



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED 30 SEPTEMBER 2021	3 MONTHS PERIOD ENDED 30 SEPTEMBER 2020	3 MONTHS PERIOD ENDED 30 SEPTEMBER 2021	3 MONTHS PERIOD ENDED 30 SEPTEMBER 2020
	RM'000	RM'000	RM'000	RM'000
Revenue	892	1,096	892	1,096
Cost of sales	(448)	(719)	(448)	(719)
Gross profit	444	377	444	377
Other income	74	119	74	119
Administrative expenses	(1,162)	(2,482)	(1,162)	(2,482)
Loss from operations	(644)	(1,986)	(644)	(1,986)
Finance costs	(324)	(470)	(324)	(470)
Share of result of associate company	5	-	5	-
Loss before taxation	(963)	(2,456)	(963)	(2,456)
Taxation	-	-	-	-
<b>Loss for the period</b>	<b>(963)</b>	<b>(2,456)</b>	<b>(963)</b>	<b>(2,456)</b>
<b>Loss attributable to:</b>				
Owners of the Company	(947)	(2,450)	(947)	(2,450)
Non-controlling interests	(16)	(6)	(16)	(6)
	<b>(963)</b>	<b>(2,456)</b>	<b>(963)</b>	<b>(2,456)</b>
<b>Loss per share attributable to Owners of the Company</b>				
- Basic (sen)	B10	(0.10)	(0.32)	(0.32)
- Diluted (sen) (Note 3)	B10	(0.10)	(0.32)	(0.32)

Notes:  
 (1) The Unaudited Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes to the interim financial report.

(2) Diluted EPS / LPS is not applicable for individual quarter and period ended 30 September 2021 as it has an anti-dilution effect.



**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 30 SEPTEMBER 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**

Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED		3 MONTHS PERIOD ENDED	
	30 SEPTEMBER 2021	30 SEPTEMBER 2020	30 SEPTEMBER 2021	30 SEPTEMBER 2020
	RM'000	RM'000	RM'000	RM'000
Loss for the period	(963)	(2,456)	(963)	(2,456)
<b>OTHER COMPREHENSIVE LOSS</b>				
Exchange difference arising on translation of foreign operations	8	(25)	8	(25)
Other comprehensive loss, net of tax	8	(25)	8	(25)
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>	<b>(955)</b>	<b>(2,481)</b>	<b>(955)</b>	<b>(2,481)</b>
<b>Total comprehensive loss attributable to:</b>				
Owners of the Company	(942)	(2,475)	(942)	(2,475)
Non-controlling interests	(13)	(6)	(13)	(6)
	<u>(955)</u>	<u>(2,481)</u>	<u>(955)</u>	<u>(2,481)</u>

*Note:*

The Unaudited Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes to the interim financial report.



**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 30 SEPTEMBER 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>AS AT 30 SEPTEMBER 2021</b>	<b>AS AT 30 JUNE 2021</b>
	<b>RM'000</b>	<b>RM'000</b>
	(Unaudited)	(Audited)
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	23,316	23,358
Right-of-use assets	779	797
Investment property	179	179
Investment in an associate company	1,134	1,129
Goodwill on consolidation	14,077	14,077
Other receivable	293	293
Deferred tax asset	48	48
	<u>39,826</u>	<u>39,881</u>
<b>CURRENT ASSETS</b>		
Inventories	244	242
Trade receivables	274	454
Other receivables, deposit and prepayment	2,190	1,122
Contract asset	435	350
Tax recoverable	48	48
Fixed deposits with licensed banks	5,093	5,079
Cash and bank balances	7,193	8,741
	<u>15,477</u>	<u>16,036</u>
<b>TOTAL ASSETS</b>	<b><u>55,303</u></b>	<b><u>55,917</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	38,780	38,780
Warrant reserve	3,846	3,846
Foreign currency translation reserve	778	770
Accumulated loss	(15,116)	(14,169)
<b>Shareholders' Fund</b>	<b><u>28,288</u></b>	<b><u>29,227</u></b>
Non-controlling interests	(150)	(137)
<b>TOTAL EQUITY</b>	<b><u>28,138</u></b>	<b><u>29,090</u></b>
<b>NON-CURRENT LIABILITIES</b>		
Finance lease liabilities	622	630
Bank borrowings	7,745	7,874
Provision for retirement benefits	41	41
	<u>8,408</u>	<u>8,545</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,984	1,792
Other payables and accruals	3,827	3,706
Preference shares	10,005	9,843
Provision for taxation	156	156
Finance lease liabilities	955	955
Bank borrowings	842	842
Contingent consideration	988	988
	<u>18,757</u>	<u>18,282</u>
<b>TOTAL LIABILITIES</b>	<b><u>27,165</u></b>	<b><u>26,827</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>55,303</u></b>	<b><u>55,917</u></b>
Number of ordinary shares	935,748	935,748
Net Assets per share attributable to ordinary equity owners of the Company (RM)	<u>0.030</u>	<u>0.031</u>

**Note:**

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes to the interim financial report.



**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 30 SEPTEMBER 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Owners of the Company						Total Equity RM'000
	Share Capital RM'000	Warrant Reserve RM'000	Non-Distributable		Sub-total RM'000	Non- Controlling Interests RM'000	
			Foreign Currency Translation Reserve RM'000	Accumulated Loss RM'000			
<b>As at 1 July 2021</b>	38,780	3,846	770	(14,169)	29,227	(137)	29,090
Loss for the period	-	-	-	(947)	(947)	(13)	(960)
Other comprehensive loss for the period	-	-	8	-	8	-	8
<b>Total comprehensive loss for the period</b>	-	-	8	(947)	(939)	(13)	(952)
<b>Balance as at 30 September 2021</b>	<b>38,780</b>	<b>3,846</b>	<b>778</b>	<b>(15,116)</b>	<b>28,288</b>	<b>(150)</b>	<b>28,138</b>
<b>As at 1 July 2020</b>	58,415	-	745	(36,173)	22,987	953	23,940
Translation with owners							
Issue of shares	35,511	-	-	-	35,511	-	35,511
Capital reduction	(62,900)	-	-	62,900	-	-	-
Effects of changes in stake in subsidiary company	-	-	-	-	-	(1,017)	(1,017)
Loss for the period	-	-	-	(2,450)	(2,450)	(6)	(2,456)
Other comprehensive loss for the period	-	-	(25)	-	(25)	-	(25)
<b>Total comprehensive loss for the period</b>	-	-	(25)	(2,450)	(2,475)	(6)	(2,481)
<b>Balance as at 30 September 2020</b>	<b>31,026</b>	<b>-</b>	<b>720</b>	<b>24,277</b>	<b>56,023</b>	<b>(70)</b>	<b>55,953</b>

Note:

The Unaudited Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes to the interim financial report.



**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER  
ENDED 30 SEPTEMBER 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>3 MONTHS PERIOD ENDED 30 SEPTEMBER 2021</b>	<b>3 MONTHS PERIOD ENDED 30 SEPTEMBER 2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(963)	(2,456)
Adjustments for:		
Depreciation of property, plant & equipment	137	165
Amortisation of investment properties and leasehold land	1	1
Profit retained in associated company	(5)	-
Gain on disposal of property, plant and equipment	-	(65)
Interest expenses	162	169
Interest expenses - fair value	162	301
Retirement benefits	-	(5)
Unrealised gain on foreign exchange	8	(19)
<b>Operating loss before changes in working capital</b>	<b>(498)</b>	<b>(1,909)</b>
Changes in Working Capital		
Inventories	(2)	305
Trade and other receivables	(887)	(10,073)
Trade and other payables	311	6,459
Contract asset	(85)	(35)
Contract liabilities	-	395
<b>Cash flow outflow from operations</b>	<b>(1,161)</b>	<b>(4,858)</b>
Tax refund	-	140
Interest paid	(162)	(169)
<b>Cash outflows from operating activities</b>	<b>(1,323)</b>	<b>(4,887)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	-	65
Purchase of property, plant and equipment	(78)	-
Proceeds from disposal of asset held for sale	-	2,123
<b>Cash (outflows) / inflows from investing activities</b>	<b>(78)</b>	<b>2,188</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of share capital	-	35,511
Repayment of lease liabilities	(8)	(168)
Repayment of term loans	(129)	(56)
<b>Cash (outflows) / inflows from financing activities</b>	<b>(137)</b>	<b>35,287</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,538)</b>	<b>32,588</b>
Effects of exchange rate changes on cash and cash equivalents	4	5
Cash and cash equivalents as at the beginning of the financial year	13,820	3,764
<b>Cash and cash equivalents as at the end of the financial year</b>	<b>12,286</b>	<b>36,357</b>
<b>Analysis of cash and cash equivalents:</b>		
Fixed deposits placed with licensed banks	5,093	-
Cash and bank balances	7,193	36,357
	<b>12,286</b>	<b>36,357</b>

**Note :**

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the notes to the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes to the interim financial report.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021**

**PART A - EXPLANATORY NOTES PURSUANT TO MALYSIAN FINANCIAL REPORTING STANDARDS ("MFRSs") 134**

**A1 Basis of Preparation**

The interim financial report of Dolphin International Berhad ("DIB" or the "Company") and its subsidiaries (the "Group") are unaudited and has been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Appendix 9B of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities").

This interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021.

**A2 Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group for this interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2021.

The Group has not yet adopted new or revised standards and amendment to standards that have been issued but not yet effective for Group's accounting period beginning 1 July 2021.

**A3 Audit report of preceding annual financial statements**

The audit report of preceding annual financial statements was not qualified.

**A4 Seasonal or Cyclical Factors**

The Group does not experience significant fluctuations in operations due to seasonal factors.

**A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter under review.

**A6 Changes in estimates**

There were no changes in estimates that have had a material effect in the current financial quarter under review.

**A7 Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial quarter under review.

**A8 Dividend Paid**

No dividend was paid during the current financial quarter under review.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021**

**A9 Segmental Information**

**(a) Analysis of revenue and segmental results**

	Current Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
	RM'000	RM'000	RM'000	RM'000
<b>Segment Revenue</b>				
- Provision of milling systems and solutions	114	461	114	461
- Supply of parts and maintenance services	19	635	19	635
- Food and beverage	759	-	759	-
<b>Total Revenue</b>	<b>892</b>	<b>1,096</b>	<b>892</b>	<b>1,096</b>
<b>Segment Results</b>				
- Provision of milling systems and solutions	(598)	(222)	(598)	(222)
- Supply of parts and maintenance services	(161)	(573)	(161)	(573)
- Food and beverage	(11)	-	(11)	-
- Investment holding and management services	(193)	(1,661)	(193)	(1,661)
<b>Total Loss after Tax</b>	<b>(963)</b>	<b>(2,456)</b>	<b>(963)</b>	<b>(2,456)</b>

**(b) Analysis of revenue by geographic markets**

Revenue	Current Quarter			Cumulative Quarter		
	3 months ended 30 September 2021			3 months ended 30 September 2021		
	External Sales	Inter-Segment	Total	External Sales	Inter-Segment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Malaysia	873	-	873	873	-	873
Overseas	19	-	19	19	-	19
<b>Consolidated</b>	<b>892</b>	<b>-</b>	<b>892</b>	<b>892</b>	<b>-</b>	<b>892</b>

**A10 Material Events Subsequent to the end of the current financial quarter**

There were no material events subsequent to the end of the current financial quarter under review up to the date of this report which is likely to substantially affect the results of the operations of the Company other than as disclosed on note B6 (i).

**A11 Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.

**A12 Contingent Liabilities**

Save as disclosed below, there were no material contingent liabilities up to the date of this report.

**Unsecured:**

Corporate guarantee granted to a licensed bank for credit facilities granted to a subsidiary  
Corporate guarantee granted to a leasing company for leasing facilities granted to a subsidiary

**As at 29.11.2021  
RM'000**

8,544  
777

There is a corporate guarantee given to a third party where the Company irrevocably guarantee the due and punctual payment by Dolphin Biogas Sdn. Bhd. ("DBSB") and its subsidiary company, Biogas Sulpom Sdn. Bhd. ("BSSB") of all sums pursuant to the terms and conditions of agreements. DBSB and BSSB are subsidiaries disposed in the previous financial year. The Company agreed to pay eighty percent of all sums due and payable and hold the third party indemnify against all losses, costs, damages, expenses, liabilities, actions, claims and demands whatsoever which may be made against the third party. However, an estimate cannot be made.

Nevertheless, there is also a letter of indemnity from DBSB which is now a subsidiary of a major corporate shareholder of the Company on the corporate guarantee given to the third party mentioned.

**A13 Capital Commitments**

There were no other material capital commitments as at the end of the current financial quarter and up to the date of this report.

**A14 Significant Related Party Transactions**

There were no significant related party transactions during the current financial quarter under review.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021**

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MMLR**

**B1 Review of Performance**

The summarised results of the Group:-

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
	RM'000	RM'000	RM'000	RM'000
Revenue	892	1,096	892	1,096
Loss before tax	(963)	(2,456)	(963)	(2,456)

The Group recorded a decrease in revenue by RM 0.21 million to RM 0.89 million for the current quarter under review as compared to the preceding year's corresponding quarter revenue of RM 1.1 million (Q1, 2021). The Group recorded a loss before taxation ("LBT") of RM 0.96 million for the current quarter under review compared to the preceding year's corresponding quarter LBT of RM 2.46 million. The preceding year's corresponding quarter were mainly due to corporate restructuring expense and low revenue due to sluggish demand for the Group's products.

**B2 Comparison with Preceding Quarter's Results**

	3 months	3 months	Variance
	1.7.2021 to 30.9.2021	1.4.2021 to 30.6.2021	
	RM'000	RM'000	RM'000
Revenue	892	1,859	(967)
Loss before tax	(963)	(33,301)	32,338

The Group's reported LBT of RM 0.96 for the current quarter under review as compared to the immediate preceding quarter LBT of RM 33.3 million. The Group's reported LBT of RM 33.3 million for the immediate preceding quarter were mainly due to impairment of capital work in progress, intangible asset written off and impairment of goodwill.

**B3 Prospects**

The Group has diversify and improve its income source by moving into the food and beverage sector. Notwithstanding the aforesaid and the persistent economic lockdown arising from the pandemic, the Board of Directors expects the Group's performance for the financial year ending 30 June 2022 to remain challenging.

**B4 Variance of actual profit from Profit Forecast and Profit Guarantee**

The Group did not provide any profit forecast or profit guarantee in any form of public documentation or announcement.

**B5 Taxation**

There is no provision for current quarter as there is no chargeable income for the period and quarter under review.

**B6 Status of corporate proposal**

**(i) Proposed Private Placement**

Malacca Securities announced that Bursa Securities had, vide its letter dated 29 September 2021, resolved to approve listing and quotation of up to 335,669,500 Placement Shares to be issued pursuant to the Private Placement on the Main Market of Bursa Securities.

On 1 November 2021, an Extraordinary General Meeting was held and approval is given to the Board of Directors of the Company to allot and issue up to 335,669,500 new ordinary shares in the Company by way of private placement to independent third party investor(s) to be identified later in one or more tranches at an issue price for each tranche to be determined and fixed by the Board at a later date(s).

119,260,000 shares were issued at RM0.0767 per share and listed on the Main Market of Bursa Securities Malaysia Berhad on 18 November 2021.

**(ii) Utilisation of proceeds from previous corporate proposals**

**(a) Rights Issue of Ordinary Shares with Warrants**

Pursuant to announcement to Bursa on 26 October 2021, the status of the utilisation of proceeds raised from the Renounceable Rights Issue of 305,250,005 new ordinary shares ("Rights Shares") together with 183,150,003 Warrants-B ("Rights Issue") which was completed on 1 October 2020 is as follows:

Purpose	Approved Utilisation (RM '000)	Actual Utilisation (RM'000)	Balance Unutilised (RM'000)	Expected timeframe for utilisation of proceeds	Revised timeframe
Proposed Acquisition	9,800	9,800	-	Within 1 month	-
SLPOM Project	2,744	-	2,744	Within 12 months	Within 24 months
Operational expenditures and working capital requirements of secured contracts	1,229	878	351	Within 12 months	Within 24 months
Repayment of borrowings	819	819	-	Within 3 months	-
Working capital	2,223	2,217	6	Within 12 months	Within 15 months
Estimated expenses	1,500	1,440	60	Within 1 month	Within 15 months
<b>Total</b>	<b>18,315</b>	<b>15,154</b>	<b>3,161</b>		





**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
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**B6 Status of corporate proposal (continued)**

**(ii) Utilisation of proceeds from previous corporate proposals (continued)**

**(b) Private placement 1**

On 29 November 2019, the Company had proposed to undertake the Private Placement 1. The Private Placement 1 was undertaken in accordance with the approval obtained from the Shareholders at the Seventh Annual General Meeting of the Company held on 28 June 2019.

24,420,000 shares were issued at RM0.0757 per share and listed on the Main Market of Bursa Securities Malaysia Berhad on 23 November 2020. The Private Placement 1 was completed on the same date.

As at 30 September 2021, the status of utilisation of proceeds raised from the Private Placement 1 is as follows:

Purpose	Approved Utilisation	Actual Utilisation	Balance Unutilised	Intended Timeframe for Utilisation of Proceeds
	RM'000	RM'000	RM'000	
Working capital	1,749	1,665	84	Within 12 months
Estimated expenses	100	60	40	Within 1 month
<b>Total</b>	<b>1,849</b>	<b>1,725</b>	<b>124</b>	

**(c) Private placement 2**

On 26 January 2021, the Company had proposed to undertake the Private Placement 2. The Private Placement 2 was undertaken in accordance with the approval obtained from the Shareholders at the Eighth Annual General Meeting of the Company held on 7 December 2020.

135,607,860 shares were issued at RM0.0719 per share and listed on the Main Market of Bursa Malaysia Securities Berhad on 25 February 2021. The Private Placement 2 was completed on the same date.

Pursuant to announcement to Bursa on 26 October 2021, the status of utilisation of proceeds raised from the Private Placement 2 is as follows:

Purpose	Approved Utilisation (RM '000)	Actual Utilisation (RM '000)	Balance Unutilised (RM '000)	Expected timeframe for utilisation of proceeds	Revised timeframe
Working capital for the Uncle Don's outlets	2,000	-	2,000	Within 12 months	-
Set up costs for new distribution company	1,150	-	1,150	Within 9 months	Within 21 months
Set up costs for a new Uncle Don's outlet	1,500	-	1,500	Within 9 months	Within 21 months
Building renovation works	900	399	501	Within 3 months	Within 15 months
Repayment of bank borrowings	1,700	893	807	Within 12 months	-
Group working capital	2,376	1,421	955	Within 9 months	Within 21 months
Estimated expenses	139	139	-	Within 1 month	-
<b>Total</b>	<b>9,765</b>	<b>2,852</b>	<b>6,913</b>		

Save as disclosed above, there were no material corporate proposals announced.

**B7 Group's Borrowings and Debt Securities**

The Group's borrowings as at 30 September 2021 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured :-			
Term loans	842	7,745	8,587

All borrowings are denominated in Ringgit Malaysia.

**B8 Off Balance Sheet Financial Instruments**

There is no off balance sheet financial instruments as at the date of this quarterly report.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021**

**B9 Material Litigation**

**PT Dolphin Indonesia ("the subsidiary") Vs PT Himalaya Transmeka ("PTHT")**

On 7 March 2018, PTDI attended the court hearing for the Writ of Summons filed on 29 January 2018 at the Tangerang District Court of Indonesia against PT Himalaya Transmeka ("PTHT"), being the defendant.

Based on the decision of Tangerang District Court dated 10 October 2018, PTHT has committed a default action by not completing the work project on time and also defaulted not adhering to PTDI's time limit of the work project given to the PTHT.

On 24 October 2018, the defendant filed an appeal against decision of Tangerang District Court. On 20 August 2019, the Banten District Court upheld the decision of Tangerang District Court and instructed PTHT to pay the court fees.

On 19 November 2019, PTDI submitted the Cassation Memory Counter to the Supreme Court in response to Cassation Memory filed by PTHT on 23 October 2019. Based on the Cassation Decision on 9 September 2020, it has rejected the appeal from PTHT and sentenced PTHT to pay the court fees at IDR 500,000. PTDI is in the process to complete the required documents to collect the overpayment of IDR 352,417,462 as at to-date

**PT Himalaya Transmeka ("PTHT") Vs PT Dolphin Indonesia (PTDI)**

On December 14 2020, PTHT filed a lawsuit to North Jakarta District Court. The defendant is PTDI. PTHT sued PTDI for material losses and immaterial losses. The lawsuit is still ongoing.

**Originating Summon No.: KCH-24C-1/1-2020 between Dolphin Engineering Sdn Bhd ("the subsidiary") and Tori Construction sealed on 24 January 2020 ("OS 1")**

Tori Construction initiated an adjudication proceeding in the Kuching High Court under the Construction Industry Payment and Adjudication Act 2012 by way of a notice of adjudication dated 10 September 2019 against Dolphin Engineering Sdn. Bhd. ("DESB"), a subsidiary company, for monies due and owing and for release of retention sums of RM3,118,329.85 with costs and interests.

An adjudication decision was delivered on 13 January 2020 in favour of Tori Construction. On 24 January 2020, an originating summons ("OS 1") was filed by DESB to set aside the Adjudication Decision. On 15 July 2021, the High Court of Kuching dismissed the OS1 with costs in favour of Tori Construction.

On 13 August 2021, DESB filed an appeal to the decision of High Court which currently pending the outcome of appeal.

**Originating Summon No.: KCH-24C-2/2-2020 between Tori Construction and Dolphin Engineering Sdn Bhd sealed on 5 February 2020 ("OS 2")**

Tori Construction had on 5 February 2020 filed the OS2 for the registration and enforcement of the Adjudication Decision ("**Enforcement Application**"). In opposing Tori Construction's application, DESB filed a notice of application for striking out of OS2. The striking out application filed by DESB has been dismissed by the High Court of Kuching.

The parties have exchanged the submission in reply for the Enforcement Application and the Court on 20 August 2021 issued a summary judgement pursuant to Order 14 Rules of Court 2012 against DESB to pay RM3,777,467.84 together with cost of RM5,000.00 to Tori Construction.

On 6 September 2021, Tori Construction issued a statutory notice under Section 466 of the Companies Act 2016 to demand for payment of RM3,777,467.84 within 21 days.

On 15 September 2021, DESB filed Fortuna Injunction Application and Stay Application to refrain Tori Construction from taking any further execution action. On 26 November 2021, the High Court of Kuching dismissed the application with costs of RM 5,000.00 in favour of Tori Construction.

**Originating Summon No.: KCH-22NCvC-7/3-2020 between Dolphin Engineering Sdn Bhd and Tori Construction sealed on 6 March 2020 ("Suit 7")**

DESB had on 6 March 2020 initiated a suit against Tori Construction for claim of special damages amounting to RM3,265,437.45, being the costs and expenses incurred by DESB to rectify the defective works done by Tori Construction.

On 24 June 2020, DESB filed the notice of application ("Order 4 Application") to transfer and consolidate the Suit 7 with OS 1 to be heard before the learned High Court Judge with respect to OS 1. On 19 August 2020, the Order 4 Application was heard and dismissed with cost in the cause. The parties have exchanged and exhausted pleadings in respect of the main action of Suit 7 filed by DESB, as well as the counterclaim filed by Tori Construction.

Pursuant to the directions of the High Court on 26 October 2020, all parties are to file and exchange Bundle of Documents in preparation for the trial before 11 January 2021 and trial is fixed on 8 March 2021 to 12 March 2021.

The trial was rescheduled to 24 January 2022 to 27 January 2022.



**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021**

**B9 Material Litigation (continued)**

**Unified Wanderers Sdn Bhd Vs Dolphin Engineering Sdn Bhd (DESB) and Dolphin Applications Sdn Bhd (DASB)**

On 5 August 2020, a writ of summons was filed by Unified Wanderer Engineering Sdn Bhd (UWSB) against DESB and DASB claiming RM396,708.94 together with interest against DESB and against DASB of RM55,132.20 together with interest respectively. The Court has fixed case management on 10 November 2020. On 13 November 2020, UWSB had reached an amicable settlement with DASB and withdraw the suit against DASB. Meanwhile, UWSB has filed a Notice of Application of Summary Judgment and the Court on 23 March 2021 issued a summary judgement pursuant to Order 14 Rules of Court 2012 against DESB to pay RM375,708.94 together with cost of RM3,000.00 to UWSB. DESB has yet to pay UWSB.

**Claim by Nor Anita binti Abu Talib and 19 others (collectively, the "Plaintiffs") against Dolphin Applications Sdn. Bhd. ("DASB"), DRSSB and 5 others (collectively, the "Defendants") (Shah Alam High Court Civil Suit No.: BA-22NCvC-104-03/2021)**

The Plaintiffs filed their claim for various declaratory relief and damages against the Defendant for breach of contract and trust, misrepresentation, fraud, deceit and conspiracy to defraud in respect of a purported investment scheme.

DASB, a wholly-owned subsidiary of DIB and DRSSB, a wholly-owned subsidiary of DASB filed their respective defence on 17 May 2021 and the Plaintiffs filed their reply to defence on 9 August 2021. DASB and DRSSB filed the striking out applications to strike out the Plaintiffs' claim against DASB and DRSSB ("**Striking Out Applications**") and written submission in respect of the Striking Out Applications will be exchanged by 15 January 2022. The next case management for the matter has been fixed on 21 January 2022.

**B10 Earning Per Share ("EPS") / Loss Per Share ("LPS")**

The basic EPS / LPS for the current quarter and financial year-to-date are computed as follows: -

**(a) Basic LPS**

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
	RM'000	RM'000	RM'000	RM'000
Gain / (Loss) attributable to ordinary equity owners of the Company	(947)	(2,450)	(947)	(2,450)
Weighted average number of ordinary shares ('000) - number of ordinary shares in issue since 1st July ('000)	935,748	775,719	935,748	775,719
	<u>935,748</u>	<u>775,719</u>	<u>935,748</u>	<u>775,719</u>
Basic EPS / LPS (sen)	(0.10)	(0.32)	(0.10)	(0.32)

The diluted EPS / LPS for the current quarter and financial year-to-date are computed as follows: -

**(b) Diluted EPS / LPS**

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30.9.2021	30.9.2020	30.9.2021	30.9.2020
	RM'000	RM'000	RM'000	RM'000
Gain / (Loss) attributable to ordinary equity owners of the Company	(947)	(2,450)	(947)	(2,450)
Weighted average number of ordinary shares ('000) - number of ordinary shares in issue since 1st July ('000) - Assume full conversion of warrants ('000)	935,748	775,719	935,748	775,719
	*	*	*	*
	<u>935,748</u>	<u>775,719</u>	<u>935,748</u>	<u>775,719</u>
Diluted EPS / LPS (sen)	(0.10)	(0.32)	(0.10)	(0.32)

\* Not taken into account in the computation of diluted EPS / LPS because the effect is anti-dilutive.

The computation for diluted EPS / LPS is not applicable for individual quarter and period ended 30 September 2021 as it has an anti-dilution effect.



## DOLPHIN INTERNATIONAL BERHAD (1001521-X)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021

#### B11 Dividends

No dividends has been declared or proposed for the current financial quarter under review.

#### B12 Notes to the Condensed Consolidated Statement of Profit or Loss

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30.9.2021 RM'000	30.9.2020 RM'000	30.9.2021 RM'000	30.9.2020 RM'000
Loss before tax is arrived at after charging:-				
Interest expenses	324	470	324	470
Rental expenses	114	72	114	72
Amortisation and depreciation of property, plant and equipment and Investment property	138	169	138	169
After crediting:-				
Rental income	-	3	-	3
Interest income	23	-	23	-
Gain on disposal of property, plant & equipment	-	65	-	65
(Loss) / gain on foreign exchange				
- Unrealised	3	(2)	3	(2)

Other disclosure items pursuant to Appendix 9B Note 16 of the MMLR of Bursa Securities are not applicable.

#### B13 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 November 2021.