

MALAYSIA PACIFIC CORPORATION BERHAD

(12200 – M)

(Incorporated in Malaysia)

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

30 JUNE 2020

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/06/2020 RM'000	Preceding Year Corresponding Quarter 30/06/2019 RM'000	Current Year To Date 30/06/2020 RM'000	Preceding Year Corresponding Period 30/06/2019 RM'000
Revenue	3,648	3,541	6,667	14,631
Cost of sales	(1,651)	(1,891)	(4,111)	(9,684)
Gross (loss)/ profit	1,997	1,650	2,556	4,947
Other (loss)/ income	73	3,247	12,337	(59,781)
Administrative expenses	(6,993)	(66,710)	(21,888)	(9,635)
Loss from operations	(4,923)	(61,813)	(6,995)	(64,469)
Finance costs	(7)	(3,332)	(20)	(13,040)
	(4,930)	(65,145)	(7,015)	(77,509)
Share of results in an associate	(38)	(37)	(50)	(37)
Loss before tax	(4,968)	(65,182)	(7,065)	(77,546)
Taxation	127	(3,898)	10,457	(3,528)
(Loss)/ Profit for the financial period	(4,841)	(69,080)	3,392	(81,074)
Other comprehensive (loss)/ profit, net of tax				
Foreign currency transaction differences for foreign operations	-	(8)	35	(580)
Total comprehensive (loss)/ profit	(4,841)	(69,088)	3,427	(81,654)
(Loss)/ Profit attributable to:				
Owners of the parent	(4,841)	(69,080)	3,392	(81,074)
Non-controlling interest	-	-	-	-
	(4,841)	(69,080)	3,392	(81,074)
Total comprehensive (loss)/ profit attributable to:				
Owners of the parent	(4,841)	(69,088)	3,427	(81,654)
Non-controlling interest	-	-	-	-
	(4,841)	(69,088)	3,427	(81,654)
(Loss)/ Profit per share attributable to owners of the parent:				
a) Basic (sen)	(1.68)	(24.01)	1.18	(28.18)
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 year ended 30 June 2019.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	As At End Of Current Quarter 30/06/2020 (Unaudited) RM'000	As At Preceding Financial Year Ended 30/06/2019 (Audited) RM'000
Non-current assets		
Property, plant and equipment	998	887
Inventories	217,719	217,761
Investment in associated company	-	50
Total non-current assets	<u>218,717</u>	<u>218,698</u>
Current assets		
Inventories	6,806	8,935
Trade and other receivables	17,605	18,158
Tax recoverable	40	1,244
Cash and cash equivalents	9,104	3,752
	<u>33,555</u>	<u>32,089</u>
Assets held for sales	-	189,000
Total current assets	<u>33,555</u>	<u>221,089</u>
Total assets	<u><u>252,272</u></u>	<u><u>439,787</u></u>
Equity and liabilities		
Equity		
Share capital	287,660	287,660
Reserves	(229,358)	(232,785)
Total equity	<u>58,302</u>	<u>54,875</u>
Liabilities		
Non-current liabilities		
Other payables	-	9,915
Bank borrowings	704	316
Deferred tax liabilities	17,153	33,098
	<u>17,857</u>	<u>43,329</u>
Current liabilities		
Trade and other payables	175,840	197,774
Bank borrowings	273	143,809
	<u>176,113</u>	<u>341,583</u>
Total liabilities	<u>193,970</u>	<u>384,912</u>
Total equity and liabilities	<u><u>252,272</u></u>	<u><u>439,787</u></u>
Net assets per share (RM)	0.20	0.19

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020

←——— Attributable to owners of the parent ———→
←——— Non-distributable ———→

	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 2019	287,660	-	(1,274)	(231,511)	54,875
Other comprehensive income for the financial year	-	-	35	-	35
Profit for the financial year	-	-	-	3,392	3,392
Total comprehensive profit for the financial year	-	-	35	3,392	3,427
As at 30 JUNE 2020	287,660	-	(1,239)	(228,119)	58,302
As at 1 JULY 2018	287,660	-	(694)	(150,428)	136,538
Effects on adopting MFRS 9	-	-	-	(9)	(9)
Other comprehensive loss for the financial year	-	-	(580)	-	(580)
Loss for the financial year	-	-	-	(81,074)	(81,074)
Total comprehensive loss for the financial year	-	-	(580)	(81,083)	(81,663)
As at 30 JUNE 2019	287,660	-	(1,274)	(231,511)	54,875

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 2019.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020

	As At End Of Current Quarter 30/06/2020 (Unaudited) RM'000	As At Preceding Financial Year Ended 30/06/2019 (Audited) RM'000
Cash flows from operating activities		
Loss before tax	(7,065)	(77,546)
Adjustments for :		
Bad debts written off	-	38
Depreciation of property, plant and equipment	543	241
Impairment loss/ (gain) on trade and other receivables	(2,009)	63
Impairment loss/ (gain) on assets held for sales	-	63,000
Interest expenses	20	13,040
Interest income	(168)	(176)
Waive of interest from bank borrowing	(13,632)	-
Gain on winding up of subsidiary companies	-	(100)
Unrealised loss/ (gain) on foreign exchange	(1)	(1)
Fair value adjustment on other payables	1,670	729
Reversal of payable arising from proof of debts	-	(1,996)
Reversal of Provision for liquidated and ascertained damages	-	(257)
Share of result of associate	50	37
Change in working capital	(20,592)	(2,928)
Inventories	2,171	4,947
Trade and other receivables	2,562	(7,521)
Trade and other payables	(33,523)	27,025
Foreign exchange reserve	35	(580)
Cash generated from operations	(49,347)	20,943
Interest expenses paid	(20)	(21)
Interest income received	168	176
Tax paid	(5,430)	2
Tax refund	1,108	(21)
Net cash generated from operating activities	(53,521)	21,079
Cash flows from investing activities		
Investment in associated company	50	(87)
Purchase of property, plant and equipment	-	(91)
Disposal of assets held for sales	189,000	-
Net cash generated/ (used in) investing activities	189,050	(178)
Cash flows from financing activity		
Repayment of bank borrowing	(37,063)	(10,692)
Repayment of finance lease liabilities	(68)	(105)
Net cash used in financing activity	(37,131)	(10,797)
Net increase in cash and cash equivalents	98,398	10,104
Cash and cash equivalents at beginning of financial period	(89,294)	(99,399)
Effect of exchange translation differences on cash and cash equivalents	-	1
Cash and cash equivalents at end of the financial period	9,104	(89,294)
Cash and cash equivalents comprise the following:		
Cash and bank balances	9,104	3,752
Bank overdrafts	-	(93,046)
	9,104	(89,294)

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2019.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2020

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 2019.

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 2019 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 2018. 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 2019.

FRSs that have been issued by MASB but are not yet effective for the Group:		Effective dates for financial periods beginning on or after
MFRS 16	Leases	1 January 2019
IC Interpretation 23	Uncertainty Over Income Tax Treatments	1 January 2019
Amendments to MFRS 9	Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures	1 January 2019
Annual Improvements to MFRSs 2015 - 2017 Cycle:		
• Amendments to MFRS 3		1 January 2019
• Amendments to MFRS 11		1 January 2019
• Amendments to MFRS 112		1 January 2019
• Amendments to MFRS 123		1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards		1 January 2020
Amendments to MFRS 3	Definition of a Business	1 January 2020
Amendments to MFRS 101 and MFRS 108	Definition of Material	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice

A1. ACCOUNTING POLICIES (CONT'D)

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 2021.

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 year ending 30 June 2020 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 2019 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 2019.

Basis for Disclaimer of Opinion

(a) Going concern assumption

- (i) On 1 December 2014, the Company announced that the Company was classified as an affected listed issuer pursuant to Paragraph 8.04 and Paragraph 2.1(d) of Practice Note 17 ("PN17") of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. As an affected listed issuer, the Company is required to submit a proposed regularisation plan to the relevant authorities for approval and to implement the regularisation plan within the stipulated time frame. On 17 July 2019, Bursa Malaysia Securities Berhad had granted approval to the Company for an extension of time up to 31 December 2019 to submit its proposed regularisation plan to the relevant authorities.

A2. QUALIFICATION OF PRECEDING ANNUAL FINANCIAL STATEMENTS (CONT'D)

- (ii) As at 30 June 2019, the amount due to Wisma MPL JMB by the Group and the Company amounting to RM17,014,000 and RM16,625,000 respectively. The Company and certain of its subsidiary companies have entered into settlement agreements with Wisma MPL JMB for settlement of all outstanding maintenance charges and sinking fund contribution together with Car Parks Settlement Sum. However, the Company has not complied with the repayment within the agreed date stated in the now terminated settlement agreement. The Company undertake to fully settle the amount due to Wisma MPL JMB upon receiving full balance of proceeds from purchaser on disposal of Wisma MPL by 25 November 2019 (“Completion Date”). We would like to highlight that the ability of the Group and of the Company to discharge their liabilities is depends on the purchaser to fulfill its payment obligation at Completion Date.
- (iii) As disclosed in Note 2(c) to the financial statements, the Group and the Company incurred a net loss of RM81,074,000 and RM82,272,000 during the financial year ended 30 June 2019 respectively. As at 30 June 2019, the Group’s current liabilities exceeded its current assets by RM120,494,000 and the Company recorded a deficit in its shareholders’ equity of RM9,877,000.

The factors set forth above indicate the existence of material uncertainty that may cast significant doubt on the ability of the Group and of the Company to continue as going concern and therefore, they may be unable to realise their assets and discharge their liabilities in the normal course of business.

As at the date of this report, as the Company is currently in the midst of formalising the Regularisation Plan, we are unable to determine whether the Regularisation Plan will be approved by the relevant authorities and whether it will be successfully implemented for the Group and for the Company to achieve sustainable and viable operations.

As disclosed in Note 2(c) to the financial statements, the financial statements of the Group and of the Company are prepared on a going concern basis. The appropriateness of preparing the financial statements of the Group and of the Company on going concern basis is dependent upon the successful and timely formulation and implementation of the proposed regularisation plan.

Should the going concern basis of preparing the financial statements be no longer appropriate, adjustments would have to be made to reduce the value of all assets to their estimated realisable values, and to provide further estimated liabilities that may arise, and to reclassify property, plant and equipment and other non-current assets and non-current liabilities as current assets and current liabilities respectively. The financial statements of the Group and of the Company do not include any adjustment and classification relating to the recorded assets and liabilities that may be necessary should the Group and the Company be unable to continue as going concern.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

A2. QUALIFICATION OF PRECEDING ANNUAL FINANCIAL STATEMENTS (CONT'D)

- (b) As disclosed in Note 15(a) and 31(a) to the financial statements, on 28 September 2012, a creditor of a subsidiary company of the Company 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.

On 23 August 2019, the Company and its subsidiary companies entered into a settlement agreement with the creditor which involves the effective disposal of land as settlement of debts due to the creditor of RM115,000,000 (“Proposed Land Disposal”). The Proposed Land Disposal is pending completion as at the date of this report. Therefore, we could not determine the effect of adjustment, if any, on the financial statements of the Group and of the Company should the Proposed Land Disposal is not approved by the Company’s shareholders at an extraordinary general meeting to be convened and by the relevant authorities.

- (c) As at 30 June 2019, a trade receivable of the Group has not complied with the payment schedule as stipulated in the joint venture agreement amounting to RM8.07 million. The Directors are of the opinion that the amount are recoverable and accordingly no impairment is required to be made in the financial statements. However, we would like to highlight that the recoverability of the amount due is depends on the management’s continuous effort in debt recovery.

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 ended.

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 current financial year ended under review.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

A6. DEBTS AND EQUITY SECURITIES

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

A7. DIVIDEND PAID

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

A8. SEGMENTAL REPORTING

The segmental analysis for the Group for the financial year ended as follows:-

Results for 12 months ended 30 June 2020

Description	Property Development RM'000	Investment Property RM'000	Elimination RM'000	Consolidation RM'000
Revenue				
- External Sales	4,690	1,977	-	6,667
- Inter-Segment Sales	-	-	-	-
Group's Revenue	4,690	1,977	-	6,667
Results				
Segment Results	(3,015)	(4,030)	-	(7,045)
Finance Costs	(17)	(3)	-	(20)
Loss Before Tax	(3,032)	(4,033)	-	(7,065)
Taxation	171	10,286	-	10,457
(Loss)/ Profit After Tax	(2,861)	6,253	-	3,392

Results for 12 months ended 30 June 2019

Description	Property Development RM'000	Investment Property RM'000	Elimination RM'000	Consolidation RM'000
Revenue				
- External Sales	8,769	5,862	-	14,631
- Inter-Segment Sales	-	-	-	-
Sub Total	8,769	5,862	-	14,631
Results				
Segment Results	(6,136)	(58,370)	-	(64,506)
Finance Costs	(20)	(13,020)	-	(13,040)
Loss Before Tax	(6,156)	(71,390)	-	(77,546)
Taxation	475	(4,003)	-	(3,528)
Loss After Tax	(5,681)	(75,393)	-	(81,074)

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

A9. VALUATION OF LAND, PROPERTY, PLANT AND EQUIPMENT

Land held for property development

Base on the certificate of the update valuation issued by Ian Scott International (M) Sdn Bhd dated 3 August 2020. The market value of 34 parcels of freehold agricultural and commercial lands with an approximate aggregate land area of 17.72 million square foot amounting to RM414.37 million or average RM23.37 per square foot, based on “as is” basis by using comparison method, making reference relevant comparable transactions in the market. As such management is in view that no impairment is required for land held for property development.

On the assumptions that all the 34 parcels of land are converted into residential and commercial use and issued with separate unencumbered freehold land titles with all premiums and relevant statutory fees are fully paid. The market value of the 34 parcels freehold agricultural and commercial land amounting to RM554.40 million or average RM31.29 per square foot.

A10. SIGNIFICANT AND SUBSEQUENT MATERIAL EVENTS

Save and disclosed below, there were no material events subsequent to the end of the financial year ended under review except;

On 25 June 2020, TA Securities Holdings Berhad had submitted an application to Bursa Malaysia Security Berhad for a further extension of time up to 31 December 2020 to make the requisite announcement and to submit the Company’s regularisation plan to regulatory authorities.

On 21 July 2020, Bursa Malaysia Securities Berhad approved the application for an extension of time up to 31 December 2020 for the Company to make the requisite announcement and submit its regularisation plan to the regulatory authorities.

The extension of time is without prejudice to Bursa Securities’ right to proceed to suspend the trading of the listed securities of MPCORP and to de-list the Company in the event:

- (i) the Company fails to make the requisite announcement and to submit a regularisation plan to the regulatory authorities on or before 31 December 2020;
- (ii) the Company fails to obtain the approval from any of the regulatory authorities necessary for implementation of its regularisation plan; and
- (iii) the Company fails to implement its regularisation plan within the time frame or extended time frame stipulated by any of the regulatory authorities.

Upon occurrence of any events set out in (i) to (iii) above, Bursa Securities shall suspend the trading of the listed securities of MPCORP on the 6th market day after the date of notification of suspension by Bursa Securities and de-list the Company, subject to the Company’s right to appeal against the delisting.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial year ended under review.

A12. CHANGES IN CONTINGENT LIABILITIES/ASSETS

There were no material contingent liabilities or contingent assets for the financial year ended under review.

A13. NOTES TO THE CONDENSED CONSOLIDATED STATEMENTS OF INCOME

PROFIT/ (LOSS) BEFORE TAX

	Individual period 3 months ended 30/06/2020 RM'000	Cumulative period 12 months ended 30/06/2020 RM'000
Depreciation of property, plant and equipment	358	543
Interest expenses	7	20
Reversal of Impairment loss on receivables	(1,886)	(2,009)
Interest income	(49)	(168)

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no significant related party transactions have been entered into the normal course of business under normal trade terms except for advances from Top Lander Offshore Inc.

	As At End Of Current Quarter 30/06/2020 (Unaudited) RM'000	As At Preceding Financial Year Ended 30/06/2019 (Audited) RM'000
Advances from/ (Repayment to) Top Lander Offshore Inc. (net)	(780)	11,071

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

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 June 2020 registered revenue of RM3.65 million as compare to RM3.54 million in the preceding year's corresponding quarter ended 30 June 2019. The revenue increased of RM0.11 million for the current quarter was mainly due increase of revenue recognition from property development segment.

The Group's registered pre-tax loss for the current quarter of RM4.97 million as compared to pre-tax loss in the preceding year's corresponding period ended 30 June 2019 of RM65.18 million. The decrease in loss was mainly due to fair value adjustment on the assets held for sales in the preceding year's corresponding period.

As on the year to date basis, the Group revenue decreased by RM7.96 million to RM6.67 million as compare to the proceeding year's corresponding financial year period ended 30 June 2019 of RM14.63 million. The decrease in revenue for the current financial year was mainly due to lose of rental income upon completion of disposal of investment property and slow construction progress, cancellation of sales and purchase agreement (SPA) and price rebate to the buyer in property development segment.

The Group recorded pre-tax loss for the current financial year of RM7.07 million as compared to pre-tax loss in the preceding year's corresponding year ended 30 June 2019 of RM77.55 million. The decrease in loss of RM70.48 million was saving from bank interest waived after recognize the full settlement of RHB bank loan account and fair value adjustment on the assets held for sales in the preceding financial year.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	Current Quarter Ended 30/06/2020 RM'000	Preceding Quarter Ended 31/03/2020 RM'000	Difference	
			RM'000	%
Revenue	3,648	1,044	2,604	249.43
(Loss)/ Profit before tax	(4,968)	(11,939)	6,971	(58.39)

As compared to the preceding quarter, the Group revenue registered RM3.65 million as compare to the preceding quarter. The increase in revenue was mainly due to increase of construction progress momentum during the quarter under review.

The Group's registered pre-tax loss of RM4.97 million as compare to the preceding quarter pre-tax loss of RM11.94 million. The decrease in loss was mainly due to expenses incurred upon completion of disposal of investment property in previous quarter.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

B3. PROSPECTS AND OUTLOOK FOR THE FINANCIAL YEAR

The Board believes that the prospect for the financial year will be challenging due to global and local economic has been deeply impacted by the Covid-19 pandemic. Sluggish property market conditions to continue in year 2020. And it is crucial to submit comprehensive regularisation plan for Practice Note 17 including to address the going concern issue.

On 25 June 2020, TA Securities Holdings Berhad had submitted an application to Bursa Malaysia Security Berhad for a further extension of time up to 31 December 2020 to make the requisite announcement and to submit the Company's regularisation plan to regulatory authorities.

On 21 July 2020, Bursa Malaysia Securities Berhad approved the application for an extension of time up to 31 December 2020 for the Company to make the requisite announcement and submit its regularisation plan to the regulatory authorities.

B4. VARIANCES ON ACTUAL PROFIT FROM FORECAST PROFIT

This is not applicable to the Group.

B5. TAXATION

No provision for taxation for the current financial year ended as the Group of companies have no chargeable income and adjustment and non-recognition of deferred tax liabilities for temporary differences.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding	Current Year	Preceding
	Quarter	Year	To Date	Year
	30/06/2020	30/06/2019	30/06/2020	30/06/2019
	RM'000	RM'000	RM'000	RM'000
Under/ (over) provision in prior year	100	(801)	100	(908)
Real Property Gain Tax	5,388	-	5,388	-
Deferred Tax	(15,880)	4,698	(15,945)	4,436
	<u>(10,392)</u>	<u>3,897</u>	<u>(10,457)</u>	<u>3,528</u>

Malaysian income tax is calculated at the statutory tax rate of 24% of the estimated assessable profits for the financial year ended

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

B6. GROUP BORROWINGS

Total Group's borrowings as at 30 June 2020 are as follow:-

	Short Term Secured RM'000	Long Term Secured RM'000	Total RM'000
Finance lease payables	<u>273</u>	<u>704</u>	<u>977</u>

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

B7. MATERIAL LITIGATION UPDATES

There was no material litigation update for the current financial year ended.

B8. DIVIDEND

The Board does not recommend any interim dividend for the current financial year ended.

B9. (LOSS)/ PROFIT PER ORDINARY SHARE

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	Current Year	Corresponding
	30/06/2020	Quarter	To Date	Corresponding
	30/06/2020	30/06/2019	30/06/2020	Period
	30/06/2020	30/06/2019	30/06/2020	30/06/2019
(a) Basic (Loss)/ Earnings Per Share				
(Loss)/ Profit attributable to members of the Company (RM'000)	(4,841)	(69,080)	3,392	(81,074)
Weighted average number of ordinary shares in issue ('000)	287,660	287,660	287,660	287,660
Basic (loss)/ profit per share (sen)	<u>(1.68)</u>	<u>(24.01)</u>	<u>1.18</u>	<u>(28.18)</u>

(b) Diluted

The Group and the Company has no dilution in its loss per ordinary share as there is no dilutive potential ordinary share. There have been no other transactions involving ordinary shares or potential ordinary shares since the end of the financial year ended and before the authorisation of these financial statements.

MALAYSIA PACIFIC CORPORATION BERHAD (12200-M)

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

There was no disposal of unquoted investments and/or properties for the current financial year ended.

B11. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There was no disposal of quoted securities for the current financial year ended.

B12. STATUS OF CORPORATE PROPOSAL

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

B13. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors on 26 August 2020