

MALAYSIA PACIFIC CORPORATION BERHAD

(12200 – M)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE
FINANCIAL PERIOD ENDED**

30 SEPTEMBER 2016

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	3 months ended		3 months ended	
	30/9/2016	30/9/2015	30/9/2016	30/9/2015
	RM'000	RM'000	RM'000	RM'000
Revenue	1,828	2,184	1,828	2,184
Cost of sales	(1,690)	(86)	(1,690)	(86)
Gross profit	<u>138</u>	<u>2,098</u>	<u>138</u>	<u>2,098</u>
Other income	1,010	15	1,010	15
Administrative expenses	(2,213)	(2,749)	(2,213)	(2,749)
Loss from operations	<u>(1,066)</u>	<u>(636)</u>	<u>(1,066)</u>	<u>(636)</u>
Finance costs	(3,001)	(2,393)	(3,001)	(2,393)
Loss before tax	<u>(4,067)</u>	<u>(3,029)</u>	<u>(4,067)</u>	<u>(3,029)</u>
Taxation	-	-	-	-
Loss for the financial year	<u>(4,067)</u>	<u>(3,029)</u>	<u>(4,067)</u>	<u>(3,029)</u>
Other comprehensive loss, net of tax				
Foreign currency transaction differences for foreign operations	(246)	(78)	(246)	(78)
Total comprehensive loss	<u>(4,313)</u>	<u>(3,107)</u>	<u>(4,313)</u>	<u>(3,107)</u>
Loss attributable to:				
Owners of the parent	(4,067)	(3,029)	(4,067)	(3,029)
Non-controlling interest	-	-	-	-
	<u>(4,067)</u>	<u>(3,029)</u>	<u>(4,067)</u>	<u>(3,029)</u>
Total comprehensive loss attributable to:				
Owners of the parent	(4,313)	(3,107)	(4,313)	(3,107)
Non-controlling interest	-	-	-	-
	<u>(4,313)</u>	<u>(3,107)</u>	<u>(4,313)</u>	<u>(3,107)</u>
Loss per share attributable to owners of the parent:				
a) Basic (sen)	(1.41)	(1.05)	(1.41)	(1.05)
b) Diluted (sen)	N/A	N/A	N/A	N/A

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial period ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

MALAYSIA PACIFIC CORPORATION BERHAD (12200 - M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016

	As at 30/09/2016 (Unaudited) RM'000	As at 30/06/2016 (Audited) RM'000
Non-current assets		
Property, plant and equipment	482	450
Land held for property development	212,380	212,380
Total non-current assets	<u>212,862</u>	<u>212,830</u>
Current assets		
Property development cost	21,698	21,698
Trade and other receivables	2,015	1,307
Tax recoverable	732	592
Cash and cash equivalents	2,328	3,069
	<u>26,772</u>	<u>26,666</u>
Assets held for sales	250,000	250,000
Total current assets	<u>276,772</u>	<u>276,666</u>
Total assets	<u><u>489,635</u></u>	<u><u>489,496</u></u>
Equity and liabilities		
Equity		
Share capital	287,660	287,660
Reserves	(143,138)	(138,825)
Total equity	<u>144,522</u>	<u>148,835</u>
Liabilities		
Non-current liabilities		
Bank borrowings	276	297
Deferred tax liabilities	29,311	29,311
	<u>29,587</u>	<u>29,608</u>
Current liabilities		
Trade and other payables	193,173	191,697
Provision for liquidated and ascertained damages	257	257
Bank borrowings	122,091	119,094
Tax payable	5	5
	<u>315,526</u>	<u>311,053</u>
Total liabilities	<u>345,113</u>	<u>340,661</u>
Total equity and liabilities	<u><u>489,635</u></u>	<u><u>489,496</u></u>
Net assets per share (RM)	0.50	0.52

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	Share capital RM'000	Warrants reserve RM'000	Foreign exchange reserve RM'000	Accumulated losses RM'000	Total equity RM'000
As at 1 July 2016	287,660	-	(744)	(138,081)	148,835
Other comprehensive loss for the financial year	-	-	(246)	-	(246)
Loss for the financial year	-	-	-	(4,067)	(4,067)
Total comprehensive loss for the financial year	-	-	(246)	(4,067)	(4,313)
As at 30 September 2016	287,660	-	(990)	(142,148)	144,522
As at 1 July 2015	287,660	-	(656)	(53,812)	233,192
Other comprehensive loss for the financial year	-	-	(78)	-	(78)
Loss for the financial year	-	-	-	(3,029)	(3,029)
Total comprehensive loss for the financial year	-	-	(78)	(3,029)	(3,107)
Cancellation of expired warrants	-	-	-	-	-
As at 30 September 2015	287,660	-	(734)	(56,841)	230,085

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

	3 months ended 30/9/2016 RM'000	3 months ended 30/9/2015 RM'000
Cash flows from operating activities		
Loss before tax	(4,067)	(3,029)
Adjustments for :		
Bad debts written off	-	-
Depreciation of property, plant and equipment	72	122
Impairment loss on trade and other receivables	-	-
Impairment loss on assets held for sales	-	-
Interest expenses	3,001	2,393
Interest income	(11)	(7)
Gain on disposal of property, plant and equipment	(156)	-
Unrealised gain on foreign exchange	(246)	(74)
Operating loss before working capital changes	<u>(1,407)</u>	<u>(595)</u>
Trade and other receivables	(708)	2
Trade and other payables	<u>1,476</u>	<u>3,474</u>
Cash generated from/(used in) operations	(638)	2,881
Interest expenses paid	(1,942)	(2,393)
Interest income received	11	7
Tax paid	(140)	-
Net cash used in operating activities	<u>(2,710)</u>	<u>495</u>
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	200	-
Purchase of property, plant and equipment	<u>(148)</u>	<u>(7)</u>
Net cash generated from/(used in) investing activities	<u>52</u>	<u>(7)</u>
Cash flows from financing activity		
Repayment of bank borrowings	<u>(25)</u>	<u>(68)</u>
Net cash used in financing activity	<u>(25)</u>	<u>(68)</u>
Net decrease in cash and cash equivalents	(2,683)	420
Cash and cash equivalents at beginning of financial period	<u>(72,101)</u>	<u>(65,521)</u>
Cash and cash equivalents at end of the financial period	<u><u>(74,784)</u></u>	<u><u>(65,101)</u></u>

Cash and cash equivalents at the end of the financial year comprise the following:

	As at 30/9/2016 RM'000	As at 30/9/2015 RM'000
Cash and bank balances	2,328	760
Bank overdrafts	<u>(77,111)</u>	<u>(65,861)</u>
	<u><u>(74,784)</u></u>	<u><u>(65,101)</u></u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2016

SECTION A – EXPLANATORY NOTES PURSUANT TO FRS 134

A1. ACCOUNTING POLICIES

The quarterly consolidated financial statements are unaudited and have been prepared in accordance with Financial Reporting Standards (“FRS”) 134: *Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2016.

The significant accounting policies adopted in the interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 June 2016 and all new and revised FRS and amendments to FRS issued by the MASB that are effective for annual financial periods beginning on or after 1 July 2015. The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 30 June 2016.

FRSs that have been issued by MASB but are not yet effective for the Group:	Effective Dates for financial period beginning on/or after
FRS 14 Regulatory Deferral Accounts	1 January 2016
Amendments to FRS 11 : Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to FRS 10, FRS 12 and FRS 128: Investment Entities – Applying the Consolidation Exception	1 January 2016
Amendments to FRS 101: Disclosure Initiative	1 January 2016
Amendments to FRS 116 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 127: Equity Method in Separate Financial Statements	1 January 2016
Annual Improvements to FRSs 2012 – 2014 Cycle	1 January 2016
Amendments to FRS 112: Recognition of Deferred Tax Assets for unrealised losses	1 January 2017
Amendments to FRS 107: Disclosure initiative	1 January 2017
FRS 9: Financial instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
Amendments to FRS 10 and FRS 128: Sale or contribution of assets between investor and its associate or joint venture	To be announced

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The adoption of the above Amendments to FRSs does not have any material impact on the financial statements of the Group. The Group and the Company fall within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in their first MFRS financial statements for the financial year ending 30 June 2019

The Group and the Company have not completed its assessment of the financial effects of the differences between FRSs and accounting standards under the MFRS Frameworks. Accordingly, the consolidated and separate financial performance and financial position as disclosed in these financial statements for the financial period ended 30 September 2016 could be different if prepared under the MFRS Frameworks.

A2. QUALIFICATION OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The independent auditors' report of the Company's audited financial statements for the financial year ended 30 June 2016 contained disclaimer of opinion on the financial statements.

The following Basis for Disclaimer of Opinion shown below are extracted from the independent auditors' report of the Company's audited financial statement for the financial year ended 30 June 2016.

Basis for Disclaimer of Opinion

1. We draw attention to Note 2(c) to the financial statements which state the following:
 - (i) The Group and the Company have reported net losses of RM84,269,000 and RM105,255,000 respectively during the financial year ended 30 June 2016 and, as of that date, the Group's current liabilities exceeded its current assets by RM34,387,000.
 - (ii) As disclosed in Note 16 to the financial statements, the Company was served with a Declaration of Default on 8 March 2013 by a financial institution on the default in the repayments of principal sums and interest in respect of the revolving credit and bank overdraft facilities. The Company has continued defaulted in the repayment of revolving credit and bank overdraft facilities as at 30 June 2016 amounting to RM118,957,000.
 - (iii) As disclosed in Note 22(a) and 32(a) to the financial statements, on 28 September 2012, a creditor of a subsidiary company of the Group had served a Writ of Summons on the subsidiary company and the Company (collectively known as the "Defendants") for a sum of RM113,170,308 together with interest of 7.20% per annum calculated from 19 September 2012 until the date of full settlement. The amount due to the creditor arose from a Put Option exercised by the creditor under a joint venture agreement dated 20 August 2008 entered into between the creditor and the subsidiary company and a Deed of Undertaking between the creditor and the Defendants.

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As at 30 June 2016, the Company has continued defaulted in the repayment of amount due to the creditor amounted to RM115,000,000 within the agreed date stated in the settlement agreement signed on 10 March 2014.

These conditions indicate the existence of material uncertainties which may cast significant doubt about the ability of the Group and of the Company to continue as going concerns. Should the going concern basis for the preparation of the financial statements be no longer appropriate, the Group and the Company may be unable to realise their assets and discharge their liabilities in the normal course of business.

However, the financial statements of the Group and of the Company have been drawn up on the basis of accounting principles applicable to going concerns. Accordingly, the financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to amounts and classification of liabilities, or to provision for further liabilities that may arise should the going concern basis for the preparation of the financial statements of the Group and of the Company be not appropriate. The assumption is premised on future events of which the outcome is inherently uncertain.

2. (i) As at the date of this report, replies relating to certain creditors confirmation requests of certain subsidiary companies are outstanding. We are unable to confirm or verify by alternative means as to whether the carrying amounts of the creditors balances for the financial year ended 30 June 2016 were appropriate.
- (ii) In current financial year, a subsidiary company has received a letter from Optima Mewah Sdn. Bhd. to mutually terminate the sale and purchase agreement (“Proposed Mutual Termination”) in relation to the disposal of land in Mukim Plentong, Johor as disclosed in Note 8(c) to the financial statements and the Board of Directors of the Company has subsequently approved the Proposed Mutual Termination. The total revenue and cost recognised in previous financial years amounted to RM10,742,000 and RM6,290,000 respectively. We are unable to determine whether any adjustments to be made in current financial year until the conclusion of extraordinary general meeting.

A3. SEASONALITY OR CYCLICALITY OF OPERATIONS

There were no significant seasonal and cyclical factors that affect the business of the Group.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flow during the financial year.

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A5. MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates of amount reported in prior financial year that have a material effect during the financial year under review.

A6. DEBTS AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the financial year under review.

A7. DIVIDEND PAID

There was no dividend paid during the financial year under review.

A8. SEGMENTAL REPORTING

The segmental analysis for the Group for the financial period ended 30 September 2016 as follows:-

a) 3 months ended 30 September 2016

Description	Property development (RM'000)	Investment properties (RM'000)	Elimination (RM'000)	Consolidation (RM'000)
<u>Revenue</u>				
External sales	-	1,828	-	1,828
Inter-segment sales	-	-	-	-
Sub-total	-	1,828	-	1,828
<u>Results</u>				
Segment results	(535)	(530)		(1,066)
Finance costs	-	(3,001)	-	(3,001)
Loss before taxation	(535)	(3,532)	-	(4,067)
Taxation				-
Loss after taxation				(4,067)

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b) 3 months ended 30 September 2015

Description	Property development	Investment properties	Elimination	Consolidation
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Revenue				
External sales	-	2,184	-	2,184
Inter-segment sales	-	1,625	(1,625)	-
Sub-total	-	3,809	(1,625)	2,184
Results				
Segment results	(167)	(469)	-	(636)
Finance costs	-	(2,393)	-	(2,393)
Loss before taxation	(167)	(2,862)	-	(3,029)
Taxation				-
Loss after taxation				(3,029)

A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The Group did not revalue any of its property, plant and equipment from the previous audited financial statements for the financial year ended 30 June 2016.

A10. SUBSEQUENT MATERIAL EVENTS

Save and disclosed below, there were no material events subsequent to the end of the financial period under review:

The Company has not received any Earnest Deposit from Terra Pontus Pte Ltd therefore the Memorandum of Understanding dated 28 July 2018 has been terminated effective from 9 September 2016.

On 15 September 2016, the Company has received a Refundable Earnest Deposit of RM5.0 million ("The Deposit") from Zitron (M) Sdn Bhd ("Zitron") via their letter of intent to purchase Wisma MPL dated 17 August 2016. The Deposit has been deposited with our stakeholder.

On 2 November 2016, the Company has received a letter from Zitron's solicitor stating that they will not proceed with the transaction to purchase Wisma MPL and the Deposit will be refunded.

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A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the financial period under review.

A12. CHANGES IN CONTINGENT LIABILITIES/ASSETS

There were no contingent liabilities or contingent assets for the financial period under review.

A13. LOSS BEFORE TAX

	Individual Period 3 months ended 30/09/2016 RM'000	Cumulative Period 3 months ended 30/09/2016 RM'000
Loss before tax is arrived at after charging/ (crediting):		
Interest income	(11)	(11)
Depreciation of property, plant and equipment	72	72
Interest expenses	3,001	3,001
Gain on disposal of property, plant and equipment	(156)	(156)
Unrealised gain on foreign exchange	(246)	(246)
	<u> </u>	<u> </u>

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no significant related party transactions during the financial period under review.

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SECTION B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. PERFORMANCE REVIEW

The Group's revenue for the current financial quarter ended 30 September 2016 has been reduced to RM1.8 million as compared to the preceding year's corresponding quarter ended 30 September 2015 of RM2.2 million. The lower revenue in current quarter was due to lower rental income generated from the investment property.

The Group's loss before tax for the current financial quarter was RM4.07 million as opposed to loss before tax of RM3 million for the corresponding quarter ended 30 September 2015. The higher loss before tax was mainly due to higher finance cost captured during the current quarter.

The net asset value per share of the Group as at 30 September 2016 and 30 June 2016 was RM0.50 and RM0.52 respectively.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

The Group's loss before tax for the current financial quarter was RM4.07 million as opposed to loss before tax of RM74.5 million for the immediate preceding quarter ended 30 June 2016. The higher loss before tax in the immediate preceding quarter was mainly due to impairment losses on assets held for sale amounting to RM70 million.

B3. PROSPECTS FOR THE FINANCIAL YEAR

The Group's prospect for the financial year will remain challenging due to global economic recession, however, the property development segment is anticipated to contribute positively to the Group's result.

As for the regularization plan for Practice Note 17, the Group is in the midst of preparing the regularization plan and will be submitted to Bursa Security in due course.

B4. VARIANCES ON ACTUAL PROFIT FROM FORECAST PROFIT

This is not applicable to the Group.

B5. TAXATION

	Current Quarter RM'000	Current Year-To-Date RM'000
Taxation based on results for the financial year:		
Current financial year	-	-
	-	-

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B6. GROUP BORROWINGS

Total Group's borrowings as at 30 September 2016 are as follow: -

	Short Term	Long Term	
	Secured	Secured	Total
	RM'000	RM'000	RM'000
Finance lease payables	133	276	409
Revolving credit	44,846	-	44,846
Bank overdrafts	77,112	-	77,112
Total	122,090	276	122,367

All the borrowings are denominated in Ringgit Malaysia (RM).

B7. MATERIAL LITIGATION UPDATES

(a) Johor Bahru High Court Originating Summons No.: 24FC-1845-11/2014

Amanahraya Development Sdn Bhd ('Plaintiff' or 'AmanahRaya') vs. Taman Bandar Baru Masai Sdn Bhd ('Defendant' or 'Company')

On 29 September 2016, we have obtained the Order for stay of execution on the Order for Sale pending the hearing of the Appeal in the Court of Appeal with costs of RM500.00 to be paid to the Plaintiff.

On 5 October 2016, we have been informed by our solicitors that the Court has fixed the Hearing of the Plaintiff's application to fix the auction date on 3 November 2016.

On 31 October 2016, the Court of Appeal has allowed our appeal and the Order for Sale dated 29 February 2016 has been set aside and the Originating Summons for Order for Sale be remitted back to Johor Bahru High Court for rehearing.

On 3 November 2016, the Plaintiff's application for directions in respect of the auction has been withdrawn.

(b) Johor Bahru Court of Appeal No.: J-02(A)-619-04/2016

Taman Bandar Baru Masai Sdn Bhd ('Appellant' or 'Company') vs. Amanahraya Development Sdn Bhd ('Respondent' or 'AmanahRaya')

On 1 September 2016, the matter has been fixed for hearing on 31 October 2016.

On 31 October 2016, the Court has allowed our appeal and the Order for Sale dated 29 February 2016 be set aside and the Originating Summons for Order for Sale be

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remitted back to Johor Bahru High Court for rehearing. The case management at the Johor Bahru High Court has been fixed on 3 November 2016.

On 3 November 2016, the court has fixed the new hearing date for the Originating Summons on 25 January 2017 and directed the Parties to file and serve the Supplementary Written submission by 11 January 2017.

(c) Court of Appeal No. W-03(IM)(NCC)-925-05/2016

Malaysia Pacific Corporation Berhad (“MPCORP” or “Appellant”) vs. RHB Bank Berhad (“RHB” or “Respondent”)

This is an appeal against the Kuala Lumpur High Court Originating summons No. 22NCC-397-11/2015.

The matter has been further fixed for hearing on 4 October 2016.

On 4 October 2016, the Court of Appeal has dismissed our appeal with cost of RM10,000.00.

(d) Court of Appeal No.: W-02(IM)(NCVC)-898/05/2016

Malaysia Pacific Corporation Berhad (‘Appellant’ or ‘Company’) vs. Wisma MPL JMB (‘Respondent’ or ‘JMB’)

This is an appeal against the Kuala Lumpur High Court Civil Suit No. 22NCVC-691-12/2015.

On, 12 July 2016, the Appellant has filed a Supplementary Record of Appeal inclusive of the Grounds of Judgment, Sealed Order and Sealed Judgment and further filed the Notice of Motion to amend the Memorandum of Appeal on 20 July 2016.

The Notice to amend the Memorandum of Appeal has been fixed for hearing on 17 October 2016.

On 17 October 2016, the Court has directed the Parties to file the common chronology and written submission on or before 13 January 2017 and the Next case management to ensure compliance of the directions is fixed on 18 January 2017. The hearing of the appeal is fixed on 6 February 2017.

(e) Kuala Lumpur High Court Originating Summons No.: 24FC-30-01/2016

RHB Bank Berhad (‘Plaintiff’ or ‘RHB’) vs. Malaysia Pacific Corporation Berhad (‘Defendant’ or ‘Company’)

The company has since filed the Notice of Application for Stay of Execution on 6 September 2016.

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The High Court has directed the Plaintiff to file the Affidavit in Reply on 30 September 2016 and the Defendant to file the Reply to the Plaintiff's Affidavit in Reply on 14 October 2016.

The court has fixed the case management on 26 October 2016.

On 26 October 2016, the Court has fixed the hearing on 8 December 2016.

(f) Kuala Lumpur High Court Originating Summons No.: 24NCC-292-07/2016

Malaysia Pacific Corporation Berhad ('Plaintiff' or 'Company') vs. RHB Bank Berhad ('Defendant' or 'RHB')

On 8 September 2016, the High Court has allowed the Company's application for Fortuna Injunction and the Company's application in the Originating Summons. The High Court has held that it was an abuse of process for the Defendant to serve the company the Notice under Section 218 of the Companies Act 1965. In addition, the Company has also been rewarded with the cost of RM2,500.00 for the inter-parte application for the Fortuna Injunction and RM2,500.00 for the Amended Originating Summons.

On 29 September 2016, we have been informed by our solicitors that RHB has appealed against the High Court's decision.

On 4 October 2016, we have instruct our solicitors to resist the appeal

(g) Court of Appeal No.: W02(A)-1716-09-2016

Malaysia Pacific Corporation Berhad ('Appellant' or 'Company') vs. RHB Bank Berhad ('Respondent' or 'RHB')

This is an appeal against the Court's decision in allowing the Kuala Lumpur High Court Originating Summons No.: 24FC-30-01/2016.

On 26 August 2016, the Appellant's solicitors has filed the Notice of Appeal on 26 August 2016.

The court has fixed the case management on 25 November 2016 but has been rescheduled to 28 October 2016. On 28 October 2016, the Court has fixed the case management on 2 December 2016 pending filing of the Supplementary Record of Appeal.

(h) Kuala Lumpur High Court A/E No: WA-38-550-09/2016

RHB Bank Berhad ('Plaintiff' or 'RHB') vs. Malaysia Pacific Corporation Berhad ('Defendant' or 'Company')

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On 25 October 2016, the Company has received the sealed copy of the Notice of Application to proceed with the Order for Sale dated 26 September 2016 from the Plaintiff's solicitors.

The hearing of the Application has been fixed on 17 November 2016.

On 17 November 2016, the Court has further fixed the case management on the 1 December 2016.

B8. DIVIDEND

The Board does not recommend any interim dividend for the current financial quarter ended 30 September 2016.

B9. (LOSS)/EARNINGS PER SHARE

(a) Basic

	Individual Period 3 months ended 30/9/2016	Individual Period 3 months ended 30/9/2015	Cumulative Period 3 months ended 30/9/2016	Cumulative Period 3 months ended 30/9/2015
Loss attributable to owners of the parent (RM'000)	<u>(4,067)</u>	<u>(3,029)</u>	<u>(4,067)</u>	<u>(3,029)</u>
Weighted average number of ordinary shares in issue (‘000)	<u>287,660</u>	<u>287,660</u>	<u>287,660</u>	<u>287,660</u>
Loss per share (sen)	<u>(1.41)</u>	<u>(1.05)</u>	<u>(1.41)</u>	<u>(1.05)</u>

(b) Diluted

The Group has no dilution in its loss per ordinary share as there is no dilutive potential ordinary shares.

B10. PROFITS/(LOSSES) ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There were no sales of unquoted investments for the current quarter ended 30 September 2016.

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B11. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There were no purchases or disposal of quoted securities by the Group in the current quarter under review.

B12. STATUS OF CORPORATE PROPOSAL

There are no corporate proposals announced as at the date of this report.

B13. REALISED AND UNREALISED PROFITS OR LOSSES

The following analysis of realised and unrealized retained profits is pursuant to Paragraphs 2.06 and 2.23 of Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") and in accordance with the Guidance on Special Matter No.1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Securities and is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

	Group 30/9/2016 (Unaudited) RM'000	Group 30/06/2016 (Audited) RM'000
Total (accumulated losses)/retained earnings of the Group:		
Realised	(565,696)	(561,629)
Unrealised	207,885	207,885
	<u>(357,811)</u>	<u>(353,744)</u>
Less: Consolidation adjustments	215,663	215,663
Total accumulated losses	<u>(142,148)</u>	<u>(138,081)</u>

This interim financial report is dated 29 November 2016.