

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED FINANCIAL POSITION

	As At 31/3/2021 RM'000	As At 30/9/2020 RM'000
ASSETS		
Property, plant and equipment	20,858	21,533
Investment properties	655	655
Right-of-use assets	14,908	16,646
Intangible assets	1,625	1,715
Deferred tax assets	933	979
Investments	518,199	478,789
Fair value through other comprehensive income	134,883	105,480
Fair value through profit or loss	383,316	373,309
Investment in associated companies	17,654	17,486
Inventories - goods for resale	685	611
Land held for development	52,610	51,124
Loans	2,120	2,134
Reinsurance assets	204,999	172,640
Insurance receivables	4,709	17,655
Trade receivables	5,434	2,881
Lease receivables	858	747
Other receivables	64,095	65,406
Due from associated companies	14,522	11,787
Tax recoverable	1,457	-
Deposits and placements with financial institutions	99,553	104,976
Cash and bank balances	85,596	71,021
Total assets	1,111,470	1,038,785
LIABILITIES		
Insurance contract liabilities	552,614	524,336
Insurance payables	29,648	11,910
Deferred tax liabilities	6,287	4,313
Trade payables	689	314
Other payables	15,067	13,948
Borrowings	92,966	89,302
Lease liabilities	14,221	15,922
Dividend payable	-	3,213
Tax payable	-	249
Total liabilities	711,492	663,507
EQUITY		
Share capital	147,401	147,401
Treasury shares	(20,244)	(20,244)
Merger reserve	20,792	20,792
Translation reserve	(17,991)	(14,971)
Revaluation reserve	11,182	11,182
Fair value through other comprehensive income ("FVOCI") reserve	37,787	13,273
Share options reserve	1,702	1,553
Retained profits	115,012	112,303
Equity attributable to equity holders of the Company	295,641	271,289
Non-controlling interest	104,337	103,989
Total equity	399,978	375,278
Total liabilities and equity	1,111,470	1,038,785
Net assets per share (Sen)	110	101
Based on number of shares (net of treasury shares)('000)	267,721	267,721

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2020.

CONDENSED CONSOLIDATED INCOME STATEMENT
For The Six Months Ended 31 March 2021

	Quarter ended 31-Mar-21 RM'000	Quarter ended 31-Mar-20 RM'000	Year to date 31-Mar-21 RM'000	Year to date 31-Mar-20 RM'000
Revenue	73,454	85,871	144,611	162,901
Other operating income	22,990	14,606	29,433	19,919
	96,444	100,477	174,044	182,820
Operating expenses	(84,731)	(102,647)	(158,284)	(189,689)
Profit/(loss) from operations	11,713	(2,170)	15,760	(6,869)
Finance costs	(1,641)	(977)	(3,302)	(2,009)
	10,072	(3,147)	12,458	(8,878)
Share of losses of associated companies	(971)	(699)	(1,834)	(1,676)
Profit/(loss) before tax	9,101	(3,846)	10,624	(10,554)
Income tax	(26)	(559)	(301)	197
Profit/(loss) for the period	9,075	(4,405)	10,323	(10,357)
Attributable to :				
Equity holders of the Company	7,773	(2,011)	9,134	(6,049)
Non-controlling interest	1,302	(2,394)	1,189	(4,308)
Earnings/(loss) per share attributable to equity holders of the Company :				
- Basic earnings/(loss) per share (sen)	2.90	(0.75)	3.41	(2.24)
- Diluted earnings/(loss) per share (sen)	2.90	# ⁽¹⁾	3.41	# ⁽¹⁾
[Based on weighted average number of shares (net of treasury shares)]				

#⁽¹⁾ - Not disclosed as it is anti-dilutive

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For The Six Months Ended 31 March 2021

	Quarter ended 31-Mar-21 RM'000	Quarter ended 31-Mar-20 RM'000	Year to date 31-Mar-21 RM'000	Year to date 31-Mar-20 RM'000
Profit/(loss) for the period	9,075	(4,405)	10,323	(10,357)
Other comprehensive income/(loss):				
Items that may be reclassified to income statement in subsequent periods:				
Currency translation differences in respect of foreign operations	(3,097)	(1,815)	(3,020)	(400)
Fair value changes on FVOCI financial assets - debt instruments				
- (Loss)/gain on fair value changes	(1,354)	522	(1,432)	578
- Deferred tax	325	(125)	344	(138)
	(1,029)	397	(1,088)	440
Items that will not be reclassified to income statement in subsequent periods:				
Fair value changes on FVOCI financial assets - equity instruments				
- Gain/(loss) on fair value changes	18,627	(6,704)	30,605	(3,193)
- Deferred tax	(1,272)	487	(2,169)	318
	17,355	(6,217)	28,436	(2,875)
Other comprehensive income/(loss) for the period, net of tax	13,229	(7,635)	24,328	(2,835)
Total comprehensive income/(loss) for the period	22,304	(12,040)	34,651	(13,192)
Attributable to :				
Equity holders of the Company	19,531	(9,084)	30,628	(8,606)
Non-controlling interest	2,773	(2,956)	4,023	(4,586)

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2020.

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Six Months Ended 31 March 2021

	Attributable to Equity Holders of the Company								Non-Controlling Interest RM'000	Total Equity RM'000	
	Non Distributable						Distributable				
	Share Capital RM'000	Treasury Shares RM'000	Merger Reserve RM'000	Translation Reserve RM'000	Revaluation Reserve RM'000	Share Options Reserve RM'000	FVOCI Reserve RM'000	Retained Profits RM'000			Total RM'000
At 1 October 2020	147,401	(20,244)	20,792	(14,971)	11,182	1,553	13,273	112,303	271,289	103,989	375,278
Net profit for the period	-	-	-	-	-	-	-	9,134	9,134	1,189	10,323
Other comprehensive income for the period	-	-	-	(3,020)	-	-	24,514	-	21,494	2,834	24,328
Total comprehensive income for the period	-	-	-	(3,020)	-	-	24,514	9,134	30,628	4,023	34,651
Dividends to equity holders of the Company (Note B9)	-	-	-	-	-	-	-	(6,425)	(6,425)	-	(6,425)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(3,675)	(3,675)
Option charge arising from share options granted	-	-	-	-	-	149	-	-	149	-	149
At 31 March 2021	147,401	(20,244)	20,792	(17,991)	11,182	1,702	37,787	115,012	295,641	104,337	399,978

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Six Months Ended 31 March 2021 (Cont'd)

	Attributable to Equity Holders of the Company								Non-Controlling Interest RM'000	Total Equity RM'000	
	Non Distributable						Distributable	Total RM'000			
	Share Capital RM'000	Treasury Shares RM'000	Merger Reserve RM'000	Translation Reserve RM'000	Revaluation Reserve RM'000	Share options Reserve RM'000	FVOCI Reserve RM'000				Retained Profits RM'000
At 1 October 2019 (as previously stated)	147,289	(17,156)	20,792	(17,037)	10,624	1,046	4,792	139,344	289,694	107,917	397,611
Effects of adoption of MFRS 16	-	-	-	-	-	-	-	23	23	-	23
At 1 October 2019 (as restated)	147,289	(17,156)	20,792	(17,037)	10,624	1,046	4,792	139,367	289,717	107,917	397,634
Purchase of treasury shares	-	(2,743)	-	-	-	-	-	-	(2,743)	-	(2,743)
Net loss for the period	-	-	-	-	-	-	-	(6,049)	(6,049)	(4,308)	(10,357)
Other comprehensive loss for the period	-	-	-	(400)	-	-	(2,157)	-	(2,557)	(278)	(2,835)
Total comprehensive loss for the period	-	-	-	(400)	-	-	(2,157)	(6,049)	(8,606)	(4,586)	(13,192)
Dividends to equity holders of the Company	-	-	-	-	-	-	-	(8,106)	(8,106)	-	(8,106)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(12,250)	(12,250)
Option charge arising from share options granted	-	-	-	-	-	188	-	-	188	-	188
Ordinary shares issued pursuant to exercise of ESOS	100	-	-	-	-	(9)	-	-	91	-	91
Forfeiture of ESOS	-	-	-	-	-	(7)	-	4	(3)	3	-
At 31 March 2020	147,389	(19,899)	20,792	(17,437)	10,624	1,218	2,635	125,216	270,538	91,084	361,622

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2020.

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Six Months Ended 31 March 2021

	31 March 2021 RM'000	31 March 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	10,624	(10,554)
Adjustments for :		
Depreciation of:		
- property, plant and equipment	973	1,104
- right-of-use assets	2,458	1,586
Amortisation of:		
- prepaid land lease payments	-	2
- intangible assets	279	266
Loss on disposal of property, plant and equipment	1	52
Property, plant and equipment written off	3	5
(Gain)/loss on fair value of financial assets at fair value through profit or loss	(8,792)	7,230
Loss/(gain) on disposal of investments	371	(817)
Gain on derecognition of right-of-use assets	(149)	(318)
Gain on remeasurement of lease liabilities	(73)	-
Dividend income	(5,858)	(3,858)
Interest income	(3,302)	(6,215)
Income from Islamic fixed deposits	(248)	(2,042)
Interest expense	3,234	1,852
Allowance for impairment:		
- investment in an associated company	-	338
- insurance receivables	-	125
Write back in allowance for impairment:		
- insurance receivables	(402)	-
- trade receivables	-	(2)
Share of losses of associated companies	1,834	1,676
Allowance for unutilised leave	(277)	(246)
Share options expense	149	188
Unrealised gain on foreign exchange	(6,146)	(5,328)
Operating loss before working capital changes	(5,321)	(14,956)
Changes in working capital:		
Disposal of investments	23,446	34,873
Purchase of investments	(24,295)	(51,396)
Decrease in deposits and placements with financial institutions	5,423	29,903
Decrease in loans	15	14
Increase in reinsurance assets	(32,359)	(23,489)
Decrease in insurance receivables	13,347	17,579
Increase in amounts due from associated companies	(1,851)	(3,679)
(Increase)/decrease in trade and other receivables	(3,566)	5,761
Decrease in lease receivables	279	94
Increase in inventories - goods for resale	(76)	(42)
Additional direct expenditure of land held for development	(1,703)	(1,649)
Increase in insurance contract liabilities	28,279	27,149
Increase in insurance payables	17,738	1,225
Increase/(decrease) in payables	1,863	(1,475)
Cash generated from operations	21,219	19,912
Tax paid, net of tax refunded	(1,812)	(2,890)
Dividends received	3,874	3,093
Interest received	4,448	6,243
Income received from Islamic fixed deposits	248	2,041
Interest paid	(1,850)	(1,853)
Net cash generated from operating activities	26,127	26,546

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Six Months Ended 31 March 2021 (Cont'd)

	31 March 2021 RM'000	31 March 2020 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of associated companies	(94)	(2,069)
Purchase of property, plant and equipment	(300)	(319)
Purchase of intangible assets	(187)	(394)
Purchase of investments	(41)	(3)
Disposal of investments	1,511	1,038
Maturities of Sukuk	-	33
Disposal of property, plant and equipment	1	186
Net cash generated from/(used in) investing activities	<u>890</u>	<u>(1,528)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Purchase of treasury shares	-	(2,743)
Issuance of share capital	-	91
Dividends paid to equity holders of the Company	(9,638)	(11,494)
Dividend paid to a non-controlling interest	(3,675)	(12,250)
Decrease in hire purchase creditors	-	(356)
Payment of principal portion of lease liabilities	(2,961)	(2,154)
Proceeds from drawdown of borrowings	3,437	6,200
Net cash used in financing activities	<u>(12,837)</u>	<u>(22,706)</u>
Net increase in cash and cash equivalents	14,180	2,312
Foreign exchange differences	395	362
Cash and cash equivalents at beginning of period	71,021	44,456
Cash and cash equivalents at end of period	<u>85,596</u>	<u>47,130</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances #	<u>85,596</u>	<u>47,130</u>

Cash and bank balances consist of cash in hand, cash at bank, and short-term deposits placed with financial institutions with maturity periods of less than three months.

(a) Reconciliation of liabilities arising from financing activities:

	Lease liabilities RM'000	Borrowings RM'000	Total RM'000
At 1 October 2020	15,922	89,302	105,224
<u>Cash flows:</u>			
Payment of principal portion of lease liabilities	(2,961)	-	(2,961)
Drawdown of borrowings	-	3,437	3,437
<u>Non-cash transactions</u>			
Acquisition of right-of-use assets	1,023	-	1,023
Accretion of interests	406	-	406
Remeasurement of lease liabilities	(320)	-	(320)
Transaction costs	-	228	228
Translation differences	151	(1)	150
At 31 March 2021	<u>14,221</u>	<u>92,966</u>	<u>107,187</u>

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2020.