



**PARKSON HOLDINGS BERHAD**

A Member of Lion Group

198201009470 (89194-P)

**Interim Financial Report**  
**for the Second Quarter Ended**  
**30 June 2022**

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# PARKSON HOLDINGS BERHAD

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

Interim financial report for the second quarter ended 30 June 2022

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Note	INDIVIDUAL QUARTER		YEAR-TO-DATE ENDED	
		30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000
<b>Continuing operations</b>					
Gross sales proceeds		1,735,077	-	3,805,843	-
Revenue	7	714,502	-	1,542,546	-
Other operating income		76,793	-	156,546	-
Operating expenses		(734,694)	-	(1,568,436)	-
Operating profit		56,601	-	130,656	-
Finance income		13,715	-	27,426	-
Finance costs	23(c)	(89,501)	-	(175,405)	-
Share of results of associates		(4,904)	-	(3,233)	-
Share of results of joint ventures		109	-	(780)	-
Exceptional items	23(k)	(32,876)	-	(32,876)	-
Loss before tax	23	(56,856)	-	(54,212)	-
Income tax expense	16	(12,176)	-	(27,446)	-
Loss for the period from continuing operations		(69,032)	-	(81,658)	-
<b>Discontinued operations (#)</b>					
Loss for the period from discontinued operations		(41)	-	(721)	-
<b>Loss for the period from continuing and discontinued operations</b>		<b>(69,073)</b>	-	<b>(82,379)</b>	-
Loss for the period attributable to :					
- Owners of the parent		(36,593)	-	(45,226)	-
- Non-controlling interests		(32,480)	-	(37,153)	-
		(69,073)	-	(82,379)	-
Loss per share attributable to owners of the parent (sen) :					
- Basic	21	(3.19)	-	(3.97)	-
- Diluted	21	(3.19)	-	(3.97)	-

(#) Relating to results of a subsidiary in Vietnam which had ceased operation.

The Company had in last year changed its financial year end from 30 June to 31 December. As such, there are no comparative figures for the preceding year corresponding periods.

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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

Interim financial report for the second quarter ended 30 June 2022

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		YEAR-TO-DATE ENDED	
	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000
<b>Loss for the period</b>	<b>(69,073)</b>	-	<b>(82,379)</b>	-
<u>Other comprehensive loss</u>				
- Foreign currency translation, representing item that may be reclassified subsequently to profit or loss	<b>(83,357)</b>	-	<b>(54,789)</b>	-
<b>Total comprehensive loss for the period</b>	<b>(152,430)</b>	-	<b>(137,168)</b>	-
Total comprehensive loss for the period attributable to :				
- <b>Owners of the parent</b>	<b>(79,581)</b>	-	<b>(72,258)</b>	-
- Non-controlling interests	<b>(72,849)</b>	-	<b>(64,910)</b>	-
	<b>(152,430)</b>	-	<b>(137,168)</b>	-

*The Company had in last year changed its financial year end from 30 June to 31 December. As such, there are no comparative figures for the preceding year corresponding periods.*

*The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.*

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Registration No. 198201009470 (89194-P)  
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Interim financial report for the second quarter ended 30 June 2022  
(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	AS AT 30.6.2022 RM'000	AS AT 31.12.2021 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		2,067,655	2,113,320
Investment properties		532,914	506,399
Right-of-use assets		2,305,061	2,547,555
Intangible assets		1,312,670	1,313,474
Investments in associates		30,351	33,441
Investments in joint ventures		8,877	9,617
Deferred tax assets		215,381	200,170
Receivables		562,032	551,173
Investment securities		17,332	17,331
Time deposits		19,694	20,404
		7,071,967	7,312,884
<b>Current assets</b>			
Inventories		348,019	383,872
Receivables		463,957	499,325
Investment securities		56,730	59,345
Deposits, cash and bank balances		1,568,278	1,288,875
		2,436,984	2,231,417
<b>TOTAL ASSETS</b>		<b>9,508,951</b>	<b>9,544,301</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital	5	2,160,580	2,155,630
Other reserves		(1,436,154)	(1,409,122)
Retained profits		908,917	954,143
Equity attributable to owners of the parent		1,633,343	1,700,651
Non-controlling interests		1,088,161	1,153,071
Total equity		2,721,504	2,853,722
<b>Non-current liabilities</b>			
Deferred tax liabilities		134,613	136,524
Loans and borrowings	18	1,456,892	67,005
Long term payables and provisions		24,051	25,881
Lease liabilities		2,555,948	2,741,903
		4,171,504	2,971,313
<b>Current liabilities</b>			
Payables, other liabilities and provisions		1,356,246	1,440,618
Contract liabilities		408,488	419,757
Loans and borrowings	18	291,624	1,323,230
Lease liabilities		521,076	508,000
Tax payables		38,509	27,661
		2,615,943	3,719,266
<b>Total liabilities</b>		6,787,447	6,690,579
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>9,508,951</b>	<b>9,544,301</b>
Net assets per share attributable to owners of the parent (RM)		1.42	1.52

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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Interim financial report for the second quarter ended 30 June 2022

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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	Other reserves RM'000	Retained profits RM'000			
<b>30 June 2022</b>						
At 1 January 2022	2,155,630	(1,409,122)	954,143	1,700,651	1,153,071	2,853,722
Total comprehensive loss for the period	-	(27,032)	(45,226)	(72,258)	(64,910)	(137,168)
Issue of share capital (Note 5)	4,950	-	-	4,950	-	4,950
<b>At 30 June 2022</b>	<b>2,160,580</b>	<b>(1,436,154)</b>	<b>908,917</b>	<b>1,633,343</b>	<b>1,088,161</b>	<b>2,721,504</b>

The Company had in last year changed its financial year end from 30 June to 31 December. As such, there are no comparative figures for the preceding year corresponding periods.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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Interim financial report for the second quarter ended 30 June 2022

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	YEAR-TO-DATE ENDED	
	30.6.2022 RM'000	30.6.2021 RM'000
<b>OPERATING ACTIVITIES</b>		
Loss before tax :		
Continuing operations	(54,212)	-
Discontinued operations	(721)	-
Adjustments for :		
Non-cash items	299,571	-
Non-operating items	151,994	-
Operating profit before working capital changes	396,632	-
Changes in working capital :		
Net changes in assets	94,363	-
Net changes in liabilities	(129,565)	-
Others (mainly interest and tax paid)	(36,496)	-
	324,934	-
<b>INVESTING ACTIVITIES</b>		
Changes in deposits with banks and investment securities	397,849	-
Others (mainly purchase of property, plant and equipment)	(49,238)	-
	348,611	-
<b>FINANCING ACTIVITIES</b>		
Loans and borrowings	270,737	-
Payment of lease liabilities	(284,664)	-
Issue of share capital (Note 5)	4,950	-
	(8,977)	-
Net changes in cash and cash equivalents	664,568	-
Effects of changes in exchange rates	7,527	-
Cash and cash equivalents at beginning of period	807,145	-
Cash and cash equivalents at end of period	1,479,240	-
Cash and cash equivalents at end of period comprise the following :		
Deposits, cash and bank balances	1,587,972	-
Less : Bank overdrafts	(877)	-
Less : Deposits with banks with original maturity of more than three months when acquired	(107,855)	-
	1,479,240	-

The Company had in last year changed its financial year end from 30 June to 31 December. As such, there are no comparative figures for the preceding year corresponding periods.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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Interim financial report for the second quarter ended 30 June 2022  
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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 period ended 31 December 2021. 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 period ended 31 December 2021.

The significant accounting policies adopted in the condensed consolidated financial statements are consistent with those of the audited financial statements for the financial period ended 31 December 2021 except for the adoption of the following standards effective for the financial period beginning 1 January 2022 :

Amendments to MFRS 3 Business Combinations - Reference to the Conceptual Framework  
Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use  
Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets  
- Onerous Contracts - Cost of Fulfilling a Contract  
Annual Improvements to MFRSs 2018 - 2020

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

#### Comparative figures

There are no comparative figures stated in the Condensed Consolidated Statement of Profit or Loss, Condensed Consolidated Statement of Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity, Condensed Consolidated Statement of Cash Flows and the related notes for the preceding year corresponding periods as the Company had in last year changed its financial year end from 30 June to 31 December.

### 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 current reporting periods.

### 4. Changes in estimates

There were no changes in estimates that have had a material effect in the results for the current reporting periods.

## 5. Debt and equity securities

The Company had on 2 March 2022, pursuant to the second tranche of the private placement, issued and allotted 30,000,000 new ordinary shares at RM0.165 per share for cash resulting in an increase in the issued share capital of the Company by RM4,950,000 from RM2,155,629,753 to RM2,160,579,753.

Other than the above, 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 reporting periods.

## 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)	2,733,472	
Less : Cost of concessionaire sales	<u>(2,263,297)</u>	
Commissions from concessionaire sales		470,175
Sales of goods - Direct sales		915,217
Others (including rental income, credit services and management service fees)		157,154
		<u><u>1,542,546</u></u>

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

	← Retailing People's Republic of →				Total continuing operations	Discontinued operations	Total
	Malaysia	China	Vietnam	Others			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	<u>367,090</u>	<u>1,146,562</u>	<u>4,553</u>	<u>24,341</u>	<u>1,542,546</u>	<u>-</u>	<u>1,542,546</u>
<u>Results</u>							
Segment profit/(loss)	112,481	32,034	(2,528)	(11,331)	130,656	(721)	129,935
Finance income					27,426	-	27,426
Finance costs					(175,405)	-	(175,405)
Share of results of associates					(3,233)	-	(3,233)
Share of results of joint ventures					(780)	-	(780)
Exceptional items					(32,876)	-	(32,876)
Loss before tax					<u>(54,212)</u>	<u>(721)</u>	<u>(54,933)</u>
Total assets	<u>1,008,690</u>	<u>7,894,485</u>	<u>127,352</u>	<u>474,237</u>	<u>9,504,764</u>	<u>4,187</u>	<u>9,508,951</u>

## 8. Subsequent event

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 31 December 2021.

**11. Performance review**

	<b>INDIVIDUAL QUARTER</b>	<b>YEAR-TO-DATE ENDED</b>
	<b>30.6.2022</b>	<b>30.6.2022</b>
	RM'000	RM'000
<u>Revenue</u>		
Retailing :		
- Malaysia	206,707	367,090
- China	493,026	1,146,562
- Vietnam	2,114	4,553
	<u>701,847</u>	<u>1,518,205</u>
Others	12,655	24,341
	<u><b>714,502</b></u>	<u><b>1,542,546</b></u>
<u>Segment profit/(loss)</u>		
Retailing :		
- Malaysia	77,160	112,481
- China	(10,108)	32,034
- Vietnam	(1,082)	(2,528)
	<u>65,970</u>	<u>141,987</u>
Others	(9,369)	(11,331)
	<u><b>56,601</b></u>	<u><b>130,656</b></u>

For the June 2022 quarter, the Group's **Retailing** division recorded a revenue of RM702 million with an operating profit of RM66 million. The division registered a revenue of RM1,518 million with an operating profit of RM142 million for the 6 months ended 30 June 2022. Performance of our retailing operations in each location were as follows :

- Malaysia

For the June 2022 quarter, our local retailing operations continued to witness a strong recovery of sales following the improved shopper traffic after the full lifting of movement restrictions. Coupled with the festive spending during the Muslim's celebrations, the operations registered a revenue of RM207 million with an operating profit of RM77 million.

For the 6 months ended 30 June 2022, in tandem with the reduced impact of the COVID-19 pandemic and the easing of restrictions, our Malaysia retailing operations registered a revenue of RM367 million. The encouraging revenue, together with the continuous efforts in optimising operating efficiencies and productivity, had enabled the operations to achieve an operating profit of RM112 million.

Parkson Malaysia has 38 stores as at 30 June 2022.

## 11. Performance review (Cont'd.)

### - China

For the June 2022 quarter, the operating activities of Parkson China particularly, the retailing stores in Xi'an, Shanghai and Beijing were adversely affected by the new variants of coronavirus. Strict prevention and control quarantine measures implemented during the period have inevitably affected shopper traffic. Accordingly, Parkson China recorded a revenue of RM493 million with an operating loss of RM10 million.

Facing the uncertainties brought about by the resurgence of coronavirus since early 2022, Parkson China has seen weak consumer sentiments and posted a revenue of RM1,147 million for the 6 months ended 30 June 2022. The operations, however, remained profitable at RM32 million contributed by the continuous efforts in optimising operating efficiencies and cost control measures.

In this quarter, Parkson China closed a store in Taiyuan City, Shanxi Province as part of the Group's resource utilisation efficiency. As at 30 June 2022, the Group has a network coverage of 44 stores in 30 cities across China.

### - Vietnam

For the current quarter and 6 months ended 30 June 2022, the Group's only store in Vietnam, *Parkson Saigon Tourist Plaza*, recorded a revenue of RM2 million and RM5 million respectively amid the gradual recovery from the COVID-19 pandemic. The store incurred operating loss of RM1 million and RM3 million respectively for the current quarter and financial year-to-date.

Results of the **Others** division were mainly derived from the consumer financing business, operation of food and beverage business and investment holding. For the 6 months ended 30 June 2022, the Group's consumer financing business continued to post encouraging revenue and operating profit; whilst the bakery operations have seen improved footfall due to the reduced impact of the COVID-19 pandemic. Loss before tax included foreign exchange loss of RM8 million arising from the weakening of the Ringgit Malaysia against the United States Dollar.

## 12. Comment on material change in profit

	<b>Current Quarter</b>	<b>Immediate Preceding Quarter</b>	
	<b>30.6.2022</b>	<b>31.3.2022</b>	<b>Changes</b>
	RM'000	RM'000	%
Revenue	714,502	828,044	-14
Operating profit	56,601	74,055	-24
(Loss)/profit before tax	(56,856)	2,644	->100

For the current quarter under review, while the Group's retailing operations in Malaysia have benefitted from the pent-up demand and festive spending during the Muslim's celebrations, the surge of coronavirus infections in China has disrupted the operations of Parkson China as mentioned in Note 11. As a result, the Group reported a 14% lower revenue of RM715 million with operating profit decreasing to RM57 million.

Included in the loss before tax in the current quarter under review were impairment losses on assets amounting to RM33 million relating to the Group's retailing operations in China.

**13. a) Prospects**

For the third quarter ending 30 September 2022, the Group's Retailing division is expected to experience lower traffic flow in the absence of major festivities, besides facing the continuous challenges of market changes and the uncertainties in respect of the COVID-19 epidemic prevention and control in China.

Against the backdrop of these challenging operating environments, the Group continues to focus on improving store productivity and further implementing cost control measures, along with continuing to diversify the income sources, establish online and offline sales channels, and promote long-term sustainable development of its businesses.

**b) Forecast or target previously announced**

The disclosure requirements are not applicable for the current reporting periods.

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

The disclosure requirements are not applicable for the current reporting periods.

**15. Profit forecast or profit guarantee**

No profit forecast or profit guarantee was published.

**16. Income tax expense**

	INDIVIDUAL QUARTER		YEAR-TO-DATE ENDED	
	30.6.2022	30.6.2021	30.6.2022	30.6.2021
Income tax expense/(credit) comprises :	RM'000	RM'000	RM'000	RM'000
Current and deferred income tax :				
- Arising in Malaysia	16,318	-	24,722	-
- Arising outside Malaysia	(4,142)	-	2,724	-
	<u>12,176</u>	<u>-</u>	<u>27,446</u>	<u>-</u>

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

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

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

17. **Corporate proposals** (Cont'd.)b) **Status of utilisation of proceeds**

The private placement exercise which was completed on 17 March 2022 involved the issuance and allotment of a total of 55,000,000 new ordinary shares in the Company in 2 tranches. As at 30 June 2022, the total proceeds of approximately RM9.58 million raised therefrom had been fully utilised.

	<b>Proposed Utilisation</b>	<b>Amount Utilised</b>
	RM'Million	RM'Million
Purpose :		
- Working capital requirements	9.43	9.39
- Expenses for private placement	0.15	0.19 (*)
	<u>9.58</u>	<u>9.58</u>

(\*) : The actual expenses incurred for the private placement were higher than the estimated amount resulting in the difference of approximately RM0.04 million being adjusted from the amount earmarked for working capital of the Group.

18. **Borrowings and debt securities**

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

	<b>AS AT 30.6.2022</b>		<b>AS AT 30.6.2021</b>	
	Foreign Currency '000	RM'000	Foreign Currency '000	RM'000
<b>Non-current</b>				
<b>Secured</b>				
- Term loans and bank loans :				
HK\$ denominated	(#) 2,567,600	1,443,087	2,112,000	1,129,807
Rmb denominated	21,006	13,805	34,847	22,420
		<u>1,456,892</u>		<u>1,152,227</u>
<b>Unsecured</b>				
- Term loan : US\$ denominated	-	-	1,000	4,151
Total non-current loans and borrowings		<u>1,456,892</u>		<u>1,156,378</u>
<b>Current</b>				
<b>Secured</b>				
- Bankers' acceptance	-	5,044	-	6,471
- Revolving financing	-	91,003	-	126,524
- Term loans and bank loans :				
US\$ denominated	29,000	127,626	29,000	120,382
HK\$ denominated	(#) 100,000	56,104	576,000	308,088
Rmb denominated	10,000	6,572	4,043	2,599
		<u>286,349</u>		<u>564,064</u>
<b>Unsecured</b>				
- Term loan : US\$ denominated	1,000	4,398	-	-
- Bank overdrafts	-	877	-	2,328
		<u>5,275</u>		<u>2,328</u>
Total current loans and borrowings		<u>291,624</u>		<u>566,392</u>
Total loans and borrowings		<u>1,748,516</u>		<u>1,722,770</u>

Exchange rates used :

As at 30.6.2022 - US\$1.00: RM4.40 ; HK\$1.00: RM0.56 ; Rmb1.00: RM0.66

As at 30.6.2021 - US\$1.00: RM4.15 ; HK\$1.00: RM0.53 ; Rmb1.00: RM0.64

**18. Borrowings and debt securities** (Cont'd.)

(#) In December 2021, 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, in relation to a syndicated term loan facility in an aggregate amount of up to HK\$2,700 million ("Loan Facility") for a term of 36 months commencing from the first drawdown date. The Loan Facility is to refinance the existing loans and for general corporate and working capital needs of the PRGL Group.

PRGL had drawn down HK\$2,667.6 million in January 2022 to fully settle the existing syndicated loans and to supplement its operating cash flows.

**19. Changes in material litigation**

There was no pending material litigation since 31 December 2021 other than the following :

On 2 April 2021, Parkson Corporation Sdn Bhd ("PCSB"), a wholly-owned subsidiary of Parkson Retail Asia Limited ("PRA") which is in turn a 67.96% owned subsidiary of the Company, was served with a Writ of Summons and Statement of Claim filed by Millennium Mall Sdn Bhd ("MMSB"), the lessor of "M Square Mall", in the Kuala Lumpur High Court ("Court") in relation to an alleged breach of a settlement agreement which MMSB alleged was purportedly entered into between PCSB and MMSB on 21 July 2020 ("Suit").

PCSB is of the view that there was no settlement reached between the parties to begin with, and therefore, there could not have been a breach of any settlement agreement.

On 26 April 2021, PCSB had filed a Notice of Application to strike out the Suit ("Striking Out Application"). The Court had on 6 January 2022 allowed the Striking Out Application with costs of RM10,000 being awarded to PCSB ("Court's Decision").

MMSB had on 17 January 2022, filed an appeal to the Court of Appeal against the Court's Decision ("Appeal"). The Court of Appeal had on 26 July 2022, adjourned the hearing of the Appeal and fixed the next case management on 8 September 2022 for MMSB's solicitors to update the Court of Appeal on the status of the matter.

**20. Dividend proposed**

The Board of Directors does not recommend any dividend for the current reporting periods.

**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 reporting periods.

	INDIVIDUAL QUARTER		YEAR-TO-DATE ENDED	
	30.6.2022	30.6.2021	30.6.2022	30.6.2021
Loss attributable to owners of the parent (RM'000)	(36,593)	-	(45,226)	-
Weighted average number of ordinary shares in issue ('000)	1,148,902	-	1,138,957	-
Basic EPS (sen)	(3.19)	-	(3.97)	-

**Diluted**

The basic EPS and the diluted EPS are the same for the periods 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 had, in respect of the Company's Audited Financial Statements for the 18-month financial period ended 31 December 2021: (i) expressed their qualified audit opinion in respect of the opening balances and certain items in the financial statements of a subsidiary in bankruptcy in Indonesia as the Auditors had no access to the working papers of the preceding auditors and no alternative procedures could be performed in view that all the books and records were in the hands of the receivers; and (ii) included a paragraph on material uncertainty related to going concern on the Group as the Group reported a net loss for the financial period ended 31 December 2021, and as of that date, the Group's current liabilities exceeded its current assets.

**23. Loss before tax**

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

	INDIVIDUAL QUARTER		YEAR-TO-DATE ENDED	
	30.6.2022 RM'000	30.6.2021 RM'000	30.6.2022 RM'000	30.6.2021 RM'000
a) Interest income	13,715	-	27,426	-
b) Other income including investment income	76,793	-	156,546	-
c) Interest expenses :				
- Lease interest	(69,270)	-	(141,032)	-
- Other interest expenses	(20,231)	-	(34,373)	-
	(89,501)	-	(175,405)	-
d) Depreciation and amortisation :				
- Right-of-use assets	(100,978)	-	(200,377)	-
- Others	(39,888)	-	(83,437)	-
	(140,866)	-	(283,814)	-
e) Provision for and write off of receivables	(849)	-	(2,533)	-
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)	(7,321)	-	(8,129)	-
j) Gain/(loss) on derivatives	-	-	-	-
k) Exceptional items :	(32,876)	-	(32,876)	-
- Impairment loss on :				
Property, plant and equipment and others	(2,503)	-	(2,503)	-
Right-of-use assets	(25,365)	-	(25,365)	-
Intangible assets	(5,008)	-	(5,008)	-