



PARKSON HOLDINGS BERHAD

A Member of Lion Group

198201009470 (89194-P)

**Interim Financial Report
for the Third Quarter Ended
31 March 2020**

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PARKSON HOLDINGS BERHAD

Registration No. 198201009470 (89194-P)
(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS							Internal Reference
Note	3 MONTHS ENDED			YEAR-TO-DATE ENDED			PREVIOUS QUARTER
	31.3.2020 RM'000 (Note *)	31.3.2019 RM'000	Changes %	31.3.2020 RM'000 (Note *)	31.3.2019 RM'000	Changes %	31.12.2019 RM'000
Gross sales proceeds	1,664,254	2,862,096	-42	6,336,250	8,001,476	-21	2,544,330
Revenue	7 698,935	1,100,077	-36	2,573,787	3,078,351	-16	987,406
Other operating income	34,306	74,123		176,097	224,254		72,619
Operating expenses	(791,157)	(1,120,527)		(2,724,602)	(3,257,327)		(1,020,063)
Operating (loss)/profit	(57,916)	53,673	- >100	25,282	45,278	-44	39,962
Finance income	21,848	14,800		23,545	55,529		(19,415)
Finance costs :							
- Lease interest (Note *)	(88,548)	-		(261,841)	-		(88,138)
- Other interest expenses	(33,105)	(36,200)		(112,171)	(110,065)		(43,451)
	(121,653)	(36,200)		(374,012)	(110,065)		(131,589)
Share of results of associates	(1,928)	2,331		420	5,238		1,579
Share of results of joint ventures	57	2,865		3,396	7,112		2,036
Exceptional items	23(k) -	-		12,851	(10,710)		12,851
(Loss)/profit before tax	23 (159,592)	37,469	- >100	(308,518)	(7,618)	- >100	(94,576)
Income tax expense	16 14,831	(29,222)		(36,258)	(98,758)		(39,863)
(Loss)/profit for the period	(144,761)	8,247	- >100	(344,776)	(106,376)	- >100	(134,439)
(Loss)/profit for the period attributable to :							
- Owners of the parent	(92,332)	(6,480)	- >100	(218,030)	(87,056)	- >100	(81,078)
- Non-controlling interests	(52,429)	14,727		(126,746)	(19,320)		(53,361)
	(144,761)	8,247		(344,776)	(106,376)		(134,439)
Loss per share attributable to owners of the parent (sen) :							
- Basic	21 (8.65)	(0.61)		(20.43)	(8.16)		(7.60)
- Diluted	21 (8.65)	(0.61)		(20.43)	(8.16)		(7.60)

Note *: The Group adopted MFRS 16: Leases on 1 July 2019. The impact arising from the adoption of MFRS 16 is disclosed in Note 1 to the interim financial statements.

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the third quarter ended 31 March 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2020 RM'000	31.3.2019 RM'000	31.3.2020 RM'000	31.3.2019 RM'000
(Loss)/profit for the period	(144,761)	8,247	(344,776)	(106,376)
<u>Other comprehensive income/(loss)</u>				
- Foreign currency translation, representing item that may be reclassified subsequently to profit or loss	62,507	59,881	(54,642)	(58,710)
Total comprehensive (loss)/income for the period	(82,254)	68,128	(399,418)	(165,086)
Total comprehensive (loss)/income for the period attributable to :				
- Owners of the parent	(53,228)	24,292	(242,957)	(118,767)
- Non-controlling interests	(29,026)	43,836	(156,461)	(46,319)
	(82,254)	68,128	(399,418)	(165,086)

(The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the third quarter ended 31 March 2020

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	AS AT 31.3.2020 RM'000	AS AT 30.6.2019 RM'000	Internal Reference 31.12.2019 RM'000
ASSETS				
Non-current assets				
Property, plant and equipment		2,288,126	2,544,239	2,247,867
Investment properties		365,789	200,485	360,500
Right-of-use assets	1	3,266,840	-	3,178,813
Intangible assets		1,268,750	1,259,852	1,231,082
Land use rights		252,133	255,750	245,317
Investments in associates		23,413	25,587	24,502
Investments in joint ventures		16,728	22,445	16,106
Deferred tax assets		172,048	117,531	151,481
Receivables		462,067	318,402	456,798
Investment securities		20,416	23,414	20,411
Time deposits		478,987	863,620	462,182
		8,615,297	5,631,325	8,395,059
Current assets				
Inventories		401,309	366,589	393,782
Receivables		481,219	585,945	450,562
Investment securities		99,598	314,278	147,096
Deposits, cash and bank balances		1,644,411	1,637,779	2,243,400
		2,626,537	2,904,591	3,234,840
TOTAL ASSETS		11,241,834	8,535,916	11,629,899
EQUITY AND LIABILITIES				
Share capital		4,151,005	4,151,005	4,151,005
Other reserves		(1,618,676)	(1,594,703)	(1,657,784)
Accumulated losses		(728,398)	(509,414)	(636,062)
Equity attributable to owners of the parent		1,803,931	2,046,888	1,857,159
Non-controlling interests		1,099,476	1,264,360	1,128,539
Total equity		2,903,407	3,311,248	2,985,698
Non-current liabilities				
Deferred tax liabilities		155,515	141,373	159,619
Loans and borrowings	18	1,818,702	2,307,400	1,843,906
Long term payables and provisions		64,991	572,214	79,513
Lease liabilities	1	3,686,380	-	3,512,827
		5,725,588	3,020,987	5,595,865
Current liabilities				
Payables, other liabilities and provisions		1,143,414	1,531,301	1,575,510
Contract liabilities		436,502	448,261	440,434
Loans and borrowings	18	657,372	189,268	633,147
Lease liabilities	1	354,194	-	360,766
Tax payables		21,357	34,851	38,479
		2,612,839	2,203,681	3,048,336
Total liabilities		8,338,427	5,224,668	8,644,201
TOTAL EQUITY AND LIABILITIES		11,241,834	8,535,916	11,629,899
Net assets per share attributable to owners of the parent (RM)		1.69	1.92	1.74

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the third quarter ended 31 March 2020

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the parent →				Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Other reserves RM'000	Accumulated losses RM'000			
31 March 2020							
At 1 July 2019	4,151,005	(20,903)	(1,573,800)	(509,414)	2,046,888	1,264,360	3,311,248
Total comprehensive loss for the period	-	-	(24,927)	(218,030)	(242,957)	(156,461)	(399,418)
Transfer to capital reserves	-	-	954	(954)	-	-	-
Dividends to non-controlling interests	-	-	-	-	-	(8,423)	(8,423)
At 31 March 2020	4,151,005	(20,903)	(1,597,773)	(728,398)	1,803,931	1,099,476	2,903,407
31 March 2019							
At 1 July 2018	4,151,005	(20,903)	(1,513,785)	(381,264)	2,235,053	1,374,771	3,609,824
Total comprehensive loss for the period	-	-	(31,711)	(87,056)	(118,767)	(46,319)	(165,086)
Transfer to capital reserves	-	-	767	(767)	-	-	-
Acquisition of non-controlling interest in a subsidiary	-	-	-	(5,645)	(5,645)	5,645	-
Dividends to non-controlling interests	-	-	-	-	-	(28,082)	(28,082)
At 31 March 2019	4,151,005	(20,903)	(1,544,729)	(474,732)	2,110,641	1,306,015	3,416,656

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	YEAR-TO-DATE ENDED	
	31.3.2020 RM'000	31.3.2019 RM'000
OPERATING ACTIVITIES		
Loss before tax	(308,518)	(7,618)
Adjustments for :		
Non-cash items	499,805	185,482
Non-operating items	346,650	42,186
Operating profit before working capital changes	537,937	220,050
Changes in working capital :		
Net changes in assets	(63,653)	(12,047)
Net changes in liabilities	(319,005)	30,666
Others (mainly interest and tax paid)	(181,480)	(140,579)
	(26,201)	98,090
INVESTING ACTIVITIES		
Changes in deposits with banks and investment securities	771,856	243,941
Proceeds from disposal of a property	45,171	-
Others (mainly purchase of property, plant and equipment)	(77,573)	(90,069)
	739,454	153,872
FINANCING ACTIVITIES		
Dividends paid to non-controlling interests	(8,423)	(28,082)
Loans and borrowings	(80,925)	(51,065)
Payment of lease liabilities	(441,372)	-
	(530,720)	(79,147)
Net changes in cash and cash equivalents	182,533	172,815
Effects of changes in exchange rates	6,625	(1,664)
Cash and cash equivalents at beginning of period	1,040,420	853,766
Cash and cash equivalents at end of period	1,229,578	1,024,917
Cash and cash equivalents at end of period comprise the following :		
Deposits, cash and bank balances	2,123,398	2,640,224
Less : Bank overdrafts	-	(22,750)
Less : Deposits with banks with original maturity of more than three months when acquired	(893,820)	(1,592,557)
	1,229,578	1,024,917

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the third quarter ended 31 March 2020
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NOTES TO THE INTERIM FINANCIAL REPORT

1. Accounting policies and methods of computation

The condensed consolidated financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with International Accounting Standard ("IAS") 34 *Interim Financial Reporting* issued by the International Accounting Standards Board ("IASB").

The condensed consolidated financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2019. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2019.

The significant accounting policies adopted in the condensed consolidated financial statements are consistent with those of the audited financial statements for the financial year ended 30 June 2019 except for the adoption of the following standards effective for the financial period beginning 1 July 2019 :

Amendments to MFRS 9: Prepayment Features with Negative Compensation
MFRS 16: Leases
Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures
Annual Improvements to MFRSs 2015 - 2017 Cycle
IC Interpretation 23: Uncertainty over Income Tax Treatments

The adoption of the above-mentioned standards did not have a material impact on the financial statements of the Group, except for the following :

MFRS 16: Leases

MFRS 16 replaces the lease guidance including MFRS 117: Leases and its related interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model. At the commencement date of a lease, a lessee will recognise a liability to pay rental (i.e. the lease liability) with a corresponding assets representing the right to use the underlying asset during the lease term (i.e. the right-of-use asset). MFRS 16 requires lessees to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset. Lessor accounting under MFRS 16 is substantially unchanged from MFRS 117.

The Group adopted MFRS 16 using the modified retrospective method of adoption with the date of initial application of 1 July 2019 and the comparative information for 2019 was not restated. The Group, on a lease-by-lease basis, measured the right-of-use asset at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before 1 July 2019.

The Group has elected the following practical expedients :

- not to reassess whether a contract is, or contains a lease at the date of initial application and to apply MFRS 16 to all contracts that were previously identified as leases;
- to apply the exemptions for commitments expiring within 12 months and low value assets; and
- to apply a single discount rate to a portfolio of leases with reasonably similar characteristics.

1. **Accounting policies and methods of computation** (Cont'd.)**MFRS 16: Leases** (Cont'd.)

The impact arising from the adoption of MFRS 16 as at 1 July 2019 is as follows :

	Increase/ (decrease)
	<u>RM'000</u>
Assets	
Right-of-use assets	3,562,304
Receivables and other assets	121,719
Deferred tax assets	(2,007)
Total assets	<u>3,682,016</u>
Liabilities	
Lease liabilities :	
- Non-current	3,778,922
- Current	387,194
Payables, other liabilities and provisions	(484,100)
Total liabilities	<u>3,682,016</u>

The carrying amounts of the Group's right-of-use assets and lease liabilities, and the movement during the financial year-to-date are as follows :

	Right-of-use assets	Lease liabilities
	<u>RM'000</u>	<u>RM'000</u>
At 1 July 2019	3,562,304	4,166,116
Increase	68,765	60,489
Depreciation charge	(353,229)	-
Interest expense	-	261,841
Payments	-	(441,372)
Exchange differences	(11,000)	(6,500)
At 31 March 2020	<u>3,266,840</u>	<u>4,040,574</u>

1. **Accounting policies and methods of computation** (Cont'd.)

MFRS 16: Leases (Cont'd.)

The following table shows the impact of MFRS 16 on the statement of profit or loss :

	YEAR-TO-DATE ENDED 31.3.2020		
	Results without MFRS 16	Impact of MFRS 16	Results as reported
	RM'000	RM'000	RM'000
Revenue	2,595,473	(21,686)	2,573,787
Other operating income	188,782	(12,685)	176,097
Operating expenses	(2,865,440)	140,838	(2,724,602)
Operating (loss)/profit	(81,185)	106,467	25,282
Finance income	11,179	12,366	23,545
Finance costs	(112,171)	(261,841)	(374,012)
Share of results of associates	3,417	(2,997)	420
Share of results of joint ventures	3,791	(395)	3,396
Exceptional items	12,851	-	12,851
Loss before tax	(162,118)	(146,400)	(308,518)
Income tax expense	(70,493)	34,235	(36,258)
Loss for the period	(232,611)	(112,165)	(344,776)
Loss for the period attributable to :			
- Owners of the parent	(152,504)	(65,526)	(218,030)
- Non-controlling interests	(80,107)	(46,639)	(126,746)
	(232,611)	(112,165)	(344,776)

2. **Comments about seasonal or cyclical factors**

The Group's retail operations generally performed better with higher sales generated during the festive and holiday seasons.

3. **Unusual items due to their nature, size or incidence**

Other than as disclosed in Note 23, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year-to-date.

4. **Changes in estimates**

There were no changes in estimates that have had a material effect in the current quarter and financial year-to-date results.

5. **Debt and equity securities**

Other than as disclosed in Note 18, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial year-to-date.

6. Dividend paid

There were no dividends paid during the current quarter and financial year-to-date.

7. Revenue and segmental information

The Group's revenue for the financial year-to-date was as follows :

	RM'000	RM'000
Concessionaire sales (gross)	4,595,291	
Less : Cost of concessionaire sales	<u>(3,762,463)</u>	
Commissions from concessionaire sales		832,828
Sales of goods - Direct sales		1,536,978
Others (including rental income and management service fees)		203,981
		<u><u>2,573,787</u></u>

The Group's segmental information for the financial year-to-date was as follows :

	← Retailing →					Total
	People's Republic of					
	Malaysia	China	Vietnam	Indonesia	Others	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	<u>633,967</u>	<u>1,780,823</u>	<u>31,903</u>	<u>90,127</u>	<u>36,967</u>	<u>2,573,787</u>
Results						
Segment profit/(loss)	25,074	58,576	(11,294)	(13,401)	(33,673)	25,282
Finance income						23,545
Finance costs						(374,012)
Share of results of associates						420
Share of results of joint ventures						3,396
Exceptional items						12,851
Loss before tax						<u>(308,518)</u>
Total assets	<u>1,352,671</u>	<u>8,839,147</u>	<u>265,801</u>	<u>252,737</u>	<u>531,478</u>	<u>11,241,834</u>

8. Subsequent events

There were no material events subsequent to the end of the current quarter.

9. Changes in composition of the Group

There were no material changes in the composition of the Group during the financial year-to-date.

10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets since 30 June 2019.

11. Performance review

	3 MONTHS ENDED			YEAR-TO-DATE ENDED		
	31.3.2020 RM'000	31.3.2019 RM'000	Changes %	31.3.2020 RM'000	31.3.2019 RM'000	Changes %
<u>Revenue</u>						
Retailing :						
- Malaysia	176,074	266,378	-34	633,967	788,052	-20
- China	478,017	773,070	-38	1,780,823	2,097,010	-15
- Vietnam and Myanmar	10,128	15,537	-35	31,903	50,698	-37
- Indonesia	23,387	31,256	-25	90,127	100,150	-10
	687,606	1,086,241	-37	2,536,820	3,035,910	-16
Others	11,329	13,836	-18	36,967	42,441	-13
	698,935	1,100,077	-36	2,573,787	3,078,351	-16
<u>Segment profit/(loss)</u>						
Retailing :						
- Malaysia	(2,997)	2,006	- >100	25,074	974	>100
- China	(32,135)	64,496	- >100	58,576	93,473	-37
- Vietnam and Myanmar	(2,743)	(3,084)	11	(11,294)	(14,764)	24
- Indonesia	(8,595)	(7,056)	-22	(13,401)	(14,173)	5
	(46,470)	56,362	- >100	58,955	65,510	-10
Others	(11,446)	(2,689)	- >100	(33,673)	(20,232)	-66
	(57,916)	53,673	- >100	25,282	45,278	-44

For the 3 months ended 31 March 2020, the Group' **Retailing** division reported a 37% lower revenue of RM688 million as compared with RM1,086 million posted in the preceding year corresponding quarter. The Covid-19 pandemic which first emerged in end of December 2019 has affected many parts of the world including countries where the Group operates in. The general prohibition of mass movement and the implementation of various health measures to curb the spread of the Covid-19, have affected the footfall of our retailing stores, resulting in negative same store sales growth across the retailing regions. Consequently, the retailing operations suffered an operating loss of RM46 million for the 3 months ended 31 March 2020.

For the 9 months ended 31 March 2020, the generally softer retail market sentiment and the adverse impact of the Covid-19 outbreak in the current quarter, have resulted in the Group's Retailing division reporting a lower revenue of RM2,537 million with a lower operating profit of RM59 million. Without the impact of MFRS 16, an operating loss of RM47 million would have been recorded for the current financial year-to-date.

As at 31 March 2020, the Group's Retailing division has a total network of stores of 103 (Malaysia: 42, China: 42, Vietnam: 4, and Indonesia: 15).

Results of the **Others** division were mainly derived from the consumer financing business, operation of food and beverage ("F&B") business and investment holding. A lower revenue was recorded for the 9 months ended 31 March 2020 attributable to the closure of certain loss-making F&B outlets and food courts. The Division reported higher loss before tax for the current quarter and financial year-to-date as a result of foreign exchange loss arising from the weakening of the Ringgit Malaysia against the United States Dollar and the Hong Kong Dollar.

12. Comment on material change in profit

	Current Quarter	Immediate Preceding Quarter	
	31.3.2020	31.12.2019	Changes
	RM'000	RM'000	%
Revenue	698,935	987,406	-29
Operating (loss)/profit	(57,916)	39,962	- >100
Loss before tax	(159,592)	(94,576)	-69

The decline in revenue by 29% to RM699 million for the current quarter under review as compared with RM987 million in the immediate preceding quarter, was largely due to lower sales attained by the Group's retailing stores as a result of the Covid-19 pandemic as disclosed in Note 11 above. The Group, accordingly, reported an operating loss of RM58 million with a higher loss before tax of RM160 million.

13. a) Prospects

The Group's operating environment is expected to remain challenging amid the competition and the Covid-19 pandemic. Moving forward, the performance of the Group will depend on the business revival and the consumer sentiment of the Group's retailing regions. The Group continues to exercise caution in managing its overall business given various uncertainties at the macro level. In its focus to combat the Covid-19 impact, the Group has implemented the following measures which include, among others :

- negotiating with landlords to waive or reduce rental;
- negotiating with creditors and suppliers to restructure payment plans where appropriate;
- enhancing and/or launching online sales platforms to improve stores' productivity;
- cost containment; and
- implementing stringent procedures to ensure physical distancing and the highest level of hygiene standard for the safety of staff and customers who shop at our stores.

b) Forecast or target previously announced

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

14. Statement of the Board of Directors' opinion on achievement of forecast or target

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

15. Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

16. Income tax expense

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2020 RM'000	31.3.2019 RM'000	31.3.2020 RM'000	31.3.2019 RM'000
Income tax expense/(credit) comprises :				
Current and deferred income tax :				
- Arising in Malaysia	(5,319)	4,016	(2,718)	6,085
- Arising outside Malaysia	(9,512)	25,206	38,976	92,673
	(14,831)	29,222	36,258	98,758

Excluding the share of results of associates and joint ventures, the effective tax rate of the Group for the current quarter and financial year-to-date were lower than the Malaysian statutory tax rate mainly due to certain expenses which were not deductible for tax purposes and deferred tax not recognised in respect of the losses.

17. Corporate proposals**a) Status of corporate proposals**

There were no corporate proposals pending completion as at the end of the reporting period.

b) Status of utilisation of proceeds

The disclosure requirements are not applicable.

18. Borrowings and debt securities

The Group's loans and borrowings as at the end of the reporting period were as follows :

	AS AT 31.3.2020		AS AT 31.3.2019	
	Foreign Currency		Foreign Currency	
	'000	RM'000	'000	RM'000
Non-current				
<u>Secured</u>				
- Hire purchase liabilities	-	1,121	-	241
- Term loans and bank loans :				
RM denominated	-	-	-	66,883
US\$ denominated	-	-	(@) 490,684	2,003,085
HK\$ denominated	(#) 3,264,000	1,813,249	299,000	155,667
		<u>1,814,370</u>		<u>2,225,876</u>
<u>Unsecured</u>				
- Term loan : US\$ denominated	1,000	4,332	-	-
Total non-current loans and borrowings		<u>1,818,702</u>		<u>2,225,876</u>
Current				
<u>Secured</u>				
- Hire purchase liabilities	-	1,723	-	1,115
- Bankers' acceptance	-	5,806	-	7,483
- Revolving financing	-	96,081	-	16,000
- Term loans and bank loans :				
RM denominated	-	-	-	16,815
US\$ denominated	29,000	125,449	16,500	67,325
HK\$ denominated	(#) 771,000	428,313	194,000	103,080
		<u>657,372</u>		<u>211,818</u>
<u>Unsecured</u>				
- Bank overdrafts	-	-	-	22,750
		<u>-</u>		<u>22,750</u>
Total current loans and borrowings		<u>657,372</u>		<u>234,568</u>
Total loans and borrowings		<u>2,476,074</u>		<u>2,460,444</u>

Exchange rates used :

As at 31.3.2020 - US\$1.00: RM4.33 ; HK\$1.00: RM0.56

As at 31.3.2019 - US\$1.00: RM4.08 ; HK\$1.00: RM0.52

(#) In October 2019, Parkson Retail Group Limited ("PRGL"), a 54.97% owned subsidiary of the Company, entered into a facility agreement with a syndicate of banks, as lenders, for a syndication term loan facility in the sum of HK\$3,900 million ("Loan Facility") for a term of 36 months commencing from the first drawdown date or up to 28 October 2022 (whichever is earlier). The Loan Facility is for refinancing the existing loans and for general corporate and working capital needs of the PRGL Group.

Total outstanding amount of the term loans as at 31 March 2020 was HK\$3,840 million.

(@) The loan amounting to US\$487.3 million had been fully settled in November 2019 through the refinancing by the Loan Facility as disclosed in (#) above.

19. Changes in material litigation

There were no material changes in the material litigations since 30 June 2019.

20. Dividend proposed

The Board of Directors does not recommend any dividend for the current quarter and financial year-to-date.

21. Loss per share ("EPS")**Basic**

Basic EPS is calculated by dividing the loss for the period attributable to owners of the parent by the weighted average number of ordinary shares of the Company in issue during the financial period.

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2020	31.3.2019	31.3.2020	31.3.2019
Loss attributable to owners of the parent (RM'000)	(92,332)	(6,480)	(218,030)	(87,056)
Weighted average number of ordinary shares in issue ('000)	1,067,180	1,067,180	1,067,180	1,067,180
Basic EPS (sen)	(8.65)	(0.61)	(20.43)	(8.16)

Diluted

The basic EPS and the diluted EPS are the same for the period as the Company has no dilutive potential ordinary shares as at the end of the reporting period.

22. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 30 June 2019 was not qualified.

23. (Loss)/profit before tax

(Loss)/profit before tax is arrived at after crediting/(charging) the following income/(expenses) :

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2020 RM'000	31.3.2019 RM'000	31.3.2020 RM'000	31.3.2019 RM'000
a) Interest income	21,848	14,800	23,545	55,529
b) Other income including investment income	34,306	74,123	176,097	223,218
c) Interest expenses :				
- Lease interest (Note 1)	(88,548)	-	(261,841)	-
- Other interest expenses	(33,105)	(36,200)	(112,171)	(110,065)
	(121,653)	(36,200)	(374,012)	(110,065)
d) Depreciation and amortisation :				
- Right-of-use assets (Note 1)	(121,583)	-	(353,229)	-
- Others	(52,121)	(57,335)	(154,522)	(178,995)
	(173,704)	(57,335)	(507,751)	(178,995)
e) Provision for and write off of receivables	(1,724)	(1,583)	(12,990)	(5,329)
f) Provision for and write off of inventories	-	-	-	-
g) Gain/(loss) on disposal of quoted or unquoted investments or properties	-	-	-	-
h) Impairment of assets	-	-	-	-
i) Foreign exchange gain/(loss)	(7,136)	2,076	(21,401)	(3,319)
j) Gain/(loss) on derivatives	-	-	-	1,036
k) Exceptional items :			12,851	(10,710)
- Gain on disposal of a property	-	-	25,868	-
- Impairment loss on property, plant and equipment	-	-	(13,017)	(10,710)