

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED FINANCIAL POSITION

	As At 31/12/2021 RM'000	As At 30/9/2021 RM'000
ASSETS		
Property, plant and equipment	19,760	20,092
Investment properties	650	650
Right-of-use assets	13,030	13,284
Intangible assets	1,326	1,495
Deferred tax assets	963	993
Investments	432,857	549,061
Fair value through other comprehensive income	115,125	174,230
Fair value through profit or loss	317,732	374,831
Investment in associated companies	9,359	18,879
Inventories - goods for resale	244	317
Land held for development	55,299	54,658
Loans	2,133	2,138
Reinsurance assets	195,018	193,946
Insurance receivables	15,011	23,453
Trade receivables	5,598	4,902
Lease receivables	491	563
Other receivables	138,796	57,976
Due from associated companies	20,098	17,823
Tax recoverable	-	290
Deposits and placements with financial institutions	210,335	115,790
Cash and bank balances	117,051	51,005
Total assets	1,238,019	1,127,315
LIABILITIES		
Insurance contract liabilities	554,690	543,686
Insurance payables	39,553	23,788
Deferred tax liabilities	5,021	9,488
Trade payables	550	465
Other payables	13,390	16,174
Borrowings	93,148	93,029
Lease liabilities	12,340	12,669
Dividend payable	6,694	-
Tax payable	3,527	-
Total liabilities	728,913	699,299
EQUITY		
Share capital	147,411	147,401
Treasury shares	(20,191)	(20,244)
Merger reserve	20,792	20,792
Translation reserve	(16,353)	(16,132)
Revaluation reserve	11,289	11,289
Fair value through other comprehensive income ("FVOCI") reserve	24,857	70,082
Share options reserve	1,774	1,737
Retained profits	215,075	100,449
Equity attributable to equity holders of the Company	384,654	315,374
Non-controlling interest	124,452	112,642
Total equity	509,106	428,016
Total liabilities and equity	1,238,019	1,127,315
Net assets per share (Sen)	144	118
Based on number of shares (net of treasury shares)('000)	267,782	267,721

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021.

CONDENSED CONSOLIDATED INCOME STATEMENT
For The Three Months Ended 31 December 2021

	Quarter ended 31-Dec-21 RM'000	Quarter ended 31-Dec-20 RM'000	Year to date 31-Dec-21 RM'000	Year to date 31-Dec-20 RM'000
Revenue	75,798	71,157	75,798	71,157
Other operating income	79,916	6,443	79,916	6,443
	155,714	77,600	155,714	77,600
Operating expenses	(86,016)	(73,553)	(86,016)	(73,553)
Profit from operations	69,698	4,047	69,698	4,047
Finance costs	(1,591)	(1,661)	(1,591)	(1,661)
	68,107	2,386	68,107	2,386
Share of losses of associated companies	(1,383)	(863)	(1,383)	(863)
Profit before tax	66,724	1,523	66,724	1,523
Income tax	147	(275)	147	(275)
Profit for the period	66,871	1,248	66,871	1,248
Attributable to :				
Equity holders of the Company	67,330	1,361	67,330	1,361
Non-controlling interest	(459)	(113)	(459)	(113)
Earnings per share attributable to equity holders of the Company :				
- Basic earnings per share (sen)	25.15	0.51	25.15	0.51
- Diluted earnings per share (sen)	25.08	0.51	25.08	0.51
[Based on weighted average number of shares (net of treasury shares)]				

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For The Three Months Ended 31 December 2021

	Quarter ended 31-Dec-21 RM'000	Quarter ended 31-Dec-20 RM'000	Year to date 31-Dec-21 RM'000	Year to date 31-Dec-20 RM'000
Profit for the period	66,871	1,248	66,871	1,248
Other comprehensive income:				
Items that may be reclassified to income statement in subsequent periods:				
Currency translation differences in respect of foreign operations	(221)	77	(221)	77
Fair value changes on FVOCI financial assets - debt instruments				
- Loss on fair value changes	(79)	(78)	(79)	(78)
- Deferred tax	19	19	19	19
	(60)	(59)	(60)	(59)
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	24,860	11,978	24,860	11,978
- Deferred tax	(547)	(897)	(547)	(897)
	24,313	11,081	24,313	11,081
Other comprehensive income for the period, net of tax	24,032	11,099	24,032	11,099
Total comprehensive income for the period	90,903	12,347	90,903	12,347
Attributable to :				
Equity holders of the Company	88,515	11,097	88,515	11,097
Non-controlling interest	2,388	1,250	2,388	1,250

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For The Three Months Ended 31 December 2021

	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 2021	147,401	(20,244)	20,792	(16,132)	11,289	1,737	70,082	100,449	315,374	112,642	428,016
Resale of treasury shares	-	53	-	-	-	-	-	(6)	47	-	47
Net profit/(loss) for the period	-	-	-	-	-	-	-	67,330	67,330	(459)	66,871
Other comprehensive (loss)/income for the period	-	-	-	(221)	-	-	21,406	-	21,185	2,847	24,032
Total comprehensive (loss)/income for the period	-	-	-	(221)	-	-	21,406	67,330	88,515	2,388	90,903
Dividends to equity holders of the Company (Note B9)	-	-	-	-	-	-	-	(9,907)	(9,907)	-	(9,907)
Option charge arising from share options granted	-	-	-	-	-	38	-	-	38	-	38
Ordinary shares issued pursuant to exercise of ESOS	10	-	-	-	-	(1)	-	-	9	-	9
Transfer of FVOCI reserve to retained profits upon disposal of financial assets at FVOCI	-	-	-	-	-	-	(66,631)	57,209	(9,422)	9,422	-
At 31 December 2021	147,411	(20,191)	20,792	(16,353)	11,289	1,774	24,857	215,075	384,654	124,452	509,106

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For The Three Months Ended 31 December 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 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/(loss) for the period	-	-	-	-	-	-	-	1,361	1,361	(113)	1,248
Other comprehensive income for the period	-	-	-	77	-	-	9,659	-	9,736	1,363	11,099
Total comprehensive income for the period	-	-	-	77	-	-	9,659	1,361	11,097	1,250	12,347
Dividends to equity holders of the Company	-	-	-	-	-	-	-	(3,213)	(3,213)	-	(3,213)
Option charge arising from share options granted	-	-	-	-	-	75	-	-	75	-	75
At 31 December 2020	147,401	(20,244)	20,792	(14,894)	11,182	1,628	22,932	110,451	279,248	105,239	384,487

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2021.

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Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Three Months Ended 31 December 2021

	31 December 2021 RM'000	31 December 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	66,724	1,523
Adjustments for :		
Depreciation of:		
- property, plant and equipment	479	487
- right-of-use assets	1,216	1,213
Amortisation of intangible assets	128	140
Loss on disposal of property, plant and equipment	27	2
Loss on disposal of intangible asset	28	-
Gain on fair value of financial assets at fair value through profit or loss	(54)	(3,934)
Gain on disposal of investments	(303)	(352)
Gain on disposal of an associated company	(71,600)	-
Net loss on remeasurement of leases	1	-
Income from COVID-19 related rent concessions	(10)	-
Dividend income	(1,950)	(3,868)
Interest income	(1,944)	(1,686)
Income from Islamic fixed deposits	(100)	(126)
Interest expense	1,558	1,626
Allowance for impairment:		
- insurance receivables	231	-
Write back in allowance for impairment:		
- insurance receivables	-	(548)
Share of losses of associated companies	1,383	863
Allowance for unutilised leave	(854)	(174)
Pension cost - defined benefit plan	24	-
Share options expense	38	75
Unrealised (gain)/loss on foreign exchange	(185)	126
Operating loss before working capital changes	<u>(5,163)</u>	<u>(4,633)</u>
Changes in working capital:		
Disposal of investments	64,050	9,486
Purchase of investments	(6,585)	(13,754)
(Increase)/decrease in deposits and placements with financial institutions	(94,545)	17,814
Decrease in loans	6	7
Increase in reinsurance assets	(1,072)	(3,742)
Decrease in insurance receivables	8,210	10,822
Increase in amounts due from associated companies	(2,284)	(1,346)
Increase in trade and other receivables	(1,059)	(3,288)
Decrease in lease receivables	89	136
Decrease/(increase) in inventories - goods for resale	73	(54)
Additional direct expenditure of land held for development	(761)	(819)
Increase/(decrease) in insurance contract liabilities	11,004	(1,255)
Increase/(decrease) in insurance payables	15,765	(3,065)
Decrease in payables	(1,566)	(1,430)
Cash (used in)/generated from operations	<u>(13,838)</u>	<u>4,879</u>
Tax paid, net of tax refunded	(999)	(837)
Dividends received	2,066	1,911
Interest received	1,141	1,989
Income received from Islamic fixed deposits	100	126
Interest paid	<u>(1,568)</u>	<u>(1,578)</u>
Net cash (used in)/generated from operating activities	<u>(13,098)</u>	<u>6,490</u>

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Three Months Ended 31 December 2021 (Cont'd)

	31 December 2021 RM'000	31 December 2020 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of associated companies	-	(94)
Purchase of property, plant and equipment	(185)	(244)
Acquisition of right-of-use assets	(41)	-
Purchase of intangible assets	(3)	(2)
Disposal of investments	83,887	1,511
Disposal of property, plant and equipment	22	1
Disposal of intangible asset	15	-
Net cash generated from investing activities	<u>83,695</u>	<u>1,172</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Resale of treasury shares	46	-
Issuance of share capital	9	-
Dividends paid to equity holders of the Company	(3,213)	(3,213)
Payment of principal portion of lease liabilities	(1,423)	(1,460)
Proceeds from drawdown of borrowings	-	3,438
Net cash used in financing activities	<u>(4,581)</u>	<u>(1,235)</u>
Net increase in cash and cash equivalents	66,016	6,427
Foreign exchange differences	30	368
Cash and cash equivalents at beginning of period	51,005	71,021
Cash and cash equivalents at end of period	<u>117,051</u>	<u>77,816</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances #	<u>117,051</u>	<u>77,816</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 2021	12,669	93,029	105,698
<u>Cash flows:</u>			
Payment of principal portion of lease liabilities	(1,423)	-	(1,423)
<u>Non-cash transactions</u>			
Acquisition of right-of-use assets	903	-	903
Accretion of interests	177	-	177
Remeasurement of lease liabilities	(18)	-	(18)
COVID-19 related rent concessions	(10)	-	(10)
Transaction costs	-	121	121
Translation differences	42	(2)	40
At 31 December 2021	<u>12,340</u>	<u>93,148</u>	<u>105,488</u>

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