



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

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2023

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR QUARTER 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30-Jun-22 RM'000	CURRENT YEAR TO DATE 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-Jun-22 RM'000
Revenue	4	11,884	9,287	23,145	18,537
Cost of sales		(3,606)	(2,773)	(7,375)	(5,416)
Gross profit		8,278	6,514	15,770	13,121
Interest income		8	5	18	11
Other operating income		(8)	965	3,143	9,254
Selling and marketing expenses		(1,002)	(1,445)	(2,284)	(2,599)
Administrative expenses		(2,668)	(3,265)	(5,733)	(3,890)
Other operating expenses		(8,002)	(6,168)	(14,476)	(12,912)
Finance costs		(2,659)	(2,719)	(5,336)	(5,553)
Loss before tax		(6,053)	(6,113)	(8,898)	(2,568)
Income tax expense	19	(152)	(175)	(365)	(375)
Loss for the period		(6,205)	(6,288)	(9,263)	(2,943)
Other comprehensive income/(loss), net of tax					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Exchange differences on translating foreign operations		(63)	144	(63)	144
Total comprehensive income/(loss) for the period		(6,268)	(6,144)	(9,326)	(2,799)

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 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 SIX MONTHS PERIOD ENDED 30 JUNE 2023

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR QUARTER 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30-Jun-22 RM'000	CURRENT YEAR TO DATE 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-Jun-22 RM'000
Loss attributable to :				
Equity holders of the Company	(6,192)	(6,275)	(9,154)	(4,273)
Non-controlling interests	(13)	(13)	(109)	1,330
Loss for the period	<u>(6,205)</u>	<u>(6,288)</u>	<u>(9,263)</u>	<u>(2,943)</u>
Total comprehensive loss attributable to :				
Equity holders of the Company	(6,255)	(6,131)	(9,217)	(4,129)
Non-controlling interests	(13)	(13)	(109)	1,330
Total comprehensive loss for the period	<u>(6,268)</u>	<u>(6,144)</u>	<u>(9,326)</u>	<u>(2,799)</u>
Earnings / (Loss) per share attributable to ordinary equity holders of the Company (sen):				
- Basic	30 (a)	(2.06)	(2.09)	(3.05)
- Diluted	30 (b)	-	(1.19)	-

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 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 30 JUNE 2023**

	Note	30-Jun-23 (Unaudited) RM'000	31-Dec-22 (Audited) RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	9	16,730	18,471
Right-of-use-assets	9	533,768	535,619
Investment properties	9	259,930	259,930
Inventories	23	127,898	127,835
Other investments		2,337	2,337
Trade receivables-non-current portion		7,607	2,241
Deferred tax assets		196	196
		<u>948,466</u>	<u>946,629</u>
Current assets			
Inventories	23	213,221	215,633
Trade and other receivables		37,492	37,501
Contract assets		44	44
Tax recoverable		634	633
Cash and bank balances		8,164	10,038
		<u>259,555</u>	<u>263,849</u>
Non-current asset held for sale		-	-
		<u>259,555</u>	<u>263,849</u>
TOTAL ASSETS		<u>1,208,021</u>	<u>1,210,478</u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Share capital		383,155	383,155
Treasury shares		(3,470)	(3,470)
Warrant reserves		58,777	58,777
Other reserves		65,838	66,733
Retained earnings		217,638	225,960
Equity attributable to equity holders of the Company		<u>721,938</u>	<u>731,155</u>
Non-controlling interests		(8,923)	(8,513)
Total equity		<u>713,015</u>	<u>722,642</u>
Non-current liabilities			
Loans and borrowings	25	13,841	87,391
Other payables		2,298	2,299
Contract liabilities		32,964	32,805
Lease liabilities		4,078	4,239
Deferred tax liabilities		101,344	101,343
		<u>154,525</u>	<u>228,077</u>
Current liabilities			
Loans and borrowings	25	96,587	94,355
Trade and other payables		232,141	152,160
Tax payables		5,526	5,548
Lease liabilities		4,495	4,447
Contract liabilities		1,732	3,249
		<u>340,481</u>	<u>259,759</u>
Total Liabilities		<u>495,006</u>	<u>487,836</u>
TOTAL EQUITY AND LIABILITIES		<u>1,208,021</u>	<u>1,210,478</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)		2.41	2.46

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 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 JUNE MONTHS PERIOD ENDED 30 JUNE 2023**

	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		
At 1 January 2023	383,155	(3,470)	58,777	66,733	225,960	731,155	(8,513)	722,642
Loss for the period	-	-	-	-	(9,154)	(9,154)	(110)	(9,264)
Other comprehensive income	-	-	-	(63)	-	(63)	-	(63)
Total comprehensive income	-	-	-	(63)	(9,154)	(9,217)	(110)	(9,327)
Transfer to retained earnings	-	-	-	(832)	832	-	-	-
Change in ownership interest in a subsidiary company	-	-	-	-	-	-	(300)	(300)
At 30 June 2023	383,155	(3,470)	58,777	65,838	217,638	721,938	(8,923)	713,015
At 1 January 2022	352,006	(2,914)	62,645	64,261	309,167	785,165	12,962	798,127
Loss for the period	-	-	-	-	(4,273)	(4,273)	1,330	(2,943)
Other comprehensive income	-	-	-	144	-	144	-	144
Total comprehensive income/(loss)	-	-	-	144	(4,273)	(4,129)	1,330	(2,799)
Transfer to retained earnings	-	-	-	(832)	832	-	-	-
New issuance shares - Private Placement	21,017	-	-	-	-	21,017	-	21,017
Conversion shares Warrant	10,120	-	(3,863)	3,863	-	10,120	-	10,120
Share buy back	-	(72)	-	-	-	(72)	-	(72)
Changes in ownership interest in a subsidiary company	-	-	-	-	-	-	1,250	1,250
At 30 June 2022	383,143	(2,986)	58,782	67,436	305,726	812,101	15,542	827,643

(The Unaudited Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 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 SIX MONTHS PERIOD ENDED 30 JUNE 2023**

	CURRENT YEAR TO DATE 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-Jun-22 RM'000
CASH FLOWS USED IN OPERATING ACTIVITIES		
Loss before tax	(8,898)	(2,568)
Adjustments for:		
Impairment losses on trade and other receivables	117	303
Amortisation of deferred income	(590)	-
Amortisation of rights-of-use assets	1,920	3,180
Bad debts written off	-	17
Depreciation of property, plant and equipment	2,237	2,476
Interest expense	5,336	5,553
Interest income	(18)	(11)
Gain on disposal of other property, plant and equipment	-	8
Bad debts recovered	-	(164)
Net unrealised (loss)/gain on foreign exchange	1,435	-
Operating loss before working capital changes	1,539	8,794
Changes in working capital:		
Inventories	2,349	555
Receivables	(5,473)	(20,657)
Contract liabilities	(768)	(43)
Payables	2,275	(3,593)
Cash generated used in operations	(78)	(14,944)
Tax paid	(388)	(809)
Interest paid	(328)	(5,556)
Net cash generated used in operating activities	(794)	(21,309)



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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2023**

	CURRENT YEAR TO DATE 30-Jun-23 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30-Jun-22 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of other property, plant and equipment	(495)	(1,256)
Expenditure on hotel properties and exhibition centre & showroom	-	174
Proceeds from disposal of other property, plant & equipment	-	(173)
Interest received	18	11
Proceed from partial disposal of stakes in a subsidiary company	-	1,250
Net cash (used in)/from investing activities	(477)	6
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of revolving credit	(350)	(250)
Drawdown of term loan	-	3,000
Repayment of lease liabilities	(183)	(125)
Repayment of term loans	(70)	(13,951)
Proceed from issuance of share capital	-	31,064
Net cash (used in)/from financing activities	(603)	19,738
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(1,874)	(1,565)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	10,038	13,723
CASH AND CASH EQUIVALENTS AT END OF PERIOD	8,164	12,158

(The Unaudited Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements)



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

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 2022. 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 2022.

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 2022, 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 2023

- MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Insurance Contracts
- Amendments to MFRS 17, Initial application of MFRS 17 and MFRS 19
 - Comparative Information
- 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
- Amendments to MFRS 112, Deferred Tax related to Assets and Liabilities arising from a Single Transaction



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

2. Significant Accounting Policies (Cont'd)

1 January 2024

- Amendments to MFRS 16, Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101, Non-current Liabilities with Covenants

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 new standard and amendments to standards, if applicable, 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 2022 Financial Statements

The auditors' report on the financial statements of the Group for the financial year ended 31 December 2022 was not subject to any qualification.



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

4. Segment Reporting

Quarter Ended 30 June 2023	Healthcare RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Total operations RM'000
Revenue					
External sales	5,226	2,681	503	3,474	11,884
Results					
Segment results	381	(1,258)	(1,133)	(1,384)	(3,394)
Finance costs					(2,659)
Loss before tax					(6,053)
Income tax expense					(152)
Loss after tax					(6,205)
Non-controlling interests					13
Loss for the period					(6,192)

Quarter Ended 30 June 2022	Healthcare RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Total operations RM'000
Revenue					
External sales	6,147	1,626	315	1,199	9,287
Results					
Segment results	503	(931)	(1,255)	(1,711)	(3,394)
Finance costs					(2,719)
Loss before tax					(6,113)
Income tax expense					(175)
Loss after tax					(6,288)
Non-controlling interests					13
Loss for the period					(6,275)



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

4. Segment Reporting (Cont'd)

Year Ended 30 June 2023	Healthcare RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Total operations RM'000
Revenue					
External sales	10,168	5,027	1,384	6,566	23,145
Results					
Segment results	346	(1,882)	(2,078)	52	(3,562)
Finance costs					(5,336)
Loss before tax					(8,898)
Income tax expenses					(365)
Loss after tax					(9,263)
Non-controlling interests					109
Loss for the period					(9,154)

Year Ended 30 June 2022	Grand Wellness RM'000	Resorts & Hospitality RM'000	Exhibition & Convention RM'000	Property RM'000	Consolidated RM'000
Revenue					
External sales	11,920	2,693	1,152	2,772	18,537
Results					
Segment results	1,213	5,113	(2,271)	(1,070)	2,985
Finance costs					(5,553)
Loss before tax					(2,568)
Income tax expense					(375)
Loss after tax					(2,943)
Non-controlling interests					(1,330)
Loss for the period					(4,273)



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

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

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

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 2022.



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

13. Contingent Liabilities / Assets

On 2nd 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 10th 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. Material Subsequent event

On 1st August 2023, Country Heights Holdings Bhd (“**CHHB**”) receive a notice of default for its Islamic Term Financing Facility amounting to RM89,673,782.57. This total includes the following components: the principal amount of RM64,744,963.09, the accrued profit RM12,251,896.55, the deferred profit of RM12,234,502.74, the compensation (Ta’widh) of RM175,512.23, and finally, the Administrative & Other charges of RM266,907.96. The default by the group’s indirect wholly-owned units, Mines Waterfront Business Park Sdn Bhd (“**MWBP**”) and Mines International Exhibition Centre Sdn Bhd (“**MIEC**”), were in respect of a charge created as a security for the financing facilities. The company has been served with a winding-up petition in relation to the termination of a sale and purchase agreement dated 31 December 2014. In a bourse filing on 14 August 2023, Country Heights attributed the default to differences in cash flow timing due to delays in client payments, resulting in a temporary cash flow constraint.

CHHB has taken the initiative communication with MBSB Bank Berhad in order to address the default in a constructive and cooperative manner.



COUNTRY HEIGHTS HOLDINGS BERHAD (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) 2nd Quarter 2023 vs 2nd Quarter 2022

	Current Year Quarter 30-Jun-23 RM'000	Preceding Year Corresponding Quarter 30-Jun-22 RM'000
Revenue	11,884	9,287
Operating Loss	(3,394)	(3,394)
Loss Before Interest and Tax	(3,394)	(3,394)
Loss Before Tax	(6,053)	(6,113)
Loss After Tax	(6,205)	(6,288)
Loss Attributable to Ordinary Equity Holders of the Parent	(6,192)	(6,275)

The Group recorded total revenue of RM11.9 million for the current year quarter ended 30 June 2023 as compared to RM9.3 million in the preceding year corresponding quarter ended 30 June 2022. The increase was mainly contributed by the sale of completed properties units from Belezza Phase 3 , Pangsa Rakyat Pajam and Sawtelle during the second quarter ended 30 June 2023.

The Group recorded a loss before tax of RM6.0 million for the current year quarter ended 30 June 2023 compared to RM6.1 million loss before tax in the preceding year corresponding quarter ended 30 June 2022.

Healthcare Division

The Division Revenue for the second quarter of 2023 was RM5.2 million as compared to RM6.1 million in the same quarter of 2022. This was mainly due to the decrease in European Wellness Retreat Product and Bioherb Product from RM1.2 million to RM1.4 million dropped by 16%. The segment profit for the second quarter of 2023 was recorded at RM0.4 million as compared to RM0.5 million for the same quarter of 2022.



COUNTRY HEIGHTS HOLDINGS BERHAD (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 (Cont'd)

(a) 2nd Quarter 2023 vs 2nd Quarter 2022 (Cont'd)

Resorts & Hospitality Division

The revenue for Resorts & Hospitality Division was RM2.7 million in the second quarter of 2023 compared to RM1.6 million for the second quarter of 2022. The increase in the Division revenue was mainly contributed by the higher revenue from Mines Beach Resort of RM1.6 million. The additional revenue from Ramadan Puasa Event and Buy Back Room Revenue from Palace of Golden Horses from RM0.2 million. The segment loss was recorded at RM1.3 million as compared to RM0.9 million for the same quarter of 2022.

Exhibition & Convention Division

Exhibition & Convention Division has contributed RM0.5 million of revenue in the current quarter as compared to RM0.3 million in the second quarter of 2022. This was mainly due to a higher event function revenue of RM0.1 million and office rental collection of RM0.1 million. The segment loss of RM1.1 million was recorded in the current quarter as compared to RM1.3 million in the second quarter of 2022. The increase in the segment loss before tax was resulted from the higher cost of function event RM0.1 million and higher of promotion cost Hari Raya Puasa Hampers of RM0.02 million.

Property Division

The revenue for Property Division was RM3.5 million in the current quarter compared to RM1.2 million for the second quarter of 2022. The increase was mainly contributed by the sale of completed properties units from Belezza Phase 3, Pangsa Rakyat Pajam and Sawtelle Cyber Height during the second quarter ended 30 June 2023. The segment loss recorded was RM1.4 million for the current quarter as compared to the segment loss of RM1.7 million for the second quarter of 2022. This was mainly due to the adjustment of unreliaed foreign exchange losses on term loan.



COUNTRY HEIGHTS HOLDINGS BERHAD (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 (Cont'd)

(b) YTD June 2023 vs YTD June 2022

	Current Year To Date	Preceding Year
	30-Jun-23	Corresponding Period
	RM'000	30-Jun-22
	RM'000	RM'000
Revenue	23,145	18,537
Operating Loss	(3,562)	2,985
Loss Before Interest and Tax	(3,562)	2,985
Loss Before Tax	(8,898)	(2,568)
Loss After Tax	(9,263)	(2,943)
Loss Attributable to Ordinary Equity Holders of the Parent	(9,154)	(4,273)

The total revenue of the Group for the period ended 30 June 2023 was increased to RM23.1 million from RM18.5 million for the period ended 30 June 2022. The increase was mainly contributed by the sale of completed properties units from Belezza Phase 3 project, Pangsa Rakyat Pajam and Sawtelle Cyber Height project in current quarter year ended 30 June 2023.

The Group recorded a loss before tax of RM8.9 million for the current period as compared to RM2.6 million for the preceding year current period. The lower loss before tax was resulted from the waiver of debts amount of RM7.2 million from the Resorts and Hospitality Division under the scheme of arrangement in preceding year ended 30 June 2022.

Healthcare Division

The revenue contributed by Healthcare Division for the period ended 30 June 2023 was RM10.2 million as compared to RM11.9 million for the period ended 30 June 2022. This was mainly due to a lower revenue for Individual membership package and Wellness Spa from RM1.8 million to RM0.08 million dropped by RM1.72 million. The division has recorded a segment profit of RM0.3 million for the period ended 30 June 2023 as compared to a segment profit of RM1.2 million for the period ended 30 June 2022 mainly due to lower of health membership revenue.



COUNTRY HEIGHTS HOLDINGS BERHAD (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 (Cont'd)

(b) YTD June 2023 vs YTD June 2022 (Cont'd)

Resorts & Hospitality Division

The revenue for the Resorts & Hospitality Division for the period ended 30 June 2023 was recorded at RM5.0 million as compared to RM2.7 million for the period ended 30 June 2022. The increase in the Division revenue was mainly contributed by the higher revenue from Mines Beach Resort of RM2.5 million. The segment loss for the current period was recorded at RM1.9 million as compared to the segment profit of RM5.1 million for the period ended 30 June 2022 mainly due to waiver of debts amount to RM7.2 million from the Resorts and Hospitality Division under the scheme of arrangement in preceding year ended 30 June 2022.

Exhibition & Convention Division

The Exhibition & Convention Division has contributed RM1.4 million of revenue for the period ended 30 June 2023 as compared to RM1.2 million for the period ended 30 June 2022. This was mainly due to a higher event function revenue of RM0.1 million and office rental collection of RM0.1 million. The segment loss of RM2.1 million was recorded for the current period ended 30 June 2023 as compared to the segment loss of RM2.3 million for the period ended 30 June 2022. This was mainly due to higher cost of event function from RM0.7 million to RM0.9 million increased by RM0.2 million.

Property Division

The Property Division has contributed RM6.6 million of revenue for the period ended 30 June 2023 as compared to RM2.8 million. The increase was mainly contributed by the sale of completed properties units from Belezza Phase 3, Pangsa Rakyat Pajam and Sawtelle from RM0.5 million to RM4.2 million increased by RM3.7 million. The segment profit of RM0.05 million was recorded for the period ended 30 June 2023 as compared to the segment loss of RM1.1 million for the period ended 30 June 2022 mainly due to the higher sale of completed properties units.



COUNTRY HEIGHTS HOLDINGS BERHAD (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

	Current Quarter 30-Jun-23 RM'000	Immediate Preceding Quarter 31-Mar-23 RM'000
Revenue	11,884	11,261
Operating Loss	(3,394)	(168)
Loss Before Interest and Tax	(3,394)	(168)
Loss Before Tax	(6,053)	(2,845)
Loss After Tax	(6,205)	(3,058)
Loss Attributable to Ordinary Equity Holders of the Parent	(6,192)	(2,962)

The Group's revenue for the second quarter ended 30 June 2023 was RM11.9 million compared to the preceding first quarter ended 31 March 2023 of RM11.3 million. This is mainly due to the increase revenue in Healthcare Division of RM0.7 million.

The Group's loss before tax for the second quarter ended 30 June 2023 was RM6.1 million compared to a profit before tax in the preceding first quarter ended 31 March 2023 of RM2.8 million. This was mainly due to the decrease of other income for forfeiture deposit of cancellation of sale Country Heights Commercial Land RM1.8 million and reversal of impairment losses on other receivable RM0.6 million.

Healthcare Division

Revenue for the second quarter ended 30 June 2023 for the division was RM5.2 million as compared to RM4.9 million in the preceding first quarter ended 31 March 2023. This is mainly due to increase revenue in Bioherb Product of RM0.3 million. The segment profit of RM0.4 million was recorded for the second quarter ended 30 June 2023 as compared to the segment loss of RM0.03 million for the preceding first quarter ended 31 March 2023. This is mainly due to the cost saving of marketing agent cost.



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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 second quarter ended 30 June 2023 of the division was RM2.7 million as compared to RM2.3 million in the preceding first quarter ended 31 March 2023. The increase in the Division revenue was mainly contributed by Mines Beach Resort hotel operator from RM1.8 million to RM2.1 million.

The segment loss of RM1.3 million was recorded for the second quarter ended 30 June 2023 as compared to the segment loss of RM0.6 million for the preceding first quarter ended 31 March 2023. This is mainly due to the higher operation cost for event function from Palace of Golden Horses.

Exhibition & Convention Division

Revenue for the second quarter ended 30 June 2023 of the division was RM0.5 million compared to RM0.9 million in the preceding first quarter ended 31 March 2023. This is mainly due to decrease revenue in event function from RM0.6 million to RM0.3 million dropped by 50%..

The segment loss of RM1.1 million was recorded for the second quarter ended 30 June 2023 as compared to the segment loss of RM0.9 million for the preceding first quarter ended 31 March 2023. This is mainly due to increase cost of event function of RM0.2 million.

Property Division

Revenue for the second quarter ended 30 June 2023 of the Division was RM3.5 million compared to RM3.1 million in the preceding first quarter ended 31 March 2023. The increase in the Division revenue was mainly contributed by the higher sale of completed properties from Sawtelle of RM0.4 million. The segment loss of RM1.4 million was recorded for the second quarter ended 30 June 2023 as compared to the segment profit of RM1.4 million for the preceding first quarter ended 31 March 2023. This was mainly due to the decrease of other income for forfeiture deposit of cancellation of sale Country Heights Commercial Land RM1.8 million.



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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.

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)

- 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 sq. ft. 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.

(c) Property Division

(i) Kolej Heights Utara, Jitra, Kedah

CHHB's unique approach to the property market continues to revolutionise the Malaysian environment, as proven by the success of projects such as the Mines Bungalow. The company is now taking a new path, starting a project in Jitra, Kedah, adopting the 5S smart living concept (Solar, Sport, Smart Living, Security, and Service). The development would span 40 acres of prime land and will include 387 terrace new double-storey residences and 64 semi-D houses, with an estimated Gross Development Value of more than RM 200 million. CHHB's commitment to adopting an ESG framework demonstrates their commitment to sustainable and responsible practises, ensuring that the project is consistent with environmental preservation, social well-being, and strong governance standards. This fascinating project demonstrates CHHB's constant commitment to providing modern, comfortable, and sustainable living spaces while having a good influence on the environment.



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17. Commentary on Prospects (Cont'd)

(ii) Cyberlake Heights

CHHB is planning to create a ground-breaking development in Cyberjaya that would redefine luxury residential living. This project, which spans an expansive 9-acre plot with an estimated GDV of RM 60million, provides an amazing opportunity for prospective homeowners. The building intends to redefine luxury by focusing on bungalow lots ranging in size from 8,000 to 10,000 square feet. The incorporation of a select number of outstanding residences, with massive sizes of over 20,000 square feet, carefully positioned atop the hill to provide stunning views of the scenic Putrajaya Lake, distinguishes this project. This one-of-a-kind vantage point provides homeowners with an unrivalled sense of tranquillity and exclusivity, making it a great choice for individuals seeking privacy and an enhanced living experience.

(iii) Pajam Industrial Hub

The Pajam Industrial Hub in Pajam, Negeri Sembilan, a dynamic development project with an estimated GDV of RM60 million. This industrial property encompasses 60 freehold industrial lots, catering to the needs of SMEs in sectors such as manufacturing and warehousing. Its strategic location offers excellent accessibility to major highways and proximity to KLIA, ensuring convenient transportation connections. What sets the Pajam Industrial Hub apart is its commitment to sustainability, exemplified by the planned construction of a solar-powered factory. This forward-thinking approach provides businesses with energy-efficient solutions and significantly reduces their carbon footprint, contributing to the industry's transition towards sustainable operations. With its combination of prime location, business-friendly infrastructure, and environmental consciousness, the Pajam Industrial Hub presents an attractive opportunity for SMEs seeking a conducive and eco-



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17. Commentary on Prospects (Cont'd)

(iv) The Mines Beach Suite

The Mines Beach Suite, with an estimated GDV of RM 600 million, will undoubtedly raise the bar in terms of luxury and exclusivity. This enhancement is intended to give discriminating homeowners with an extraordinary experience. The lakefront suites will have stunning views and a tranquil environment, providing visitors with the ideal setting for a genuinely intimate and immersive holiday. CHHB hopes that the introduction of The Mines lakeside suites will broaden the range of experiences accessible, allowing residents to fully immerse themselves in the serene surroundings of the lake. This fascinating construction is sure to leave a lasting impression and solidify The Mines Beach Suite as a prime location for homeowners seeking an unrivalled living experience.

Repositioning of Mines Beach Resort

Mines Beach Resort, located in the heart of the city, stands out as a premier wellness retreat destination dedicated to promoting health and tranquilly. This luxurious resort has 120 rooms, each with a tropical aesthetic and breath taking view of a tranquil 150-acre lake.

Mines Beach Resort creates a captivating ambiance by drawing inspiration from Nusantara influences. Guests can enjoy an “Omakase” dining experience, in which the chef creates a delectable meal comprised of dishes carefully chosen to provide an exceptional culinary journey. This fusion of cultural elements and gastronomic delights adds a sense of vitality and freshness.

(v) Developing an International Medical & Wellness Hub

During the press conference, CHHB (the company) revealed its strategic plans to restructure two of its divisions: Resort and Hospitality and GHHS Healthcare. The primary goal of this restructuring is to create an International Medical & Wellness Hub, a ground breaking 200-acre development. The Palace of the Golden Horses, Mines Waterfront Business Park Tower 4 & 5, and an adjacent 12-acre recreational land property will be key components of this development. The International Medical & Wellness Hub's primary focus will be on healthcare services and medical tourism. CHHB intends to capitalise on rising healthcare consciousness and awareness, especially in the post-COVID-19 pandemic era.



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17. Commentary on Prospects (Cont'd)

The company believes that this integrated development will not only thrive but will also emerge as a leading wellness destination in the ASEAN region.

Treatment, prevention, rejuvenation, and rehabilitation will be prioritised by the International Medical & Wellness Hub. By incorporating these elements, CHHB hopes to provide a comprehensive range of healthcare services that meet the diverse needs of individuals seeking medical attention, preventive care, revitalization, or recovery. The Palace of the Golden Horses, Business Park Towers 4 and 5, and the surrounding recreational land will be transformed into holistic facilities that are specifically designed to meet the demands of healthcare and wellness tourism. The project aims to attract both domestic and international visitors, positioning itself as a premier destination for people looking for high-quality healthcare services and wellness experiences.

18. Variance on Profit Forecast / Profit Guarantee

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

19. Income Tax Expenses

	Six Months Ended	
	30-Jun-23	30-Jun-22
	RM'000	RM'000
Income tax		
- Current year	(365)	(374)
Deferred tax		
- Current year	-	(1)
	(365)	(375)



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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. Loss before Tax

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

	30-Jun-23	30-Jun-22
	RM'000	RM'000
Depreciation and amortisation	4,157	5,656
Impairment losses on trade and other receivables	117	303
Net unrealised foreign exchange (loss)/gain	1,435	-
Bad debt written off	-	17
Bad debt recovered	-	(164)

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



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23. Inventories

	As at 30-Jun-23 RM'000	As at 30-Jun-22 RM'000
Land held for property development	127,898	159,633
Property development cost	115,252	137,173
Others	97,969	94,794
	<u>213,221</u>	<u>231,967</u>

24. 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 30 June 2023 as follows

Description of shares purchased	As at 30-Jun-23 RM'000	As at 30-Jun-22 RM'000
	Ordinary Shares	Ordinary Shares
Number of shares purchased	-	-
Number of shares cancelled	-	-
Number of shares held as treasury shares	3,250,000	3,250,000
Number of treasury shares resold	-	-



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25. Borrowings

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

	As at 2nd quarter ended June 2023					
	Long-term		Short-term		Total borrowings	
	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000	Foreign RM'000	Local RM'000
Secured						
Bank overdrafts	-	-	-	-	-	-
Term loan	-	9,997	30,050	66,187	30,050	76,184
Revolving credit	-	750	-	350	-	1,100
Total secured borrowings	-	10,747	30,050	66,537	30,050	77,284
Unsecured						
Term Loan	-	3,094	-	-	-	3,094
Total unsecured borrowings	-	3,094	-	-	-	3,094
Total loans and borrowings	-	13,841	30,050	66,537	30,050	80,378
	As at 2nd quarter ended June 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
Secured						
Bank overdrafts	-	-	-	-	-	-
Term loan	-	76,792	27,068	1,984	27,068	78,777
Revolving credit	-	1,200	-	550	-	1,750
Total secured borrowings	-	77,992	27,068	2,534	27,068	80,527
Unsecured						
Term Loan	-	86,678	-	-	-	86,678
Total unsecured borrowings	-	86,678	-	-	-	86,678
Total loans and borrowings	-	164,670	27,068	2,534	27,068	167,205

All borrowings are denominated in Ringgit Malaysia unless indicated otherwise.



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26. Disclosure requirements pursuant to implementation of MFRS 139

(a) Disclosure of Derivatives

There are no outstanding derivatives as at 30 June 2023 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.

27. 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.

28. 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 21 August 2023.

(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 September 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.



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28. Material Litigation (Cont'd)

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.

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 July 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 26 June 2024 to 5 July 2024.

- (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 December 2020, the Defendants issued a notice to requisition for a special meeting of the Board of Directors on 28 December 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 January 2021 despite notice and demand given by CHHB for the Defendants not



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28. Material Litigation (Cont'd)

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 December 2020, CHHB had filed Originating Summons and CHHB's application for Interim Injunction, for, among others, an injunction to restrain the Defendants from proceeding with a board of directors meeting purportedly scheduled on 28 December 2020. The meeting scheduled for 28 December 2020 did not happen. The Defendants proceed to convene the meeting on 25 January 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.

The Defendant has filed an application to strike out the Originating Summons and CHHB's application for the injunction. On 4 May 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 May 2021, CHHB appealed to the Court of Appeal against the decision made by the High Court. The appeal is fixed for hearing on 16 June 2022 and directed for the matter to be referred back to the High Court. The 1st and 2nd Defendants filed a Notice of Motion for leave to appeal to Federal Court and the same was dismissed on 5 October 2022.

The first and second Defendants thereafter filed a stay of the proceedings in High Court pending the determination of the arbitration as disclosed in Note 39(i) and the same was allowed by the High Court pursuant to parties' consent on 31 March 2023. The next case management is scheduled on 16 July 2024.



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28. Material Litigation (Cont'd)

(iii) 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 January 2021 and Ad Interim Order dated 10 February 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 August 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 March 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.

The plaintiff now have filed and served the amended Writ and Statement of Claim. The Court had granted an extension of time until 3 September 2022 for MPSB to file the Statement of Defence or any necessary application and the Statement of Defence has been filed. The Court has now fix the matter for Trial on 4 to 6 October 2023.



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28. Material Litigation (Cont'd)

(iv) SHAH ALAM HIGH COURT WINDING UP PETITION NO. BA-28NCC-51-02/2023 BETWEEN AMY SIEW PITT WEN & NA BAY BEE (PLAINTIFFS) AND MINES WATERFRONT BUSINESS PARK SDN BHD (MWBP) (DEFENDANTS)

The petition arises due to the failure of MWBP to settle the sum of RM1,080,646.70 being amount due under Judgement dated 3 August 2020 and Order dated 12 December 2022 obtained vide Shah Alam Session Court and Court of Appeal, and interest on the sum of RM623,883 at the rate of 10% per annum from 11 January 2023 until full settlement thereof.

The civil suit was a result of the termination of a Sale & Purchase Agreement dated 31 December 2014 for the Sale and Purchase of a property known as Parcel no. B-4-11-05, Mines Waterfront Designer Suites.

The Company does not expect any material financial and operational impact arising from the Petition. The Company will seek immediate legal advice to determine the next course of action to resolve the matter amicably.

(v) SHAH ALAM HIGH COURT WRIT SUMMON NO. BA-22M-205-08/2023 BETWEEN MBSB BANK BERHAD (PLAINTIFFS) AND COUNTRY HEIGHTS HOLDINGS BERHAD (CHHB) (DEFENDANTS)

The petition is brought by Plaintiff for arising from the default in payment of the Islamic Term Financing Facility of RM82,700,000 and the Islamic Bridging Financing Facility up to limit of RM17,300,000 obtained by Mines Waterfront Business Park Sdn Bhd (“MWBP”) from MBSB Bank Berhad in 2014 with Defendant named as Coperate Grantor. Writ Summon and Statement OF Claim was served on 21.08.2023 with the Case Management schedule on 18.09.2023 via e-review.

The Company will seek immediate legal advice to determine the next course of action to resolve the matter amicably with Plaintiff.



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29. Dividend Payable

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

30. Earnings/(Loss) Per Share

(a) Basic

Basic earnings per share is calculated by dividing loss for the current period attributable to equity holders of RM9.2 million (30 June 2022: loss of RM4.3 million) over the number of 299,988,903 (30 June 2021: 273,557,403) ordinary shares issued during the current financial period under review.

(b) Diluted

Diluted earnings per share is calculated by dividing loss for the current period attributable to equity holders of RM9.2 million (30 June 2022: loss of RM4.3 million) over the number of 299,988,903 (30 June 2021: 273,557,403) ordinary shares issued and 128,345,101 (30 June 2021: 136,778,702) warrants issued and listed in December 2018.

31. 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 25 August 2023.