

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income  
(Unaudited)

	CURRENT QUARTER		YEAR ENDED	
	<u>30/06/2021</u>	<u>30/06/2020</u>	<u>30/06/2021</u>	<u>30/06/2020</u>
	RM'000	RM'000	RM'000	RM'000
Revenue	5,524	4,961	30,193	81,437
Operating expenses	(8,863)	(16,523)	(48,452)	(110,922)
Reversal of impairment loss/(impairment loss) of financial assets	929	(122)	6,199	(9,631)
Other operating income	441	1,739	4,991	2,813
Loss from operations	(1,969)	(9,945)	(7,069)	(36,303)
Finance costs	(850)	(412)	(2,631)	(3,618)
Finance income	187	818	1,092	1,346
Loss before tax	(2,632)	(9,539)	(8,608)	(38,575)
Tax (expense) / income	(44)	332	(3)	215
<b>Loss after tax from continued operations</b>	<b>(2,676)</b>	<b>(9,207)</b>	<b>(8,611)</b>	<b>(38,360)</b>
Profit after tax from discontinued operations	-	-	-	404
<b>Loss after tax for the period/year</b>	<b>(2,676)</b>	<b>(9,207)</b>	<b>(8,611)</b>	<b>(37,956)</b>
<b>Other comprehensive income/(loss)</b>				
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Fair value changes of other investments	(114)	26	(74)	(25)
Other comprehensive (loss)/income, net of tax	(114)	26	(74)	(25)
<b>Total comprehensive loss</b>	<b>(2,790)</b>	<b>(9,181)</b>	<b>(8,685)</b>	<b>(37,981)</b>
Loss for the period/year attributable to:				
Owners of the Company	(2,672)	(9,201)	(8,606)	(38,063)
Non-controlling interests	(4)	(6)	(5)	107
	(2,676)	(9,207)	(8,611)	(37,956)
Total comprehensive loss for the period/year attributable to:				
Owners of the Company	(2,786)	(9,175)	(8,680)	(38,088)
Non-controlling interests	(4)	(6)	(5)	107
	(2,790)	(9,181)	(8,685)	(37,981)
Basic/diluted loss for the period/year per ordinary share (sen)				
- from continued operations	(2.63)	(12.70)	(10.23)	(52.90)
- from discontinued operations	-	-	-	0.38
	(2.63)	(12.70)	(10.23)	(52.52)

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Annual Financial Statements for the financial year ended 30 June 2020.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

Condensed Consolidated Statements of Financial Position

	AS AT 30/06/2021 Unaudited RM'000	AS AT 30/06/2020 Audited RM'000
<b>Non-current assets</b>		
Property, plant and equipment	3,762	8,469
Right-of-use assets	1,383	7,483
Investment properties	47,655	51,740
Land held for property development	7,178	9,174
Investment in an associate	7	7
Other investments	491	561
	<u>60,476</u>	<u>77,434</u>
<b>Current assets</b>		
Inventories	3,948	4,115
Trade and other receivables	24,110	34,871
Tax recoverable	550	433
Cash and cash equivalents	4,745	3,629
	<u>33,353</u>	<u>43,048</u>
Assets classified as held for sale	13,499	1,912
<b>Current liabilities</b>		
Trade and other payables	9,439	26,217
Overdraft and short term borrowings	16,713	52,447
Tax payable	-	26
	<u>26,152</u>	<u>78,690</u>
<b>NET CURRENT ASSETS / (LIABILITIES)</b>	<u>20,700</u>	<u>(33,730)</u>
	<u>81,176</u>	<u>43,704</u>
<b>FINANCED BY:</b>		
<b>Total equity</b>		
Share capital	94,777	75,926
Reserves	(48,902)	(40,222)
Equity attributable to owners of the company	45,875	35,704
Non-controlling interests	(270)	(265)
	<u>45,605</u>	<u>35,439</u>
<b>Non-current liabilities</b>		
Term financing/loan	33,079	5,797
Deferred tax liabilities	2,492	2,468
	<u>35,571</u>	<u>8,265</u>
	<u>81,176</u>	<u>43,704</u>
Net assets per share attributable to ordinary equity holders of the Parent (RM)	0.55	0.49

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited Annual Financial Statements for the financial year ended 30 June 2020.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

Condensed Consolidated Statements of Changes in Equity  
(Unaudited)

	← Attributable to Owners of the Company →						
	← Non-Distributable →			Distributable		Non-Controlling Interests	Total Equity
	Share Capital	Other Reserves	Retained Profits	Total	RM'000		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Year ended							
<b><u>30 June 2021</u></b>							
At 1 July 2020	75,926	13	(40,235)	35,704	(265)	35,439	
Issuance of shares pursuant to private placements	8,995	-	-	8,995	-	8,995	
Issuance of shares pursuant to restricted issue	9,856	-	-	9,856	-	9,856	
Loss after taxation for the financial year	-	-	(8,606)	(8,606)	(5)	(8,611)	
Other comprehensive loss for the financial year	-	(74)	-	(74)	-	(74)	
Total comprehensive income/(loss) for the financial year	18,851	(74)	(8,606)	10,171	(5)	10,166	
At 30 June 2021	94,777	(61)	(48,841)	45,875	(270)	45,605	
Year ended							
<b><u>30 June 2020</u></b>							
At 1 July 2019	75,926	38	(2,172)	73,792	8,196	81,988	
(Loss)/profit after taxation for the financial year	-	-	(38,063)	(38,063)	107	(37,956)	
Loss on divestment of subsidiaries	-	-	-	-	(8,568)	(8,568)	
Other comprehensive loss for the financial year	-	(25)	-	(25)	-	(25)	
Total comprehensive loss for the financial year	-	(25)	(38,063)	(38,088)	(8,461)	(46,549)	
At 30 June 2020	75,926	13	(40,235)	35,704	(265)	35,439	

Note

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

**Condensed Consolidated Statements of Cash Flows  
(Unaudited)**

	1/7/2020 to <u>30/06/2021</u> RM'000	1/7/2019 to <u>30/06/2020</u> RM'000
Cash flows from operating activities		
Loss before tax from		
- continuing operations	(8,608)	(38,575)
- discontinued operations	-	532
Adjustments for:-		
Non-cash items	(10,436)	12,921
Non-operating items	(1,449)	1,749
Operating loss before working capital changes	<u>(20,493)</u>	<u>(23,373)</u>
Net change in current assets	18,828	13,579
Net change in current liabilities	<u>(17,284)</u>	<u>302</u>
Cash flows used in operations	(18,949)	(9,492)
Tax (paid)/refunded	(27)	1,417
Net cash used in operating activities	<u>(18,976)</u>	<u>(8,075)</u>
Cash flows from investing activities		
Equity investments	7	6
Other investments	9,687	5,282
Net cash from investing activities	<u>9,694</u>	<u>5,288</u>
Cash flows for financing activities		
Finance service revenue account	607	(41)
Private placement	8,995	-
Restricted issue	9,856	-
Term financing/loan	5,501	-
Hire purchase financing	-	(30)
Short term bank borrowings	<u>(2,191)</u>	<u>(5,707)</u>
Net cash from/(used in) financing activities	<u>22,768</u>	<u>(5,778)</u>
Net increase/(decrease) in cash and cash equivalents	13,486	(8,565)
Cash and cash equivalents at beginning of financial year	(9,979)	(1,414)
Cash and cash equivalents at end of financial year	<u>3,507</u>	<u>(9,979)</u>

Cash and cash equivalent at the end of the financial year comprise of:

	<u>30/06/2021</u> RM'000	<u>30/06/2020</u> RM'000
Cash and bank balances	4,745	3,629
Bank overdrafts	-	(11,763)
Finance service revenue account	<u>(1,238)</u>	<u>(1,845)</u>
	<u>3,507</u>	<u>(9,979)</u>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited Annual Financial Statements for the financial year ended 30 June 2020.

## A EXPLANATORY NOTES

### A1. Accounting Policies

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report is unaudited and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial report.

#### Changes in accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements of the Group for the year ended 30 June 2020.

#### Adoption of new standards/amendments/improvements to MFRSs

At the beginning of the current financial year, the Group adopted new standards/amendments/improvements to MFRSs which are mandatory for the financial periods beginning on or after 1 January 2020.

Initial application of the new standards/amendments/improvements to MFRSs did not have material impact to the financial performance or position of the Group.

#### Standards issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards and Amendments to Standards were issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective and have not been adopted by the Group –

#### Amendments to MFRSs effective for annual periods beginning on or after 1 January 2021

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4\*, MFRS 16, *Interest rate benchmark reform – Phase 2*

#### Amendments to MFRSs effective for annual periods beginning on or after 1 April 2021

- Amendments to MFRS 16, *Leases: COVID-19 related rent concessions beyond 30 June 2021*

#### MFRSs and amendments to MFRSs effective for annual periods beginning on or after 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 MFRS Standards 2018–2020

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

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**A1. Accounting Policies (cont'd)**

**MFRSs and amendments to MFRSs effective for annual periods beginning on or after 1 January 2023**

- MFRS 17\*, *Insurance contracts*
- Amendments to MFRS 17\*, *Insurance contracts*
- Amendments to MFRS 4\*, *Insurance contracts: Extension of the temporary exemption from applying MFRS 9*
- Amendments to MFRS 101, *Presentation of financial statements: Classification of liabilities as current or non-current*
- Amendments to MFRS 101, *Presentation of financial statements: Disclosure of accounting policies*
- Amendments to MFRS 108, *Accounting policies, changes in accounting estimates and errors: Definition of accounting estimates*
- Amendments to MFRS 112, *Income taxes: Deferred tax related to assets and liabilities arising from a single transaction*

**Amendments to MFRSs - effective date deferred indefinitely**

- Amendments to MFRS 10 and 128, *Consolidated financial statements and investments in associates and joint venture: Sale or Contribution of assets between an investor and its associate or joint venture*

*\* Not applicable to the Group's operation.*

The initial application of the above standards, amendments, and interpretations are not expected to have any financial impact to the financial statements of the Group.

**A2. Audit Report**

The audit report of the most recent annual financial statements was not subject to any qualification.

**A3. Seasonal or Cyclical Factors**

There is no major seasonality or cyclicity in the Group's operations.

**A4. Exceptional Items (COVID-19 Pandemic)**

Malaysia has implemented Movement Control Order ("MCO") and Conditional Movement Control Order ("CMCO") to curb the spread of the COVID-19 pandemic. On 15 June 2021, a National Recovery Plan ("NRP") was under way which will be divided into 4 phases.

Our Group's trading business activities were impacted by the lockdowns imposed since the inception of the COVID-19 pandemic.

The COVID-19 outbreak is a global crisis that is having an increasing impact on the global economy.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

**A5. Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial year that have a material effect in the current interim period.

**A6. Debt and Equity Securities**

	Private Placement		Restricted Issue
	1st Tranche	2nd Tranche	
Date	17-Dec-20	22-Mar-21	22-Mar-21
No. of shares	7,175,000	7,318,900	14,493,900
Value (RM)	4,018,000	4,976,852	9,855,852

There was no other share buy backs, share cancellations, shares held as treasury shares and resale of treasury shares for the quarter under review.

**A7. Payment of Dividend**

There was no payment of dividend for the quarter under review.

**A8. Segmental Reporting**

Segment information for the year ended 30 June 2021 is as follows: -

	Trading RM'000	Contract (exclude discontinuing operations) RM'000	Property Development RM'000	Property and Investment Holding RM'000	Others RM'000	Total RM'000
Revenue	23,339	6,385	7	462	-	30,193
Profit/(Loss) from Operations	2,456	(5)	200	(9,280)	(440)	(7,069)
Finance income						1,092
Finance costs						(2,631)
Loss before tax						(8,608)
Tax expense						(3)
Loss after tax from continuing operations						(8,611)
Result from discontinuing operations						-
Loss after tax						(8,611)

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

**A8. Segmental Reporting (cont'd)**

Segment information for the year ended 30 June 2020 is as follows: -

	Trading RM'000	Contract (exclude discontinuing operations) RM'000	Property Development RM'000	Property and Investment Holding RM'000	Others RM'000	Total RM'000
Revenue	81,311	-	-	99	27	81,437
Profit/(Loss) from Operations	39,395	(466)	370	(2,629)	(367)	(36,303)
Finance income						1,346
Finance costs						(3,618)
Loss before tax						(38,575)
Tax income						215
Loss after tax from continuing operations						(38,360)
Result from discontinuing operations						404
Loss after tax						(37,956)

**A9. Property, Plant and Equipment**

Property, plant and equipment, other than freehold land are stated at cost less accumulated depreciation and any impairment losses. Freehold land is stated at cost less any impairment losses and is not depreciated.

**A10. Material Significant Events and Subsequent Events**

There is no material event subsequent to the end of the year under review that has not been reflected in these condensed financial statements.

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

Global Allied Sdn Bhd, a subsidiary of Ipmuda Group has commenced members' voluntary winding up on 24 January 2020 pursuant to Section 439(1)(b) of the Companies Act 2016. The subsidiary has ceased its business operations and is currently dormant and has no intention to carry on business or operations in the future. The voluntary winding up of the subsidiary is part of Ipmuda Group's continuing rationalisation effort to improve efficiency within the Ipmuda Group and will enable the Ipmuda Group to save future costs associated with maintaining the subsidiary.

This voluntary winding up now is in the final stage, which is pending the tax clearance from Inland Revenue Board. It is expected to be complete before end of the year.

Saved as disclosed above, there are no other changes in composition of the Group as at the date of the report.



**A12. Capital Commitments**

There was no material capital commitment for the current quarter under review.

**A13. Contingent Liabilities**

There was no material contingent liability for the current quarter under review.

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**B. EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. Review of Performance**

**Current Quarter**

Group revenue for the current quarter was higher by RM0.6 million or 11.3% mainly contributed by higher sales and the Group focused on high margin products such as finishing and general building products.

The Group registered a lower loss before tax (“LBT”) by RM6.9 million, mainly due to the decreased in staff costs and legal and professional fees (by RM4.8 million) during the quarter. In addition, net reversal impairment of trade receivables amounting to RM0.9 million (impairment loss of RM0.1 million in prior year corresponding quarter) also contributed to the improved LBT.

**Year To Date**

Group revenue is lower by RM51.2 million or 62.9% as compared to prior year mainly due to lower revenue from trading segment affected by lockdowns during the year. However, this was partially offset by new revenue generated from Coara Marang Project amounting to RM6.3 million.

The LBT is lower by RM30.0 million mainly due to the improved Group’s gross profit margin, gain on disposal of a property, lower staff cost, finance cost and legal and professional fees (by RM12.4 million) and net reversal of impairment on receivables of RM6.2 million (impairment loss of RM9.6 million in prior year).

**B2. Comparison with Preceding Quarter’s Result**

The Group revenue was lower by RM6.7 million or 55.0% as there was no progress claim on revenue generated from Coara Marang Project during the current quarter.

The Group recorded a LBT of RM2.6 million (profit before tax (“PBT”) of RM0.02 million in previous quarter) mainly due to previous quarter reversal of bank guarantee claims of RM3.3 million. However, this was partially offset by higher gross profit margin and financing cost (by RM0.7 million) during the quarter.

**B3. Current Year Prospects**

Malaysia’s second quarter (Q2 2021) gross domestic product (GDP) rose by 16.1% year-on-year after previously shrinking for four consecutive quarters. However, on a quarter-on-quarter seasonally-adjusted basis, the economy registered a decline of 2.0%, weighed by the tighter containment measures. In addition, economic performance in Q2 2021 was supported by the continuous growth in the manufacturing sector and the rebound of the service sector on the supply side. In comparison, the first quarter of 2021 (Q1 2021) notched a decline of 2.7% from the previous quarter.\*

**Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021**

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**B3. Current Year Prospects (cont'd)**

The Board foresees that the trading business segment will continue to face various challenges in the current business environment including longer credit period for customers to make payment, pricing competition and timely supply of products due to the impact of the COVID-19 pandemic on its product supply chain. Nevertheless, the trading business segment remains as the main contributor of revenue to the Group and the management of Ipmuda expects that it will continue to contribute to the earnings of the Group.

In addition, the Group has been actively identifying other alternatives to improve its financial performance and thus agreed to plan to diversify its existing businesses to include the Renewable Energy Business and Healthcare Business as well as to monetise the existing underutilised non-core assets.

The Group announced a Proposed Diversification on 4 November 2020 and it is expected to further expand the revenue stream and earnings base of the Group and the Board anticipates that the Proposed Diversification may contribute 25% or more of the net profits of the Group in the future.

Upon the completion of the Proposed Diversification, the Group will undertake to expand its business to include the owning, developing, maintaining, operating, designing and constructing of power plants, involving the generation of energy and electricity using sustainable and renewable energy sources.

Further to that, the Renewable Energy Business also comprises the development of greenfield and brownfield projects which includes independent power producers (IPP) projects involving other sustainable energy including but not limited to biomass, biogas, small hydro, solar and geothermal.

Meanwhile, the Healthcare Business will involve the following:

- I. developing, owning and operating of private healthcare services involving facilities such as private hospitals, healthcare specialists and clinics, retirement and aged-care resorts/homes/villages, as well as healthcare related tourism under the Malaysia My Second Home Programme;
- II. developing, owning and operating wellness resorts and other related facilities; and
- III. sourcing and supplying of medical and healthcare related products.

*\* Source: Malay Mail 13 August 2021, Malaysia's economy grew 16pc in Q2 following initial dip in 2020, says Bank Negara.*

**B4. Variances from Profit Forecast and Profit Guarantee**

The Company did not make a profit forecast and therefore comments on variances with forecast profit are not applicable.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

**B5. Loss Before Tax**

The loss before tax is stated after charging/(crediting):

	CURRENT QUARTER		YEAR ENDED	
	<u>30/6/2021</u>	<u>30/6/2020</u>	<u>30/6/2021</u>	<u>30/6/2020</u>
	RM'000	RM'000	RM'000	RM'000
Interest income	(187)	(818)	(1,092)	(1,346)
Other income	228	(1,734)	(1,128)	(2,551)
Interest expenses	850	412	2,631	3,618
Depreciation and amortisation	254	527	1,331	1,524
Gain on disposal of property, plant & equipment	(669)	(5)	(3,863)	(195)
Loss on disposal of investment properties	13	9	26	62
Gain on disposal of quoted shares	-	-	-	(61)
Loss on disposal of subsidiary	-	9	-	1,100
Waiver of advance	-	(445)	-	(195)
Inventories written down (Reversal of impairment)/impairment loss on receivables	1,517	1,000	1,787	1,083
	(929)	122	(6,199)	9,631

**B6. Tax (Expense)/Income**

Tax comprises the following:

	CURRENT QUARTER		YEAR ENDED	
	<u>30/06/2021</u>	<u>30/06/2020</u>	<u>30/06/2021</u>	<u>30/06/2020</u>
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax:				
Current year tax	(49)	(36)	(61)	(167)
Deferred tax	-	36	6	48
Prior years				
- over provision	5	332	52	334
Total tax (expense)/income	(44)	332	(3)	215

Corporate tax was provided for non-business source for the quarter under review.

**B7. Purchase or Disposal of Quoted Securities**

There is no purchase or disposal of quoted securities for the current quarter under review. Total investments in quoted shares as at 30 June 2021 are at stated at market values of RM153,599.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

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**B8. Status of Corporate Proposals**

Save for the following, there were no other corporate proposals announced but not completed as at the date of this announcement.

- i. As stated in Note B3, the Group announced a Proposed Diversification on 4 November 2020, and it is expected to further expand the revenue stream and earnings base of the Group and the Board anticipates that the Proposed Diversification may contribute 25% or more of the net profits of the Group in the future. The Proposed Diversification has been approved by the shareholders at an EGM held on 18 December 2020.
- ii. On 18 June 2021, MIDF Amanah Investment Bank Berhad had, on behalf of the Board, announced that the Company proposes to undertake the following proposals:
  - a. proposed disposal of a piece of leasehold property held under document of title Pajakan Negeri 3664 Lot 19 Seksyen 13, Bandar Petaling Jaya, District of Petaling, Selangor Darul Ehsan measuring approximately 20,772.0684 square metres (“sqm”) (approximately 223,596 square feet (“sqft”)) together with an industrial premise and other supporting ancillary buildings erected thereon with a total approximate gross floor area of 15,524.75 sqm (167,107 sqft) and bearing postal address No. 1 Jalan 13/2, Seksyen 13, 46200 Petaling Jaya, Selangor Darul Ehsan, by Roset-BLG Sdn Bhd, a wholly-owned subsidiary of Better Living Grand Sdn Bhd, which in turn is a wholly-owned subsidiary of Ipmuda to Pixel Valley Sdn Bhd, a wholly owned subsidiary of Kerjaya Prospek Property Berhad for total consideration of RM82,000,000 which shall be satisfied in cash of RM80,000,000 and RM2,000,000 in kind;
  - b. proposed special cash dividend of RM30,437,190 on the basis of RM0.30 per ordinary share in Ipmuda (“Ipmuda Share(s)” or “Share(s)”) to the entitled shareholders (defined herein) on an entitlement date to be determined and announced at a later date (“Entitlement Date”) (“Proposed Special Dividend”);
  - c. proposed bonus issue of 101,457,300 new Ipmuda Shares (“Bonus Shares”) together with 152,185,950 free detachable warrants in Ipmuda (“Bonus Warrants”) on the basis of two (2) Bonus Shares together with three (3) Bonus Warrants for every two (2) existing Ipmuda Shares held by the shareholders of Ipmuda whose names appear on the record of depositors of the Company at the close of business on an Entitlement Date (“Entitled Shareholders”) (“Proposed Bonus Issue of Shares and Warrants”); and
  - d. proposed renounceable rights issue of 101,457,300 new Ipmuda Shares (“Rights Shares”) on the basis of one (1) Rights Share for every one (1) existing Ipmuda Share held by the Entitled Shareholders on the Entitlement Date (“Proposed Rights Issue of Shares”).

(the abovementioned proposals are collectively referred to as the “Proposals”)

**B8. Status of Corporate Proposals (cont'd)**

- e. proposed acquisition of a hospital from third party vendors for a purchase consideration of up to RM18,000,000 to be satisfied via cash and issuance of new Ipmuda Shares (“Proposed Acquisition of Hospital”);
- f. proposed acquisition of a solar energy asset from related parties and third party vendor for a purchase consideration of RM11,107,000 to be satisfied via issuance of new Ipmuda Shares (“Proposed Acquisition of Solar Asset”); and
- g. proposed acquisition of a hydro energy asset from related parties and third party vendor for a purchase consideration of RM163,290,152 to be satisfied via issuance of new Ipmuda Shares (“Proposed Acquisition of Hydro Asset”);

(Proposed Acquisition of Hospital, Proposed Acquisition of Solar Asset and Proposed Acquisition of Hydro Asset are collectively referred to as the “Proposed Acquisitions”)

Pursuant to the above, the Company had on 18 June 2021 entered into five (5) exclusive heads of agreements (“HOA(s)”) with the respective vendors in relation to the Proposed Acquisitions:

- a. One (1) HOA with the vendors of Ultimate Forte Sdn Bhd (“Ultimate Forte”), namely Dato’ Abdul Hamid Bin Sh Mohamed, Abdul Latif Bin Shaikh Mohamed, Murali A/L Vasu, Mohd Zaifullizan Bin Abdul Aziz, Ahmad Umar Bin Alisan, Ainy Binti Md Aris and Dahlia Binti Abd Malik (collectively referred to as the “Ultimate Forte Vendors”) for entire equity interests in Ultimate Forte for a total purchase consideration of up to RM18,000,000 to be satisfied via cash and issuance of new Ipmuda Shares in relation to the Proposed Acquisition of Hospital;
- b. One (1) HOA with Jentayu Capital Sdn Bhd (“Jentayu Capital”) for 51% equity interests in Jentayu Solar Sdn Bhd (“Jentayu Solar”) for a total purchase consideration of RM5,664,570 to be satisfied via issuance of new Ipmuda Shares in relation to the Proposed Acquisition of Solar Asset;
- c. One (1) HOA with Seri Panglima Holdings Sdn Bhd (“Seri Panglima”) for 49% equity interest in Jentayu Solar for a total purchase consideration of RM5,442,430 to be satisfied via issuance of new Ipmuda Shares in relation to the Proposed Acquisition of Solar Asset;
- d. One (1) HOA with Kasa Tuah Resources Sdn Bhd (“Kasa Tuah”) and Borneo Sustainable Energy Sdn Bhd (“Borneo Sustainable”) for 100% equity interest in Senja Optima Sdn Bhd (“Senja Optima”), by acquiring one (1) 50% equity interest from each Kasa Tuah and Borneo Sustainable, for a total purchase consideration of RM23,760,152 to be satisfied via issuance of new Ipmuda Shares in relation to the Proposed Acquisition of Hydro Asset; and

**B8. Status of Corporate Proposals (cont'd)**

- e. One (1) HOA with Jentayu Capital for 100% issued and paid-up preference shares in each Telekosang Hydro One Sdn Bhd (“Telekosang One”) and Telekosang Hydro Two Sdn Bhd (“Telekosang Two”) as well as 100% of Junior Sukuk in Telekosang One for a total purchase consideration of RM139,530,000 to be satisfied via issuance of new Ipmuda Shares in relation to the Proposed Acquisition of Hydro Asset.

The Proposed Property Disposal is not conditional upon any other corporate proposals. The Proposed Special Dividend, Proposed Bonus Issue of Shares and Warrants as well as Proposed Rights Issue of Shares are conditional upon the completion of the Proposed Property Disposal. The Proposed Special Dividend, Proposed Bonus Issue of Shares and Warrants as well as Proposed Rights Issue of Shares are inter-conditional upon each other.

The Proposed Acquisition of Hospital, Proposed Acquisition of Solar Asset, Proposed Acquisition of Hydro Asset are not conditional upon each other and the Proposals.

The Company will make the requisite announcement(s) to Bursa Malaysia Securities Berhad in compliance with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad upon execution of the definitive share sale agreement between the Company and the above respective vendors pursuant to the Proposed Acquisitions.

- iii. Pursuant to the HOA dated 18 June 2021 entered into between the Company and the Ultimate Forte Vendors in relation to the Proposed Acquisition of Hospital as stated in Note B8(ii) above, on 24 August 2021, MIDF Amanah Investment Bank Berhad had, on behalf of the Board, announced that the Company had on even date entered into a conditional share sale agreement with the Ultimate Forte Vendors in relation to the proposed acquisition of the entire equity interest in Ultimate Forte Sdn. Bhd. for a total purchase consideration of RM18,000,000 to be satisfied via a combination of cash and issuance of new ordinary shares in Ipmuda (“Consideration Shares”).

The Proposed Acquisition of Hospital is subject to the approvals being obtained from the following:

- (i) shareholders of Ipmuda for the Proposed Acquisition of Hospital at an EGM to be convened;
- (ii) Bursa Malaysia Securities Berhad for the listing of and quotation for the Consideration Shares on the Main Market of Bursa Malaysia Securities Berhad; and
- (iii) any other relevant authorities / parties, if required.

The Proposed Acquisition of Hospital is not conditional upon any other corporate exercise undertaken or to be undertaken by the Company.

Interim Financial Statements for the Fourth Quarter and Year Ended 30 June 2021

**B9. Group Borrowings and Debt Securities**

The Group borrowings and debt securities which are denominated in Ringgit Malaysia as at 30 June 2021 are as below:

	As at <u>30/06/2021</u> RM'000	As at <u>30/06/2020</u> RM'000
Secured	16,713	23,188
Unsecured	-	29,259
Total short-term borrowings	<u>16,713</u>	<u>52,447</u>
Secured	<u>33,079</u>	<u>5,797</u>
Total long-term borrowings	<u>33,079</u>	<u>5,797</u>
Total borrowings	<u>49,792</u>	<u>58,244</u>

**B10. Off Balance Sheet Financial Instruments**

There is no off-balance sheet financial instrument as at the date of this report.

**B11. Dividend**

No dividend has been recommended by the Board of Directors.

**B12. Earnings Per Share**

The basic earnings per share for the financial year have been calculated by dividing the Group's losses by the weighted average number of ordinary shares issued.

	<b>CURRENT QUARTER</b>		<b>YEAR ENDED</b>	
	<u>30/06/2021</u>	<u>30/06/2020</u>	<u>30/06/2021</u>	<u>30/06/2020</u>
(Loss)/Profit attributable to owners of the Company (RM'000)				
- from continuing operations	(2,672)	(9,201)	(8,606)	(38,338)
- from discontinued operations	-	-	-	275
	<u>(2,672)</u>	<u>(9,201)</u>	<u>(8,606)</u>	<u>(38,063)</u>
Weighted average number of shares outstanding ('000)				
Basic/Diluted (loss)/profit per share (sen)	101,457	72,469	84,147	72,469
- from continuing operations	(2.63)	(12.70)	(10.23)	(52.90)
- from discontinued operations	-	-	-	0.38
	<u>(2.63)</u>	<u>(12.70)</u>	<u>(10.23)</u>	<u>(52.52)</u>



**B12. Earnings Per Share (cont'd)**

The Company has issued 14,493,900 ordinary shares from restricted issue and 7,318,900 from second private placement on 22 March 2021.

The Company has not issued any dilutive potential ordinary shares and hence, the diluted earnings per share is equal to the basic earnings per share.

BY ORDER OF THE BOARD

Elaine Chen Bee Ling

Secretary

Kuala Lumpur

25 August 2021