

**PAN MALAYSIA CORPORATION BERHAD**Registration No: 196301000008 (4920-D)  
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT  
FOR THE THIRD QUARTER ENDED 31 MARCH 2022**

(The figures are unaudited)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022**

	<b>QUARTER ENDED</b>		<b>CUMULATIVE 9 MONTHS</b>	
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>31/03/2022</b>	<b>31/03/2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	26,643	4,846	52,390	27,875
Cost of sales	(16,823)	(9,872)	(37,449)	(27,224)
Gross profit/(loss)	9,820	(5,026)	14,941	651
Other income	4,102	1,931	5,285	10,760
Selling and distribution expenses	(2,415)	(1,921)	(6,678)	(5,865)
Administration and operating expenses	(9,499)	(3,192)	(15,257)	(9,491)
Finance costs	(225)	(21)	(259)	(61)
Share of losses of an equity accounted joint venture	-	-	(1)	(3)
Profit/(loss) before taxation	1,783	(8,229)	(1,969)	(4,009)
Tax expense	(14)	(57)	(48)	(144)
Profit/(loss) after taxation	1,769	(8,286)	(2,017)	(4,153)
Attributable to:				
Owners of the Company	1,635	(8,286)	(2,151)	(4,153)
Non-controlling interests	134	-	134	-
	1,769	(8,286)	(2,017)	(4,153)
Profit/(loss) per share attributable to owners of the Company (Sen):				
Basic / Diluted	0.23	(1.17)	(0.26)	(0.59)

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA CORPORATION BERHAD**

Registration No: 196301000008 (4920-D)  
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**CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022**

	<b>QUARTER ENDED</b>		<b>CUMULATIVE 9 MONTHS</b>	
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>31/03/2022</b>	<b>31/03/2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit/(loss) after taxation	1,769	(8,286)	(2,017)	(4,153)
Other comprehensive income/(expenses):				
Net gain on fair value changes of equity investments	(2,069)	301	(2,405)	(4,930)
Foreign currency translation differences for foreign operations	(1,912) (2,069)	(153)	(445)	(889)
Total other comprehensive income/(expenses)	(3,981)	148	(2,850)	(5,819)
Total comprehensive expenses for the financial period	<u>(2,212)</u>	<u>(8,138)</u>	<u>(4,867)</u>	<u>(9,972)</u>
Attributable to:				
Owners of the Company	(2,346)	(8,138)	(5,001)	(9,972)
Non-controlling interests	134	-	134	-
Total comprehensive income/(expenses) for the financial period	<u>(2,212)</u>	<u>(8,138)</u>	<u>(4,867)</u>	<u>(9,972)</u>

The Condensed Consolidated Statements of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA CORPORATION BERHAD**  
Registration No: 196301000008 (4920-D)  
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**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2022**

	31/03/2022 RM'000	30/06/2021 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	93,592	39,646
Investment property	1,131	1,124
Investments	80,978	78,112
Investment in a joint venture	149	150
Goodwill on consolidation	31,647	13,306
Trademarks	4,984	4,984
Intangible assets	6,117	-
Deferred tax assets	3,536	328
	222,134	137,650
<b>Current assets</b>		
Inventories	13,870	9,978
Trade and other receivables	29,955	14,302
Right to recover returned goods	537	537
Current tax assets	1,661	1,554
Other investments	6,136	25,189
Short term investments	12,546	6,464
Deposits, bank balances and cash	45,804	50,380
	110,509	108,404
Assets classified as held for sale	-	309
	110,509	108,713
<b>TOTAL ASSETS</b>	332,643	246,363
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	221,959	221,959
Treasury shares	(866)	(30,484)
Reserves	9,792	39,748
	230,885	231,223
<b>Non-Controlling Interests</b>	1,512	-
<b>Total Equity</b>	232,397	231,223
<b>Non-current liabilities</b>		
Deferred tax liabilities	889	914
Term loan	17,751	-
Lease liabilities	19,042	886
	37,682	1,800
<b>Current liabilities</b>		
Trade and other payables	58,531	11,633
Refund liabilities	957	958
Lease liabilities	286	287
Borrowings	2,714	389
Current tax liabilities	76	73
	62,564	13,340
<b>Total Liabilities</b>	62,564	13,340
<b>TOTAL EQUITY AND LIABILITIES</b>	332,643	246,363
	<b>RM</b>	<b>RM</b>
Net assets per share attributable to owners of the Company	0.30 *	0.33 *

\* The net assets per share is based on the number of ordinary shares in issue less treasury shares .

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA CORPORATION BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022**

	Share Capital RM'000	Treasury Shares RM'000	Exchange Translation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
At 1 July 2021	221,959	(30,484)	(1,624)	(2,284)	43,656	231,223	-	231,223
Other comprehensive income/(expenses):								
Fair value changes of equity investments	-	-	-	(2,405)	-	(2,405)	-	(2,405)
Foreign currency translation differences for foreign operations	-	-	(445)	-	-	(445)	-	(445)
Profit/(loss) for the financial period	-	-	-	-	(2,151)	(2,151)	134	(2,017)
Total comprehensive income/(expenses) for the financial period	-	-	(445)	(2,405)	(2,151)	(5,001)	134	(4,867)
Effect of acquisition of A & W (Malaysia) Sdn Bhd	-	29,619	-	-	(21,414)	8,205	1,378	9,583
Dividend paid	-	-	-	-	(3,542)	(3,542)	-	(3,542)
At 31 March 2022	221,959	(865)	(2,069)	(4,689)	16,549	230,885	1,512	232,397
At 1 July 2020	221,959	(30,484)	(692)	5,281	85,982	282,046	-	282,046
Other comprehensive income/(expenses):								
Fair value changes of equity investments	-	-	-	(4,930)	-	(4,930)	-	(4,930)
Foreign currency translation differences for foreign operations	-	-	(889)	-	-	(889)	-	(889)
Loss for the financial period	-	-	-	-	(4,153)	(4,153)	-	(4,153)
Total comprehensive expenses for the financial period	-	-	(889)	(4,930)	(4,153)	(9,972)	-	(9,972)
Disposal of equity investments	-	-	-	15	(15)	-	-	-
At 31 March 2021	221,959	(30,484)	(1,581)	366	81,814	272,074	-	272,074

The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**PAN MALAYSIA CORPORATION BERHAD**

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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022**

	<b>CUMULATIVE 9 MONTHS</b>	
	<b>31/03/2022</b>	<b>31/03/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating Activities</b>		
Profit/(loss) before taxation	(1,969)	(4,009)
Net adjustments:		
Non-cash items	2,580	317
Non-operating items	(3,410)	(8,305)
Operating loss before working capital changes	(2,799)	(11,997)
Net change in working capital	(3,298)	5,748
Cash used in operations	(6,097)	(6,249)
Dividend received	184	84
Interest paid	(259)	(40)
Interest received	545	1,102
Net tax paid	(159)	(465)
Net cash used in operating activities	(5,786)	(5,568)
<b>Investing Activities</b>		
Net acquisition of a subsidiary company - A&W	(6,942)	-
Placement of deposits with tenure more than 3 months	(34)	-
Purchase of property, plant and equipment	(744)	(2,746)
Purchase of short term investments	(5,000)	(84)
Purchase of investments	(3,360)	(1,520)
Purchase of investments - Genesis	(1,849)	-
Proceeds from disposal of investment	-	4,926
Proceeds from disposal of property, plant and equipment	2,173	7,727
Utilisation of restricted fund (Note B14)	14,492	2,466
Net cash generated from/(used in) investing activities	(1,264)	10,769
<b>Financing Activities</b>		
Capital reduction from joint venture	-	554
Dividend paid	(3,542)	-
Drawdown of lease liabilities	-	1,527
Repayment of lease liabilities	(710)	(281)
Repayment of bank borrowing	(60)	-
Net cash generated from/(used in) financing activities	(4,312)	1,800
Net increase/(decrease) in cash and cash equivalents	(11,362)	7,001
Cash and cash equivalents at beginning of financial period		
As previously reported	45,808	38,102
Effects of exchange rate changes	(148)	(119)
As restated	45,660	37,983
Cash and cash equivalents at end of financial period	34,298	44,984

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

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**NOTES TO THE INTERIM FINANCIAL REPORT**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING**

**A1. Basis of Preparation**

The condensed consolidated interim financial statements, other than financial instruments, have been prepared under the historical cost convention. Certain financial instruments have been carried at fair value in accordance with Malaysian Financial Reporting Standards ("MFRS") 139 Financial Instruments: Recognition and Measurement.

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2021. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to and understanding of the changes in the financial position and performance of the Group since the year ended 30 June 2021.

**A2. Significant Accounting Policies**

The financial statements of the Group and the Company have been prepared in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act, 2016 in Malaysia.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):

<u>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</u>	<u>Effective Date</u>
Amendments to MFRS 16 : COVID-19-Related Rent Concessions	1 April 2021
Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform - Phase 2	1 January 2021

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements.

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:

<u>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</u>	<u>Effective Date</u>
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
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
Amendments to MFRS 10 and MFRS 128: Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 108: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

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**NOTES TO THE INTERIM FINANCIAL REPORT (Continued)**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (continued)**

**A3. Seasonal or Cyclical Factors**

The Group's chocolate and confectionery business under the Network Foods Group is affected by seasonal factors.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the financial period ended 31 March 2022.

The outbreak of the COVID-19 has brought unprecedented challenges and added economic uncertainties in Malaysia and markets in which the Group operates. While the Group has considered the potential financial impact of the COVID-19 pandemic in the preparation of these financial statements, the full financial impact to the Group remains uncertain. Accordingly, there is a possibility that factors not currently anticipated by management could occur in the future and therefore affect the recognition and measurement of the Group's assets and liabilities at the reporting date.

**A5. Changes In Estimates**

There were no changes in estimates of amounts reported in prior financial year, which may have a material effect in the financial period ended 31 March 2022.

**A6. Issuances or Repayments of Debt and Equity Securities**

There were no issuances and repayments of debt and equity securities, share buy-backs and share cancellations for the financial period ended 31 March 2022.

The number of treasury shares held in hand as at 31 March 2022 were as follows:

	Number of shares	Amount RM'000
At 1 July 2021	64,959,800	30,484
Transferred to Inter Mark Resources Sdn Bhd as part of the purchase consideration for A & W (Malaysia) Sdn Bhd	(63,112,500)	(29,619)
At 31 March 2022	1,847,300	865

**A7. Dividend Paid**

**CURRENT YEAR TO DATE  
RM'000**

Interim single tier dividend of RM0.005 per ordinary share in respect of financial year ended 30 June 2021, paid on 12 August 2021

3,542

**A8. Operating Segments**

For the financial period ended 31 March 2022

	Fast Food Chain RM'000	Food RM'000	Investment Holding RM'000	Total RM'000
REVENUE				
- External revenue	12,622	39,768	-	52,390
RESULTS				
Segment results	486	(2,289)	92	(1,711)
Finance cost	(213)	(45)	-	(258)
Profit/ (Loss) before tax	273	(2,334)	92	(1,969)
Segment assets	18,341	102,884	206,221	327,446
Unallocated assets				5,197
				332,643

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**NOTES TO THE INTERIM FINANCIAL REPORT (Continued)**

**A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING (continued)**

**A8. For the financial period ended 31 March 2021**

	Food RM'000	Investment Holding RM'000	Total RM'000
REVENUE			
- External revenue	27,875	-	27,875
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RESULTS			
Segment results	(11,168)	7,220	(3,948)
Finance cost	(61)	-	(61)
Profit/ (Loss) before tax	(11,229)	7,220	(4,009)
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Segment assets	133,154	149,601	282,755
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Unallocated assets			1,943
			<u>284,698</u>

**A9. Events Subsequent to the End of the Financial Period**

There were no material events subsequent to the financial period ended 31 March 2022 that have not been reflected in the financial statements for the said period as at the date of this report.

**A10. Changes in the Composition of the Group**

During the financial period, the Company acquired 31,620,000 ordinary shares representing 51% of the total issued share capital of A & W (Malaysia) Sdn Bhd (A&W) for a purchase consideration of RM21.0 million. A&W became a subsidiary of the Company with effect from 9 March 2022.

A&W has contributed the following results to the Group for the current financial period:

<u>From the date of acquisition</u>	<b>RM'000</b>
Profit for the period	273
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<u>At the date of acquisition</u>	<b>RM'000</b>
Total net assets	2,812
Less: Non-controlling interests	(1,378)
Group's share of assets	1,434
Goodwill arising on acquisition	18,341
Total purchase consideration	19,775
Less: Purchase consideration satisfied by treasury shares of the Company	(8,204)
Total purchase consideration satisfied by cash	11,571
Less: Cash & cash equivalents of A&W, net of bank overdraft	(4,628)
Cash outflow on acquisition	<u>6,943</u>

Other than the above, there were no other changes in the composition of the Group during the financial period ended 31 March 2022.

**A11. Contingent Liabilities**

There were no material contingent liabilities as at the date of this report.

**A12. Capital Commitments**

As at 31 March 2022, the Group has capital commitment in respect of a subscription of interest as a limited partner of Genesis Alternative Ventures I L.P. as follows (with Ringgit Malaysia equivalent):

	USD'000	RM'000
Capital committed to invest	2,000	8,412
Capital invested	1,130	4,753
Balance of commitment	<u>870</u>	<u>3,659</u>



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**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS**

**B1. Review of Performance**

	<b>QUARTER ENDED</b>			<b>CUMULATIVE 9 MONTHS</b>		
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>
	<b>(Q3FY22)</b>	<b>(Q3FY21)</b>	<b>%</b>	<b>(9MFY22)</b>	<b>(9MFY21)</b>	<b>%</b>
	<b>RM'000</b>	<b>RM'000</b>		<b>RM'000</b>	<b>RM'000</b>	
<b>Revenue</b>						
Food	14,021	4,846	189.3	39,768	27,875	42.7
Fast Food Chain	12,622	-	100.0	12,622	-	100.0
	<b>26,643</b>	<b>4,846</b>	<b>449.8</b>	<b>52,390</b>	<b>27,875</b>	<b>87.9</b>
<b>Profit/(Loss) before tax ("PBT")/("LBT")</b>						
Food	801	(8,979)	108.9	(2,335)	(11,229)	79.2
Fast Food Chain	273	-	100.0	273	-	100.0
Investment holding	709	750	(5.5)	93	7,220	(98.7)
	<b>1,783</b>	<b>(8,229)</b>	<b>121.7</b>	<b>(1,969)</b>	<b>(4,009)</b>	<b>50.9</b>

**Q3FY22 vs Q3FY21**

The Group revenue has seen an improvement of RM21.8 million or 449.8% to RM26.6 million for Q3FY22. The increase in revenue was contributed by the food division and the fast food chain division of RM9.2 million and RM12.6 million, respectively, for the comparative quarters. As the international borders gradually opens, the food division's export sales and domestic market have seen an increase of revenue by RM9.2 million or 189.3%. Given the Group's 51% acquisition of A & W (Malaysia) Sdn Bhd on 9 March 2022, a revenue of RM12.6 million under the fast food chain division was recognised by the Group for the first time.

Subsequent to the 51% acquisition of the fast food chain division and improvement of the market conditions under the national endemic phase, a PBT of RM1.8 million was recorded in Q3FY22 which also included a one-off gain of RM1.9 million from the disposal of a Penang property, as compared to a LBT of RM8.2 million (Q3FY21). During the same quarter last year, the continuing effects of Covid-19 has hampered consumer demands for certain categories of goods and services, coupled with the substantially higher advertising and promotion expenses contributed to a LBT of RM8.2 million.

**9MFY22 vs 9MFY21**

Revenue improved by RM24.5 million or 87.9% compared to the previous corresponding period. As mentioned above, the fast food chain revenue of RM12.6 million was taken up in the books for the first time, besides an increase of RM11.9 million or 42.7% from the food division.

A PBT of RM0.3 million from the fast food chain division was weighed down by an LBT of RM2.3 million from the food division (included a one-off gain of RM1.9 million from the disposal of a Penang property). Consequently, Group LBT of RM2.0 million was recorded for 9MFY22. The LBT of RM4.0 million in 9MFY21 was the effect of lower revenue as the demand in the products within the food division was lackluster post-Covid-19 pandemic.

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

	<b>QUARTER ENDED</b>		
	<b>31/03/2022</b>	<b>31/12/2021</b>	<b>CHANGES</b>
	<b>(Q3FY22)</b>	<b>(Q2FY22)</b>	<b>%</b>
	<b>RM'000</b>	<b>RM'000</b>	
<b>Revenue</b>			
Food	14,021	16,459	(14.8)
Fast Food Chain	12,622	-	100.0
	<b>26,643</b>	<b>16,459</b>	<b>61.9</b>
<b>Profit/(Loss) before tax ("PBT")/("LBT")</b>			
Food	801	(1,341)	159.7
Fast Food Chain	273	-	100.0
Investment holding	709	(276)	356.9
	<b>1,783</b>	<b>(1,617)</b>	<b>210.3</b>

The revenue for Q3FY22 improved by 61.9% mainly contributed from the revenue of RM12.6 million from the fast food chain division recorded in the current quarter. Whereas, the food division's revenue reduced by RM2.4 million or 14.8% after the festival season in Q2FY22.

Therefore, a PBT of RM1.8 million was recorded in Q3FY22 versus an LBT of RM1.6 million for the preceding quarter.

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**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS**

**B3. Prospects for the Financial Year Ending 30 June 2022**

For the food division, the domestic business has secured the budgeted sales for the upcoming quarter. With the gradual reopening of international borders, the supply to overseas has picked up since the current quarter and would continue to improve due to a revived confidence in international travel and tourism. However, the Group expects the food division's results to be weighed down by higher cost of services attributed by the new minimum wages implemented by the Government from 1 May 2022, and the major price increase of raw materials. Rising freight costs caused by supply chain issues would partly increase the costs of export sales. Continuous effort to improve the factory efficiency, more trade activities and a gradual price increase have been put in place to cushion these impacts.

Similarly, the implementation of minimum wages and the major price increase have also affected the newly acquired fast food chain division. The management is confident to improve the revenue by offering more varieties of food products to attract new and existing consumers. More outlets will be open in strategic and high footfall locations, especially in East Malaysia.

**B4. Profit/(Loss) Before Tax**

Included in the profit/(loss) before tax are the following items:

	<b>QUARTER ENDED</b>			<b>CUMULATIVE 9 MONTHS</b>		
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Depreciation	(1,803)	(509)	(254.2)	(2,921)	(1,545)	(89.1)
Finance income from deposits with banks	109	453	(75.9)	545	1,102	(50.5)
Finance income from related party	109	63	73.0	227	195	16.4
Finance cost	(225)	(21)	(971.4)	(259)	(61)	(324.6)
Fair value gain on short term investments	304	-	100.0	314	814	(61.4)
Gain/(loss) on disposal of property, plant and equipment	1,867	-	100.0	1,867	4,144	(54.9)
Gain on disposal of investments	-	-	-	-	3,176	(100.0)
Inventories written back/(written down)	(74)	(116)	36.2	(303)	(354)	14.4

**B5. Tax Expense**

Taxation comprises:

	<b>QUARTER ENDED</b>			<b>CUMULATIVE 9 MONTHS</b>		
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>CHANGES</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Current tax expense	(13)	(57)	77.2	(49)	(143)	65.7
Over/ (under) provision in respect of prior year	(1)	-	-	1	(1)	100.0
	<u>(14)</u>	<u>(57)</u>	<u>75.4</u>	<u>(48)</u>	<u>(144)</u>	<u>66.7</u>

The current tax expense for the financial period ended 31 March 2022 was mainly due to the interest income from deposits with banks.

**B6. Status of Corporate Proposals**

On 23 September 2021, the Company entered into a Sale and Purchase Agreement (SPA) with Inter Mark Resources Sdn Bhd to acquire 31,620,000 ordinary shares representing 51% of the total issued share capital of A & W (Malaysia) Sdn Bhd. This agreement is for a purchase consideration of RM21,037,500, to be fulfilled via a combination of cash amounting to RM11,570,625 and transfer of 63,112,500 of the Company's treasury shares at RM0.15 per share amounting to RM9,466,875. The transaction was completed on 9 March 2022 in accordance to the terms of the SPA.

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**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS**

**B7. Trade Receivables**

(a) The credit term of trade receivables range from 30 to 120 days.

(b) The ageing of trade receivables as at the end of the financial period was:

	<b>31/03/2022</b>	<b>30/06/2021</b>	<b>CHANGES</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Not past due	9,439	6,881	37.2
Past due 1-30 days	255	1,274	(80.0)
Past due 31-60 days	311	561	(44.6)
Past due 61-120 days	81	81	-
Past due more than 120 days	37	456	(91.9)
	<u>10,123</u>	<u>9,253</u>	<u>9.4</u>

**B8. Group Borrowings**

The Group's borrowings (denominated in Ringgit Malaysia) as at the end of the reporting period were as follows:

	<b>31/03/2022</b>	<b>30/6/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Non-current liabilities</b>		
Lease liabilities	19,042	886
Term loan	17,751	-
	<u>36,793</u>	<u>886</u>
<b>Current liabilities</b>		
Lease liabilities	286	287
Bank overdraft	2,714	389
	<u>3,000</u>	<u>676</u>
Grand Total	<u><b>39,793</b></u>	<u><b>1,562</b></u>

**B9. Derivative Financial Instruments**

There were no derivative financial instruments at the date of this report.

**B10. Fair Value Changes of Financial Liabilities**

As at 31 March 2022, the Group did not have any financial liabilities measured at fair value through profit or loss.

**B11. Material Litigations**

There were no material litigations not provided for as at the date of this report.

**B12. Dividend**

On 9 July 2021, the Company announced an interim single-tier dividend of RM0.005 per ordinary share amounting to RM3,542,000 in respect of the financial year ended 30 June 2021. The dividend was paid on 12 August 2021 to shareholders whose names appeared in the record of depositors on 27 July 2021.

**B13. Earnings/(Loss) Per Share**

(i) The basic earnings per share is calculated by dividing the profit attributable to owners of the Company with the weighted average number of shares in issue during the financial period as follows:

	<b>QUARTER ENDED</b>		<b>CUMULATIVE 9 MONTHS</b>	
	<b>31/03/2022</b>	<b>31/03/2021</b>	<b>31/03/2022</b>	<b>31/03/2021</b>
Profit/(Loss) for the financial period attributable to owners of the Company (RM'000)	1,769	(8,286)	(2,017)	(4,153)
Weighted average number of ordinary shares in issue (Net of 1,847,300 treasury shares) ('000)	771,510	708,397	771,510	708,397
Earnings/(Loss) per share (sen)	<u>0.23</u>	<u>(1.17)</u>	<u>(0.26)</u>	<u>(0.59)</u>

(ii) Diluted earnings per share is not disclosed as there is no dilutive potential ordinary shares.

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**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS**

**B14. Other Matters**

As announced to Bursa Malaysia Securities Berhad on 4 March 2021, the utilisation of the balance of the proceeds from the disposal of the previously cement-based associates has been revised as follows:

<b>Revised utilisation as approved by the Securities Commission on 4 March 2021:</b>	<b>At 01/7/2021 RM'000</b>	<b>Amount utilised RM'000</b>	<b>Balance as at 31/03/2022 RM'000</b>
For purchase of inventories comprising amongst others, raw materials and packing materials for Network Foods Industries Sdn Bhd.	19,186	(12,109)	7,077
For management fees charged by related company and operating expenses including audit fees, tax agent fees, the Company's annual listing fees, expenses for the Company's annual general meeting, etc.	2,383	(2,383)	-
<b>Total</b>	<b>21,569</b>	<b>(14,492)</b>	<b>7,077</b>

**B15. Auditors' Report**

The auditors' report on the audited financial statements for the financial year ended 30 June 2021 was unmodified.

**By order of the Board**  
**PAN MALAYSIA CORPORATION BERHAD**

**LEE CHIK SIONG**  
**WONG SHUK FUEN**  
**Joint Company Secretaries**

**Date: 30 May 2022**