



SAPURA RESOURCES BERHAD  
(Company No.: 195701000235 (3136-D))

Interim Financial Statements for the 4th Quarter Ended 31 January 2023

The Board of Directors hereby announce the  
Unaudited financial results of the Group for the 4th Quarter Ended 31 January 2023

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SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q4FY2023  
YEAR ENDING 31 JANUARY 2023

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))  
Unaudited Condensed Consolidated Statements of Comprehensive Income  
for the 4th Quarter Ended 31 January 2023

Note	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	Unaudited 31.01.2023	Audited 31.01.2022	Unaudited 31.01.2023	Audited 31.01.2022
	RM'000	RM'000	RM'000	RM'000
	15,505	10,901	55,708	45,171
	(39,384)	(93,767)	(99,123)	(258,291)
3	125,711	1,222	161,087	2,698
	101,832	(81,644)	117,672	(210,422)
	578	-	968	-
	(9,419)	(10,741)	(38,773)	(13,770)
	92,991	(92,385)	79,867	(224,192)
	1,198	360	376	112
	(1,234)	(16,472)	(7,562)	(44,732)
	92,955	(108,497)	72,681	(268,812)
17	-	4,714	-	4,044
	92,955	(103,783)	72,681	(264,768)
	93,005	(102,896)	72,771	(263,485)
	(50)	(887)	(90)	(1,283)
	92,955	(103,783)	72,681	(264,768)
	66.62	(73.71)	52.13	(188.74)
25	66.62	(73.71)	52.13	(188.74)

These unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2022.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q4FY2023  
YEAR ENDING 31 JANUARY 2023

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))  
Unaudited Condensed Consolidated Statement of Financial Position as at 31 January 2023

	Note	Unaudited 31.01.2023 RM'000	Audited 31.01.2022 RM'000
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment		24,766	28,774
Investment properties		498,435	415,028
Right-of-use assets		13,991	11,202
Finance lease receivable		29,989	-
Other Receivables		3,911	3,911
Intangible assets	18	-	-
Investments in an associate		18,222	17,846
Investments in joint ventures		185,402	170,098
		<u>774,716</u>	<u>646,859</u>
<b>CURRENT ASSETS</b>			
Inventories		87	-
Trade and other receivables		14,513	8,439
Prepayments		1,499	1,874
Tax recoverable		2,235	2,173
Other current financial assets	19	16	20
Short term investment		-	12,943
Cash and cash equivalents		32,659	28,583
		<u>51,009</u>	<u>54,032</u>
<b>TOTAL ASSETS</b>		<u>825,725</u>	<u>700,891</u>
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to Owners of the Parent			
Share capital		139,600	139,600
Other reserves		2,581	2,581
Retained profits/(Accumulated losses)		71,069	(1,702)
Equity attributable to owners of the parent		<u>213,250</u>	<u>140,479</u>
Non-controlling interests		(2,262)	(2,172)
Total Equity		<u>210,988</u>	<u>138,307</u>
Non-current liabilities			
Lease liabilities		433,092	478,772
Loans and borrowings	23	-	121
		<u>433,092</u>	<u>478,893</u>
Current Liabilities			
Trade and other payables	21	155,299	45,543
Provisions	22	8,211	12,275
Lease liabilities		18,135	13,753
Loans and borrowings	23	-	12,120
		<u>181,645</u>	<u>83,691</u>
Total liabilities		<u>614,737</u>	<u>562,584</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>825,725</u>	<u>700,891</u>
<b>NET ASSETS PER SHARE (RM)</b>		<u>1.51</u>	<u>0.99</u>

These unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2022.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q4FY2023  
YEAR ENDING 31 JANUARY 2023

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))  
Unaudited Condensed Consolidated Statement of Changes in Equity  
for the 4th Quarter Ended 31 January 2023

	<-----Attributable to owners of the parent----->					
	<- Non- distributable->		<----- Distributable----->			
	Share Capital	Capital Reserve	General Reserve	Retained Profits/ (Accumulated losses)	Non-controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1.2.2022	139,600	1,481	1,100	(1,702)	(2,172)	138,307
Total comprehensive profit for the period	-	-	-	72,771	(90)	72,681
At 31.01.2023	<u>139,600</u>	<u>1,481</u>	<u>1,100</u>	<u>71,069</u>	<u>(2,262)</u>	<u>210,988</u>
At 1.2.2021	139,600	1,481	1,100	261,783	(889)	403,075
Total comprehensive loss for the period	-	-	-	(263,485)	(1,283)	(264,768)
At 31.01.2022	<u>139,600</u>	<u>1,481</u>	<u>1,100</u>	<u>(1,702)</u>	<u>(2,172)</u>	<u>138,307</u>

These unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2022.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q4FY2023  
YEAR ENDING 31 JANUARY 2023

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))  
Unaudited Condensed Consolidated Statement of Cash Flows  
for the 4th Quarter Ended 31 January 2023

	Unaudited for the Year ended 31.01.2023	Audited for the Year ended 31.01.2022
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/ (Loss) before tax	72,681	(268,812)
Adjustment for:		
Non-cash items	(80,394)	274,513
(Loss)/profit before working capital changes	(7,713)	5,701
Net change in current assets	(5,786)	(7,435)
Net change in current liabilities	67,908	(21,913)
Net tax paid	(62)	(785)
Net cash generated from/(used in) operating activities	<u>54,347</u>	<u>(24,432)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of non current assets	(3,299)	(12,138)
Profits distribution received from short term investment	161	-
Profits distribution received from short term deposit	93	90
Proceeds from disposal of property, plant and equipment	2,556	-
Interest received	253	-
Net withdrawal from short term investment	12,943	55,302
Investment in joint venture companies	(40,000)	-
Net cash (used in)/generated from investing activities	<u>(27,294)</u>	<u>43,254</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayment of lease liabilities	(3,255)	(15,828)
Interest paid	(401)	(385)
Net withdrawal of hire-purchase	(180)	(95)
Net drawdown/(repayment) of other short term borrowings	(12,070)	5,000
Net cash (used in)/generated from financing activities	<u>(15,907)</u>	<u>(11,308)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	11,146	7,514
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	21,513	13,999
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>32,659</u>	<u>21,513</u>
<b>CASH AND CASH EQUIVALENTS</b>		
CASH IN HAND AND BANKS	32,659	18,583
SHORT-TERM DEPOSITS	-	10,000
BANK OVERDRAFTS	-	(7,070)
	<u>32,659</u>	<u>21,513</u>

These unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2022.

EXPLANATORY NOTES

1 BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention. The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Chapter 9.22, part K of Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial report is in compliance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the explanatory notes attached to the interim financial statements which 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.

2 CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 February 2022, the Group adopted the following new and amended MFRS and IC Interpretations mandatory for annual financial periods beginning on or after 1 January 2022.

<u>Description</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to MFRS 1: <i>First-time Adoption of Malaysian Financial Reporting Standards</i> (Annual Improvements to MFRS Standards 2018 - 2020)	1 January 2022
Amendments to MFRS 9: <i>Financial Instruments</i> (Annual Improvements to MFRS Standards 2018 - 2020)	1 January 2022
Amendments to MFRS 3: <i>Business Combinations</i> (Reference to the Conceptual Framework Standards 2018 - 2020)	1 January 2022
Amendments to MFRS 116: <i>Property, Plant and Equipment</i> (Property, Plant and Equipment - Proceeds before Intended Use)	1 January 2022
Amendments to MFRS 137: <i>Provisions, Contingent Liabilities and Contingent Assets</i> (Onerous Contracts - Cost of Fulfilling a Contract)	1 January 2022
Amendments to MFRS 141: <i>Agriculture</i> (Annual Improvements to MFRS Standards 2018 - 2020)	1 January 2022
Amendments to Illustrative Examples accompanying MFRS 16 <i>Leases</i> (Annual Improvements to MFRS Standards 2018 - 2020)	1 January 2022

The adoption of the above Amendments to MFRS and IC Interpretation did not have any significant financial impact to the Group.

EXPLANATORY NOTES (CONT'D.)

2 CHANGES IN ACCOUNTING POLICIES (CONT'D.)

Standards and interpretations issued but not yet effective (cont'd)

The Group has not adopted the following standards and interpretations that have been issued but not yet effective (cont'd).

<u>Description</u>	<u>Effective for annual periods beginning on or after</u>
MFRS 17: <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17: <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17: <i>Insurance Contracts</i> ( <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i> )	1 January 2023
Amendments to MFRS 101: <i>Presentation of Financial Statements</i> ( <i>Classification of Liabilities as Current or Non-Current</i> )	1 January 2023
Amendments to MFRS 101: <i>Presentation of Financial Statements and MFRS Practice Statement 2</i> ( <i>Disclosures of Accounting Policies</i> )	1 January 2023
Amendments to MFRS 108: <i>Accounting Policies, Changes in Accounting Estimates and Errors (Definition of Accounting Estimates)</i>	1 January 2023
Amendments to MFRS 112: <i>Income Taxes</i> ( <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i> )	1 January 2023
Amendments to MFRS 10: <i>Consolidated Financial Statements (Sale or Contribution of Assets between an Investor and its Associate or Joint Venture)</i>	Deferred
Amendments to MFRS 128: <i>Investments in Associates and Joint Ventures (Sale or Contribution of Assets between an Investor and its Associate or Joint Venture)</i>	Deferred

The Group are expected to apply the above mentioned pronouncements beginning from the respective dates the pronouncements become effective. The initial application of the abovementioned pronouncements are not expected to have any material impacts to the financial statements of the Group.

3 OTHER INCOME

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.01.2023 RM'000	31.01.2022 RM'000	31.01.2023 RM'000	31.01.2022 RM'000
Profits distribution received from short term investment	-	80	161	723
Profits distribution received from short term deposit	-	50	93	90
Reversal of impairment on investment properties	122,985	-	122,985	-
Gain on disposal of property, plant and equipment	1,914	-	2,556	-
Gain on lease modification	61	1,055	61	1,092
Gain on termination of lease	-	-	-	26
Reversal of allowances for impairment of trade and other receivables	103	4	468	758
Miscellaneous income	648	33	34,764	9
	<u>125,711</u>	<u>1,222</u>	<u>161,087</u>	<u>2,698</u>

Included in miscellaneous income are the following:

- (i) the reversal of provision for indemnity to APIIT Sdn. Bhd. ("APIIT") amounting to RM3.0 million (refer Note 14 (i) and Note 22).
- (ii) the one-off gain upon recognition of finance lease receivables in accordance with MFRS 16 amounting to RM34.0 million.
- (iii) the recognition of sales proceeds for STSB assets disposal amounting to RM2.6 million.

4 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 January 2022 was not qualified.

5 SEASONAL OR CYCLICAL FACTORS

**The Group's performance is not significantly affected by any seasonal or cyclical fluctuations.**

6 UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

EXPLANATORY NOTES (CONT'D.)

7 CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in estimates of the amounts reported in the previous financial period that have a material effect on the results of the current reporting period.

8 DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale or repayment of debt and equity securities.

9 SEGMENTAL INFORMATION

For management purposes, the Group is organised into business units based on their products and services, and has four reportable operating segments as follows:

- (i) Investment holding - equity investment, including group-level corporate services and business development functions.
- (ii) Property investment - rental of investment properties.
- (iii) Business Aviation - provision of hangarage services, ground handling, aircraft management, engineering services and other aviation related services.
- (iv) Maintenance, repair and overhaul ("MRO") - provision of MRO services for commercial aircraft and the related services.

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.01.2023 RM'000	31.01.2022 RM'000	31.01.2023 RM'000	31.01.2022 RM'000
Revenue				
Investment holding	170	856	586	3,265
Property Investment	5,803	5,946	27,133	24,908
Aviation	9,666	4,890	28,589	19,845
MRO	(108)	98	85	509
Eliminations	(26)	(889)	(685)	(3,356)
	<u>15,505</u>	<u>10,901</u>	<u>55,708</u>	<u>45,171</u>
Profit/(Loss) before tax:				
Investment holding	(8,500)	(62,061)	(12,115)	(66,543)
Property Investment	99,740	(74,325)	92,049	(191,919)
Aviation	1,386	(2,986)	(1,272)	(5,118)
MRO	1,177	(17,726)	1,969	(25,650)
Eliminations	(811)	64,713	(764)	65,038
	<u>92,991</u>	<u>(92,385)</u>	<u>79,867</u>	<u>(224,192)</u>
Share of result of an associate	1,198	360	376	112
Share of result of joint ventures	(1,234)	(16,472)	(7,562)	(44,732)
Profit/(Loss) before tax:	<u>92,955</u>	<u>(108,497)</u>	<u>72,681</u>	<u>(268,812)</u>

No geographical segment is presented as the Group's activities are carried out in Malaysia.

10 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group since the last annual reporting date.

11 CONTINGENT LIABILITIES

There were no material changes in contingent liabilities of the Group since the last annual reporting date.



EXPLANATORY NOTES (CONTD.)

12 CAPITAL COMMITMENTS

	As at 31.01.2023 RM'000	As at 31.1.2022 RM'000
Approved and contracted for:		
Property, plant and equipment	839	810
Approved but not contracted for:		
Property, plant and equipment	4,301	9,167
Investment in joint ventures	25,326	65,326
	<u>30,466</u>	<u>75,303</u>

13 REVIEW OF GROUP PERFORMANCE

13.1 Three (3) months results - Q4 FY2023 vs Q4 FY2022

The Group revenue for the three (3) months period under review increased from RM10.9 million to RM15.5 million mainly due to the higher revenue derived from the Aviation and Property segments.

The Group recorded a profit before tax for the three (3) months period under review of RM92.9 million from a loss before tax of RM108.5 million mainly due to the reversal of impairment of the MLA asset amounting to RM122.9 million during the quarter under review.

13.2 Current quarter vs. immediate preceding quarter (Q4 FY2023 vs Q3 FY2023)

	Current Quarter 31.01.2023 RM'000	Immediate Preceding Quarter 31.10.2022 RM'000
Revenue	15,505	14,657
Operating profit/(loss)	101,832	27,245
Profit/(Loss) before tax	<u>92,955</u>	<u>16,465</u>

The Group recorded a profit before taxation of RM92.9 million in the current quarter, which was higher by RM76.5 million as compared to the profit before taxation of RM16.5 million in the immediate preceding quarter mainly due to the reversal of impairment of the MLA asset amounting to RM122.9 million during the quarter under review.

14 SEGMENTAL ANALYSIS

(i) Investment holding

Q4 FY2023 vs Q4 FY2022

The segment recorded loss before taxation of RM8.5 million in Q4 FY2023 as compared to a loss before taxation of RM62.1 million in Q4 FY2022 as there was an impairment made for investment in subsidiaries in the previous financial year.

(ii) Property Investment

Q4 FY2023 vs Q4 FY2022

Revenue slightly decreased from RM5.9 million in Q4 FY2022 to RM5.8 million in Q4 FY2023.

The segment recorded a profit before taxation of RM99.7 million in Q4 FY2023 as compared to a loss before taxation of RM74.3 million in Q4 FY2022 mainly due to the reversal of impairment of the MLA asset amounting to RM122.9 million during the quarter under review.

EXPLANATORY NOTES (CONT'D.)

14 SEGMENTAL ANALYSIS (CONT'D)

(iii) Aviation

Q4 FY2023 vs Q4 FY2022

Revenue for Q4 FY2023 increased to RM9.7 million from RM4.9 million in Q4 FY2022 mainly due to the increase aircraft management and rental revenue.

The segment recorded profit before taxation of RM1.4 million in Q4 FY2023 as compared to a loss before taxation of RM3.0 million in Q4 FY2022 due to the significant increase in revenue and the one-off gain upon recognition of a finance lease receivable in accordance with MFRS 16 amounting to RM3.0 million.

(iv) MRO

Q4 FY2023 vs Q4 FY2022

The segment recorded profit before taxation of RM1.2 million in Q4 FY2023 as compared to a loss before tax of RM17.7 million in Q4 FY2022 mainly due to gain from the disposal of fixed assets. On 24 November 2022, a Creditor's Winding-up Petition was received (refer Note 24 (2)).

15 PROFIT FORECAST

No profit forecast was issued for the financial period.

16 PROSPECTS

**The Property and Business Aviation segments will continue to contribute towards the Group's revenue. In the meantime the Group is reviewing all its investment portfolio to ensure long-term viability, profitability and sustainability**

17 TAXATION

	12 months ended 31.01.2023	12 months ended 31.01.2022
	RM'000	RM'000
Malaysian taxation	-	(4,044)

EXPLANATORY NOTES (CONT'D.)

18 INTANGIBLE ASSETS

	As at 31.01.2023 RM'000	As at 31.1.2022 RM'000
Cost		
At beginning/ end of period	2,389	2,389
Accumulated impairment		
At beginning/ end of period	2,389	2,389
Net carrying amount	<u>-</u>	<u>-</u>

The cost of goodwill, which has been allocated to the Group's CGUs identified according to the business segments is as follows:

	As at 31.01.2023 RM'000	As at 31.1.2022 RM'000
Premium automotive	<u>2,389</u>	<u>2,389</u>

The recoverable amounts of CGU for Automotive segment was determined based on fair value less cost to sell (determined by management based on best information available on recoverable amount of the CGU).

19 OTHER CURRENT FINANCIAL ASSETS

	As at 31.01.2023 RM'000	As at 31.1.2022 RM'000
Held for trading investments:		
Quoted equity shares	16	20
Total financial assets at fair value through profit or loss	<u>16</u>	<u>20</u>

20 CORPORATE PROPOSALS

There were no corporate proposals since the last annual reporting date.

21 TRADE AND OTHER PAYABLES

Included in trade and other payables is an advance from holding company amounting to RM40 million for working capital purposes.

22 PROVISIONS

	As at 31.01.2023 RM'000	As at 31.01.2022 RM'000
At the beginning of year	12,275	11,972
Unrealised foreign exchange loss/(gain)	(1,065)	303
Reversal	(3,000)	-
At the end of year	<u>8,211</u>	<u>12,275</u>

As part of the disposal of associates in prior year, SRB has provided indemnity to APIIT Sdn. Bhd. ("APIIT") and ILMU Education Group Sdn. Bhd. ("ILMU") against any losses and damages incurred as a direct result of any ruling by the Sri Lanka Tax Authority for the appeal filed by APIIT Lanka on the payment of Value Added Tax for an amount up to RM3 million and for period of 6 years until 24th August, 2022. The provision was reversed during the quarter.

During the previous financial year, the Group has made a provision in relation to a claim from a previous customer, among others, claiming for compensation for the loss of market value of an aircraft. Further information as disclosed in Note 24.

EXPLANATORY NOTES (CONT'D.)

23 LOAN AND BORROWINGS

(a) Details of Group's borrowings are as follows:

	As at 31.01.2023 RM'000	As at 31.01.2022 RM'000
Current:		
Secured:		
Hire-purchase	-	50
Unsecured:		
Revolving credit	-	5,000
Bank overdraft	-	7,070
	-	12,120
Non-current:		
Secured:		
Hire-purchase	-	121
	-	121
Total borrowings	-	12,241

Hire-purchase obligations are secured by the charge over the leased assets.

(b) Currency denominations

All the loan and borrowings are denominated in Ringgit Malaysia.

24 MATERIAL LITIGATION

There is no material litigations that have material effect to the Group except for the following:

1 Details of the circumstances leading to the filing of Writ of Summons against Aerodome

Aerodome Sdn. Bhd. ("**Aerodome**") a 100%-owned subsidiary of DNest Aviation Sdn. Bhd. ("**DNest**"), which in turn is a wholly-owned subsidiary of Sapura Resources Berhad ("**the Company**").

Aerodome has signed an Aircraft Management and Maintenance Agreement dated 6 July 2012 ("**AMMA**") with Pan Asia Property Management Sdn. Bhd. ("**Pan-Asia**"). Whilst the Aircraft was being defueled at the Aerodome's hangar by Execujet MRO Services Sdn.Bhd. (formerly known as Execujet Malaysia Sdn.Bhd.) ("Execujet") or its agent or contractor, the tail of the Aircraft tipped downwards and struck the raised concrete of the apron at Aerodome's hangar ("**Incident**"). Due to the incident, the Aircraft sustained damage to the aft lower fuselage in its access door area, including to, inter alia, its lower frame and skin **at fuselage FS731, aft equipment bay door, LH EOPT bay door frame and RH EOPT bay door frame ("Aircraft Damage")**.

Details of the Writ of Summons

(i) On 10 October 2019 Aerodome received a Writ of Summons together with a Statement of Claim dated 30 September 2019 filed by (1) Best Perfection Holdings Limited (2) Pan Asia Property Management Sdn. Bhd. (3) Allianz Global Corporate & Specialty ("**Plaintiffs**") through its solicitor Messrs. Joseph & Partners acting on behalf of the Plaintiffs while the Defendants are (1) Aerodome and (2) Execujet.

The Plaintiffs are claiming for the following :-

- (a) Loss of use of the Aircraft due to the Aircraft Damage in the sum of USD203,090.00 (equivalent to MYR850,340.37 at the Central Bank Malaysia rate of exchange of USD1=MYR4.187 as at 30 September 2019;
- (b) Pre-judgment interest, pursuant to Section 11 of the Civil Law Act 1956 at the rate of 5% per annum on the sum of USD203,090.00 from 1.11.2015 until the date of Judgment;
- (c) Post-judgment interest at the rate of 5% per annum on the sum of USD203,090.00 from the date of Judgment until full realization thereof;
- (d) Costs on a solicitor client basis; and
- (e) Any or other Order or further relief as the Court may deem fit and expedient.

EXPLANATORY NOTES (CONT'D.)

24 MATERIAL LITIGATION (CONT'D.)

Details of the Writ of Summons (cont'd)

- (ii) In addition to the above writ of summons, Aerodome had on 9 January 2020 received a Writ of Summons dated 5 January 2020 together with a Statement of Claim dated 3 January 2020 filed by (1) TVPX ARS INC. (2) Best Perfection Holdings Limited and (3) Pan Asia Property Management Sdn. Bhd. ("**Plaintiffs**") through its solicitor Messrs. Song & Partners acting on behalf of the Plaintiffs while the Defendants are (1) Aerodome and (2) Execujet.

The 2nd Plaintiff is claiming for the following :-

- (a) Compensation or damages or indemnity in the sum of USD2,010,000.00 for the loss of market value of the Aircraft due to the Aircraft Damage and resulting damage history;
- (b) Interest at the rate of 5% per annum on the aforesaid sum from 2 November 2015 till the date of judgment;
- (c) Costs;
- (d) Interest at the rate of 5% per annum on the aforesaid sums from the date of judgment till full satisfaction; and
- (e) Such further, ancillary or other relief as the Court may deem fit.

The Plaintiffs are claiming that as a result of the Aircraft Damage and the resulting damage history, the Aircraft had depreciated in its fair market value by approximately USD2,010,000.00 as at or about 28 April 2016 notwithstanding the repair works that had been carried out.

Status of the Court proceedings

On 30 November 2021, both suits were being transferred to another Shah Alam High Court which will be presided by another judge. Therefore, all the trial dates and case management dates that were fixed previously were now vacated. There was still no information on the judge to date and the court has fixed 22 April 2022 for case management. As for **Aerodome's** 3rd Party Proceedings against Execujet, the Court also has fixed 22 April 2022 to hear on **Execujet's** application to strike out on **Aerodome's 3rd party claim**.

On 22 April 2022, Aerodome had been informed by the Court that the hearing is rescheduled to 25 May 2022. On 25 May 2022, the Court had heard oral submissions of parties, and reserved judgment to be delivered on 12 July 2022.

**On 12 July 2022, the Judge dismissed Execujet's applications with no order as to costs as the Judge is of the view that the issues raised in the striking out applications ought to be ventilated by way of full trial in January 2024.**

Then, the Court fixed the following pre-trial directions:

- (a) Aerodome to file the Third-Party Statement of Claim against Execujet within 14 days from 12th July 2022; (the same has been filed by Aerodome's solicitor on 26th July 2022);
- (b) Parties to file any additional documents and/or expert report on or before 8th June 2023;
- (c) Parties may file rebuttal expert report on or before 8th September 2023. In the event there is any need for a further rebuttal report, the filing date would be determined in a case management (to be fixed tentatively around end of October 2023);
- (d) Parties to file issues to be tried on or before 8th September 2023;
- (e) Parties to file and exchange witness statements on or before 8th December 2023; and
- (f) The following trial dates are maintained:
  - 8th to 12th January 2024;
  - 22nd to 24th January 2024; and
  - 29th to 31st January 2024.

In relation to Aerodome's Third-Party Proceedings, Execujet has filed its defence against Aerodome's Third-Party Statement of Claim on 10.8.2022 while Aerodome has filed its reply to the defence ("Reply") on 25 August 2022.

Upon filing of the Reply, pleadings in the third party action are closed. In the usual course of proceedings, a third party action **will be heard and be disposed after the Aerodome's liability in the main action has been determined.**

The next case management for the main action has been fixed on 9 June 2023.

2 Details of the circumstances leading to the filing of Winding Up Petition against Sapura Technics Sdn Bhd ("STSB")

**STSB has received a petition from Dilog Services Sdn. Bhd. ("Dilog") for Creditor's Winding Up on STSB on 24 November 2022.**

As a background, STSB is a joint-venture (vehicle) between Mercu Sapura Sdn. Bhd. (a subsidiary of SRB) and Dilog. Since March 2020, STSB has not had any business and SRB has been supporting STSB financially. **SRB's** Board of Directors, at its meeting on 24 June 2021, subsequently resolved to wind-down STSB and this was done with the approval of **STSB's** Board of Directors via **Directors' Resolution In Writing (No.3/2022) dated 16 March 2022.**

Dilog, as a shareholder, did not make any contribution except for the paid-up capital in the amount of RM500,000.00. Dilog **also has a representative in STSB's Board of Directors, namely one Brig. Gen. (RTD) Dato' Anim bin Harun ("Dato' Anim").**

EXPLANATORY NOTES (CONT'D.)

- 2 Dilog has also provided rental to STSB which have not been paid amounting to RM374,135.81 . This amount is reflected in the audited accounts of STSB. The reason STSB not paying the amount due to Dilog because it is an unsecured amount and STSB still have other Creditors at higher rank with higher amount.

**Dato' Anim resigned as a director of STSB on 14 November 2022 and the winding up petition was filed on 21 November 2022,** right after his resignation.

Status of the Court proceedings

The Hearing of the Winding Up Petition was scheduled for 20 February 2023 at the High Court of Malaya in Shah Alam.

On 20 February 2023, the Court has ordered the following: -

- i. STSB be wound up by the Court under Sections 465(1)(c) and (e) read with Section 466 (1)(c) and 465(h) of the Companies Act 2016;
- ii. Mr. Chong Chuan Long of Messrs. C L Chong & Co is appointed as the liquidator of STSB;
- iii. The remuneration of the Liquidator shall be paid out of the assets of STSB.
- iv. All costs shall be paid out of the assets of STSB.

The Particular of the Liquidator

Mr. Chong Chuan Long (NRIC No. 710625-105475) of Messrs. C L Chong & Co of 12-1A, Jalan Perdana 4/3, Pandan Perdana, 55300 Kuala Lumpur.

25 DIVIDEND

Having considered the current financial position of the Group, the Board of Directors did not recommend any dividend for the quarter under review.

26 EARNINGS PER SHARE

The earnings per share has been calculated based on the profit attributable to Owners of the Parent divided by the number of ordinary shares in issue during the period of RM139,600,000.

EXPLANATORY NOTES (CONT'D.)

27 ADDITIONAL INFORMATION

The following items are included in the statement of comprehensive income:

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.01.2023 RM'000	31.01.2022 RM'000	31.01.2023 RM'000	31.01.2022 RM'000
Finance cost	28	261	401	385
Finance cost on lease liabilities	8,515	10,480	37,496	13,385
Impairment loss on trade receivables	-	355	-	690
Impairment loss on right-of-use assets	-	-	-	424
Reversal of impairment on Investment Property	-	54,844	-	172,844
Impairment loss on property, plant and equipment	-	12,943	-	12,943
Impairment loss on other receivables	-	884	-	884
Impairment loss on Investment in a Joint Venture Company	6,124	-	6,124	-
Depreciation of property, plant and equipment	1,523	(1,825)	7,429	9,259
Depreciation of right-of-use assets	1,130	(1,693)	3,440	4,972
Depreciation of investment property	17,674	16,477	35,342	16,477
Net unrealised forex exchange loss/(gain)	-	(14)	-	(14)
Unrealised forex exchange (gain)/loss on provision	(68)	195	(68)	303
Net fair value (gain)/loss on held for trading investment	3	23	3	30
Net realised foreign exchange loss/(gain)	(6)	25	(6)	40

28 APPROVAL OF INTERIM FINANCIAL STATEMENT

The interim financial statements have been approved by the Board of Directors.

Chua Siew Chuan (MAICSA 0777689)  
Company Secretary