

PASDEC HOLDINGS BERHAD

Registration no: 199501037920

(Incorporated in Malaysia)

**Financial Statements
as at 31 December 2021**

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2021

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Revenue	9,760	18,353	39,595	44,975
Cost of sales	(8,633)	(9,063)	(29,103)	(26,382)
Gross profit	1,127	9,290	10,492	18,593
Other items of income				
Interest income	5	(94)	132	184
Other income	4,659	75,958	5,538	77,859
Other items of expense				
Personnel expenses	(605)	(983)	(3,376)	(4,548)
Other expenses	(2,474)	(5,377)	(12,925)	(11,668)
Finance costs	(177)	(419)	(1,432)	(1,911)
Share of results of associates	699	835	(13)	(867)
Profit/(loss) before tax from continuing operations	3,234	79,210	(1,584)	77,642
Taxation (Note B5)	(1,297)	(2,100)	(1,190)	(2,100)
Profit/(loss) from continuing operations, net of tax	1,937	77,110	(2,774)	75,542
Loss from disposed operations	-	(23,317)	-	(35,668)
Profit/(loss) net of tax	1,937	53,793	(2,774)	39,874

[The rest of this page has been intentionally left blank]

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2021 (continued)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Other comprehensive income/(loss), net of tax				
<i><u>Items that will be reclassified subsequently to profit or loss:</u></i>				
Net changes in fair value:				
Investments	(2)	29	(16)	(19)
Foreign currency translation	-	50	-	1,076
<i><u>Items that will not be reclassified subsequently to profit or loss:</u></i>				
Remeasurement income/(loss) on defined benefit plan	61	(42)	(569)	192
Other comprehensive income/(loss), net of tax	59	37	(585)	1,249
Total comprehensive income/(loss) for the year, net of tax	1,996	53,830	(3,359)	41,123
Income/(loss) attributable to:				
Owners of the parent	1,939	61,388	(2,768)	50,906
Non-controlling interests	(2)	(7,595)	(6)	(11,032)
	1,937	53,793	(2,774)	39,874
Total comprehensive income/(loss) attributable to:				
Owners of the parent	1,998	62,278	(3,353)	51,818
Non-controlling interests	(2)	(8,448)	(6)	(10,695)
	1,996	53,830	(3,359)	41,123
Losses/(earnings) per share attributable to owners of the Company (Note B16)				
Basic (sen)	0.49	15.33	(0.69)	12.71

**Condensed Consolidated Statements of Financial Position
as at 31 December 2021**

		Unaudited 31.12.2021 RM'000	Audited 31.12.2020 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		10,656	11,022
Work in progress		25,271	19,909
Land held for property development		138,510	147,250
Investment properties		52,697	53,916
Investments in associates		2,741	2,753
Investment securities	B8	363	379
		<u>230,238</u>	<u>235,229</u>
Current Assets			
Property development costs		81,386	69,316
Inventories		55,344	82,306
Trade receivables	B9	27,859	27,636
Other receivables		2,321	3,945
Other current assets		68	70
Cash and bank balances		19,718	16,904
Tax recoverable		2,473	714
		<u>189,169</u>	<u>200,891</u>
TOTAL ASSETS		<u>419,407</u>	<u>436,120</u>
EQUITY AND LIABILITIES			
Current Liabilities			
Retirement benefit obligations		198	804
Contract liabilities		361	361
Loans and borrowings	B10	6,190	12,269
Overdrafts		6,929	8,700
Trade payables		9,273	16,766
Other payables		17,782	16,995
Tax payable		-	6
		<u>40,733</u>	<u>55,901</u>
NET CURRENT ASSETS		<u>148,436</u>	<u>144,990</u>

**Condensed Consolidated Statements of Financial Position
as at 31 December 2021 (continued)**

	Notes	Unaudited 31.12.2021 RM'000	Audited 31.12.2020 RM'000
Non-Current Liabilities			
Retirement benefit obligations		1,516	1,531
Loans and borrowings	B10	4,666	6,495
		6,182	8,026
TOTAL LIABILITIES		46,915	63,927
NET ASSETS		372,492	372,193
Equity attributable to owners of the parent			
Share capital	B11	327,693	327,693
Other reserves		6,212	6,228
Retained earnings		38,296	37,975
		372,201	371,896
Non-controlling interests		291	297
TOTAL EQUITY		372,492	372,193
TOTAL EQUITY AND LIABILITIES		419,407	436,120
Net assets per share (RM)		0.93	0.93

[The rest of this page has been intentionally left blank]

Condensed Consolidated Statement of Changes in Equity
for the year ended 31 December 2021

	-----Attributable to owners of the parent-----					-----Non Distributable-----				Non-controlling interest RM'000
	Non Distributable		Distributable		Total other reserves	Note B12(a)	Note B12(b)(i)	Note B12(b)(ii)	Note B12(c)	
	Total equity RM'000	Total equity attributable to owners of the parent RM'000	Share capital RM'000	Retained earnings RM'000		Fair value change reserve RM'000	Others RM'000	Warrant reserve RM'000	Foreign currency exchange reserve RM'000	
1 January 2021	372,193	371,896	327,693	37,975	6,228	(62)	570	5,720	-	297
Loss for the year	(2,774)	(2,768)	-	(2,768)	-	-	-	-	-	(6)
Other comprehensive loss	(585)	(585)	-	(569)	(16)	(16)	-	-	-	-
Total comprehensive loss	(3,359)	(3,353)	-	(3,337)	(16)	(16)	-	-	-	(6)
Equity contribution of a strike off company	3,658	3,658	-	3,658	-	-	-	-	-	-
31 December 2021	372,492	372,201	327,693	38,296	6,212	(78)	570	5,720	-	291

Condensed Consolidated Statement of Changes in Equity
for the year ended 31 December 2020

	-----Attributable to owners of the parent-----					-----Non Distributable-----				Non-controlling interest RM'000
	Non Distributable		Distributable			Fair value change reserve RM'000	Others RM'000	Warrant reserve RM'000	Foreign currency exchange reserve RM'000	
	Total equity RM'000	Total equity attributable to owners of the parent RM'000	Share capital RM'000	Retained earnings RM'000	Total other reserves RM'000					
1 January 2020	317,495	325,942	327,693	(3,226)	1,475	(43)	(9,327)	5,720	5,125	(8,447)
Prior year adjustment	-	-	-	(9,897)	9,897	-	9,897	-	-	-
Loss for the year	39,874	50,906	-	50,906	-	-	-	-	-	(11,032)
Other comprehensive income/(loss)	1,249	912	-	192	720	(19)	-	-	739	337
Total comprehensive income/(loss)	41,123	51,818	-	51,098	720	(19)	-	-	739	(10,695)
Disposal of subsidiaries	13,575	(5,864)	-	-	(5,864)	-	-	-	(5,864)	19,439
31 December 2020	372,193	371,896	327,693	37,975	6,228	(62)	570	5,720	-	297

Condensed Consolidated Statements of Cash Flow
for the year ended 31 December 2021

	CUMULATIVE QUARTER	
	31.12.2021	31.12.2020
	RM'000	RM'000
Cash flows from operating activities		
Cash receipts from customers	44,658	88,831
Cash payments to suppliers and contractors	(11,045)	(17,657)
Cash payments to employees and for expenses	(10,950)	(55,404)
Cash generated from operations	<u>22,663</u>	<u>15,770</u>
Income tax (paid)/received	(2,957)	5,678
Net cash generated from operating activities	<u>19,706</u>	<u>21,448</u>
Cash flows from investing activities		
Dividend received	16	13
Interest received	132	183
Purchase of property, plant and equipment	(6,102)	(6,331)
Purchase of investment properties	(9)	-
Proceed from sale of property, plant and equipment	3	133
Proceed from disposal of land	247	-
Net cash (outflow) / inflow from (strike off) / disposal of subsidiaries	(68)	14,365
Net cash (used in) / generated from investing activities	<u>(5,781)</u>	<u>8,363</u>
Cash flows from financing activities		
Drawdown of term loan	4,305	-
Repayment of term loans	(12,174)	(5,879)
Repayment of obligation under finance leases	(39)	(63)
Loan interest	(1,432)	(1,986)
Repayment of lease liabilities	-	(131)
Net cash used in financing activities	<u>(9,340)</u>	<u>(8,059)</u>
Net increase in cash and cash equivalents	4,585	21,752
Cash and cash equivalents at beginning of year	<u>8,204</u>	<u>(13,548)</u>
Cash and cash equivalents at end of year	<u>12,789</u>	<u>8,204</u>
Represented by:		
Cash and bank balances	19,718	16,904
Bank overdrafts	(6,929)	(8,700)
Cash and cash equivalents at end of year	<u>12,789</u>	<u>8,204</u>

**PART A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING
STANDARD 134 (“MFRS 134”): INTERIM FINANCIAL REPORTING**

A1. Basis of preparation

The interim financial report has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of Pasdec Holdings Berhad ("the Company") and its subsidiaries ("the Group") since the year ended 31 December 2020.

A2. Significant accounting policies

The significant accounting policies and methods of computation applied in the unaudited condensed financial statements are consistent with those adopted in audited financial statements for the financial year ended 31 December 2020, except for the adoption of the following amendments to MFRSs that are applicable for the current financial year beginning on 1 January 2021:

Interest Rate Benchmark Reform Phase 2
(Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)

A3. Standard and interpretations issued but not yet effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

Amendments/Improvements to MFRSs

MFRS 10 Consolidated Financial Statements: Sale or Contribution of Assets between an Investor and its Associate of Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
MFRS 128 Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate of Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
Amendments MFRS 16 Leases on Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 2021
Earlier adoptions are permitted	1 April 2021
Annual Improvements to MFRS Standards 2018-2020	1 January 2022
Amendments to MFRS 3 Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116 Property, Plant and Equipment-Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137 Onerous Contract-Cost of Fulfilling Contract	1 January 2022
Amendments to MFRS 101 Classification of Liabilities as Current or Non-Current	1 January 2023
Amendments to MFRS 108 Definition of Accounting Estimates	1 January 2023
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 112 Income Taxes	1 January 2023

A4. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2020 was not qualified.

A5. Seasonal or cyclical factors

The Group's performances were not materially affected by any significant seasonal or cyclical factors for the current quarter.

A6. Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income and cash flows of the Group that are unusual due to their nature, size or incidence during the current quarter under review.

A7. Changes in estimates

There were no material changes in estimates of amounts reported in prior interim periods that have a material effect in the current quarter results.

A8. Issuance or repayment of debt and equity securities

There were no issuance, cancellations, repurchases, resale, and repayment of debts and equity securities for the current period except for those disclosed in the Condensed Consolidated Statements of Cash Flow.

A9. Carrying amount of revalued assets

The carrying values of certain investment properties and inventories are based on brought forward valuation.

A10. Segmental information

The Group is principally involved in property development, construction, investments holdings and property management (others) activities. The reportable segments of the Group are as follows:-

- a) Continued operations - property, construction and others segments; and
- b) Disposed operations in 2020 - manufacturing segments under Pasdec Automotive Technologies (Pty) Ltd. and Delta Automotive Technologies Pty. Ltd. (previously known as Pasdec Automotive Technologies (Botswana) (Pty) Ltd.)

[The rest of this page has been intentionally left blank]

A11. Segmental information

The segmental information by activities for the Company and its subsidiaries for the year is as follows:-

CUMULATIVE PERIOD					
12 MONTHS ENDED 31 DECEMBER 2021					
	Properties	Construction	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE :					
External sales	38,921	661	26	(13)	39,595
Inter-segment sales	-	1,747	2,959	(4,706)	-
	38,921	2,408	2,985	(4,719)	39,595
SEGMENT RESULTS:					
Operating profit/(loss)	3,198	858	(4,735)	(5,130)	(5,809)
Other income	4,376	44	1,118	-	5,538
Interest income	373	2	2,206	(2,449)	132
Finance costs	(2,279)	(11)	(860)	1,718	(1,432)
Share of results of associates	-	-	-	(13)	(13)
Profit/(loss) before tax	5,668	893	(2,271)	(5,874)	(1,584)
Taxation	(954)	-	(236)	-	(1,190)
Profit/(loss) net of tax	4,714	893	(2,507)	(5,874)	(2,774)
Assets and Liabilities					
Segment assets	396,250	2,261	326,991	(328,286)	397,216
Cash and bank balances	8,669	89	4,991	-	13,749
Deposit with licensed banks	4,503	118	1,348	-	5,969
Tax recoverable	2,436	-	37	-	2,473
Total assets	411,858	2,468	333,367	(328,286)	419,407
Segment liabilities	139,757	2,846	37,742	(151,215)	29,130
Tax payable	-	-	-	-	-
Overdrafts	6,885	44	-	-	6,929
Loans and borrowings	4,807	-	6,049	-	10,856
Total liabilities	151,449	2,890	43,791	(151,215)	46,915
Depreciation	581	-	6	1,217	1,804

A11. Segmental information (continued)

The segmental information by activities for the Company and its subsidiaries for the year is as follows:-

	CUMULATIVE PERIOD					
	12 MONTHS ENDED 31 DECEMBER 2020					
	Properties RM'000	Construc- tion RM'000	Others RM'000	Elimina- tion RM'000	Total	
Continuing RM'000					Disposed RM'000	
REVENUE :						
External sales	42,906	14	2,055	-	44,975	44,734
Inter-segment sales	2	744	3,455	(4,201)	-	-
	42,908	758	5,510	(4,201)	44,975	44,734
SEGMENT RESULTS:						
Operating loss	(1,658)	(753)	(4,535)	9,323	2,377	(8,464)
Other income	3,168	71	2,819	71,801	77,859	-
Interest income	660	3	1,774	(2,253)	184	-
Finance costs	(2,104)	(89)	(775)	1,057	(1,911)	(7,522)
Share of results of associates	-	-	-	(867)	(867)	-
Profit/(loss) before tax	66	(768)	(717)	79,061	77,642	(15,986)
Taxation	(2,100)	-	-	-	(2,100)	(19,682)
(Loss)/profit net of tax	(2,034)	(768)	(717)	79,061	75,542	(35,668)
Assets and Liabilities						
Segment assets	422,553	5,658	329,268	(338,703)	418,776	-
Cash and bank balances	8,536	4	2,476	-	11,016	-
Deposit with licensed banks	4,700	117	1,071	-	5,888	-
Tax recoverable	441	2	-	-	443	-
Total assets	436,230	5,781	332,815	(338,703)	436,123	-
Segment liabilities	157,574	6,923	32,973	(161,013)	36,457	-
Tax payable	6	-	-	-	6	-
Overdrafts	8,265	435	-	-	8,700	-
Loans and borrowings	9,849	-	8,915	-	18,764	-
Total liabilities	175,694	7,358	41,888	(161,013)	63,927	-
Depreciation	651	7	1,225	(175)	2,058	879
					2,937	

A12. Events after the reporting year

There were no material events subsequent to the reporting date up to 28 February 2022, being the latest practicable date which is not earlier than 7 days from the date of issuance of this Financial Report.

A13. Changes in the composition of the Group

As at the reporting date, a wholly-owned subsidiary, Pasdec Trading Sdn Bhd has been struck-off.

A14. Contingent liabilities

There were no changes in the nature of contingent liabilities as at the date of this announcement since the preceding financial year ended 31 December 2020.

A15. Capital commitments of the Group

	As at 31.12.2021 RM'000	As at 31.12.2020 RM'000
Capital expenditure Approved and contracted for: Property, plant and equipment	58,967	65,240

A16. Subsequent events and prospects

The Covid-19 pandemic has had a negative impact on the economy since last two years. Malaysia's economy improved by 3.6% in the fourth quarter 2021 after the strict containment measures under the government's movement control order "(MCO)" and prolonged lockdown of economic activities. The MCO 3.0 has been uplifted during middle of October 2021.

The outlook for the property sector remained challenging given the adverse market conditions left behind during the prolonged Covid-19 pandemic situation in Malaysia. However, the government has undertaken several measures such as lowering interest rates, reintroduction of the Home Ownership Campaign and exemption of the Real Property Gains Tax for residential properties to boost the property sector demands.

The Group is cautiously optimistic about the prospects during the financial year ending 31 December 2022 with carefully planned upcoming launches.

A17. Corporate proposals announced

During the quarter under review, there was no corporate proposals announced.

Financial Report for the year ended 31 December 2021

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES

B1. Review of performance

	Individual Quarter		Changes		Cumulative Quarter		Changes	
	Current Quarter	Preceding year Quarter			Current year to-date	Preceding year to-date		
	31.12.2021	31.12.2020	RM'000	%	31.12.2021	31.12.2020	RM'000	%
Continuing operations								
Revenue	9,760	18,353	(8,593)	(47)	39,595	44,975	(5,380)	(12)
Gross profit	1,127	9,290	(8,163)	(88)	10,492	18,593	(8,101)	(44)
Profit/(loss) before interest and tax	3,411	79,629	(76,218)	(96)	(152)	79,553	(79,705)	(100)
Profit/(loss) before tax	3,234	79,210	(75,976)	(96)	(1,584)	77,642	(79,226)	(102)
Profit/(loss) net of tax	1,937	77,110	(75,173)	(97)	(2,774)	75,542	(78,316)	(104)
Disposed operations								
Loss net of tax	-	(23,317)	23,317	100	-	(35,668)	35,668	100
Profit/(loss) attributable to ordinary equity holders of the parent	1,939	61,388	(59,449)	(97)	(2,768)	50,906	(53,674)	(105)

Performance of the financial year-to-date, 2021 ("YTD 2021") vs financial year-to-date, 2020 ("YTD 2020")

The Group recorded a revenue of RM39.60 million and loss before tax of RM1.58 million, both were lower than the corresponding YTD 2020. The economic activities during the MCO 3.0 between 1 June 2021 and 11 October 2021 had been affected and the roll out of the National Covid-19 Immunisation Programme after the upliftment of MCO 3.0 were gradually making effect on the revenue.

The profit after tax of RM75.54 million was recorded during preceding year-to-date 2020 mainly due to gain on disposal of subsidiaries.

Results by segments

The property segment registered revenue of RM38.92 million for the current year compared to RM42.91 million for last year. Among the challenge during the pandemic especially during MCO 3.0 was to conclude booking into sales.

[The rest of this page has been intentionally left blank]

B2. Comparison of current quarter results with the preceding quarter

4Q 2021 vs 3Q 2021

	Current Quarter 31.12.2021 RM'000	Immediate Preceding Quarter 30.09.2021 RM'000	Changes	
			RM'000	%
Continuing operations				
Revenue	9,760	6,924	2,836	41
Gross profit	1,127	2,359	(1,232)	(52)
Profit/(loss) before interest & tax	3,411	(322)	3,733	1,159
Profit/(loss) before tax	3,234	(888)	4,122	464
Profit/(loss) net of tax	1,937	(340)	2,277	670
Profit/(loss) attributable to ordinary equity holders of the Company	1,939	(339)	2,278	672

Revenue	Current Quarter	Immediate Preceding Quarter
Segments	4Q 2021	3Q 2021
	RM'million	RM'million
Property development	9.78	6.25
Construction	(0.02)	0.67
	<u>9.76</u>	<u>6.92</u>

The Group's property development segment achieved revenue of RM9.78 million in 4Q 2021, an increase of 56% compared to RM6.25 million in 3Q 2021.

The increase on revenue was due to sales that picked up during 4Q 2021 following the upliftment of MCO 3.0 from 11 October 2021.

Consequently, profit before tax in 4Q 2021 was RM3.23 million, compared to RM0.89 million in 3Q 2021.

[The rest of this page has been intentionally left blank]

B3. Profit forecast and profit guarantee

The Group had not provided any profit forecast or profit guarantee in a public document.

B4. Notes to consolidated statement of comprehensive income

	31.12.2021	31.12.2020
	RM'000	RM'000
(Loss)/profit for the year is arrived at after charging :-		
Depreciation	1,804	2,937
Interest expense	1,432	1,911
Allowance for expected credit loss:-		
Trade receivables	427	344
Effect of strike off subsidiaries	3,714	10
and after crediting:-		
Interest income	132	184
Other income	5,538	4,267
Gain on disposal of subsidiaries	-	73,592
Reversal of allowance for expected credit loss:-		
Trade receivables	96	202

B5. Taxation

	INDIVIDUAL		CUMULATIVE	
	QUARTER		QUARTER	
	3 months ended		12 months ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Income tax				
- Current year	1,297	2,152	1,710	2,152
- Prior year over provision	-	(52)	(520)	(52)
	1,297	2,100	1,190	2,100

[The rest of this page has been intentionally left blank]

B6. Corporate proposal

There was no corporate proposal pending completion during the quarter under review.

B7. Status of utilisation of proceeds as at 31 December 2021 raised from the Rights Issue with Warrants are as follows:-

a)

No	Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance RM'000	Estimate Timeframe
1	Land premium	7,436	2,281	5,155	Within 12 months
2	Property development	18,000	15,035	2,965	Within 12 months
3	Working capital purpose	13,501	13,501	-	Not applicable
4	Expenses for the Rights Issue with Warrants	1,100	1,100	-	Not applicable
Total		40,037	31,917	8,120	

1. Land premium

The land premium is in respect of 60 acres of land in Muadzam Shah, which is pending issuance of land title by Land Office.

2. Property development

The balance of RM2.97 million will be used for new projects as shown in the table below on the first come first serve basis.

[The rest of this page has been intentionally left blank]

B7. Status of utilisation of proceeds as at 31 December 2021 raised from the Rights Issue with warrants are as follows:- (continued)

New projects		Estimated GDV RM'million	Estimated date of commencement
Residential:-			
1	Balok Perdana 3A Phase 7	24.52	April 2021
2	Bandar Putra Package 6A9	32.83	October 2022
3	Pasdec Avenue	80.46	October 2022
4	Pasdec Damansara Zone 3A3	52.71	April 2023
5	Muadzam Shah	140.15	October 2023
Commercials:			
1	Balok Perdana Commercial 2A2	10.18	October 2023
2	Harbour Park	162.11	January 2024
Total		502.96	

Projects		Estimated GDV RM'million	Certificate of Completion & Compliance ("CCC")
1	Pesona Business Centre	9.81	99%-expected CCC in 2Q 2022

[The rest of this page has been intentionally left blank]

B7. Status of utilisation of proceeds as at 31 December 2021 raised from the Rights Issue with warrants are as follows:- (continued)

- b) The Group had on 31 January 2019 announced variation in the utilisation of proceeds raised from the Rights Issues as follows:

Particulars		Approved allocation	Actual spending as at 31 December 2021	Remaining to be utilised	Approved variation	Proposed variation
		RM'000	RM'000	RM'000	RM'000	RM'000
1	Land premium	7,436	2,281	4,188	967	(967)
2	Property development	18,000	15,035	2,965	-	-
3	Working capital	13,501	13,501	-	(967)	967
4	Expenses for Rights Issue	1,100	1,100	-	-	-
Total		40,037	31,917	7,153	-	-

B8. Investment securities

Fair Value through Other Comprehensive Income

	As at 31.12.2021 Carrying amount Market value of quoted investments RM'000	As at 31.12.2020 Carrying amount Market value of quoted investments RM'000
At fair value:		
Unit trusts quoted in Malaysia	363	379
	<u>363</u>	<u>379</u>

[The rest of this page has been intentionally left blank]

B9. Trade receivables

The ageing analysis of the trade receivables for 31 December 2021 is as follows:

Ageing	Gross RM'000	Impairment RM'000	Net RM'000	%
Current	4,208	-	4,208	15%
31 to 60 days	2,967	(42)	2,925	10%
61 to 90 days	1,347	(3)	1,344	5%
More than 91 days	25,910	(6,528)	19,382	70%
Total	34,432	(6,573)	27,859	100%

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group and the Company. None of the Group's and of the Company's trade receivables that are neither past due nor impaired have been renegotiated during the quarter.

B10. Loans and borrowings

The Group's exposure in loans and borrowings is as follows:

Secured facilities	As at 31.12.2021 RM'000	As at 31.12.2020 RM'000	Interest rates	Remarks
Current:				
1) Term loans	3,250	10,711	3.97% - 6.50%	Working capital
2) Term loans	2,904	1,558	3.57%	Investment
3) Finance lease	36	-	2.15%	Purchase of motor vehicle
Sub-Total	6,190	12,269		
Non-current:				
1) Term loans	4,104	-	6.14%	Working capital
2) Term loans	437	6,495	3.57%	Investment
3) Finance lease	125	-	2.15%	Purchase of motor vehicle
Sub-Total	4,666	6,495		
Total	10,856	18,764		

B11. Share Capital

	As at 31.12.2021 RM'000	As at 31.12.2020 RM'000
Issued and fully paid with no par value	<u>327,693</u>	<u>327,693</u>
	As at 31.12.2021	As at 31.12.2020
	No of ordinary shares (‘000)	No of ordinary shares (‘000)
Issued and fully paid with no par value	<u>400,369</u>	<u>400,369</u>

B12. Other reserves

a) Fair value change reserve

Fair value adjustment reserve represents the cumulative fair value changes of available-for-sale financial assets until they are disposed of or impaired.

b) Others

i) The others represent:

	As at 31.12.2021 RM'000	As at 31.12.2020 RM'000
Premium paid on acquisition of non-controlling interest in a subsidiary	-	(9,898)
Share of revaluation and share option reserves of an associate	570	571
Reclassified to retained earnings	-	9,897
	<u>570</u>	<u>570</u>

ii) Warrant reserve

The Warrants of RM5.72 million in respect of 114,391,200 free detachable Warrants on the basis of 1 Warrant for every 1 Rights Share subscribed at a fair value of RM0.05 per Warrant, listed and quoted on the main market of Bursa Securities on 11 July 2018. The warrants are expiring on 3 July 2023.

B12. Other reserves (continued)

c) Foreign currency exchange reserve

The foreign currency exchange deficit represents the differences arising from translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency.

B13. Financial guarantees

During the year, the corporate guarantees totalling BWP180,203,237 and ZAR8,000,000 (approximately RM67,176,884) provided by the Company to the preference shareholder, lender and creditor of the disposed investment in South Africa were fully discharged.

B14. Material litigation

There was no material litigation involving the Group at the date of this report.

B15. Dividend

There was no dividend declared for the quarter under review.

B16. Losses/(earnings) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Basic losses/(earnings) per share				
Losses/(earnings) attributable to owners of the Company (RM'000)	1,939	61,388	(2,768)	50,906
Number of weightage average shares (unit '000)	400,369	400,369	400,369	400,369
Basic losses/(earnings) per share (sen)	<u>0.49</u>	<u>15.33</u>	<u>(0.69)</u>	<u>12.71</u>

B17. Comparative figures

Certain comparative figures have been reclassified to conform to current year presentations.

B18. Authority for issue

The financial report were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

By order of the Board

Shakerah Enayetali

Group Corporate Secretary & Governance