

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q2FY2024
YEAR ENDING 31 JANUARY 2024

Sapura Resources Berhad
Unaudited Financial Results Q2FY2024
Year Ending 31 January 2024



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

Interim Financial Statements for the 2nd Quarter Ended 31 July 2023

The Board of Directors hereby announce the
Unaudited financial results of the Group for the 2nd Quarter Ended 31 July 2023

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SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q2FY2024
YEAR ENDING 31 JANUARY 2024

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))
Unaudited Condensed Consolidated Statements of Comprehensive Income
For the 2nd Quarter Ended 31 July 2023

	Note	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
		Unaudited 31.07.2023 RM'000	Unaudited 31.07.2022 RM'000	Unaudited 31.07.2023 RM'000	Unaudited 31.07.2022 RM'000
Revenue		11,920	13,806	25,625	25,546
Operating expenses		(26,586)	(15,551)	(49,404)	(37,855)
Other income	3	2,744	377	5,060	904
Operating loss		(11,922)	(1,368)	(18,719)	(11,405)
Finance costs		(9,409)	(9,882)	(18,873)	(19,562)
Loss before tax before share of result		(21,331)	(11,250)	(37,592)	(30,967)
Share of result of an associate		(491)	(157)	(770)	(2,158)
Share of result of joint ventures		(522)	3,758	(973)	(3,614)
Loss before tax		(22,344)	(7,649)	(39,335)	(36,739)
Taxation	18	-	-	-	-
Loss after tax, representing total comprehensive loss for the period		(22,344)	(7,649)	(39,335)	(36,739)
Loss, represent total comprehensive loss for the period attributable to:					
Owners of the parent		(22,254)	(7,661)	(39,335)	(36,751)
Non-controlling interests		(90)	12	-	12
		(22,344)	(7,649)	(39,335)	(36,739)
Earnings per share attributable to Owners of the parent (sen):					
Basic, loss for the period	26	(15.94)	(5.49)	(28.18)	(26.33)
		(15.94)	(5.49)	(28.18)	(26.33)

These unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 January 2023.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q2FY2024
YEAR ENDING 31 JANUARY 2024

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

	Note	Unaudited 31.07.2023 RM'000	Audited 31.1.2023 RM'000
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment		32,231	33,509
Investment properties		475,645	492,725
Right-of-use assets		4,988	5,456
Investments in an associate		18,616	18,222
Investments in joint ventures		206,934	209,445
Finance lease receivables		38,219	37,527
Trade and other receivables		4,235	4,235
		<u>780,868</u>	<u>801,119</u>
CURRENT ASSETS			
Finance lease receivables		2,011	4,314
Trade and other receivables		19,315	12,149
Prepayments		900	1,499
Inventories		86	87
Tax recoverable		688	2,233
Other current financial assets	19	15	16
Fixed deposits		5,746	-
Cash and cash equivalents		28,288	32,696
		<u>57,049</u>	<u>52,994</u>
TOTAL ASSETS		<u>837,917</u>	<u>854,113</u>
EQUITY AND LIABILITIES			
Equity attributable to Owners of the Parent			
Share capital		139,600	139,600
Other reserves		2,581	2,581
Retained profits		38,585	77,920
Equity attributable to owners of the parent		<u>180,766</u>	<u>220,101</u>
Non-controlling interests		(2,082)	(2,082)
Total Equity		<u>178,684</u>	<u>218,019</u>
Non-current liabilities			
Deferred tax liabilities		41	26
Trade and other payables		139,000	40,000
Lease liabilities	22	464,947	470,855
		<u>603,988</u>	<u>510,881</u>
Current Liabilities			
Trade and other payables		30,375	53,989
Provisions	21	10,048	9,406
Lease liabilities		14,822	61,818
		<u>55,245</u>	<u>125,213</u>
Total liabilities		<u>659,233</u>	<u>636,094</u>
TOTAL EQUITY AND LIABILITIES		<u>837,917</u>	<u>854,113</u>
NET ASSETS PER SHARE (RM)		<u>1.28</u>	<u>1.56</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 2023.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q2FY2024
YEAR ENDING 31 JANUARY 2024

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))
Unaudited Condensed Consolidated Statement of Changes in Equity
For the 2nd Quarter Ended 31 July 2023

	<-----Attributable to owners of the parent----->					
	<- Non- distributable->		<----- Distributable----->			
	Share Capital	Capital Reserve	General Reserve	Retained Profits	Non-controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1.2.2023	139,600	1,481	1,100	77,920	(2,082)	218,019
Total comprehensive loss for the period	-	-	-	(39,335)	-	(39,335)
At 31.07.2023	<u>139,600</u>	<u>1,481</u>	<u>1,100</u>	<u>38,585</u>	<u>(2,082)</u>	<u>178,684</u>
At 1.2.2022	139,600	1,481	1,100	(1,702)	(2,172)	138,307
Total comprehensive loss for the period	-	-	-	(36,751)	12	(36,739)
At 31.07.2022	<u>139,600</u>	<u>1,481</u>	<u>1,100</u>	<u>(38,453)</u>	<u>(2,160)</u>	<u>101,568</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 2023.

SAPURA RESOURCES BERHAD - UNAUDITED FINANCIAL RESULTS Q2FY2024
YEAR ENDING 31 JANUARY 2024

Sapura Resources Berhad (Company No.: 195701000235 (3136-D))
Unaudited Condensed Consolidated Statement of Cash Flows
For the 2nd Quarter Ended 31 July 2023

	Unaudited for the Period ended 31.07.2023	Unaudited for the Period ended 31.07.2022
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(39,335)	(36,739)
Adjustment for:		
Non-cash items	41,338	31,023
Profit/(Loss) before working capital changes	2,003	(5,716)
Net change in current assets	(6,567)	(1,413)
Net change in current liabilities	(29,888)	26,160
Net tax paid	-	(38)
Net cash (used in)/generated from operating activities	<u>(34,452)</u>	<u>18,993</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of non current assets	(1,238)	(712)
Profits distribution received from short term investment	6	122
Profits distribution received from short term deposit	22	66
Net withdrawal from short term investment	-	(122)
Net cash used in investing activities	<u>(1,210)</u>	<u>(646)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net repayment of lease liabilities	(62,000)	(3,103)
Interest paid	-	(266)
Net withdrawal of hire-purchase	-	(27)
Financial assistance from holding company	99,000	-
Net cash generated from/(used in) financing activities	<u>37,000</u>	<u>(3,396)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,338	14,951
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>32,696</u>	<u>21,513</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>34,034</u>	<u>36,464</u>
CASH AND CASH EQUIVALENTS		
CASH IN HAND AND BANKS	28,288	44,158
FIXED DEPOSITS	5,746	-
BANK OVERDRAFTS	-	(7,694)
	<u>34,034</u>	<u>36,464</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 2023.

EXPLANATORY NOTES

1 BASIS OF PREPARATION

The unaudited quarterly report has been in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad Main Market Listing Requirements ("Bursa Securities Listing Requirements") and should be read in conjunction with the audited financial statements for the financial year ending 31 January 2023.

The significant accounting policies and methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the financial year ending 31 January 2023.

The adoption of the following MFRSs and Amendments to MFRSs that came into effect on 1 February 2023 did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

- Classification of Liabilities as Current or Non-current (Amendments to MFRS 101 Presentation of Financial Statements)
- Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)
- Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112 Income Taxes)

MFRSs and Amendments to MFRSs that are applicable to the Group but not yet effective

The Group has not early adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board ("MASB") as these are effective for the financial periods beginning on or after 1 February 2024:

- Lease liability in a Sale and Leaseback (Amendments to MFRS 16 Leases)
- Non-current Liabilities with Covenants (Amendments to MFRS 101 Presentation of Financial Statements)

2 OTHER INCOME

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		6 Months Ended	
	31.07.2023	31.07.2022	31.07.2023	31.07.2022
	RM'000	RM'000	RM'000	RM'000
Profits distribution received from short term investment	-	65	6	122
Profits distribution received from short term deposit	22	17	22	66
Reversal of allowances for impairment of trade receivables	-	-	692	17
Finance lease income	2,707	-	4,303	-
Miscellaneous income	15	295	37	699
	<u>2,744</u>	<u>377</u>	<u>5,060</u>	<u>904</u>

3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 January 2023 was not qualified.

4 SEASONAL OR CYCLICAL FACTORS

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

EXPLANATORY NOTES (CONT'D.)

5 UNUSUAL ITEMS

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

6 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.

7 DEBT AND EQUITY SECURITIES

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

8 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. On 20 February 2023, the subsidiary operating the MRO business received a winding-up petition and control is currently under the court appointed liquidator. Therefore, the MRO segment is excluded from consolidation effective from Q1 FYE 2024.

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		6 Months Ended	
	31.07.2023	31.07.2022	31.07.2023	31.07.2022
	RM'000	RM'000	RM'000	RM'000
Revenue				
Investment holding	-	135	90	269
Property Investment	6,752	8,006	13,329	14,175
Aviation	4,579	5,636	12,477	11,188
MRO	-	-	-	35
Eliminations	589	29	(271)	(121)
	<u>11,920</u>	<u>13,806</u>	<u>25,625</u>	<u>25,546</u>
			-	
Profit/(Loss) before tax:				
Investment holding	137	(2,458)	(2,153)	(4,470)
Property Investment	(19,075)	(8,042)	(32,397)	(24,736)
Aviation	(863)	(878)	(1,941)	(1,630)
MRO	-	(13)	-	(238)
Eliminations	(1,530)	140	(1,101)	106
	<u>(21,331)</u>	<u>(11,250)</u>	<u>(37,592)</u>	<u>(30,967)</u>
Share of result of an associate	(491)	(157)	(770)	(2,158)
Share of result of joint ventures	(522)	3,758	(973)	(3,614)
Loss before tax	<u>(22,344)</u>	<u>(7,649)</u>	<u>(39,335)</u>	<u>(36,739)</u>

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

9 CHANGES IN COMPOSITION OF THE GROUP

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

EXPLANATORY NOTES (CONT'D.)

10 CONTINGENT LIABILITIES

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

11 CAPITAL COMMITMENTS

	As at 31.07.2023 RM'000	As at 31.1.2023 RM'000
Approved and contracted for:		
Property, plant and equipment	1,150	378
Approved but not contracted for:		
Property, plant and equipment	8,232	10,242
Investment in joint ventures	-	25,326
	<u>9,382</u>	<u>35,946</u>

12 REVIEW OF GROUP PERFORMANCE

12.1 Three (3) months results - Q2FY2024 vs Q2FY2023

The Group revenue for the three (3) months period under review decreased from RM13.8million to RM11.9 million mainly due to the reclassification of a portion of property and aviation revenue to finance lease income in accordance with MFRS 16.

Loss before tax for the three (3) months period under review increased from RM7.6 million to RM22.3 million mainly due to the increase in depreciation expense in relation to the MLA, arising from the reversal of impairment in the previous financial year. In addition, overall operating costs have also increased due to the increase in electricity tariffs and wages.

12.2 Current quarter vs. immediate preceding quarter (Q2FY2024 vs Q1FY2024)

	Current Quarter 31.07.2023 RM'000	Immediate Preceding Quarter 30.4.2023 RM'000
Revenue	11,920	13,705
Operating loss	(11,922)	(6,797)
Loss before tax	<u>(22,344)</u>	<u>(16,991)</u>

The Group recorded a loss before taxation of RM22.3 million in the current quarter, as compared to the loss before taxation of RM16.9 million in the immediate preceding quarter mainly due to increase in the operating costs.

13 SEGMENTAL ANALYSIS

(i) Investment holding

Q2 FY2024 vs Q2 FY2023

The segment recorded a profit before taxation of RM0.1 million in Q2FY24 as compared to loss before taxation of RM2.5 million in Q2FY23 mainly due to lower expenses incurred in the quarter under review.

(ii) Property Investment

Q2 FY2024 vs Q2 FY2023

Revenue decreased from RM8.0 million in Q2 FY2023 to RM6.8 million in Q2FY2024 mainly due to the reclassification of rental income of an investment property as finance lease income in the current quarter under review.

The segment recorded a loss before taxation of RM18.1 million in Q2 FY2024 as compared to a loss before tax of RM8 million in Q2 FY2023 mainly due to the increase in depreciation on the MLA asset. In addition, there was an overall increase in operating expenses due to the increase in electricity tariff and manpower costs.

EXPLANATORY NOTES (CONT'D.)

13 SEGMENTAL ANALYSIS (CONT'D)

(iii) Aviation

Q2 FY2024 vs Q2 FY2023

Revenue for Q2 FY24 decreased by 17% to RM4.6 million from RM5.6 million in Q2 FY2023 mainly due to the reclassification of the rental income of a hangar as finance lease income in the current quarter under review .

The segment recorded loss before taxation of RM0.5 million in Q2 FY2024 versus a loss before taxation of RM0.9 million in Q2 FY2023 due to the decrease in expenses relating to aircraft management.

14 PROFIT FORECAST

No profit forecast was issued for the financial period.

15 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 optimize its resources to ensure long-term viability, profitability and sustainability.

16 TAXATION

	6 months ended 31.07.2023 RM'000	6 months ended 31.07.2022 RM'000
Malaysian taxation	-	-
	-	-

EXPLANATORY NOTES (CONT'D.)

17 INTANGIBLE ASSETS

	As at 31.7.2023	As at 31.1.2023
	RM'000	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 31.7.2023	As at 31.1.2023
	RM'000	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).

18 OTHER CURRENT FINANCIAL ASSETS

	As at 31.7.2023	As at 31.1.2023
	RM'000	RM'000
Held for trading investments:		
Quoted equity shares	15	16
Total financial assets at fair value through profit or loss	<u>15</u>	<u>16</u>

19 CORPORATE PROPOSALS

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

20 PROVISIONS

	As at 31.7.2023	As at 31.1.2023
	RM'000	RM'000
At the beginning of year	9,406	12,275
Reversal of provision	-	(3,000)
Unrealised foreign exchange loss	642	131
At the end of year	<u>10,048</u>	<u>9,406</u>

The Group has also 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 21.

EXPLANATORY NOTES (CONT'D.)

21 MATERIAL LITIGATION

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

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 EQPT bay door frame and RH EQPT 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.)

21 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.**

EXPLANATORY NOTES (CONT'D.)

21 MATERIAL LITIGATION (CONT'D.)

On 9 June 2023, the Court has postponed the case management to 15 June 2023 due to an emergency. During the case management on 15 June 2023, the parties are supposed to update the status of filings of expert's report in both suits, and Aerodome informed the Court that Aerodome is relying on Execujet's expert report to this end. Execujet's counsel informed the Court that they required extension of time to file their expert report and their expert was travelling. The Court granted the said extension of time to file until 10 July 2023. Thereafter, the Court has fixed the next case management date on 16 August 2023 for parties to update the Court on the filling of the expert report. During the case management on 16 August 2023, the parties have updated the Court in relation to preparation of the case, including the fact that parties have begun mediation efforts. The Court set the next case management date on 12 October 2023 for parties to update the Court.

22 DIVIDEND

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

23 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.

24 ADDITIONAL INFORMATION

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

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	31.07.2023 RM'000	31.07.2022 RM'000	31.07.2023 RM'000	31.07.2022 RM'000
Finance cost	-	173	-	266
Finance cost on lease liabilities	9,409	9,709	18,873	19,296
Depreciation of property, plant and equipment	1,944	1,860	3,778	3,866
Depreciation of right-of-use assets	235	856	469	1,713
Depreciation of investment property	9,958	2,412	15,848	11,778
Unrealised forex exchange loss on provision	182	193	642	580
Net realised foreign exchange loss/(gain)	12	79	12	181

25 APPROVAL OF INTERIM FINANCIAL STATEMENT

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

Chua Siew Chuan (MAICSA 0777689)
Company Secretary