

SUNWAY BERHAD (Company No : 201001037627 (921551-D))
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021
 THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

	NOTE	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
		CURRENT YEAR	PRECEDING YEAR CORRESPONDING QUARTER	INCREASE/ (DECREASE) %	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	INCREASE/ (DECREASE) %
		QUARTER 31/12/2021	QUARTER 31/12/2020		31/12/2021	31/12/2020	
RM'000	RM'000 (RESTATED)	RM'000 (RESTATED)	RM'000	RM'000 (RESTATED)			
CONTINUING OPERATIONS							
REVENUE		1,243,832	1,095,742	14%	3,714,168	3,208,759	16%
OPERATING EXPENSES	B6	(1,135,005)	(1,188,896)	(5%)	(3,569,065)	(3,233,294)	10%
OTHER OPERATING INCOME	B6	128,249	119,808	7%	181,979	257,188	(29%)
PROFIT FROM OPERATIONS		237,076	26,654	789%	327,082	232,653	41%
FINANCE INCOME		37,774	50,090	(25%)	157,230	162,840	(3%)
FINANCE COSTS		(34,940)	(5,244)	566%	(102,313)	(136,194)	(25%)
SHARE OF PROFIT FROM ASSOCIATES		8,591	15,406	(44%)	62,687	63,171	(1%)
SHARE OF PROFIT FROM JOINT VENTURES		8,141	149,244	(95%)	21,024	167,654	(87%)
PROFIT BEFORE TAX	B6	256,642	236,150	9%	465,710	490,124	(5%)
INCOME TAX EXPENSE	B5	(73,040)	(45,362)	61%	(116,211)	(102,637)	13%
PROFIT FROM CONTINUING OPERATIONS		183,602	190,788	(4%)	349,499	387,487	(10%)
DISCONTINUED OPERATIONS #							
PROFIT FROM DISCONTINUED OPERATIONS, NET OF TAX		33,685	22,454	50%	104,436	17,388	501%
NET GAIN ARISING FROM PARTIAL DIVESTMENT OF SUNWAY HEALTHCARE GROUP	A12	2,286,116	-	N/A	2,286,116	-	N/A
PROFIT FROM DISCONTINUED OPERATIONS		2,319,801	22,454	10231%	2,390,552	17,388	13648%
PROFIT FOR THE PERIOD		2,503,403	213,242	1074%	2,740,051	404,875	577%
ATTRIBUTABLE TO:							
- OWNERS OF THE PARENT							
CONTINUING OPERATIONS		154,861	177,101	(13%)	294,435	340,263	(13%)
DISCONTINUED OPERATIONS		2,300,513	22,164	10280%	2,371,008	16,990	13855%
		2,455,374	199,265	1132%	2,665,443	357,253	646%
- NON-CONTROLLING INTERESTS							
CONTINUING OPERATIONS		28,741	13,687	110%	55,064	47,224	17%
DISCONTINUED OPERATIONS		19,288	290	6551%	19,544	398	4811%
		48,029	13,977	244%	74,608	47,622	57%
		2,503,403	213,242	1074%	2,740,051	404,875	577%

#: The financial results of the partial divestment of Sunway Healthcare Holdings Sdn. Bhd. and its subsidiaries in December 2021 as disclosed in Note A12 of this interim report are now presented as discontinued operations in line with the requirements of MFRS 5 Non-current Assets Held for Sale and Discontinued Operations.

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

SUNWAY BERHAD (Company No : 201001037627 (921551-D))
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021
 THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021 (contd.)

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER			
	NOTE	CURRENT YEAR QUARTER 31/12/2021	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2020	INCREASE/ (DECREASE)	CURRENT YEAR TO DATE 31/12/2021	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2020	INCREASE/ (DECREASE)
		RM'000	RM'000 (RESTATED)	%	RM'000	RM'000 (RESTATED)	%
EARNINGS PER SHARE							
(i) BASIC (sen)¹							
CONTINUING OPERATIONS		2.64	3.44	(23%)	5.02	6.86	(27%)
DISCONTINUED OPERATIONS		39.21	0.43	9004%	40.41	0.34	11706%
		<u>41.85</u>	<u>3.87</u>	981%	<u>45.43</u>	<u>7.20</u>	531%
(ii) DILUTED (sen)¹							
CONTINUING OPERATIONS		2.60	3.44	(24%)	4.96	6.86	(28%)
DISCONTINUED OPERATIONS		38.62	0.43	8866%	39.95	0.34	11571%
		<u>41.22</u>	<u>3.87</u>	964%	<u>44.91</u>	<u>7.20</u>	524%

¹ The calculation of earnings per share (basic and diluted) includes the ordinary shares that will be issued upon the mandatory conversion of ICPS.

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

SUNWAY BERHAD (Company No : 201001037627 (921551-D))
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021
 THE FIGURES HAVE NOT BEEN AUDITED

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2021

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/12/2021	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2020	CURRENT YEAR TO DATE 31/12/2021	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2020
	RM'000	RM'000 (RESTATED)	RM'000	RM'000 (RESTATED)
PROFIT FOR THE PERIOD	2,503,403	213,242	2,740,051	404,875
OTHER COMPREHENSIVE INCOME TO BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS				
FOREIGN CURRENCY TRANSLATION DIFFERENCES FOR FOREIGN OPERATIONS	8,315	21,519	38,668	41,171
CASH FLOW HEDGE RESERVE - FAIR VALUE (LOSS)/GAIN				
- FAIR VALUE (LOSS)/GAIN OF DERIVATIVES	(5,831)	(6,583)	51,753	23,887
- AMOUNT RECYCLED TO PROFIT OR LOSS	4,359	5,472	(50,089)	(26,392)
OTHER COMPREHENSIVE INCOME NOT TO BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS				
FAIR VALUE (LOSS)/GAIN ON OTHER INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	(52,610)	19,775	(37,219)	19,775
REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	(4,873)	-	1,790	-
OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD	<u>(50,640)</u>	<u>40,183</u>	<u>4,903</u>	<u>58,441</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>2,452,763</u>	<u>253,425</u>	<u>2,744,954</u>	<u>463,316</u>
ATTRIBUTABLE TO:				
- OWNERS OF THE PARENT	2,404,500	235,125	2,669,800	409,343
- NON-CONTROLLING INTERESTS	48,263	18,300	75,154	53,973
	<u>2,452,763</u>	<u>253,425</u>	<u>2,744,954</u>	<u>463,316</u>

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

SUNWAY BERHAD (Company No : 201001037627 (921551-D))
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021
 THE FIGURES HAVE NOT BEEN AUDITED

FINANCIAL REVIEW FOR CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER

	CURRENT QUARTER 31/12/2021	IMMEDIATE PRECEDING QUARTER 30/09/2021	INCREASE/ (DECREASE)
	RM'000	RM'000	%
<u>CONTINUING OPERATIONS</u>			
REVENUE	1,243,832	856,924	45%
OPERATING EXPENSES	(1,135,005)	(825,238)	38%
OTHER OPERATING INCOME	128,249	19,852	546%
PROFIT FROM OPERATIONS	237,076	51,538	360%
FINANCE INCOME	37,774	40,684	(7%)
FINANCE COSTS	(34,940)	(28,570)	22%
SHARE OF PROFIT FROM ASSOCIATES	8,591	21,768	(61%)
SHARE OF PROFIT/(LOSS) FROM JOINT VENTURES	8,141	(1,031)	N/A
PROFIT BEFORE TAX	256,642	84,389	204%
INCOME TAX EXPENSE	(73,040)	(18,573)	293%
PROFIT FROM CONTINUING OPERATIONS	183,602	65,816	179%
<u>DISCONTINUED OPERATIONS</u>			
PROFIT FROM DISCONTINUED OPERATIONS, NET OF TAX	33,685	29,340	15%
NET GAIN ARISING FROM PARTIAL DIVESTMENT OF SUNWAY HEALTHCARE GROUP	2,286,116	-	N/A
PROFIT FROM DISCONTINUED OPERATIONS	2,319,801	29,340	7807%
PROFIT FOR THE PERIOD	2,503,403	95,156	2531%
ATTRIBUTABLE TO:			
- OWNERS OF THE PARENT			
CONTINUING OPERATIONS	154,861	51,760	199%
DISCONTINUED OPERATIONS	2,300,513	29,338	7741%
	2,455,374	81,098	2928%
- NON-CONTROLLING INTERESTS			
CONTINUING OPERATIONS	28,741	14,056	104%
DISCONTINUED OPERATIONS	19,288	2	964300%
	48,029	14,058	242%
	2,503,403	95,156	2531%
EARNINGS PER SHARE			
(i) BASIC (sen)¹			
CONTINUING OPERATIONS	2.64	0.88	199%
DISCONTINUED OPERATIONS	39.21	0.50	7741%
	41.85	1.38	2928%
(ii) DILUTED (sen)¹			
CONTINUING OPERATIONS	2.60	0.88	196%
DISCONTINUED OPERATIONS	38.62	0.49	7711%
	41.22	1.37	2905%

¹ The calculation of earnings per share (basic and diluted) includes the ordinary shares that will be issued upon the mandatory conversion of ICPS.

(The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

SUNWAY BERHAD (Company No : 201001037627 (921551-D))
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021
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FINANCIAL REVIEW FOR CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER (contd.)

	CURRENT QUARTER 31/12/2021 RM'000	IMMEDIATE PRECEDING QUARTER 30/09/2021 RM'000
PROFIT FOR THE PERIOD	2,503,403	95,156
OTHER COMPREHENSIVE INCOME TO BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS		
FOREIGN CURRENCY TRANSLATION DIFFERENCES FOR FOREIGN OPERATIONS	8,315	(4,311)
CASH FLOW HEDGE RESERVE - FAIR VALUE (LOSS)/GAIN		
- FAIR VALUE (LOSS)/GAIN OF DERIVATIVES	(5,831)	9,187
- AMOUNT RECYCLED TO PROFIT OR LOSS	4,359	(9,057)
OTHER COMPREHENSIVE INCOME NOT TO BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS		
FAIR VALUE (LOSS)/GAIN ON OTHER INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	(52,610)	3,611
REVALUATION OF PROPERTY, PLANT AND EQUIPMENT	(4,873)	-
OTHER COMPREHENSIVE LOSS FOR THE PERIOD	<u>(50,640)</u>	<u>(570)</u>
TOTAL COMPREHENSIVE INCOME FOR PERIOD	<u>2,452,763</u>	<u>94,586</u>
ATTRIBUTABLE TO:		
- OWNERS OF THE PARENT	2,404,500	81,542
- NON-CONTROLLING INTERESTS	48,263	13,044
	<u>2,452,763</u>	<u>94,586</u>

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	AS AT END OF	AS AT PRECEDING	
	CURRENT QUARTER	FINANCIAL PERIOD END	
	31/12/2021	31/12/2020	1/1/2020
	RM'000	RM'000	RM'000
		(RESTATED)	(RESTATED)
ASSETS			
Non-current assets			
Property, plant and equipment	1,262,755	2,620,747	2,749,044
Intangible assets	56,596	25,233	19,833
Investment properties	2,186,313	2,033,400	2,327,617
Inventories	1,671,126	1,795,500	1,674,576
Investment in associates	2,705,803	2,693,171	2,458,048
Investment in joint ventures	6,191,279	1,656,794	1,627,187
Goodwill	376,225	325,435	311,808
Deferred tax assets	47,423	60,765	68,575
Receivables	1,704,347	1,974,345	1,478,793
Derivative assets	7,540	-	-
Rock reserves	5,082	5,342	5,605
Other investments	870,165	864,153	569,856
Biological assets	48	230	121
	<u>17,084,702</u>	<u>14,055,115</u>	<u>13,291,063</u>
Current assets			
Contract assets	112,076	91,303	76,230
Inventories	2,423,004	2,074,699	2,077,811
Receivables, deposits & prepayments	2,483,840	2,433,201	3,014,935
Cash and bank balances	2,814,041	2,238,415	2,554,746
Tax recoverable	68,008	68,594	79,257
Derivative assets	2,465	31,532	1,925
Other investments	98,778	100,285	376,373
	<u>8,002,212</u>	<u>7,038,029</u>	<u>8,181,277</u>
TOTAL ASSETS	<u>25,086,914</u>	<u>21,093,144</u>	<u>21,472,340</u>
EQUITY AND LIABILITIES			
Current liabilities			
Payables, accruals & other current liabilities	2,470,639	2,453,061	2,670,944
Contract liabilities	12,583	74,610	43,529
Bank borrowings	4,093,777	5,261,081	7,024,821
Lease liabilities	29,170	49,867	67,836
Taxation	55,674	37,477	5,480
Derivative liabilities	43,727	72,369	17,730
	<u>6,705,570</u>	<u>7,948,465</u>	<u>9,830,340</u>
Non-current liabilities			
Long term bank borrowings	4,021,717	1,650,722	873,739
Perpetual Sukuk	600,000	600,000	400,000
Lease liabilities	92,489	324,513	767,028
Other long term liabilities	245,732	134,713	59,414
Derivative liabilities	188,957	1,665	187
Deferred tax liabilities	108,967	122,489	130,304
	<u>5,257,862</u>	<u>2,834,102</u>	<u>2,230,672</u>
Total liabilities	<u>11,963,432</u>	<u>10,782,567</u>	<u>12,061,012</u>
Equity attributable to Owners of the Parent			
Share capital	5,393,889	5,393,667	5,393,666
Irredeemable convertible preference shares ("ICPS")	977,779	977,779	-
Treasury shares	(74,335)	(74,335)	(53,324)
Reserves	5,737,477	3,216,083	3,027,026
	<u>12,034,810</u>	<u>9,513,194</u>	<u>8,367,368</u>
NON-CONTROLLING INTERESTS	<u>1,088,672</u>	<u>797,383</u>	<u>1,043,960</u>
Total equity	<u>13,123,482</u>	<u>10,310,577</u>	<u>9,411,328</u>
TOTAL EQUITY AND LIABILITIES	<u>25,086,914</u>	<u>21,093,144</u>	<u>21,472,340</u>
Number of ordinary shares ('000)¹	5,866,849	5,866,706	4,903,731
Net Assets Per Share Attributable To Owners Of The Parent (RM)	2.05	1.62	1.71

¹ Includes the ordinary shares that will be issued upon the mandatory conversion of ICPS.

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2021

	-----ATTRIBUTABLE TO OWNERS OF THE PARENT-----													
	NON-DISTRIBUTABLE			DISTRIBUTABLE						TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		NON-CONTROLLING INTERESTS		TOTAL EQUITY
	SHARE CAPITAL	IRREDEEMABLE CONVERTIBLE PREFERENCE SHARES	TREASURY SHARES	MERGER RESERVE	FOREIGN CURRENCY TRANSLATION RESERVE	CASH FLOW HEDGE RESERVE	FURNITURE, FITTINGS & EQUIPMENT RESERVE	OTHER RESERVES	RETAINED PROFITS	TOTAL RESERVES	OF THE PARENT	PERPETUAL SUKUK	RM'000	RM'000
PERIOD ENDED 31 DECEMBER 2021	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	5,393,667	977,779	(74,335)	(1,192,040)	166,022	(19,040)	18,481	528,569	3,741,568	3,243,559	9,540,670	-	797,837	10,338,507
Effects of Agenda Decision on IAS 23	-	-	-	-	-	-	-	-	(27,476)	(27,476)	(27,476)	-	(454)	(27,930)
At 1 January 2021 (restated)	5,393,667	977,779	(74,335)	(1,192,040)	166,022	(19,040)	18,481	528,569	3,714,092	3,216,083	9,513,194	-	797,383	10,310,577
Profit for the year	-	-	-	-	-	-	-	-	2,665,443	2,665,443	2,665,443	-	74,608	2,740,051
Other comprehensive income, net of tax	-	-	-	-	38,099	1,664	-	(35,406)	-	4,357	4,357	-	546	4,903
Total comprehensive income	-	-	-	-	38,099	1,664	-	(35,406)	2,665,443	2,669,800	2,669,800	-	75,154	2,744,954
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	10,084	10,084
Effect of subsidiaries becoming joint ventures	-	-	-	-	(2)	-	-	(2)	-	(4)	(4)	-	-	(4)
Transfer to furniture & fittings reserve	-	-	-	-	-	-	(6,636)	-	6,636	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	450	(172)	278	278	-	(278)	-
Transactions with owners														
Issuance of ordinary shares pursuant to - exercise of warrants	222	^	-	-	-	-	-	-	-	-	222	-	-	222
Dividends declared	-	-	-	-	-	-	-	-	(151,959)	(151,959)	(151,959)	-	-	(151,959)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(27,795)	(27,795)
Shares acquired by non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	18,062	18,062
Effects of subscriptions of units in structured entities by unit holders	-	-	-	-	-	-	-	-	-	-	-	-	246,650	246,650
Acquisition of equity interest from non-controlling interests	-	-	-	-	-	-	-	-	3,279	3,279	3,279	-	(30,588)	(27,309)
Total transactions with owners	222	-	-	-	-	-	-	-	(148,680)	(148,680)	(148,458)	-	206,329	57,871
At 31 December 2021	5,393,889	977,779	(74,335)	(1,192,040)	204,119	(17,376)	11,845	493,611	6,237,319	5,737,477	12,034,810	-	1,088,672	13,123,482
PERIOD ENDED 31 DECEMBER 2020														
At 1 January 2020	5,393,666	-	(53,324)	(1,192,040)	131,185	(16,535)	20,569	223,351	3,882,397	3,048,927	8,389,269	-	1,044,290	9,433,559
Effects of Agenda Decision on IAS 23	-	-	-	-	-	-	-	-	(21,901)	(21,901)	(21,901)	-	(330)	(22,231)
At 1 January 2020 (restated)	5,393,666	-	(53,324)	(1,192,040)	131,185	(16,535)	20,569	223,351	3,860,496	3,027,026	8,367,368	-	1,043,960	9,411,328
Profit for the year	-	-	-	-	-	-	-	-	357,253	357,253	357,253	-	47,622	404,875
Other comprehensive income, net of tax	-	-	-	-	34,837	(2,505)	-	19,759	-	52,091	52,091	-	6,351	58,441
Total comprehensive income	-	-	-	-	34,837	(2,505)	-	19,759	357,253	409,343	409,343	-	53,973	463,316
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	7,749	7,749
Effects of subsidiaries becoming joint ventures and an associate	-	-	-	-	-	-	-	-	-	-	-	-	(15,587)	(15,587)
Transfer to furniture, fittings & equipment reserve	-	-	-	-	-	-	(2,088)	-	2,088	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-	265	(262)	3	3	-	(3)	-
Transfer to capital reserve	-	-	-	-	-	-	-	301,147	(301,147)	-	-	-	-	-
Disposal of other investment recognised at fair value through other comprehensive income	-	-	-	-	-	-	-	(16,553)	16,553	-	-	-	-	-
Transactions with owners														
Issuance of irredeemable convertible preference shares	-	977,779	-	-	-	-	-	-	-	-	977,779	-	-	977,779
- exercise of warrants	1	^	-	-	-	-	-	-	-	-	1	-	-	1
Purchase of treasury shares	-	-	(21,011)	-	-	-	-	-	-	-	(21,011)	-	-	(21,011)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(33,023)	(33,023)
Dividends declared	-	-	-	-	-	-	-	-	(220,562)	(220,562)	(220,562)	-	-	(220,562)
Shares acquired by non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	1,075	1,075
Effects of redemption of units in structured entities by unit holders	-	-	-	-	-	-	-	-	-	-	-	-	(258,060)	(258,060)
Acquisition of equity interest from non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	(2,428)	(2,428)
Effects arising from bonus issues of a subsidiary	-	-	-	-	-	-	-	600	(327)	273	273	-	(273)	-
Total transactions with owners	1	977,779	(21,011)	-	-	-	-	600	(220,889)	(220,289)	736,480	-	(292,709)	443,771
At 31 December 2020	5,393,667	977,779	(74,335)	(1,192,040)	166,022	(19,040)	18,481	528,569	3,714,092	3,216,083	9,513,194	-	797,383	10,310,577

^ Represents 142,437 warrants amounting to RM222,202 (2020: 404 warrants amounting to RM695).

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2021

	FOR THE 12 MONTHS PERIOD ENDED 31/12/2021 RM'000	FOR THE 12 MONTHS PERIOD ENDED 31/12/2020 RM'000 (RESTATED)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax		
From continuing operations	465,710	490,124
From discontinued operations	2,388,456	17,399
	<u>2,854,166</u>	<u>507,523</u>
Adjustments for:		
- non-cash items	(2,210,606)	(40,466)
- finance costs	124,839	159,494
- finance income	(170,169)	(171,886)
Operating cash flows before working capital changes	<u>598,230</u>	<u>454,665</u>
Changes in working capital	178,543	117,312
Cash flow generated from operations	<u>776,773</u>	<u>571,977</u>
Interest received	170,169	180,039
Dividend received from joint ventures, associates and other investments	195,602	195,752
Tax refunded	6,373	10,987
Tax paid	(110,502)	(72,295)
Net cash flow generated from operating activities	<u>1,038,415</u>	<u>886,460</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant & equipment	19,184	6,461
Proceeds from disposal of investment properties	396	450,000
Proceeds from disposal of intangible assets	-	55
Proceeds from disposal of land held for development	14,234	-
Proceeds from disposal of an associate	-	7,915
Proceeds from disposal of a joint venture	902	-
Proceeds from disposal of other investments	19,195	315,715
Proceeds from acquisition of equity interest by non-controlling interests	18,062	1,075
Acquisition of land	(360,564)	(62,293)
Acquisition of property, plant and equipment	(362,079)	(455,118)
Acquisition of biological assets	-	(186)
Acquisition of intangible assets	(8,264)	(9,020)
Acquisition of other investment	(70,528)	(317,074)
Acquisition and subsequent expenditure of investment properties	(82,861)	(101,349)
Acquisition of equity interest from non-controlling interests	(27,309)	(2,428)
Acquisition of subsidiaries for cash, net of cash acquired	(34,873)	(9,519)
Investment in joint ventures	(474,353)	(528)
Investment in associates	(278)	(290,858)
Repayment from/(Advances to) associates and joint ventures	230,837	(95,747)
Net cash flow deposits placed with maturity of over 3 months	2,093	1,786
Quasi-equity loan (advanced to)/repaid by joint ventures	(192,227)	38,279
Net subscriptions of units in structured entities by the group	-	(131,978)
Net subscriptions/(redemptions) of units in structured entities by non-controlling interests	246,650	(126,082)
Net cash outflow from loss of control of subsidiaries	(261,091)	(17,590)
Net cash used in investing activities	<u>(1,322,873)</u>	<u>(798,484)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net bank and other borrowings	1,291,987	(832,433)
Net lease liabilities	(75,715)	(64,632)
Proceeds from issuance of shares pursuant to exercise of warrants	222	1
Proceeds from issuance of ICPS	-	977,779
Interest paid	(205,959)	(277,567)
Dividend paid to shareholders	(151,959)	(220,562)
Dividend paid to non-controlling interests of subsidiaries	(27,795)	(33,023)
Repayment from non-controlling interests of subsidiaries	1,720	-
Shares buyback	-	(21,011)
Issuance of perpetual sukuk	-	200,000
Net cash generated from/(used in) financing activities	<u>832,501</u>	<u>(271,448)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	548,043	(183,472)
EFFECTS OF EXCHANGE RATE CHANGES	5,152	7,305
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	2,182,845	2,359,012
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>2,736,040</u>	<u>2,182,845</u>
Bank & cash balances	645,575	455,220
Fixed deposits	2,168,466	1,783,195
Total cash and bank balances	<u>2,814,041</u>	<u>2,238,415</u>
Bank overdrafts	(77,486)	(52,962)
Less: Deposits with maturity of over 3 months	(515)	(2,608)
Cash and cash equivalents	<u>2,736,040</u>	<u>2,182,845</u>

(The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Annual Statutory Financial Statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO FINANCIAL STATEMENTS

A1 Accounting Policies and Basis of Preparation

The Group has prepared its financial statements using the Malaysian Financial Reporting Standards ("MFRS") for the financial period ended 31 December 2021.

The interim financial report is unaudited and is prepared in accordance with MFRS134 *Interim Financial Reporting* and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2020.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 31 December 2020 except for the adoption of the following new MFRSs and Amendments to MFRSs that are effective for financial statements effective from 1 January 2021, as disclosed below:

Title	Effective Date
<i>Interest Rate Benchmark Reform - Phase 2</i> (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)	1 January 2021
Amendment to MFRS 16 <i>Covid-19-Related Rent Concessions beyond 30 June 2021</i>	1 April 2021 *

* *Early adopted by the Group.*

The adoption of the above pronouncements does not have any significant impact to the Group.

Prior Year Adjustments ("PYA")

Agenda Decision on IAS 23 *Borrowing Costs* - Over Time Transfer of Constructed Goods

In March 2019, IFRS Interpretations Committee ("IFRIC") concluded that any inventory which is available for its intended sale, despite it is still subject to transfer of control over time, is not a qualifying asset. Accordingly, the entity should not capitalise the borrowing costs on these inventories in accordance to the principles and the requirements in IAS 23 (MFRS 123).

Consequent to this Agenda Decision, Malaysian Accounting Standards Board ("MASB") has decided that an entity shall apply the Agenda Decision on IAS 23 as a change in accounting policy to financial statements of annual periods beginning on or after 1 July 2020.

In previous financial years, the Group capitalised the borrowing costs incurred in the inventory (work in progress) until the completion of the units. Effective 1 January 2021, the Group had retrospectively applied the Agenda Decision on IAS 23. The Group has restated its comparatives to reflect the financial effects for the period ended 31 December 2020, as at 1 January 2020 and as at 31 December 2020 retrospectively. These are presented in Note A1(i), A1(ii) and A1(iii).

(i) Reconciliation of profit or loss for the period ended 31 December 2020

	Quarter ended 31 December 2020			Cumulative quarter ended 31 December 2020		
	As previously stated	Effects of Agenda Decision on IAS 23	Restated	As previously stated	Effects of Agenda Decision on IAS 23	Restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Continuing Operations</u>						
Revenue	1,095,742	-	1,095,742	3,208,759	-	3,208,759
Operating expenses	(1,197,788)	8,892	(1,188,896)	(3,249,872)	16,578	(3,233,294)
Other operating income	119,808	-	119,808	257,188	-	257,188
Profit from operations	17,762	8,892	26,654	216,075	16,578	232,653
Finance income	50,090	-	50,090	162,840	-	162,840
Finance cost	(312)	(4,932)	(5,244)	(117,139)	(19,055)	(136,194)
Share of profit from associates	15,406	-	15,406	63,171	-	63,171
Share of profit from joint ventures	149,571	(327)	149,244	170,199	(2,545)	167,654
Profit before tax	232,517	3,633	236,150	495,146	(5,022)	490,124
Income tax expense	(44,741)	(621)	(45,362)	(101,960)	(677)	(102,637)
Profit from continuing operations	187,776	3,012	190,788	393,186	(5,699)	387,487
<u>Discontinued Operations</u>						
Profit from discontinued operations	22,454	-	22,454	17,388	-	17,388
Profit for the Period	210,230	3,012	213,242	410,574	(5,699)	404,875
Attributable to:						
- Owners of the parent						
Continuing operations	174,136	2,965	177,101	345,838	(5,575)	340,263
Discontinued operations	22,164	-	22,164	16,990	-	16,990
	196,300	2,965	199,265	362,828	(5,575)	357,253
- Non-controlling interests						
Continuing operations	13,640	47	13,687	47,348	(124)	47,224
Discontinued operations	290	-	290	398	-	398
	13,930	47	13,977	47,746	(124)	47,622
	210,230	3,012	213,242	410,574	(5,699)	404,875

(i) Reconciliation of profit or loss for the period ended 31 December 2020 (contd.)

	Quarter ended 31 December 2020			Cumulative quarter ended 31 December 2020		
	As previously stated	Effects of Agenda Decision on IAS 23	Restated	As previously stated	Effects of Agenda Decision on IAS 23	Restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Earnings per share:</u>						
- Basic						
Continuing operations	3.39		3.44	6.97		6.86
Discontinued operations	0.43		0.43	0.34		0.34
	3.82	-	3.87	7.31	-	7.20
- Diluted						
Continuing operations	3.39		3.44	6.97		6.86
Discontinued operations	0.43		0.43	0.34		0.34
	3.82	-	3.87	7.31	-	7.20

(ii) Reconciliation of comprehensive income for the period ended 31 December 2020

	Quarter ended 31 December 2020			Cumulative quarter ended 31 December 2020		
	As previously stated	Effects of Agenda Decision on IAS 23	Restated	As previously stated	Effects of Agenda Decision on IAS 23	Restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Profit for the period	210,230	3,012	213,242	410,574	(5,699)	404,875
<u>Other comprehensive income to be reclassified to profit and loss in subsequent periods</u>						
Foreign currency translation differences for foreign operations	21,519	-	21,519	41,171	-	41,171
Cash flow hedge reserve - Fair value (loss)/gain						
- Fair value (loss)/gain of derivatives	(6,583)	-	(6,583)	23,887	-	23,887
- Amount recycled to profit or loss	5,472	-	5,472	(26,392)	-	(26,392)
<u>Other comprehensive income not to be reclassified to profit and loss in subsequent periods</u>						
Fair value gain on other investments at fair value through other comprehensive income	19,775	-	19,775	19,775	-	19,775
	40,183	-	40,183	58,441	-	58,441
Total comprehensive income for the period	250,413	3,012	253,425	469,015	(5,699)	463,316
Attributable to:						
- Owners of the parent	232,160	2,965	235,125	414,918	(5,575)	409,343
- Non-controlling interests	18,253	47	18,300	54,097	(124)	53,973
	250,413	3,012	253,425	469,015	(5,699)	463,316

(iii) Reconciliation of financial position and equity as at 1 January 2020 and 31 December 2020

	As at 1 January 2020			As at 31 December 2020		
	As previously stated	Effects of Agenda Decision on IAS 23	Restated	As previously stated	Effects of Agenda Decision on IAS 23	Restated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Investment in joint ventures	1,627,026	161	1,627,187	1,659,178	(2,384)	1,656,794
Deferred tax assets	66,722	1,853	68,575	59,589	1,176	60,765
Other non-current assets	11,595,301	-	11,595,301	12,337,556	-	12,337,556
Non-current assets	13,289,049	2,014	13,291,063	14,056,323	(1,208)	14,055,115
Inventories	2,102,056	(24,245)	2,077,811	2,101,421	(26,722)	2,074,699
Other current assets	6,103,466	-	6,103,466	4,963,330	-	4,963,330
Current assets	8,205,522	(24,245)	8,181,277	7,064,751	(26,722)	7,038,029
TOTAL ASSETS	21,494,571	(22,231)	21,472,340	21,121,074	(27,930)	21,093,144
Current liabilities	9,830,340	-	9,830,340	7,948,465	-	7,948,465
Non-current liabilities	2,230,672	-	2,230,672	2,834,102	-	2,834,102
Total liabilities	12,061,012	-	12,061,012	10,782,567	-	10,782,567
Equity attributable to Owners of the Parent						
Share capital	5,393,666	-	5,393,666	5,393,667	-	5,393,667
Irredeemable convertible preference shares	-	-	-	977,779	-	977,779
Treasury shares	(53,324)	-	(53,324)	(74,335)	-	(74,335)
Reserves	3,048,927	(21,901)	3,027,026	3,243,559	(27,476)	3,216,083
	8,389,269	(21,901)	8,367,368	9,540,670	(27,476)	9,513,194
Non-controlling interest	1,044,290	(330)	1,043,960	797,837	(454)	797,383
Total equity	9,433,559	(22,231)	9,411,328	10,338,507	(27,930)	10,310,577
TOTAL LIABILITIES AND EQUITY	21,494,571	(22,231)	21,472,340	21,121,074	(27,930)	21,093,144
Net Assets Per Share Attributable To Owners Of The Parent (RM)	1.71		1.71	1.63		1.62

A2 Report of the Auditors

The report of the auditors of preceding annual financial statements was not subject to any qualification.

A3 Seasonal or Cyclical Factors

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

A4 Unusual Items

There were no material unusual items affecting the amounts reported for the current quarter ended 31 December 2021, other than the fair value gain amounting to RM2,286.1 million arising from the partial divestment of equity interest in Sunway Healthcare Group as disclosed in note A12.

A5 Changes in Estimates

There were no changes in estimates that have a material effect on the amounts reported for the current quarter ended 31 December 2021.

A6 Issuances, Cancellations, Repurchases, Resale and Repayments of Debts and Equity Securities

During the financial period ended 31 December 2021, the Company increased its issued and paid up ordinary share capital by way of issuance of 142,437 ordinary shares pursuant to the exercise of warrants.

Save for the above, there was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current period under review.

A7 Dividend Paid

Dividend payments made since the last financial year end are as follows:

- a) RM73,333,947 was paid on 28 April 2021 as first interim single tier cash dividend of 1.50 sen per ordinary share for the financial year ended 31 December 2020;
- b) RM4,067,562 was paid on 28 April 2021 as preferential dividend of 5.25% per annum, based on the issue price of RM1.00 per irredeemable convertible preference share ("ICPS"), for the period from 3 December 2020 (being the issue date) up to and including 31 December 2020;
- c) RM48,890,695 was paid on 21 October 2021 as first interim single tier cash dividend of 1.00 sen per ordinary share for the financial year ended 31 December 2021; and
- d) RM25,666,715 was paid on 21 October 2021 as preferential dividend of 5.25% per annum, based on the issue price of RM1.00 per irredeemable convertible preference share ("ICPS"), for the period from 1 January 2021 to 30 June 2021.

A8 Segmental Reporting

Segmental results for the financial period ended 31 December 2021 are as follows:

	Property Development RM'000	Property Investment RM'000	Construction RM'000	Trading and Manufacturing RM'000	Quarry RM'000	Investment Holdings RM'000	Others RM'000	Adjustments/ eliminations RM'000	Total Continuing Operations RM'000	Discontinued Operations RM'000	Adjustments/ eliminations RM'000	Total Discontinued Operations RM'000	Total RM'000
BY BUSINESS SEGMENTS													
REVENUE AND EXPENSES													
Revenue													
Sales to external customers	624,244	312,349	1,111,698	839,817	337,757	42,676	445,627	-	3,714,168	815,113	-	815,113	4,529,281
Inter-segment revenue	65,297	63,067	1,136,954	150,141	32,812	458,144	96,244	(2,002,659)	-	11,911	(11,911)	-	-
Total revenue	689,541	375,416	2,248,652	989,958	370,569	500,820	541,871	(2,002,659)	3,714,168	827,024	(11,911)	815,113	4,529,281
Results													
Operating segment results	121,277	24,538	131,382	40,287	7,331	(34,959)	37,226	-	327,082	111,927	-	111,927	439,009
Finance income	34,866	69,849	13,459	9,041	5,909	157,892	11,041	(144,827)	157,230	12,939	-	12,939	170,169
Finance costs	(40,569)	(138,510)	(4,338)	(11,459)	(5,756)	(32,305)	(14,203)	144,827	(102,313)	(22,526)	-	(22,526)	(124,839)
Share of results of:													
- associated companies	(374)	62,080	174	-	-	-	807	-	62,687	-	-	-	62,687
- joint ventures	37,358	(26,306)	8,073	-	1,899	-	-	-	21,024	-	-	-	21,024
Profit/(Loss) before taxation	152,558	(8,349)	148,750	37,869	9,383	90,628	34,871	-	465,710	102,340	-	102,340	568,050
Taxation	(32,422)	12,429	(38,673)	(7,843)	(569)	(40,430)	(8,703)	-	(116,211)	2,096	-	2,096	(114,115)
	120,136	4,080	110,077	30,026	8,814	50,198	26,168	-	349,499	104,436	-	104,436	453,935
Gain on re-measurement of the remaining equity interest held as investment in joint ventures	-	-	-	-	-	-	-	-	-	2,286,116	-	2,286,116	2,286,116
Profit for the period	120,136	4,080	110,077	30,026	8,814	50,198	26,168	-	349,499	2,390,552	-	2,390,552	2,740,051
Non-controlling interests	(2,577)	1,132	(45,011)	(334)	(107)	(5,017)	(3,150)	-	(55,064)	(19,544)	-	(19,544)	(74,608)
Attributable to owners of the parent	117,559	5,212	65,066	29,692	8,707	45,181	23,018	-	294,435	2,371,008	-	2,371,008	2,665,443

	Revenue RM'000	Profit/(Loss) before tax RM'000	Profit/(Loss) after tax RM'000	Attributable to owners of the parent RM'000
BY GEOGRAPHICAL SEGMENTS				
Malaysia	4,070,946	526,389	2,705,946	2,620,388
Singapore	162,754	7,097	6,622	6,625
China	139,620	12,922	10,775	10,688
India	12,262	(8,717)	(9,032)	(4,033)
Australia	34,885	4,539	379	770
Indonesia	44,813	3,775	2,276	2,276
United Kingdom	25,225	32,774	33,631	33,443
Other countries	38,776	(10,729)	(10,546)	(4,714)
	4,529,281	568,050	2,740,051	2,665,443

A8 Segmental Reporting (contd.)

Segmental assets and liabilities for the financial period ended 31 December 2021 are as follows:

	Property Development RM'000	Property Investment RM'000	Construction RM'000	Trading and Manufacturing RM'000	Quarry RM'000	Healthcare RM'000	Investment Holdings RM'000	Others RM'000	Adjustments/ eliminations RM'000	Consolidated RM'000
Assets										
Segment assets	6,183,620	2,860,314	1,960,786	860,641	410,169	-	12,521,476	1,276,637	(9,999,242)	16,074,401
Investment in associates	-	2,649,121	-	-	-	-	-	56,682	-	2,705,803
Investment in joint ventures	1,961,992	130,802	126,601	51	15,475	3,956,358	-	-	-	6,191,279
Unallocated assets										115,431
Total assets										<u>25,086,914</u>
Liabilities										
Segment liabilities	4,938,908	3,690,955	1,250,925	567,286	323,906	-	10,116,403	711,187	(9,800,779)	11,798,791
Unallocated liabilities										164,641
Total liabilities										<u>11,963,432</u>

A8 Segmental Reporting (contd.)

Segmental results by foreign currency for the financial period ended 31 December 2021 are as follows:

PROPERTY DEVELOPMENT SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	621,810	144,304	116,823	113,852	621,810	144,304	116,823	113,852
Australian Dollar (AUD'000)	-	1,106	(228)	(102)	-	3,450	(710)	(319)
Hong Kong Dollar (HKD'000)	-	(32)	(32)	(32)	-	(17)	(17)	(17)
India Rupee (INR'000)	-	(13,410)	(13,410)	(13,410)	-	(755)	(755)	(755)
China Yuan Renminbi (RMB'000)	3,770	8,659	8,659	8,661	2,434	5,591	5,591	5,592
Singapore Dollar (SGD'000)	-	(4)	(256)	(256)	-	(13)	(794)	(793)
US Dollar (USD'000)	-	-	-	-	-	(2)	(2)	(1)
					624,244	152,558	120,136	117,559

PROPERTY INVESTMENT SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	275,623	(48,326)	(37,229)	(35,835)	275,623	(48,326)	(37,229)	(35,835)
Pound Sterling (GBP'000)	4,405	5,723	5,872	5,840	25,225	32,774	33,631	33,443
Hong Kong Dollar (HKD'000)	-	243	243	243	-	130	130	130
Singapore Dollar (SGD'000)	137	2,308	2,308	2,309	423	7,150	7,150	7,151
US Dollar (USD'000)	1,614	(76)	38	20	6,709	(316)	159	84
Vietnam Dong (VND'000,000)	24,083	1,317	1,317	1,317	4,369	239	239	239
					312,349	(8,349)	4,080	5,212

CONSTRUCTION SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	976,529	169,793	131,434	75,516	976,529	169,793	131,434	75,516
United Arab Emirates Dirham (AED'000)	-	(11,385)	(11,385)	(6,212)	-	(12,899)	(12,899)	(7,038)
India Rupee (INR'000)	217,798	(141,403)	(147,034)	(58,224)	12,262	(7,961)	(8,278)	(3,278)
Singapore Dollar (SGD'000)	39,681	(27)	(27)	(26)	122,907	(83)	(83)	(81)
US Dollar (USD'000)	-	(24)	(23)	(13)	-	(100)	(97)	(53)
					1,111,698	148,750	110,077	65,066

TRADING & MANUFACTURING SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	582,798	20,864	16,647	16,435	582,798	20,864	16,647	16,435
Australian Dollar (AUD'000)	11,183	349	349	349	34,885	1,089	1,089	1,089
Indonesia Rupiah (IDR'000,000)	154,262	12,995	7,835	7,835	44,813	3,775	2,276	2,276
China Yuan Renminbi (RMB'000)	171,335	12,135	8,822	8,633	110,625	7,835	5,696	5,574
Singapore Dollar (SGD'000)	12,591	680	778	778	38,999	2,105	2,411	2,411
Thai Baht (THB'000)	186,998	15,060	12,790	12,790	24,226	1,951	1,657	1,657
Vietnam Dong (VND'000,000)	19,133	1,378	1,378	1,378	3,471	250	250	250
					839,817	37,869	30,026	29,692

A8 Segmental Reporting (contd.)

Segmental results by foreign currency for the financial period ended 31 December 2021 are as follows (contd.):

QUARRY SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	337,757	9,235	8,666	8,559	337,757	9,235	8,666	8,559
Trinidad & Tobago Dollar (TTD'000)	-	240	240	240	-	148	148	148
					337,757	9,383	8,814	8,707

HEALTHCARE SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	814,687	104,402	2,392,614	2,373,070	814,687	104,402	2,392,614	2,373,070
Singapore Dollar (SGD'000)	138	(666)	(666)	(666)	426	(2,062)	(2,062)	(2,062)
					815,113	102,340	2,390,552	2,371,008

INVESTMENT HOLDING SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	40,702	90,683	50,262	45,239	40,702	90,683	50,262	45,239
Hong Kong Dollar (HKD'000)	-	(557)	(574)	(563)	-	(298)	(307)	(301)
China Yuan Renminbi (RMB'000)	3,057	376	376	376	1,974	243	243	243
					42,676	90,628	50,198	45,181

OTHERS SEGMENT:

	Foreign currency				RM'000			
	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent	Revenue	Profit/(Loss) before tax	Profit/(Loss) after tax	Attributable to owners of the parent
Malaysia Ringgit (RM'000)	421,040	35,433	26,730	23,550	421,040	35,433	26,730	23,550
China Yuan Renminbi (RMB'000)	38,080	(870)	(870)	(824)	24,587	(562)	(562)	(532)
					445,627	34,871	26,168	23,018

A9 Foreign Currency Rates

The foreign currency exchange rates used are as follows:

Denomination	Closing rate as at 31 December 2021	Average rate for the year 2021
United Arab Emirates Dirham	1.1387	1.1329
Australian Dollar	3.0336	3.1195
Euro	4.7372	4.9150
Pound Sterling	5.6447	5.7269
Hong Kong Dollar	0.5360	0.5349
Indonesia Rupiah ('000)	0.2930	0.2905
India Rupee	0.0562	0.0563
Japanese Yen	0.0363	0.0377
Macau Pataca	0.5209	0.5196
China Yuan Renminbi	0.6560	0.6457
Singapore Dollar	3.0934	3.0974
Thai Baht	0.1251	0.1296
Trinidad & Tobago Dollar	0.6193	0.6156
US Dollar	4.1785	4.1576
Vietnam Dong ('000)	0.1831	0.1814

Income and expenses are translated at the average rate whereas the assets and liabilities are translated at the closing rate.

A10 Valuation of Property, Plant and Equipment and Investment Properties

The Group adopts the fair value model for its investment properties. There is no significant and indicative change in value of the said investment properties since the last balance sheet date, except for the total net fair value gain of approximately RM18.4 million (including the Group's share in an associate and joint ventures) recognised during the year based on a professional valuer's opinion.

A11 Material Events Subsequent to the end of the Reporting Period

There were no material events subsequent to the current quarter ended 31 December 2021.

A12 Changes in the Composition of the Group

There were no material changes in the composition of the Group for the current quarter ended 31 December 2021 except for the following:

Proposed investment by Greenwood Capital Pte. Ltd. ("Greenwood"), in Sunway Healthcare Holdings Sdn. Bhd. ("Sunway Healthcare")

On 23 December 2021, the Group had completed the initial closing as stipulated in the Share Subscription Agreement ("SSA") resulting in Greenwood becoming a shareholder of Sunway Healthcare, and a Shareholders' Agreement ("SHA") was entered into between the Company, Sunway City Sdn. Bhd. ("Sunway City"), Sunway Healthcare and Greenwood (collectively, "Parties").

In conjunction with the proposed investment, the Group's equity interest in Sunway Healthcare will be diluted by 16.00% (on a fully converted basis). However, Sunway Healthcare Holdings Sdn. Bhd. and its subsidiaries (collectively, "Sunway Healthcare Group") have been deconsolidated from the Group upon the initial closing, resulting in Sunway Healthcare Group being joint ventures, due to a loss of control as prior written consent of Greenwood is required for any action or decision in respect of the reserved matters under the SHA. As a result, the Group recognises its remaining equity interest in Sunway Healthcare Group as investment in joint ventures at fair value.

Since the initial closing was completed on 23 December 2021, the group has accounted for 100% of the results of Sunway Healthcare Group for the financial year ended 2021. In accordance with MFRS 5 *Non-current Assets Held for Sale and Discontinued Operations*, the financial results of Sunway Healthcare Group for the current financial year are presented separately under *Discontinued Operations* in the consolidated income statements. With effect from 1 January 2022, the Group will recognise its share of the profit or loss in Sunway Healthcare Group under the equity method of accounting.

The analysis of the above partial divestment is summarised as follows:

<u>Net gain arising from the partial divestment of Sunway Healthcare Group</u>	RM'000
Fair value of remaining 84% equity interest retained held as joint ventures	3,956,348
Less: Net carrying amount of Sunway Healthcare Group as at date of partial divestment	<u>(1,445,868)</u>
Gain on partial divestment of discontinued operations and re-measurement of remaining equity interest held as joint ventures	2,510,480
Less: Recognition of fair values of derivative liabilities (Refer to Note B9)	(224,364)
Net gain arising from the partial divestment of Sunway Healthcare Group	<u>2,286,116</u>

A13 Contingent Liabilities and Assets

Details of contingent liabilities of the Group as at the date of issue of the report are as follows:

(a) Guarantees

	31/12/2021 RM'000	31/12/2020 RM'000
Guarantees given to third parties in respect of trade and contracts	735,885	841,053
Guarantees given to financial institutions for borrowings obtained by joint ventures	<u>1,717,480</u>	<u>920,000</u>
	<u>2,453,365</u>	<u>1,761,053</u>

A13 Contingent Liabilities and Assets (contd.)

Details of contingent liabilities of the Group as at the date of issue of the report are as follows (contd.):

(b) Claims

	31/12/2021 RM'000	31/12/2020 RM'000
Claims by third party	<u>164,378</u>	<u>-</u>

Claims by third party represent proportionate share of contingent liability in relation to a material litigation of Sunway REIT, a 40.89% owned associate of the Group, with Metroplex Holdings Sdn. Bhd. ("Metroplex").

On 31 March 2021, the Federal Court overturned the Court of Appeal's Decision in favour of the Sunway REIT and reinstated the High Court's Decision in favour of Metroplex. The parties will now proceed to the assessment of damages proceedings in the High Court. In Metroplex's claim, Metroplex is claiming for various chattels and movable items amounting to approximately RM402 million. However, Sunway REIT is strenuously objecting to the amount claimed as being overly excessive and will be appointing subject matter experts to dispute the quantum of claim. The true financial impact can only be assessed upon the determination of the assessment proceedings subject to strict proof by Metroplex of their said claim.

In accordance with MFRS 137, the Group discloses the share of associate's contingent liability relating to this legal case as there is a present obligation that arose from past event, although the amount of obligation could not be measured with sufficient reliability at this juncture.

There were no contingent assets since the last annual reporting date.

A14 Commitments

(a) Capital commitment not provided for in the financial year as at 31 December 2021 is as follows:

	31/12/2021 RM'000	31/12/2020 RM'000
Approved and contracted for property, plant and equipment and investment properties	158,514	280,400
Approved but not contracted for property, plant and equipment and investment properties	<u>87,891</u>	<u>431,914</u>
	<u>246,405</u>	<u>712,314</u>

The Group's share of capital commitments in associates are as follows:

	31/12/2021 RM'000	31/12/2020 RM'000
Approved and contracted for property, plant and equipment and investment properties	126,789	230,717
Approved but not contracted for property, plant and equipment and investment properties	<u>82,642</u>	<u>62,889</u>
	<u>209,431</u>	<u>293,606</u>

The Group's share of capital commitments in joint ventures are as follows:

	31/12/2021 RM'000	31/12/2020 RM'000
Approved and contracted for property, plant and equipment and investment properties	71,719	6,174
Approved but not contracted for property, plant and equipment and investment properties	<u>557,307</u>	<u>6,460</u>
	<u>629,026</u>	<u>12,634</u>

(b) Operating lease commitment not provided for in the financial year as at 31 December 2021 is as follows:

	31/12/2021 RM'000	31/12/2020 RM'000
Future minimum lease receipts:		
- not later than 1 year	58,042	57,233
- later than 1 year and not later than 5 years	222,993	223,670
- later than 5 years	<u>57,624</u>	<u>115,440</u>
	<u>338,659</u>	<u>396,343</u>

A15 Significant Related Party Transactions

(a) Sale/(Purchase) transactions with joint ventures and associates

	Current Quarter Ended		Cumulative Year To Date	
	31/12/2021 RM'000	31/12/2020 RM'000	31/12/2021 RM'000	31/12/2020 RM'000
(i) Sunway Real Estate Investment Trust ("Sunway REIT") (RHB Trustees Bhd)				
Lease of Sunway Resort Hotel & Spa	(2,670)	(2,484)	(8,294)	(18,927)
Lease of Sunway Hotel Seberang Jaya	-	(54)	-	(1,891)
Lease of Sunway Putra Hotel	(1,865)	(2,701)	(9,690)	(10,810)
Lease of Sunway Hotel Georgetown	(823)	(823)	(3,291)	(3,291)
Lease of Sunway Pyramid's ice rink	93	(393)	(392)	(1,584)

A15 Significant Related Party Transactions (contd.)

(a) Sale/(Purchase) transactions with joint ventures and associates (contd.)

	Current Quarter Ended		Cumulative Year To Date	
	31/12/2021 RM'000	31/12/2020 RM'000	31/12/2021 RM'000	31/12/2020 RM'000
(i) Sunway Real Estate Investment Trust ("Sunway REIT") (RHB Trustees Bhd) (contd.)				
Leasing/Rental of properties in respect of:				
Sunway Medical Center building	(6,386)	(6,203)	(25,643)	(24,816)
Menara Sunway and accommodation for security staff	(2,555)	(1,136)	(7,505)	(6,509)
Rental and management of car parks and related services	(6,254)	(3,837)	(17,034)	(19,696)
Rental of office space premises and related services	173	3	686	732
Provision of property management and related services	1,130	565	4,225	1,334
Provision of hotel and related services	49	(0)	206	248
Sales of financial, human resources and IT related services	798	421	1,993	1,549
Marketing, distribution and sales of construction related products and industrial products	401	1,262	2,230	1,676
Provision of ticketing and tour related services	60	13	259	243
Construction, marketing, mechanical engineering, engineering related design and build, civil engineering, building works and related services	87,992	70,262	215,058	107,798
Provision of loyalty card points	527	283	1,309	1,203
Management services	2,548	2,529	11,090	10,063
Distribution income from perpetual note	1,102	2,981	9,895	11,791
(ii) Sunway Iskandar Sdn. Bhd. Group				
Construction, marketing, mechanical engineering, engineering related design and build, civil engineering, building works and related services	10,403	25,326	34,268	70,786
Corporate guarantee commission fee	361	360	361	360
Management services	1,707	3,870	6,022	7,813
Sales of financial, human resources and IT related services	145	130	459	954
Marketing, distribution and sales of construction related products and industrial products	3	136	82	625
Property management and related services	391	1,035	1,337	1,215
Interior decorations and related services and renovation works	382	404	398	404
Lease of land for precast plant	(150)	(127)	(592)	(566)
(iii) Sunway Velocity Two Sdn. Bhd.				
Construction, marketing, mechanical engineering, engineering related design and build, civil engineering, building works and related services	42,201	38,980	114,208	92,307
Property management and related services	3,689	4,483	11,436	6,752
Interior decorations and related services	62	56	62	387
Provision of loyalty points	82	4	82	120
(iv) Sunway Velocity Mall Sdn. Bhd.				
Construction, marketing, mechanical engineering, engineering related design and build, civil engineering, building works and related services	-	(1,000)	14	6,477
Management services	2	31	2	41
Sales of financial, human resources and IT related services	90	118	375	387
Corporate guarantee commission fee	1,436	1,350	1,436	1,350
Provision of medical services	46	186	46	202
Provision of loyalty points	107	100	333	261
Property management and related services	132	145	232	265
Lease of premises	(350)	(278)	(350)	(278)
(v) Sunway Velocity Hotel Sdn. Bhd.				
Sales of financial, human resources and IT related services	22	(10)	76	83
Management services	59	7	134	268
(vi) Sunway Artessa Sdn. Bhd. (Formerly known as Sunway Avila Sdn. Bhd.)				
Sales of financial, human resources and IT related services	62	(18)	164	57
Property management and related services	57	3	76	13
Provision of loyalty points	15	4	78	173

A15 Significant Related Party Transactions (contd.)

(a) Sale/(Purchase) transactions with joint ventures and associates (contd.)

	Current Quarter Ended		Cumulative Year To Date	
	31/12/2021 RM'000	31/12/2020 RM'000	31/12/2021 RM'000	31/12/2020 RM'000
(vii) Daksina Harta Sdn. Bhd. Management services	52	50	203	202
(viii) GME - SE Joint Venture (SWT) Construction, marketing, mechanical engineering, engineering related design and build, civil engineering, building works and related services	39,834	-	39,834	-

(b) Sale/(Purchase) Transactions with shareholders and their related companies

	Current Quarter Ended		Cumulative Year To Date	
	31/12/2021 RM'000	31/12/2020 RM'000	31/12/2021 RM'000	31/12/2020 RM'000
(i) Active Equity Sdn. Bhd. Group Information systems products and consultancy fees	(3,083)	(4,602)	(11,369)	(13,394)
Sales of financial and IT related services	750	(5)	1,174	316
Rental of office equipment, motor vehicles and other related services	18	227	89	1,848
Provision of ticketing and tour related services	6	(31)	8	13
Rendering of recreational club facilities, theme park, timesharing services and related services	-	(185)	4	4
Provision of medical services	16	12	32	31
Distribution paid by wholesale funds	(61)	(544)	(923)	(1,472)
(ii) Jef-San Enterprise Sdn. Bhd. Provision of medical services	14	25	42	46
Distribution paid by wholesale funds	(395)	(371)	(1,891)	(1,935)
(iii) Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling Distribution paid in respect of Perpetual Sukuk	(7,763)	(7,701)	(30,800)	(28,966)

- (I) The wholly-owned subsidiary of the Group, Sunway REIT Holdings Sdn. Bhd., is a major unit holder of Sunway REIT. Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling, Puan Sri Datin Seri (Dr) Susan Cheah Seok Cheng, Sarena Cheah Yean Tih, Evan Cheah Yean Shin, Adrian Cheah Yean Sun, Sungei Way Corporation Sdn. Bhd. and Active Equity Sdn. Bhd., being major shareholders of the Group, also have deemed interests in Sunway REIT via Sunway REIT Holdings Sdn. Bhd..

Puan Sri Datin Seri (Dr) Susan Cheah Seok Cheng is the spouse while Sarena Cheah Yean Tih, Evan Cheah Yean Shin and Adrian Cheah Yean Sun are the children of Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling.

- (II) Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling, Sarena Cheah Yean Tih and Evan Cheah Yean Shin are Directors and major shareholders of Active Equity Group Sdn. Bhd. as well as Directors in several subsidiaries of Active Equity Sdn Bhd.. Adrian Cheah Yean Sun is a major shareholder of Active Equity Sdn. Bhd..

Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling and Sarena Cheah Yean Tih are Directors and major shareholders of the Group as well as Directors in several subsidiaries of the Group. Evan Cheah Yean Shin and Adrian Cheah Yean Sun are Directors in several subsidiaries of the Group and major shareholders of the Group.

- (III) Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling, Sarena Cheah Yean Tih and Evan Cheah Yean Shin are Directors and major shareholders of Jef-San Enterprise Sdn. Bhd.. Adrian Cheah Yean Sun is a major shareholder of Jef-San Enterprise Sdn. Bhd..

Tan Sri Dato' Seri Dr Jeffrey Cheah Fook Ling and Sarena Cheah Yean Tih are Directors and major shareholders of the Group as well as Directors in several subsidiaries of the Group. Evan Cheah Yean Shin and Adrian Cheah Yean Sun are Directors in several subsidiaries of the Group and major shareholders of the Group.

B1 Review of Performance

Analysis of performance of the respective operating business segments are as follows:

For the quarter

	Quarter ended		Increase/ (Decrease) (%)
	31/12/2021 RM'000	31/12/2020 RM'000 (Restated)	
Revenue from Continuing Operations			
Property Development	182,638	183,870	(0.7)
Property Investment	133,368	42,217	215.9
Construction	379,577	424,598	(10.6)
Trading and Manufacturing	229,940	245,797	(6.5)
Quarry	105,731	109,772	(3.7)
Others	212,578	89,488	137.5
	<u>1,243,832</u>	<u>1,095,742</u>	13.5
Profit/(loss) before tax from Continuing Operations			
Property Development	64,371	222,220	(71.0)
Property Investment	36,813	(79,325)	N/A
Construction	91,095	38,953	133.9
Trading and Manufacturing	9,032	11,029	(18.1)
Quarry	4,395	5,588	(21.3)
Others	50,936	37,685	35.2
	<u>256,642</u>	<u>236,150</u>	8.7
Profit from Discontinued Operations, Net of Tax			
Healthcare	<u>2,319,801</u>	<u>22,454</u>	N/A

The Group recorded revenue of RM1,243.8 million and profit before tax of RM256.6 million from Continuing Operations for the current quarter ended 31 December 2021 compared to revenue of RM1,095.7 million and profit before tax of RM236.1 million in the corresponding quarter of the previous financial year, representing an increase in revenue of 13.5% and profit before tax of 8.7%. The higher revenue was mainly due to the stronger revenue recorded from property investment and others segments which managed to offset the lower revenue from the other business segments. Profit before tax in the current quarter was higher due to stronger operating performance which was underpinned by the stronger contributions from property investment, construction and others segments.

It should also be noted that due to the adoption of MFRS 15, the development profit from two of the Group's on-going Singapore property development projects will only be recognised upon completion and handover of the projects. As a result, the accumulated progressive profit related to these projects as at the end of the current quarter of RM51.7 million, of which RM11.7 million was recorded in the current quarter, was not recognised.

The healthcare segment is reported separately under Discontinued Operations in accordance with MFRS 5 due to the completion of the initial closing conditions related to the partial divestment of Sunway Healthcare Group which caused its status as subsidiaries to be reclassified as joint ventures in the current quarter. Further details are provided in Note A12.

The property development segment reported revenue of RM182.6 million and profit before tax of RM64.4 million in the current quarter compared to revenue of RM183.9 million and profit before tax of RM222.2 million in the corresponding quarter of the previous financial year, representing a marginal decrease in revenue of 0.7% and lower profit before tax of 71.0%. It should be noted that profit before tax in the corresponding quarter of the previous financial year accounted for the recognition of the balance of the development profits for one of the Group's Singapore and China property development projects which amounted to RM182.5 million and a gain on land disposal of RM7.7 million. For comparison, after adjusting for the aforesaid profit recognitions, the operating performance of the current quarter was better due to higher contribution from the completion and handover of a local development project and higher sales and progress billings from other on-going local development projects.

The property investment segment reported revenue of RM133.4 million and profit before tax of RM36.8 million in the current quarter compared to revenue of RM42.2 million and loss before tax of RM79.3 million in the corresponding quarter of the previous financial year. The operating performance for the property investment segment improved significantly in the current quarter due to the reopening of the social and local tourism-related activities in Phase 4 of the COVID-19 National Recovery Plan. Profit before tax in the current quarter also recorded a fair value gain on revaluation on investment properties of RM41.3 million and share of fair value loss from the revaluation of Sunway REIT properties of RM23.1 million, compared to a fair value loss on revaluation on investment properties of RM47.9 million in the corresponding quarter of the previous financial year. It should be noted that profit before tax in the corresponding quarter of the previous financial year include a disposal gain of RM16.0 million from the sale of The Pinnacle Sunway building.

The construction segment recorded revenue of RM379.6 million and profit before tax of RM91.1 million in the current quarter compared to revenue of RM424.6 million and profit before tax of RM39.0 million in the corresponding quarter of the previous financial year, representing a decrease in revenue of 10.6% and increase in profit before tax of 133.9%. Revenue in the current quarter was lower mainly due to lower progress billings from local construction projects and higher intra-group eliminations. However, profit before tax was higher due to higher profit contribution from some local projects which were nearing completion.

The trading and manufacturing segment recorded revenue of RM229.9 million and profit before tax of RM9.0 million in the current quarter compared to revenue of RM245.8 million and profit before tax of RM11.0 million in the corresponding quarter of the previous financial year, representing a decrease in revenue of 6.5% and profit before tax of 18.1%. The financial performance was lower in the current quarter mainly due to lower overseas production and sales especially in China, which is impacted by strict power-rationing measures to address the recent critical energy shortage.

The quarry segment reported revenue of RM105.7 million and profit before tax of RM4.4 million in the current quarter compared to revenue of RM109.8 million and profit before tax of RM5.6 million in the corresponding quarter of the previous financial year, representing a decrease in revenue of 3.7% and profit before tax of 21.3%. The financial performance in the current quarter was lower mainly due to lower sales volume for aggregates and premix caused by serious flooding experienced in the Klang Valley in December last year.

B1 Review of Performance (contd.)

The others segments recorded revenue of RM212.6 million and profit before tax of RM50.9 million in the current quarter compared to revenue of RM89.5 million and profit before tax of RM37.7 million in the corresponding quarter of the previous financial year, representing an increase in revenue of 137.5% and profit before tax of 35.2%. The higher financial performance in the current quarter was mainly contributed by the building materials segment, the Group's treasury functions and also from the newly acquired majority stake in Multicare Health Pharmacy Group's business.

As mentioned earlier, the financial performance of the healthcare segment is reported under Discontinued Operations in the current quarter. It reported a net profit of RM2,319.8 million in the current quarter. Excluding the one-off net gain arising from the partial divestment of Sunway Healthcare Group of RM2,286.1 million as disclosed in Note A12, the operating net profit was RM33.7 million which was higher than the RM22.5 million net profit in the corresponding quarter of the previous financial year by 50.0%. The strong performance in the current quarter was due to sustained improvement in hospital activities with higher number of admissions and outpatient treatments at both Sunway Medical Centre ("SMC") and Sunway Medical Centre Velocity ("SMCV"). As a result, the profit of SMC continued to rebound strongly, while SMCV achieved its maiden operating profit of RM0.5 million in the current quarter, compared to the loss of RM3.9 million in the previous corresponding quarter.

For 12 months period

	For 12 months period ended		Increase/ (Decrease) (%)
	31/12/2021 RM'000	31/12/2020 RM'000 (Restated)	
Revenue from Continuing Operations			
Property Development	624,244	494,623	26.2
Property Investment	312,349	330,147	(5.4)
Construction	1,111,698	990,225	12.3
Trading and Manufacturing	839,817	812,079	3.4
Quarry	337,757	321,389	5.1
Others	488,303	260,296	87.6
	<u>3,714,168</u>	<u>3,208,759</u>	15.7
Profit/(loss) before tax from Continuing Operations			
Property Development	152,558	291,922	(47.7)
Property Investment	(8,349)	(27,432)	69.6
Construction	148,750	105,076	41.6
Trading and Manufacturing	37,869	24,481	54.7
Quarry	9,383	14,777	(36.5)
Others	125,499	81,300	54.4
	<u>465,710</u>	<u>490,124</u>	(5.0)
Profit from Discontinued Operations, Net of Tax			
Healthcare	<u>2,390,552</u>	<u>17,388</u>	N/A

The Group recorded revenue of RM3,714.2 million and profit before tax of RM465.7 million from Continuing Operations for the current 12 months period ended 31 December 2021 compared to revenue of RM3,208.8 million and profit before tax of RM490.1 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 15.7% and decrease in profit before tax of 5.0%. Revenue was higher in the current period due to higher contributions from most business segments except property investment segment. Current period profit before tax was lower mainly due to lower profit contributions from property development and quarry segments. However, the current period profit would have been higher had the operating performance of the healthcare segment was not disclosed separately under Discontinued Operations in accordance with MFRS 5.

The property development segment reported revenue of RM624.2 million and profit before tax of RM152.6 million for the current 12 months period ended 31 December 2021 compared to revenue of RM494.6 million and profit before tax of RM291.9 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 26.2% and lower profit before tax of 47.7%. Revenue in the current period was higher due to higher sales and progress billings from local development projects as well as higher contribution from the completion and handover of two local development projects in the second half of the year. It should be noted that the higher profit in the previous corresponding period included the recognition of the balance of the development profits for one of the Group's Singapore and China property development projects which amounted to RM182.5 million and a gain on land disposal of RM7.7 million in the last quarter of 2020.

The property investment segment reported revenue of RM312.3 million and loss before tax of RM8.3 million for the current 12 months period ended 31 December 2021 compared to revenue of RM330.1 million and loss before tax of RM27.4 million in the corresponding 12 months period ended 31 December 2020, representing a decrease in revenue of 5.4% and lower loss before tax. The various phases of lockdown during the year had adversely impacted the financial performance of the Group's hospitality and leisure businesses. However, the reopening of the social and local tourism-related activities in the last quarter of 2021 has helped to reduce the full year losses. Revenue in the current period was partly lower due to lower rental income after completion of the disposal of The Pinnacle Sunway to Sunway REIT in November 2020. The lower losses in the current period was also attributed to a fair value gain on revaluation on investment properties of RM41.3 million, compared to a fair value loss of RM47.9 million in the corresponding period of the previous financial year.

The construction segment recorded revenue of RM1,111.7 million and profit before tax of RM148.8 million for the current 12 months period ended 31 December 2021 compared to revenue of RM990.2 million and profit before tax of RM105.1 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 12.3% and profit before tax of 41.6%. The financial performance was better in the current period mainly due to higher progress billings from local construction projects and higher profit margins.

The trading and manufacturing segment recorded revenue of RM839.8 million and profit before tax of RM37.9 million for the current 12 months period ended 31 December 2021 compared to revenue of RM812.1 million and profit before tax of RM24.5 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 3.4% and profit before tax of 54.7%. The financial performance was better in the current period mainly due to higher sales from the local market and better operating margins which more than offset the lower performance from China due to strict power-rationing measures.

The quarry segment reported revenue of RM337.8 million and profit before tax of RM9.4 million for the current 12 months period ended 31 December 2021 compared to revenue of RM321.4 million and profit before tax of RM14.8 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 5.1% and decrease in profit before tax of 36.5%. Revenue was marginally higher mainly due to higher sales volume for aggregates and higher average selling price for premix. However, profit before tax was lower due to higher operating costs and lower profit margins.

B1 Review of Performance (contd.)

The others segments recorded revenue of RM488.3 million and profit before tax of RM125.5 million for the current 12 months period ended 31 December 2021 compared to revenue of RM260.3 million and profit before tax of RM81.3 million in the corresponding 12 months period ended 31 December 2020, representing an increase in revenue of 87.6% and profit before tax of 54.4%. The financial performance in the current period was better due to additional contribution from the newly acquired majority stake in Multicare Health Pharmacy Group's business, better contribution from the building materials segment and improved Group's treasury functions performance.

The Healthcare segment reporting under Discontinued Operations recorded net profit of RM2,390.6 million for the current 12 months period ended 31 December 2021 compared to RM17.4 million in the corresponding 12 months period ended 31 December 2020. Excluding the one-off net gain arising from the partial divestment of Sunway Healthcare Group of RM2,286.1 million, the better operating performance of RM104.4 million in the current period was due to strong sustained recovery in hospital activities with higher number of admissions and outpatient treatments at Sunway Medical Centre ("SMC") and Sunway Medical Centre Velocity ("SMCV"). As a result, profit of SMC improved significantly, while the operating loss of SMCV reduced from RM32.0 million to RM8.6 million in the current period.

B2 Material Changes in the Quarterly ResultsFor the quarter

	Quarter ended		Increase/ (Decrease) (%)
	31/12/2021 RM'000	30/9/2021 RM'000 (Restated)	
Revenue from Continuing Operations			
Property Development	182,638	197,082	(7.3)
Property Investment	133,368	57,988	130.0
Construction	379,577	192,672	97.0
Trading and Manufacturing	229,940	186,441	23.3
Quarry	105,731	84,320	25.4
Others	212,578	138,421	53.6
	<u>1,243,832</u>	<u>856,924</u>	45.1
Profit/(loss) before tax from Continuing Operations			
Property Development	64,371	44,637	44.2
Property Investment	36,813	(12,287)	N/A
Construction	91,095	21,350	326.7
Trading and Manufacturing	9,032	6,656	35.7
Quarry	4,395	2,478	77.4
Others	50,936	21,555	136.3
	<u>256,642</u>	<u>84,389</u>	204.1
Profit from Discontinued Operations, Net of Tax			
Healthcare	<u>2,319,801</u>	<u>29,340</u>	N/A

The Group recorded revenue of RM1,243.8 million and profit before tax of RM256.6 million from Continuing Operations for the current quarter compared to revenue of RM856.9 million and profit before tax of RM84.4 million in the preceding quarter, representing an increase in revenue of 45.1% and profit before tax of 204.1%. Revenue was higher in the current quarter mainly due to higher contributions from most business segments except property development segment. Profit before tax was also higher due to higher contributions from all business segments.

The financial performance of most of the business segments from Continuing Operations improved in the current quarter as most economic activities have resumed, especially social and local tourism-related activities when Phase 4 of the COVID-19 National Recovery Plan was implemented.

The property development segment reported revenue of RM182.6 million and profit before tax of RM64.4 million for the current quarter compared to revenue of RM197.1 million and profit before tax of RM44.6 million in the preceding quarter, representing a marginal decrease in revenue of 7.3% and increase in profit before tax of 44.2%. The financial performance in the current quarter was higher due to higher progressive profit recognitions from local development projects and handover of a local development project in the current quarter compared to the preceding quarter.

The property investment segment reported revenue of RM133.4 million and profit before tax of RM36.8 million for the current quarter compared to revenue of RM58.0 million and loss before tax of RM12.3 million in the preceding quarter, representing an increase in revenue of 130.0% and return to profitability. The financial performance in the current quarter improved significantly as the theme parks and hospitality businesses were allowed to operate in the current quarter. Further, the performance of our associate company, Sunway REIT also improved with the higher footfalls to its retail and hotel segments. Profit before tax in the current quarter also recorded a fair value gain on revaluation on investment properties of RM41.3 million, offset by share of fair value loss from the revaluation of Sunway REIT properties of RM23.1 million.

The construction segment recorded revenue of RM379.6 million and profit before tax of RM91.1 million for the current quarter compared to revenue of RM192.7 million and profit before tax of RM21.4 million in the preceding quarter, representing an increase in revenue of 97.0% and profit before tax of 326.7%. The better performance in the current quarter was mainly due to higher progress billings from local construction projects attributed to full resumption of construction activities compared to suspension of construction activities for a period of four weeks in the preceding quarter.

The trading and manufacturing segment recorded revenue of RM229.9 million and profit before tax of RM9.0 million for the current quarter compared to revenue of RM186.4 million and profit before tax of RM6.7 million in the preceding quarter, representing an increase in revenue of 23.3% and profit before tax of 35.7%. The financial performance in the current quarter was better due to higher sales from improved local market conditions.

The quarry segment reported revenue of RM105.7 million and profit before tax of RM4.4 million for the current quarter compared to revenue of RM84.3 million and profit before tax of RM2.5 million in the preceding quarter, representing an increase in revenue of 25.4% and profit before tax of 77.4%. The financial performance in the current quarter was better due to higher sales volume of aggregates and premix and higher average selling price for premix.

B2 Material Changes in the Quarterly Results (contd.)

The other segments recorded revenue of RM212.6 million and profit before tax of RM50.9 million for the current quarter compared to revenue of RM138.4 million and profit before tax of RM21.6 million in the preceding quarter, representing an increase in revenue of 53.6% and profit before tax of 136.3%. Performance in the current quarter was higher mainly due to higher contributions from building materials and others business segments and improved Group's treasury functions.

The operating performance of the healthcare segment which is reported under Discontinued Operations, was better than the preceding quarter. Excluding the one-off net gain arising from the partial divestment of Sunway Healthcare Group of RM2,286.1 million, the current quarter net profit was RM33.7 million compared to RM29.3 million in the preceding quarter. The operating performance of SMC and SMCV continued to improve due to sustained recovery in hospital activities in the current quarter.

B3 Prospects

Malaysia's gross domestic product (GDP) registered a growth of 3.6% in the fourth quarter of 2021 compared with a 4.5% contraction in the preceding third quarter. The recovery was underpinned by the resumption of most economic activities following the easing of containment measures under the National Recovery Plan (NRP). Bank Negara expects the domestic economy to continue to recover in 2022 due to the continued expansion in the global demand, higher public and private expenditure and improving labour market conditions.

However, the recent spike in COVID-19 infections, prolonged global supply chain disruptions and rising inflationary pressure leading to tightening monetary policies, could hamper the economic recovery in the near to medium term. While the downside risks are noted, the Group is now operationally better prepared to manage the consequential impact.

Two years into the Coronavirus pandemic, it is encouraging to note that its severity has started to wane due to the relatively successful mass vaccination roll-out by the government. As such, the Group is hopeful that the local economy will experience minimum economic lockdowns this year, unlike 2021, to cope with the on-going pandemic. This augurs well for the Group as it will benefit from the more sustainable economic recovery. The Group is also looking forward to the reopening of the country's borders as this will further benefit our leisure and hospitality, and healthcare services from the resumption of inbound leisure and medical tourism.

Barring any unforeseen circumstances, the Group expects the financial performance of 2022 to be better than last year.

B4 Variance of Actual Profit from Profit Forecast

The Company did not issue any profit forecast or profit guarantee during the current year under review.

B5 Taxation

The current taxation does not include the tax payable for the share of profit from associates and share of profit from joint ventures as the share of profit is recognised on an after tax basis.

	Current Quarter Ended		Cumulative Year To Date	
	31/12/2021 RM'000	31/12/2020 RM'000	31/12/2021 RM'000	31/12/2020 RM'000
Current taxation	(37,408)	(26,081)	(113,345)	(64,470)
Under provision of tax in prior years	(12,837)	(19,185)	(10,573)	(37,231)
Deferred taxation *	(22,795)	(96)	7,707	(936)
	<u>(73,040)</u>	<u>(45,362)</u>	<u>(116,211)</u>	<u>(102,637)</u>

* Provision for deferred taxation pertaining to timing difference and RPTG was reversed during the second quarter subsequent to the completion of the disposal of an investment property during the last quarter of the previous financial year.

In March 2021, the Inland Revenue Board ("IRB") conducted a tax audit on Sunway Treasury Sdn. Bhd. for years of assessment 2017 to 2019. The IRB completed the tax audit and on 30 August 2021, issued notices of tax assessment amounting to RM9.5 million which comprise of RM6.5 million additional tax payable and a tax penalty of RM2.9 million.

The Company has sought a legal opinion from its tax lawyer and is confident that it has an arguable case and will seek the necessary remedies provided under the law. Strictly out of an abundance of caution and on a without prejudice basis, the additional tax payable and tax penalty have been accounted for as a tax expense and an operating expense respectively.

B6 Profit before Taxation

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

	Current Quarter Ended 31/12/2021			Cumulative Year To Date 31/12/2021		
	Continuing Operations RM'000	Discontinued Operations RM'000	Total RM'000	Continuing Operations RM'000	Discontinued Operations RM'000	Total RM'000
Depreciation and amortisation	(33,105)	(22,283)	(55,388)	(130,619)	(85,676)	(216,295)
Net (provision)/reversal of impairment for:						
- Trade receivables	(16,076)	(5,128)	(21,204)	(24,892)	(8,382)	(33,274)
- Other receivables	(50)	(428)	(478)	61	(430)	(369)
- Inventories	(2,090)	(848)	(2,938)	(4,832)	(4,225)	(9,057)
- Advances to joint ventures	1	-	1	(29)	-	(29)
- Property, plant and equipment	(39)	-	(39)	(439)	-	(439)
Write off:						
- Trade receivables	(226)	(1,103)	(1,329)	(296)	(2,407)	(2,703)
- Other receivables	(5)	-	(5)	(16)	(33)	(49)
- Inventories	(448)	(295)	(743)	(873)	(513)	(1,386)
- Property, plant and equipment	(147)	(2,193)	(2,340)	(214)	(2,950)	(3,164)
- Biological assets	-	-	-	(11)	-	(11)
Net gain/(loss) on disposal of:						
- Property, plant and equipment	1,228	(212)	1,016	3,245	(184)	3,061
Net foreign exchange gain/(loss):						
- Others	93	(9)	84	4,921	(37)	4,884
- Unrealised for hedged items	4,359	-	4,359	(50,089)	-	(50,089)
Cash flow hedge reserve recycled to profit or loss	(4,359)	-	(4,359)	50,089	-	50,089
Net (loss)/gain on derivatives	(40)	-	(40)	166	-	166
Distribution paid in respect of Perpetual Sukuk	(7,763)	-	(7,763)	(30,800)	-	(30,800)

B7 Status of Corporate Proposal Announced**B7.1 Proposed investment by Greenwood Capital Pte. Ltd. ("Greenwood"), an indirect wholly owned subsidiary of GIC (Ventures) Pte. Ltd., in Sunway Healthcare Holdings Sdn. Bhd. ("Sunway Healthcare"), a wholly owned subsidiary of Sunway City Sdn. Bhd. ("Sunway City") which in turn is a wholly owned subsidiary of the Group, for a total consideration of RM750 million in cash ("Proposed Investment")**

On 23 June 2021, Maybank Investment Bank Berhad ("Maybank IB") had, on behalf of our Board, Sunway, Sunway City, Sunway Healthcare and Greenwood entered into a share subscription agreement for the subscription of 100,000,000 ordinary shares in Sunway Healthcare, 10,000,000 irredeemable convertible preference shares in Sunway Healthcare ("ICPS") and 1 cumulative irredeemable dividend convertible preference share in Sunway Healthcare (collectively, "Subscription Shares") by Greenwood for a total subscription consideration of RM750 million in cash ("Subscription Amount") ("SSA").

The Subscription Amount will be paid over 5 tranches subject to the satisfaction of the closing conditions of the respective tranches in accordance with the SSA as follows:

- (i) RM33.88 upon the Initial Closing;
- (ii) the 1st tranche of RM199,999,994.32 on the later of the date falling 6 months after the date of the SSA and the date of the Initial Closing ("1st Closing");
- (iii) the 2nd tranche of RM100,000,000.00 on the date falling 18 months after the date of the SSA ("2nd Closing");
- (iv) the 3rd tranche of RM168,000,000.00 on the date falling 18 months after the date of the 2nd Closing ("3rd Closing"); and
- (v) the 4th tranche of RM281,999,971.80 on the date falling 6 months after the date of the 3rd Closing ("4th Closing").

As disclosed in the note A12, the Group had completed the initial closing on 23 December 2021 as stipulated in the Share Subscription Agreement ("SSA") resulting in Greenwood becoming a shareholder of Sunway Healthcare.

Sunway, Sunway City, Sunway Healthcare and Greenwood (collectively, "Parties") have on 23 December 2021 signed a supplemental letter to the SSA ("SSA Supplemental Letter") to vary, among others, the date of the 1st Closing. Pursuant to the SSA Supplemental Letter, the Parties agreed that the 1st Closing has been amended from the later of the date falling six (6) months after the date of the SSA or the Initial Closing Date to the date falling nine (9) months after the date of the SSA. Accordingly, 1st Closing is expected to occur in the first quarter of the year 2022.

In addition, the Parties have also signed a Shareholders' Agreement to regulate their relationship as shareholder of Sunway Healthcare.

B8 Group Borrowings and Debt Securities

The Group borrowings as at 31 December 2021 are as follows:

	Current RM'000	Non-current RM'000	Total RM'000
Secured borrowings			
<u>Islamic:</u>			
Term loans	-	143,055	143,055
Medium term notes	745,000	1,800,000	2,545,000
Revolving credits	-	417,850	417,850
	745,000	2,360,905	3,105,905
<u>Conventional:</u>			
Bank overdrafts	77,486	-	77,486
Term loans	28,620	724,889	753,509
Revolving credits	782,815	379,256	1,162,071
Bankers' acceptances	955	-	955
Hire purchase	602	305	907
	890,478	1,104,450	1,994,928
Total secured borrowings	1,635,478	3,465,355	5,100,833
Unsecured borrowings			
<u>Islamic:</u>			
Medium term notes	235,000	445,000	680,000
Commercial papers	871,000	-	871,000
	1,106,000	445,000	1,551,000
<u>Conventional:</u>			
Term loans	514,128	111,362	625,490
Revolving credits	604,190	-	604,190
Bankers' acceptances	168,457	-	168,457
Bills discounting	65,524	-	65,524
	1,352,299	111,362	1,463,661
Total unsecured borrowings	2,458,299	556,362	3,014,661
Total borrowings	4,093,777	4,021,717	8,115,494
Islamic borrowings	1,851,000	2,805,905	4,656,905
Conventional borrowings	2,242,777	1,215,812	3,458,589
Total borrowings	4,093,777	4,021,717	8,115,494
Perpetual sukuk	-	600,000	600,000
Total borrowings and perpetual sukuk	4,093,777	4,621,717	8,715,494

Included in the Group borrowings as at 31 December 2021 are amounts denominated in foreign currency as follows:

	Foreign currency		RM'000		Total
	Current	Non-current	Current	Non-current	
Secured					
US Dollar (USD'000) *					
- Term loans	-	48,000	-	200,568	200,568
- Revolving credits	-	191,167	-	798,791	798,791
Singapore Dollar (SGD'000) **					
- Term loans	-	22,000	-	68,055	68,055
- Revolving credits	10,250	-	31,707	-	31,707
Australia Dollar (AUD'000) **					
- Bankers' acceptance	315	-	955	-	955
Pound Sterling (GBP'000) **					
- Term loans	5,000	60,062	28,224	339,030	367,254
Unsecured					
US Dollar (USD'000) *					
- Revolving credits	50,000	-	208,925	-	208,925
Singapore Dollar (SGD'000) **					
- Term loans	-	36,000	-	111,362	111,362
- Revolving credits	20,000	-	61,868	-	61,868
China Yuan Renminbi (RMB'000) #					
- Revolving credits	12,225	-	8,020	-	8,020
Australia Dollar (AUD'000) *					
- Revolving credits	29,200	-	88,581	-	88,581
			428,280	1,517,806	1,946,086

B8 Group Borrowings and Debt Securities (contd.)

The Group borrowings as at 31 December 2020 are as follows:

	Current RM'000	Non-current RM'000	Total RM'000
Secured borrowings			
<u>Islamic:</u>			
Medium term notes	1,100,000	1,020,000	2,120,000
Revolving credits	403,100	-	403,100
	1,503,100	1,020,000	2,523,100
<u>Conventional:</u>			
Bank overdrafts	52,962	-	52,962
Term loan	282,201	141,637	423,838
Revolving credits	1,052,054	-	1,052,054
Bankers' acceptances	1,714	-	1,714
Hire purchase	466	749	1,215
	1,389,397	142,386	1,531,783
Total secured borrowings	2,892,497	1,162,386	4,054,883
Unsecured borrowings			
<u>Islamic:</u>			
Medium term notes	-	465,000	465,000
Commercial papers	720,000	-	720,000
	720,000	465,000	1,185,000
<u>Conventional:</u>			
Term loan	590,902	-	590,902
Revolving credits	739,003	23,336	762,339
Bankers' acceptances	130,334	-	130,334
Commercial papers	81,000	-	81,000
Bills discounting	107,345	-	107,345
	1,648,584	23,336	1,671,920
Total unsecured borrowings	2,368,584	488,336	2,856,920
Total borrowings	5,261,081	1,650,722	6,911,803
Islamic borrowings	2,223,100	1,485,000	3,708,100
Conventional borrowings	3,037,981	165,722	3,203,703
Total borrowings	5,261,081	1,650,722	6,911,803
Perpetual sukuk	-	600,000	600,000
Total borrowings and perpetual sukuk	5,261,081	2,250,722	7,511,803

Included in the Group borrowings as at 31 December 2020 are amounts denominated in foreign currency as follows:

	Foreign currency		RM'000		Total
	Current	Non-current	Current	Non-current	
Secured					
US Dollar (USD'000) *					
- Revolving credits	152,167	-	613,387	-	613,387
Singapore Dollar (SGD'000) **					
- Term loans	-	22,000	-	67,203	67,203
- Revolving credits	12,350	-	37,726	-	37,726
Australia Dollar (AUD'000) #					
- Revolving credits	63,602	-	197,897	-	197,897
- Bankers' acceptance	551	-	1,714	-	1,714
Pound Sterling (GBP'000) **					
- Term loans	42,315	13,519	232,985	74,433	307,418

B8 Group Borrowings and Debt Securities (contd.)

Included in the Group borrowings as at 31 December 2020 are amounts denominated in foreign currency as follows: (contd.)

	Foreign currency		RM'000		
	Current	Non-current	Current	Non-current	Total
Unsecured					
US Dollar (USD'000) *					
- Revolving credits	89,000	-	358,759	-	358,759
Singapore Dollar (SGD'000) **					
- Term loans	25,000	-	76,368	-	76,368
- Revolving credits	11,875	-	36,274	-	36,274
Australia Dollar (AUD'000) *					
- Revolving credits	21,700	7,500	67,520	23,336	90,856
			1,622,630	164,972	1,787,602

Notes:

* Borrowings obtained by local subsidiaries include those entered into cross currency swap contracts.

** Borrowings obtained by overseas subsidiaries.

Borrowings partially obtained by overseas subsidiaries. Those obtained by local subsidiaries include those entered into cross currency swap contracts.

Overall, the total borrowing of the Group has increased by RM1.21 billion, from RM6.91 billion as at 31 December 2020 to RM8.12 billion as at 31 December 2021.

The weighted average interest rate of borrowings as at 31 December 2021 is 2.52%. 55% of the Group's total borrowing are fixed rate instruments, whereas 45% are floating rate instruments.

Out of the total borrowings of RM8.12 billion, RM1.95 billion (Current: RM0.43 billion; Non-current: RM1.52 billion) are denominated in foreign currencies. The group entered into cross currency swap contracts to manage its exposure in foreign currency risk arising from foreign currency borrowings. The average exchange rate entered for cross currency swap contracts for USD borrowings is 4.158, AUD borrowings is 3.120 and CNY borrowings is 0.646.

B9 Derivative Financial Instruments

The Group's outstanding derivatives as at 31 December 2021 were as follows:

Type of Derivatives	Contract/ Notional Value RM'000	Fair Value RM'000	Gains for the period RM'000	Cash Flow Hedge Reserve RM'000
Interest rate swap contracts				
- Less than 1 year	61,016	(786)	67	-
Foreign currency forward contracts				
- Less than 1 year	20,408	(46)	84	-
- 1 year to 3 years	696	(6)	15	-
Cross currency swap contracts #				
- Less than 1 year	319,413	(1,805)	-	(9,039)
- 1 year to 5 years	989,152	4,328	-	7,375
Derivative liabilities on exit clauses in relation to the partial divestment of Sunway Healthcare Group	-	(224,364)	-	-
Total derivatives		(222,679)	166	(1,664)

Include contracts which have not been drawn down during the period.

Interest rate swap contracts

An interest rate swap is a derivative in which one party exchanges a stream of interest payments for another party's stream of cash flow. During the financial year, the Group had entered into interest rate swap to exchange floating interest rate for fixed interest rate in order to minimise the exposure from fluctuation of interest rate. This interest rate swap received floating interest rate equals to Singapore Swap Offer Rate ("SOR") per annum and paid fixed rate of interest of 1.49% and 1.58% per annum.

The fair values of the interest rate swap contracts are determined by using the mark to market values at the end of the reporting period and changes in the fair value is recognised in the profit or loss.

Interest rate swap contracts are valued using a valuation technique with market observable inputs. The most frequently applied valuation techniques include swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties and interest rate curves.

B9 Derivative Financial Instruments (contd.)**Foreign currency forward contracts**

The Group entered into foreign currency forward contracts to manage some of the transaction exposure. These contracts are entered into for periods consistent with currency transaction exposure and fair value changes exposure. The Group also uses foreign currency forward contracts as derivatives to hedge future changes in currency exposure of cash flows from foreign operations.

Forward currency contracts are valued using a valuation technique with market observable inputs. The derivatives arising from the forward currency contracts are stated at fair value using the prevailing market rate. The fair value changes are attributable to changes in foreign exchange spot and forward rate.

Cross currency swap contracts

The Group entered into cross currency swap contracts to manage its exposure in foreign currency risk arising from foreign currency borrowings, which was entered into to minimise the interest cost. The Group uses cash flow hedges to mitigate the risk of variability of future cash flows attributable to foreign currency and interest rate fluctuations over the hedging period on the foreign currency borrowings. Where a cash flow hedge qualifies for hedge accounting, the effective portion of gains or losses on remeasuring the fair value of the hedging instrument are recognised directly in other comprehensive income until such time as the hedged item affects profit or loss, then the gains or losses are transferred to the profit or loss. Gains or losses on any portion of the hedge determined to be ineffective are recognised immediately in the profit or loss.

Cross currency swap contracts are valued using a valuation technique with market observable inputs. The most frequently applied valuation techniques include swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties and interest rate curves.

Derivative liabilities on exit clauses in relation to the partial divestment of Sunway Healthcare Group

Derivatives on exit clauses in relation to the partial divestment of Sunway Healthcare Group represent the derivatives attached to the Shareholders' Agreement ("SHA") entered between Sunway Berhad, Sunway City, Sunway Healthcare and Greenwood following the partial divestment of 16% equity interest in Sunway Healthcare to Greenwood by Sunway City. The derivatives comprise of the divestment considerations in relation to certain exit clauses of the SSA and SHA and liabilities arising from potential claims for breach of warranties.

B10 Ageing Analysis of Trade Receivables

The ageing analysis of the Group's trade receivables are as follows:

	31/12/2021 RM'000	31/12/2020 RM'000
Current	986,913	1,273,747
1 to 30 days past due	109,672	169,557
31 to 60 days past due	70,014	72,343
61 to 90 days past due	28,394	43,094
91 to 120 days past due	18,926	21,399
More than 120 days past due	212,249	148,215
	<u>439,255</u>	<u>454,608</u>
Gross trade receivables	1,426,168	1,728,355
Impaired	(99,671)	(96,696)
Total trade receivables	<u>1,326,497</u>	<u>1,631,659</u>
Other receivables	514,803	317,630
Amounts due from associates	54,412	49,865
Amounts due from joint ventures	2,292,475	2,408,392
Total receivables	<u>4,188,187</u>	<u>4,407,546</u>
Non-current receivables	1,704,347	1,974,345
Current receivables	2,483,840	2,433,201
Total receivables	<u>4,188,187</u>	<u>4,407,546</u>

B11 Changes in Material Litigation

Except for the following claims, there was no pending material litigation.

- (a) On 4 September 2008, the solicitors of Sunway Construction Sdn. Bhd. ("SunCon") had been served with a Statement of Claim ("Statement of Claim") by Shristi Infrastructure Development Corporation Ltd ("Claimant").

Pursuant to an agreement signed between SunCon and the National Highway Authority of India for the rehabilitation and upgrading of NH-25 to a four-lane configuration in the state of Uttar Pradesh being a part of the East-West Corridor Project, SunCon had entered into a work order with the Claimant for the upgrading and rehabilitation of the stretch of NH-25 from 143.6 km to 170.0 km, of which the Claimant has provided two bank guarantees ("Bank Guarantees") to SunCon.

The Claimant has failed to carry out its obligations under the work order and SunCon has terminated the work order and cashed the Bank Guarantees. The Claimant had filed an application in the Supreme Court of India for the appointment of an arbitrator to arbitrate upon the disputes. The Supreme Court had appointed the late Mr. H.L. Agarwal as the sole arbitrator.

The Statement of Claim was raised in respect of various claims and the total amount claimed is Rs.89,14,55,047.83 (approximately equivalent to RM50.1 million) in addition to interest and cost.

In the counterclaim, SunCon is seeking for Rs.78,13,94,628.61 (approximately equivalent to RM43.9 million) for inter alia, additional costs incurred by SunCon to complete the works, recovery of mobilisation advance and interest charges, loss of reputation and loss of profits.

B11 Changes in Material Litigation (contd.)

(a) contd.

On 11 January 2013, the arbitrator that presided over the case passed away and 75 hearings had been held.

SunCon was notified by its solicitors that an arbitration petition has been filed by Shristi on 7 January 2016 in the Supreme Court of India for the appointment of a new arbitrator. The Supreme Court of India by an order dated 5 January 2017 appointed Hon'ble Mr Justice Vikramajit Sen (a former Judge of the Supreme Court of India) as arbitrator. The first hearing before Mr. Justice Vikramajit Sen was held on 24 February 2017 and cross examination has been completed on 7 October 2017.

The Arbitrator published his award on 9 April 2019 and awarded the Claimant Rs.12,84,41,929.37 (approximately equivalent to RM7.21 million).

SunCon has filed an appeal with the High Court of New Delhi in early July 2019 to set aside the arbitral award. Shristi has also filed an execution application against SunCon for enforcement of the arbitral award.

On 10 February 2020, the Honorable Court has directed SunCon to deposit, on a without prejudice basis, the decretal amount with interest with the Registrar General of the High Court of Delhi. SunCon has deposited Rs.13,56,77,784.64 (approximately equivalent to RM7.63 million) on 26 February 2020 and the amount has been fully provided in the accounts on prudence grounds. Subject to compliance of the said direction, the Honorable Court has stayed the Arbitral Award dated 9 April 2019.

The Claimant filed an application in the High Court of Delhi to permit the Claimant to withdraw the decretal amount deposited by SunCon on 4 March 2020 for release of Rs.6,72,89,597 (approximately equivalent to RM3.78 million) from the deposited Award Amount.

On 27 August 2020, the Court directed the release of Rs.6,71,95,972 (approximately equivalent to RM3.78 million) on the basis of a corporate guarantee to the furnished by Srei Infrastructure Finance Ltd. The balance is to be released subject to furnishing of a bank guarantee. On 3 November 2020, the court place on record the corporate guarantee issued on 21 September 2020 and directed the registry to release the amount in terms of the Court order dated 27 August 2020. On 18 November 2020, Shristi withdrew their application for withdrawal without a bank guarantee and it has been dismissed accordingly.

Matter was adjourned a few times due to the Covid-19 pandemic and it was further adjourned to 8 April 2022.

(b) PNSB Acmar Sdn. Bhd. ("Plaintiff") has on 14 November 2019 served a Writ of Summon and a Statement of Claim both dated 8 November 2019 on Prasarana Malaysia Berhad ("Prasarana") (1st Defendant) and Sunway Construction Sdn. Bhd. ("SunCon") (2nd Defendant).

The Plaintiff is claiming that all the construction works in relation to the project known as "Construction and Completion of Light Rail Transit Line 3 (LRT3) from Bandar Utama to Johan Setia" ("Project") and the structures such as the Project's poles, bars, and LRT stations had trespassed and/or encroached into the Plaintiff's own development project area and has resulted in losses and damages towards the Plaintiff.

Prasarana is the owner of the Project and SunCon is the awarded Works Package Contractor for the contract known as "Contract No. Prasarana/GSC/CTT/2.06080/2017: Construction and Completion of Guideway, Stations Iconic Bridge, Park and Rides, Ancillary Buildings and other Associated Works for Package GS07-08 for Light Rail Transit 3 (LRT3) from Bandar Utama to Johan Setia" in relation to the Project.

The Plaintiff is claiming, amongst other, for the following:-

- (i) Special damages of RM711,367,434.46;
- (ii) The costs between the solicitor and client amounts to RM400,000.00;
- (iii) Interest rate of 5% per year from the date of trespass i.e. 30 April 2018 until the full settlement; and
- (iv) Court's declarations, injunctions, orders and other reliefs that the Honorable Court deems fit and proper.

On the case management on 5 March 2020, the Court had directed SunCon to file the application to strike out the case by 19 March 2020. On 30 October 2020, the striking out application by Prasarana and SunCon is dismissed and matter is to proceed for full trial. On 9 December 2020, the Plaintiff filed an application for discovery against the Defendants. Based on decision published on 11 May 2021, the court has dismissed Plaintiff's application for discovery against SunCon with cost of RM2,000 to be paid to SunCon. On 19 February 2021, SunCon filed applications to include Setia Utama LRT3 Sdn. Bhd. ("SULRT3") (formerly known as "MRCB George Kent Sdn. Bhd.") as co-defendant and third party to the suit.

On 21 July 2021, the Court has allowed SunCon's Application for Leave to issue Third Party Notice to SULRT3. The Court has further directed for SunCon to file and serve its Statement of Claim on SULRT3 within 14 days. With regard to the Plaintiff's Application to amend the Statement of Claim to RM643,851,825.01, the Court has allowed the Plaintiff's Application with no order as to cost. The Court has dismissed SunCon's Application for Further and Better Particulars with cost of RM3,000 to be paid to the Plaintiff. On 28 July 2021, the Court has disallowed SunCon's application to include SULRT3 as co-defendant with cost of RM4,000. SunCon managed to get an earlier pre-trial case management on 27 January 2022 compared to what was earlier disclosed in previous quarter announcement on 4 January 2023 and hearing scheduled from 6 to 9 February 2023. Next case management on 17 March 2022.

B12 Dividend

Other than the dividend paid as disclosed in note A7, the Board of Directors has declared the following dividends in respect of financial year ended 31 December 2021:

- a) A second interim single tier cash dividend of 1.50 sen per ordinary share; and
- b) A preferential dividend of 5.25% per annum (based on the issue price of RM1.00) per irredeemable convertible preference share ("ICPS") in respect of the period from 1 July 2021 to 31 December 2021.

The entitlement and payment dates in respect of the aforesaid dividends will be determined later.

B13 Earnings per share

The calculation of the earnings per share for the Group is based on profit after taxation and non-controlling interests on the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/12/2021 RM'000	Preceding Year Corresponding Quarter 31/12/2020 RM'000	Current Year To Date 31/12/2021 RM'000	Preceding Year Corresponding Period 31/12/2020 RM'000
Basic earnings per share				
Profit attributable to members of the Company				
- Continuing operations	154,861	177,101	294,435	340,263
- Discontinued operations	2,300,513	22,164	2,371,008	16,990
	2,455,374	199,265	2,665,443	357,253
Weighted Average Number of Ordinary Shares ('000)	5,866,849	5,145,806	5,866,745	4,963,120
Earnings per share (Basic) (sen) ¹				
- Continuing operations	2.64	3.44	5.02	6.86
- Discontinued operations	39.21	0.43	40.41	0.34
	41.85	3.87	45.43	7.20
Diluted earnings per share				
Profit attributable to members of the Company				
- Continuing operations	154,861	177,101	294,435	340,263
- Discontinued operations	2,300,513	22,164	2,371,008	16,990
	2,455,374	199,265	2,665,443	357,253
Weighted Average Number of Ordinary Shares ('000)	5,957,365	5,145,806	5,935,488	4,963,120
Earnings per share (Diluted) (sen) ¹				
- Continuing operations	2.60	3.44	4.96	6.86
- Discontinued operations	38.62	0.43	39.95	0.34
	41.22	3.87	44.91	7.20

¹ The calculation of earnings per share (basic and diluted) includes the ordinary shares that will be issued upon the mandatory conversion of ICPS.

By Order of the Board

Tan Kim Aun
Chin Lee Chin

Secretaries