



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTERS		
		CURRENT YEAR QUARTER 31-Mar-22 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-21 RM'000	Changes %	CURRENT YEAR TO DATE 31-Mar-22 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-21 RM'000	Changes %
Revenue	4	9,250	7,752	19%	9,250	7,752	19%
Cost of sales		(2,643)	(1,650)		(2,643)	(1,650)	
Gross profit		6,607	6,102	8%	6,607	6,102	8%
Interest income		6	59		6	59	
Other operating income		8,289	704		8,289	704	
Selling and marketing expenses		(1,154)	(1,074)		(1,154)	(1,074)	
Administrative expenses		(625)	(2,821)		(625)	(2,821)	
Other operating expenses		(6,744)	(6,120)		(6,744)	(6,120)	
Finance costs		(2,834)	(2,043)	-39%	(2,834)	(2,043)	-39%
Profit/(Loss) before tax		3,545	(5,193)	168%	3,545	(5,193)	168%
Income tax expenses	19	(200)	(114)		(200)	(114)	
Profit/(Loss) for the period		3,345	(5,307)	163%	3,345	(5,307)	163%

**Other comprehensive income/(loss), net of tax**

*Items that may be reclassified subsequently to profit or loss:*

Exchange differences on translating foreign operations		151	4		151	4	
Total comprehensive income/(loss) for the period		3,496	(5,303)	166%	3,496	(5,303)	166%

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTERS		
		CURRENT YEAR QUARTER 31-Mar-22 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-21 RM'000	Changes %	CURRENT YEAR TO DATE 31-Mar-22 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-21 RM'000	Changes %
<b>Profit/(Loss) attributable to :</b>							
Equity holders of the Company		2,028	(5,174)	139%	2,028	(5,174)	139%
Non-controlling interests		1,317	(133)		1,317	(133)	
Profit/(Loss) for the period		<u>3,345</u>	<u>(5,307)</u>	163%	<u>3,345</u>	<u>(5,307)</u>	163%
<b>Total comprehensive income/(loss) attributable to :</b>							
Equity holders of the Company		2,179	(5,170)	142%	2,179	(5,170)	142%
Non-controlling interests		1,317	(133)		1,317	(133)	
Total comprehensive income/(loss) for the period		<u>3,496</u>	<u>(5,303)</u>	166%	<u>3,496</u>	<u>(5,303)</u>	166%
Earnings / (Loss) per share attributable to ordinary equity holders of the Company (sen):							
- Basic	30 (a)	0.69	(1.89)		0.69	(1.89)	
- Diluted	30 (b)	0.48	(1.96)		0.48	(1.96)	

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2022**

	Note	31-Mar-22 (Unaudited) RM'000	31-Dec-21 (Audited) RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	9	47,735	48,515
Right-of-use-assets	9	540,999	542,570
Investment properties	9	260,360	260,360
Inventories	24	159,633	159,633
Investment in associate		-	-
Other investments		2,337	2,337
Trade receivables-non-current portion		7,595	7,595
Deferred tax assets		196	196
		<u>1,018,855</u>	<u>1,021,206</u>
<b>Current assets</b>			
Inventories	24	232,251	232,522
Trade and other receivables		65,427	45,376
Tax recoverable		603	608
Cash and bank balances		12,549	13,723
		<u>310,830</u>	<u>292,229</u>
Non-current asset held for sale		-	-
		<u>310,830</u>	<u>292,229</u>
<b>TOTAL ASSETS</b>		<b><u>1,329,685</u></b>	<b><u>1,313,435</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Share capital		378,608	352,006
Treasury shares		(2,914)	(2,914)
Warrant reserves		60,513	62,645
Other reserves		66,127	64,261
Retained earnings		311,612	309,167
Equity attributable to equity holders of the Company		<u>813,946</u>	<u>785,165</u>
Non-controlling interests		14,279	12,962
<b>Total equity</b>		<b><u>828,225</u></b>	<b><u>798,127</u></b>
<b>Non-current liabilities</b>			
Loans and borrowings	26	169,490	167,938
Other payables		2,321	2,322
Contract liabilities		35,875	34,906
Lease liabilities		4,946	5,005
Deferred tax liabilities		101,339	101,339
		<u>313,971</u>	<u>311,510</u>
<b>Current liabilities</b>			
Loans and borrowings	26	30,303	37,535
Trade and other payables		146,413	154,506
Tax payables		6,278	6,420
Lease liabilities		3,360	3,360
Contract liabilities		1,135	1,977
		<u>187,489</u>	<u>203,798</u>
<b>Total Liabilities</b>		<b><u>501,460</u></b>	<b><u>515,308</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>1,329,685</u></b>	<b><u>1,313,435</u></b>
Net assets per share attributable to ordinary equity holders of the Company (RM)		2.77	2.87

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

	Attributable to Equity Holders of the Company						Non-Controlling Interests RM'000	Total Equity RM'000
	Non-distributable			Distributable				
	Share Capital RM'000	Treasury Shares RM'000	Warrant Reserves RM'000	Other Reserves RM'000	Retained Earnings RM'000	Total RM'000		
<b>At 1 January 2022</b>	352,006	(2,914)	62,645	64,261	309,167	785,165	12,962	798,127
Profit/(Loss) for the period	-	-	-	151	2,028	2,179	1,317	3,496
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	151	2,028	2,179	1,317	3,496
Transfer to retained earnings	-	-	-	(417)	417	-	-	-
New issuance shares - Private Placement	21,017	-	-	-	-	21,017	-	21,017
Convesion shares - Warrant	5,585	-	(2,132)	2,132	-	5,585	-	5,585
<b>At 31 March 2022</b>	<b>378,608</b>	<b>(2,914)</b>	<b>60,513</b>	<b>66,127</b>	<b>311,612</b>	<b>813,946</b>	<b>14,279</b>	<b>828,225</b>
<b>At 1 January 2021</b>	352,006	(2,914)	62,645	65,422	311,319	788,478	12,290	800,768
Loss for the period	-	-	-	4	(5,174)	(5,170)	(133)	(5,303)
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income/(loss)	-	-	-	4	(5,174)	(5,170)	(133)	(5,303)
Transfer to retained earnings	-	-	-	(417)	417	-	-	-
<b>At 31 March 2021</b>	<b>352,006</b>	<b>(2,914)</b>	<b>62,645</b>	<b>65,009</b>	<b>306,562</b>	<b>783,308</b>	<b>12,157</b>	<b>795,465</b>

(The Unaudited Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

	<b>CURRENT YEAR TO DATE 31-Mar-22 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-21 RM'000</b>
<b>CASH FLOWS USED IN OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	3,545	(5,193)
Adjustments for:		
Impairment losses on trade and other receivables	203	109
Amortisation of deferred income	-	(295)
Amortisation of rights-of-use assets	1,571	1,104
Bad debts written off	17	-
Depreciation of property, plant and equipment	1,234	1,751
Interest expense	2,834	2,043
Interest income	(6)	(59)
Gain on disposal of other property, plant and equipment	8	-
Bad debts recovered	(164)	(44)
Net unrealised gain on foreign exchange	-	(56)
<b>Operating loss before working capital changes</b>	<b>9,242</b>	<b>(640)</b>
Changes in working capital:		
Inventories	271	(162)
Receivables	(20,105)	(3,198)
Contract liabilities	126	36
Payables	(7,949)	2,046
<b>Cash generated used in operations</b>	<b>(18,415)</b>	<b>(1,918)</b>
Tax paid	(336)	(181)
Interest paid	(2,837)	(2,046)
<b>Net cash generated used in operating activities</b>	<b>(21,588)</b>	<b>(4,145)</b>



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

	<b>CURRENT YEAR TO DATE 31-Mar-22 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-21 RM'000</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of other property, plant and equipment	(454)	(66)
Expenditure on hotel properties and exhibition centre & showroom	174	-
Proceeds from disposal of other property, plant & equipment	(173)	-
Interest received	6	59
<b>Net cash used in investing activities</b>	<b>(447)</b>	<b>(7)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of bank overdrafts	-	39
Drawdown of term loan	3,000	3,763
Repayment of lease liabilities	(59)	36
Repayment of revolving credits	(250)	2,000
Repayment of term loans	(8,431)	20
Proceed from issuance of share capital	26,601	-
<b>Net cash from financing activities</b>	<b>20,861</b>	<b>5,858</b>
<b>NET MOVEMENT IN CASH AND CASH EQUIVALENTS</b>	<b>(1,174)</b>	<b>1,706</b>
Effects of foreign exchange rate changes	-	-
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>13,723</b>	<b>9,327</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>12,549</b>	<b>11,033</b>

(The Unaudited Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART A – Explanatory Notes Pursuant to FRS 134**

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**1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2021.

**2. Significant Accounting Policies**

The significant accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements of the Group for the financial year ended 31 December 2021, except for adoption of the following new/revised FRSs, Amendments to FRSs and IC Interpretations which are effective for financial periods beginning on or after:

**1 January 2022**

- Amendments to MFRS 3, References to the Conceptual Framework
- Annual Improvements to MFRS Standards 2018 – 2020
  - Amendments to MFRS 1
  - Amendments to MFRS 9
  - Amendments to MFRS 16
  - Amendments to MFRS 141
- Amendments to MFRS 116, Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137, Onerous Contracts – Costs of Fulfilling a Contract



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART A – Explanatory Notes Pursuant to FRS 134**

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**2. Significant Accounting Policies (Cont'd)**

**1 January 2023**

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts
- Amendments to MFRS 101, Classification of Liabilities as Current or Non-current
- Amendments to MFRS 101, Disclosure of Accounting Policies
- Amendments to MFRS 108, Definition of Accounting Estimates

**Deferred until further notice**

- Amendments to MFRS 10 and MFRS 128, Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company intend to adopt the above MFRSs when they become effective.

The Group and the Company have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

**3. Audit Opinion on 2021 Financial Statements**

The auditors’ report on the financial statements of the Group for the financial year ended 31 December 2021 was not subject to any qualification.





**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART A – Explanatory Notes Pursuant to FRS 134**

**4. Segment Reporting**

Quarter Ended 31 Mar 2022	Healthcare RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Total operations RM'000
<b>Revenue</b>					
External sales	5,773	1,067	837	1,573	9,250
<b>Results</b>					
Segment results	710	6,044	(1,016)	641	6,379
Finance costs					(2,834)
Profit before tax					3,545
Income tax expense					(200)
Profit after tax					3,345
Non-controlling interests					(2,028)
Loss for the period					1,317

Quarter Ended 31 Mar 2021	Healthcare RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Total operations RM'000
<b>Revenue</b>					
External sales	5,054	972	315	1,411	7,752
<b>Results</b>					
Segment results	520	(1,160)	(1,046)	(1,464)	(3,150)
Finance costs					(2,043)
Loss before tax					(5,193)
Income tax expense					(114)
Loss after tax					(5,307)
Non-controlling interests					133
Loss for the period					(5,174)



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART A – Explanatory Notes Pursuant to FRS 134**

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**5. Unusual Items Due to Their Nature, Size or Incidence**

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

**6. Changes in Estimates**

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

**7. Seasonal or Cyclical Factors**

The operations of the Group were not materially affected by any seasonal or cyclical factors.

**8. Dividends Paid**

There were no dividends paid during the current financial period under review.

**9. Carrying Amount of Revalued Assets**

The valuation of property, plant and equipment, rights-of-use assets has been brought forward without amendment from the audited financial statements for the financial year ended 31 December 2021. Investment properties have been revalued at fair value as of 31 December 2021.

**10. Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period under review.

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

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

**12. Capital Commitments**

There were no material changes in capital commitments since the last audited Statement of Financial Position as at 31 December 2021.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART A – Explanatory Notes Pursuant to FRS 134**

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**13. Contingent Liabilities / Assets**

On 2<sup>nd</sup> November 2020, Country Heights Holdings Bhd (“**CHHB**”) receive a notice of termination from Land Custody and Development Authority (“**LCDA**”) stating the intention of the allegation that CHHB had failed, neglected or refused to remedy the breaches stipulated in the notice dated 17th September 2020 (“**Termination**”). CHHB had upon the receipt of the notice dated 17th September 2020 immediately refuted the allegation made by LCDA. CHHB intends to challenge the unilateral termination.

On 10<sup>th</sup> May 2021, CHHB received an order of Forfeiture of Land from the Director of Land and Surveys Department Sarawak. The said order affect Lot 48, 49 and 51 Block 11 Pangkalan Ampat Land District.

CHHB has sought legal opinion to recover losses and/or damages from the LCDA due to LCDA’s wrongful unilateral termination

**14. Subsequent event**

There was no material event subsequent to the end of the current financial period that has not been reflected in these financial statements.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

**15. Operating Segment Review**

**(a) 1st Quarter 2022 vs 1st Quarter 2021**

	<b>Current Year To Date 31-Mar-22 RM'000</b>	<b>Preceding Year Corresponding Period 31-Mar-21 RM'000</b>	<b>Charges (%)</b>
Revenue	9,250	7,752	19%
Operating Profit/(Loss)	6,379	(3,150)	303%
Profit/(Loss) Before Interest and Tax	6,379	(3,150)	303%
Profit/(Loss) Before Tax	3,545	(5,193)	168%
Profit/(Loss) Profit After Tax	3,345	(5,307)	163%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	2,028	(5,174)	139%

The Group recorded total revenue of RM9.2 million for the first quarter ended 31 March 2022 compared to RM7.7 million for the previous year's corresponding quarter ended 31 March 2021.

The Group recorded a profit before tax of RM3.5 million for the current quarter compared to a RM5.2 million loss before tax in the previous year's corresponding quarter. The increase in the profit before tax resulted from the waiver of debts amount to RM7.2 million from the Resorts and Hospitality Division under the scheme of arrangement and the reversal of provisioned operating cost.

Healthcare Division

Revenue for the first quarter of 2022 for the division was RM5.8 million as compared to RM5.1 million in the same quarter of 2021. The increase in revenue was contributed by the Covid-19 RT VCR testing service and vaccine service. A segment profit of RM0.7 million was recorded for the first quarter as compared to a segment profit of RM0.5 million for the same quarter of 2021. There was mainly contributed by the additional sales and operational cost savings of RM0.17 million.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]  
PART B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing  
Requirements of Bursa Malaysia Securities Berhad**

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**15. Operating Segment Review (cont'd)**

**a) 1st Quarter 2022 vs 1st Quarter 2021 (cont'd)**

Healthcare Division (cont'd)

The participation of GHHS Healthcare in the National Vaccination Program has vaccinated over 350,000 vaccines at its premise at GHHS Healthcare, and it's one of the mega PPV's Malaysia International Exhibition Convention Centre (MIECC). The revenue from testing for Covid-19, treating patients, and administering vaccination for the disease likely will continue in the year 2022. The additional revenue of RM0.55 million from the total revenue of RM5.7 million was reflected with the increased in the revenue, the cost of sales, and gross profit and was increased by 8% from RM3.7 million in FYE 2021 to RM4.0 million in FYE 2022.

Resorts & Hospitality Division

The revenue for the Resorts & Hospitality Division was RM1.1 million in the current quarter compared to RM0.9 million for the first quarter of 2021. There is mainly due to revenue contribution from Palace Vacation Club timeshare membership RM0.08 million and Mines Wellness Hotel RM0.02 million sharing revenue of 5% from Philea Mines Beach Resort and rental income.

Segment profit was recorded at RM6.0 million for the first quarter of 2022 as compared to a segment loss of RM1.2 million for the same quarter of 2021. The increase in the segment profit resulted from the waiver of debts amount to RM7.2 million from the Golden Horse Palace Berhad under the scheme of arrangement in the current quarter of 2022. Palace of the Golden Horses has been temporarily closed since June 2020 to restructure its overall operations.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

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**15. Operating Segment Review (cont'd)**

**a) 1st Quarter 2022 vs 1st Quarter 2021 (cont'd)**

Resorts & Hospitality Division (cont'd)

In the Resorts & Hospitality Division, the major revenue contributed from the Palace Vacation Club (PVC) timeshare membership was affected after the temporary closure of the Palace of the Golden Horses in June 2020. PVC only contributed RM0.08 million after the principal timeshare business faced significant challenges mainly because of the Covid-19 pandemic impact and the implementation of the Movement Control Order which had restricted international and local interstate travel which had directly affected in PVC's revenue and operations. The resort stays at the Palace of Golden Horses Hotel (PGH) and the exchange of PGH stays with other timeshare resorts are the main selling points of PVC membership, the closure of the PGH due to the international travel restrictions and the Covid-19 pandemic have affected the sale of new membership and the annual maintenance fee.

Exhibition & Convention Division

The Exhibition & Convention Division contributed RM0.8 million of revenue in the current quarter as compared to RM0.3 million in the first quarter of 2021. The revenue contribution generated from the increased event function was recorded at RM0.6 compared to zero revenue from the preceding year same quarter. Lower revenue from the car parking income of RM0.1 million compared to RM 0.2 million from the preceding same quarter. Segment loss remained at RM1.0 million was recorded for the first quarter of 2022 compared to the preceding year's same quarter.

Property Division.

The revenue for Property Division was recorded at RM1.6 million in the current quarter compared to RM1.4 million for the first quarter of 2022. The revenue was higher from the additional sales of the Belezza Phase 3 project.

Segment profit was recorded at RM0.6 million for the first quarter of 2022 as compared to a segment loss of RM1.5 million for the same quarter of 2021. There was mainly due to the reversal of provisioned operating cost and legal expenses incurred.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]**  
**PART B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

**16. Material Changes in the Quarterly Results as Compared with the Immediate Preceding Quarter**

	<b>Current Quarter</b>	<b>Immediate Preceding Quarter</b>	
	<b>31-Mar-22</b>	<b>31-Dec-21</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>Changes (%)</b>
Revenue	9,250	18,205	-49%
Operating Profit/(Loss)	6,379	2,343	172%
Profit Before Interest and Tax	6,379	2,343	172%
Profit/(Loss) Before Tax	3,545	(606)	685%
Profit/(Loss) After Tax	3,345	(5,062)	166%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	2,028	(5,407)	138%

The Group's revenue for the first quarter of 2022 was RM9.2 million compared with the preceding fourth quarter ended 31 December 2021 of RM18.2 million and the Group's profit before tax for the first quarter of 2022 was RM3.5 million as compared with a loss before tax in the preceding fourth quarter ended 31 December 2021 of RM0.06 million. .

Healthcare Division

Revenue for the first quarter of 2022 for the division was RM5.8 million as compared to RM6.8 million in the preceding fourth quarter ended 31 December 2021. Revenue is lower compared to the preceding quarter due to the lower demand for the Covid-19 RT VCR testing service and vaccine service. The segment profit before tax of RM0.7 million was recorded for the first quarter as compared to the segment profit before tax of RM1.4 million for the preceding fourth quarter ended 31 December 2021 was reflected by the lower revenue, higher selling, and marketing cost to promote the healthcare and impairment losses on trade receivables.



**COUNTRY HEIGHTS HOLDINGS BERHAD [198401006901(119416-K)]  
PART B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing  
Requirements of Bursa Malaysia Securities Berhad**

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**16. Material Changes in the Quarterly Results as Compared with the Immediate  
Preceding Quarter (cont'd)**

Resorts & Hospitality Division

Revenue for the first quarter of 2022 for the division was RM1.1 million as compared to RM5.8 million in the preceding fourth quarter ended 31 December 2021. The revenue for the current quarter was lower as compared to the preceding fourth quarter mainly due to the additional revenue recognized from Palace Vacation Club timeshare membership in the preceding fourth quarter. The segment profit before tax of RM6.0 million was recorded for the first quarter as compared to the segment loss before tax of RM0.02 million for the preceding fourth quarter ended 31 December 2021. The improvement in segment profit before tax resulted from the waiver of the debts of RM7.2 from the Golden Horse Palace Berhad under the scheme of arrangement in the current quarter of 2022. .

Exhibition & Convention Division

Revenue for the first quarter of 2022 for the division remained at RM0.8 million as compared to the preceding fourth quarter ended 31 December 2021. The segment loss before tax of RM1.0 million was recorded for the first quarter as compared to the segment loss before tax of RM0.6 million for the preceding fourth quarter ended 31 December 2021. The increase in segment loss before tax is mainly due to higher operating costs as compared to the preceding fourth quarter ended 31 December 2021.

Property Division

Revenue for the first quarter of 2022 for the division was RM1.6 million as compared to RM4.7 million in the preceding fourth quarter ended 31 December 2021. The decrease in revenue mainly due to the lower revenue recognized for Belezza Phase 3 project compared to the preceding fourth quarter. The segment loss before tax of RM1.9 million was recorded for the first quarter as compared to the segment loss before tax of RM1.4 million for the preceding fourth quarter ended 31 December 2021. The increase in segment loss before tax is mainly due to lower revenue recognized in the current quarter and the LAD imposed to the contractor for delay of delivery project Belezza Phase 3 in the preceding fourth quarter ended 31 December 2021.





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**17. Commentary on Prospects**

While the group maintain its vision on its four key ventures that has been detailed previously, the impact of the Covid-19 pandemic has brought a change in the new norm in all aspects of our businesses and workplaces.

As a result of the already challenging financial landscape and the effects of the pandemic, the group suffered losses arising from cancelled and postponement of reservations and events for the remaining year and this has forced some drastic changes in its ongoing operations.

The group performance is expected to improve after implementation of the activities below:-

**a) Healthcare Division**

GHHS Healthcare takes a holistic approach to healthcare, providing Western medical treatment and clinical pathology services alongside traditional Chinese medicine. Our Wellness & Rejuvenation centre services also feature heavily as part of our integrated healthcare solution.

Despite the nation-wide Covid-19 pandemic adversely affecting business, the European Wellness Retreat (EWR) under GHHS Healthcare recorded profitable business growth, with company revenue projected to increase further. EWR has developed a Special Corporate Wellness Programme focused on health maintenance which specifically targets corporate companies with personalized and customized treatment by EWR qualified doctors. This should boost Health & Wellness Tourism once business from international markets returns to normal.

GHHS Chinese Medical Centre has entered a strategic collaboration with **Xiamen University Malaysia, Inti University Malaysia** and **UTAR**, in order to facilitate growth as well as the transfer of knowledge in between universities and traditional Chinese medicine industry. This will create opportunities for cooperation on industrial training, provision of social services, and employment.

GHHS has also entered a strategic collaboration with **Sinopharm (Tianjin) Asset Management Co., Ltd & Labuan Digital Authentication Centre Inc.** to enter the market for the trade of Chinese Herbs. This will provide digital authentication for Chinese herbs to attain digital-analytic rating certificates of international standards.



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**17. Commentary on Prospects (cont'd)**

**a) Healthcare Division (cont'd)**

**Lunan Better Pharmaceutical Co., Ltd.** is a pharmaceutical company registered in the People's Republic of China which has obtained a drug production license issued by the Shandong Provincial Drug Administration to develop 'Jingfang Granules' that can be used to relieve the symptoms of Covid-19 patients. This drug has obtained the domestic drug GMP certificate and drug registration approval. GHHS Chinese Medical centre has also partnered with **Lunan Better Pharmaceutical Co. Ltd.** to donate 'JingFang Granules' to various organisations in Malaysia.

As part of efforts to mitigate the Covid-19 crisis, GHHS participated in the national Covid-19 immunisation program by MOH and Protect Health, and successfully administered over 350,000 vaccinations.

GHHS was also recently appointed as a Panel PCR Service Centre for the Chinese Embassy, major corporate companies and airlines.

GHHS is also in collaboration with **Institute for Medical Research Malaysia (IMR)** & the MOH to produce & distribute maggot debridement therapy to clinics and hospitals in Malaysia for wound care treatment.

**b) Hospitality Division:**

- Palace of the Golden Horses was assigned as a quarantine hotel during the MCO and has successfully completed this national service. However, the hotel's result together with the forecast of the travel and MICE industry have been less than favourable. Therefore, the group has decided to temporary suspend the hotel's operation and upgrade before an eventual opening when the pandemic is moved under.



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**17. Commentary on Prospects (cont'd)**

**b) Hospitality Division: (cont'd)**

- Philea Mines Beach Resort renamed as Mines Beach Resort managed by new management effective from 01 May 2022. Nestled midst the concrete jungle of Kuala Lumpur, Mines Beach Resort is unexpected haven offering a full experience of sophisticated style comfort, privacy and tranquility. Dubbed the only 'beach in the city', it is also the perfect choice not only for health retreats or weekends getaways but also for garden weddings, beach barbeques, family days, team-building events and other leisure or corporate activities.

**c) Exhibition and Convention Division:**

- In an immediate response, the industry sees a surge in the logistic industry. Hence the exhibition and convention division via MIECC has offered its 150,000 sqft to be a warehouse and distribution space.
- MIECC's predominant focus is on internal upgrades and improvements while also building relationships with strategic partners for the eventual reopening of the industry.

**d) Property Division:**

**i) Digital Transformation**

- Mines Wellness City will be the first township in Malaysia to use smart city app and will be called the M Smart City App (MSA), with cryptocurrency enablement. The Mines community would benefit from integrated digital services, cutting edge community engagement and smart city management all on one smart city app. With its mobile community platform solution users can conveniently do multiple things online on their phone and local businesses can better serve and connect with their customers.
- JD.com is one of the top 2 B2C e-commerce platforms in China. A partnership with CHHB will be a clear signal to the market that CHHB is intent on transforming its business model into the digital age. The partnership involves using MIECC to be the flag store for curated JD.com merchandise as well as warehouse centre for the initial launch; CHHB will also purchase a minimum of RMB10m of merchandise at the onset; Upon successful milestone, CHHB will expand 2 more flagship stores in the south and the north of Malaysia.



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**18. Commentary on Prospects (cont'd)**

**d) Property Division: (cont'd)**  
**ii) Launch of Cloud Life at Mines Wellness City**

Cloud Life is an exclusive development of 268 units of office suites specially designed to meet the needs of health and wellness operators with built up areas varies from 481 sqft to 1,220 sqft. The building is equipped with safe green infrastructure such as solar panel with smart digital features for smart parking; energy efficiency management; Wifi 6 and 5G enabled and autonomous driving vehicle facilities. .For efficiency and productivity, Cloud Life offers a complete high-tech and IoT features such as facial attendance identification; finger-print and card swiping to improve sign-in efficiency and user experience..

Equipped with a signature fitness center; a first-to-market food court concept that promotes a sustainable and healthy-eating concept; roof terrace for herbs and urban farming; a remedy wellness bar at 6th floor and a 30,000 sq. ft. unify concept retail spaces, this development is a perfect investment.

Construction work for Wellness 4 of Cloud Life has been completed and Certificate of Completion and Compliance (CCC) is in progress. 60% of Wellness 4 has been sold and whereas Wellness 5 of Cloud Life was intended for a single investor to purchase the entire block. There is a potential RM120 million of growth development value from Block 4 and 5.

The team is preparing for the launch with the following selling points such as guaranteed rentals, tax free incentives for operators and Wifi 6 enabled by Huawei.



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**19. Commentary on Prospects (cont'd)**

**d) Property Division: (cont'd)**  
**iii) Relaunch of College Heights Garden Resort, Pajam, Negeri Sembilan (College Heights Estate)**

College Heights Garden Resort is Malaysia's first academic township and this exclusive Malaysia oasis for living and learning offers the perfect atmosphere for the international stimulation with the country living themed with the conveniences of modern urban lifestyle. The township emphasizes on healthy resort living within an academic environment with the luxury of space, garden, and greenery. It is a freehold land of 1,111 acres comprehensive self-contained community.

There is a potential growth development value of RM60 million-70 million. The Group's immediate direction is to enhance the attraction of the development by investing in a more complete eco-system including creating a retail village and a private parkland for the community.

**iv) Belleza Garden Homes at Kolej Heights Utara in Jitra, Kedah**

Belleza Garden Homes is located in the peaceful pastures of Kolej Heights Utara in Jitra, Kedah. Belleza Garden Homes Phase 3 is the continuation of Belleza Garden Homes Phase 1 and 2. It is an exclusive freehold development consisting of 90 units of two-storey linked villas. It has a similar concept as Belleza Garden Homes Phase 1 and 2 with linear gardens and private lawns, the first of its kind in the northern states, a gated and guarded community emphasizing on security and safety of the owners with clubhouse facilities.



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**18. Variance on Profit Forecast / Profit Guarantee**

There was no profit forecast / profit guarantee issued by the Group.

**19. Income Tax Expenses**

	<b>Quarter ended</b>	
	<b>31-Mar-22</b>	<b>31-Mar-21</b>
	<b>RM'000</b>	<b>RM'000</b>
Income tax		
- Current year	(200)	(105)
- Over provision in prior year	-	(64)
Deferred tax		
- Under provision in prior year	-	55
	(200)	(114)

**20. Sale of Unquoted Investments / Properties**

There was no sale of unquoted investments/ properties during the financial year-to-date.

**21. Purchase and Sale of Quoted Securities**

There were no sales or purchase of quoted securities during the financial year-to-date.

**22. Profit/(Loss) before Tax**

Profit/(Loss) before tax has been arrived at after charging/(crediting):

	<b>31-Mar-22</b>	<b>31-Mar-21</b>
	<b>RM'000</b>	<b>RM'000</b>
Depreciation and amortisation	2,805	2,855
Impairment losses on trade and others receivables	203	109
Net unrealised foreign exchange gain	-	(56)
Bad debt written off	(17)	-
Bad debt recovered	(164)	(44)

There were no gain or loss on derivatives, exceptional items and allowance for and write off of inventories.



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**23. Corporate Proposals**

**(a) Status of Corporate Proposals**

On 21 August 2021, the Company has announced to undertake a private placement of up to 54,711,400 new ordinary shares of the Company Share(s) or “Placement Share(s)”, representing approximately 20% of the existing issued shares. The Proposed Private Placement will be undertaken in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016 (“Act”) and the “Additional Temporary Relief Measures to Listed Issuers” announced by Bursa Malaysia Securities Berhad.

On 9 February 2022, the Company is pleased to announce that the Company has fixed the issue price of the Placement Shares at RM1.3270 per Placement Share to be issued pursuant to the Private Placement.

The company has fixed the issue price of the Placement Shares at RM1.3270 per Placement Share exercised of 15,837,900 shares with the total value of net received of RM21,016,893.30 on 22 February 2022.

On 21 April 2022, the company wishes to announce that an application for extension of time of 6 months to 7 November 2022 to complete the Private Placement has been submitted to Bursa Securities.



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**23. Corporate Proposals**

**(b) Status of Utilisation of Proceeds from Corporate Proposals**

Details of the utilization of proceeds set out in the Initial Announcement. As per Section 2.6 of the Initial Announcement, the gross proceeds to be raised from the Proposed Private Placement is approximately RM58.81 million which was expected to be utilized by the Group in the following manner:

	<b>Proposed Amount RM'000</b>	<b>Utilised Amount RM'000</b>
<b>Utilisation of proceeds</b>		
Repayment of bank borrowings	10,000	7,231
Partial financing of the construction cost for:		
1) Mines Wellness Suites project	7,000	2,000
2) College Heights Estate project	5,000	3,000
Business expansion in healthcare division via the setting up of :		
1) TCM hospital	5,000	4,000
2) Confinement centre	10,000	3,000
Mobile application development cost for MSA	15,000	
General working capital	5,215	1,086
Estimated expenses for the Proposed Private Placement	1,600	700
<b>Total Utilisation of Proceeds as at 24.05.2022</b>	<b>58,815</b>	<b>21,017</b>





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**24. Inventories**

	<b>As at 31-Mar-22 RM'000</b>	<b>As at 31-Mar-21 RM'000</b>
Land held for property development	159,239	159,239
Property development cost	137,406	124,403
Others	94,845	95,399
	<b>232,251</b>	<b>219,802</b>

**25. Details of Treasury Shares**

As at the end of the reporting period, all the shares purchased by the company were retained as treasury shares as at 31 March 2022 as follows:

	<b>As at 31-Mar-22 RM'000</b>	<b>As at 31-Mar-21 RM'000</b>
Description of shares purchased	Ordinary Shares	Ordinary Shares
Number of shares purchased	-	-
Number of shares cancelled	-	-
Number of shares held as treasury shares	2,150,000	2,150,000
Number of treasury shares resold	-	-



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**26. Loans and borrowings**

The Group's bank borrowings and debt securities as at end of the current financial period are:

	As at 1st quarter ended March 2022					
	Long-term		Short-term		Total borrowings	
	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000
<b>Secured</b>						
Bank overdrafts	-	-	-	-	-	-
Term loan	-	78,012	27,768	1,985	27,768	79,997
Revolving credit	-	1,200	-	550	-	1,750
Total secured borrowings	-	79,212	27,768	2,535	27,768	81,747
<b>Unsecured</b>						
Term Loan	-	90,278	-	-	-	90,278
Total unsecured borrowings	-	90,278	-	-	-	90,278
<b>Total loans and borrowings</b>	-	<b>169,490</b>	<b>27,768</b>	<b>2,535</b>	<b>27,768</b>	<b>172,025</b>
	As at 1st quarter ended March 2021					
	Long-term		Short-term		Total borrowings	
	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000
<b>Secured</b>						
Bank overdrafts	-	-	-	10,023	-	10,023
Term loan	-	69,683	35,000	4,598	35,000	74,281
Revolving credit	-	2,000	-	-	-	2,000
Total secured borrowings	-	71,683	35,000	14,621	35,000	86,304
<b>Unsecured</b>						
Term Loan	-	41,935	-	42,303	-	84,238
Total unsecured borrowings	-	41,935	-	42,303	-	84,238
<b>Total loans and borrowings</b>	-	<b>113,618</b>	<b>35,000</b>	<b>56,924</b>	<b>35,000</b>	<b>170,542</b>

All borrowings are denominated in Ringgit Malaysia unless indicated otherwise.



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**27. Disclosure requirements pursuant to implementation of MFRS 139**

**(a) Disclosure of Derivatives**

There are no outstanding derivatives as at 31 March 2022 and there have been no changes in derivatives since the last financial year.

**(b) Disclosure of gain/losses arising from fair value changes of financial liabilities**

The Group did not have any gain/losses arising from fair value changes of its financial liabilities.

**28. Retained earnings**

The breakdown of the retained earnings of the Group is prepared in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with guidance on special matter No. 1, Determination of Realised and Unrealised Profit or Losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad listing requirement as issued by the Malaysian Institute of Accountants.



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**29. Material Litigation**

Save for the following, neither the Company nor its subsidiaries are engaged in any material litigation, either as plaintiff or defendant, and the Directors of the Company do not have any knowledge of any proceedings, pending or threatened against the Group or of any facts likely to give rise to any proceedings which might adversely and materially affect the position or business of the Group, as at 20 May 2022.

**(i) ARBITRATION BETWEEN COUNTRY HEIGHTS HOLDINGS BERHAD (CLAIMANT) AND LAND CUSTODY DEVELOPMENT AUTHORITY (LCDA) (RESPONDENT)**

A Joint Venture Agreement (JVA) was entered into between LCDA and CHHB on 20.09.1994 for the development of the Project Land into a hill resort with tourism related infrastructure, recreational and leisure facilities and horticulture. Pursuant to the JVA, a JV company known as Borneo Heights Sdn. Bhd. (BHSB) was incorporated.

The dispute arose in June 2020 when LCDA issued a letter making various allegations as to the management of the project by CHHB. LCDA intended to carry out a due diligence exercise and discover documents. On November 2020, LCDA purportedly gave the notice to terminate the JVA and required CHHB to sell its shares in BHSB to LCDA.

LCDA issued notices of requisition of meeting to pass various resolutions including the commencement of legal proceedings against CHHB. CHHB objected to the notices and had through its solicitors' given notice to LCDA to withdraw the notices of requisition of meeting.



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**29. Material Litigation (cont'd)**

Pursuant to Clause 22 of the JVA, the parties agreed to refer all disputes or claim arising out of or in relation to the JVA to arbitration. Notice of Arbitration has been issued on 20.05.2021. The issuance of the Notice of Arbitration signifies the commencement of the arbitration process. On 26.07.2021, the Asian International Arbitration Centre (AIAC) appointed Mr. Nandakumar Ponniya as the sole arbitrator for the arbitration. The arbitration hearing is tentatively scheduled on 15th – 25th November 2022.

- (ii) **COURT OF APPEAL CASE NO.: B-02(IM)(NCC)-1133-06/2021 & SHAH ALAM ORIGINATING SUMMONS NO.: BA-24NCC-137-12/2020 BETWEEN CHHB (PLAINTIFF) AND MONALIZA BINTI ZAIDEL, DATU HAJI SUDARSONO BIN OSMAN & BHSB (DEFENDANTS).**

This suit is for declaration and injunction against 2 directors of Borneo Heights Sdn. Bhd. (BHSB). The Directors from Land Custody Development Authority (LCDA) issued a letter to the Directors from Country Heights Holdings Berhad (CHHB) to challenge the appointment of 3 other Directors nominated by CHHB. On 18.12.2020, the Defendants issued a notice to requisition for a special meeting of the Board of Directors on 28.12.2020. This notice was only issued to 2 out of the 5 directors nominated by CHHB and had disregarded the 3 new directors nominated/appointed by CHHB. The Defendants proceed to convene the meeting on 25.01.2021 despite notice and demand given by CHHB for the Defendants not to proceed with the meeting. It was for this reason that CHHB felt compelled to move the Court for an injunction to prevent the meeting from taking place.

On 23.12.2020, CHHB had filed Originating Summons and CHHB's application for Interim Injunction, for, among others, an injunction to restraint the Defendants from proceeding with a board of directors meeting purportedly scheduled on 28.12.2020. The meeting scheduled for 28.12.2020 did not happen. The Defendants proceed to convene the meeting on 25.01.2021 despite notice and demand given by CHHB for the Defendants not to proceed with the meeting. CHHB has further filed an application for leave to commence committal proceedings against the Defendants.



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**29. Material Litigation (cont'd)**

The Defendant has filed an application to strike out the Originating Summons and CHHB's application for the injunction. On 04.05.2021, the High Court allowed the Defendants application to strike out the Originating Summons and CHHB's application for injunction with a cost of RM10,000. On 28.05.2021, CHHB appealed to the Court of Appeal against the decision made by the High Court. The appeal is fixed for hearing on 16.06.2022.

iii) **KUCHING HIGH COURT SUIT NO.: KCH-21NCVC-10/7-2021 BETWEEN BORNEO HEIGHTS SDN BHD & COUNTRY HEIGHTS HOLDINGS BERHAD (PLAINTIFF) AND DIRECTOR OF LANDS AND SURVEYS SARAWAK & ORS (DEFENDANTS)**

There are 11 Defendants in this suit. They were represented by State Attorney General's Chambers (SAG) and Messrs Reddi & Co. The Plaintiff alleged that the Government of Sarawak has unlawfully forfeited Lot 48, 49 and 51 of Block 11, Pangkalan Ampat Land, Gunong Penrissen, Padawan, Kuching (Disputed Lands).

The Defendants have yet to file their Defence at this time. There are currently 3 interlocutory actions in this suit. The Defendants had filed a striking out application against the Plaintiffs and CHHB had filed an application for a Judgment in Default of Defence by the Defendants.

The Striking Out Applications filed by the Defendants had been dismissed by the court. The court had granted leave to the Plaintiff's to amend their Statement of Claim ("SOC") to plead with more particularity on the claim and requested the Defendants to file the defence. Upon such amended pleadings, the Defendants are at liberty to apply to the court to strike out the claim regarding conspiracy if Defendant takes a view that the amended pleadings are still defective, as regards the claim of conspiracy.

Upon any such application, the court will assess whether the application should only be considered after pleadings have closed and the parties have produced their respective bundle of documents.



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**29. Material Litigation (cont'd)**

In the event the action is decided in the Plaintiffs' favour, the Disputed Lands could be reverted to the ownership of the Plaintiffs, and could award the Plaintiffs with damages in the amount of RM47,850,410.59 with damages to be assessed for deprivation of use of the Disputed Lands, and unquantified general damages with interests and costs.

In the event the action is dismissed, the Plaintiffs could be facing lawsuits by the stakeholders in the Disputed Lands, and the carrying amount of the leasehold land of RM31,886,679 (Note 7(a)(ii)) and property development cost incurred in relation to the leasehold land amounting to RM12,089,398 (Note 7(b)(ii)) will be written off.

**(iv) KUCHING HIGH COURT SUIT NO.: KCH-24NCVC-3/1-2022 (HC 3) BETWEEN LCDA HOLDINGS & 2 ORS (PLAINTIFF) AND BORNEO HEIGHTS SDN BHD (BHSB) & ORS (DEFENDANTS)**

The Plaintiffs are seeking a declaration that an email dated 24.12.2021 to call for a Board of Directors meeting to be deemed invalid, null and void, any actions done in the meeting held pursuant to the email to be declared null and void, a declaration that 3 of the directors in BHSB were not validly appointed as directors and an injunction to restrain the Defendants from proceeding with a meeting pursuant to the email.



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**29. Material Litigation (cont'd)**

- (v) **KUALA LUMPUR HIGH COURT ORIGINATING SUMMON NO. WA-24NCVC-68-01/2021 (SUIT 68) BETWEEN HUN TEE SIANG & 31 ORS (PLAINTIFFS) AND MEGA PALM SDN BHD (MPSB) & COUNTRY HEIGHTS PROPERTIES SDN BHD (CHP) (DEFENDANTS)**

The Plaintiffs sued MPSB and CHP for breach of a Consent Order recorded in Kuala Lumpur High Court in 2015. The Plaintiffs seek to enforce the Consent Order. The Plaintiffs also had filed an application for Mareva Injunction wherein an Ex-Parte Order dated 27.01.2021 and Ad Interim Order dated 10.02.2021 were obtained.

Defendants had filed 2 separate Notice of Application to strike out the Plaintiffs claim and to set aside the Ex-Parte Order and the Ad Interim Order.

The High Court had dismissed the striking out application filed by MPSB with costs of RM10,000.00. A notice of appeal dated 18.08.2021 has been filed by MPSB against the High Court decision. Pending the disposal of an appeal, the High Court judge had deferred his decision for the Mareva Injunction application by Plaintiff and also MPSB's application to set aside the Ex-Parte Order and Ad Interim Order.

On 10.03.2022, the Court of Appeal dismissed the Appeal on the basis that the Consent Order was beyond the scope of the original Writ in Suit 698. The Appeal was dismissed with costs of RM15,000.00. Pursuant to the dismissal of the appeal, the High Court will proceed to hear the Plaintiffs claim against MPSB.





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**30. Dividend Payable**

No dividend has been proposed for the current financial period under review and the previous corresponding financial year.

**31. Earnings/(Loss) Per Share**

**(a) Basic**

Basic earnings per share is calculated by dividing income for the year attributable to equity holders of RM0.2 million (31 March 2021: loss of RM5.2 million) over the number of 294,050,903 (31 March 2021: 273,557,403) ordinary shares issued during the current financial period under review.

**(b) Diluted**

Diluted earnings per share is calculated by dividing income for the current period attributable to equity holders of RM0.2 million (31 March 2021: loss of RM5.2 million) over the number of 294,050,903 (31 March 2021: 273,557,403) ordinary shares issued and 132,123,101 (31 March 2021: 136,778,702) warrants issued and listed in December 2018.

**32. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 31 May 2022.

By Order of the Board

**Choh Kim Chiew**  
Chief Financial Officer