



## **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 2022**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 30 JUNE 2022**

	Individual Quarter 3 months ended 30 June (Unaudited)		Cumulative Quarter 12 months ended 30 June (Unaudited)	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
<b>Revenue</b>	8,745	7,921	32,954	59,551
Cost of sales	(7,931)	(7,685)	(29,214)	(49,462)
<b>Gross Profit</b>	<u>814</u>	<u>236</u>	<u>3,740</u>	<u>10,089</u>
Other income	581	85	1,154	4,873
Distribution expenses	(189)	(44)	(361)	(115)
Administrative expenses	(5,044)	(7,472)	(12,764)	(74,155)
Other expenses	(1)	(478)	(8)	(487)
<b>Operating loss</b>	<u>(3,839)</u>	<u>(7,673)</u>	<u>(8,239)</u>	<u>(59,795)</u>
Finance cost	(3,196)	(1,318)	(6,904)	(5,267)
<b>Loss before tax</b>	<u>(7,035)</u>	<u>(8,991)</u>	<u>(15,143)</u>	<u>(65,062)</u>
Income tax credit	1,153	6,008	1,153	6,008
<b>Loss for the period</b>	<u>(5,882)</u>	<u>(2,983)</u>	<u>(13,990)</u>	<u>(59,054)</u>
<b>Other Comprehensive Income</b>	<u>-</u>	<u>1,405</u>	<u>-</u>	<u>1,405</u>
<b>Total Comprehensive Loss for the Period</b>	<u><u>(5,882)</u></u>	<u><u>(1,578)</u></u>	<u><u>(13,990)</u></u>	<u><u>(57,649)</u></u>
<b>Loss for the Period attributable to:</b>				
Owners of the Company	<u>(5,882)</u>	<u>(2,983)</u>	<u>(13,990)</u>	<u>(59,054)</u>
<b>Total Comprehensive Loss attributable to:</b>				
Owners of the Company	<u>(5,882)</u>	<u>(1,578)</u>	<u>(13,990)</u>	<u>(57,649)</u>
<b>Loss per Share (Sen)</b>				
Basic	<u>(4.28)</u>	<u>(2.61)</u>	<u>(10.19)</u>	<u>(51.62)</u>
Diluted	<u>(4.28)</u>	<u>(2.61)</u>	<u>(10.19)</u>	<u>(51.62)</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2022**

	(Unaudited) As at 30.06.2022 RM'000	(Audited) As at 30.06.2021 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	56,845	60,236
Right-of-use assets	784	1,462
Intangible assets	-	-
<b>Total Non-Current Assets</b>	<u>57,629</u>	<u>61,698</u>
<b>Current Assets</b>		
Inventories	5,179	6,526
Trade receivables	2,990	3,080
Other receivables, deposits and prepayments	2,123	1,203
Current tax assets	460	16
Cash and bank balances	2,098	2,388
<b>Total Current Assets</b>	<u>12,850</u>	<u>13,213</u>
<b>Total Assets</b>	<u>70,479</u>	<u>74,911</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	112,192	109,790
Reserves	(191,585)	(177,595)
<b>Total Equity</b>	<u>(79,393)</u>	<u>(67,805)</u>
<b>Non-Current Liabilities</b>		
Loans and borrowings	-	305
Lease liabilities	114	625
Deferred tax liabilities	4,939	6,086
<b>Total Non-Current Liabilities</b>	<u>5,053</u>	<u>7,016</u>
<b>Current Liabilities</b>		
Trade payables	16,516	16,032
Other payables and accruals	46,229	38,471
Amount due to directors	5,110	5,226
Current tax liabilities	-	108
Loans and borrowings	75,750	74,661
Lease liabilities	1,214	1,202
<b>Total Current Liabilities</b>	<u>144,819</u>	<u>135,700</u>
<b>Total Liabilities</b>	<u>149,872</u>	<u>142,716</u>
<b>Total Equity and Liabilities</b>	<u>70,479</u>	<u>74,911</u>
Net Liabilities per Ordinary Share (RM)	(57.83)	(59.27)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 30 JUNE 2022**

	<b>Share Capital RM'000</b>	<b>Non-Distributable Merger Reserves RM'000</b>	<b>Revaluation Reserves RM'000</b>	<b>Distributable Accumulated losses RM'000</b>	<b>Total RM'000</b>
<b>As at 1 July 2021</b>	109,790	(17,444)	32,654	(192,805)	(67,805)
Issue of ordinary shares	2,402	-	-	-	2,402
Total comprehensive loss for the period	-	-	-	(13,990)	(13,990)
<b>As at 30 June 2022</b>	<u>112,192</u>	<u>(17,444)</u>	<u>32,654</u>	<u>(206,795)</u>	<u>(79,393)</u>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE FOURTH QUARTER ENDED 30 JUNE 2022**

	<b>Unaudited</b>	
	<b>12 months ended 30 June</b>	
	<b>2022</b>	<b>2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Loss before tax</b>	(15,143)	(65,062)
Adjustments for:-		
Depreciation of property, plant and equipment	3,424	7,954
Depreciation of right-of-use assets	527	987
Finance costs	6,904	5,267
Gain on disposal of property, plant and equipment	(258)	(221)
Gain on disposal of right-of-use assets	(299)	-
Impairment loss on property, plant and equipment	-	42,759
Impairment loss on right-of-use assets	-	4,085
Impairment loss on trade receivables	278	1,719
Inventory written off	225	176
Other receivables written off	126	807
Property, plant and equipment written off	42	4,990
Right-of-use assets written off	-	1,269
Unrealised (gain)/loss on foreign exchange	28	4,024
Operating profit before changes in working capital	<u>(4,146)</u>	<u>8,754</u>
Changes in working capital:		
Inventories	1,122	(1,437)
Trade receivables	(217)	(6,281)
Other receivables	(1,045)	739
Trade payables	484	(6,026)
Other payables	7,757	7,775
Amount due to directors	(115)	226
Cash generated from operations	<u>3,840</u>	<u>3,750</u>
Tax paid	(546)	(346)
Interest paid	(6,904)	(5,267)
<b>Net cash used in operating activities</b>	<u>(3,610)</u>	<u>(1,863)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceed from disposal of property, plant and equipment	364	259
Proceed from disposal of right-of-use assets	450	-
Purchase of right-of-use assets	-	(100)
Purchase of property, plant and equipment	(181)	(1,089)
<b>Net cash generated from/(used in) investing activities</b>	<u>633</u>	<u>(930)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of share	2,402	-
(Repayment)/Proceed of loans and borrowings	(317)	763
Repayment of lease liabilities	(499)	(365)
<b>Net cash used in financing activities</b>	<u>1,586</u>	<u>398</u>
<b>Net Changes in Cash and Cash Equivalents</b>	(1,391)	(2,395)
<b>Cash and Cash Equivalents at beginning of the period</b>	<u>(6,116)</u>	<u>(3,721)</u>
<b>Cash and Cash Equivalents at the end of the period</b>	<u><u>(7,507)</u></u>	<u><u>(6,116)</u></u>
<b>Cash and Cash Equivalents comprise the following: -</b>		
Cash and bank balances	2,098	2,388
Bank overdraft	(9,605)	(8,504)
	<u>(7,507)</u>	<u>(6,116)</u>

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2022

### 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 Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board and with paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021. The 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 year ended 30 June 2021.

#### A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted for the condensed consolidated interim financial statements are consistent with those adopted for the audited financial statements for the year ended 30 June 2021. The Group has further adopted the following MFRS in the interim financial statement, effective from 1 July 2021:

- Amendments to MFRS 4, Insurance Contracts, MFRS 7, Financial Instruments: Disclosures, MFRS 9, Financial Instruments, MFRS 16, Leases, MFRS 139, Financial Instruments: Recognition and Measurement - Interest Rate Benchmark Reform - Phase 2
- Amendments to MFRS 16, Leases - Covid-19-Related Rent Concessions beyond 30 June 2021

The Group expects that the adoption of the above Standards, Amendments and IC Interpretation does not have any material impact on the current period or prior period financial statements.

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

The auditors have expressed a qualified opinion on material uncertainty related to going concern, in respect of the Company's audited financial statements for the financial year ended 30 June 2021 in their report dated 27 October 2021. The basis for qualified opinion by the auditors were as follows:

- i. For the financial year ended 30 June 2021, the Group and the Company incurred net losses of RM58,325,818 and RM322,624 respectively. As of that date, the Group reported shareholders' deficit of RM67,805,560, and the Group's and the Company's current liabilities exceeded their current assets by RM122,486,940 and RM2,877,684 respectively.
- ii. On 10 July 2020, the Company 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 PN 17 of the MMLR (“Suspended Criteria”) from 17 April 2020 to 30 June 2021 (“Relief Period”) was granted PN 17 Relief Measures as follows:

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

- a. the Company will not be classified as a PN 17 listed issuer and will not be required to comply with the obligations pursuant to paragraph 8.04(3) and PN 17 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");
- 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 PN 17 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 the obligations under paragraph 8.04(3) and PN 17 of the MMLR, including the obligation to submit a regularization plan to the relevant authorities within 12 months from the said Announcement.

Pursuant to the Bursa Malaysia's Circular dated 17 February 2021; Additional Temporary Relief Measures To Listed Issuers Amid The Evolving Covid-19 Situation, a listed issuer which triggers the PN17 Suspended Criteria, instead of 12 months, will have a period of 18 months from the date of PN17 Relief Announcement, to re-assess its condition and make the announcement whether it continues to trigger any of the criteria in PN17 of MMLR.

Nevertheless, the financial statements of the Group and of 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 Regularization Plan which entails a debt settlement arrangement to address the financial condition of the Group and of the Company and believes that the Proposed Regularization Plan once formulated and implemented after obtaining the approval from relevant authorities, bankers and creditors, will enable the Group and the Company to generate sufficient cash flows to meet their obligations and continue sustainable and viable operations;
- b. continuous financial support provided by substantial shareholders to the Group and the Company to meet their obligations; and
- c. the Group and the Company are currently implementing various group-wide cost-cutting measures to reduce the operating costs and stringent monitoring of administrative costs to improve cash flow position.

However, as at to-date, we have not been able to obtain sufficient appropriate audit evidence regarding the feasibility of the Group and the Company to successfully formulate and implement the Proposed Plan as it entails a debts settlement arrangement which requires agreement with all the bankers. In view of the unfavourable outcome of legal suits against the bankers as disclosed in Note 36 to the financial statements, the possibility of the Group and the Company to obtain unanimous consensus from all the bankers on the debt settlement arrangement is highly in doubt. Accordingly, we are unable to ascertain whether the Group and the Company are able to continue sustainable and viable operations in the next 12 months.

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

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**A4. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS**

The Group's business operation results for the current quarter under review were not materially affected by any seasonal or cyclical factor.

**A5. NATURE AND UNUSUAL ITEMS**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows of the Group for the current quarter under review.

**A6. NATURE AND 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, repurchases, 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 Group's chief operating decision maker, which is defined as the Executive Board.

The Group's operations can be segmented by business activities namely:

- a) Investment holding
- b) Manufacturing and sale of confectionery; and
- c) Trading of confectionery

The Group's segment analysis for the current financial period-to-date is as below:

	<b>Investment Holding RM'000</b>	<b>Manufacturing RM'000</b>	<b>Trading RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b><u>3 months ended 30 June 2022</u></b>					
<b>Revenue</b>					
Revenue from external customers	-	8,256	116	373	8,745
Total revenue	-	8,256	116	373	8,745
<b>Results</b>					
Operating (loss)/profit	(1,258)	(2,561)	(875)	855	(3,839)
<b><u>3 months ended 30 June 2021</u></b>					
<b>Revenue</b>					
Revenue from external customers	-	10,696	4,522	(7,297)	7,921
Total revenue	-	10,696	4,522	(7,297)	7,921
<b>Results</b>					
Operating (loss)/profit	1,777	(2,642)	(3,850)	(2,958)	(7,673)
<b><u>12 months ended 30 June 2022</u></b>					
<b>Revenue</b>					
Revenue from external customers	-	31,807	11,283	(10,136)	32,954
Total revenue	-	31,807	11,283	(10,136)	32,954
<b>Results</b>					
Operating (loss)/profit	(2,551)	(4,305)	(1,709)	326	(8,239)
<b><u>12 months ended 30 June 2021</u></b>					
<b>Revenue</b>					
Revenue from external customers	-	30,364	52,867	(23,680)	59,551
Total revenue	-	30,364	52,867	(23,680)	59,551
<b>Results</b>					
Operating (loss)/profit	(384)	(57,300)	847	(2,958)	(59,795)

## A9. SEGMENTAL REPORTING (Cont'd)

	3 months ended 30 June		12 months ended 30 June	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
<b><u>Reconciliation of reportable segment loss</u></b>				
Total operating loss for reporting segment	(3,839)	(7,673)	(8,239)	(59,795)
Finance costs	(3,196)	(1,318)	(6,904)	(5,267)
Loss before tax	<u>(7,035)</u>	<u>(8,991)</u>	<u>(15,143)</u>	<u>(65,062)</u>

## 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 financial statements.

## 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.

An interim judicial manager ("IJM") was appointed by High Court of Kuala Lumpur on 17 November 2021 to take over the management affairs of Khee San Berhad's key subsidiary company namely, Khee San Food Industries Sdn Bhd ("KSFI"). Accordingly, all the powers of Directors are suspended immediately with effect from 17 November 2021 and the control of the parent company on KSFI, namely Khee San Berhad ("KSB") is also suspended immediately on the same date. The next Court hearing for decision on the IJM status will be on 1 September 2022.

Based on the above information and current situation, the Board of Directors of KSB ("The Board") has decided that the appointment of IJM has rendered KSB to lose the control on KSFI, but not on a permanent basis. Hence, KSB is still required to consolidate the financial statements of KSFI in its consolidated financial statements in reference with MFRS 10 and MASB 11.

## A12. CONTINGENT ASSETS/LIABILITIES

Contingent liabilities of the Group as at 30 June 2022 is RM75.7 million being banking facilities granted to a subsidiary compared to RM 74.9 million as at 30 June 2021.

<b>B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES</b>
--

**B1. PERFORMANCE REVIEW FOR CURRENT QUARTER (Q4, 2022 VS Q4, 2021)**

	3 months ended 30 June		Changes	
	2022 RM million	2021 RM million	RM million	%
Revenue	8.7	7.9	0.8	10.1
Operating loss before interest and tax	(3.8)	(7.6)	3.8	50.0
Loss before tax	(7.0)	(8.9)	1.9	21.3
Loss for the period	(5.9)	(3.0)	(2.9)	(96.7)

The Group Revenue for the current quarter ended 30 June 2022 increased by 10.1% to RM8.7 million from RM7.9 million in the corresponding quarter ended 30 June 2020 mainly due to higher penetration of the candy products within the local market.

The Group registered a lower loss before tax of RM7.0 million as compared to the loss before tax of RM8.9 million in the preceding corresponding quarter. This is mainly due to decreases in administrative expenditure amounting to RM 2.4 million.

**B2. PERFORMANCE REVIEW WITH IMMEDIATE PRECEDING QUARTER (Q4, 2022 VS Q3, 2022)**

	Current quarter 30.06.2022 RM million	Immediate preceding quarter 31.03.2022 RM million	Changes	
			RM million	%
Revenue	8.7	5.6	3.1	55.4
Operating loss before interest and tax	(3.8)	(2.4)	(1.4)	(58.3)
Loss before tax	(7.0)	(3.6)	(3.4)	(94.4)
Loss for the period	(5.9)	(3.6)	(2.3)	(63.9)

As compared to the immediately preceding quarter the Group's revenue increased by 55.4% to RM8.7 million from RM5.6 million mainly due to higher orders from the local market

Loss before tax has also increased by 94.4% to RM7.0 million as compared to RM3.6 million in the preceding quarter. This is mainly due to increases in administrative expenditure amounting to RM 2.7 million.

### B3. GROUP'S PROSPECT

Though the global environment remains very challenging, with widespread inflation gaining traction across the world, the Group is committed to come up with a cost rationalization plan without affecting the existing quality of the products. Besides, the reopened borders and relaxation of quarantine requirements in Malaysia and other countries are expected to spur economic and consumer spending. The Group is optimistic that business revenue will gradually be improved to pre-pandemic level.

As per Bursa's announcement dated 18 November 2021, Khee San Berhad ("The Company") is classified as Practice Note 17 ("PN17") company and thus is required to submit the regularisation plan within twelve (12) months to the relevant authorities namely Securities Commission Malaysia ("SC") or Bursa Securities.

The Company is required to implement the regularization plan within the time frame stipulated by SC or Bursa Securities upon received approval from SC or Bursa Securities for its proposed regularisation plan.

However, the company will still propose the scheme to the creditor banks and all other creditors with the hope that majority of the creditors approve the scheme as the company has the support of its shareholders.

The company will weigh all options and will implement appropriate strategies to ensure continuation and sustainability of its business operation in moving.

The company shall continue its on-going efforts to formulate comprehensive regularisation plan and make the submission within the time frame stipulated by SC or Bursa Securities.

### 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

	3 months ended 30 June		12 months ended 30 June	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	830	3,146	3,424	7,954
Depreciation of right-of-use assets	93	634	527	987
Loss/(Gain) on disposal of property, plant and equipment	17	-	(258)	(221)
Gain on disposal of right-of-use assets	(299)	-	(299)	-
Impairment loss on right-of-use assets	-	4,085	-	4,085
Impairment loss on trade receivables	278	-	278	1,719
(Reversal)/Impairment loss on property, plant and equipment	-	(8,254)	-	42,759
Interest expense	3,196	1,318	6,904	5,267
Inventory written off	225	176	225	176
Other receivables written off	72	109	126	807
Property, plant and equipment written off	-	4,990	42	4,990
Right-of-use assets written off	-	1,269	-	1,269
Realised loss/(gain) on foreign exchange	(81)	45	97	(3,751)
Unrealised (gain)/loss on foreign exchange	119	(38)	28	4,024

**B6. TAXATION**

Tax expense/(credit) comprises of the followings:

	<b>12 months ended 30 June</b>	
	<b>2022</b>	<b>2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Income tax expense</b>		
- Current period	(3)	110
- Under/(Over) provision in previous financial period	-	1,389
	<u>(3)</u>	<u>1,499</u>
<b>Deferred tax</b>		
- Current period	-	(2,461)
- Under/(Over) provision in previous financial period	(1,150)	(5,046)
Total income tax credit	<u>(1,153)</u>	<u>(6,008)</u>

**B7. CORPORATE PROPOSAL**

The company is reviewing the proposed regularization plan (PRP) prepared via our appointed Investment Banker and will submit to relevant regulatory authorities for approval in due course.

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

	<b>As at</b>	<b>As at</b>
	<b>30.06.2022</b>	<b>30.06.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Short-term Borrowings:</b>		
Bankers' acceptance	65,851	65,851
Bank overdraft	9,605	8,504
Term Loan	294	611
	<u>75,750</u>	<u>74,966</u>

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)	Enclosure 11 (Striking out) Enclosure 13 (Summary Judgment)	Hearing for Enclosure 11 & 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)	Enclosure 12 (Summary Judgment) Enclosure 16 (Striking out)	Hearing for Enclosure 12 & 16 on 19.1.2021	Decision on 23.2.2021 for Enclosure 12 & 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 9 (Summary Judgment) Enclosure 14 (Striking Out)	Enclosure 12 (Consolidation Application)	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

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

7.	KLHC Suit No: WA-22NCC-304-07/2020	KSB & KSM	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 & KSM	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 & KSM	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 & KSM	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)	Defendants 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)	Parties has recorded a consent judgement before the Court on 3.6.2021.	

**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	Enclosure 17 Summary Judgment  Enclosure 79 (Striking Out Application)	Enclosure 11 (Leave application to Amend the Amended Defence to add parties)  Enclosure 84 (Striking Out Application filed by Carissa Hoh Leong Ching)	The next case management has been fixed on 17.6.2022.	Decision on 10.9.2021  (Court has allowed Enclosure 11 and dismissed Enclosure 17)	

**d) List of litigation matters for KSB (Previous Auditor)**

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-24NCC-421-09/2021	KSB	Messrs Wong Weng Foo	Enclosure 1 (Originating Summons for Fortuna Injunction)  Enclosure 3 (Notice of Application for Fortuna Injunction)		The next case management has been fixed on 9.9.2022.		

**e) 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.	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

**f) List of appeal matters for KSB & KSFI (Court of Appeal)**

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-401-08/2020)		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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.

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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
4.	W-02(IM)(NCC)-491-03/2021  (Appeal against Enclosure16)	KSB & KSFI	Standard Chartered Bank			Hearing of the Appeal proper has been fixed on 15.12.2021	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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-314-07/2020)		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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.

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	
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.	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
9.	W-02(IM)(MUA)-692-04/2021  (Appeal against Enclosure 9)	KSB & KSFI	Maybank Islamic Berhad	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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
10.	W-02(IM)(MUA)-691-04/2021  (Appeal against Enclosure 17)	KSB & KSFI	Maybank Islamic Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.

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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
13.	W-02(IM)(NCC)-878-04/2021  (Appeal against Enclosure 9)	KSB & KSFI	Alliance Bank Malaysia Berhad	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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
14.	W-02(IM)(NCC)-882-04/2021  (Appeal against Enclosure 12)	KSB & KSFI	Alliance Bank Malaysia Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.

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.  (Court has dismissed Enclosure 65)  Hearing of the Appeal proper has been fixed on 15.12.2021	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
17.	W-02(IM)(NCC)-1307-07/2021  (Appeal against Enclosure 9)	KSB & KSFI	Standard Chartered Bank Malaysia Berhad			Hearing of the Appeal proper has been fixed on 15.12.2021	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.
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	Court has dismissed the Appeal Proper on 15.12.2021.  Appellants have filed the Notice of Motion for Leave to Appeal to the Federal Court on 14.1.2022.

**g) List of appeal matters for KSB & KSFI (Leave Motion to Federal Court)**

No.	Suit No:	Applicants	Respondent	Application filed by (Applicants)	Application filed by (Respondent)	Hearing / Case Management Date	Decision Date
1.	08(i)-42-01/2022(W) (Federal Court)  W-02(IM)(NCC)-454-03/2021 (Court of Appeal)  (Appeal against Enclosure 13)	KSB & KSFI	OCBC Bank (Malaysia) Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
2.	08(i)-43-01/2022(W) (Federal Court)  W-02(IM)(NCC)-453-03/2021 (Court of Appeal)  (Appeal against Enclosure 11)	KSB & KSFI	OCBC Bank (Malaysia) Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
3.	08(i)-51-01/2022(W) (Federal Court)  W-02(IM)(NCC)-463-03/2021 (Court of Appeal)  (Appeal against Enclosure 5)	KSB & KSFI	Bank of China (Malaysia) Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)  On the instructions of the Interim Judicial Manager of KSFI, Messrs Zaid Ibrahim & Co has filed a Notice of Discontinuance for KSFI on 20.4.2022.		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM25,000.00.



4.	08(i)-46-01/2022(W) (Federal Court)  W-02(IM)(NCC)-491-03/2021 (Court of Appeal)  (Appeal against Enclosure16)	KSB & KSFI	Standard Chartered Bank	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.
5.	08(i)-37-01/2022(W) (Federal Court)  W-02(IM)(NCC)-403-02/2021 (Court of Appeal)  (Appeal against Enclosure 12)	KSB & KSFI	HSBC Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
6.	08(i)-38-01/2022(W) (Federal Court)  W-02(IM)(NCC)-404-02/2021 (Court of Appeal)  (Appeal against Enclosure 16)	KSB & KSFI	HSBC Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.

7.	08(i)-47-01/2022(W) (Federal Court)  W-02(IM)(MUA)-690-04/2021 (Court of Appeal)  (Appeal against Enclosure 17)	KSB & KSFI	Maybank Islamic Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.
8.	08(i)-48-01/2022(W) (Federal Court)  W-02(IM)(MUA)-692-04/2021 (Court of Appeal)  (Appeal against Enclosure 9)	KSB & KSFI	Maybank Islamic Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.
9.	08(i)-49-01/2022(W) (Federal Court)  W-02(IM)(MUA)-691-04/2021 (Court of Appeal)  (Appeal against Enclosure 17)	KSB & KSFI	Maybank Islamic Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.

10.	08(i)-50-01/2022(W) (Federal Court)  W-02(IM)(MUA)-693-04/2021 (Court of Appeal)  (Appeal against Enclosure 11)	KSB & KSFI	OCBC Al-Amin Bank Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
11.	08(i)-41-01/2022(W) (Federal Court)  W-02(IM)(MUA)-689-04/2021 (Court of Appeal)  (Appeal against Enclosure 9)	KSB & KSFI	OCBC Al-Amin Bank Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
12.	08(i)-39-01/2022(W) (Federal Court)  W-02(IM)(NCC)-878-04/2021 (Court of Appeal)  (Appeal against Enclosure 9)	KSB & KSFI	Alliance Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)  On the instructions of the Interim Judicial Manager of KSFI, Messrs Zaid Ibrahim & Co has filed a Notice of Discontinuance for KSFI on 27.4.2022.		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.

13.	08(i)-40-01/2022(W) (Federal Court)  W-02(IM)(NCC)-882-04/2021 (Court of Appeal)  (Appeal against Enclosure 12)	KSB & KSFI	Alliance Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)  On the instructions of the Interim Judicial Manager of KSFI, Messrs Zaid Ibrahim & Co has filed a Notice of Discontinuance for KSFI on 27.4.2022.		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
14.	08(i)-44-01/2022(W) (Federal Court)  W-02(IM)(NCC)-1118-06/2021 (Court of Appeal)  (Appeal against Enclosure 11)	KSB & KSFI	United Overseas Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.
15.	08(i)-45-01/2022(W) (Federal Court)  W-02(IM)(NCC)-1121-06/2021 (Court of Appeal)  (Appeal against Enclosure 14)	KSB & KSFI	United Overseas Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM30,000.00.

16.	08(i)-52-01/2022(W) (Federal Court)  W-02(IM)(NCC)-1307-07/2021 (Court of Appeal)  (Appeal against Enclosure 9)	KSB & KSFI	Standard Chartered Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.
17.	08(i)-53-01/2022(W) (Federal Court)  W-02(IM)(NCC)-1308-07/2021 (Court of Appeal)  (Appeal against Enclosure 14)	KSB & KSFI	Standard Chartered Bank Malaysia Berhad	Enclosure 1 (Notice of Motion to Appeal to Federal Court)		Next case management has been fixed on 12.7.2022.  Hearing of Enclosure 1 has been fixed on 27.7.2022.	Khee San Berhad is withdrawing the Motions for Leave to Appeal to the Federal Court with an agreed cost of RM40,000.00.

**h) 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  Enclosure 1 allowed.	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 28.02.2022	Decision for Enclosure 1 on 22.10.2021 – Enclosure 1 allowed. A stay of execution of the Leave Order dated 20.4.2021 granted until 28.2.2022.	
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	COA has dismissed London Biscuits Berhad's appeal with costs of RM10,000.00 subject to allocator.	

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 3.3.2022  Case Management for Enclosure 16 on 15.06.2021  Case Management for Enclosure 19 on 3.3.2022  Hearing for Enclosures 36, 40, 44, 47, 53, 54, 58, 61 on 8.12.2021  Case management on 31.5.2022  Trial on 29.9.2022, 19.10.2022, 20.10.2022, 25.10.2022, and 26.10.2022.	Enclosure 10 allowed on 23.4.2021  Enclosure 16 allowed on 15.6.2021  Enclosures 36, 40, 44, 47, 53, 54, 58, 61 allowed on 8.12.2021.  Messrs Ranjit Singh & Yeoh is filing Notice of Discharge as solicitor and the hearing has been fixed on 30.8.2022.	
----	------------------------------------	------------	--------------------------	---	---	---	---	---	--

**i) List of litigation matters for KSFI (Judicial Management Application)**

No.	Suit No:	Applicant	Respondent	Application filed by (Applicant)	Application filed by (Respondent or other Proposed Intervener)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLHC Suit No: WA-28JM-21-11/2021	Maybank Islamic Berhad	KSFI		Enclosure 47 (KSB's Notice of Application to Intervene)  Enclosure 57 (Tunai Impian's Notice of Application to Intervene)  Enclosure 157 (Interim Judicial Manager's Notice of Application for Remuneration)	Hearing of Enclosure 1 and 57 will be continued on 20.6.2022  Case-Management of Enclosure 157 has been fixed on 20.6.2022	Decision/Clarification has been fixed on 1.9.2022 via Zoom before the Honourable Judge at 9am.	

**j) List of litigation matters for KSB (Scheme of Arrangement)**

No.	Suit No:	Applicant	Respondent	Application filed by (Applicant)	Application filed by (Respondent or other Proposed Intervener)	Hearing / Case Management Date	Decision Date	Appeal/Stay of Execution
1.	KLHC Suit No: WA-24NCC-572-12/2021	KSB			Enclosure 27 (Maybank Islamic Berhad's Notice of Application to Intervene and Setting Aside the Applicant's Originating Summons)		On 8.4.2022, Maybank Islamic Berhad is allowed to intervene this proceeding.  The decision for Maybank Islamic Berhad's application to set aside the Originating Summons has been fixed on 13.6.2022	



**B9A. THE PROBABILITY OF SUCCESS**

1. EUROGAIN SECTA SDN BHD -V- KHEE SAN BERHAD (WA-A52NCvC-102-02/2021)
2. KHEE SAN BERHAD -V- MESSRS WONG WENG FOO (WA-24NCC-421-09/2021)
3. KHEE SAN BERHAD AND KHEE SAN FOOD INDUSTRIES SDN BHD -V- DATO' SRI LIEW YEW CHUNG (WA-22NCC-468-09/2020)
4. MAYBANK ISLAMIC BERHAD -V- KHEE SAN FOOD INDUSTRIES SDN BHD (WA-28JM-21-11/2021)
5. KHEE SAN BERHAD'S SCHEME OF ARRANGEMENT (WA-24NCC-572-12/2021)

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	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Net loss attributable to ordinary shareholders (RM'000)	(5,882)	(2,983)	(13,990)	(59,054)
Weighted average number of ordinary shares - in units ('000)	137,280	114,400	137,280	114,400
<b>Basic Loss Per Share (sen)</b>	<b>(4.28)</b>	<b>(2.61)</b>	<b>(10.19)</b>	<b>(51.62)</b>

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

**PROF. DR. HJ. MOHD AMY AZHAR BIN MOHD HARIF  
AUDIT COMMITTEE CHAIRMAN  
30 Aug 2022**