

DutaLand Berhad

Company No: 196701000326 (7296-V)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 2023**

DutaLand Berhad

Company No: 196701000326 (7296-V)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023 (UNAUDITED)

	As at 30 Sept 2023 RM'000 (Unaudited)	As at 30 June 2023 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	364,024	363,708
Right-of-use assets	5,179	4,167
Investment properties	104,584	104,584
Inventories	264,041	263,810
	<u>737,828</u>	<u>736,269</u>
Current assets		
Inventories	62,319	65,585
Trade and other receivables	127,333	113,145
Biological assets	79	79
Tax recoverable	1,191	1,008
Investment securities	275,668	261,488
Short term deposit	35,016	34,589
Cash and bank balances	39,338	70,408
	<u>540,944</u>	<u>546,302</u>
TOTAL ASSETS	<u>1,278,772</u>	<u>1,282,571</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	423,059	423,059
Treasury shares	(7,415)	(7,415)
Exchange fluctuation reserve	753	682
Capital reserve	53,089	53,089
Retained profits	731,956	732,739
	<u>1,201,442</u>	<u>1,202,154</u>
Non-controlling interests	<u>45,219</u>	<u>45,069</u>
Total equity	<u>1,246,661</u>	<u>1,247,223</u>
Non-current liabilities		
Borrowing	309	323
Deferred tax liabilities	192	192
Trade and other payables	139	134
Provision	404	404
Lease liabilities	3,776	2,815
	<u>4,820</u>	<u>3,868</u>
Current liabilities		
Borrowing	55	54
Trade and other payables	26,086	30,053
Lease liabilities	1,147	1,302
Tax payable	3	71
	<u>27,291</u>	<u>31,480</u>
Total liabilities	<u>32,111</u>	<u>35,348</u>
TOTAL EQUITY AND LIABILITIES	<u>1,278,772</u>	<u>1,282,571</u>
Net assets per share (RM)	1.46	1.46

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes to the interim financial statements.

DutaLand Berhad

Company No: 196701000326 (7296-V)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2023 (UNAUDITED)

	CURRENT QUARTER 3 Months Ended		YEAR TO DATE 3 Months Ended	
	30 Sept 2023 (Unaudited) RM'000	30 Sept 2022 (Unaudited) RM'000	30 Sept 2023 (Unaudited) RM'000	30 Sept 2022 (Unaudited) RM'000
Revenue	50,906	68,991	50,906	68,991
Cost of sales	(46,426)	(65,280)	(46,426)	(65,280)
Gross profit	4,480	3,711	4,480	3,711
Other income	4,538	1,885	4,538	1,885
Administrative expenses	(6,169)	(5,694)	(6,169)	(5,694)
Selling and distribution costs	(229)	(668)	(229)	(668)
Other expenses	(3,334)	(6,495)	(3,334)	(6,495)
Loss from operations	(714)	(7,261)	(714)	(7,261)
Interest income	58	27	58	27
Interest expense	(42)	(82)	(42)	(82)
Loss before taxation	(698)	(7,316)	(698)	(7,316)
Tax expense	(6)	(225)	(6)	(225)
Loss for the period	(704)	(7,541)	(704)	(7,541)
Attributable to:				
Equity holders of the Company	(854)	(7,436)	(854)	(7,436)
Non-controlling interests	150	(105)	150	(105)
	(704)	(7,541)	(704)	(7,541)
Earnings per share attributable to equity holders of the Company (sen):				
Basic	(0.10)	(0.90)	(0.10)	(0.90)
Diluted	(0.10)	(0.90)	(0.10)	(0.90)

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes to the interim financial statements.

DutaLand Berhad

Company No: 196701000326 (7296-V)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 SEPTEMBER 2023 (UNAUDITED)

	CURRENT QUARTER		YEAR TO DATE	
	3 Months Ended		3 Months Ended	
	30 Sept 2023	30 Sept 2022	30 Sept 2023	30 Sept 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM'000	RM'000	RM'000	RM'000
Loss for the period	(704)	(7,541)	(704)	(7,541)
Other comprehensive profit / (loss) for the period				
-Exchange fluctuation differences	71	(403)	71	(403)
Total comprehensive loss for the period	(633)	(7,944)	(633)	(7,944)
Total comprehensive loss attributable to:				
Equity holders of the Company	(783)	(7,839)	(783)	(7,839)
Non-controlling interests	150	(105)	150	(105)
	(633)	(7,944)	(633)	(7,944)

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes to the interim financial statements.

DutaLand Berhad

Company No: 196701000326 (7296-V)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED 30 SEPTEMBER 2023 (UNAUDITED)

Attributable to equity holders of the Company

<----- Non-distributable ----->

	Share capital RM'000	Treasury shares RM'000	Exchange fluctuation reserve RM'000	Capital reserve RM'000	Retained profits RM'000	Total shareholders' equity RM'000	Non- controlling interests RM'000	Total equity RM'000
<u>3 months ended 30 September 2023</u>								
At 1 July 2023	423,059	(7,415)	682	53,089	732,739	1,202,154	45,069	1,247,223
(Loss)/Profit for the period	-	-	-	-	(783)	(783)	150	(633)
Currency translation difference	-	-	71	-	-	71	-	71
At 30 September 2023 (unaudited)	423,059	(7,415)	753	53,089	731,956	1,201,442	45,219	1,246,661
<u>3 months ended 30 September 2022</u>								
At 1 July 2022	423,059	(5,904)	(304)	53,109	721,402	1,191,362	44,416	1,235,778
Loss for the period	-	-	-	-	(7,839)	(7,839)	(105)	(7,944)
Purchase of treasury shares	-	(1,511)	-	-	-	(1,511)	-	(1,511)
Currency translation difference	-	-	(403)	-	-	(403)	-	(403)
At 30 September 2022 (unaudited)	423,059	(7,415)	(707)	53,109	713,563	1,181,609	44,311	1,225,920

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes to the interim financial statements.

DutaLand Berhad

Company No: 196701000326 (7296-V)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED 30 SEPTEMBER 2023 (UNAUDITED)

	Year-to-date 30 Sept 2023 RM'000	Year-to-date 30 Sept 2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(698)	(7,316)
Adjustments for :		
Depreciation of property, plant and equipment	455	433
Amortisation of right-of-use assets	383	314
(Gain)/loss on changes in fair value of investment securities	(2,134)	11,805
Unrealised foreign exchange gain	(10)	(7,834)
Realised foreign exchange gain	(85)	(125)
Interest expense	42	82
Interest income	(58)	(27)
Dividend income	(631)	(513)
Operating loss before working capital changes	<u>(2,736)</u>	<u>(3,181)</u>
Changes in working capital	<u>(7,351)</u>	<u>(17,324)</u>
Cash used in operations	(10,087)	(20,505)
Tax paid	(251)	(114)
Net cash flows used in operating activities	<u>(10,338)</u>	<u>(20,619)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	631	513
(Investment)/Disposal in investment securities	(28,759)	1,990
Redemption of trust fund	16,808	30,006
Additions of property, plant and equipment	(771)	(722)
Interest received	58	27
Net cash flows (used in)/generated from investing activities	<u>(12,033)</u>	<u>31,814</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	-	416
Repayment of lease liabilities	(371)	(347)
Interest paid	(42)	(82)
Purchase of treasury shares	-	(1,511)
Net cash flow used in financing activities	<u>(413)</u>	<u>(1,524)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(22,784)	9,671
EFFECTS OF EXCHANGE RATE CHANGES	71	(934)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	<u>96,910</u>	<u>78,365</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>74,197</u>	<u>87,102</u>

The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 June 2023 and the accompanying explanatory notes to the interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements (“Unaudited Condensed Report”) have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The Unaudited Condensed Report should be read in conjunction with the Group’s audited financial statements for the year ended 30 June 2023. The explanatory notes attached to this Unaudited Condensed Report provide explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2023.

A2. SIGNIFICANT ACCOUNTING POLICIES

A2.1 Adoption of Amendments to Standards

The accounting standards adopted in the preparation of the Unaudited Condensed Report are consistent with those adopted in the preparation of the Group’s audited financial statements for the financial year ended 30 June 2023.

A2.2 Standards issued but not yet effective

As at the date of this Unaudited Condensed Report, the following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective to the Group’s current financial period.

Effective for financial periods beginning on or after 1 January 2023

- MFRS 17 Insurance Contracts
- Amendments to MFRS 4 Extension of the Temporary Exemption from Applying MFRS 9
- Amendments to MFRS 17 Initial Application of MFRS 17 and MFRS 9 – Comparative Information
- Amendments to MFRS 101 Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101 Disclosure of Accounting Policies
- Amendments to MFRS 108 Definition of Accounting Policies
- Amendments to MFRS 112 Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- Amendments to MFRS 112 International Tax Reform – Pillar Two Model Rules

Effective for financial periods beginning on or after 1 January 2024

- Amendments to MFRS 7 and MFRS 107 Supplier Finance Agreements
- Amendments to MFRS 16 Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 Non-current Liabilities with Covenants

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A2. SIGNIFICANT ACCOUNTING POLICIES (continued)

A2.2 Standards issued but not yet effective (continued)

Effective for financial periods beginning on or after 1 January 2025

- Amendments to MFRS 121 Lack of Exchangeability

Effective date deferred to a date to be determined by MASB

- Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The adoption of the above amendments to MFRSs will have no material impact on the Unaudited Condensed Report of the Group.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

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

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter and year-to-date ended 30 September 2023 other than as disclosed in the Unaudited Condensed Report.

A5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in the estimates that have had any material effect during the current quarter and year-to-date ended 30 September 2023.

A6. DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale or repayment of debts and equity securities during the financial period.

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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A7. DIVIDENDS PAID

No dividends have been paid for the current financial period.

A8. SEGMENTAL REPORTING

Segmental reporting for the current financial period by business segments is as follows:

	Property Development RM'000	Plantation RM'000	Commodity Trading RM'000	Investment and others RM'000	Total RM'000
3 months ended 30 September 2023					
Revenue					
External revenue	3,396	102	42,882	4,526	50,906
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>3,396</u>	<u>102</u>	<u>42,882</u>	<u>4,526</u>	<u>50,906</u>
Results					
Segment results	(1,607)	(5)	(110)	1,846	124
Interest income					58
Interest expense					(42)
Depreciation/amortisation					(838)
Tax expense					(6)
Loss for the period					<u>(704)</u>
3 months ended 30 September 2022					
Revenue					
External revenue	972	296	63,505	4,218	68,991
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>972</u>	<u>296</u>	<u>63,505</u>	<u>4,218</u>	<u>68,991</u>
Results					
Segment results	(2,329)	60	298	(4,543)	(6,514)
Interest income					27
Interest expense					(82)
Depreciation/amortisation					(747)
Tax expense					(225)
Loss for the period					<u>(7,541)</u>

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A9. SIGNIFICANT EVENT OCCURRING AFTER THE REPORTING DATE

There were no material transactions or events occurred subsequent to the end of the financial period.

A10. EFFECT OF CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the financial period under review.

A11. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material changes in contingent liabilities and contingent assets since the last annual statement of financial position as at 30 June 2023 to the date of this report, except for the material litigation claims disclosed in Note B9 of this report.

A12. CAPITAL COMMITMENTS

There were no material capital commitments which have not been provided for in the financial statements as at 30 September 2023.

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1. REVIEW OF PERFORMANCE

For the quarter under review (1Q FY2024), the Group recorded revenue of RM50.9 million, RM18.1 million lower compared to the preceding year quarter (1Q FY2023) of RM69.0 million. The decrease in revenue mainly due to the lower contribution from commodity trading (1Q FY2024: RM42.9 million; 1Q FY2023: RM63.5 million) for the quarter under review.

Loss before tax for 1Q FY2024 was RM0.7 million compared to the preceding year of RM7.3 million (Q1 FY2023). Lower losses reported was mainly due to the gain on changes in the fair value of investment securities.

B2. MATERIAL CHANGES IN QUARTERLY RESULTS

The Group reported loss before tax of RM0.7 million for current quarter (1Q FY2024) compared to the profit before tax of RM7.2 million in previous quarter (4Q FY2023). Lower operating profit before tax was mainly due to recognition of a revaluation gain of RM6.4 million in previous quarter (4Q FY 2023).

B3. COMMENTARY ON:

(a) CURRENT YEAR PROSPECTS

The global economic environment has certainly posed challenges, including the implementation of higher interest rates by many central banks, the Group remains resolute in its commitment to fortify its core business segments. The Group will remain opportunistic in advancing our core business activities and maintain a healthy cash flow position.

(b) REVENUE OR PROFIT ESTIMATE, FORECAST, PROJECTION OR INTERNAL TARGETS

There were no revenue or profit estimate, forecast, projection or internal targets, which were previously announced or disclosed in public document.

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B4. VARIANCE FROM PROFIT FORECAST AND SHORTFALL IN PROFIT
GUARANTEE**

Not applicable.

B5. TAXATION

	Current Quarter 30 September 2023 (RM'000)	Year-to Date 30 September 2023 (RM'000)
Current year taxation	6	6
Total taxation	6	6

The effective tax rate of the Group is higher than the statutory tax rate, mainly due to the losses of certain subsidiaries which cannot be set off against taxable profits made by other subsidiaries and certain expenses which are not deductible for tax purposes.

B6. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT NOT COMPLETED

There is no corporate proposal announced but not completed by the Group as at the date of this report.

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B7. STATUS OF UTILISATION OF PROCEEDS RAISED FROM THE DISPOSAL OF THE PLANTATION ASSET

The utilisation of proceeds of RM750 million from the disposal of the plantation asset as of 21 November 2023, is as follows:

Purpose	Allocation (RM'000)	Utilisation (RM'000)	Balance (RM'000)	Second Revised time frame for utilisation	Percentage utilised (%)
i) To fund the acquisition of new business and/or assets	188,000	(156,531)	31,469	Within 30 months from 26 October 2023	83
ii) To fund the company's existing businesses	430,000	(165,627)	264,373	Within 30 months from 26 October 2023	39
iii) Cash distribution to shareholders	85,000	(85,000)	-	*Not applicable	100
iv) Expenses in relation to the disposal	47,000	(47,000)	-	*Not applicable	100
	750,000	(454,158)	295,842		

* Allocation was fully utilised.

B8. GROUP BORROWINGS

The Group borrowings are as follows:

	As at 30 September 2023 (RM'000)
Short-term borrowing:	
Secured	55
Long-term borrowing:	
Secured	309
Total borrowings	364

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B9. CHANGES IN MATERIAL LITIGATION *(including status of any pending material litigation since the last annual reporting date)*

The list of material litigation is announced to Bursa Malaysia together with these interim financial statements. Other than as disclosed in the attached list (*Annexure 1*) of material litigation, there are no material litigations that have material effect to the Group at the date of this report.

B10. DIVIDEND DECLARED

No dividends have been declared for the current financial period ended 30 September 2023.

B11. EARNINGS PER SHARE (“EPS”)

	3 months ended		3 months ended	
	30	30	30	30
	September	September	September	September
	2023	2022	2023	2022
(a) <u>BASIC</u>				
Loss attributable to owners of the parent (RM'000)	(854)	(7,436)	(854)	(7,436)
Weighted average number of ordinary shares ('000)	824,464	827,919	824,464	827,919
Basic loss per ordinary share for the period (sen)	(0.10)	(0.90)	(0.10)	(0.90)
(b) <u>DILUTED</u>				
Loss attributable to owners of the parent (RM'000)	(854)	(7,436)	(854)	(7,436)
Adjusted weighted average number of ordinary shares ('000)	824,464	827,919	824,464	827,919
Diluted loss per ordinary share for the period (sen)	(0.10)	(0.90)	(0.10)	(0.90)

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PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B12. DERIVATIVE FINANCIAL INSTRUMENTS

There were no derivative financial instruments as at the end of the financial period.

B13. DECLARATION OF AUDIT QUALIFICATION

The audit report of the Company's preceding financial statements for the financial year ended 30 June 2023 was not subject to any qualification.

B14. LOSS BEFORE TAXATION

	Individual Quarter		Cumulative Quarter	
	Current quarter 30 September 2023 RM'000	Preceding year corresponding quarter 30 September 2022 RM'000	Current financial year-to-date 30 September 2023 RM'000	Preceding year corresponding period 30 September 2022 RM'000
Loss before taxation is arrived at after crediting/(charging):				
(1) Gain/(Loss) on changes in fair value of investment securities	2,134	(11,805)	2,134	(11,805)
(2) Foreign exchange gain, net:				
- realised	85	125	85	125
- unrealised	10	7,834	10	7,834
(3) Dividends from Short-Term Investment	631	513	631	513

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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

By order of the Board
DUTALAND BERHAD

Lim Yoke Si
Chartered Secretary
Kuala Lumpur
28 November 2023

MATERIAL LITIGATION

Save as disclosed below, DutaLand Berhad (“**DutaLand**”) and its subsidiary companies are not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant and the Directors of DutaLand have no knowledge of any proceedings pending or threatened against DutaLand and its subsidiary companies or of any fact likely to give rise to any proceeding which may materially affect the position or business of DutaLand and its subsidiary companies:

1. **Rinota Construction Sdn Bhd (“Petitioner”) vs Mascon Rinota Sdn Bhd (“MRSB”), Mascon Sdn Bhd (“MSB”), Olympia Industries Berhad (“OIB”) and others (collectively, “Respondents”)**

- 1.1 On 13 December 2006, Petitioner filed an action against the Respondents at the Kuala Lumpur High Court (“**KLHC**”) by virtue of an alleged oppression under Section 181 of the then Companies Act 1965 (“**Original Petition**”) seeking damages of approximately RM8.0 million.
- 1.2 On 21 October 2007, the Petitioner filed an application to amend the Original Petition by adding Mascon Construction Sdn Bhd (“**MCSB**”), a subsidiary of DutaLand, as another respondent and such application was subsequently allowed by KLHC.
- 1.3 On 25 March 2008, MSB, a subsidiary of OIB, was wound up. On 29 August 2012, KLHC ruled in favour of the Petitioner with an order against MCSB and others to buy out the Petitioner’s shareholding in MRSB which is a subsidiary of MSB. On 27 September 2012, MCSB and the others appealed against the KLHC decision. Appeal was allowed by the Court of Appeal with costs of RM100,000.00. The Petitioner filed an application for leave to appeal to the Federal Court (“**Federal Court**”) and leave was granted on 21 June 2016.
- 1.4 The appeal at the Federal Court was heard on 22 May 2017 and appeal was allowed. The Federal Court reinstated the High Court Order dated 29.8.2012 ordering all the Respondents to purchase the shares owned by the Petitioner in MRSB and that a certified public accountant be appointed to inspect the accounts of MRSB and file a report to the High Court of the results of the inspection to determine the value of the shares, together with payment of RM100,000 being costs to the Petitioner for the hearing in the Federal Court and the Court of Appeal.
- 1.5 The High Court fixed the case for further case management before the judge on 3 May 2018 pending appointment of the certified public accountant. The High Court allowed the Petitioner’s application for extension to re-appoint BDO Governance Advisory Sdn Bhd (“**BDO**”) as the Court appointer auditor. Pursuant to the court order dated 26 June 2018, BDO had 6 months from 26 June 2018 to prepare the accountant’s report.
- 1.6 On 17 January 2019, the Petitioner informed the High Court that they will file a Notice of Application to Appoint a new auditor as the earlier auditor failed to complete the accounts within the deadline given. The High Court directed the Petitioner to file the said Notice of Application to Appoint on or before 31 January 2019.

MATERIAL LITIGATION

- 1.7 On 31 January 2019, the Petitioner informed the High Court that they have appointed a new auditor, Ferrier Hodgson MH Sdn Bhd (“**FHMH**”), and the High Court fixed the matter for decision on 22 April 2019. On 23 July 2019, the Court dismissed the Notice of Application to Appoint FHMH to prepare an accountant’s report to advise the Court on the fair price of the shares. On 6 August 2019, the Petitioner filed an appeal against the High Court’s decision to dismiss the order sought by the Petitioner. The High Court’s grounds of judgement was published on 15 November 2019. The Court of Appeal fixed the appeal for case management on 10 March 2020.
- 1.8 On 10 March 2020, the Court of Appeal fixed the appeal for hearing on 7 July 2020. On 7 July 2020, the Court of Appeal allowed the Petitioner’s appeal to appoint FHMH in replacement of BDO, with costs of RM15,000.00 payable to the Petitioner (“**COA Order dated 7 July 2020**”). Case Management was fixed on 17 August 2020 before the High Court for further directions on the appointment of FHMH. On 5 August 2020, the Respondents filed for leave to appeal against the COA Order dated 7 July 2020 to the Federal Court (“**FC Leave Application**”). The FC Leave Application was fixed for case management on 7 September 2020.
- 1.9 On 17 August 2020, the Petitioner informed the Court that FHMH has been appointed pursuant to the COA Order dated 7 July 2020 to prepare an accountant’s report to advise the High Court on the fair buy-out price of the Petitioner’s shares in Mascon Rinota Sdn Bhd. The Petitioner is required to produce the said report within 4 months from the COA Order dated 7 July 2020 i.e. by 7 November 2020. The Learned Judge directed both parties to submit their accountant’s reports by 30 September 2020 and has fixed case management on 1 October 2020.
- 1.10 On 1 October 2020, the matter was called up for case management before the High Court. Parties informed the High Court that they have nominated their respective auditors. Meanwhile, parties jointly applied for an extension of time to file and exchange their accountant’s reports given that parties in the midst of retrieving the requisite documents to enable their auditors to finalise their Accountant’s Reports. The High Court took note of the same and fixed the matter for further case management on 30 November 2020 for parties to update the High Court on the status of the parties’ accountant reports. However, due to the extension of the Conditional Movement Control Order till 9 December 2020, the High Court rescheduled the matter for case management to 9 February 2021.
- 1.11 On 11 November 2020, the FC Leave Application was called up for case management. In light of the extension of the Conditional Movement Control Order till 9 December 2020, the parties have agreed to proceed with FC Leave Application by way of an online hearing on 25 November 2020. On 25 November 2020, the Federal Court allowed the Respondents’ Notice of Motion for leave to appeal. On 25 November 2020, the Federal Court allowed the FC Leave Application for leave to appeal (“**Leave Order**”).

MATERIAL LITIGATION

- 1.12 On 8 December 2020, the Petitioner filed a FC motion to discharge the FC Leave Order. At the hearing of the motion on 8 February 2021, the Federal Court allowed the Petitioner's Motion to Discharge the FC Leave Order with costs of RM 40,000.00.
- 1.13 At the Case Management before the High Court on 9 February 2021, the Court directed both parties to file and exchange their respective Accountant's Reports on or before 10 May 2021 and respective rebuttal reports on or before 10 June 2021.
- 1.14 The Respondents' Notice of Application to replace Bridge Corporate Management KPMG Corporate Advisory Sdn Bhd ("**KPMG**") was filed on 10 May 2021 in order for the Valuation Report to be prepared and finalised expeditiously. The application was allowed by the Court on 19 July 2021. KPMG was appointed as the Respondents' accountants and given 4 months from 19 July 2021 to prepare its Valuation Report. The Court fixed 3 December 2021 (re-fixed 13 December 2021) for case management for parties to update the Court on the status of the Valuation Report.
- 1.15 On 13 December 2021, the Respondents' Valuation Report was filed and parties exchanged their respective Valuation Reports on the same day. The Court fixed 21 January 2022 for case management for parties to update the Court on the time required for the preparation of the parties' respective Rebuttal Reports.
- 1.16 On 21 January 2022, the Court directed the parties to file its Rebuttal Reports by 1 April 2022. The hearing is fixed on 21 April 2022.
- 1.17 On 21 April 2022, the Court allowed the Respondent's Application for Extension of Time to file the Rebuttable Report by 29 April 2022 and the case was fixed for case management on 19 May 2022. The Court had on 19 May 2022, further fixed case management to 17 June 2022. On 17 June 2022, the Court fixed a hearing date on 5 September 2022. During the hearing on 5 September 2022, the Court allowed Respondents' Application for Leave to Cross-Examine Experts and the case was fixed for case management on 7 October 2022.
- 1.18 During the case management on 7 October 2022, the Court fixed the matter for further case management on 7 November 2022. On 7 November 2022, the court fixed for cross-examination of the experts on 8 June 2023 and 9 June 2023.
- 1.19 The Court vacated the dates on 8 June 2023 and 9 June 2023 due to Court's unavailability.
- 1.20 Cross-examination of the experts will take place on 28 February 2024 and 29 February 2024.

MATERIAL LITIGATION**2. Lin Wen-Chih & Lin Wen-Chuan (Plaintiffs) v Dutaland Berhad (Defendant)**

- 2.1 On 10 May 2013, Lin Wen-Chih and Lin Wen-Chuan (“Plaintiffs”) commenced legal action at the High Court in Tawau, Sabah, against Pacific Forest Industries Sdn Bhd and DutaLand (“Defendants”) for the recovery of the sum of RM6,223,241.00 plus RM10,635,945.65 interest as at 10 May 2013 being the alleged debt owing by Pacific Forest Industries Sdn Bhd to the Plaintiffs, to which DutaLand stood as a guarantor.
- 2.2 The High Court dismissed the Plaintiffs’ claim on 11 June 2018. The Plaintiffs filed an appeal to the Court of Appeal on 5 July 2018, and the Defendants filed a cross-appeal in the Court of Appeal on the issues of res judicata and limitation. The appeal and cross-appeal originally scheduled for hearing before the Court of Appeal on 26 August 2020 were postponed to 23 October 2020. On 23 October 2020, the Court of Appeal dismissed the Plaintiffs’ appeal and allowed Defendants’ cross-appeal with costs of RM20,000.00. Essentially, the Court of Appeal found that the Plaintiffs’ claim is caught by limitation and res judicata.
- 2.3 The Plaintiffs being dissatisfied with the decision of the Court of Appeal had since filed a Notice of Motion for leave to appeal to the Federal Court on 18 November 2020. The Motion for leave was fixed for hearing on 15 June 2021 whereby after hearing the parties, the Federal Court had allowed the Motion and granted leave to the Plaintiffs to appeal against the decision of the Court of Appeal with costs in the cause. On 28 June 2021, the Plaintiffs filed their Notice of Appeal to the Federal Court. The Record of Appeal was filed on 5 August 2021. The Federal Court had originally fixed the appeal for case management on 23 August 2021, however, the same was adjourned to 1 November 2021. The Federal Court informed the parties that tentative dates for hearing of the appeal will be in February 2022. The Federal Court heard the Plaintiffs’ appeal on 14 February 2022 and duly dismissed the same with costs of RM50,000.00 after finding, essentially that the Plaintiffs’ claim is caught by limitation and res judicata. Thus, the decision of the Court of Appeal was affirmed.
- 2.4 The Plaintiffs had on 13th September 2022 filed a motion to review the said decision of the Federal Court and the same is being opposed by the Defendants. The said motion for revision has yet to be fixed for hearing by the Federal Court.