



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FORTH QUARTER ENDED 30 JUNE 2022**

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	Unaudited Current period Quarter 30/06/2022 RM'000	Audited Preceding period Quarter 30/06/2021 RM'000	Unaudited Current period to date 30/06/2022 RM'000	Audited Preceding period to date 30/06/2021 RM'000
CONTINUING OPERATIONS				
Revenue	1,043	8,453	15,792	32,671
Cost of sales	(1,360)	(19,684)	(16,859)	(34,829)
Gross (loss)	(317)	(11,231)	(1,067)	(2,158)
Other income	132	16,040	952	16,264
Administrative expenses	1,193	(9,401)	(7,397)	(15,633)
Other expenses	(67)	3,264	(5,985)	(2,530)
Finance cost	(383)	(342)	(1,177)	(1,991)
Profit/(Loss) before tax	558	(1,670)	(14,674)	(6,048)
Taxation	140	(446)	2,466	(3,017)
Profit/(Loss) for the year from continuing operation	698	(2,116)	(12,208)	(9,065)
Year				
Profit/(Loss) for the financial year attributable to:				
Owner of the parent				
- From continuing operations	698	(2,116)	(12,208)	(9,065)
Profit/(Loss) for the year	698	(2,116)	(12,208)	(9,065)
Profit/(Loss) per share				
Basic (sen)	0.09	(1.35)	(1.54)	(1.49)
Diluted EPS (sen)	0.09	(1.35)	(1.54)	(1.49)

The above condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for financial period ended 30 June 2021 and the accompanying explanatory notes attached to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FORTH QUARTER ENDED 30 JUNE 2022**

	Unaudited As at 30/06/2022 RM'000	Audited as at 30/06/2021 RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	16	631
Inventories	54,694	55,476
Investment properties	96,255	96,255
Right of use asset	12,472	13,884
Total non-current assets	163,437	166,246
CURRENT ASSETS		
Inventories	19,995	19,995
Trade receivables	514	795
Other receivables	749	786
Contract assets	-	118
Tax recoverable	-	-
Cash & bank balances	887	12,916
Total current assets	22,145	34,610
TOTAL ASSETS	185,582	200,856
EQUITY		
Share capital	294,021	285,409
Revaluation reserve	11	11
Treasury shares	(5,843)	(5,843)
Warrant reserves	-	8,889
Accumulated losses	(154,499)	(151,180)
Total shareholders' equity	133,690	137,286
TOTAL EQUITY	133,690	137,286
NON-CURRENT LIABILITIES		
Lease liabilities	-	105
Other payable	337	1,444
Bank borrowings	799	623
Deferred taxation	4,067	4,067
Total non-current liabilities	5,203	6,239
CURRENT LIABILITIES		
Trade payables	6,140	3,771
Other payables	18,466	32,343
Lease liability	91	87
Bank borrowings	16,695	13,985
Tax payable	5,297	7,145
Total current liabilities	46,689	57,331
TOTAL LIABILITIES	51,892	63,570
TOTAL EQUITY AND LIABILITIES	185,582	200,856
NET ASSETS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY (RM)	0.22	0.24

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached to these interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FORTH QUARTER ENDED 30 JUNE 2022**

	Unaudited Current period to date 12 months 30/06/2022 RM'000	Audited Preceding period to date 12months 30/06/2021 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before tax	(14,674)	(6,048)
Adjustment for:		
Amortisation of right - of use assets	1,412	1,224
Bad debts write off	-	548
Depreciation of Property, plant and equipment	615	104
Impairment losses on:		
- trade receivables	272	351
- other receivables	5,184	2,179
Interest expense	1,177	1,991
Gain on disposal of subsidiary company	-	(15,915)
Interest income	-	(4)
Property, plant and equipment written off	-	196
Operating cash flows before changes in working capital	<u>(6,014)</u>	<u>(15,374)</u>
Changes in working capital:		
Inventories	-	18,994
Trade receivables	9	3,255
Other receivables	(5,049)	(12,574)
Trade payables	3,154	2,435
Other payables	(9,313)	9,733
Related parties	(1,107)	(16,726)
Cash generated from operating activities	<u>(18,320)</u>	<u>(10,257)</u>
Interest received	1	4
Interest paid	(1,112)	(1,991)
Tax paid	(856)	(159)
Net cash generated from operations	<u>(20,287)</u>	<u>(12,403)</u>

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached to these interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FORTH QUARTER ENDED 30 JUNE 2022 (CONT'D)**

	Unaudited Current period to date 12 months 30/06/2022 RM'000	Audited Preceding period to date 12months 30/06/2021 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Deposit Refund	-	1,500
Purchase of right of use asset	-	(193)
Purchase of investment properties	-	(6,553)
Proceeds from disposal of subsidiary companies, nett of cash disposed	-	(411)
Proceed from disposal of investment properties		9,322
Net cash used in investing activities	<u>-</u>	<u>3,665</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of term loans	-	253
Repayment of finance lease liabilities	(101)	80
Proceeds from issuance of shares	8,612	20,351
Net cash used in financing activities	<u>8,511</u>	<u>20,684</u>
Net (decrease) / (increase) in cash and cash equivalents	(11,776)	11,946
Cash and cash equivalents at the beginning of financial period	(959)	(12,905)
Cash and cash equivalents at the end of financial period	<u>(12,735)</u>	<u>(959)</u>
Cash and cash equivalents at the end of financial year comprises:		
Cash and bank balances	887	12,916
Bank overdraft	(13,622)	(13,875)
	<u>(12,735)</u>	<u>(959)</u>

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached to these interim financial statements.



PART A – EXPLANATORY NOTES

1. Basis of Preparation

The interim financial should be read in conjunction with the audited financial statement of the Group for the financial year ended 30 June 2021 which were prepared under the Malaysia Financial Reporting Standards (“MFRS”) and amendments to standards to be applied by all Entities Other Than Private Entities.

These interim financial statements of the Group are not audited and have been prepared in accordance with the requirements of MFRS 134 – *interim financial reporting* and the applicable disclosure provisions of the MAIN Market Listing Requirements of Bursa Malaysia Securities Berhad.

The explanatory notes attached to the interim financial statements provide and explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

The financial statements of the Group have been prepared under the historical cost convention unless otherwise indicated in this significant accounting policies below.

Adoption of new and amended standards

During the financial period, the Group have adopted the following new standards and amendments to standards and interpretation issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial period:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 9	Prepayments Features with Negative Compensation
Amendments to MFRS 119	Plan Amendments, Curtailment or Settlement
Amendments to MFRS 128	Long-term interests in Associates and Joint Ventures
Amendments to MFRS 15	Clarification to MFRS 15
Amendments to MFRS 140	Transfer of Investment Property
Annual Improvement to	Amendments to MFRS 3
	Amendments to MFRS 11
	Amendments to MFRS 112
	Amendments to MFRS 123

The adoption of new standards and amendments to standards and interpretation did not have any significant impact on the financial statements of the Group.



PART A – EXPLANATORY NOTES

2. Auditors' report in respect of preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 30 June 2021 was not qualified.

3. Seasonal or Cyclical Factors

The Group's operations were not significantly affected by any unusual seasonal or cyclical factors.

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter and twelve months ended 30 June 2022.

5. Changes in Estimates

There were no changes in estimates that have had a material effect during the quarter and twelve months ended 30 June 2022.

6. Changes in Debt and Equity Security

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the quarter and twelve months ended 30 June 2022. Except for the Private Placement disclosed in Part B, Note 7.

7. Dividends Paid

No dividend has been paid during the quarter and twelve months ended 30 June 2022.



PART A – EXPLANATORY NOTES

8. Segment Reporting

Segmental information for the financial period ended 30 June 2022 is presented in respect of the Group's business segment.

	Cumulative quarter 12 months 30/06/2022	Cumulative quarter 12 months 30/06/2022	Cumulative quarter 12 months 30/06/2022	Cumulative quarter 12 months 30/06/2022	Cumulative quarter 12 months 30/06/2022
	Property development	Construction	Property Investment	Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue					
External Customer	12,792	-	1,174	1,826	15,792
Inter segment	-	-	-	-	-
Total revenue	12,792	-	1,174	1,826	15,792
Results					
Segment results	(2,664)	(390)	(1,182)	(9,261)	(13,497)
Interest income	-	-	-	-	-
Finance costs	(1,100)	(3)	(9)	(65)	(1,177)
Loss before tax					(14,674)
Taxation					2,466
Loss for the financial period					(12,208)



PART A – EXPLANATORY NOTES

8. Segment Reporting (cont'd)

	Cumulative quarter Preceding period 12 months 30/06/2021 Property development RM'000	Cumulative quarter Preceding period 12 months 30/06/2021 Construction RM'000	Cumulative quarter Preceding period 12 months 30/06/2021 Property Investment RM'000	Cumulative quarter Preceding period 12 months 30/06/2021 Others RM'000	Cumulative quarter Preceding period 12 months 30/06/2021 Consolidated RM'000
Revenue					
External Customer	20,727	9,600	1,844	500	32,671
Inter segment	-	-	-	-	-
Total revenue	-	-	32,103	568	32,671
Results					
Segment results	3,619	352	5,675	(13,707)	(4,061)
Interest income	4	-	-	-	4
Finance costs	(1,066)	(2)	(725)	(198)	(1,991)
Loss before tax					(6,048)
Taxation					(3,017)
Loss for the financial period					(9,065)



PART A – EXPLANATORY NOTES

9. Related party transaction

There were no related party transaction during the quarter and twelve months ended 30 June 2022.

10. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter and twelve months ended 30 June 2022 and up to the date of this Interim Financial Report.

11. Changes in contingent liabilities and contingent assets

There were no changes in contingent liabilities and contingent assets since the last annual balance sheet date as at 30 June 2022.



PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of Performance

The group cumulative revenue performance reported at RM15.79 million were mainly derived from property development arm through selling of inventories of RM12.79 million, property investment arm through rental of RM1.17 million and sale of palm kernel of RM1.83 million.

Loss after tax for the current period quarter were recorded at RM12.21 million as compared to a loss after tax from the preceding period quarter of RM9.07 million.

	Individual Period		Changes (%)	Cumulative Period		Changes
	Current period Quarter 30/06/2022 RM'000	Preceding period Quarter 30/06/2021 RM'000	%	Current period to date 12 months 30/06/2022 RM'000	Preceding period to date 12 months 30/06/2021 RM'000	%
Revenue	1,043	8,453	-88%	15,792	32,671	-52%
Operating Loss	809	(17,368)	105%	(14,449)	(20,321)	29%
Loss Before Interest and Tax	941	(1,328)	171%	(13,497)	(4,057)	-233%
Loss Before Tax	558	(1,670)	133%	(14,674)	(6,048)	-143%
Loss After Tax	698	(2,116)	133%	(12,208)	(9,065)	-35%
Loss Attributable to Ordinary Equity Holders of the Parent Company	698	(2,116)	133%	(12,208)	(9,065)	-35%

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

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

The Group recorded a profit before tax of RM0.56 million in the current quarter as compared to a loss before tax of RM11.44 million in the immediate preceding quarter.

	Current period Quarter 3 months 30/06/2022 RM'000	Immediate preceding Quarter 3 months 31/03/2022 RM'000	Changes (%)
Revenue	1,043	778	34%
Operating Profit/(Loss)	809	(11,683)	-107%
Profit/Loss Before Interest and Tax	941	(11,087)	-108%
Profit/Loss Before Tax	558	(11,435)	-105%
Profit/Loss After Tax	698	(9,110)	-108%
Profit/Loss Attributable to Ordinary Equity Holders of the Parent Company	698	(9,110)	-108%

The current year quarter revenue increase to RM1.04 million as compared to the immediate preceding quarter of RM0.78 million which was mainly attribute from property investment arm through rental income and also from sale of palm kernel.



**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

3. Prospects

In the Economic Report 2022, the Ministry of Finance (MoF) is expecting that the economy to be strengthened by 5.5% to 6.5% in the coming year as this expansion will be supported by significant improvement in global trade, stabilised commodity prices, containment of the pandemic and gradual improvement in consumer and business sentiments. The Group found that the demand was back on an upward trend during the current financial year. This has indicated that the sentiments are improving in tandem with higher vaccination rates, the reopening of commercial activity and a less restricted environment for consumers. Government-driven initiatives such as the extension of moratorium on loan repayments to include an alternate option of 50% reduction on monthly loan repayment and retention of Overnight Policy Rate (OPR) at 1.75% by Bank Negara Malaysia helped to sustain the development of property market. Furthermore, the move from a “pandemic” to an “endemic” classification of the crisis means the government is adopting sustainable long-term policies in dealing with COVID-19. This will result in more consistent regulations on economic activity and bring clarity for businesses operations, improving sentiments toward consumer confidence.

Historically, Meridian Group is principally reliant on property development and construction revenue. Meridian Group is cognisant that the operating landscape for the property development industry will continue to remain challenging.

The recent global market uncertainties and weak market sentiments had affected the Group’s earnings for the recent years. Notwithstanding the uncertain economic outlook and the potential short-term impact on the prospects of Meridian Group due to COVID-19 pandemic, the management has decided to proceed with the development of its existing landbank at Kuala Linggi, Melaka with a longer-term perspective to provide the Meridian Group with a diversified revenue stream.

Whilst the development of the Kuala Linggi Land is still at its initial stage, Meridian Group remains optimistic on the delivery of its intended plans for the Kuala Linggi Land. Meridian Group believes after the Proposed Private Placement and diversified revenue stream to be generated from the operation of the mixed development for Kuala Linggi Land is expected to contribute positively to its financial performance for the foreseeable future.



PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

4. Profit forecast and profit guarantee

The Group has not announced or disclosed any profit forecast or profit guarantee in any public documents

5. Taxation

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% (2020: 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.

6. Group Borrowings and Debt Securities

The Group borrowing as compared to the corresponding preceding period were as follows:-

	As at 30 June 2022		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Secured			
- Hire purchase	-	-	-
- Bank overdraft	-	(13,622)	(13,622)
- Term loans	(799)	(3,074)	(3,873)
Total	(799)	(16,695)	(17,494)

	As at 30 June 2021		
	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Secured			
- Hire purchase	(105)	-	(105)
- Bank overdraft	-	(13,874)	(13,874)
- Term loans	(623)	(111)	(734)
Total	(728)	(13,985)	(14,713)

None of the Group borrowings is denominated in foreign currency.



PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

7. Corporate Proposal

- a) On 17 August 2021, Warrants 2011/2021 (Warrant ‘A’) convert into shares by issuance of 12,300 no. of shares issued at price RM0.50 with a total amount of RM6,150.
- b) On 19 November 2021, the Group had announced to undertake a Private Placement of up to 20% of the total number of issued shares of Meridian Berhad.

Assuming an indicative issue price of RM0.13 per Placement Share, which represents a 6.9% discount to the 5-day VWAP of Meridian Shares up to LPD of RM0.1397, the Company is expected to raise gross proceeds of up to approximately RM19.6 million (assuming none of the Treasury Shares are resold) respectively upon completion of the Proposed Private Placement. The proceeds are expected to be utilised in the following manner:-.

<u>Details of utilisation</u>	<u>Notes</u>	<u>Estimated timeframe for utilisation from the listing of each tranche of Placement Shares</u>	<u>Amount</u> RM'000
Property development activities	(i)	Within 24 months	12,950
Working capital	(ii)	Within 24 months	6,500
Estimated expenses for the Proposed Private Placement	(iii)	Within 2 months	140
Total estimated proceeds			<u>19,590</u>

- c) On 29 December 2021 the Group Proposed Private Placement has been completed following the listing of 150,695,909 Placement Shares at a price of RM0.0571 with total proceeds of RM8,604,736.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD
7. Corporate Proposal (cont'd)

d) The Company has a raised total of RM8.6 million from the Private Placement. The utilisation of proceeds is as follows:

Particular	Proposed utilisation (RM' 000)	Actual utilised as at 17 August 2022 (RM' 000)	Balance to be utilised (RM' 000)
Property development activities	1,965	1,965	-
Working capital	6,500	6,500	-
Estimated expenses in relation to the Proposed Private Placement and Shares Issuance	140	64	^(a) 76
Total	8,605	7,981	76

Note :

a) The excess had first been allocated to the working capital, which subsequently being allocated to the property development activities due to insufficient fund for the property development activities.

In the event that the gross proceeds raised are less than RM19.6 million, the proceeds will be utilised in the following priority:-

- (i) estimated expenses for the Proposed Private Placement;
- (ii) working capital; and
- (iii) property development activities

e) On 2nd August 2022 the Group had announced to undertake the following;

- (i) proposed collaboration between Meridian and M101 Holdings Sdn Bhd (“M101”) to facilitate the License Agreement (as defined in Section 2 of the announcement) for Meridian’s development and operation of a water park (“Proposed Collaboration”);
- (ii) proposed consolidation of every 4 ordinary shares in Meridian (“Meridian Shares” or “Shares”) into 1 consolidated Meridian Share (“Consolidated Share”) (“Proposed Share Consolidation”)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****7. Corporate Proposal (cont'd)**

- (iii) proposed consolidation of every 4 ordinary shares in Meridian (“Meridian Shares” or “Shares”) into 1 consolidated Meridian Share (“Consolidated Share”) (“Proposed Share Consolidation”)
- (iv) proposed diversification of the existing principal activities of Meridian and its subsidiaries (“Meridian Group” or the “Group”) to include leisure and hospitality businesses; and
- (v) proposed establishment of an employees’ share options scheme (“Scheme”) involving up to 15% of the total issued Shares (excluding treasury shares) at any point in time during the duration of the Scheme (“Proposed ESOS”),

8. Derivatives financial instrument

As at 31 March 2022, there were no outstanding foreign currency forward contracts.

9. Additional disclosures pursuant to para 16, part A, Appendix 9B of Bursa Malaysia Securities Berhad Listing Requirements

	Current period quarter to date 30/06/2022 RM'000	Preceding period to date 30/06/2021 RM'000
Interest expenses	(1,177)	(1,991)
Amortisation of right - of use assets	(1,412)	(1,224)
Depreciation	(615)	(104)

Other than the item above which have been included in profit or loss, there were no impairment of assets or exceptional item which may have an effect on the results for the current financial period ended 30 June 2022.

10. Dividend proposed

No dividend has been declared or recommended for payment for the quarter and twelve months ended 30 June 2022.



PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

11. Earning per share

The basic and diluted earnings per share have been calculated based on the consolidated net loss 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		Cumulative Quarter	
	3 months ended		12 months ended	
	Current period	Preceding period	Current period to date	Preceding period to date
	Quarter	Quarter	Quarter	Quarter
	30/06/2022	30/06/2021	30/06/2022	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Loss attributable to equity holders of the Company	698	(2,116)	(12,208)	(9,065)
Weighted average number of ordinary shares in issue	794,752	589,154	794,752	589,154
Basic earnings per share (sen)	0.09	(0.36)	(1.54)	(1.54)

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

12. 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.



**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD**

13. Authorisation for issue

The interim financial statement was authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

BY ORDER OF THE BOARD

DATO' YAP TING HAU

Chief Executive Officer

Kuala Lumpur

30 August 2022