

PACIFIC & ORIENT BERHAD

Registration no. 199401022687 (308366-H)

CONDENSED CONSOLIDATED FINANCIAL POSITION

	As At 30/9/2023 RM'000	As At 30/9/2022 RM'000
ASSETS		
Property, plant and equipment	20,886	20,916
Investment properties	640	640
Right-of-use assets	11,714	11,830
Goodwill on consolidation	13,161	-
Intangible assets	4,123	1,061
Deferred tax assets	699	1,475
Investments	332,113	388,217
Fair value through other comprehensive income	86,073	121,335
Fair value through profit or loss	246,040	266,882
Investment in associated companies	14,326	6,890
Inventories - goods for resale	87	186
Property development costs	201,342	94,462
Contract cost assets	2,682	-
Loans	13	2,112
Reinsurance assets	216,535	208,218
Insurance receivables	12,927	13,834
Trade receivables	1,991	4,493
Lease receivables	1,145	549
Other receivables	59,877	54,522
Due from associated companies	1,452	8,758
Tax recoverable	2,705	-
Deposits and placements with financial institutions	136,945	166,168
Cash and bank balances	39,115	103,740
Total assets	1,074,478	1,088,071
LIABILITIES		
Insurance contract liabilities	526,793	550,146
Insurance payables	22,122	16,336
Deferred tax liabilities	4,978	4,628
Trade payables	351	622
Other payables	44,372	31,561
Borrowings	27,942	1,765
Lease liabilities	10,327	10,585
Tax payable	-	359
Total liabilities	636,885	616,002
EQUITY		
Share capital	148,874	148,293
Treasury shares	(20,192)	(20,192)
Merger reserve	20,792	20,792
Translation reserve	(21,324)	(18,353)
Revaluation reserve	12,047	11,473
Fair value through other comprehensive income ("FVOCI") reserve	(3,676)	20,460
Share options reserve	1,851	1,865
Retained profits	187,690	185,401
Equity attributable to equity holders of the Company	326,062	349,739
Non-controlling interest	111,531	122,330
Total equity	437,593	472,069
Total liabilities and equity	1,074,478	1,088,071
Net assets per share (Sen)	121	130
Based on number of shares (net of treasury shares)('000)	269,290	268,685

The condensed interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2022.

CONDENSED CONSOLIDATED INCOME STATEMENT
For The Year Ended 30 September 2023

	Quarter ended 30-Sep-23 RM'000	Quarter ended 30-Sep-22 RM'000	Year to date 30-Sep-23 RM'000	Year to date 30-Sep-22 RM'000
Revenue	68,533	76,391	281,105	311,375
Other operating income	18,213	18,598	42,982	115,834
	86,746	94,989	324,087	427,209
Operating expenses	(94,517)	(81,108)	(340,050)	(363,417)
(Loss)/profit from operations	(7,771)	13,881	(15,963)	63,792
Finance costs	(216)	(259)	(893)	(4,856)
	(7,987)	13,622	(16,856)	58,936
Share of losses of associated companies	(851)	191	(2,084)	(2,170)
(Loss)/profit before tax	(8,838)	13,813	(18,940)	56,766
Income tax	(2,384)	(710)	(2,283)	(1,156)
(Loss)/profit for the period	(11,222)	13,103	(21,223)	55,610
Attributable to :				
Equity holders of the Company	(11,699)	10,365	(17,886)	54,482
Non-controlling interest	477	2,738	(3,337)	1,128
(Loss)/earnings per share attributable to equity holders of the Company :				
- Basic (loss)/earnings per share (sen)	(4.34)	3.86	(6.65)	20.32
- Diluted earnings per share (sen)	# ⁽¹⁾	3.81	# ⁽¹⁾	20.08
[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 2022.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For The Year Ended 30 September 2023

	Quarter ended 30-Sep-23 RM'000	Quarter ended 30-Sep-22 RM'000	Year to date 30-Sep-23 RM'000	Year to date 30-Sep-22 RM'000
(Loss)/profit for the period	(11,222)	13,103	(21,223)	55,610
Other comprehensive income/(loss):				
Items that may be reclassified to income statement in subsequent periods:				
Currency translation differences in respect of foreign operations	1,861	(945)	(2,971)	(2,221)
Fair value changes on FVOCI financial assets - debt instruments				
- (Loss)/gain on fair value changes	(37)	(135)	1,188	(499)
- Deferred tax	9	33	(285)	120
	(28)	(102)	903	(379)
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	955	2,737	209	17,155
- Deferred tax	239	(1,481)	468	3,960
- Tax expense on disposal of FVOCI financial assets - equity instruments	(338)	445	(749)	(4,313)
	856	1,701	(72)	16,802
Surplus from revaluation of land and buildings				
- Gross surplus from revaluation	1,482	472	1,482	472
- Deferred tax	(356)	(113)	(356)	(113)
	1,126	359	1,126	359
Other comprehensive income/(loss) for the period, net of tax	3,815	1,013	(1,014)	14,561
Total comprehensive (loss)/income for the period	(7,407)	14,116	(22,237)	70,171
Attributable to :				
Equity holders of the Company	(8,585)	11,648	(20,352)	68,472
Non-controlling interest	1,178	2,468	(1,885)	1,699

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Year Ended 30 September 2023

	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 2022	148,293	(20,192)	20,792	(18,353)	11,473	1,865	20,460	185,401	349,739	122,330	472,069
Net loss for the period	-	-	-	-	-	-	-	(17,886)	(17,886)	(3,337)	(21,223)
Other comprehensive (loss)/income for the period	-	-	-	(2,971)	574	-	(69)	-	(2,466)	1,452	(1,014)
Total comprehensive (loss)/income for the period	-	-	-	(2,971)	574	-	(69)	(17,886)	(20,352)	(1,885)	(22,237)
Dividends to equity holders of the Company (Note B9)	-	-	-	-	-	-	-	(12,908)	(12,908)	-	(12,908)
Option charge arising from share options granted	-	-	-	-	-	140	-	-	140	-	140
Ordinary shares issued pursuant to exercise of ESOS	581	-	-	-	-	(52)	-	-	529	-	529
Forfeiture of ESOS	-	-	-	-	-	(102)	-	75	(27)	27	-
Transfer of FVOCI reserve to retained profits upon disposal of financial assets at FVOCI	-	-	-	-	-	-	(24,067)	33,008	8,941	(8,941)	-
At 30 September 2023	148,874	(20,192)	20,792	(21,324)	12,047	1,851	(3,676)	187,690	326,062	111,531	437,593

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Year Ended 30 September 2023 (Cont'd)

	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 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	-	52	-	-	-	-	-	(6)	46	-	46
Net profit for the period	-	-	-	-	-	-	-	54,482	54,482	1,128	55,610
Other comprehensive (loss)/income for the period	-	-	-	(2,221)	184	-	16,027	-	13,990	571	14,561
Total comprehensive (loss)/income for the period	-	-	-	(2,221)	184	-	16,027	54,482	68,472	1,699	70,171
Dividends to equity holders of the Company	-	-	-	-	-	-	-	(26,270)	(26,270)	-	(26,270)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(980)	(980)
Option charge arising from share options granted	-	-	-	-	-	273	-	-	273	-	273
Ordinary shares issued pursuant to exercise of ESOS	892	-	-	-	-	(79)	-	-	813	-	813
Forfeiture of ESOS	-	-	-	-	-	(66)	-	38	(28)	28	-
Transfer of FVOCI reserve to retained profits upon disposal of financial assets at FVOCI	-	-	-	-	-	-	(65,649)	56,708	(8,941)	8,941	-
At 30 September 2022	148,293	(20,192)	20,792	(18,353)	11,473	1,865	20,460	185,401	349,739	122,330	472,069

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Year Ended 30 September 2023

	Audited 30 September 2023 RM'000	Audited 30 September 2022 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(18,940)	56,766
Adjustments for :		
Depreciation of:		
- property, plant and equipment	1,978	1,950
- right-of-use assets	4,623	4,567
Amortisation of intangible assets	720	430
Loss/(gain) on disposal of:		
- property, plant and equipment	68	6
- intangible assets	-	60
- investments	(6,189)	(56)
- an associated company	-	(71,633)
Property, plant and equipment written off	95	11
Intangible assets written off	28	-
Inventories written off	12	27
Loss on fair value of investment property	-	10
(Gain)/loss on fair value of financial assets at fair value through profit or loss	(1,791)	6,932
Gain on derecognition of right-of-use assets	(334)	(78)
Net (gain)/loss on remeasurement of leases	(22)	13
Loss on remeasurement of previously held interests	1,396	-
Income from COVID-19 related rent concessions	-	(9)
Dividend income	(3,319)	(4,066)
Distribution income	-	(4,711)
Interest income	(9,920)	(9,224)
Income from Islamic fixed deposits	(537)	(420)
Interest expense	723	4,646
(Write back of allowance for)/allowance for impairment:		
- property, plant and equipment	-	(1,574)
- investment in an associated company	-	2,405
- amounts due from an associated company	(398)	16,133
- insurance receivables	131	33
- trade receivables	(825)	(1,873)
- corporate debt securities	7	(52)
Bad debts written off:		
- trade receivables	9	-
Share of losses of associated companies	2,084	2,170
Allowance/(write back) for unutilised leave	676	(752)
Pension cost - defined benefit plan	210	103
Share options expense	140	273
Unrealised gain on foreign exchange	(10,829)	(8,560)
Operating loss before working capital changes	(40,204)	(6,473)
Changes in working capital:		
Disposal of investments	37,638	134,609
Purchase of investments	(19,087)	(43,333)
Decrease/(increase) in deposits and placements with financial institutions	29,223	(50,378)
Decrease in loans	2,099	26
Increase in reinsurance assets	(8,317)	(14,272)
Decrease in insurance receivables	776	9,586
Decrease/(increase) in amounts due from associated companies	7,165	(7,619)
(Increase)/decrease in trade and other receivables	(4,319)	4,779
Decrease in lease receivables	544	385
Decrease in inventories - goods for resale	87	104
Increase in property development costs	(105,993)	(36,077)
Increase in contract cost assets	(2,682)	-
(Decrease)/increase in insurance contract liabilities	(23,353)	6,460
Increase/(decrease) in insurance payables	5,786	(7,452)
Increase in payables	10,345	17,205
Cash (used in)/generated from operations	(110,292)	7,550
Tax paid, net of tax refunded	(5,008)	(6,195)
Dividends received	3,348	3,822
Distribution income received	-	1,093
Interest received	8,347	7,973
Income received from Islamic fixed deposits	537	419
Interest paid	(44)	(3,347)
Net cash (used in)/generated from operating activities	(103,112)	11,315

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Year Ended 30 September 2023 (Cont'd)

	Audited 30 September 2023 RM'000	Audited 30 September 2022 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Step-up acquisition of a subsidiary company, net of cash acquired	(5,935)	-
Acquisition of associated companies	(12,207)	(2,612)
Purchase of property, plant and equipment	(785)	(820)
Acquisition of right-of-use assets	(470)	(342)
Purchase of intangible assets	(2,089)	(84)
Purchase of investments	-	(1,015)
Disposal of investments	46,980	84,078
Disposal of property, plant and equipment	265	41
Disposal of intangible asset	-	29
Disposal of an associated company	-	79,804
Derecognition of right-of-use assets	570	56
Net cash generated from investing activities	<u>26,329</u>	<u>159,135</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Resale of treasury shares	-	46
Issuance of share capital	529	813
Dividends paid to equity holders of the Company	(12,908)	(26,270)
Dividend paid to a non-controlling interest	-	(980)
Payment of principal portion of lease liabilities	(6,124)	(5,829)
Drawdown/(repayment) of borrowings, net	25,958	(91,690)
Net cash generated/(used) in financing activities	<u>7,455</u>	<u>(123,910)</u>
Net (decrease)/increase in cash and cash equivalents	(69,328)	46,540
Foreign exchange differences	4,703	6,195
Cash and cash equivalents at beginning of year	103,740	51,005
Cash and cash equivalents at end of year	<u>39,115</u>	<u>103,740</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances #	<u>39,115</u>	<u>103,740</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 2022	10,585	1,765	12,350
<u>Cash flows:</u>			
Payment of principal portion of lease liabilities	(6,124)	-	(6,124)
Drawdown of borrowings	-	25,958	25,958
<u>Non-cash transactions</u>			
Acquisition of a subsidiary through business combination	-	195	195
Acquisition of right-of-use assets	4,114	-	4,114
Accretion of interests	582	-	582
Remeasurement of lease liabilities	1,004	-	1,004
Transaction costs	-	24	24
Translation differences	166	-	166
At 30 September 2023	<u>10,327</u>	<u>27,942</u>	<u>38,269</u>

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