

Summary of Key Financial Information for the period ended 30 September 2021

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 30/09/2021 RM'000	3 MONTHS ENDED 30/09/2020 RM'000	Amount RM'000	%	6 MONTHS ENDED 30/09/2021 RM'000	6 MONTHS ENDED 30/09/2020 RM'000	Amount RM'000	%
1	Revenue	14,146	3,742	10,404	278.0%	27,252	4,793	22,459	468.6%
2	Profit/(loss) before tax	294	(1,947)	2,241	115.1%	(403)	(2,839)	2,436	85.8%
3	Profit/(loss) for the period	153	(2,393)	2,546	106.4%	(564)	(3,582)	3,018	84.3%
4	Profit/(loss) attributable to the ordinary equity holders of the parent	155	(2,393)	2,548	106.5%	(555)	(3,582)	3,027	84.5%
5	Basic earnings/(loss) per share (sen)	0.02	(1.28)	1.30	101.6%	(0.07)	(1.92)	1.84	96.1%
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 30/09/2021 RM'000	3 MONTHS ENDED 30/06/2021 RM'000	Amount RM'000	%
1	Revenue	14,146	13,106	1,040	7.9%
2	Profit/(Loss) before tax	294	(697)	991	142.2%
3	Profit/(Loss) for the period	153	(717)	870	121.3%
4	Profit/(Loss) attributable to the ordinary equity holders of the parent	155	(710)	865	121.8%
5	Basic earnings/(loss) per share (sen)	0.02	(0.38)	0.40	105.5%
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)	0.39	1.28

ADDITIONAL INFORMATION

		INDIVIDUAL		Individual changes		CUMULATIVE		Cumulative changes	
		3 MONTHS ENDED 30/09/2021 RM'000	3 MONTHS ENDED 30/09/2020 RM'000	Amount RM'000	%	6 MONTHS ENDED 30/09/2021 RM'000	6 MONTHS ENDED 30/09/2020 RM'000	Amount RM'000	%
1	Gross interest income	1	10	(9)	-90.0%	2	47	(45)	-95.7%
2	Gross interest expense	85	267	(182)	-68.2%	244	636	(392)	-61.6%

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME FOR THE SECOND QUARTER AND FINANCIAL PERIOD ENDED 30
 SEPTEMBER 2021



(The figures have not been audited)

	INDIVIDUAL		CUMULATIVE	
	3 MONTHS ENDED 30/09/2021 RM'000	3 MONTHS ENDED 30/09/2020 RM'000	6 MONTHS ENDED 30/09/2021 RM'000	6 MONTHS ENDED 30/09/2020 RM'000
Revenue	14,146	3,742	27,252	4,793
Cost of sales	(10,846)	(3,355)	(21,094)	(3,921)
Gross profit	3,300	387	6,158	872
Gross profit margin	23.3%	10.3%	22.6%	18.2%
Other items of income				
Other income	309	279	615	1,362
Other items of expense				
Marketing & distribution expenses	(1,141)	(857)	(2,546)	(1,082)
Administrative expenses	(2,089)	(1,489)	(4,386)	(3,354)
Finance costs	(85)	(267)	(244)	(636)
Other expenses	-	-	-	(1)
Profit/(loss) before tax	294	(1,947)	(403)	(2,839)
Taxation	(141)	(446)	(161)	(743)
Profit/(loss) after tax	153	(2,393)	(564)	(3,582)
Other comprehensive income, net of tax	-	39	-	3
Total comprehensive income/(loss)	153	(2,354)	(564)	(3,579)
Profit/(loss) attributable to:				
Owners of the parent	155	(2,393)	(555)	(3,582)
Non-controlling interest	(2)	-	(9)	-
	153	(2,393)	(564)	(3,582)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	155	(2,354)	(555)	(3,579)
Non-controlling interest	(2)	-	(9)	-
	153	(2,354)	(564)	(3,579)
Loss per share attributable to owners of the parent (sen per share)				
Basic	0.02	(1.28)	(0.07)	(1.92)

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 2021.

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 SEPTEMBER 2021



	AS AT 30/09/2021 RM'000 (Unaudited)	AS AT 31/03/2021 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	235	236
Right-of-use assets	1,561	1,876
Investment properties	63,537	63,273
Intangible assets	112	135
Inventories	36,671	36,637
	<u>102,116</u>	<u>102,157</u>
Current Assets		
Inventories	81,038	97,208
Other investments	33,507	38,657
Trade and other receivables	85,732	23,574
Tax recoverable	1,292	1,571
Contract assets	3,775	5,657
Cash and bank balances	3,152	2,775
	<u>208,496</u>	<u>169,442</u>
Total Assets	<u>310,612</u>	<u>271,599</u>
EQUITIES AND LIABILITIES		
Equity Attributable To Owners Of The Parent		
Share capital	259,224	203,227
Retained earnings	32,167	32,722
Other reserves	2,257	2,257
	<u>293,648</u>	<u>238,206</u>
Shareholders' Equity	293,648	238,206
Minority interest	503	512
Total Equity	<u>294,151</u>	<u>238,718</u>
Current Liabilities		
Trade and other payables	10,214	11,527
Lease liabilities	490	512
	<u>10,704</u>	<u>12,039</u>
Total Current Liabilities	10,704	12,039
Net Current Assets	<u>197,792</u>	<u>157,403</u>
Non Current Liabilities		
Term loan	-	14,720
Deferred tax	4,726	4,841
Lease liabilities	1,031	1,281
	<u>5,757</u>	<u>20,842</u>
Total Non Current Liabilities	5,757	20,842
Total Liabilities	<u>16,461</u>	<u>32,881</u>
Net Assets	<u>294,151</u>	<u>238,718</u>
TOTAL EQUITY AND LIABILITIES	<u>310,612</u>	<u>271,599</u>
Net assets per share (RM)	0.39	1.28

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

PARAGON GLOBE BERHAD (194801000095 (1713-A))
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

(The figures have not been audited)



	2021 6 months ended 30 September RM'000	2020 6 months ended 30 September RM'000
Cash flow from operating activities		
Loss before tax	(403)	(2,839)
Adjustments for non-cash flow items :-		
Non-cash items	371	280
Non-operating items	12	(449)
Operating loss before changes in working capital	(20)	(3,008)
Changes in working capital		
Net change in assets	11,592	30,934
Net change in current liabilities	(1,312)	(1,372)
Net cash generated from operations	10,260	26,554
Income distribution from investment fund	220	763
Interest received	2	47
Tax recovered	280	-
Tax paid	(276)	(747)
Interest paid	(244)	(636)
Net cash generated from operating activities	10,242	25,981
Cash flow from investing activities		
Withdrawal in investment deposit	5,160	30,011
Net cash flow on acquisition of subsidiary	-	(52,896)
Net cash outflow from disposal of subsidiaries	-	132
Placement of fixed income instruments	(1)	-
Purchase of property, plant and equipment	(31)	(16)
Proceeds from disposal of investment properties	-	1,200
Net cash generated from/(used in) investing activities	5,128	(21,569)
Cash flow from financing activities		
Redemption of term loan	(14,721)	(5,955)
Repayment of finance lease liabilities	(235)	(20)
Repayment of operating lease liabilities	(37)	(150)
Proceeds from exercise of warrants	-	3
Net cash used in financing activities	(14,993)	(6,122)
Net change in cash & cash equivalents	377	(1,710)
Cash & cash equivalents at beginning of the year	2,647	5,108
Cash & cash equivalents at end of the year	3,024	3,398
Cash & cash equivalents comprise:		
Cash & bank balances	3,152	3,524
Less: Short term fixed income instruments pledged	(128)	(126)
Total cash and cash equivalents	3,024	3,398

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

PARAGON GLOBE BERHAD (194801000095 (1713-A))
 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 30 SEPTEMBER 2021

(The figures have not been audited)



	Attributable to owners of the Parent			Other Reserves RM'000	Share Capital RM'000	Distributable Retained Earnings RM'000	Sub Total Equity RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Non-distributable								
	Capital Reserves RM'000	Fair value Adjustment reserve RM'000	Warrant Reserves RM'000						
Opening balance at 1 April 2021	2,257	-	-	2,257	203,227	32,722	238,206	512	238,718
Issuance of shares	-	-	-	-	55,997	-	55,997	-	55,997
Loss for the year	-	-	-	-	-	(555)	(555)	(9)	(564)
Total comprehensive loss	-	-	-	-	-	(555)	(555)	(9)	(564)
Closing balance at 30 September 2021	2,257	-	-	2,257	259,224	32,167	293,648	503	294,151
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	-	3	-	3	-	-	3	-	3
Acquisition of subsidiaries	-	-	-	-	-	2,128	2,128	-	2,128
Loss for the period	-	-	-	-	-	(3,582)	(3,582)	-	(3,582)
Total comprehensive income/(loss)	-	3	-	3	-	(1,454)	(1,451)	-	(1,451)
Closing balance at 30 September 2020	2,257	(11)	-	2,246	203,227	33,114	238,587	-	238,587

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

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 2021. 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 2021.

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 2021.

- 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)

Interest Rate Benchmark Reform - Phase 2 (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)

Amendment to MFRS 16 Covid-19-Related Rent Concessions beyond 30 June 2021

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
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
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 2023
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)	1 January 2023
Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)	1 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112 Income Taxes)	1 January 2023
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 2021 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.

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.

Quarter Ended 30 September 2021

	Investment RM'000	Property development RM'000	Construction RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue					
External sales	110	14,036	-	-	14,146
Inter-segment sales	435	-	1,143	(1,578)	-
Total revenue	545	14,036	1,143	(1,578)	14,146
Results					
Segmental results	(969)	1,370	54	(161)	294

PART A. NOTES TO THE INTERIM FINANCIAL REPORT

7. Segmental information (Cont'd)

Quarter Ended 30 September 2020

	Investment RM'000	Property development RM'000	Construction RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue					
External sales	148	3,078	516	-	3,742
Inter-segment sales	475	-	2,312	(2,787)	-
Total revenue	623	3,078	2,828	(2,787)	3,742

Results

Segmental results	(406)	(833)	(505)	(203)	(1,947)
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Cumulative Quarter Ended 30 September 2021

	Investment RM'000	Property development RM'000	Construction RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue					
External sales	221	27,031	-	-	27,252
Inter-segment sales	870	-	5,301	(6,171)	-
Total revenue	1,091	27,031	5,301	(6,171)	27,252

Results

Segmental results	(2,128)	1,709	556	(540)	(403)
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Cumulative Quarter Ended 30 September 2020

	Investment RM'000	Property development RM'000	Construction RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue					
External sales	667	3,262	864	-	4,793
Inter-segment sales	951	-	3,165	(4,116)	-
Total revenue	1,618	3,262	4,029	(4,116)	4,793

Results

Segmental results	8	(1,881)	(681)	(285)	(2,839)
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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. Commitments

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

	Unaudited As at 30 September 2021 RM'000	Audited As at 31 March 2021 RM'000
(i) <u>Capital commitments</u>		
Capital expenditure in respect of investment property under construction:		
- Approved but not contracted for	91,534	93,913
- Contracted but not provided for	6,906	4,762
	98,440	98,675
(ii) <u>Commitment</u>		
Commitment in respect of purchase of land held for property development:		
- Contracted but not provided for	48,770	48,770
	48,770	48,770

10. Contingent assets and liabilities

	Unaudited 30 September 2021 RM'000	Audited 31 March 2021 RM'000
Secured		
Bank guarantee given to third parties	121	147
Unsecured		
Corporate guarantee given by the Company to licensed financial institutions for banking facilities granted to the subsidiary		
- Current exposure	-	14,720

11. Significant related party transaction

There was no significant related party transaction entered by the Company for the second quarter ended 30 September 2021.

12. Subsequent Events

There were no material events subsequent to the end of financial quarter ended 30 September 2021.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

1. Performance review

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	<u>30 September</u> <u>2021</u>	<u>30 September</u> <u>2020</u>	<u>30 September</u> <u>2021</u>	<u>30 September</u> <u>2020</u>
<u>Segment Revenue</u>				
Investments	110	148	221	667
Property development	14,036	3,078	27,031	3,262
Construction	-	516	-	864
	<u>14,146</u>	<u>3,742</u>	<u>27,252</u>	<u>4,793</u>

(RM'000)	Current Quarter Ended		Cumulative Quarter Ended	
	<u>30 September</u> <u>2021</u>	<u>30 September</u> <u>2020</u>	<u>30 September</u> <u>2021</u>	<u>30 September</u> <u>2020</u>
<u>Segment Result</u>				
Investments	(1,404)	(881)	(2,998)	(943)
Property development	1,800	(398)	2,788	(1,011)
Construction	(102)	(668)	(193)	(885)
	<u>294</u>	<u>(1,947)</u>	<u>(403)</u>	<u>(2,839)</u>

Property development segmentCurrent quarter

For the current quarter, the property segment has recorded a revenue of RM14.04 million and profit before tax of RM1.80 million as at 30 September 2021 compared to a revenue of RM3.08 million and loss before tax of RM398,000 in the preceding year corresponding quarter. The performance of the property segment has increased mainly due to the higher sales registered in current quarter boosted by the sale of semi-detached factories, detached factories and shop offices located in Pekan Nenas, Johor.

Year to date

The property segment revenue for the current year to date increased from RM3.26 million in FY2021 to RM27.03 million in FY2022 while the results has also improved from loss before tax of RM1.01 million to profit before tax of RM2.79 million. The significant increase in revenue attributable to the recovery of market and economic activities and boosted by the higher sales of completed inventories and driven by progressive revenue recognition of Detached Factories project located in Pekan Nenas Industrial Park. While the financial performance in Q2 of FY 2021 was mainly impacted by halted business operations and site progress of Pekan Sentral projects during the Movement Control Order("MCO") and Conditional Movement Control Order ("CMCO").

Construction segmentCurrent quarter

The Group's construction aim largely provides intercompany construction services to the Group's property development companies. Hence, the revenue from these intercompany services is eliminated at consolidation and resulted no revenue generated during this quarter as compared to RM516,000 in the preceding year corresponding quarter. However, the result has improved from a loss before tax RM668,000 to RM102,000. In current quarter, the cost incurred was mainly on the administration expenses.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)**1. Performance review (Cont'd)****Construction segment****Year to date**

The construction segment revenue for current year to-date is eliminated at consolidation and resulted no revenue generated as compared to RM864,000 in FY2021. However, the result has improved from a loss before tax of RM885,000 to RM193,000 is mainly due to the variation order absorbed for the construction of Paragon Market Place in FY2021. The administration expenses incurred remained at same level.

Investment segment**Current quarter**

The investment segment reported revenue of RM110,000 for Q2 of FY2022 compared to revenue of RM148,000 for preceding year corresponding quarter is mainly due to decrease in dividend income distribution from investment fund. The loss before tax has increased from RM881,000 in the preceding year corresponding quarter to RM1.40 million in current quarter is mainly due to addition administration expenses derived from a subsidiary, Builtech Acres Sdn Bhd, which is currently in the progress to build the Sepang Medical Centre.

Year to date

The investment segment revenue for the current year to date of FY2022 has decreased from RM667,000 to RM221,000 compared to prior year is mainly due to decrease in dividend income distribution from investment fund. The loss before tax has increased from RM943,000 to RM3.00 million compared to prior year and mainly due to gain on disposal of asset held for sales in Q1 of FY2021 and addition administration expenses derived from a subsidiary, Builtech Acres Sdn Bhd, which is currently in the progress to build the Sepang Medical Centre.

2. Comparison with preceding quarter's results

The Company registered a revenue and profit before tax of RM14.15 million and RM294,000 respectively for the current quarter under review as compared to the revenue and loss before tax of RM13.11 million and RM697,000 in the preceding quarter. The revenue and profit before tax were mainly derived from the property development segment.

3. Prospects

The Malaysia economy has expanded by 16.1% in the second quarter of 2021 where the growth was supported mainly by the improvement in domestic demand and continued robust exports performance. The Malaysian economy is expected to be on the path to recovery. Bank Negara Malaysia is forecasting the Malaysia's gross domestic products to grow within the range of 5.5% to 8.0% in 2021. However, the resurgence of COVID-19 cases has necessitated the re-imposition of nationwide containment measures, which would weigh on growth. As such, the property market performance is expected to remain cautious and soft in year 2021 due to the current prolonged COVID-19 pandemic and the foreseeable impact on the overall economy. The property market performance in year 2021 is much dependant on the country's economic and financial outlook. The availability and rolling out of COVID-19 vaccine throughout the country is seen as fundamental to deter any new wave of infection spread. This will help boost business confidence as well as general economy, which will likely see a soft upturn in the property market.

PART B. NOTES PER BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS (CONT'D)**3. Prospects (cont'd)**

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 09 Sep 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, ensure the construction work progress of its existing development projects as per schedule and organize marketing campaigns to promote the development projects. In the meantime, the Company will continue to expand landbanks of the Company through land acquisition from Iskandar Capital Sdn Bhd. Nevertheless, taking into consideration the outlook of the property section in Malaysia on the back of the prolonged impact of the COVID-19 pandemic, the Company will exercise caution for its existing and future development projects to ensure the development projects' success without compromising on quality while improving operational efficiency.

4. Variance on profit forecast

Not applicable.

5. Items included in the Statement of Income

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

	Individual Quarter		Cumulative Quarter	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(1)	(10)	(2)	(47)
Other income	(302)	(239)	(605)	(1,485)
Interest expense	85	267	244	636
Depreciation and amortisation	183	140	371	280
(Reversal)/Provision for and write off of receivables	-	-	-	-
(Reversal)/Provision for and write off of inventories	-	-	-	-
(Gain)/loss on disposal of properties, plant and equipment	-	-	-	-
(Gain)/loss on disposal of investment	(7)	2	(10)	91
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	(165)	(276)
- Over provision of taxation in prior year	-	-
Deferred tax:		
- Current year	24	115
	(141)	(161)

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 30 September 2021 RM'000	Audited 31 March 2021 RM'000
Non-Current:		
Lease liabilities owing to financial institutions	147	186
Term loan	-	14,720
	<u>4,821</u>	<u>14,906</u>
Current:		
Lease liabilities owing to financial institutions	<u>77</u>	<u>76</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. (a) Status of Corporate Proposals

Save from the following, there were no corporate proposals announced but not completed as at 15 November 2021, being the last practicable date from the date of the issuance of this report:

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. Subsequently, Paragon Globe Properties had entered into a supplemental agreement on the variation of the terms of sales and purchase agreement on 30 April 2021.

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

10. (b) Status of utilisation of proceeds

On 28 September 2021, the Company announced that 559,967,499 Rights Shares issued pursuant to the Right Issue were listed and quoted on Main Market of Bursa Malaysia Securities Berhad. Status of utilisation of proceeds as at 15 November 2021 (the last practicable date from the date of the issuance of this report) derived from the corporate proposal by the company as follows:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised proceeds RM'000	Intended timeframe for utilisation	Deviation Amount RM'000	Explanation (if the deviation >5%)
Partial settlement of the consideration for acquisition of freehold land	25,450	-	25,450	Within 9 months	-	N/A
Construction of medical centre	25,000	-	25,000	Within 12 months	-	N/A
Working capital	4,997	-	4,997	Within 12 months	-	N/A
Estimated expenses in relation to Right Issue	550	(352)	198	Upon completion	-	N/A
Total	55,997	(352)	55,645		-	

11. Profit/(loss) per share

Basic loss per share

	Individual Quarter		Cumulative Quarter	
	30/09/2021 RM'000	30/09/2020 RM'000	30/09/2021 RM'000	30/09/2020 RM'000
Net profit/(loss) attributable to owners of the parent	155	(2,393)	(555)	(3,582)
Weighted average number of ordinary shares	746,623	186,656	746,623	186,656
Basic profit/(loss) per share (sen)	0.02	(1.28)	(0.07)	(1.92)

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

12. Comparative Figures

The following comparative figures in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income has been reclassified to conform with the current period's presentation:

	As previously reported RM	As reclassified RM
Individual		
Revenue	3,699	3,742
Other Income	322	279
Cumulative		
Revenue	4,653	4,793
Other Income	1,502	1,362

**BY ORDER OF THE BOARD
PARAGON GLOBE BERHAD**

**Dato' Sri Edwin Tan Pei Seng
Executive Chairman**

**Johor Bahru
22/11/2021**