

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED FINANCIAL POSITION

	Audited As At 30/9/2021 RM'000	Audited As At 30/9/2020 RM'000
ASSETS		
Property, plant and equipment	20,092	21,533
Investment properties	650	655
Right-of-use assets	13,284	16,646
Intangible assets	1,495	1,715
Deferred tax assets	993	979
Investments	549,061	478,789
Fair value through other comprehensive income	174,230	105,480
Fair value through profit or loss	374,831	373,309
Investment in associated companies	18,879	17,486
Inventories - goods for resale	317	611
Land held for development	54,658	51,124
Loans	2,138	2,134
Reinsurance assets	193,946	172,640
Insurance receivables	23,453	17,655
Trade receivables	4,902	2,881
Lease receivables	563	747
Other receivables	57,976	65,406
Due from associated companies	17,823	11,787
Tax recoverable	290	-
Deposits and placements with financial institutions	115,790	104,976
Cash and bank balances	51,005	71,021
Total assets	<u>1,127,315</u>	<u>1,038,785</u>
LIABILITIES		
Insurance contract liabilities	543,686	524,336
Insurance payables	23,788	11,910
Deferred tax liabilities	9,488	4,313
Trade payables	465	314
Other payables	16,174	13,948
Borrowings	93,029	89,302
Lease liabilities	12,669	15,922
Dividend payable	-	3,213
Tax payable	-	249
Total liabilities	<u>699,299</u>	<u>663,507</u>
EQUITY		
Share capital	147,401	147,401
Treasury shares	(20,244)	(20,244)
Merger reserve	20,792	20,792
Translation reserve	(16,132)	(14,971)
Revaluation reserve	11,289	11,182
Fair value through other comprehensive income ("FVOCI") reserve	70,082	13,273
Share options reserve	1,737	1,553
Retained profits	100,449	112,303
Equity attributable to equity holders of the Company	<u>315,374</u>	<u>271,289</u>
Non-controlling interest	112,642	103,989
Total equity	<u>428,016</u>	<u>375,278</u>
Total liabilities and equity	<u>1,127,315</u>	<u>1,038,785</u>
Net assets per share (Sen)	<u>118</u>	<u>101</u>
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 Year Ended 30 September 2021

	Quarter ended 30-Sep-21 RM'000	Quarter ended 30-Sep-20 RM'000	Audited Year to date 30-Sep-21 RM'000	Audited Year to date 30-Sep-20 RM'000
Revenue	66,093	72,231	274,630	309,168
Other operating income	14,176	11,955	43,319	33,557
	80,269	84,186	317,949	342,725
Operating expenses	(70,890)	(77,724)	(296,551)	(336,262)
Profit from operations	9,379	6,462	21,398	6,463
Finance costs	(1,673)	(1,942)	(6,622)	(5,441)
	7,706	4,520	14,776	1,022
Share of losses of associated companies	(134)	(736)	(3,798)	(2,597)
Profit/(loss) before tax	7,572	3,784	10,978	(1,575)
Income tax	(3,861)	(2,431)	(5,223)	(3,729)
Profit/(loss) for the period	3,711	1,353	5,755	(5,304)
Attributable to :				
Equity holders of the Company	(1,566)	(3,312)	881	(9,841)
Non-controlling interest	5,277	4,665	4,874	4,537
(Loss)/earnings per share attributable to equity holders of the Company :				
- Basic (loss)/earnings per share (sen)	(0.58)	(1.24)	0.33	(3.66)
- Diluted (loss)/earnings per share (sen)	# ⁽¹⁾	# ⁽¹⁾	0.33	# ⁽¹⁾
[Based on weighted average number of shares (net of treasury shares)]				

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

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 STATEMENT OF COMPREHENSIVE INCOME
For The Year Ended 30 September 2021

	Quarter ended 30-Sep-21 RM'000	Quarter ended 30-Sep-20 RM'000	Audited Year to date 30-Sep-21 RM'000	Audited Year to date 30-Sep-20 RM'000
Profit/(loss) for the period	3,711	1,353	5,755	(5,304)
Other comprehensive income/(loss):				
Items that may be reclassified to income statement in subsequent periods:				
Currency translation differences in respect of foreign operations	1,739	2,588	(1,161)	2,066
Fair value changes on FVOCI financial assets - debt instruments				
- (Loss)/gain on fair value changes	(137)	205	(923)	2,910
- Deferred tax	33	(49)	222	(698)
	(104)	156	(701)	2,212
Items that will not be reclassified to income statement in subsequent periods:				
Fair value changes on FVOCI financial assets - equity instruments				
- Gain on fair value changes	33,141	2,307	69,789	10,209
- Deferred tax	(2,316)	-	(4,911)	(787)
	30,825	2,307	64,878	9,422
Surplus from revaluation of land and buildings				
- Gross surplus from revaluation	275	2,221	275	2,221
- Deferred tax	(66)	(533)	(66)	(533)
	209	1,688	209	1,688
Other comprehensive income for the period, net of tax	32,669	6,739	63,225	15,388
Total comprehensive income for the period	36,380	8,092	68,980	10,084
Attributable to :				
Equity holders of the Company	27,460	2,338	56,698	2,250
Non-controlling interest	8,920	5,754	12,282	7,834

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 STATEMENTS OF CHANGES IN EQUITY
For The Year Ended 30 September 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	-	-	-	-	-	-	-	881	881	4,874	5,755
Other comprehensive income for the period	-	-	-	(1,161)	107	-	56,871	-	55,817	7,408	63,225
Total comprehensive income for the period	-	-	-	(1,161)	107	-	56,871	881	56,698	12,282	68,980
Dividends to equity holders of the Company (Note B9)	-	-	-	-	-	-	-	(12,851)	(12,851)	-	(12,851)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(3,675)	(3,675)
Option charge arising from share options granted	-	-	-	-	-	284	-	-	284	-	284
Forfeiture of ESOS	-	-	-	-	-	(100)	-	84	(16)	16	-
Transfer of FVOCI reserve to retained profits upon disposal of financial assets at FVOCI	-	-	-	-	-	-	(62)	32	(30)	30	-
At 30 September 2021	147,401	(20,244)	20,792	(16,132)	11,289	1,737	70,082	100,449	315,374	112,642	428,016

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For The Year Ended 30 September 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	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	-	(3,088)	-	-	-	-	-	-	(3,088)	-	(3,088)
Net loss for the period	-	-	-	-	-	-	-	(9,841)	(9,841)	4,537	(5,304)
Other comprehensive income for the period	-	-	-	2,066	861	-	9,164	-	12,091	3,297	15,388
Total comprehensive income for the period	-	-	-	2,066	861	-	9,164	(9,841)	2,250	7,834	10,084
Dividends to equity holders of the Company	-	-	-	-	-	-	-	(17,746)	(17,746)	-	(17,746)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(12,250)	(12,250)
Option charge arising from share options granted	-	-	-	-	-	542	-	-	542	-	542
Ordinary shares issued pursuant to exercise of ESOS	112	-	-	-	-	(10)	-	-	102	-	102
Forfeiture of ESOS	-	-	-	-	-	(25)	-	21	(4)	4	-
Transfer of FVOCI reserve to retained profits upon disposal of financial assets at FVOCI	-	-	-	-	-	-	(683)	348	(335)	335	-
Transfer of revaluation reserves to retained profits upon disposal of property	-	-	-	-	(303)	-	-	154	(149)	149	-
At 30 September 2020	147,401	(20,244)	20,792	(14,971)	11,182	1,553	13,273	112,303	271,289	103,989	375,278

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 Year Ended 30 September 2021

	Audited 30 September 2021 RM'000	Audited 30 September 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	10,978	(1,575)
Adjustments for :		
Depreciation of:		
- property, plant and equipment	1,953	1,808
- right-of-use assets	4,969	5,265
Amortisation of intangible assets	545	563
Loss on disposal of property, plant and equipment	28	13
Loss on disposal of investment property	-	51
Property, plant and equipment written off	5	7
Inventories written off	425	25
Loss on fair value of investment property	5	-
(Gain)/loss on fair value of financial assets at fair value through profit or loss	(4,409)	1,398
Gain on disposal of investments	(3,192)	(2,918)
Gain on derecognition of right-of-use assets	(7)	(12)
Net gain on remeasurement of leases	(6)	(41)
Income from COVID-19 related rent concessions	(37)	-
Dividend income	(9,942)	(7,706)
Interest income	(6,465)	(11,273)
Income from Islamic fixed deposits	(482)	(3,412)
Interest expense	6,488	5,168
Allowance for impairment:		
- investment in an associated company	-	2,886
- trade receivables	259	429
- corporate debt securities	19	38
Write back in allowance for impairment:		
- insurance receivables	(210)	(197)
Bad debts written off:		
- other receivables	-	206
Share of losses of associated companies	3,798	2,597
Allowance for unutilised leave	244	497
Pension cost - defined benefit plan	72	(57)
Share options expense	284	542
Unrealised gain on foreign exchange	(3,212)	(269)
Operating profit/(loss) before working capital changes	<u>2,110</u>	<u>(5,967)</u>
Changes in working capital:		
Disposal of investments	32,511	43,932
Purchase of investments	(35,520)	(265,722)
(Increase)/decrease in deposits and placements with financial institutions	(10,814)	227,291
(Increase)/decrease in loans	(4)	21
Increase in reinsurance assets	(21,306)	(10,699)
(Increase)/decrease in insurance receivables	(5,588)	7,334
Increase in amounts due from associated companies	(5,442)	(5,126)
Decrease in trade and other receivables	2,038	1,778
Decrease in lease receivables	502	485
Increase in inventories - goods for resale	(131)	(84)
Additional direct expenditure of land held for development	(3,264)	(3,539)
Increase in insurance contract liabilities	19,350	9,276
Increase/(decrease) in insurance payables	11,878	(2,783)
Increase/(decrease) in payables	2,253	(1,516)
Cash used in operations	<u>(11,427)</u>	<u>(5,319)</u>
Tax paid, net of tax refunded	(4,988)	(4,320)
Dividends received	7,838	7,561
Interest received	7,087	13,128
Income received from Islamic fixed deposits	482	3,412
Interest paid	(3,724)	(3,165)
Net cash (used in)/generated from operating activities	<u>(4,732)</u>	<u>11,297</u>

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Year Ended 30 September 2021 (Cont'd)

	30 September 2021 RM'000	30 September 2020 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of associated companies	(94)	(2,163)
Purchase of property, plant and equipment	(413)	(559)
Acquisition of right-of-use assets	(20)	(255)
Purchase of intangible assets	(333)	(415)
Purchase of investments	(41)	(380)
Disposal of investments	7,971	2,889
Maturities of Sukuk	-	33
Disposal of property, plant and equipment	84	639
Disposal of investment property	-	514
Derecognition of right-of-use assets	158	-
Net cash generated from investing activities	<u>7,312</u>	<u>303</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Purchase of treasury shares	-	(3,088)
Issuance of share capital	-	102
Dividends paid to equity holders of the Company	(16,064)	(17,921)
Dividend paid to a non-controlling interest	(3,675)	(12,250)
Payment of principal portion of lease liabilities	(6,028)	(5,973)
Proceeds from drawdown of borrowings	3,436	53,957
Net cash (used in)/generated from financing activities	<u>(22,331)</u>	<u>14,827</u>
Net (decrease)/increase in cash and cash equivalents	(19,751)	26,427
Foreign exchange differences	(265)	138
Cash and cash equivalents at beginning of period	71,021	44,456
Cash and cash equivalents at end of period	<u>51,005</u>	<u>71,021</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances #	<u>51,005</u>	<u>71,021</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
Cash flows:			
Payment of principal portion of lease liabilities	(6,028)	-	(6,028)
Drawdown of borrowings	-	3,436	3,436
Non-cash transactions			
Acquisition of right-of-use assets	2,110	-	2,110
Accretion of interests	779	-	779
Remeasurement of lease liabilities	(72)	-	(72)
COVID-19 related rent concessions	(37)	-	(37)
Transaction costs	-	285	285
Translation differences	(5)	6	1
At 30 September 2021	<u>12,669</u>	<u>93,029</u>	<u>105,698</u>

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