



## **KHEE SAN BERHAD**

[Registration No.: 199401018697 (304376-A)]  
(Incorporated in Malaysia)

**(“KSB” or “the Company”)**

**Interim Financial Statements**

**Fourth Quarter Results**

**For the Financial Year ended**

**30 June 2021**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**

	Individual Quarter (Unaudited)		Cumulative Quarter (Unaudited)	
	Ended 30.06.2021 RM'000	Ended 30.06.2020 RM'000	Ended 30.06.2021 RM'000	Ended 30.06.2020 RM'000
<b>Revenue</b>	7,921	N/A	59,551	N/A
Cost of sales	(7,685)	N/A	(49,462)	N/A
<b>Gross Profit</b>	<u>236</u>	<u>N/A</u>	<u>10,089</u>	<u>N/A</u>
Other income	84	N/A	4,861	N/A
Selling and distribution costs	(44)	N/A	(115)	N/A
Administrative expenses	(7,472)	N/A	(74,155)	N/A
Other expense	(478)	N/A	(487)	N/A
Finance income	1	N/A	12	N/A
Finance cost	(1,318)	N/A	(5,267)	N/A
<b>Loss before tax</b>	<u>(8,991)</u>	<u>N/A</u>	<u>(65,062)</u>	<u>N/A</u>
Income tax expenses	6,008	N/A	6,008	N/A
<b>Loss for the period</b>	<u>(2,983)</u>	<u>N/A</u>	<u>(59,054)</u>	<u>N/A</u>
<b>Other Comprehensive Income</b>	<u>1,405</u>	<u>N/A</u>	<u>1,405</u>	<u>N/A</u>
<b>Total Comprehensive Loss for the Period</b>	<u>(1,578)</u>	<u>N/A</u>	<u>(57,649)</u>	<u>N/A</u>
<b>Loss for the Period attributable to:</b>				
Owners of the Company	(2,983)	N/A	(59,054)	N/A
Non-controlling interest	-	N/A	-	N/A
	<u>(2,983)</u>	<u>N/A</u>	<u>(59,054)</u>	<u>N/A</u>
<b>Total Comprehensive Loss attributable to:</b>				
Owners of the Company	(1,578)	N/A	(57,649)	N/A
Non-controlling interest	-	N/A	-	N/A
	<u>(1,578)</u>	<u>N/A</u>	<u>(57,649)</u>	<u>N/A</u>
<b>Loss per Share (Sen)</b>				
Basic	<u>(2.61)</u>	<u>N/A</u>	<u>(51.62)</u>	<u>N/A</u>
Diluted	<u>-</u>	<u>N/A</u>	<u>-</u>	<u>N/A</u>

There are no comparative figures disclosed for the current quarter and the cumulative period-to-date results following the change in the financial year from 31 December 2019 to 30 June 2020. The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021**

	(Unaudited) As at 30.06.2021 RM'000	(Audited) As at 30.06.2020 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	60,231	114,957
Intangible assets	-	-
Right-of-use assets	1,466	7,634
<b>Total Non-Current Assets</b>	<u>61,697</u>	<u>122,591</u>
<b>Current Assets</b>		
Inventories	6,525	5,264
Trade receivables	3,080	2,543
Other receivables, deposits and prepayments	1,204	2,750
Current tax assets	16	1,064
Cash and bank balances	2,388	4,311
<b>Total Current Assets</b>	<u>13,213</u>	<u>15,932</u>
<b>Total Assets</b>	<u>74,910</u>	<u>138,523</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	109,790	109,790
Reserves	(178,324)	(120,675)
<b>Total Equity</b>	<u>(68,534)</u>	<u>(10,885)</u>
<b>Non-Current Liabilities</b>		
Deferred tax liabilities	6,086	14,996
Borrowings	305	-
Lease liabilities	625	1,322
<b>Total Non-Current Liabilities</b>	<u>7,016</u>	<u>16,318</u>
<b>Current Liabilities</b>		
Trade payables	16,031	22,057
Other payables and accruals	39,199	31,426
Amount due to directors	5,225	5,000
Current tax liabilities	108	6
Borrowings	74,661	73,730
Lease liabilities	1,204	871
<b>Total Current Liabilities</b>	<u>136,428</u>	<u>133,090</u>
<b>Total Liabilities</b>	<u>143,444</u>	<u>149,408</u>
<b>Total Equity and Liabilities</b>	<u>74,910</u>	<u>138,523</u>
Net Liabilities per Ordinary Share (RM)	(0.60)	(0.10)

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial statements.

**KHEE SAN BERHAD***[Registration No.: 199401018697 (304376-A)] Incorporated in Malaysia***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**

	<b>Share Capital</b>	<b>Non-Distributable Merger Reserve</b>	<b>Revaluation Reserve</b>	<b>Distributable Accumulated losses</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>12 months ended 30 June 2021</b>					
<b>As at 1 July 2020</b>	109,790	(17,444)	31,248	(134,479)	(10,885)
Total comprehensive loss (Loss for the period)	-	-	1,405	(59,054)	(57,649)
<b>As at 30 June 2021</b>	<b>109,790</b>	<b>(17,444)</b>	<b>32,653</b>	<b>(193,533)</b>	<b>(68,534)</b>

*There are no comparative figures disclosed for the current quarter and the cumulative period-to-date results following the change in the financial year from 31 December 2019 to 30 June 2020. The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the period ended 30 June 2020 and the accompanying explanatory notes attached to the interim financial statements.*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR  
THE FOURTH QUARTER ENDED 30 JUNE 2021**

	(Unaudited)	
	12 Months Ended 30.06.2021 RM'000	12 Months Ended 30.06.2020 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Loss before tax</b>	(65,062)	N/A
Adjustments for: -		
Depreciation of property, plant and equipment	7,954	N/A
Depreciation of right-of-use assets	987	N/A
Gain on disposal of property, plant and equipment	(221)	N/A
Impairment loss on property, plant and equipment	42,759	N/A
Impairment loss on right-of-use assets	4,085	N/A
Impairment loss on trade receivables	1,719	N/A
Inventory written off	176	N/A
Deposits written off	807	N/A
Property, plant and equipment written off	4,990	N/A
Right-of-use assets written off	1,269	N/A
Finance income	(12)	N/A
Finance costs	5,267	N/A
Unrealised loss on foreign exchange	4,024	N/A
Operating profit before changes in working capital	8,742	N/A
Changes in working capital:		
Inventories	(1,437)	N/A
Trade receivables	(6,281)	N/A
Other receivables	739	N/A
Trade payables	(6,026)	N/A
Other payables	7,775	N/A
Amount due to directors	226	N/A
Cash generated from operations	3,738	N/A
Tax paid	(346)	N/A
Interest received	12	N/A
Interest paid	(5,267)	N/A
<b>Net cash used in operating activities</b>	(1,863)	N/A
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of right-of-use asset	(100)	N/A
Proceed from disposal of property, plant and equipment	259	N/A
Purchase of property, plant and equipment	(1,089)	N/A
<b>Net cash used in investing activities</b>	(930)	N/A
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Drawdown of borrowings	763	N/A
Repayment of lease liabilities	(365)	N/A
<b>Net cash generated from financing activities</b>	398	N/A
<b>Net Changes in Cash and Cash Equivalents</b>	(2,395)	N/A
<b>Cash and Cash Equivalents at beginning of the period</b>	(3,721)	N/A
<b>Cash and Cash Equivalents at the end of the period</b>	(6,116)	N/A

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**Cash and Cash Equivalents included in the Unaudited Condensed Consolidated Statement of Cash Flow comprise the following: -**

	<b>30.06.2021</b>	<b>30.06.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	2,388	N/A
Bank overdraft	(8,504)	N/A
	<u>(6,116)</u>	<u>N/A</u>

**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2021**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134**

**A1. BASIS OF PREPARATION**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 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 period ended 30 June 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial period ended 30 June 2020.

**A2. SIGNIFICANT ACCOUNTING POLICIES**

In addition to the accounting policies and presentations adopted by the Group for the audited financial statements for the financial period ended 30 June 2020, the Group has further adopted the following MFRS in the interim financial statement, effective from 1 July 2020:

Amendments to MFRS 3	Definition of a business
Amendments to MFRS 4	Extension of the Temporary Exemption from Applying MFRS 9
Amendments to MFRS 7	Interest Rate Benchmark Reform
Amendments to MFRS 9	Interest Rate Benchmark Reform
Amendments to MFRS 16	Covid-19 – Related Rent Concessions
Amendments to MFRS 101	Definition of Material, Deferral of Effective Date
Amendments to MFRS 108	Definition of Material
Amendments to MFRS 139	Interest Rate Benchmark Reform

The Group expect that the adoption of the above Standards, Amendments and IC Interpretation are not expected to have any material financial impacts to the current period and prior period financial statements.

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**A3. QUALIFICATION OF PRECEDING YEAR'S AUDITED FINANCIAL STATEMENTS**

The auditors have expressed a qualified opinion on balances related to cash at bank, bank overdraft, banker's acceptance and lease liabilities. In addition to the qualified opinion expressed, the auditors have expressed an emphasis of matter on material uncertainty relating to going concern, in respect of the Company's audited financial statements for the financial period ended 30 June 2020 in their report dated 30 October 2020.

A. The basis for qualified opinion by the auditors were as follows:

"As disclosed in Note 43 to the financial statements, the Group and the Company are currently involved in a spate of litigation against their bankers resulting to deadlock in bank confirmation process by the bankers. The Group and the Company are addressing the issue to relevant authorities in due time. As at-to-date, we have yet to receive the reply on our bank confirmation request from certain bankers of the Group. Consequential thereof, we are unable to reconcile and confirm the balance in total sum of the followings accounts as at 30 June 2020: -

	<b>Group RM</b>
Cash at bank	129,563
Bank overdraft	5,939,815
Bankers' acceptances	56,004,000
Lease liabilities	1,543,705

Without the bank confirmation, we are also unable to verify the related accrued interest charges, additional or new collateral, if any, by other alternative procedures."

B. The emphasis of matters by the auditors were as follows:

"We draw attention to Note 2.1 to the financial statements, which discloses the following: -

1. For the financial period ended 30 June 2020, the Group and the Company incurred net losses of RM152,800,849 and RM105,234,513 respectively. As of that date, the Group reported shareholders' deficit of RM10,884,605, and the Group's and the Company's current liabilities exceeded the current assets by RM117,156,989 and RM2,554,960 respectively.
2. As disclosed in Note 42(ii) to the financial statements, the Company had in 10 July 2020 announced that it has triggered the Prescribed Criteria of paragraph 2.1(f) of Practice Note 17 ("PN17") pursuant to paragraph 8.04(2) of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia whereby it has defaulted in payment by the listed issuers, its major subsidiary or major associated company, as the case may be, as announced pursuant to paragraph 9.19A of the MMLR as per the Company's announcement made on 8 July 2020.

Pursuant to the Bursa Malaysia's Circular dated 16 April 2020; Additional Temporary Relief Measures To Listed Issuer, the Company which has triggered the above Prescribed Criteria under PN17 of the MMLR from 17 April 2020 to 30 June 2021 ("Relief Period") was granted PN17 Relief Measures as follow: -

- a. the Company will not be classified as a PN17 listed issuer and will not be required to comply with the obligations pursuant to paragraph 8.04(3) and PN17 of the MMLR for a period of 12 months from the date of triggering the criteria;
- b. the Company is still required to make an immediate announcement that it has triggered the Suspended Criteria and the relief provided ("Relief Announcement");

**A3. QUALIFICATION OF PRECEDING YEAR'S AUDITED FINANCIAL STATEMENTS (Cont'd)**

- c. upon the expiry of the 12 months from the Relief Announcement, the Company must re-assess its condition and announce whether it continues to trigger any of the criteria in PN17 of the MMLR ("said Announcement");
- d. if the company continues to trigger any of the criteria in PN17 of the MMLR, it will then be classified as a PN17 listed issuer and must comply with all obligations under paragraph 8.04(3) and PN17 of the MMLR, including the obligation to submit a regularisation plan to the relevant authorities within 12 months from the said announcement.

The above events and conditions indicate that a material uncertainty exist that may cast significant doubt on the Group and the Company's ability to continue as a going concern and therefore, the Group and the Company may be unable to realise their assets and discharge their liabilities in the normal course of business.

Nevertheless, the financial statements of the Group and the Company have been prepared on a going concern basis, the validity of which is dependent on the following: -

- a. the Company is currently in the process of formulating a Proposed Regularisation Plan to address the financial condition of the Group and of the Company and believes that the Proposed Regularisation Plan once formulated and implemented after obtaining the approval from relevant authorities, will enable the Group and the Company to generate sufficient cash flows to meet their obligations;
- b. advances from a director amounted to RM5 million in June 2020 as disclosed in Note 22 to the financial statements;
- c. continuous financial support provided by substantial shareholders to the Group and the Company to meet their obligations; and
- d. the Group and the Company are currently implementing various group-wide cost cutting measures to reduce the operating costs and improve profitability and stringent monitoring of administrative costs.

Should the going concern basis for the preparation of the financial statement be no longer appropriate. Adjustments will have to be made to state the assets at their realisable values and to provide further liabilities which may arise.

Our opinion is not modified in respect of this matter."

**A4. SEASONALITY OR CYCLICALITY OF OPERATIONS**

The business operations of the Group were not significantly affected by any seasonal or cyclical factor.

**A5. EXCEPTIONAL / UNUSUAL ITEMS**

There were no other exceptional or unusual items affecting financial statements of the Group for the current quarter under review.



**A6. MATERIAL CHANGES IN ESTIMATES**

There were no changes in estimates of amounts reported in prior financial period that have a material effect in the current quarter and financial period-to-date.

**A7. DEBT AND EQUITY SECURITIES**

There were no issuances and repayment of debts and equity securities for current quarter and financial period-to-date.

**A8. DIVIDENDS PAID**

There were no dividends paid during the quarter under review.

**A9. SEGMENTAL REPORTING**

MFRS 8 - *Operating Segment* requires separate reporting of segmental information for operating segments. Operating segments reflect the Group's management structure and the way financial information is regularly reviewed by the Executive Board in making decisions.

Detailed segmental reporting is not provided as the Group's primary business segments is principally engaged in the manufacturing and trading of confectionery, sweets and candies and its operation is principally located in Malaysia.

Segment assets, segment liabilities and capital additions were not disclosed as they were not regularly provided to the chief operating decision maker for the day-to-day operation decision making.

Therefore, the Group's operations can be segmented by business activities namely:

- a) Manufacturing and trading of confectionery, sweets and candies; and
- b) Investment holding

**A9. SEGMENTAL REPORTING (Cont'd)**

The segment analysis for the current financial period-to-date:

	<b>Cumulative Quarter ended 30 June 2021</b>			
	<b>Investment Holding RM'000</b>	<b>Manufacturing and Trading RM'000</b>	<b>Elimination RM'000</b>	<b>Group (total) RM'000</b>
<b>Segment Revenue and Results</b>				
<b>Revenue</b>				
- Export	-	30,364	-	30,364
- Local	-	52,867	(23,680)	29,187
Total revenue	-	<b>83,231</b>	<b>(23,864)</b>	<b>59,551</b>
<b>Results: Operating loss</b>	-	<b>(59,807)</b>	-	<b>(59,807)</b>

	<b>Cumulative Quarter ended 30 June 2020</b>			
	<b>Investment Holding RM'000</b>	<b>Manufacturing and Trading RM'000</b>	<b>Elimination RM'000</b>	<b>Group (total) RM'000</b>
<b>Segment Revenue and Results</b>				
<b>Revenue</b>				
- Export	N/A	N/A	N/A	N/A
- Local	N/A	N/A	N/A	N/A
Total revenue	N/A	N/A	N/A	N/A
<b>Results: Operating loss</b>	N/A	N/A	N/A	N/A

	<b>Cumulative Quarter</b>	
	<b>30.06.2021 RM'000</b>	<b>30.06.2020 RM'000</b>
<b>Reconciliation of reportable segment loss</b>		
Total operating loss for reporting segment	(59,807)	N/A
Finance income	12	
Finance costs	(5,267)	N/A
<b>Consolidated loss before tax</b>	<b>(65,062)</b>	<b>N/A</b>

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTERLY PERIOD**

There were no material events subsequent to the end of quarter that has not been reflected in the Unaudited Financial Statements for the quarter under review, other than as follows:

- a) On 12 July 2021, the Writ of Summons and Statement of Claim filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against HSBC Bank Malaysia Berhad ("Defendant") came up for Case Management via e-Review for Appellant Notice of Appeal Against Enclosure 96 (Enclosure 1).
- b) On 13 July 2021, the Writ of Summons and Statement of Claim filed by Alliance Bank Malaysia Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Case Management via e-Review for Defendants' Stay Application (Enclosure 99) and the Court had directed the parties to exchange written submissions on or before 28 July 2021 and submissions in reply on or before 11 August 2021.
- c) On 23 July 2021, the Writ of Summons and Statement of Claim filed by the Company's wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against Bank of China (Malaysia) Berhad ("Defendant") came up for Hearing via Zoom for the Appellants' Notice of Motion for a Stay of Execution ("Enclosure 3") and the Court has dismissed Enclosure 3 with cost of RM10,000.00 subject to allocator fees.
- d) On 27 July 2021, the Writ of Summons and Statement of Claim filed by the Company's wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against OCBC Al-Amin Bank Berhad ("Defendant") came up for Hearing via Zoom for Plaintiffs' Stay of Execution Application ("Enclosure 68") and the Court had reserved its decision until 3 August 2021.
- e) On 27 July 2021, the Writ of Summons and Statement of Claim filed by Maybank Islamic Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Hearing via Zoom for Defendants' Stay Execution Application ("Enclosure 78") and the Court had reserved its decision until 3 August 2021.
- f) On 30 July 2021, the Writ of Summons and Statement of Claim filed by the Company's wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against United Overseas Bank (Malaysia) Berhad ("Defendant") came up for Case Management via e-Review for Plaintiffs' Stay of Execution Application ("Enclosure 65") and the Court had decided as follows:
  1. Defendant to file Affidavit in Reply on or before 4 August 2021;
  2. Plaintiffs to file Affidavit in Reply 18 August 2021;
  3. Parties to exchange Written Submission on or before 27 October 2021; and
  4. Written submission in reply to be filed on or before 10 November 2021.
- g) On 2 August 2021, the Writ of Summons and Statement of Claim filed by Standard Chartered Bank Malaysia Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Case Management via e-Review for the Defendants' Stay of Execution Application ("Enclosure 56").
- h) On 3 August 2021, the Writ of Summons and Statement of Claim filed by Maybank Islamic Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Decision via email for Defendants' Stay Execution Application ("Enclosure 78") and the Court had dismissed Enclosure 78 with cost of RM5,000.00.

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTERLY PERIOD (Cont'd)**

- i) On 3 August 2021, the Writ of Summons and Statement of Claim filed by the Company's wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against OCBC Al-Amin Bank Berhad ("Defendant") came up for Decision via email for Plaintiffs' Stay of Execution Application ("Enclosure 68") and the Court had dismissed Enclosure 68 with cost of RM5,000.00.
- j) On 16 August 2021, the Writ of Summons and Statement of Claim filed by Alliance Bank Malaysia Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Case Management via e-Review for Defendants' Stay Application (Enclosure 99).
- k) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against Maybank Islamic Berhad ("Respondent") came up for Case Management via zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- l) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against OCBC Bank (Malaysia) Berhad ("Respondent") came up for Case Management via Zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- m) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against HSBC Bank Malaysia Berhad ("Respondent") came up for Case Management via zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- n) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against United Overseas Bank (Malaysia) Berhad ("Respondent") came up for Case Management via Zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- o) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against Alliance Bank Malaysia Berhad ("Respondent") came up for Case Management via Zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- p) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against Standard Chartered Bank Malaysia Berhad ("Respondent") came up for Case Management via Zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.
- q) On 20 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against OCBC Al-Amin Bank Berhad ("Respondent") came up for Case Management via Zoom for Appellants' Notice of Appeal Against the Decision of Enclosure 12 ("Enclosure 1") and the Court had directed that all documents be filed before 1 December 2021.

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTERLY PERIOD (Cont'd)**

- r) On 25 August 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against OCBC Bank (Malaysia) Berhad ("Respondent") came up for Case Management via e-Review for Appellants' Notice of Appeal Against the Decision of Enclosure 79 ("Enclosure 1").
- s) On 27 August 2021, the Board of Directors of the Company wish to announce that Bank of China (Malaysia) Berhad ("BOC"), via their solicitors, Messrs. Skrine, had issued a notice pursuant to Section 466(1)(a) of the Companies Act 2016 and has given the Company 21 days' notice to make payment pursuant to a consent judgment dated 5 December 2019. However, the Company has filed an appeal to the Court of Appeal which has been fixed for case management on 8 September 2021 to set aside the consent judgment.
- t) On 7 September 2021, The Board of Directors of the Company wish to announce that the Company through its solicitors, Messrs Krish Maniam & Co., filed an Originating Summons and Notice of Application for Fortuna Injunction against Bank of China Malaysia Berhad's Statutory Notice under Section 466 (1)(a) Companies Act 2016.
- u) On 8 September 2021, the Notice of Appeal filed by the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Appellants") against Bank of China (Malaysia) Berhad ("Respondent") came up for Case-Management via zoom for the Appellants' Notice of Appeal Against the Decision of Enclosure 5 ("Enclosure 1").
- v) On 10 September 2021, the Writ of Summons and Statement of Claim filed by Eurogain Secta Sdn Bhd ("Plaintiff") against the Company ("Defendant") came up for decision of Amendment of Amended Defence and Summary Judgment via e-Review and the Court has directed as follows:
  - 1. The Defendant's application for amendment of the Amended Defence is allowed with costs in the cause.
  - 2. The Plaintiff's application for Summary Judgment is dismissed with costs in the cause.
  - 3. The Re-Amended Defence and Counterclaim to be filed on or before 20 September 2021.
- w) On 10 September 2021, the Writ of Summons and Statement of Claim filed by the Company's wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Plaintiff") against Bank of China (Malaysia) Berhad ("Defendant") came up for Case-Management for Enclosure 1 (Plaintiff's Originating Summons) and Hearing for Enclosure 6 (Plaintiff's Notice of Application for Fortuna Injunction) and the Court had dismissed Enclosure 1 and Enclosure 6 with costs of RM10,000.00.
- x) On 15 September 2021, the Writ of Summons and Statement of Claim filed by Alliance Bank Malaysia Berhad ("Plaintiff") against the Company and its wholly owned subsidiary, Khee San Food Industries Sdn Bhd ("Defendant") came up for Hearing via Zoom for Defendants' Stay Application ("Enclosure 99") and the Court had dismissed Enclosure 99 with costs of RM5,000.00.

**A11. CHANGES IN THE GROUP'S COMPOSITION**

There were no changes in the composition of the Group for the current quarter and financial period-to-date except a new 100% wholly-owned subsidiary company was incorporated on 14th August 2020.

**A12. CONTINGENT ASSETS/LIABILITIES**

Contingent liabilities of the Group as at 30 June 2021 is RM74.9 million being banking facilities granted to a subsidiary compared to RM 73.7 million as at 30 June 2020.

**B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES****B1. REVIEW OF THE GROUP PERFORMANCE****Current Quarter against Previous Year Corresponding Quarter (Individual Quarter)**

For the fourth quarter (April to June 2021) period, the Group recorded a revenue of RM7.9 million. There is no comparison with the previous year corresponding quarter as the Group changed its financial year-end from 31 December 2019 to 30 June 2020.

Loss before tax during the fourth quarter was RM8.9 million with gross profit of RM0.2 million.

**B2. COMPARISON WITH PRECEDING QUARTER RESULT (2021 Q4 vs 2021 Q3)**

The Group recorded a revenue of RM7.9 million with loss before tax of RM8.9 million for the current quarter as compared to the revenue of RM14.9 million with loss before tax of RM23.1 million in the preceding quarter ended 31 March 2021.

The Group incurred loss after tax during the quarter under review was RM2.9 million as compared with loss after tax of RM23.1 million recorded during the preceding quarter mainly due to impairment loss for property, plant and equipment incurred in the preceding quarter and reversal of deferred tax liabilities during the quarter.

**B3. GROUP'S PROSPECT**

The Malaysian economy was hit due to the covid pandemic over the last two years and the Company was not spared. However, the government has managed this pandemic well and Malaysia as a whole has achieved over 80% immunisation of the adult population and as such there has been loosening on social movement. This re-opening of the economy has helped the recovery process of the Company, hence the management is optimistic that this would translate to the recovery in the Company's revenue in time.

In so far as the issues surrounding the debts involving the banks, the Company continues to pursue its claims and the cases are now at the Appeal stage at the Court of Appeal. Despite this, the Company has continued its efforts to resolve matters with the creditor banks and all other creditor. So far in principle all creditor and majority of the creditor banks are agreeable but only one creditor bank has refused to accept the offer.

The Company is weighing all options and will decide the best course of action moving forward and will act in the best interest of its shareholders.

**B4. PROFIT FORECAST**

The Group has not issued any profit forecast to the relevant authorities and is not subject to any profit guarantee.

**B5. OPERATING LOSS**

	Current Quarter ended 30.06.2021 RM'000	Cumulative Quarter ended 30.06.2021 RM'000
Depreciation of property, plant and equipment	3,146	7,954
Depreciation of right-of-use assets	634	987
Gain on disposal of property, plant and equipment (Reversal)/Impairment loss on property, plant and equipment	-	(221)
Impairment loss on right-of-use assets	(8,254)	42,759
Impairment loss on trade receivables	4,085	4,085
Interest expense	-	1,719
Inventory written off	1,318	5,267
Deposits written off	176	176
Property, plant and equipment written off	109	807
Right-of-use assets written off	4,990	4,990
Realised loss/(gain) on foreign exchange	1,269	1,269
Unrealised (gain)/loss on foreign exchange	45	(3,751)
	<u>(38)</u>	<u>4,024</u>

**B6. TAXATION**

Tax expense/(credit) comprises of the followings:

	Current Quarter ended 30.06.2021 RM'000	Cumulative Quarter ended 30.06.2021 RM'000
<b>Income tax expense</b>		
- Current period	110	110
- Under/(Over) provision in previous financial period	1,389	1,389
	<u>1,499</u>	<u>1,499</u>
<b>Deferred tax</b>		
- Current period	(2,461)	(2,461)
- Under/(Over) provision in previous financial period	(5,046)	(5,046)
Total income tax credit	<u>(6,008)</u>	<u>(6,008)</u>

The Group incurred RM6mil tax credits in the current quarter and 12 months reported period.

**B7. CORPORATE PROPOSAL**

The company is reviewing the proposed Corporate Restructuring Plan (CRP) prepared by the appointed Investment Banker and will submit to relevant regulatory authorities for approval in due course. Management expected to complete the CRP by end of the year.

**B8. GROUP BORROWINGS AND DEBT SECURITIES (UNSECURED)**

	<b>The Group 30.06.2021 RM'000</b>
<b>Short-term Borrowings:</b>	
Bankers' acceptance	65,851
Bank overdraft	8,504
Term Loan	611
	<hr/> <hr/> <b>74,966</b>

The above total borrowings amount is carried forward as per the Company's record in its statement of financial position (balance sheets). However, the Company is currently challenging this amount and has initiated legal proceedings against the creditor banks.



**B9. MATERIAL LITIGATION**

Save as those disclosed in all previous announcements, the Company and its subsidiaries are not engaged in any other material litigations, claims or arbitration, either as plaintiff or defendant as at the date of this report. The summary of the litigation disclosed in previous announcements are summarized herein below: -

**a) List of litigation matters for the Company & its subsidiaries Khee San Food Industries Sdn Bhd (“KSFI”) (creditor banks)**

No.	Suit No:	Plaintiff	Defendant	Application filed by (Plaintiff)	Application filed by (Defendant)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLHC Suit No: WA-22NCC-401-08/2020	KSB & KSFI	OCBC Bank (Malaysia) Berhad	Enclosure 23 (Discovery Application)	Enclosure11 (Striking out) Enclosure13 (Summary Judgment)	Hearing for Enclosure11 & 13 on 25.1.2021	Decision on 25.2.2021 for Enclosure 11 & 13  (Court allowed Enclosure 11 & 13)	Plaintiffs filed Notice of Appeal for Enclosure 11 & 13 on 3.3.2021  Stay of Execution of Enclosure 13 has been filed on 22.3.2021
2.	KLHC Suit No: WA-22NCC-314-07/2020	KSB & KSFI	HSBC Bank Malaysia Berhad	Enclosure 31 (Discovery Application)	Enclosure12 (Summary Judgment) Enclosure16 (Striking out)	Hearing for Enclosure12 & 16 on 19.1.2021	Decision on 23.2.2021 for Enclosure12 & 16  (Court allowed Enclosure 12 & 16)	Plaintiffs filed Notice of Appeal for Enclosure 12 & 16 on 25.2.2021  Stay of Execution of Enclosure 12 has been filed on 22.3.2021
3.	KLHC Suit No: WA-22NCC-589-11/2020	Standard Chartered Bank Malaysia Berhad	KSB & KSFI	Enclosure 12 (Consolidation Application)	Enclosure 9 (Summary Judgment) Enclosure 14 (Striking Out)	Hearing for Enclosure 9 & 14 has been fixed on 4.6.2021.	Enclosure 12 has been struck off with no order as to cost. (As the Plaintiffs withdraw Enclosure 12)  Decision on 29.6.2021 for Enclosure 9 and 14  (Court allowed Enclosure 9 and 14)	Defendants filed Notice of Appeal for Enclosure 9 & 14 on 6.7.2021

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4.	KLHC Suit No: WA-22NCC- 466-09/2020	KSB & KSFI	Bank of China (Malaysia) Berhad	-	Enclosure 5 (Striking Out)	Hearing on 22.1.2021	Decision on 2.3.2021  (Court allowed Enclosure 5)	Plaintiffs filed Notice of Appeal for Enclosure 5 on 4.3.2021  Plaintiffs have filed the Stay of Execution of the Consent Judgment dated 5.12.2019 in the Court of Appeal by way of Notice of Motion on 29.3.2021
5.	KLHC Suit No: WA-22NCC- 215-06/2020	Alliance Bank Malaysia Berhad	KSB & KSFI	Enclosure 9 (Summary Judgment)  Enclosure 12 (Striking Out)	Enclosure 33 (Discovery Application)  Enclosure 36 (Cross Examination)	Hearing on 25.3.2021 via Zoom.	Decision for Enclosure 9 and 12 on 19.4.2021.  (Court allowed Encl. 9 & 12; Enclosure 33 & 36 have been struck out)	Defendants filed Notice of Appeal on 26.4.2021 for Enclosure 9 & 12
6.	KLHC Suit No: WA-22NCC- 396-08/2020	KSB & KSFI	United Overseas Bank (Malaysia) Berhad	Enclosure 20 (Discovery Application)	Enclosure 11 (Summary Judgment)  Enclosure 14 (Striking out)	Hearing on 27.5.2021 via E- Review	Decision for Enclosure 11 & 14 on 27.5.2021.  (Court allowed Enclosure 11&14; Enclosure 20 has been struck out)	Plaintiffs filed Notice of Appeal on 31.5.2021 for Enclosure 11 & 14

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7.	KLHC Suit No: WA-22NCC- 304-07/2020	KSB & KSFI	Maybank Islamic Berhad	Enclosure 20 (Consolidation)  Enclosure 28 (Discovery Application)	Enclosure 17 (Striking Out)	Hearing on 24.2.2021 Via E-Review	Court has transferred the matter via its own motion to Muamalat court vide new suit number: WA-22M-35- 02/2021 [Suit 35]  Decision of Suit: WA- 22M-269-07/2020 [Suit 269] will bind Suit 35	
8.	KLHC Suit No: WA-22NCC- 309-07/2020	KSB & KSFI	Standard Chartered Bank Malaysia Berhad	Enclosure 27 (Discovery Application)	Enclosure 16 (Striking Out)	Hearing on 25.1.2021	Decision on 25.2.2021  (Court has allowed Enclosure 16; Enclosure 27 has been struck out)	Plaintiffs filed Notice of Appeal for Enclosure 16 on 3.3.2021
9.	KLHC Suit No: WA-22M-310- 08/2020	KSB & KSFI	OCBC Al- Amin Bank Berhad	Enclosure 18 (Discovery Application)	Enclosure 9 (Striking Out)  Enclosure 11 (Summary Judgment)	Hearing on 8.3.2021 via Skype	Decision on 30.3.2021 via Skype.  (Court has allowed Enclosure 9 & 11; Enclosure 18 has been struck out)	Plaintiffs filed Notice of Appeal for Enclosure 11 on 2.4.2021
10.	KLHC Suit No: WA-22M-269- 07/2020	Maybank Islamic Berhad	KSB & KSFI	Enclosure 9 (Summary Judgment)  Enclosure 17 (Striking Out)	Enclosure 29 (Stay of Proceeding)	Hearing on 15.3.2021 via Skype	Decision on 30.3.2021 via Skype.  (Court has allowed Enclosure 9 & 17; Enclosure 29 has been struck out)	Plaintiffs filed Notice of Appeal for Enclosure 9 on 2.4.2021

**b) List of litigation matters for KSFI (moneylenders)**

No.	Suit No:	Plaintiff	Defendant	Application filed by (Plaintiff)	Application filed by (Defendant)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLHC Suit No: WA-22NCC-387-08/2020	Tunai Impian Enterprise Sdn Bhd	KSB & KSFI	Enclosure 10 (Summary Judgment) (Struck Out)  Enclosure 34 (Leave Application to amend Pleadings)	Enclosure 9 (Struck Out)	Full Trial has been fixed on 1.11.2021, 2.11.2021, and 3.11.2021  Hearing for Enclosure 34 fixed on 17.5.2021.  (Court has allowed Enclosure 34)		

**c) List of litigation matters for KSB (company secretary)**

No.	Suit No:	Plaintiff	Defendant	Application filed by (Plaintiff)	Application filed by (Defendant)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLSC Suit No: WA-A52NCvC-102-02/2021	Eurogain Secta Sdn Bhd	KSB	Encl.17 Summary Judgment)	Enclosure 11 (Leave application to Amend the Amended Defence to add parties)	Matter will be proceeded to trial and the next Case Management on 21.9.2021	Decision on 10.9.2021  (Court has allowed Enclosure11 and dismissed Enclosure 17)	



**d) List of litigation matters for KSFI (trade debtors)**

No.	Suit No:	Plaintiff	Defendant	Application filed by (Plaintiff)	Application filed by (Defendant)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLSC Suit No: WA-B52NCC-436-08/2020	KSFI	Impo Holdings Pvt Ltd	Service Out of Jurisdiction Application		On 17.2.2021, informed by Kementerian Luar Negeri that there will need to be an additional letter on behalf of the Malaysian Court and the letter need to be translated by Institut Terjemahan & Buku Malaysia ("ITBM").  Case Management on 24.2.2021 Via E-Review	*Court has Struck Off the action with liberty to file afresh as the Writ has been expired.	
2.	KLHC Suit No: WA-22NCC-405-08/2020	KSFI	Chan Ka Yuen Food Co. Ltd	Service Out of Jurisdiction Application		On 17.2.2021, informed by Kementerian Luar Negeri that there will need to be an additional letter on behalf of the Malaysian Court and the letter need to be translated by ITBM.  Case Management on 19.2.2021 Via E-Review	*Court has Struck Off the action with liberty to file afresh as the Writ has been expired	

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3.	KLHC Suit No: WA-22NCC-413-09/2020	KSFI	FL Japan Co. Ltd	Service Out of Jurisdiction Application		On 17.2.2021, informed by Kementerian Luar Negeri that there will need to be an additional letter on behalf of the Malaysian Court and the letter need to be translated by ITBM.  Case Management on 26.2.2021 Via E-Review	*Court has Struck Off the action with liberty to file afresh as the Writ has been expired	
4.	KLHC Suit No: WA-22NCC-412-09/2020	KSFI	Kimoe Trading (S) Pte Ltd	-	Enclosure 11 (Striking Out)	Hearing on 2.3.2021	Decision on 2.3.2021  (Court has allowed Enclosure 11)	
5.	KLHC Suit No: WA-22NCC-423-09/2020	KSFI	Hiperalimentar LDA	Service Out of Jurisdiction Application		On 17.2.2021, informed by Kementerian Luar Negeri that there will need to be an additional letter on behalf of the Malaysian Court and the letter need to be translated by ITBM.  Case Management on 19.2.2021 Via E-Review	*Court has Struck Off the action with liberty to file afresh as the Writ has been expired	
6.	KLSC Suit No: WA-A52NCC-1260-09/2020	KSFI	H Sky Trading Company	Service Out of Jurisdiction	Enclosure13 (Striking Out)	On 8.2.2021, Nur Ashikin Alex & Rakan-Rakan entered appearance  In the interim Plaintiff to withdraw the suit without liberty to file a fresh, subject to costs of RM5,000.00	On 25.6.2021, Plaintiff had withdrawn the suit against the Defendant	

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7.	KLHC Suit No: WA-22NCC- 402-08/2020	KSFI	Wonder Food Sdn Bhd		Enclosure 8 (Striking Out Application)	Hearing on 21.1.2021 Via E-Review before YA Dato Khadijah	Decision on 24.2.2021  (Court has allowed Enclosure 8)	Plaintiff had filed Notice of Appeal on 24.2.2021 for Enclosure 8
8.	KLHC Suit No: WA-22NCC- 403-08/2020	KSFI	Secret Ingredients Sdn Bhd		Enclosure 7 (Striking Out)	Hearing on 9.2.2021	Court has allowed Enclosure 7	

**e) List of appeal matters for KSB & KSFI**

No.	Suit No:	Appellant	Respondent	Application filed by (Appellant)	Application filed by (Respondent)	Hearing / Case Management Date	Decision Date
1.	W-02(IM)(NCC)- 454-03/2021  (Appeal against Enclosure 13)	KSB & KSFI	OCBC Bank (Malaysia) Berhad	Enclosure 79 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22NCC-314-07/2020)		Hearing for Enclosure 79 on 25.5.2021  (Court has dismissed Enclosure 79).  Hearing of the Appeal proper has been fixed on 15.12.2021	
2.	W-02(IM)(NCC)- 453-03/2021  (Appeal against Enclosure 11)	KSB & KSFI	OCBC Bank (Malaysia) Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	

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3.	W-02(IM)(NCC)-463-03/2021  (Appeal against Enclosure 5)	KSB & KSFI	Bank of China (Malaysia) Berhad	Enclosure 3 (Stay of Execution Motion filed in Court of Appeal)		Hearing of Enclosure 3. has been fixed on 23.7.2021.  (Court has dismissed Enclosure 3)  Hearing of the Appeal proper has been fixed on 17.12.2021	
4.	W-02(IM)(NCC)-491-03/2021  (Appeal against Enclosure 16)	KSB & KSFI	Standard Chartered Bank			Hearing of the Appeal proper has been fixed on 15.12.2021	
5.	W-02(IM)(NCC)-403-02/2021  (Appeal against Enclosure 12)	KSB & KSFI	HSBC Bank Malaysia Berhad	Enclosure 96 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22NCC-401-08/2020)		Hearing for Enclosure 96 on 11.5.2021.  (Court has dismissed Enclosure 96)  Hearing of the Appeal proper has been fixed on 15.12.2021	
6.	W-02(IM)(NCC)-403-02/2021  (Appeal against Enclosure 16)	KSB & KSFI	HSBC Bank Malaysia Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	
7.	W-02(IM)(NCC)-402-02/2021  (Appeal against Enclosure 8)	KSFI	Wonder Food Sdn Bhd			Hearing of the Appeal proper has been fixed on 8.12.2021	



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8.	W-02(IM)(MUA)-690-04/2021  (Appeal against Enclosure 17)	KSB & KSFI	Maybank Islamic Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021.	
9.	W-02(IM)(MUA)-692-04/2021  (Appeal against Enclosure 9)	Maybank Islamic Berhad	KSB & KSFI	Enclosure 78 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22M-269-07/2020)		Hearing for Enclosure 78 on 3.8.2021.  (Court has dismissed Enclosure 78.)  Hearing of the Appeal proper has been fixed on 15.12.2021	
10.	W-02(IM)(MUA)-691-04/2021  (Appeal against Enclosure 17)	Maybank Islamic Berhad	KSB & KSFI			Hearing of the Appeal proper has been fixed on 15.12.2021	
11.	W-02(IM)(MUA)-693-04/2021  (Appeal against Enclosure 11)	KSB & KSFI	OCBC Al-Amin Bank Berhad	Enclosure 68 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22M-310-08/2020)		Hearing for Enclosure 68 on 3.8.2021.  (Court has dismissed Enclosure 68)  Hearing of the Appeal proper has been fixed on 15.12.2021	
12.	W-02(IM)(MUA)-689-04/2021  (Appeal against Enclosure 9)	KSB & KSFI	OCBC Al-Amin Bank Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	

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13.	W-02(IM)(NCC)-878-04/2021  (Appeal against Enclosure 9)	Alliance Bank Malaysia Berhad	KSB & KSFI	Enclosure 99 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22NCC-215-06/2020)		Hearing for Enclosure 99 on 15.9.2021.  Hearing of the Appeal proper has been fixed on 15.12.2021	
14.	W-02(IM)(NCC)-882-04/2021  (Appeal against Enclosure 12)	Alliance Bank Malaysia Berhad	KSB & KSFI			Hearing of the Appeal proper has been fixed on 15.12.2021	
15.	W-02(IM)(NCC)-1118-06/2021  (Appeal against Enclosure 11)	KSB & KSFI	United Overseas Bank Malaysia Berhad	Enclosure 65 (Stay of Execution Application filed in High Court vide KLHC Suit No: WA-22NCC-396-08/2020)		Hearing for Enclosure 65 on 17.11.2021.  Hearing of the Appeal proper has been fixed on 15.12.2021	
16.	W-02(IM)(NCC)-1121-06/2021  (Appeal against Enclosure 14)	KSB & KSFI	United Overseas Bank Malaysia Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	
17.	W-02(IM)(NCC)-1307-07/2021  (Appeal against Enclosure 9)	Standard Chartered Bank Malaysia Berhad	KSB & KSFI			Hearing of the Appeal proper has been fixed on 15.12.2021	
18.	W-02(IM)(NCC)-1308-07/2021  (Appeal against Enclosure 14)	KSB & KSFI	Standard Chartered Bank Malaysia Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	

**e) List of litigation matters for KSB & KSFI (London Biscuits Berhad & Dato' Sri Liew Yew Chung)**

No.	Suit No:	Applicants/ Plaintiffs	Respondent/ Defendant	Application filed by (Plaintiffs/ Applicants)	Application filed by (Respondent/ Defendant)	Application filed by other parties	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLHC Suit No: WA- 28PW-442- 11/2020	KSB & KSFI	London Biscuits Berhad	Enclosure1 (Leave Application to commence proceedings against London Biscuits Berhad)			Hearing for Enclosure 1 on 25.3.2021	Decision for Enclosure 1 on 20.4.2021	Defendant filed Notice of Appeal for Enclosure 1 on 05.05.2021  Defendant filed Stay of Execution on 15.6.2021
2.	KLHC Suit No: WA- 28PW-186- 06/2021	London Biscuits Berhad	KSB & KSFI	Enclosure 1 (Application to stay execution of Leave Order dated 20.4.2021)			Hearing for Enclosure 1 on 22.10.2021		
3.	COA Civil Appeal No: W-02(A)-931- 05/2021	London Biscuits Berhad	KSB & KSFI	Appeal against Leave Order dated 20.4.2021			Hearing for Appeal on 28.2.2022		

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4.	KLHC Suit No: WA-22NCC-468-09/2020	KSB & KSFI	Dato' Sri Liew Yew Chung	Enclosure 14 (Application for leave to join LBB as 2nd Defendant and to amend the Amended Statement of Claim)	Enclosure 10 (Leave Application to amend the Defendant's Pleadings)  Enclosure 16 (Application for leave to issue 3rd party notice)	Enclosure 19 (LBB's Application to intervene and stay Enclosure 14)  Enclosures 36, 40, 44, 47, 53, 54, 58, 61 (Third Parties' Application to Set Aside Ex-Parte Order & Third-Party Notice and to Strike Out Defendant's Statement of Claim)	Case Management for Enclosure 10 on 2.4.2021  Case Management for Enclosure 14 on 27.09.2021  Case Management for Enclosure 16 on 15.06.2021  Case Management for Enclosure 19 on 27.9.2021  Case Management for Enclosures 36, 40, 44, 47, 53, 54, 58, 61 on 27.9.2021	Enclosure 10 allowed on 23.4.2021  Enclosure 16 allowed on 15.6.2021	
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**B9A. THE PROBABILITY OF SUCCESS**

1. TUNAI IMPIAN ENTERPRISE SDN BHD -V- KHEE SAN FOOD INDUSTRIES (WA-22NCC-387-08/2020)
2. EUROGAIN SECTA SDN BHD -V- KHEE SAN BERHAD (WA-A52NCvC-102-02/2021)
3. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v OCBC Bank (W-02(IM)(NCC)-454-03/2021) (Appeal against Enclosure 13)
4. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v OCBC Bank (W-02(IM)(NCC)-453-03/2021) (Appeal against Enclosure 11)
5. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v BANK OF CHINA (MALAYSIA) BERHAD (W-02(IM)(NCC)-463-03/2021) (Appeal against Enclosure 5)
6. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v STANDARD CHARTERED BANK MALAYSIA BERHAD (W-02(IM)(NCC)-491-03/2021) (Appeal against Enclosure 16)
7. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v HSBC Bank (W-02(IM)(NCC)-403-02/2021) (Appeal against Enclosure12)
8. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v HSBC Bank (W-02(IM)(NCC)-403-02/2021) (Appeal against Enclosure16)
9. KHEE SAN FOOD INDUSTRIES SDN BHD v WONDER FOOD SDN BHD (W-02(IM)(NCC)-402-02/2021) (Appeal against Enclosure 8)
10. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v MAYBANK ISLAMIC BERHAD (W-02(IM)(MUA)-690-04/2021) (Appeal against Enclosure 17)
11. MAYBANK ISLAMIC BERHAD v KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD (W-02(IM)(MUA)-692-04/2021) (Appeal against Enclosure 9)
12. MAYBANK ISLAMIC BERHAD v KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD (W-02(IM)(MUA)-691-04/2021) (Appeal against Enclosure 17)
13. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v OCBC AL-AMIN BANK BERHAD (W-02(IM)(MUA)-693-04/2021) (Appeal against Enclosure 17)
14. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v OCBC AL-AMIN BANK BERHAD (W-02(IM)(MUA)-689-04/2021) (Appeal against Enclosure 9)
15. ALLIANCE BANK MALAYSIA BERHAD v KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD (W-02(IM)(NCC)-878-04/2021) (Appeal against Enclosure 9)
16. ALLIANCE BANK MALAYSIA BERHAD v KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD (W-02(IM)(NCC)-882-04/2021) (Appeal against Enclosure 12)
17. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v UNITED OVERSEAS BANK MALAYSIA BERHAD (W-02(IM)(NCC)-1118-06/2021) (Appeal against Enclosure 11)
18. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD v UNITED OVERSEAS BANK MALAYSIA BERHAD (W-02(IM)(NCC)-1121-06/2021) (Appeal against Enclosure 14)

**B9A. THE PROBABILITY OF SUCCESS (Cont'd)**

19. STANDARD CHARTERED BANK MALAYSIA BERHAD v KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD (W-02(IM)(NCC)-1307-07/2021) (Appeal against Enclosure 9)
20. KHEE SAN FOOD INDUSTRIES SDN BHD v STANDARD CAHRETERED BANK MALAYSIA BERHAD (W-02(IM)(NCC)-1308-07/2021) (Appeal against Enclosure 14)
21. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD -V- LONDON BISCUITS BERHAD (WA-28PW-442-11/2020)
22. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD -V- DATO' SRI LIEW YEW CHUNG (WA-22NCC-468-09/2020)

For the cases mentioned hereinabove, the company's solicitors, Messrs Krish Maniam & Co, is of the view that the company has a fair chance of success.

**B10. PROPOSED DIVIDEND**

The directors did not declare any interim dividend for the financial quarter under review.

**B11. (LOSS)/EARNINGS PER ORDINARY SHARE ("LPS"/"EPS")****Basic (loss)/earnings per share**

The calculation of basic (loss)/earnings per share is based on the net (loss)/profit attributable to ordinary shareholders over the weighted average number of ordinary shares in issue during the period.

	Current Quarter		Cumulative Quarter	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(2,983)	N/A	(59,054)	N/A
Weighted average number of ordinary shares - in units ('000)	114,400	N/A	114,400	N/A
<b>Basic Earnings/(Loss) Per Share (sen)</b>	<b>(2.61)</b>	<b>N/A</b>	<b>(51.62)</b>	<b>N/A</b>

**BY ORDER OF THE BOARD  
KHEE SAN BERHAD**

**PROF. DR. HJ. MOHD AMY AZHAR BIN MOHD HARIF  
AUDIT COMMITTEE CHAIRMAN  
27 September 2021**