

**SEAL INCORPORATED BERHAD (4887-M)**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2020**

(THE FIGURES HAVE NOT BEEN AUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter Ended 31-12-2020 RM'000	Preceding Year Corresponding Quarter Ended 31-12-2019 RM'000	Current Year To Date 31-12-2020 RM'000	Preceding Year Corresponding Period 31-12-2019 RM'000
<b>Revenue</b>	4,030	10,953	7,900	21,233
Cost of sales	(9,400)	(7,379)	(11,594)	(11,462)
<b>Gross (loss) / profit</b>	(5,370)	3,574	(3,694)	9,771
Other income	973	2,153	2,274	5,207
Operating expenses	(1,391)	(2,933)	(2,857)	(8,002)
Finance cost	(554)	(1,952)	(1,253)	(2,608)
<b>(Loss) / Profit before tax</b>	(6,342)	842	(5,530)	4,368
Income tax	(290)	(668)	(715)	(2,009)
<b>(Loss) / Profit for the period</b>	(6,632)	174	(6,245)	2,359
Other comprehensive income	-	-	-	-
<b>Total comprehensive (loss)/income for the period</b>	(6,632)	174	(6,245)	2,359
<b>Profit attributable to:</b>				
Owners of the parent	(6,630)	155	(6,285)	2,321
Non-controlling interests	(2)	19	40	38
	(6,632)	174	(6,245)	2,359
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	(6,630)	155	(6,285)	2,321
Non-controlling interests	(2)	19	40	38
	(6,632)	174	(6,245)	2,359
<b>Earnings per share (sen)</b>				
- Basic	(2.80)	0.98	(2.65)	0.98
- Diluted	-	-	-	-

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Financial Statements for the year ended 30 June 2020)

**SEAL INCORPORATED BERHAD (4887-M)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As At 31 December 2020**

(THE FIGURES HAVE NOT BEEN AUDITED)

	<b>(UNAUDITED)</b>	
	<b>As At</b>	<b>As At</b>
	<b>31-12-2020</b>	<b>30-06-2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	879	1,256
Investment properties	116,203	116,178
Inventories	95,017	95,017
Timber concessions	10,800	10,800
	222,899	223,251
<b>Current assets</b>		
Contract assets	11,275	4,533
Contract cost	761	761
Inventories	27,320	28,461
Trade receivables	53,367	56,634
Other receivables, deposits and prepayments	94,621	97,072
Tax recoverable	6,780	2,421
Other investments	12,176	18,446
Fixed deposits with licensed banks	17,932	20,134
Cash and bank balances	3,727	5,258
	227,959	233,720
Assets classified as held for sale (Note 1)	-	705
	227,959	234,425
<b>TOTAL ASSETS</b>	450,858	457,676
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	142,629	142,629
Treasury shares	(2,166)	(2,166)
Reserves	353	353
Retained profits	155,637	161,922
	296,453	302,738
<b>Non-controlling interests</b>	6,060	6,020
<b>Total equity</b>	302,513	308,758
<b>Non-current liabilities</b>		
Deferred tax	1,993	1,993
Hire purchase payable	49	248
Bank borrowings	59,752	61,060
	61,794	63,301
<b>Current liabilities</b>		
Contract liabilities	342	64
Trade payables	17,192	19,284
Other payables and accruals	40,417	34,944
Hire purchase payable	116	175
Bank borrowings	23,880	30,507
Provision for taxation	4,605	643
	86,552	85,617
<b>Total liabilities</b>	148,346	148,918
<b>TOTAL EQUITY AND LIABILITIES</b>	450,859	457,676
<b>Net assets per share attributable to owners of the parent (RM)</b>		
	1.251	1.277

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)

**SEAL INCORPORATED BERHAD (4887-M)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As At 31 December 2020**

(THE FIGURES HAVE NOT BEEN AUDITED)

	(UNAUDITED) As At 31-12-2020 RM' 000	(AUDITED) As At 30-06-2020 RM' 000
<b>Note 1 :</b>		
<b>Assets classified as held for sale</b>		
Investment properties	-	705

(The Condensed Consolidated Statement of Financial Position should be read in conjunction  
with the Audited Financial Statements for the year ended 30 June 2020)



**SEAL INCORPORATED BERHAD (4887-M)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2020**  
(THE FIGURES HAVE NOT BEEN AUDITED)

	<b>Current Year To Date 31-12-2020 RM'000</b>	<b>Preceding Year Corresponding Period 31-12-2019 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(5,530)	4,368
Adjustments for:		
Non-cash items	189	4,048
Non-operating items	(155)	1
Interest expenses	1,253	2,608
Interest income	(1,719)	(4,245)
Dividend income	(174)	(352)
Operating (loss) / profit before working capital changes	<u>(6,136)</u>	<u>6,428</u>
Inventories	1,141	(1,778)
Timber concession	-	(1)
Contract liabilities	278	-
Contract assets	(6,742)	(950)
Trade and other receivables	5,718	9,224
Trade and other payables	<u>3,381</u>	<u>(718)</u>
Cash (used in) / generated from operations	(2,360)	12,205
Interest paid	(1,253)	(2,608)
Interest received	1,518	-
Tax paid	(1,112)	(2,868)
Tax refund	-	6
<b>Net cash (used in) / generated from operating activities</b>	<u><u>(3,207)</u></u>	<u><u>6,735</u></u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investment properties	(25)	(19,539)
Purchase of property, plant and equipment	(75)	(7)
Placement of short term investment	(5,359)	(22,369)
Proceeds from redemption of other investments	11,629	33,056
Proceeds from disposal of property, plant and equipment	432	-
Proceeds from investment properties	705	-
Dividend received	174	352
Interest received	118	4,245
<b>Net cash generated from / (used in) investing activities</b>	<u><u>7,599</u></u>	<u><u>(4,262)</u></u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of borrowings	23,017	41,414
Payment of bank borrowings	(31,995)	(35,910)
Payment of hire purchase payable	(258)	(128)
Repayment of lease liabilities	-	(3,264)
Changes in fixed deposits with licensed bank	21	(893)
Interest received	82	-
<b>Net cash (used in) / generated from financing activities</b>	<u><u>(9,133)</u></u>	<u><u>1,219</u></u>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	(4,741)	3,692
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<u>9,826</u>	<u>15,407</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<u><u>5,085</u></u>	<u><u>19,099</u></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2020)

**SEAL INCORPORATED BERHAD (4887-M)**  
**Interim Financial Report For The Period Ended 31 December 2020**

(The figures have not been audited)

**Explanatory Notes pursuant to Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting**

**1 Basis of Preparation and Accounting Policies**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, provision of the Companies Act 2016 in Malaysia and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2020.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended June 2020 except for the adoption of the following:

<b>Title</b>	<b>Effective Date</b>
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3 Business Combinations: Definition of a Business	1 January 2020
Amendments to MFRS 101 Presentation of Financial Statements	1 January 2020
MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Material	1 January 2020
Amendments to MFRS 9 Financial Instruments	1 January 2020
MFRS 139 Financial Instruments: Recognition and Measurement	1 January 2020
MFRS 7 Financial Instruments: Disclosures: Interest Rate Benchmark Reform	1 January 2020

The following are the MFRSs, amendments to MFRSs and IC Interpretations that have been issued by the Malaysian Accounting Standards Board ("MASB") but not yet effective and have not applied by the Group:

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 9 Financial Instruments	1 January 2021
MFRS 139 Financial Instruments: Recognition and Measurement	1 January 2021
MFRS 7 Financial Instruments: Disclosures	1 January 2021
MFRS 4 Insurance Contracts	1 January 2021
MFRS 16 Leases: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 3 Business Combination : 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 Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
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 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the abovementioned MFRSs, amendments to MFRSs and IC Interpretations did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance and position of the Group except as mentioned below:

**2 Seasonality or Cyclicity of Interim Operations**

The operations of the Group were not significantly affected by any seasonal or cyclical factors.

**3 Unusual Items**

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

**4 Material Changes in Estimates**

There were no material changes in estimates that have had any material effect in the period under review.

**5 Issuances, Repurchases, and Repayments of Debts and Equity Securities**

**Share Buy Backs**

There was no share buy back during the financial period ended 31 December 2020. The total number of shares repurchased as at 31 December 2020 was 5,896,500, being held as treasury shares in accordance with the requirement of Section 127 of the Companies Act 2016.

**6 Dividend Paid**

No dividend has been paid during the financial period ended 31 December 2020.

## 7 Segment Reporting

Period ended 31 December 2020

	Property Construction RM'000	Property Management RM'000	Timber Related RM'000	Property Development RM'000	Investment Properties RM'000	Others RM'000	Total RM'000
Segment revenue	3,886	(17)	-	1,650	2,063	318	7,900
Segment results	(6,519)	1,008	(1)	709	570	(1,763)	(5,996)
Interest income							1,719
Profit from operations							(4,277)
Finance cost							(1,253)
Loss before tax							(5,530)
Income tax							(715)
Loss for the period							(6,245)

Period ended 31 December 2019

	Property Construction RM'000	Property Management RM'000	Timber Related RM'000	Property Development RM'000	Investment Properties RM'000	Others RM'000	Total RM'000
Segment revenue	5,672	9,038	-	-	1,350	5,173	21,233
Segment results	294	3,063	(114)	283	274	(1,069)	2,731
Interest income							4,245
Profit from operations							6,976
Finance cost							(2,608)
Profit before tax							4,368
Income tax							(2,009)
Profit for the period							2,359

## 8 Valuation of Property, Plant and Equipment, Investment Properties and Development Properties

There has been no valuation under taken by the Group since the last annual financial statements for the financial year ended 30 June 2020.

## 9 Material Subsequent Events

There were no material events subsequent events at the date of this announcement.

## 10 Changes in the Composition of the Group

There were no changes in the composition of the Group for the financial period ended 31 December 2020.

## 11 Contingent Liabilities and Contingent Assets

There was no contingent liability or contingent asset arising since the last annual financial statements for the financial year ended 30 June 2020.

## 12 Commitments

There were no capital commitments as at the date of this report.

## 13 Related Party Transactions

There were no related party transactions for the financial period under review.

## **ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

### 14 Review of Performance of the Company and Its Principal Subsidiaries

	Quarter ended 31-12-2020 RM'000	Quarter ended 31-12-2019 RM'000	Financial Period ended 31-12-2020 RM'000	Financial period ended 31-12-2019 RM'000
<b>Revenue</b>				
Property Construction	1,083	4,994	3,886	5,672
Property Management	-	4,470	(17)	9,038
Timber Related	-	-	-	-
Property Development	1,650	-	1,650	-
Investment Properties	1,144	691	2,063	1,350
Others	153	798	318	5,173
	4,030	10,953	7,900	21,233
<b>(Loss) / Profit before tax</b>				
Property Construction	(6,222)	1,852	(4,987)	4,219
Property Management	3	582	1,002	1,824
Timber Related	156	1	-	(114)
Property Development	512	(257)	698	(327)
Investment Properties	(212)	(180)	(496)	(166)
Others	(579)	(1,156)	(1,747)	(1,068)
	(6,342)	842	(5,530)	4,368

## 14 Review of Performance of the Company and Its Principal Subsidiaries (continued)

For the current quarter under review, the Group recorded total revenue of RM4.03 million and a loss before tax of RM6.34 million compared with the revenue of RM10.95 million and profit before tax of RM0.84 million recorded in the preceding period corresponding quarter.

The decrease in the Group's revenue is largely attributed to the completion of Queensville Phase 1 under construction segment, and the discontinuance of Selayang Mall's operation under property management segment. There were no sales commission received and marketing related income recognised under other segments due to lesser sales and marketing activities from on-going projects as a result of Movement Control Order implemented by Malaysian Government.

The property construction segment in the current quarter under review recorded a revenue of RM1.08 million and loss before tax of RM6.22 million compared to revenue of RM4.99 million and a profit before tax of RM1.85 million in the preceding year corresponding quarter. The decrease in revenue mainly due to the Queensville phase 1 project comes to the current quarter's final account stage. The loss before tax primarily arose from additional costs incurred after the main contractor self-termination of its contract.

The investment property segment recorded a revenue of RM1.1 million in the current quarter under review, against the previous quarter's revenue of RM0.69 million and loss before tax of RM0.21 million. The increase in revenues was mainly due to successful new rentals of Q Tower and Q Avenue at Queensville in the current quarter. The tenancy occupancy rate in the current quarter was 67% for Queensville and 90% for Elit Avenue and Heights. Loss before tax in the current quarter in this segment is mainly due to the interest of the term loan incurred and also rental rebate given to tenant.

On the other hand, there was an increase in revenue of RM1.65 million from the property development segment compared to the preceding year's Quarter on Quarter results, mainly due to sales of 3 units from our inventory for the North Avenue project in Sungai Petani.

## 15 Material Changes for the Current Quarter as Compared with the Preceding Quarter

	Current quarter 31-Dec-20 RM'000	Immediate preceding quarter 30-Sep-20 RM'000
Revenue	4,030	3,870
(Loss) / Profit before tax	(6,342)	812

Compared to the preceding quarter, there was a decrease in revenue of RM0.16 million mainly due to the completion of the Queensville Phase 1 project under the construction segment and the sale of three units of North Avenue inventories under the property development segment. The loss before tax was mainly due to the Queensville Phase 1 project's final account arising from additional costs incurred after the main contractor's self-determination of its contract under the property construction segment.

## 16 Prospect

The Covid-19 pandemic continues to profoundly impact the Malaysian economy mainly due to the uncertainty created by subsequent outbreaks and government containment policies that have not succeeded. The Group's performance has been directly hindered by prolonged lockdowns, outbreaks in the various Government and financial institutions, and generally unable to function at peak efficiency. This will adversely affect our administrative overhead costs, which will worsen if the current Movement Control Order ("MCO") continues at this current very restrictive level.

The Group also has to reconsider and plan for the launching of Phase 2 of the Queensville at Bandar Sri Permaisuri project and, under the present economic condition, the most difficult and challenging decision facing the Group as its success is critical in 2021.

The unprecedented situation has caused the market to be challenging. With the weak consumer sentiments, the market is expected to remain lacklustre in the Year 2021. The Group will continue to vigilant in its cash conservation measure and focus on delivering the Queensville Project under the property construction segment while monetising its existing inventories. Regarding its timber-related activities, MCO enforcement has limited progress due to various license approvals facing significant delays from the relevant authorities. The Government has uplifted Perak state from MCO into Conditional Movement Control Order on 16 February 2021, and hopefully able to catch up the progress and expected to be extracted in the coming quarters and at the same time exercise stringent cost control measures for the current financial year 2021 and beyond.

## 17 Variance from Forecast Profit and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee.

## 18 Income Tax Expenses

	Current quarter RM'000	Financial year to date RM' 000
Malaysian income tax: - Current tax expense	290	715

The effective tax rate for the current quarter was higher than the statutory income tax rate in Malaysia mainly due to the losses of certain subsidiaries that were not available for full set off against taxable profits of other subsidiaries and certain expenses which were not deductible for tax purposes.

## 19 Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement.



## 20 Group Borrowings and Debts Securities

Total Group borrowings as at 31 December 2020 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Long term borrowings</u>			
Term loans	59,752	-	59,752
<u>Short term borrowings</u>			
Term loans	3,139	-	3,139
Commodity financing	9,338	-	9,338
Overdrafts	11,403	-	11,403
	23,880	-	23,880

## 21 Material Litigation

Other than stated below, there were no changes in material litigation since the last annual balance sheet date:

On 16 December 2019, Seal Properties (KL) Sdn. Bhd. ("SPKL"), a subsidiary of the Company has filed a Writ and Statement of Claim against Wabina Constructions & Engineering Sdn. Bhd. (formerly known as Wabina Construction & Engineering Sdn. Bhd.) ("Wabina") at High Court of Malaya to claim the following:

- a sum of RM22,816,000.00 as Liquidated Damages;
- a declaration that SPKL entitled to deduct liquidated damages from interim certificate of RM7,033,696.27;
- liquidated damages of RM1,468,500 in respect of the TNB sub-station and the three mock-up sample units;
- outstanding overtime claims of RM105,852;
- outstanding TNB charges of RM230,800 for temporary electricity supply to the project site from February 2019 to July 2019;
- cost to employ third party contractors of RM34,994 to rectify for the damage to external bus stop roof and to clear-up and de-silt drains at project site;
- loss and damages for breach of contract;
- interest at a rate of 5% per annum on item (a) to (f).
- costs.

In addition to the above, Wabina had also counterclaimed against SPKL the following:

- a sum of RM26,401,538 under Final Account Claim dated 20 January 2020;
- a sum of RM17,500,000 as general, aggravated and/or exemplary damages;
- interest at 5% per annum on item (a) and (b);
- costs.

Under the contract entered between SPKL and Wabina, the date of commencement of works shall be 1 July 2016 and the works shall be completed within the completion period of twenty-six (26) months from the date of commencement of works, i.e. 31 August 2018. An extension of three months had been granted to Wabina to complete the whole project. As at 5 August 2019, Wabina has breached its obligations under the contract as the work for the project is yet complete. SPKL, however, had disputed Wabina's counterclaim on the basis, amongst others, that the Final Account Claim is premature as the dispute resolution process has yet to be fully exhausted whilst the claim for damages is without basis as the construction contract had been wrongfully terminated by Wabina.

Currently, all proceedings have been stayed pursuant to Section 10 of the Arbitration Act 2005 and the dispute is now being referred to arbitration.

Pursuant to AIAC's appointment, the Arbitrator had issued Procedural Order No.1 and parties are to comply with the Arbitrator's procedural orders stated therein. The Hearing for Arbitration is now fixed on 18 July 2022 until 07 October 2022.

In response to the Adjudication's Decision dated 24 February 2020 in favour of Wabina, SPKL had filed the Originating Summons to set aside the Adjudication decision and the matter is now fixed for decision on 10 March 2021. In respect of Wabina's Originating Summons to enforce the said Adjudication decision, the matter is also now for decision on 10 March 2021.

On 8 May 2020, SPKL had filed the Originating Summons to stay the Adjudication Decision pending final determination of Penang High Court Suit. SPKL has also filed the Application (Enclosure 10) for the proceedings to stay the Adjudication Decision pending final determination of Penang High Court Suit to be heard together with the proceedings to set-aside the Adjudication Decision. The matter is now fixed for Hearing of Originating Summons on 12 April 2021.

Wabina had also served a Notice of Adjudication pursuant to Sections 7 and 8 of the Construction Industry Payment and Adjudication Act 2012 on SPKL with the intention to claim the overdue payment of RM8,688 due under Interim Certificate of Payment No. 37 and overdue payment of RM21,190,132 under progress claim No. 38. The progress claim No. 38 under the Notice of Adjudication was submitted by Wabina after the termination of the contract on 5 August 2019. There is overlapping of the progress claim No. 38 as it is included part of the Final Account Claim of RM26,401,538. In any event, SPKL has disputed the progress claim No. 38 on the basis that Wabina has no contractual basis to submit any further progress payments after the termination of the contract on 5 August 2019. The matter is now pending for appointment of Adjudicator. Vide letter dated 09 December 2020, the AIAC informed that an Adjudicator has been appointed under the Rules for Construction Industry Payment and Adjudication Act 2012 ("CIPAA") in respect of the CIPAA Proceeding.

Thereafter, in response to Wabina's Adjudication Claim filed on 04 January 2021, SPKL had filed the Adjudication Response submitted on 03 February 2021. The matter is now pending for Wabina to file its Adjudication Reply by 25 February 2021.

## 21 Material Litigation (continued)

On 28 May 2020, SPKL had filed an Originating Summons, an injunction against Wabina, to restrain Wabina from presenting or filing a petition to wind-up SPKL. The above proceedings for an injunction was filed following the Notice of Demand dated 8 May 2020 issued by Wabina against SPKL. The learned Judicial Commissioner ordered the Originating Summons be struck out with no order as to costs, subsequent to the acknowledgement and confirmation from Wabina that the Notice of Demand dated 8 May 2020 is not a statutory notice issued under Section 466(1)(a) of the Companies Act 2016.

Wabina had subsequently applied for Judicial Review proceedings to set aside the Companies (Exemption) (No. 2) Order 2020. The Judicial Review proceedings is mainly against Malaysia Government and in particular, the Ministry of Domestic Trade and Consumers Affairs. However, SPKL was named as a respondent in the Judicial Review proceedings since Wabina is alleging that the Companies (Exemption) (No. 2) Order 2020 is preventing Wabina from presenting a winding-up petition against SPKL within 21 days of service of a Section 466 statutory notice demanding for payment of the adjudicated sum. The Court has now fixed the matter for Hearing of the Interlocutory Application in respect of the intended transfer of the matter to Federal Court on 13 April 2021.

On 20 January 2021, SPKL had filed an Originating Summons, an injunction against Wabina, to restrain Wabina from presenting or filing a petition to wind-up SPKL. The above proceedings for an injunction was filed following the Notice of Demand dated 04 January 2021 issued by Wabina against SPKL. Pursuant to the Notice, SPKL is required to pay Wabina the amount of RM7,613,515.46 as at 04 January 2021 within 21 days. The notice was issued pursuant to the Adjudication Decision dated 24 February 2020 in Adjudication No. AIAC/D/ADJ-2825-2019 being interim progress claims by Wabina as the main Contractor to undertake the main building works for a mixed development project on a portion of the land on Lot PT9149, Jalan Sri Permaisuri, Bandar Sri Permaisuri, Wilayah Persekutuan Kuala Lumpur ("the Project") developed by SPKL. The case management was fixed on 25 January 2021 by way of e-Review. The Court has given the ad-interim injunction to restrain Wabina from presenting or filing a petition to wind-up SPKL until 10 March 2021, the same day as the decision date of the application to setting aside the Adjudication's decision.

## 22 Dividends

No dividend has been proposed for the financial period ended 31 December 2020.

## 23 Earnings Per Share

### Basic Earnings per Share

Basic earnings per share is calculated by dividing the profit for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares in issue.

	Quarter ended 31-12-2020 RM'000	Quarter ended 31-12-2019 RM'000	Financial period ended 31-12-2020 RM'000	Financial period ended 31-12-2019 RM'000
Profit attributable to owners of the Company (RM)	(6,630)	155	(6,285)	2,321
Weighted average number of ordinary shares in issue ('000)	237,056,184	237,056,184	237,056,184	237,056,184
Earning per shares (sen)	(2.80)	0.98	(2.65)	0.98

### Diluted Earnings per Share

There is no diluted earnings per share as there were no potential dilutive ordinary shares as at 31 December 2020.

## 24 Profit before taxation

	Current quarter RM'000	Financial year to date RM'000
Profit before taxation is arrived at after crediting/(charging):		
Administrative income	10	13
Interest income	1,585	1,719
Dividend income	72	174
Interest expenses	(554)	(1,253)
Depreciation	(74)	(175)
Fixed assets written off	20	(9)
Loss on disposal of property, plant and equipment	(1)	(1)

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Bursa Listing Requirements are not applicable.

## 25 Auditors' Report on Preceding Annual Financial Statements

The auditors' report in respect of financial statements for the financial year ended 30 June 2020 was not subject to any qualification.