



SIN HENG CHAN (MALAYA) BERHAD

(Reg. No. 196201000185 (4690-V))
(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 December, 2021

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31 DEC 2021 RM'000	PRECEDING YEAR QUARTER 31 DEC 2020 RM'000	CURRENT YEAR TO DATE 31 DEC 2021 RM'000	PRECEDING YEAR TO DATE 31 DEC 2020 RM'000
Revenue	13,988	10,678	49,397	37,155
Cost of Sales	(6,941)	(6,573)	(26,796)	(26,086)
Gross profit	7,047	4,105	22,601	11,069
Other income	1,184	1,619	102,618	4,648
Distribution cost	(298)	(373)	(1,256)	(1,473)
General and administrative expenses	(2,030)	(1,141)	(6,088)	(4,130)
Other operating expenses	(2,186)	(555)	(6,380)	(1,615)
	3,717	3,655	111,495	8,499
Finance cost	(2,814)	(953)	(8,685)	(4,415)
Share of profit of associates	5,180	-	9,759	-
Profit / (Loss) before tax	6,083	2,702	112,569	4,084
Tax (expenses) / credit	(967)	(356)	(739)	127
Profit from operations	5,116	2,346	111,830	4,211
Other comprehensive loss				
<i>Items that will be reclassified subsequently to profit or loss :-</i>				
Net change in fair value:				
- cash flow hedges loss	932	-	-	-
Other comprehensive loss for the period	932	-	-	-
Total comprehensive income for the period	6,048	2,346	111,830	4,211
Profit attributable to :				
Equity holders of the company	5,116	2,346	111,830	4,211
Total comprehensive income attributable to :				
Equity holders of the company	6,048	2,346	111,830	4,211
Earnings per ordinary share				
<i>Basic (sen)</i>	1.94	1.78	52.73	3.19
<i>Diluted (sen)</i>	1.33	1.78	38.43	3.19

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this report)

SIN HENG CHAN (MALAYA) BERHAD (Registration No. 196201000185 (4690-V))

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

(The figures have not been audited)

	AS AT 31 DEC 2021 RM'000	AS AT 31 DEC 2020 RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	81,642	77,384
Investment Properties	356	365
Concession Financial Assets	48,223	50,270
Prepaid Lease Rental	16,406	16,875
Intangible Assets	22,843	23,443
Investment in Associates	242,971	-
	412,441	168,337
Current Assets		
Inventories	1,134	1,572
Concession Financial Assets	2,047	1,927
Trade Receivables	5,121	4,835
Other Receivables, Deposits and Prepayments	2,016	3,757
Biological Assets	1,408	907
Tax Recoverable	7	-
Other Investments	14,391	-
Fixed Deposits, Cash and Cash Balances	42,926	21,856
	69,050	34,854
TOTAL ASSETS	481,491	203,191
EQUITY & LIABILITIES		
Share Capital	181,355	123,992
Irredeemable Convertible Preference Shares	39,600	-
Reserves	73,496	(38,334)
Equity Attributable To Equity Holders Of The Company	294,451	85,658
Non-Current Liabilities		
Borrowings	149,635	91,551
Lease Liabilities	2,532	1,248
Other Payables	155	6
Deferred Tax Liability	7,931	7,231
	160,253	100,036
Current Liabilities		
Trade Payables	2,521	3,113
Other Payables and Accruals	4,666	9,414
Borrowings	18,669	4,464
Lease Liabilities	908	481
Tax liabilities	23	25
	26,787	17,497
TOTAL EQUITY AND LIABILITIES	481,491	203,191
Net assets per share (RM)	1.01	0.65
Number of ordinary shares ('000)	292,877	131,867

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this report)

SIN HENG CHAN (MALAYA) BERHAD (Registration No. 196201000185 (4690-V))

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

(The figures have not been audited)

	<----- Attributable to equity holders of the Company ----->			
	<----- Non-distributable -----> Ordinary Share RM'000	Irredeemable Convertible Preference Share RM'000	<-- Distributable --> Accumulated Profit / (Loss) RM'000	Total RM'000
<u>12 months quarter ended 31 Dec 2021</u>				
At 1 January 2021	123,992	-	(38,334)	85,658
Net profit for the financial period	-	-	111,830	111,830
Issuance of ordinary shares	57,363	-	-	57,363
Issuance of irredeemable convertible preference shares	-	39,600	-	39,600
Other comprehensive loss	-	-	-	-
At 31 December 2021	181,355	39,600	73,496	294,451
<u>12 months quarter ended 31 December 2020</u>				
At 1 January 2020	123,992	-	(42,545)	81,447
Net profit for the financial period	-	-	4,211	4,211
At 31 December 2020	123,992	-	(38,334)	85,658

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this report)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

(The figures have not been audited)

	12 MONTHS PERIOD ENDED 31 DEC 2021 RM'000	12 MONTHS PERIOD ENDED 31 DEC 2020 RM'000
Profit before tax	112,569	4,084
Adjustment for :		
Amortisation of prepaid lease and intangible assets	1,078	1,078
Depreciation of property, plant & equipment	5,695	5,026
Fair value changes in biological asset	(501)	(138)
Share of result in associate company	(9,759)	-
Finance costs	8,685	4,415
Property, plant and equipment written off	-	9
Discounts received	-	(500)
Loss on disposal of property, plant & equipment	-	(69)
Fair value movement on other investment	(11)	-
Negative goodwill	(98,302)	-
Finance income from concession financial asset	(3,272)	(3,385)
Interest income	(354)	(171)
Income from other investment	(63)	-
Operating Profit before working capital changes	15,765	10,349
Decrease in concession financial assets	5,198	5,198
Decrease in inventories	438	203
Decrease in trade and other receivables	1,456	1,137
Decrease in trade and other payables	(3,001)	(6,973)
Decrease in amount owing to related parties	-	(2,169)
Cash from operations	19,856	7,745
Interest paid	(678)	(56)
Tax received	-	256
Tax paid	(49)	(8)
Net cash from operating activities	19,129	7,937
Cash flows from/(used in) investing activities		
Dividend received from associates company	8,800	-
Issuance of ordinary shares	21,064	-
Acquisition of subsidiary	(70,000)	-
Purchase of other investment	(14,380)	-
Purchase of property, plant and equipment	(9,954)	(3,874)
Proceeds from disposal of property, plant & equipment	-	90
Income from other investment	63	-
Interest received	354	171
Net (cash used) in investing activities	(64,053)	(3,613)
Cash flows from/(used in) financing activities		
Proceeds from long term borrowings	65,867	72,078
Repayment of term loan	(3,742)	(42,333)
Proceed/(Repayment) of hire-purchase - net	1,712	748
Interest paid	(7,026)	(4,359)
Net cash from/(used in) financing activities	56,811	26,134
NET CHANGE IN CASH AND CASH EQUIVALENTS	11,887	30,458
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	21,782	(8,676)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD/YEAR	33,669	21,782
Cash and Cash Equivalents at end of period consist of:-	-	-
Deposits with licensed banks	39,389	17,375
Cash and bank balances	3,537	4,481
Less : Bank Overdrafts	(9,257)	(74)
	33,669	21,782
Less : Deposits pledged as security	(2,000)	-
	31,669	21,782

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this report)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 DEC 2021

PART A : EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 Basis of preparation

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

The financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020. These 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 Group since the financial year ended 31 December 2020.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the last audited financial statements for the financial year ended 31 December 2020.

In conjunction with the planned convergence of Financial Reporting Standards (“FRS”) with International Financial Reporting Standard as issued by the International Accounting Standards Board, the MASB issued a new approved accounting standard framework, the MFRSs, for application in the annual periods beginning on or after 1st January 2012.

The MFRS Framework is a mandatory for adoption by all Entities Other Than Private Entities, with the exception of entities subject to the application of MFRS 141 Agriculture and/or IC Int 15 Agreement for the Construction of Real Estate (“Transitioning Entities”). The Group falls within the definition of Transitioning Entities and the financial statements for the annual period beginning on 1 January 2017 will be prepared in accordance with the MFRS and International Financial Reporting Standards.

The significant accounting policies and methods of computation adopted are consistent with those of the most recent audited financial statements for the year ended 31 December 2020 except for the adoption of new and amended FRSS, IC Interpretations and new MFRSs which are relevant to its operations and effective for the financial periods beginning on or after 1 January 2021. The standards and amendments that have been issued and effectively beginning on or after 1 January 2021 are as follows:

- a) **Standards, amendments to published standards and interpretations that are effective and adopted during the financial year**
- Amendments to MFRS 9, MFRS 139, and MFRS 7 “Interest Rate Benchmark Reform – Phase 2”
 - Amendments to MFRS 16 “Interest Rate Benchmark Reform – Phase 2”

A1 Basis of preparation (Cont'd)

b) Standards and amendments that have been issued but not yet effective

Effective for financial year beginning on or after 1 January 2022

- Amendments to MFRS 3, "Reference to Conceptual Framework"
- Amendments to MFRS 116, "Proceeds Before Intended Use"
- Amendments to MFRS 137, "Onerous Contracts - Cost of Fulfilling a Contract"
- Amendments to MFRS 9, "Fees in the 10% Test for Derecognition of Financial Liabilities"

Effective for financial year beginning on or after 1 January 2023

- Amendments to MFRS 101, "Classification of Liabilities as Current or Non-Current"

The above procurements are either not relevant or do not have any impact on the financial statements of the Company.

A2 Auditors' Report on Preceding Annual Financial Statements

There was no qualification in the audit report of the preceding annual financial statements.

A3 Seasonal or cyclical factors of the Group's operations

The prices for the Group's plantation products are not within the control of the Group but are determined by the price of Crude Palm Oil (CPO), which in turn depends on several factors including the global supply and demand of competing vegetable oils, crude oil prices, and general global economic growth conditions.

Crop production is seasonal. Based on statistics, the Group's production of Fresh Fruit Bunches (FFB) gradually increases in the second quarter and reaches its peak during the third and fourth quarters. This pattern can be affected by rainfall in the Group's estates and severe global weather conditions such as El-Nino and La Nina.

The profits for this segment of the Group are primarily determined by the price of FFB and the volume of production from the Group's estates.

The Group's other businesses in energy and facilities management are not affected by seasonal or cyclical factors.

A4 Unusual items

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence in the current quarter.

A5 Changes in estimates

There were no changes in estimates of amounts reported in prior interim periods or changes in estimates of amounts reported in prior financial years, which have a material effect in the current quarter.

A6 Debt and Equity Securities

Save as disclosed in Section B9(i) below, there were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter.

A7 Dividend

There was no dividend paid, declared or proposed in the current quarter.

A8 Segmental analysis

The Group is organised into the following operating divisions:

- (i) Oil Palm Plantations
- (ii) Energy and Facilities Management
- (iii) Investment Holding
- (iv) Others

The Segmental Information for the year ended 31 Dec 2021 :

	Oil Palm Plantations	Energy & Facilities Management	Investment Holding	Others	Elimination	Group Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	36,657	12,740	-	-	-	49,397
<u>Segment results</u>						
Profit / (loss) from operations	13,260	6,374	(3,358)	(34)	95,253	111,495
Finance cost	(2,222)	(6,537)	(1,887)	-	1,961	(8,685)
Share profit of associates	-	9,759	-	-	-	9,759
Profit / (Loss) before tax	11,038	9,596	(5,245)	(34)	97,214	112,569
Tax credit / (expenses)	-	(1,043)	-	-	304	(739)
Profit / (Loss) for the period	11,038	8,553	(5,245)	(34)	97,518	111,830

A9 Valuations of property, plant and equipment

There were no amendments in the valuations of property, plant and equipment during the financial period. The valuations have been brought forward without adjustment from the audited financial statements for the year ended 31 December 2020.

A10 Material events subsequent to the end of the interim period

There were no material events subsequent to 31 December 2021 and up to the date of the issuance of this quarterly report that have not been reflected in this quarterly report.

A11 Changes in the Composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings and discontinued operations for the current quarter.

A12 Contingent liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 December 2021.

A13 Capital Commitments

There are no capital commitments approved or contracted as at 31 December 2021.

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES
BERHAD'S LISTING REQUIREMENTS**

B1 Review of Performance

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter	Preceding Year Corresponding Quarter	Change	Current Year Quarter	Preceding Year Corresponding Quarter	Change
	31 Dec 2021 RM '000	31 Dec 2020 RM '000		31 Dec 2021 RM '000	31 Dec 2020 RM '000	
Revenue			%			%
Oil Palm Plantations	10,550	7,366	43.2%	36,657	24,268	51.1%
Energy and Facility Management	3,438	3,312	3.8%	12,740	12,887	-1.1%
Total Revenue	13,988	10,678	31.0%	49,397	37,155	32.9%
Segment results						
Oil Palm Plantations	3,413	1,886	81.0%	11,038	1,412	681.7%
Energy and Facility Management	4,122	1,282	221.5%	9,596	4,043	137.3%
Investment Holding	(987)	(160)	-516.9%	(5,245)	(78)	-6624.4%
Others	(9)	(20)	55.0%	(34)	(54)	37.0%
Eliminations	(456)	(286)	-59.4%	97,214	(1,239)	7946.2%
Profit Before Tax	6,083	2,702	125.1%	112,569	4,084	2656.3%
Operational Statistics						
Production (MT)	9,839	11,168	-11.9%	40,737	45,649	-10.8%
Ave. CPO Price*	5,157	3,348	54.0%	4,421	2,767	59.8%
Ave. FFB Price	1,073	662	62.1%	902	533	69.2%

*Extracted from MPOB Peninsular Malaysia Average

(A) Performance of the current quarter against the preceding year corresponding quarter

Revenue

The Group's total revenue for the current quarter ended 31 December 2021 was RM13.99 million, representing an increase of 31.0% when compared to the revenue of RM10.68 million in the preceding year corresponding quarter ended 31 December 2020. The increase in revenue was driven by an increase in revenue from the oil palm plantations segment.

Oil Palm Plantations

For the current quarter under review, the Group's oil palm plantations segment recorded a total revenue of RM10.55 million, a 43.2% increase when compared to the preceding year corresponding quarter. This was mainly due to significant increases in the average prices of CPO and FFB, which increased by 54.0% and 62.1% respectively compared to the preceding year corresponding quarter. The increases in prices mitigated the reduction in FFB production from the Group's estates which declined by 11.9% compared to the preceding year corresponding quarter. Compared to the previous year, the Group's FFB production in the current quarter was affected by a shortage of labour and adverse weather conditions experienced in late 2021.

B1 Review of Performance (continued)

(A) Performance of the current quarter against the preceding year corresponding quarter (cont'd)

Energy and Facilities Management

For the current quarter under review, this segment contributed RM3.44 million to the Group's revenue, representing an increase of 3.8% as compared to RM3.31 million in the preceding year corresponding quarter. The higher revenue was due to an increase in consumption of chilled water from the Group's cooling system in Melaka.

Profit / (Loss) before tax

For the quarter ended 31 December 2021, the Group recorded a profit before tax of RM6.08 million as compared to a profit before tax of RM2.70 million in the preceding year corresponding quarter ended 31 December 2020. This was driven by improved financial performances from both of the Group's core business segments.

For the current quarter, the oil palm plantation segment registered a profit of RM3.41 million compared to a profit of RM1.89 million in the corresponding quarter in 2020, which was mainly due to the significant increases in the average prices of CPO and FFB over the same period.

Profits from the energy and facility management segment increased by 221.5% to RM4.12 million. This was mainly due to the inclusion of the results from the Group's recently acquired subsidiary, Tunas Selatan Pagoh Sdn Bhd, which was completed on 21 May 2021.

(B) Performance of the current financial period to-date against preceding year corresponding financial period

Revenue

The Group's revenue for the financial year ended 31 December 2021 increased by 32.9% to RM49.40 million as compared to RM37.16 million in the preceding year ended 31 December 2020. The increase in revenue was mainly contributed by the increase in revenue from the oil palm plantations segment.

Oil Palm Plantations

For the financial year ended 31 December 2021, revenue of the segment has increased by 51.1% to RM36.66 million from RM24.27 million in the preceding year. This was mainly contributed from the significant increases in the average prices of CPO and FFB, which increased by 59.8% and 69.2% respectively compared to the same financial year in 2020. The increase in average CPO and FFB prices has mitigated the decrease in the Group's FFB production, which declined by 4,912mt or 10.8% compared to the preceding year ended 31 December 2020.

B1 Review of Performance (continued)

(B) Performance of the current financial period to-date against preceding year corresponding financial period (cont'd)

Energy and Facilities Management

This segment contributed RM12.74 million to the Group's revenue in the financial year ended 31 December 2021 compared to RM12.89 million in the preceding financial year. The lower revenue was due to lower consumption of chilled water from the Group's cooling system in Melaka caused by the imposition of Movement Control Order.

Profit / (Loss) before tax

The Group recorded a profit before tax of RM112.57 million as compared to a profit before tax of RM4.08 million in the preceding financial year ended 31 December 2020.

The large increase in the Group's profitability compared to the preceding year corresponding quarter was mainly due to the recognition of negative goodwill amounting to RM98.30 million arising from the acquisition of the entire equity interest in Tunas Selatan Pagoh Sdn Bhd, which was completed on 21 May 2021. At the same time, the Group incurred one-off expenses relating to the acquisition of RM1.27 million.

Absent this one-off gain, the Group also registered significant improvements in the operating profit of both business segments compared to the preceding year.

For the financial year ended 31 December 2021, the oil palm plantations segment registered a profit of RM11.04 million compared to a profit of RM1.41 million in the preceding financial year. This was mainly due to the significant increases in the average prices of CPO and FFB over the same financial year.

Profits from the energy and facility management segment increased by 137.3% to RM9.60 million which was mainly due to the inclusion of the results of the Group's recently acquired subsidiary, Tunas Selatan Pagoh Sdn Bhd, which was completed on 21 May 2021.

B2 Material Changes in Current Quarter Results Compared with Preceding Quarter

	Current Quarter	Immediate Preceding Quarter	Variance	
	31 Dec 2021 RM'000	30 Sep 2021 RM'000	Amount RM'000	%
Production (MT)	9,839	9,735	104	1.1%
Ave. CPO Price*	5,157	4,418	739	16.7%
Ave. FFB Price	1,073	886	187	21.1%
<u>Revenue</u>				
Oil Palm Plantations	10,550	8,607	1,943	22.6%
Energy and Facility Management	3,438	3,046	392	12.9%
Total Revenue	13,988	11,653	2,335	20.0%
<u>Segment results</u>				
Oil Palm Plantations	3,413	2,951	462	15.7%
Energy and Facility Management	4,122	3,293	829	25.2%
Investment Holding	(987)	(284)	(703)	-247.5%
Others	(9)	(12)	3	25.0%
Eliminations	(456)	(316)	(140)	-44.3%
Profit before tax	6,083	5,632	451	8.0%

For the three months period ended 31 December 2021, the Group recorded revenue of RM13.99 million as compared to RM11.65 million recorded in the immediate preceding quarter ended 30 September 2021.

The increase in revenue in the oil palm plantations segment can be attributed to a slight increase in FFB production of 104 mt as well as higher CPO and FFB prices which increased by 16.7% and 21.1% respectively compared to the immediate preceding quarter.

As a result of this, the Group recorded a profit before tax of RM6.08 million for the current quarter as compared to a profit before tax of RM5.63 million in the immediate preceding quarter ended 30 September 2021.

B3 Profit Forecast or Profit Guarantee

The Group has not issued any profit forecasts for the quarter under review.

B4 Dividends

No interim dividend has been paid, declared or proposed for the period ending 31 December 2021.

B5 Prospects

In 2022, the Group's performance in the oil palm plantations segment will be primarily influenced by CPO and Palm Kernel ("PK") prices and our FFB production. CPO and PK prices are both largely dependent on various factors such as the supply and demand of palm oil, global weather conditions, prices and production of substitute vegetable oils, crude oil prices, and general global economic conditions. In early 2022, CPO prices have remained elevated due to weaker supply owing to acute, industry-wide labour shortages, tight edible oil inventories, subdued soy oil output, and high crude oil prices. The sustainability of these prices will depend on issues affecting these key factors, such as the speed of foreign workers intake into Malaysia, and export demand from China and India.

Notwithstanding this, the Group remains fundamentally optimistic about the long-term prospects of the palm oil industry. The Group plans to increase its FFB production by focusing on increasing yield from existing areas, expansion through new planting, and where suitable, replanting of low yielding areas that have tall and aging palm trees.

The energy and facilities management segment is expected to contribute strong and recurring earnings to the Group, led by the encouraging performance of its newly acquired subsidiary, Tunas Selatan Pagoh Sdn Bhd. The Group will continue to focus on cost and operational efficiencies to improve the segment's performance.

Moving forward, the Group continues to prospect for new opportunities and sustainable businesses which can grow shareholder value in the long run.

B6 Taxation

	Current Quarter 31.12.2021 RM'000	Cumulative Quarter 31.12.2021 RM'000
On current year's results		
- Transfer from / (to) deferred taxation	(927)	(699)
- Under provision for prior year	(10)	(10)
- Provision for current year	(30)	(30)
	<u>(967)</u>	<u>(739)</u>

B7 Group Borrowings

Details of the Group's borrowings as at 31 Dec 2021 were as follows:-

Borrowings	Short Term RM'000	Long Term RM'000	Total RM'000
Secured	<u>18,669</u>	<u>149,635</u>	<u>168,304</u>

The credit facilities of the group are obtained by a charge over all its assets and corporate guarantee.

Borrowings are denominated in Ringgit Malaysia.

B8 Material litigation

The Group is not engaged in any material litigation and is not aware of any proceedings which might materially affect the Group for the current financial year.

B9 Status of Corporate Proposals

(i) Private Placement of Up To 20% of the Total Number of Issued Shares of SHC

On 5 November 2021, the Company announced that it proposes to undertake a Private Placement of up to 20% of the total number of issued shares of SHC to third party investors to be identified at a later date.

On 10 November 2021, a listing application in relation to the Proposed Private Placement was submitted to Bursa Malaysia Securities Berhad.

On 12 November 2021, additional information in relation to the Proposed Private Placement was announced.

On 15 November 2021, Bursa Malaysia Securities Berhad has resolved to approve the listing of and quotation for up to 61,824,077 new Shares to be issued pursuant to the Proposed Private Placement, subject to the conditions as listed in the Company announcement on 16 November 2021.

On 10 December 2021, the Company announced that 37,824,000 Placement Shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad, which marks the completion of the Private Placement.

The status of the utilisation of the proceeds as at 23 February 2022 arising from the private placement is as follows:

Purpose	Estimated timeframe for utilisation	Proposed Utilisation RM'000	Actual Utilisation		Deviation		Explanations
			RM'000	%	RM'000	%	
Business expansion for plantations segment	36 months	12,559	1,500	11.94	11,059	88.06	On going
Working capital	12 months	2,500	0	0	2,500	100.0	On going
Estimated expenses for Proposed Private Placement	Upon completion	70	70	100.0	0	0	Completed
Total		15,129	1,570	10.38	13,559	89.62	

B10 Basic/diluted earnings / (loss) per share (EPS)

The basic EPS is calculated based on the Group's profit attributable to the ordinary equity holders of the Company of RM111.83 million for the financial year by the weighted average number of ordinary shares of 292,877,387 in issue during the financial year; whereas diluted earnings per share is calculated based on the weighted average number of shares plus weighted average irredeemable convertible preference shares of 120,000,000.

B11 Gains / (losses) arising from fair value changes of financial liabilities

There were no gains / (losses) during this quarter arising from fair value changes of financial liabilities.