>9,773</u>
Other income	A4	4,917	4,780	7,823	14,517
Other expenses	A4	(569)	(423)	(1,413)	(1,672)
Share of results from associated companies		271	547	610	1,064
Share of results from joint ventures		(580)	(390)	(1,233)	(2,274)
Finance costs		<u>(13,008)</u>	<u>(12,476)</u>	<u>(38,860)</u>	<u>(39,513)</u>
Loss before tax		(4,571)	(1,250)	(23,259)	(18,105)
Taxation	B5	<u>(1,180)</u>	<u>(2,110)</u>	<u>(2,791)</u>	<u>(6,470)</u>
Loss net of tax		<u>(5,751)</u>	<u>(3,360)</u>	<u>(26,050)</u>	<u>(24,575)</u>
Attributable to:					
- Owners of the Parent		(5,264)	(3,115)	(24,565)	(23,947)
- Non-controlling interests		<u>(487)</u>	<u>(245)</u>	<u>(1,485)</u>	<u>(628)</u>
		<u>(5,751)</u>	<u>(3,360)</u>	<u>(26,050)</u>	<u>(24,575)</u>
Loss per share (sen):					
Basic	B10	<u>(0.21)</u>	<u>(0.12)</u>	<u>(0.96)</u>	<u>(0.94)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the year ended 30 June 2021.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	CURRENT QUARTER ENDED		FINANCIAL PERIOD ENDED	
	31/03/2022 RM'000	31/03/2021 RM'000	31/03/2022 RM'000	31/03/2021 RM'000
Loss net of tax	(5,751)	(3,360)	(26,050)	(24,575)
<u>Other comprehensive income</u>				
<u>Item that may be subsequently reclassified to profit or loss</u>				
Currency translation difference	(2,028)	1,308	(4,399)	1,883
<u>Item that will not be subsequently reclassified to profit or loss</u>				
Net changes in fair value of investments at fair value through other comprehensive income ("FVTOCI")	(8,153)	123,167	(15,647)	129,861
Total comprehensive income	<u>(15,932)</u>	<u>121,115</u>	<u>(46,096)</u>	<u>107,169</u>
Attributable to:				
- Owners of the Parent	(15,338)	121,360	(44,395)	107,797
- Non-controlling interests	(594)	(245)	(1,701)	(628)
	<u>(15,932)</u>	<u>121,115</u>	<u>(46,096)</u>	<u>107,169</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2021.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<----- Attributable to the owners of the Parent ----->

	<--- Non - distributable --->			Distributable		Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	FVTOCI Reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Equity Funds RM'000		
At 1 July 2021	1,538,120	(120,257)	14,303	517,959	1,950,125	213	1,950,338
Transfer upon disposal of FVTOCI investments	-	1,597	-	(1,597)	-	-	-
Total comprehensive income	-	(15,647)	(4,183)	(24,565)	(44,395)	(1,701)	(46,096)
At 31 March 2022	<u>1,538,120</u>	<u>(134,307)</u>	<u>10,120</u>	<u>491,797</u>	<u>1,905,730</u>	<u>(1,488)</u>	<u>1,904,242</u>
At 1 July 2020	1,538,120	(167,890)	6,866	635,378	2,012,474	66	2,012,540
Transfer upon disposal of FVTOCI investments	-	9,782	-	(9,782)	-	-	-
Total comprehensive income	-	129,861	1,883	(23,947)	107,797	(628)	107,169
At 31 March 2021	<u>1,538,120</u>	<u>(28,247)</u>	<u>8,749</u>	<u>601,649</u>	<u>2,120,271</u>	<u>(562)</u>	<u>2,119,709</u>

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2022
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	FINANCIAL PERIOD	
	ENDED	
	31/03/2022	31/03/2021
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from operations	113,391	124,925
Payments for operating expenses	(109,066)	(118,290)
Other payments (including taxes)	(3,604)	(5,504)
Net cash generated from operating activities	<u>721</u>	<u>1,131</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of plant and machinery	213	194
Sales of other non current assets	17,912	1,845
Sales of other investments	23,377	51,183
Acquisition of plant and machinery	(290)	(621)
Acquisition of investment properties	(2,068)	-
Acquisition of other non current assets	-	(33)
Acquisition of investments	(1,800)	-
Interest received	954	969
Dividend received	76	120
Net cash generated from investing activities	<u>38,374</u>	<u>53,657</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank and other borrowings	28,000	-
Repayment of borrowings and loans	(17,194)	(35,213)
Interest paid	(23,772)	(29,455)
Payment of hire purchase liabilities	(678)	(684)
Payment of principal portion of lease liabilities (Placement with)/Withdrawals from	(400)	(639)
banks as security pledged for borrowings	<u>(8,876)</u>	<u>11,115</u>
Net cash used in financing activities	<u>(22,920)</u>	<u>(54,876)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	16,175	(88)
EFFECTS OF EXCHANGE RATE CHANGES	(19)	128
OPENING CASH AND CASH EQUIVALENTS	12,964	11,768
CLOSING CASH AND CASH EQUIVALENTS	<u>29,120</u>	<u>11,808</u>
 The closing cash and cash equivalents comprise the following:		
Deposits with licensed banks	22,159	25,540
Cash and bank balances	<u>37,193</u>	<u>16,718</u>
	59,352	42,258
 Less:		
Bank overdrafts	(9,992)	(9,975)
Cash and cash equivalents restricted in usage	<u>(20,240)</u>	<u>(20,475)</u>
	<u>29,120</u>	<u>11,808</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2021.

NOTES:

- A1 The interim financial report is not audited and has been prepared in compliance with Malaysian Financial Reporting Standards (MFRS) 134 - Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and comply with the requirements of Companies Act 2016 ("CA 2016").

The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2021, which were prepared under Malaysian Financial Reporting Standards. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Company since the year ended 30 June 2021.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 June 2021, except for the adoption of new Malaysian Financial Reporting Standards ("MFRSs"), Amendments to MFRSs, IC Interpretations and Annual Improvements to MFRSs which were effective for the financial periods beginning 1 January 2021.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 July 2021.

The initial application of the Amendments to MFRSs, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption except for the changes in presentation and disclosure of financial information.

- A2 The audit report of the Company's most recent annual audited financial statements did not contain any qualification.
- A3 Our principal business operations are not significantly affected by any seasonal or cyclical factors except for the gaming and recreation businesses that may be favourably impacted by the festive and school holiday seasons respectively.

NOTES (CONTINUED)

A4 Following the global outbreak of COVID-19 pandemic, the Malaysian Government had imposed various phases of Movement Control Order ("MCO") since 18 March 2020 as a preventive measure to curb the pandemic. The Group's business operations, particularly the hotel, recreation, gaming, property investment business segments and the jetty operations are adversely impacted by the re-imposition of various phases of MCO which resulted in continued borders closures, travel restrictions of foreigners, reduced footfall in shopping malls and the cancellation of number forecast draws during the MCOs. The MCOs were subsequently replaced with the implementation of different phases of National Recovery Plan which involved the progressive easing of restrictive measures. On 1 April 2022, Malaysia transitioned to the endemic phase of COVID-19 and starting from 1 May 2022, the negative list which prohibited certain activities and businesses during the COVID-19 pandemic was relaxed.

(a) There were no other unusual items as a result of their nature, size or incidence that had affected the financial statements for the financial quarter and period ended 31 March 2022 except for the following:

(i) Included under other income/(expenses) in the consolidated statement of profit or loss are:

	Current Quarter ended 31/03/2022 RM'000	Financial Period ended 31/03/2022 RM'000
Amortisation of intangible assets	(275)	(825)
Gain on disposal of investment properties	<u>3,958</u>	<u>4,108</u>

(b) There were no material changes in estimates of amounts reported in the current financial quarter and period ended 31 March 2022.

A5 There were no issuance and repayment of debts and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period ended 31 March 2022.

In addition, none of the outstanding Warrants 2018/2023 were exercised in the financial period ended 31 March 2022.

A6 The Company did not pay any dividend in the financial period ended 31 March 2022.

NOTES (CONTINUED)

A7 Segmental information for the financial period ended 31 March 2022:

<u>REVENUE</u>	External RM '000	Inter - segment RM '000	Total RM '000
Property development and investment	61,299	-	61,299
Gaming and related activities	37,533	725	38,258
Hotel, recreation and others	13,990	-	13,990
Elimination : Intersegment revenue	-	(725)	(725)
Total revenue	<u>112,822</u>	<u>-</u>	<u>112,822</u>
 <u>RESULTS</u>			 RM '000
Property development and investment			20,456
Gaming and related activities			6
Hotel, recreation and others			<u>(9,312)</u>
			11,150
Unallocated corporate expenses			<u>(1,336)</u>
Profit from operations			9,814
Other income			
- property development and investment			5,313
- gaming and related activities			393
- hotel and recreation			1,212
- unallocated			905
			<u>7,823</u>
			17,637
Other expenses			
- property development and investment			(178)
- gaming and related activities			(825)
- hotel and recreation			-
- unallocated			(410)
			<u>(1,413)</u>
			16,224
Share of results after tax from associated companies			610
Share of results after tax from joint ventures			(1,233)
Finance costs			<u>(38,860)</u>
Loss before tax			(23,259)
Taxation			(2,791)
Loss for the financial period			<u>(26,050)</u>

NOTES (CONTINUED)

- A8 There were no material events subsequent to the end of this current quarter that have not been reflected in the financial statements for this current financial quarter.
- A9 There were no material changes in the composition of the Group for the financial period ended 31 March 2022 including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.
- A10 There were no material changes in contingent liabilities or contingent assets since the last audited statement of financial position as at 30 June 2021.
- A11 Subsequent to 30 June 2021, the Group has rescinded the KMSB SPA as disclosed in Note B6(a). As such, the Group no longer has any capital commitments.

	At 31/03/2022 RM'000	At 30/06/2021 RM'000
Capital expenditure approved and contracted for	<u>-</u>	<u>57,778</u>

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of group performance

The main operating businesses of the Group are number forecast operation ("NFO") in Sarawak, property development and investment and the operations of hotel and recreation business. The key factors (other than general economic conditions) affecting the performance of the main operating businesses in the Group are as follows:

Property development and investment

- demographic of population, location of the properties, costs of building materials and related services, lending guidelines and interests rates of the financial institutions, rental rates, age and condition of investment properties and the quality of property management.

Hotel and recreation

- room rates, seasonal festive periods and school holidays, locations of the hotel and restaurants, tourism/currency exchange/dining out trends, energy/raw material/other supplies costs, quality of rooms/amenities/service and customer perception.

NFO in Sarawak

- disposable income of the general public, luck factor, illegal gaming and the number of draws in the financial period.

Following the global outbreak of COVID-19 pandemic, the Malaysian Government had imposed various phases of Movement Control Order ("MCO") since 18 March 2020 as a preventive measure to curb the pandemic. On 15 June 2021, the Malaysian Government announced the implementation of National Recovery Plan ("NRP") as an exit strategy of the Covid-19 pandemic with the progressive resumption of business operations and social activities and the lifting of travelling restrictions. On 1 April 2022, Malaysia transitioned to the endemic phase of COVID-19 and starting from 1 May 2022, the negative list which prohibited certain activities and businesses during the COVID-19 pandemic was relaxed.

The summary results of the Group are as follows:

	3-Month Ended			9-Month Ended		
	31/03/2022	31/03/2021	+ /(-)	31/03/2022	31/03/2021	+ /(-)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	50,063	46,961	7	112,822	141,670	(20)
Profit from operations	4,398	6,712	(34)	9,814	9,773	-
Loss before tax	(4,571)	(1,250)	266	(23,259)	(18,105)	28

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)****B1 Review of group performance (Contd)**For the Quarter

The Group registered revenue of RM50.1 million and pre-tax loss of RM4.6 million in the current quarter ended 31 March 2022 as compared to revenue of RM47.0 million and pre-tax loss of RM1.25 million reported in the previous year corresponding quarter.

The higher Group revenue of the current quarter was mainly due to higher revenue reported by hotel and recreation and property investment business segments from the higher sales of theme park tickets and car park collections.

These partially offset the impact of lower revenue reported by gaming business segment due to lower of number of draws conducted by Natural Avenue Sdn Bhd ("NASB").

The Group reported a higher pre-tax loss in the current quarter under review primarily due to the higher prize pay-out incurred by NASB on top of its lower revenue, lower profit contribution from the property investment and hotel and recreation business segments due to the cessation of wage and energy cost subsidies as well as the unfavourable foreign exchange translation effect.

For the 9-month period

For the cumulative nine months ended 31 March 2022, the Group registered a revenue of RM112.8 million and pre-tax loss of RM23.3 million as compared to a revenue of RM141.7 million and pre-tax loss of RM18.1 million reported in the preceding year corresponding period. The Group's revenue was lower in the current 9-month period under review mainly due to the cancellation of all 45 draws for the entire 3-month period from 1 July 2021 to 30 September 2021, which resulted in no revenue being registered by NASB during the implementation of the Phases 1 and 2 of NRP. The authorities in Sarawak had allowed the NFO operators in Sarawak to operate from 1 October 2021 onwards. In the previous year's 9-month period, NASB had conducted 129 draws during the Recovery MCO. In addition, the property investment business segment reported lower revenue due to temporary business closures for most part of the first 3 months in the 9-month period under review due to the implementation of Phases 1 and 2 of NRP.

However, these have been mitigated by the higher revenue reported by hotel and recreation business segments due to higher sales of theme park tickets.

The pre-tax loss in the current 9-month period under review was primarily due to the lower revenue reported, the cessation of wage and energy cost subsidies and the unfavourable foreign currency translation effect.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**
B2 Third Quarter vs Preceding Second Quarter

	3-Month Ended		+ / (-) %
	31/03/2022	31/12/2021	
	RM'000	RM'000	
Revenue	50,063	41,382	21
Profit from operations	4,398	10,242	(57)
Loss before tax	(4,571)	(1,584)	189

For the current quarter under review, the Group registered a revenue of RM50.1 million which was higher compared to the revenue of RM41.4 million in the preceding quarter ended 31 December 2021. The current quarter's pre-tax loss of RM4.6 million was higher when compared to a pre-tax loss of RM1.6 million reported for the preceding quarter.

For the current quarter, the gaming and property investment business segments have reported higher revenue mainly due to higher average revenue per draw, higher revenue from jetty business, higher rental income and the recognition of sales of certain units of properties.

These have mitigated the effect of lower revenue generated from hotel and recreation business segment due to lower sales of theme parks tickets. The hotel and recreation business segment recorded higher revenue in the preceding quarter due to the calendar year-end festive and holiday season.

The Group reported a higher loss before tax in the current quarter under review was primarily due to the higher prize pay out from NASB in spite of its higher revenue and the unfavourable foreign currency translation effect.

B3 Future Prospects

The COVID-19 pandemic which resulted in unprecedented preventive and restrictive measures of varying degrees of global population lockdown had adversely impacted the global economy. In Malaysia, the Government had imposed various degrees of population lockdown to slow down the infection rate amongst its population. This inevitably has adversely affected the domestic economy.

Currently, Malaysia has transitioned to the endemic phase of COVID-19 with the full resumption of business and social activities and the re-opening of international borders. The recovery of the domestic economy is now anticipated to be accelerated.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**
B3 Future Prospects (Contd)

Whilst the Directors are cautiously optimistic on the recovery of the domestic economy, the operating results of the Group for the final quarter of the financial year ending 30 June 2022 is expected to remain challenging as the business operations have not returned to the level prior to the pandemic.

B4 There is no profit forecast or profit guarantee for the financial quarter and period ended 31 March 2022.

B5 The income tax expenses for the financial quarter and period ended 31 March 2022 are detailed as follows:

	Current Quarter ended 31/03/2022 RM'000	Financial Period ended 31/03/2022 RM'000
Malaysian taxation:		
Current period provision	916	2,305
Over provision of additional taxes in prior years	(603)	(604)
Deferred tax	727	656
Withholding tax	140	434
	<u>1,180</u>	<u>2,791</u>

The disproportionate tax charge of the Group for the financial quarter and period ended 31 March 2022 was mainly due to certain expenses being disallowed for tax purposes, as well as non-availability of the Group tax relief in respect of losses incurred by certain subsidiary companies.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

B6 The corporate exercise announced by the Group but not completed as at the date of this announcement are listed below:

- a) As disclosed in Note 44 in the Company's audited financial statements for the financial year ended 30 June 2013, BWSB had entered into a conditional sale and purchase agreement for the proposed acquisition by BWSB from Kelana Megah Sdn Bhd ("KMSB") of its intended lease interest in a parcel of vacant land measuring about 4.285 acres held under Lot No. PTB 20379, Bandar Johor Bahru, Daerah Johor Bahru, Negeri Johor for a cash consideration of RM27.99 million ("KMSB SPA").

On 8 May 2018, BWSB has entered into a supplemental agreement with KMSB for the inclusion of the payment of the development returns of RM13.5 million as well as to extend the completion date of the KMSB SPA to 9 April 2019. Subsequently on 3 April 2019, BWSB entered into a supplemental agreement with KMSB to further extend the completion date of the Agreement to 9 April 2022. Upon completion of the KMSB SPA, BWSB will hold a 99-year leasehold land instead of lease interest over the land.

On 8 April 2022, BWSB had rescinded the KMSB SPA for the proposed acquisition of a lease interest over the land.

B7 The Group borrowings as at 31 March 2022 are as follows:

Secured:	RM'000
Short term bank borrowings	
- Denominated in Ringgit Malaysia	58,406
- Denominated in GBP (£449,000) *	2,478
	60,884
Long term bank borrowings	
- Denominated in Ringgit Malaysia	374,976
- Denominated in GBP (£26,251,000) *	144,871
	519,847
Senior medium term notes	154,425
Total borrowings	735,156

* Converted at the exchange rate prevailing as at 31 March 2022.

B8 There is no pending material litigation since the date of the last audited statement of financial position to the date of this announcement, other than as disclosed below.

BTSSB Tax Litigation

Reference is made to Note 41 of the audited financial statements of the Group for the financial year ended 30 June 2021.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**BTSSB Tax Litigation (Contd)

The hearing of Tax Appeal 1, Tax Appeal 2 and Tax Appeal 3 at the Special Commissioners of Income Tax ("SCIT") has been adjourned to 20 April 2022 to 22 April 2022 and stay order had been granted until then. Subsequently, the hearing date on 20 April 2022 to 22 April 2022 was vacated and fixed a mention date on 25 July 2022 pending for the negotiation of a settlement proposal and the stay of order continued to be granted until then.

The High Court has initially fixed 7 July 2021 as the hearing date for Inland Revenue Board's application to intervene and as the case management date for Berjaya Times Square Sdn Bhd's Ministry of Finance Judicial Review. The hearing date has subsequently been rescheduled to 1 March 2022. The hearing on 1 March 2022 High Court has converted into a case management. The High Court has fixed a case management on 26 May 2022 for parties to update the Court on the status of the Similiar two external cases and the interim stay order was granted until then.

VCSB Litigation

On 21 February 2022, Violet Circle Sdn Bhd ("Plaintiff") filed in an Originating Summons in the Kuala Lumpur High Court against the Group and its wholly-owned subsidiary, Tropicfair Sdn Bhd ("Tropicfair") ("VCSB Litigation").

The Originating Summons seeks, among several Orders from the Court against Tropicfair, the following:

- a) Specific performance against Tropicfair in relation to the Share Sale Agreement dated 12 July 2016 entered into between Tropicfair and the Plaintiff ("Share Sale Agreement") whereby Tropicfair do, within 14 days from the date of the Order made by the Court, pay the Plaintiff the sum of RM97,600,000 as at 11 October 2016 with interest accruing thereon the rate of 6% per annum calculated on a daily basis from 12 October 2016 until full and final settlement ("the said Sum");
- b) A declaration that the Company and Other Defendant jointly and severally with Tropicfair, be liable for payment of the said Sum to the Plaintiff pursuant to a collateral agreement between the Plaintiff and Company and Other Defendant made in or about July 2016;
- c) Damages in lieu of and/or in addition to specific performance of the aforesaid; and
- d) Costs on full indemnity basis.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**
VCSB Litigation (Contd)

The subject matter of the Originating Summons stems from the Share Sale Agreement for the proposed acquisition by Tropicfair of the remaining 50% equity interest comprising 3,505,000 ordinary shares in Megaquest Sdn Bhd ("Megaquest") from the Plaintiff for a cash consideration of RM108 million (the "Proposed Acquisition"). The Proposed Acquisition was announced by the Company on 12 July 2016.

On 12 June 2020, Tropicfair had given notice to the Plaintiff of rescission of the Share Sale Agreement on the ground that the core operating business of Megaquest has been substantially impaired and the entire transaction as contemplated under the Share Sale Agreement has suffered a material adverse change. Following the said rescission, as disclosed in the Annual Report 2020, the forfeited deposit and liquidated ascertained damages incurred in the Group's consolidated financial statements totalled RM10.8 million. Under the circumstances, Tropicfair avers that it is not liable for payment of the said Sum to the Plaintiff.

Tropicfair has filed an application to convert the Originating Summons to a writ of summons whilst the Company has filed an application to strike out and/or to convert the Originating Summons to a writ of summons.

The hearing date of the applications has been set on 27 June 2022.

The above litigations are still on-going.

- B9 The Board does not recommend any dividend in the current quarter (previous year's quarter ended 31 March 2021: Nil).
- B10 The loss per share is calculated by dividing loss attributable to owners of the Parent by the weighted average number of ordinary shares in issue:

	<u>Current Quarter Ended</u>			
	31/03/2022	31/03/2021	31/03/2022	31/03/2021
	RM'000	RM'000	Sen	Sen
Loss for the quarter	<u>(5,264)</u>	<u>(3,115)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(0.21) #</u>	<u>(0.12) #</u>

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

B10 The loss per share is calculated by dividing loss attributable to owners of the Parent by the weighted average number of ordinary shares in issue (contd):

	<u>9-Month Ended</u>			
	31/03/2022	31/03/2021	31/03/2022	31/03/2021
	RM'000	RM'000	Sen	Sen
Loss for the financial period	<u>(24,565)</u>	<u>(23,947)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(0.96) #</u>	<u>(0.94) #</u>
Adjusted basic loss per share (after Share Split)			<u>(0.10)</u>	<u>(0.06)</u>

No diluted loss per share is presented as the computation based on the outstanding warrants would have an anti-dilutive effect.

B11 Loss before tax is stated after charging/(crediting):

	Current Quarter ended 31/03/2022 RM'000	Financial Period ended 31/03/2022 RM'000
Interest income	(578)	(726)
Dividend income	(36)	(76)
Gain on disposal of investment properties	(3,958)	(4,108)
Other income excluding dividend, interest income and gain on disposal of investment properties	(1,774)	(2,913)
Depreciation of property, plant and equipment	1,716	7,929
Amortisation of intangible assets	<u>275</u>	<u>825</u>