



PARKSON HOLDINGS BERHAD

A Member of Lion Group

198201009470 (89194-P)

**Interim Financial Report
for the Second Quarter Ended
31 December 2020**

Condensed Consolidated Statement of Profit or Loss	1
Condensed Consolidated Statement of Other Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3
Condensed Consolidated Statement of Changes in Equity	4
Condensed Consolidated Statement of Cash Flows	5
Notes to the Condensed Financial Statements	6 - 13

PARKSON HOLDINGS BERHAD

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

Interim financial report for the second quarter ended 31 December 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Note	3 MONTHS ENDED			YEAR-TO-DATE ENDED		
		31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Gross sales proceeds		2,189,043	2,544,330	-14	4,104,859	4,671,996	-12
Revenue	7	877,767	987,406	-11	1,689,869	1,874,852	-10
Other operating income		95,894	72,619		164,684	141,791	
Operating expenses		(865,780)	(1,020,063)		(1,680,712)	(1,933,445)	
Operating profit		107,881	39,962	>100	173,841	83,198	>100
Finance income		16,186	(19,415)		30,849	1,697	
Finance costs	23(c)	(106,249)	(131,589)		(211,600)	(252,359)	
Share of results of associates		1,085	1,579		2,272	2,348	
Share of results of joint ventures		1,178	2,036		(225)	3,339	
Exceptional items	23(k)	(20,128)	12,851		(20,128)	12,851	
Loss before tax	23	(47)	(94,576)	100	(24,991)	(148,926)	83
Income tax expense	16	(40,378)	(39,863)		(45,353)	(51,089)	
Loss for the period		(40,425)	(134,439)	70	(70,344)	(200,015)	65
Loss for the period attributable to :							
- Owners of the parent		(28,268)	(81,078)	65	(49,997)	(125,698)	60
- Non-controlling interests		(12,157)	(53,361)		(20,347)	(74,317)	
		(40,425)	(134,439)		(70,344)	(200,015)	
Loss per share attributable to owners of the parent (sen) :							
- Basic	21	(2.65)	(7.60)		(4.68)	(11.78)	
- Diluted	21	(2.65)	(7.60)		(4.68)	(11.78)	

(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 2020 and the accompanying explanatory notes attached to the interim financial statements)

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CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Loss for the period	(40,425)	(134,439)	(70,344)	(200,015)
<u>Other comprehensive income/(loss)</u>				
- Foreign currency translation, representing item that may be reclassified subsequently to profit or loss	75,101	7,334	161,140	(117,149)
Total comprehensive income/(loss) for the period	34,676	(127,105)	90,796	(317,164)
Total comprehensive income/(loss) for the period attributable to :				
- Owners of the parent	10,821	(78,697)	34,311	(189,729)
- Non-controlling interests	23,855	(48,408)	56,485	(127,435)
	34,676	(127,105)	90,796	(317,164)

(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 2020 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the second quarter ended 31 December 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<u>Note</u>	AS AT 31.12.2020 RM'000	AS AT 30.6.2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		2,122,442	2,147,635
Investment properties		422,358	375,490
Right-of-use assets		2,866,859	2,982,042
Land use rights		225,986	226,815
Intangible assets		1,277,536	1,263,604
Investments in associates		28,778	26,599
Investments in joint ventures		12,253	17,929
Deferred tax assets		174,267	157,606
Receivables		673,769	526,038
Investment securities		16,693	16,697
Time deposits		448,365	377,652
		8,269,306	8,118,107
Current assets			
Inventories		357,771	360,533
Receivables		670,333	416,534
Investment securities		148,951	142,977
Deposits, cash and bank balances		1,067,031	1,376,751
		2,244,086	2,296,795
Non-current assets classified as held for sale		38,350	40,644
		2,282,436	2,337,439
TOTAL ASSETS		10,551,742	10,455,546
EQUITY AND LIABILITIES			
Share capital		4,151,005	4,151,005
Other reserves		(1,546,293)	(1,631,589)
Accumulated losses		(976,992)	(932,472)
Equity attributable to owners of the parent		1,627,720	1,586,944
Non-controlling interests		1,077,857	1,036,942
Total equity		2,705,577	2,623,886
Non-current liabilities			
Deferred tax liabilities		162,651	150,182
Loans and borrowings	18	1,120,070	1,491,164
Long term payables and provisions		88,969	85,227
Lease liabilities		3,416,653	3,434,947
		4,788,343	5,161,520
Current liabilities			
Payables, other liabilities and provisions		1,321,666	1,181,840
Contract liabilities		414,726	406,767
Loans and borrowings	18	823,144	540,202
Lease liabilities		461,855	514,001
Tax payables		36,431	27,330
		3,057,822	2,670,140
Total liabilities		7,846,165	7,831,660
TOTAL EQUITY AND LIABILITIES		10,551,742	10,455,546
Net assets per share attributable to owners of the parent (RM)		1.53	1.49

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the second quarter ended 31 December 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 December 2020							
At 1 July 2020	4,151,005	(20,903)	(1,610,686)	(932,472)	1,586,944	1,036,942	2,623,886
Total comprehensive income/ (loss) for the period	-	-	84,308	(49,997)	34,311	56,485	90,796
Transfer to capital reserves	-	-	988	(988)	-	-	-
Dilution of equity interest in a subsidiary	-	-	-	6,465	6,465	(6,465)	-
Dividends to non-controlling interests	-	-	-	-	-	(9,105)	(9,105)
At 31 December 2020	4,151,005	(20,903)	(1,525,390)	(976,992)	1,627,720	1,077,857	2,705,577
31 December 2019							
At 1 July 2019	4,151,005	(20,903)	(1,573,800)	(495,158)	2,061,144	1,273,131	3,334,275
Total comprehensive loss for the period	-	-	(64,031)	(125,698)	(189,729)	(127,435)	(317,164)
Transfer to capital reserves	-	-	950	(950)	-	-	-
Dividends to non-controlling interests	-	-	-	-	-	(8,386)	(8,386)
At 31 December 2019	4,151,005	(20,903)	(1,636,881)	(621,806)	1,871,415	1,137,310	3,008,725

(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 2020 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	
	31.12.2020 RM'000	31.12.2019 RM'000
OPERATING ACTIVITIES		
Loss before tax	(24,991)	(148,926)
Adjustments for :		
Non-cash items	281,962	325,513
Non-operating items	178,705	244,975
Operating profit before working capital changes	435,676	421,562
Changes in working capital :		
Net changes in assets	(404,453)	(59,297)
Net changes in liabilities	156,680	100,872
Others (mainly interest and tax paid)	(51,192)	(134,652)
	136,711	328,485
INVESTING ACTIVITIES		
Changes in deposits with banks and investment securities	246,151	450,548
Proceeds from disposal of a property	-	45,171
Others (mainly purchase of property, plant and equipment)	(88,937)	(39,449)
	157,214	456,270
FINANCING ACTIVITIES		
Dividends paid to non-controlling interests	(9,105)	(8,386)
Loans and borrowings	19,014	51,099
Payment of lease liabilities	(309,948)	(304,901)
	(300,039)	(262,188)
Net changes in cash and cash equivalents	(6,114)	522,567
Effects of changes in exchange rates	13,248	(23,872)
Cash and cash equivalents at beginning of period	973,314	1,040,420
Cash and cash equivalents at end of period	980,448	1,539,115
Cash and cash equivalents at end of period comprise the following :		
Deposits, cash and bank balances	1,515,396	2,705,582
Less : Bank overdrafts	(1,391)	-
Less : Deposits with banks with original maturity of more than three months when acquired	(533,557)	(1,166,467)
	980,448	1,539,115

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial statements)

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Interim financial report for the second quarter ended 31 December 2020
(The figures have not been audited)

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 2020. 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 2020.

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 2020 except for the adoption of the following standards effective for the financial period beginning 1 July 2020 :

- Amendments to MFRS 2: Share-based Payment
- Amendments to MFRS 3: Business Combinations
- Amendments to MFRS 3: Definition of a Business
- Amendments to MFRS 6: Exploration for and Evaluation of Mineral Resources
- Amendments to MFRS 14: Regulatory Deferral Accounts
- Amendments to MFRS 101: Presentation of Financial Statements
- Amendments to MFRS 9, 139 and 7: Interest Rate Benchmark Reform
- Amendments to MFRS 101 and 108: Definition of Material
- Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to MFRS 134: Interim Financial Reporting
- Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets
- Amendments to MFRS 138: Intangible Assets
- Amendments to IC Interpretation 12: Service Concession Arrangements
- Amendments to IC Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 20: Stripping Costs in the Production Phase of a Surface Mine
- Amendments to IC Interpretation 22: Foreign Currency Transactions and Advance Consideration
- Amendments to IC Interpretation 132: Intangible Assets - Web Site Costs

The adoption of the above-mentioned standards did not have a material impact on the financial statements of the Group.

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

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)	2,914,794	
Less : Cost of concessionaire sales	<u>(2,414,990)</u>	
Commissions from concessionaire sales		499,804
Sales of goods - Direct sales		1,043,700
Others (including rental income, credit services and management service fees)		146,365
		<u><u>1,689,869</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>289,398</u>	<u>1,343,144</u>	<u>17,988</u>	<u>17,072</u>	<u>22,267</u>	<u>1,689,869</u>
Results						
Segment profit/(loss)	10,914	173,038	(3,957)	(12,314)	6,160	173,841
Finance income						30,849
Finance costs						(211,600)
Share of results of associates						2,272
Share of results of joint ventures						(225)
Exceptional items						(20,128)
Loss before tax						<u>(24,991)</u>
Total assets	<u>880,617</u>	<u>8,789,463</u>	<u>216,311</u>	<u>198,304</u>	<u>467,047</u>	<u>10,551,742</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 2020.

11. Performance review

	3 MONTHS ENDED			YEAR-TO-DATE ENDED		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Revenue						
Retailing :						
- Malaysia	136,992	253,334	-46	289,398	457,893	-37
- China	709,659	671,970	6	1,343,144	1,302,806	3
- Vietnam	10,650	12,591	-15	17,988	21,775	-17
- Indonesia	9,114	36,951	-75	17,072	66,740	-74
	866,415	974,846	-11	1,667,602	1,849,214	-10
Others	11,352	12,560	-10	22,267	25,638	-13
	877,767	987,406	-11	1,689,869	1,874,852	-10
Segment profit/(loss)						
Retailing :						
- Malaysia	1,738	27,811	-94	10,914	28,071	-61
- China	104,928	34,962	>100	173,038	90,711	91
- Vietnam	412	(2,115)	>100	(3,957)	(8,551)	54
- Indonesia	(3,334)	(504)	- >100	(12,314)	(4,806)	- >100
	103,744	60,154	72	167,681	105,425	59
Others	4,137	(20,192)	>100	6,160	(22,227)	>100
	107,881	39,962	>100	173,841	83,198	>100

For the 6 months ended 31 December 2020, the Group's **Retailing** division recorded a lower revenue of RM1,668 million whilst operating profit increased to RM168 million from RM105 million a year ago. Performance of our retailing operations in each location were as follows:

- Malaysia

For the 6 months ended 31 December 2020, the weakening of the local consumer sentiments amid the COVID-19 pandemic had resulted in Parkson Malaysia recording a decline in revenue by 37% to RM289 million compared with RM458 million a year ago. Notwithstanding the challenging operating environment, the operations remained profitable at RM11 million with continuous efforts in optimising store productivity and implementing cost rationalisation.

Parkson Malaysia has 40 stores as at 31 December 2020 following the closure of 2 underperforming stores in this quarter.

11. Performance review (Cont'd.)

- China

For the 6 months ended 31 December 2020, while the Chinese consumers have become more cautious in consumption since the onset of the pandemic, Parkson China registered a revenue growth of 3% to RM1,343 million following tactical promotional activities and continuous efforts in expanding its income sources. The higher revenue coupled with improved operating efficiencies and cost control measures have resulted in operating profit increasing to RM173 million.

As at 31 December 2020, the Group has a network coverage of 42 stores in 28 cities across China.

- Vietnam

For the 6 months ended 31 December 2020, amid the increasingly competitive retail scene, our Vietnam operations have also faced challenges due to the impact of the COVID-19 pandemic, resulting in a lower revenue of RM18 million. The operations, however, registered a lower operating loss of RM4 million on the back of continuous efforts in optimising operational efficiency and implementing cost rationalisation.

As at 31 December 2020, the Group has 4 stores in Vietnam.

- Indonesia

The COVID-19 pandemic continued to impact negatively on the Group's performance for the 6 months ended 31 December 2020. With certain of the Group's retailing stores operating under restricted operating hours, revenue contracted significantly to RM17 million as compared with RM67 million a year ago. Consequently, the Group's Indonesia operations reported a higher operating loss of RM12 million for the current financial year-to-date.

The Group operated 14 stores in Indonesia as at 31 December 2020.

Results of the **Others** division were mainly derived from the consumer financing business, operation of food and beverage ("F&B") business and investment holding. For the 6 months ended 31 December 2020, the Group's consumer financing business continued to increase its revenue and operating profit; whilst the F&B operations reported a lower revenue following the closure of certain loss-making outlets. Operating profit in the current financial year-to-date included a foreign exchange gain of RM5 million arising from the strengthening of the Ringgit Malaysia against the United States Dollar, compared with a foreign exchange loss of RM14 million a year ago.

12. Comment on material change in profit

	Current Quarter	Immediate Preceding Quarter	
	31.12.2020	30.9.2020	Changes
	RM'000	RM'000	%
Revenue	877,767	812,102	8
Operating profit	107,881	65,960	64
Loss before tax	(47)	(24,944)	99.8

For the current quarter under review, Parkson China, the major contributor of the Group's retailing operations, enjoyed encouraging sales growth attributable to higher consumer spending during the year-end festivities and holiday seasons. Accordingly, the Group registered a revenue growth of 8% to RM878 million.

The higher revenue coupled with improved operating efficiencies and cost control measures have resulted in operating profit increasing by 64% to RM108 million. Included in the loss before tax in the current quarter under review were impairment losses on assets amounting to RM20 million.

13. a) Prospects

In the March 2021 quarter, while Parkson China will benefit from the higher consumer spending during the Chinese New Year festivities, the Group's retailing stores in the Southeast Asian region are anticipated to face challenges brought on by the prolonged COVID-19 pandemic and the weak consumer sentiment.

The Group has taken various measures to mitigate the negative impact of the pandemic, focusing its priorities on enhancing product offerings, optimising operational efficiency and productivity as well as cost rationalisation. In the interim, in order to grasp the opportunities brought by the market recovery in China, the Group will further initiate a variety of operation modes to diversify the income sources, establish online and offline sales channels, and promote the long term and sustainable development of the Group.

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	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Income tax expense/(credit) comprises :				
Current and deferred income tax :				
- Arising in Malaysia	2,019	7,050	(3,133)	2,601
- Arising outside Malaysia	38,359	32,813	48,486	48,488
	40,378	39,863	45,353	51,089

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 higher 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 31.12.2020		AS AT 31.12.2019	
	Foreign Currency '000	RM'000	Foreign Currency '000	RM'000
Non-current				
<u>Secured</u>				
- Term loans and bank loans :				
RM denominated	-	-	-	52,789
US\$ denominated	-	-	17,000	69,675
HK\$ denominated	2,112,000	1,092,206	3,264,000	1,715,154
Rmb denominated	38,850	23,865	-	-
		<u>1,116,071</u>		<u>1,837,618</u>
<u>Unsecured</u>				
- Term loan : US\$ denominated	1,000	3,999	1,000	4,176
Total non-current loans and borrowings		<u>1,120,070</u>		<u>1,841,794</u>
Current				
<u>Secured</u>				
- Bankers' acceptance	-	8,987	-	9,831
- Revolving financing	-	100,000	-	15,000
- Term loans and bank loans :				
RM denominated	-	-	-	18,240
US\$ denominated	29,000	115,994	7,000	28,672
HK\$ denominated	1,152,000	594,929	1,066,000	560,158
Rmb denominated	3,000	1,843	-	-
		<u>821,753</u>		<u>631,901</u>
<u>Unsecured</u>				
- Bank overdrafts	-	1,391	-	-
Total current loans and borrowings		<u>823,144</u>		<u>631,901</u>
Total loans and borrowings		<u>1,943,214</u>		<u>2,473,695</u>

Exchange rates used :

As at 31.12.2020 - US\$1.00: RM3.99 ; HK\$1.00: RM0.52 ; Rmb1.00: RM0.61

As at 31.12.2019 - US\$1.00: RM4.10 ; HK\$1.00: RM0.53

19. Changes in material litigation

There were no material changes in the material litigations since 30 June 2020.

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	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Loss attributable to owners of the parent (RM'000)	(28,268)	(81,078)	(49,997)	(125,698)
Weighted average number of ordinary shares in issue ('000)	1,067,180	1,067,180	1,067,180	1,067,180
Basic EPS (sen)	(2.65)	(7.60)	(4.68)	(11.78)

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 has issued an unqualified audit opinion and the Auditors' report on the financial statements for the financial year ended 30 June 2020 included a paragraph on material uncertainty related to going concern of the Group. The Auditors highlighted that the Group reported a net loss for the financial year ended 30 June 2020, and as at that date, the Group's current liabilities exceeded its current assets; and that the Group's financial performance and operations were impacted by strict quarantine measures and movement control restrictions, caused by the COVID-19 pandemic, that have resulted in temporary closures of certain retailing stores in its key markets during the financial year ended 30 June 2020.

23. Loss before tax

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

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
a) Interest income	16,186	(19,415)	30,849	1,697
b) Other income including investment income	84,572	72,619	151,615	141,791
c) Interest expenses :				
- Lease interest	(85,443)	(88,138)	(171,914)	(173,293)
- Other interest expenses	(20,806)	(43,451)	(39,686)	(79,066)
	(106,249)	(131,589)	(211,600)	(252,359)
d) Depreciation and amortisation :				
- Right-of-use assets	(107,030)	(112,807)	(219,479)	(231,646)
- Others	(39,913)	(55,043)	(88,533)	(102,401)
	(146,943)	(167,850)	(308,012)	(334,047)
e) Provision for and write off of receivables	(10,383)	(7,532)	(11,545)	(11,266)
f) Provision for and write off of inventories	(444)	-	(444)	-
g) Gain/(loss) on disposal of quoted or unquoted investments or properties	-	-	-	-
h) Impairment of assets	-	-	-	-
i) Foreign exchange gain/(loss)	11,322	(13,824)	13,069	(14,265)
j) Gain/(loss) on derivatives	-	-	-	-
k) Exceptional items :	(20,128)	12,851	(20,128)	12,851
- Gain on disposal of a property	-	25,868	-	25,868
- Impairment loss on :				
Property, plant and equipment	(19,116)	(13,017)	(19,116)	(13,017)
Intangible assets	(1,012)	-	(1,012)	-

24. Material event

The Company had on 15 October 2020 ("Announcement Date"), announced that it has triggered one of the prescribed criteria pursuant to Paragraph 8.04 and Practice Note 17 ("PN17") of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Main LR").

Nevertheless, the Company is not designated as a PN17 company and is not required to comply with the obligations of PN17 classification pursuant to the requirements of the Main LR for a period of 18 months from the Announcement Date, under the PN17 relief measures available to affected listed issuers granted by Bursa Securities pursuant to the letters dated 16 April 2020 and 17 February 2021 from Bursa Malaysia Berhad.

The Company will have 18 months from the Announcement Date, to re-assess its condition and announce whether it continues to trigger any of the prescribed criteria in PN17 of the Main LR.