

Summary of Key Financial Information for the period ended 31 December 2020

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 31/12/2020 RM'000	3 MONTHS ENDED 31/12/2019 RM'000	Amount RM'000	%	9 MONTHS ENDED 31/12/2020 RM'000	9 MONTHS ENDED 31/12/2019 RM'000	Amount RM'000	%
1	Revenue	4,517	11,801	(7,284)	-61.7%	9,170	54,337	(45,167)	-83.1%
2	(Loss)/profit before tax	(1,093)	(735)	(358)	48.7%	(3,932)	4,878	(8,810)	-180.6%
3	(Loss)/profit for the period	(1,142)	(1,504)	362	-24.1%	(4,724)	3,701	(8,425)	-227.6%
4	(Loss)/profit attributable to the ordinary equity holders of the parent	(1,142)	(1,504)	362	-24.1%	(4,724)	3,701	(8,425)	-227.6%
5	Basic (loss)/earnings per share (sen)	(0.61)	(0.81)	0.19	-24.1%	(2.53)	1.98	(4.51)	-227.6%
6	Proposed / Declared dividend per share (sen)	-	-	-		-	-	-	

Summary of Financial review for current quarter compared with immediate preceding quarter

		INDIVIDUAL		Individual changes	
		3 MONTHS ENDED 31/12/2020 RM'000	3 MONTHS ENDED 30/09/2020 RM'000	Amount RM'000	%
1	Revenue	4,517	3,699	818	22.1%
2	Loss before tax	(1,093)	(1,947)	854	-43.9%
3	Loss for the period	(1,142)	(2,393)	1,251	-52.3%
4	Loss attributable to the ordinary equity holders of the parent	(1,142)	(2,393)	1,251	-52.3%
5	Basic loss per share (sen)	(0.61)	(1.28)	0.67	-52.2%
6	Proposed / Declared dividend per share (sen)	-	-	-	

		As At End of Current Quarter	As At Preceding Financial Year End
8	Net assets per share attributable to ordinary equity holders of the parent (RM)	1.27	1.29

ADDITIONAL INFORMATION

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 31/12/2020 RM'000	3 MONTHS ENDED 31/12/2019 RM'000	Amount RM'000	%	9 MONTHS ENDED 31/12/2020 RM'000	9 MONTHS ENDED 31/12/2019 RM'000	Amount RM'000	%
1	Gross interest income	4	6	(2)	-33.3%	51	22	29	131.8%
2	Gross interest expense	241	494	(253)	-51.2%	877	1,702	(825)	-48.5%

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 31
 DECEMBER 2020



(The figures have not been audited)

	INDIVIDUAL		CUMULATIVE	
	3 MONTHS ENDED 31/12/2020 RM'000	3 MONTHS ENDED 31/12/2019 RM'000	9 MONTHS ENDED 31/12/2020 RM'000	9 MONTHS ENDED 31/12/2019 RM'000
Continuing Operations				
Revenue	4,517	11,801	9,170	54,337
Cost of sales	(3,034)	(10,431)	(6,955)	(43,422)
Gross profit	1,483	1,370	2,215	10,915
Gross profit margin	32.8%	11.6%	24.2%	20.1%
Other items of income				
Other income	501	789	2,003	2,354
Other items of expense				
Marketing & distribution expenses	(1,210)	(650)	(2,292)	(2,106)
Administrative expenses	(1,626)	(1,748)	(4,980)	(4,579)
Finance costs	(241)	(494)	(877)	(1,702)
Other expenses	-	(2)	(1)	(4)
(Loss)/profit before tax from continuing operations	(1,093)	(735)	(3,932)	4,878
Taxation	(49)	(823)	(792)	(1,124)
(Loss)/profit after taxation from continuing operations	(1,142)	(1,558)	(4,724)	3,754
Loss after taxation from discontinued operations	-	54	-	(53)
(Loss)/profit for the year	(1,142)	(1,504)	(4,724)	3,701
Other comprehensive (loss)/income, net of tax	60	(143)	63	-
Total comprehensive (loss)/income	(1,082)	(1,647)	(4,661)	3,701
(Loss)/profit attributable to:				
Owners of the parent	(1,142)	(1,504)	(4,724)	3,701
	(1,142)	(1,504)	(4,724)	3,701
Total comprehensive (loss)/income attributable to:				
Owners of the parent	(1,082)	(1,647)	(4,661)	3,701
	(1,082)	(1,647)	(4,661)	3,701
(Loss) / profit per share attributable to owners of the parent (sen per share)				
Basic				
- continuing operations	(0.61)	(0.83)	(2.53)	2.01
- discontinued operations	-	0.03	-	(0.03)
	(0.61)	(0.81)	(2.53)	1.98

The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Report for the year ended 31 March 2020.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2020



	AS AT 31/12/2020 RM'000 (Unaudited)	AS AT 31/03/2020 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	636	774
Right-of-use assets	840	1,049
Investment property	62,336	-
Intangible assets	132	165
Inventories	36,387	45,602
Other investments	-	54
	100,331	47,644
Current Assets		
Inventories	102,589	90,262
Other investments	42,425	77,192
Trade and other receivables	15,626	25,326
Tax recoverable	699	712
Contract assets	3,993	31,463
Cash and bank balances	4,992	5,234
	170,324	230,189
Assets classified as held for sale	-	334
Total Assets	270,655	278,167
EQUITIES AND LIABILITIES		
Equity Attributable To Owners Of The Parent		
Share capital	203,227	203,224
Retained earnings	31,972	20,082
Other reserves	2,306	16,729
Total Equity	237,505	240,035
Current Liabilities		
Trade and other payables	10,679	9,706
Tax payable	-	885
Lease liabilities	392	379
Total Current Liabilities	11,071	10,970
Net Current Assets	159,253	219,219
Non Current Liabilities		
Term loan	16,176	26,097
Deferred tax	5,133	48
Lease liabilities	770	1,017
Total Non Current Liabilities	22,079	27,162
Total Liabilities	33,150	38,132
Net Assets	237,505	240,035
TOTAL EQUITY AND LIABILITIES	270,655	278,167
Net assets per share (RM)	1.27	1.29

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Report for the year ended 31 March 2020.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2020

(The figures have not been audited)



	2020	2019
	9 months ended	9 months ended
	31 December	31 December
	RM'000	RM'000
Cash flow from operating activities		
(Loss)/profit before tax		4,878
- continuing operations	(3,932)	
- discontinued operations	-	(53)
	<u>(3,932)</u>	<u>4,825</u>
Adjustments for non-cash flow items :-		
Non-cash items	419	497
Non-operating items	(382)	(892)
Operating (loss)/profit before changes in working capital	<u>(3,895)</u>	<u>4,430</u>
Changes in working capital		
Net change in assets	32,781	(15,065)
Net change in current liabilities	(525)	1,502
Net cash generated from/(used in) operations	<u>28,361</u>	<u>(9,133)</u>
Income distribution from investment fund	923	1,647
Interest received	51	155
Tax recovered	-	490
Tax paid	(1,685)	(2,535)
Interest paid	(877)	(1,702)
Net cash generated from/(used in) operating activities	<u>26,773</u>	<u>(11,078)</u>
Cash flow from investing activities		
Withdrawal in investment deposit	34,748	36,752
Net cash flow on acquisition of subsidiary	(52,896)	-
Proceeds from disposal of quoted shares	2	-
Net cash outflow from disposal of subsidiary companies	132	-
Purchase of property, plant and equipment	(19)	(125)
Proceeds from disposal of property, plant and equipment	-	1
Proceeds from disposal of investment properties	1,200	-
Net cash (used in)/generated from investing activities	<u>(16,833)</u>	<u>36,628</u>
Cash flow from financing activities		
Redemption of term loan	(9,921)	(20,974)
Repayment of lease liabilities	(264)	(222)
Proceeds from exercise of warrants	3	-
Net cash used in financing activities	<u>(10,182)</u>	<u>(21,196)</u>
Net change in cash & cash equivalents	(242)	4,354
Cash & cash equivalents at beginning of the period	<u>5,234</u>	<u>11,486</u>
Cash & cash equivalents at end of the period	<u>4,992</u>	<u>15,840</u>
Cash & cash equivalents comprise:		
Cash & bank balances	4,992	11,461
Fixed deposits with licensed banks	-	4,379
	<u>4,992</u>	<u>15,840</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Report for the year ended 31 March 2020.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 31 DECEMBER 2020

(The figures have not been audited)



	Attributable to owners of the Parent							Total Equity RM'000
	Non-distributable					Distributable	Sub	
	Capital Reserves RM'000	Fair value Adjustment reserve RM'000	Warrant Reserves RM'000	Other Reserves RM'000	Share Capital RM'000	Retained Earnings RM'000	Total Equity RM'000	
Opening balance at 1 April 2020	2,257	(14)	14,486	16,729	203,224	20,082	240,035	240,035
Issuance of shares - exercise of warrants 2010/2020	-	-	-	-	3	-	3	3
Expiration of warrants 2010/2020	-	-	(14,486)	(14,486)	-	14,486	-	-
Fair value changes in finance assets at fair value through other comprehensive income	-	63	-	63	-	-	63	63
Acquisition of subsidiaries	-	-	-	-	-	2,128	2,128	2,128
Loss for the period	-	-	-	-	-	(4,724)	(4,724)	(4,724)
Total comprehensive loss	-	63	-	63	-	(2,596)	(2,533)	(2,533)
Closing balance at 31 December 2020	2,257	49	-	2,306	203,227	31,972	237,505	237,505
Opening balance at 1 April 2019	2,553	373	14,486	17,412	203,224	18,315	238,951	238,951
Profit for the period	-	-	-	-	-	3,701	3,701	3,701
Total comprehensive income	-	-	-	-	-	3,701	3,701	3,701
Closing balance at 31 December 2019	2,553	373	14,486	17,412	203,224	22,016	242,652	242,652

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Report for the year ended 31 March 2020.

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRSs") 134: Interim Financial Reporting in Malaysia and Para 9.22 of the Bursa Malaysia Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2020. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the financial year ended 31 March 2020.

The Company's financial statements was prepared in accordance with MFRSs, which is in line with International Financial Reporting Standards as issued by the International Accounting Standards Board. The adoptions of new and revised MFRSs, Amendments/Improvements to MFRSs, IC Interpretations and Amendments to IC Interpretations in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2020.

- a) During the current financial year, the Company has adopted the following new accounting standards and interpretations (including the consequential amendments):-

MFRSs and IC Interpretations (including the Consequential Amendments)

Amendments to References to the Conceptual Framework in MFRS Standards
 Amendments to MFRS 3 – Definition of a Business
 Amendments to MFRS 101 – Definition of Material
 Amendments to MFRS 108 – Definition of Material
 Amendments to MFRS 110 – Definition of Material
 Amendments to MFRS 134 – Definition of Material
 Amendments to MFRS 137 – Definition of Material
 Amendments to MFRS 9, MFRS 139 and MFRS 7 - Interest Rate Benchmark Reform

The adoption of the above MFRSs either not relevant or do not have significant financial impact to the Group financial statements.

- b) The Standards, Amendments, Annual Improvements and IC Interpretation that have been issued but not yet effective up to the date of issuance of the Company's financial report are disclosed below. The Company intend to adopt these Standards, Amendments, Annual Improvements and IC Interpretations, if applicable, when they become effective.

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 16 – Covid-19 – Related Rent Concessions	1 June 2020
Amendments to MFRS 116 – Proceeds Before Intended Use	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020 Cycle:	1 January 2022
• Amendments to MFRS 9 Financial Instruments	
Amendments to MFRS 137 – Onerous Contracts Cost of Fulfilling a Contract	1 January 2022
Amendments to MFRS 101 – Classification of Liabilities as Current or Non-current	1 January 2022
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The directors are of opinion that the Standards, Amendments, Annual Improvements and IC Interpretations above would not have any material impact on the financial statements in the year of initial adoption.

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

2. Auditors' report

The auditor's report on the annual financial statements of the Company for the financial year ended 31 March 2020 was not qualified.

3. Seasonality of operation

The Company's business operations in the current quarter have not been materially affected by seasonal or cyclical factors. However, the result of Q3 2021 was affected by unprecedented challenging operating environment due to Covid-19 pandemic.

4. Unusual items

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

5. Material changes in estimates

There were no significant changes in estimates that have a material effect on the results for the quarter.

6. Dividend Paid

No dividend was paid in the financial quarter under review.

7. Segmental information

The Group's reportable segments comprise of investments segment, property development segment, and construction segment. The trading segment which is in the business of trading of ceramic wares and ceramic tableware has been disposed in the financial year ended 31 March 2020.

Quarter Ended 31 December 2020

	<u>Continuing operations</u>			<u>Discontinued operations</u>	<u>Adjustments and eliminations</u>	<u>Total</u>
	<u>Investment</u>	<u>Property development</u>	<u>Construction</u>	<u>Trading</u>		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External sales	130	4,387	-	-	-	4,517
Inter-segment sales	435	-	3,697	-	(4,132)	-
Total revenue	565	4,387	3,697	-	(4,132)	4,517
Results						
Segmental results	(496)	(535)	287	-	(349)	(1,093)

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

7. Segmental information (Cont'd)

Quarter Ended 31 December 2019

	<u>Continuing operations</u>			<u>Discontinued operations</u>	<u>Adjustments and eliminations</u>	<u>Total</u>
	Investment RM'000	Property development RM'000	Construction RM'000	Trading RM'000	RM'000	RM'000
Revenue						
External sales	339	2,975	8,487	3,956	-	15,757
Inter-segment sales	476	-	3,140	-	(3,616)	-
Total revenue	815	2,975	11,627	3,956	(3,616)	15,757
Results						
Segmental results	(320)	(725)	603	54	(293)	(681)

Cumulative Quarter Ended 31 December 2020

	<u>Continuing operations</u>			<u>Discontinued operations</u>	<u>Adjustments and eliminations</u>	<u>Total</u>
	Investment RM'000	Property development RM'000	Construction RM'000	Trading RM'000	RM'000	RM'000
Revenue						
External sales	797	7,509	864	-	-	9,170
Inter-segment sales	1,386	-	6,862	-	(8,248)	-
Total revenue	2,183	7,509	7,726	-	(8,248)	9,170
Results						
Segmental results	1,209	(2,416)	(395)	-	(2,330)	(3,932)

Cumulative Quarter Ended 31 December 2019

	<u>Continuing operations</u>			<u>Discontinued operations</u>	<u>Adjustments and eliminations</u>	<u>Total</u>
	Investment RM'000	Property development RM'000	Construction RM'000	Trading RM'000	RM'000	RM'000
Revenue						
External sales	1,012	29,760	23,565	11,020	-	65,357
Inter-segment sales	836	-	3,140	-	(3,976)	-
Total revenue	1,848	29,760	26,705	11,020	(3,976)	65,357
Results						
Segmental results	(1,254)	5,297	1,128	(53)	(293)	4,825

PART A. NOTES TO THE INTERIM FINANCIAL REPORT (CONT'D)

8. Changes in group composition

There were no changes in the composition of the Group during the financial quarter under review.

9. Capital commitments

The material capital commitments for the Company as at the date of this report is as follows:

	Unaudited As at 31 December 2020 RM'000	Audited As at 31 March 2020 RM'000
Contracted but not provided for:		
Land held for property development	48,770	48,770

10. Contingent assets and liabilities

	Unaudited	Audited
	31 December 2020	31 March 2020
	RM'000	RM'000
Secured		
Bank guarantee given to third parties	107	67
Unsecured		
Corporate guarantee given by the Company to licensed financial institutions for banking facilities granted to the subsidiary		
- Current exposure	16,176	34,097

11. Significant related party transaction

There was no significant related party transaction entered by the Company for the third quarter ended 31 December 2020.

12. Subsequent Events

There were no material events subsequent to the end of the financial quarter ended 31 December 2020.

13. Comparatives

The comparatives for the Consolidated Statement of Profit or Loss and Other Comprehensive Income have been re-presented to show the discontinued operations pursuant to the disposals of subsidiaries in prior year and the effect of the adoption of MFRS 15 as disclosed.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

1. Performance review

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	<u>31 December</u> <u>2020</u>	<u>31 December</u> <u>2019</u>	<u>31 December</u> <u>2020</u>	<u>31 December</u> <u>2019</u>
<u>Segment Revenue</u>				
Revenue from continuing operations				
- Investments	130	339	797	1,012
- Property development	4,387	2,975	7,509	29,760
- Construction	-	8,487	864	23,565
	<u>4,517</u>	<u>11,801</u>	<u>9,170</u>	<u>54,337</u>
Revenue from discontinued operations				
- Trading	-	3,956	-	11,020
	<u>-</u>	<u>3,956</u>	<u>-</u>	<u>11,020</u>
Total revenue	<u>4,517</u>	<u>15,757</u>	<u>9,170</u>	<u>65,357</u>

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	<u>31 December</u> <u>2020</u>	<u>31 December</u> <u>2019</u>	<u>31 December</u> <u>2020</u>	<u>31 December</u> <u>2019</u>
<u>Segment Result</u>				
Result from continuing operations				
- Investments	(931)	(796)	(1,874)	(2,090)
- Property development	(56)	(290)	(1,067)	6,032
- Construction	(106)	351	(991)	936
	<u>(1,093)</u>	<u>(735)</u>	<u>(3,932)</u>	<u>4,878</u>
Result from discontinued operations				
- Trading	-	54	-	(53)
	<u>-</u>	<u>54</u>	<u>-</u>	<u>(53)</u>
Total result	<u>(1,093)</u>	<u>(681)</u>	<u>(3,932)</u>	<u>4,825</u>

Property development segmentCurrent quarter

For the current quarter, the property segment has recorded a revenue of RM4.39 million and loss before tax of RM56,000 as at 31 December 2020 compared to a revenue of RM2.98 million and a loss before tax of RM290,000 in the previous year corresponding quarter. The revenue and profit had slight increase mainly due to a higher number of properties sales in current period.

Year to date

Site progress of Pekan Sentral projects came to a standstill during the MCO period, and the physical construction works only fully resumed in June 2020 after additional safety protocols being implemented prior to recommencement. This had impeded revenue recognition but catch-up efforts enabled work progress to be expedited. Hence the property development division inevitably reported lower revenue of RM7.51 million and a loss before tax of RM1.07 million compared to a revenue of RM29.76 million and a profit before tax of RM6.03 million in prior year corresponding quarter.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

1. Performance review

Construction segment

Current quarter

For current quarter, there is no revenue generated from the construction segment compared to RM8.49 million in the preceding year corresponding quarter. The result has also worsened from a profit before tax of RM351,000 to a loss before tax of RM106,000. Revenue from construction segment mainly derived from construction of Paragon Market Place located at Jalan Tampoi, Johor Bahru and the project has obtained the Certificate of Completion and Compliance in April 2020. In current quarter, the cost incurred was mainly on the administration expenses.

Year to date

The construction segment revenue for the current year to date decreased from RM23.57 million in FY2020 to RM864,000 in FY2021 while the result has also worsened from profit before tax of RM936,000 to loss before tax of RM991,000. The performance of the construction segment mainly derived from the construction for Paragon Market Place located in Tampoi where the loss before tax was mainly due to the variation order absorbed for the construction of Paragon Market Place.

Investment segment

Current quarter

The investment segment reported revenue of RM130,000 and loss before tax of RM931,000 for the third quarter of FY2021 compared to revenue of RM339,000 and loss before tax of RM796,000 for preceding year corresponding quarter mainly due to the decrease in dividend income distribution from investment fund while the cost incurred remained at same level.

Year to date

The investment segment revenue for the current year to date of FY2021 slightly decreased from RM1.01 million to RM797,000 compared to prior year mainly due to decrease in dividend income distribution from investment fund. The result has improved from loss before tax of RM2.09 million in the preceding year to date of FY2020 to loss before tax RM1.87 million in the current year to date mainly due to the gain on disposal of asset held for sale in current year.

2. Comparison with preceding quarter's results

The Company's revenue for the third quarter ended 31 December 2020 was RM4.52 million compared to the preceding second quarter ended 30 September 2020 of RM3.70 million and the Company's loss before tax has decreased by RM854,000 as compared to the immediate preceding quarter mainly due to slight increase in the sales of Pekan Sentral shop offices.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

3. Prospects

The overall Malaysia economic activities have been seriously affected by the outbreak of Covid-19 pandemic and the implementation of Movement Control Order. As such, for the property segment, the market environment is expected to remain challenging for the year 2021 due to the uncertainties posted by Covid-19 pandemic. The Group remains cautious and vigilant in view of the new impact and challenges arising including the existing continued stringent lending requirements by the financial institutions, the intense competition among developers and weak market sentiments. However, the Company believe that property with right concept, products, pricing and location will still maintain favourable response from the owner occupiers. Bank Negara Malaysia has announced on 20 January 2021 that the Overnight Policy Rate (OPR) to maintain at 1.75 per cent as the country's economic activity is projected to improve further. This bodes well for the property industry as lower interest rates environment would improve the affordability for buyers.

The Company will continue to focus on the launches of the Pekan Nenas Business Park project in the established townships of Johor while in the meantime expanding landbanks of the Company through land acquisition from Iskandar Capital Sdn Bhd. In the long term, the Company recognizes that Covid-19 might alter lifestyle trends of consumers which might drive changes to our properties to be launched in future. The Company will continuously monitor the prevailing up to date market conditions before launching the upcoming development project.

4. Variance on profit forecast

Not applicable.

5. Items included in the Statement of Income

(Loss)/profit before tax from the continuing operations is after charging/(crediting) the following:

	Individual Quarter		Cumulative Quarter	
	31/12/2020	31/12/2019	31/12/2020	31/12/2019
	RM'000	RM'000	RM'000	RM'000
Interest income	(4)	(6)	(51)	(21)
Other income	(488)	(745)	(1,973)	(1,947)
Interest expense	241	494	877	1,702
Depreciation and amortisation	138	271	418	367
(Reversal)/Provision for and write off of receivables	-	-	-	(34)
(Reversal)/Provision for and write off of inventories	-	-	-	-
(Gain)/loss on disposal of properties, plant and equipment	-	-	-	-
(Gain)/loss on disposal of investment	(10)	(145)	81	(792)
Impairment of assets	-	-	-	-
Foreign exchange (gain)/loss	-	-	-	-
(Gain)/loss on derivatives	-	-	-	-
(Gain)/loss on disposal of subsidiary	-	-	501	-
(Gain)/loss on disposal of associate	-	-	-	-
Exceptional items	-	-	-	-

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

6. Taxation

	Current Quarter	Year to date
	RM'000	RM'000
Income tax:		
- Current year	(56)	(799)
- Over provision of taxation in prior year	7	7
	(49)	(792)

Current income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the quarter.

7. Borrowings and debt securities

The Company's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:

	Unaudited 31 December 2020 RM'000	Audited 31 March 2020 RM'000
Non-Current:		
Lease liabilities	770	1,017
Term loan	16,176	26,097
	<u>16,946</u>	<u>27,114</u>
Current:		
Lease liabilities	<u>392</u>	<u>379</u>

8. Material litigation

There is no material litigation since the date of the last annual statements of financial position.

9. Dividend

No dividend was recommended for this financial quarter under review.

10. Corporate Proposals

Save from the following, there were no corporate proposals announced but not completed as at 16 February 2021, being the last practicable date from the date of the issuance of this report:

- i) On 05 December 2019, the Company's wholly owned subsidiary, Paragon Globe Properties, had on even date, entered into a conditional sale and purchase agreement with Iskandar Capital Sdn Bhd for the proposed acquisition of part of the freehold land held under Geran 507162 Lot 149989 (formerly held under HS(D) 484311 PTD 175988), PTD 175989, Geran 507161 Lot 149991 (formerly held under HS(D) 484312 PTD 175990), all in Mukim of Pulai, District of Johor Bahru, State of Johor measuring approximately 31.1 acres in area known as Plot ED-5A and Plot ED-5B for a total cash consideration of Ringgit Malaysia Sixty Million Nine Hundred Sixty Two Thousand Two Hundred and Twenty (RM60,962,220.00) only.
- ii) On 21 October 2020, the Company proposed to undertake a private placement of up to 20% of the total number of issued shares of Paragon Globe Berhad (excluding treasury shares) to third party investor(s) to be identified later and at an issue price to be determined later.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)

11. (Loss)/earnings per share

Basic (loss)/earnings per share

	Individual Quarter		Cumulative Quarter	
	31/12/2020 RM'000	31/12/2019 RM'000	31/12/2020 RM'000	31/12/2019 RM'000
Net (loss)/profit attributable to owners of the parent				
- Continuing operations	(1,142)	(1,558)	(4,724)	3,754
- Discontinued operations	-	54	-	(53)
	<u>(1,142)</u>	<u>(1,504)</u>	<u>(4,724)</u>	<u>3,701</u>
Weighted average number of ordinary shares	186,656	186,653	186,656	186,653
Diluted potential ordinary shares	-	394	-	394
	<u>186,656</u>	<u>187,047</u>	<u>186,656</u>	<u>187,047</u>
Basic (loss)/earnings per share (sen)				
- Continuing operations	(0.61)	(0.83)	(2.53)	2.01
- Discontinued operations	-	0.03	-	(0.03)
	<u>(0.61)</u>	<u>(0.81)</u>	<u>(2.53)</u>	<u>1.98</u>
Diluted earnings per share (sen)				
- Continuing operations	-	(0.83)	-	2.01
- Discontinued operations	-	0.03	-	(0.03)
	<u>-</u>	<u>(0.80)</u>	<u>-</u>	<u>1.98</u>

BY ORDER OF THE BOARD
PARAGON GLOBE BERHAD

Dato' Sri Edwin Tan Pei Seng
Executive Chairman

Johor Bahru
23/02/2021