

**MERIDIAN BERHAD (507785 - P)**  
**(formerly known as Meda Inc. Berhad)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND  
 COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31/03/2019 RM'000	31/03/2018 RM'000	31/03/2019 RM'000	31/03/2018 RM'000
Revenue	970	1,868	970	1,868
Cost of sales	(1,695)	(1,219)	(1,695)	(1,219)
<b>Gross (loss)/ profit</b>	<b>(725)</b>	<b>649</b>	<b>(725)</b>	<b>649</b>
Interest income	7	-	7	-
Other income	85	586	85	586
Selling and distribution expenses	(290)	(27)	(290)	(27)
Administrative and operating expenses	(1,811)	(3,390)	(1,811)	(3,390)
Other operating expenses	-	(315)	-	(315)
Finance cost	(436)	(833)	(436)	(833)
<b>Loss before tax</b>	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>
Taxation	-	-	-	-
<b>Loss after tax</b>	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>
<b>Profit/(Loss) for the financial year</b> from discontinued operation, net of tax	-	-	-	-
<b>Net loss attributable to:</b>				
Equity holders of the Company	(3,170)	(3,330)	(3,170)	(3,330)
Non-controlling interests	-	-	-	-
	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>

<b>Earnings per share ("EPS") attributable to equity holders of the Company (Sen):</b>				
Basic EPS	(0.64)	(0.68)	(0.64)	(0.68)
Diluted EPS	(0.64)	(0.68)	(0.64)	(0.68)

<b>Net loss for the financial period</b>	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>
<b>Other comprehensive income</b>				
Amortisation of revaluation reserve	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>
<b>Total comprehensive loss for the period attributable to:</b>				
Equity holders of the Company	(3,170)	(3,330)	(3,170)	(3,330)
Non-controlling interests	-	-	-	-
	<b>(3,170)</b>	<b>(3,330)</b>	<b>(3,170)</b>	<b>(3,330)</b>

The above condensed consolidated statement of profit or loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to these interim financial statements.

**MERIDIAN BERHAD (507785 - P)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019**

	<b>As at 31/03/2019 RM'000</b>	<b>Audited as at 31/12/2018 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	22,419	22,831
Investment properties	95,124	95,124
Land held for property development	48,019	47,995
	<b>165,562</b>	<b>165,950</b>
<b>CURRENT ASSETS</b>		
Inventories	41,637	42,609
Trade receivables	9,671	9,840
Other receivables, deposits and prepayments	8,773	8,660
Contract assets	77	-
Current tax assets	642	642
Cash and bank balances	1,729	1,826
	<b>62,529</b>	<b>63,577</b>
<b>TOTAL ASSETS</b>	<b>228,091</b>	<b>229,527</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	258,186	258,186
Treasury shares	(5,843)	(5,843)
Warrants reserve	8,889	8,889
Revaluation reserve	6,054	6,054
Accumulated losses	(152,491)	(149,321)
<b>TOTAL EQUITY</b>	<b>114,795</b>	<b>117,965</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings (interest bearing)	9,882	12,847
Deferred tax liabilities	4,064	4,064
Other payable	18,878	13,679
	<b>32,824</b>	<b>30,590</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	9,558	11,065
Other payables, accruals and deposits	40,487	39,611
Contract liabilities	-	71
Borrowings (interest bearing)	25,565	25,363
Current tax liabilities	4,862	4,862
	<b>80,472</b>	<b>80,972</b>
<b>TOTAL LIABILITIES</b>	<b>113,296</b>	<b>111,562</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>228,091</b>	<b>229,527</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY (RM)</b>	<b>0.23</b>	<b>0.24</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

	----- Attributable to equity holders of the Company -----					
	Share Capital RM'000	Warrant Reserve RM'000	Revaluation Reserve RM'000	Treasury Shares RM'000	Accumulated Losses RM'000	Total Equity RM'000
<b>At 1 January 2018</b>	258,186	8,889	6,054	(5,843)	(125,992)	141,294
Total loss for the financial period	-	-	-	-	(3,330)	(3,330)
<b>At 31 March 2018</b>	<b>258,186</b>	<b>8,889</b>	<b>6,054</b>	<b>(5,843)</b>	<b>(129,322)</b>	<b>137,964</b>
<b>At 1 January 2019</b>	258,186	8,889	6,054	(5,843)	(149,321)	117,965
Total loss for the financial period	-	-	-	-	(3,170)	(3,170)
<b>At 31 March 2019</b>	<b>258,186</b>	<b>8,889</b>	<b>6,054</b>	<b>(5,843)</b>	<b>(152,491)</b>	<b>114,795</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

	<b>Cumulative quarter ended 31 March</b>	
	<b>2019</b>	<b>2018</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Loss before taxation	(3,170)	(3,330)
Adjustments for:		
Depreciation	444	501
Reversal of provision of LAD	-	(9)
Reversal of provision of GRR	4,445	-
Interest expense	436	852
Interest income	(7)	(9)
<b>Operating cash flows before working capital changes</b>	<b>2,148</b>	<b>(1,995)</b>
Changes in working capital:		
Contract customer	(148)	94
Receivables	56	22,016
Inventories	972	496
Payables	123	(17,842)
	<b>3,151</b>	<b>2,769</b>
Interest paid	(5)	(7)
Interest received	7	9
<b>Net Operating Cash Flows</b>	<b>3,153</b>	<b>2,771</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(32)	-
Development expenditure incurred on land held for property development	(24)	-
<b>Net Investing Cash Flows</b>	<b>(56)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Net repayment to:		
- bank loans	(2,824)	(4,020)
- hire purchase	(32)	(62)
Bank loan drawdown	-	136
Interest paid	(431)	(845)
<b>Net Financing Cash Flows</b>	<b>(3,287)</b>	<b>(4,790)</b>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FIRST QUARTER ENDED 31 MARCH 2019 (Continued)**

	<b>Cumulative quarter ended 31 March</b>	
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(190)	(2,019)
<b>CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<u>(11,753)</u>	<u>(10,418)</u>
<b>CASH AND CASH EQUIVALENTS AS AT THE END OF THE FINANCIAL PERIOD</b>	<u><b>(11,943)</b></u>	<u><b>(12,437)</b></u>

**ANALYSIS OF CASH AND CASH EQUIVALENTS:**

Cash and bank balances	302	(454)
Deposits placed with licensed banks	-	-
Bank overdrafts - secured	<u>(13,672)</u>	<u>(13,560)</u>
	<u><b>(13,370)</b></u>	<u><b>(14,014)</b></u>
Housing Development Accounts	1,427	1,577
Less: Housing Development Accounts held as security value	<u>-</u>	<u>-</u>
	<u><b>(11,943)</b></u>	<u><b>(12,437)</b></u>

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**PART A – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1. Basis of Preparation**

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in the Malaysian Financial Reporting Standards (“MFRS”) No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2018. 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 2018.

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 December 2018 except for the adoption of the following new MFRS:

**Effective for financial periods beginning on or after 1 January 2019:**

MFRS 16      Leases

The adoption of the above amendments to MFRSs did not result in material impact to the interim financial statements of the Group.

**2. Report of the Auditors**

The preceding financial year audit report in respect of the financial year ended 31 December 2018 was not qualified by the external auditors.

**3. Seasonal or Cyclical Factors**

The results for the current quarter under review were not materially affected by seasonal or cyclical factors.

**4. Unusual Items**

There were no unusual items materially affecting the assets, liabilities, equity, net income or cash flow of the Group during the interim financial period.

**5. Material Changes in Estimates**

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

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**PART A – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**6. Changes in Debt and Equity Securities**

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

**7. Segment Reporting**

Segmental information for the financial period ended 31 March 2019 is presented in respect of the Group's business segment.

	<b>Cumulative quarter ended 31 March</b>			
	<b>2019</b>		<b>2018</b>	
	<b>Revenue</b>	<b>Loss</b>	<b>Revenue</b>	<b>(Loss)/Profit</b>
	<b>RM'000</b>	<b>Before Tax</b>	<b>RM'000</b>	<b>Before Tax</b>
		<b>RM'000</b>		<b>RM'000</b>
Property development & construction	225	(1,909)	536	(1,616)
Property investment	583	(114)	640	(49)
Hotel operations	-	-	508	42
Others	162	(274)	184	76
	<u>970</u>	<u>(2,297)</u>	<u>1,868</u>	<u>(1,547)</u>
Unallocated expenses		(437)		(950)
Finance costs		(436)		(833)
	<b>970</b>	<b>(3,170)</b>	<b>1,868</b>	<b>(3,330)</b>

**8. Valuation of Property, Plant and Equipment**

There were no material changes in the valuation of property, plant and equipment brought forward from the previous financial year.

**9. Material Event Subsequent to Reporting Date**

a) Disposal of the entire equity interest in a subsidiary, Cemerlang Land Sdn. Bhd.

On 4 April 2019, the Company entered into a Share Purchase Agreement with Icon Advantage Sdn. Bhd. to dispose off its 100% equity interest in Cemerlang Land Sdn. Bhd., a wholly owned subsidiary of the Company, for a cash consideration of RM2,000.00 only.

The disposal of Cemerlang Land Sdn Bhd to Icon Advantage has been completed on 6 May 2019.

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**PART A – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

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

There is no material changes in the composition of the Group for the current financial period ended 31 March 2019.

**11. Changes in Contingent Liabilities and Contingent Assets**

There is no significant change in contingent liabilities since the last annual balance sheet date as at 31 December 2018 as follows:-

**Contingent liabilities**

	<b>As at 31/03/2019 RM '000</b>	<b>As at 31/12/2018 RM '000</b>
Guarantees given to financial institutions for credit facilities granted to subsidiaries	<u>35,447</u>	<u>38,210</u>



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**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1. Review of Performance**

For the current quarter under review, the Group recorded revenue of RM0.97 million due to low sales activity. With the incurred of operating expenses during the financial period, the loss before tax is amounting to RM3.17 million.

(Amount shown in RM'ooo)	Individual Period (1st Quarter)		Changes (%)	Cumulative Period		Changes (%)
	Current Year Quarter	Preceding Year Corresponding Quarter		Current Year Todate	Preceding Year Corresponding Period	
	31/03/19	31/03/18		31/03/19	31/03/18	
Revenue	970	1,868	-48%	970	1,868	-48%
Operating Loss	(2,826)	(3,084)	8%	(2,826)	(3,084)	8%
Loss Before Interest and Tax	(2,741)	(2,498)	-10%	(2,741)	(2,498)	-10%
Loss Before Tax	(3,170)	(3,330)	5%	(3,170)	(3,330)	5%
Loss Attributable to Ordinary Equity Holders of the Parent Company	(3,170)	(3,330)	5%	(3,170)	(3,330)	5%

**2. Material Changes in Loss Before Taxation for the Current Quarter as compared with the Immediate Preceding Quarter**

The Group recorded a loss before tax of RM3.17 million in the current quarter as compared to a loss of RM 14.11 million in the immediate preceding quarter.

(Amount shown in RM'ooo)	Current Quarter Q1 2019	Immediate Preceding Quarter Q4 2018	Changes (%)
Revenue	970	7,971	-88%
Operating Loss	(2,826)	(13,586)	-79%
Loss Before Interest and Tax	(2,741)	(12,431)	-78%
Loss Before Tax	(3,170)	(13,227)	-76%
Loss Attributable to Ordinary Equity Holders of the Parent Company	(3,170)	(14,111)	-78%

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**3. Prospects**

For the remaining period to the end of the financial year ending 31 December 2019, the Group anticipates that the fundamental conditions of the property sector will remain similar to 2018. The general outlook is that the soft market will continue through the year.

Whilst the overall prospects for the industry continue to remain challenging in the short term, the Group believes that there will still be demand for properties in strategic locations with attractive pricing and hence, continue to focus on being market-driven in its products offerings. In addition to that, the Group continues to unlock the value of its landbank on hand. With this in mind, the Group continues to focus to host on the Malaysia Tourism City (MTC) and housing landed project development at Kuala Linggi towards this year. It is expected to contribute positively to the Group's revenue earnings and cashflow.

**4. Profit Forecast**

The Group did not issue any profit forecast or profit guarantee during the current financial period under review.

**5. Loss before Taxation**

The following amounts have been included in arriving at loss before taxation:

	<b>Individual quarter ended 31 March</b>	
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest income	7	9
Interest expense	(436)	(852)
Depreciation	<u>(444)</u>	<u>(501)</u>

**6. Taxation**

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% (2018: 24%) of the estimated assessable profit for the financial period.

Taxation is computed after taking into consideration of the available capital allowance and adjusted business losses carried forward from previous years to set off against taxable profit. Hence, there is no provision of taxation for the current quarter.

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**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**7. Status of Material Events during the period for the Current Quarter**

There is no material event during the period for the current quarter.

**8. Group Borrowings and Debt Securities**

The borrowings of the Group compared to last year first quarter were as follows:-

	<b>As at 31 March 2019</b>		
	<b>Long Term</b>	<b>Short Term</b>	<b>Total Borrowings</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Secured</b>			
- Hire Purchase	(176)	(227)	(403)
- Bank Overdraft	-	(13,672)	(13,672)
- Term Loans	(9,706)	(11,666)	(21,372)
	<b>(9,882)</b>	<b>(25,565)</b>	<b>(35,447)</b>

	<b>As at 31 March 2018</b>		
	<b>Long Term</b>	<b>Short Term</b>	<b>Total Borrowings</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Secured</b>			
- Hire Purchase	(381)	(161)	(542)
- Bank Overdraft	-	(13,560)	(13,560)
- Term Loans	(22,238)	(7,031)	(29,269)
	<b>(22,619)</b>	<b>(20,752)</b>	<b>(43,371)</b>

None of the Group borrowings is denominated in foreign currency.

**9. Off Balance Sheet Financial Instruments**

During the financial period under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

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**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**10. Changes in Material Litigation**

(a) Litigation from 137 Owners - The Arc@Cyberjaya

On 4 October 2017, a class action was initiated by 137 owners against Maju Puncakbumi Sdn. Bhd. (“MPSB”) claiming for the breach of contract in relation to the Gurantee Rental Return (“GRR”) Option Agreements. On 9 November 2017, the decision was fixed and the Shah Alam High Court has allowed the Plaintiff’s summary judgement application.

The owners are claiming for the following:

- (a) RM3,971,736 being the outstanding rental up till May 2017;
- (b) 8% interest on the outstanding rentals;
- (c) Agreed liquidated damages as stated in the agreement (Unexpired Terms);
- (d) General damages, and/or aggravated damages, as well as exemplary damages;
- (e) 5% interest from the judgement till the full payment date;
- (f) Cost;
- (g) Vacant possession of the unit; and
- (h) Any relief deemed fit by the Honorable Court.

The solicitor has filed the Notice of Appeal to the Court of Appeal on 23 November 2017. As at 13 February 2018, the court granted a stay of execution to the judgement until the disposal of the appeal. The lawsuit was subsequently appealed to Court of Appeal and was dismissed on 21 May 2018.

MPSB had subsequently filed the Extension of Time to file for Leave and Leave Application to the Federal Court. On 4 December 2018, the application of MPSB for the Extension of Time and Leave Application was allowed by the Federal Court. MPSB is required to file the Notice of Appeal by 18 December 2018.

Despite of the above, a settlement that has been reached between the parties in respect of items (a), (b), (d), part of (e) relating to exemplary damages of RM10, (f) and (g) of the Judgment dated 9 November 2017. MPSB has made the first tranche of payment amounting to RM1,200,000 and second tranche of payment for the sum of RM2,000,000 only made payable to the Plaintiff’s solicitors’, Messrs Quah & Yeap. In respect of final payment of the Judgment Sum above, MPSB has forwarded Three (3) post-dated cheques amounting to RM500,000.00 only each dated 27 May 2019, 27 Jun 2019 and 27 July 2019 respectively.

For the appeal at Federal Court, currently pending issuance of the Court of Appeal’s grounds of judgment. Upon issuance of the same, Federal Court will fix the appeal for hearing. The next Case Management is fixed in 30 July 2019.

There is no any material financial impact as the Group has already captured all the outstanding rentals amounting to RM3,972,000 and the 8% interest on the outstanding rentals.

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**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**(b) Litigation from 55 Owners - The Arc@Cyberjaya**

On 23 January 2018, a wholly owned subsidiary of the Group, Maju Puncakbumi Sdn. Bhd. (“MPSB”), the developer for The Arc @ Cyberjaya project has been served with a Shah Alam High Court Writ of Summons and Statement of Claim by Lim Pei Pei and Chen Yun Loy dated 19 January 2018.

This is a representative action filed by Lim Pei Pei and Chen Yun Loy representing 55 owners of The Arc @ Cyberjaya (“The Owners”) against MPSB claiming for the breach of contract in relation to the GRR Option Agreement.

The Plaintiffs have vide the Shah Alam High Court filed a writ against MPSB on 19 January 2018 claiming for:

- (a) RM 1,816,179.35 being the outstanding rentals up till July 2017;
- (b) 8% interest on the outstanding rentals or such other rate of interest as this Honorable Court deems just on the outstanding rentals as stated in para (i) above;
- (c) Cost; and
- (d) Any other relief that deemed fit by the Honorable Court.

After full trial, the Court had on 26 October 2018 allowed the Plaintiff’s claim with interest of 5% per annum from the date of judgement and with costs of RM30,000. The Court has also allowed MPSB to set off in the sum of RM295,181, reducing the Plaintiffs’ claim to the sum of RM1,520,998.

MPSB had on 23 November 2018 filed a Notice of Appeal to the Court of Appeal against the decision of the High Court on 26 October 2018 in allowing the Plaintiff’s claim. Nevertheless, both parties have reached a settlement on 23 January 2019 that MPSB shall forward on or before 30 January 2019 three (3) post-dated cheques for the total sum of RM1,583,892 in the following manner:

- (a) A cheque for the sum of RM250,000 dated 30 January 2019;
- (b) A cheque for the sum of RM250,000 dated 28 February 2019; and
- (c) A cheque for the sum of RM1,083,892 dated 15 April 2019

which all of the above post-dated cheques have been served to Messrs Quah & Yeap’s office on 30 January 2019.

In respect of the final cheque in item (c) above, Plaintiffs have agreed at the request by MPSB to further paid in Four (4) instalments whereby all Four (4) post-dated cheques have been forwarded to the Plaintiffs’ Solicitors on 16 May 2019 in the following manner:

- a) A cheque dated 15.05.2019 for the sum of RM200,000.00 only;
- b) A cheque dated 15.06.2019 for the sum of RM200,000.00 only;
- c) A cheque dated 15.07.2019 for the sum of RM200,000.00 only; and
- d) A cheque dated 15.08.2019 for the sum of RM483,891.79 only.

There is no any material financial impact as the Group has already captured all the outstanding rentals amounting to RM1,816,000 except for the 8% interest on the outstanding rentals.

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**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

(c) Litigation to PR1MA Corporation Malaysia

Maju Puncakbumi Sdn Bhd (“MPSB”), a wholly owned subsidiary Company, being the legal owner of the land held under HSD 61545 LTPT47 Bandar Pekan Tanjung Kling Sek. II, Daerah Melaka Tengah, Melaka (“the Land”) and the contractor to develop the PR1MA Homes on part of the Land pursuant to the Master En-Bloc Purchase Agreement entered between MPSB and PR1MA Corporation Malaysia (“PR1MA”), had on 20 December 2017 terminated the said Agreement by way of Notice of Termination dated 20 December 2017.

MPSB has initiated a Writ in the High Court on 25 April 2018 to claim for the sum of RM 109 million together with the damages to be assessed, interest and costs from PR1MA. The Writ has been served to PR1MA on 16 May 2018. Both parties are directed to exhaust the exchange of deference and reply by end of August 2018.

Currently, the suit is in the Case Management stage where the parties have to comply with the Pre-Trial documents. The next date for Case Management is fixed on 9 July 2019 for parties to complete the filing of Common Bundle of Documents which have 11 volumes of Bundle. Further, the court has fixed the matter for Trial on 7, 8, 13, 14 and 15 August 2019 at 9.00 a.m. before Yang Arif Dato’ Roslan Abu Bakar.

On top of the above, MPSB also is claiming for RM864,885.91 only from PR1MA under the Construction Industry Payment and Adjudication Act 2012 (CIPAA). The Notice of Adjudication pursuant to Section 8 of CIPAA has been registered with Asian International Arbitration Centre and currently pending decision by the Adjudicator. The decision shall be issued latest by 24 June 2019.

(d) Class action initiated by 22 owners of The Arc @ Cyberjaya

A wholly owned subsidiary of the Group, Maju Puncakbumi Sdn. Bhd. (“MPSB”), the developer for The Arc @ Cyberjaya project has been served with a Shah Alam High Court Writ of Summons and Statement of Claim by Richard Tan Loke Yew dated 6 March 2019 which was received on 18 March 2019.

This is a representative action filed by Richard Tan Loke Yew representing 22 owners of The Arc @ Cyberjaya (“The Owners”) against MPSB claiming for the breach of contract for the sum of RM765,888 only in relation to the GRR Option Agreement.

The Plaintiffs have vide the Shah Alam High Court filed a writ against MPSB on 6 March 2019 claiming for:

- (a) RM765,888 only being the outstanding rentals up till July 2017;
- (b) 5% interest on the outstanding rentals on the outstanding rentals as stated in paragraph (a) above;
- (c) Cost; and
- (d) Any other relief that deemed fit by the Honorable Court.

MPSB has entered appearance to defence the suit. The next Case Management is scheduled on 13 June 2019.

**MERIDIAN BERHAD (507785 - P)**  
**(formerly known as Meda Inc. Berhad)**

**PART B – EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**11. Dividend**

No dividend has been recommended or declared for this current quarter and for this interim financial period under review.

**12. Earnings Per Share**

The basic and diluted earnings per share have been calculated based on the consolidated net profit attributable to equity holders of the parent for the interim for financial period and the weighted average number of ordinary shares outstanding during the period as follows:-

**i. Basic earnings per share**

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31/03/2019 RM '000	31/03/2018 RM '000	31/03/2019 RM '000	31/03/2018 RM '000
<b>Loss attributable to equity holders of the Company</b>	(3,170)	(3,330)	(3,170)	(3,330)
<b>Weighted average number of ordinary shares ('000)</b>				
Issued ordinary shares at beginning of period	492,555	492,555	492,555	492,555
Effect of shares issued during the period	-	-	-	-
	<u>492,555</u>	<u>492,555</u>	<u>492,555</u>	<u>492,555</u>
Effect on dilution of share warrants	-	-	-	-
<b>Adjusted weighted average number of ordinary shares in issue and issuable ('000)</b>	<u>492,555</u>	<u>492,555</u>	<u>492,555</u>	<u>492,555</u>
<b>Diluted earnings per share (sen)</b>	<u>(0.64)</u>	<u>(0.68)</u>	<u>(0.64)</u>	<u>(0.68)</u>

**ii. Diluted earnings per share**

The diluted earnings per ordinary shares are equals to the basic earnings per share because the outstanding warrants are anti-dilutive.

**ON BEHALF OF THE BOARD**

DATO' TEOH SENG KIAN  
 Managing Director  
 Kuala Lumpur  
 30 May 2019