

SYF RESOURCES BERHAD
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Quarter Ended 31 October 2021

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	<u>FY 2022</u> Current Quarter Ended 31/10/2021	(Restated) <u>FY 2021</u> Current Quarter Ended 31/10/2020	<u>FY 2022</u> 3 Months Cumulative To Date	(Restated) <u>FY 2021</u> 3 Months Cumulative To Date
	RM'000	RM'000	RM'000	RM'000
<u>Continuing Operations</u>				
Revenue	19,899	45,301	19,899	45,301
Operating Expenses	(18,675)	(42,008)	(18,675)	(42,008)
Other Operating Income	732	70	732	70
Profit from Operations	1,956	3,363	1,956	3,363
Finance Costs	(397)	(1,522)	(397)	(1,522)
Profit Before Tax	1,559	1,841	1,559	1,841
Taxation	(586)	(640)	(586)	(640)
Profit from Continuing Operations	973	1,201	973	1,201
(Loss)/ Profit from Discontinued Operation, net of tax	(24,311)	578	(24,311)	578
Net Profit for the Period	(23,338)	1,779	(23,338)	1,779
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income for the Period	(23,338)	1,779	(23,338)	1,779
Net Profit for the Period, Representing Total Comprehensive Income for the Period:				
Owners of the Company	(23,837)	1,034	(23,837)	1,034
Non-controlling Interests	499	745	499	745
	(23,338)	1,779	(23,338)	1,779
Earnings Per Share Attributable to Equity Holders of the Company (Note 17.11)				
Basic (Sen)				
- from continuing operations	0.08	0.08	0.08	0.08
- from discontinued operation	(4.27)	0.10	(4.27)	0.10
	(4.19)	0.18	(4.19)	0.18
Diluted (Sen)				
- from continuing operations	0.08	0.08	0.08	0.08
- from discontinued operation	(4.27)	0.10	(4.27)	0.10
	(4.19)	0.18	(4.19)	0.18

(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 31 July 2021 and the accompanying explanatory notes attached to this interim financial report)

SYF RESOURCES BERHAD
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Financial Position
As at 31 October 2021

(The figures have not been audited)

	(UNAUDITED) As At 31/10/2021 <u>RM'000</u>	(AUDITED) As At 31/07/2021 <u>RM'000</u>
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	19	63,321
Investment Property	-	7,045
Inventories - Land Held for Property Development	31,112	49,077
Intangible Assets	18,408	18,408
Right-of-use Assets	27	7,233
	<u>49,566</u>	<u>145,084</u>
Current Assets		
Inventories	24,346	53,995
Contract Assets	39,392	37,676
Receivables, Deposits and Prepayments	18,068	28,201
Tax Recoverable	32	1,545
Cash and Cash Equivalents	53,843	59,500
	<u>135,681</u>	<u>180,917</u>
Non-Current Assets Held for Sale	20,865	10,956
Assets Included in Disposal Group Classified as Held for Sale	88,529	-
	<u>245,075</u>	<u>191,873</u>
Total Assets	<u>294,641</u>	<u>336,957</u>
EQUITY AND LIABILITIES		
Share Capital	143,527	143,527
Treasury Shares	(761)	(761)
Reserves	18,671	70,774
Reserves Included in Disposal Group Classified as Held for Sale	28,266	-
Equity Attributable to Equity Holders of the Company	<u>189,703</u>	<u>213,540</u>
Non-Controlling Interests	14,313	13,814
Total Equity	<u>204,016</u>	<u>227,354</u>
Non-Current Liabilities		
Loans and Borrowings	25,070	28,551
Deferred Tax Liabilities	4,418	7,356
Lease Liability	4	195
	<u>29,492</u>	<u>36,102</u>
Current Liabilities		
Payables and Accruals	17,399	56,534
Loans and Borrowings	4,313	14,890
Lease Liability	23	594
Taxation	869	1,483
	<u>22,604</u>	<u>73,501</u>
Liabilities Included in Disposal Group Classified as Held for Sale	38,529	-
Total Liabilities	<u>90,625</u>	<u>109,603</u>
Total Equity and Liabilities	<u>294,641</u>	<u>336,957</u>
Net Assets Per Share Attributable to Ordinary Equity Holders of the Company (RM)	0.33	0.38

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to this interim financial report)

SYF RESOURCES BERHAD

Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Changes in Equity**For the Quarter Ended 31 October 2021**

(The figures have not been audited)

	Attributable to Shareholders of the Company				Distributable			
	Non-Distributable							
	Share Capital RM'000	Treasury Shares RM'000	Assets Revaluation Reserve RM'000	Reserve Included in Disposal Group Classified as Held for Sale RM'000	Retained Profits RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
3 months period ended								
<u>31 October 2021</u>								
Balance at beginning of year 01 August 2021	143,527	(761)	31,696	-	39,078	213,540	13,814	227,354
Transfer to disposal group classified as held for sale	-	-	(31,696)	31,696	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(23,837)	(23,837)	499	(23,338)
Realisation of assets revaluation reserve	-	-	-	(3,430)	3,430	-	-	-
Balance at end of period 31 October 2021	<u>143,527</u>	<u>(761)</u>	<u>-</u>	<u>28,266</u>	<u>18,671</u>	<u>189,703</u>	<u>14,313</u>	<u>204,016</u>
3 months period ended								
<u>31 October 2020</u>								
Balance at beginning of year 01 August 2020	142,310	(761)	32,066	-	41,884	215,499	10,901	226,400
Total comprehensive income for the period	-	-	-	-	1,034	1,034	745	1,779
Balance at end of period 31 October 2020	<u>142,310</u>	<u>(761)</u>	<u>32,066</u>	<u>-</u>	<u>42,918</u>	<u>216,533</u>	<u>11,646</u>	<u>228,179</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to this interim financial report)

SYF RESOURCES BERHAD
Co. No. 199501035170 (364372-H)

Condensed Consolidated Statement of Cash Flows
For the Quarter Ended 31 October 2021

(The figures have not been audited)

	FY 2022 3 Months Ended 31/10/2021 <u>RM'000</u>	FY 2021 3 Months Ended 31/10/2020 <u>RM'000</u>
Profit/ (loss) before taxation		
Continuing operations	1,559	1,841
Discontinued operation	(24,303)	578
	<u>(22,744)</u>	<u>2,419</u>
Adjustments for :		
Depreciation of property, plant and equipment/ right-of-use assets	720	1,132
Interest expense	642	1,820
Interest income	(317)	(131)
(Gain)/Loss on unrealised foreign exchange	14	34
(Gain)/Loss on disposal of property, plant and equipment	(796)	(271)
Impairment loss on assets included in disposal group classified as held for sale	24,368	-
Operating profit/(loss) before working capital changes	<u>1,887</u>	<u>5,003</u>
Changes in working capital :		
Net change in current assets	4,500	20,504
Net change in current liabilities	(20,538)	(6,557)
Cash generated from/(used in) operations	<u>(14,151)</u>	<u>18,950</u>
Interest paid	(642)	(1,820)
Income tax paid	(1,233)	(305)
Income tax refunded	1,498	634
Net cash generated from/(used in) operating activities	<u>(14,528)</u>	<u>17,459</u>
Investing activities :		
Purchase of property, plant and equipment	(458)	(21)
Proceeds from disposal of property, plant and equipment	12,120	271
Interest received	317	131
Net cash flows from/(used in) investing activities	<u>11,979</u>	<u>381</u>
Financing activities :		
Repayment of bank borrowings/changes in bills payables	2,032	(15,709)
Repayment of lease liability	(307)	(368)
Placement of fixed deposits pledged	(13)	(89)
Net cash flows from/(used in) financing activities	<u>1,712</u>	<u>(16,166)</u>
Net increase/(decrease) in cash and cash equivalents	(837)	1,674
Cash and cash equivalents at beginning of year	51,389	7,383
Cash and cash equivalents at end of period	<u>50,552</u>	<u>9,057</u>
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts :		
Cash and bank balances	12,107	13,533
Fixed deposits	47,020	7,992
Cash and cash equivalents	<u>59,127</u>	<u>21,525</u>
Bank overdrafts	(450)	(4,476)
Less : Fixed deposits pledged	(8,125)	(7,992)
	<u>50,552</u>	<u>9,057</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 July 2021 and the accompanying explanatory notes attached to this interim financial report)

**Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021**

1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("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 July 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 July 2021.

2 Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 July 2021, except for adoption of the following new/revised MFRSs and Amendments to MFRSs which are applicable to the Group's financial period beginning 1 August 2021:

	Effective dates for financial period beginning on or after
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2 1 January 2021
Amendments to MFRS 16	Covid-19 - Related Rent Concessions beyond 30 June 2021 1 April 2021

The initial application of the above-mentioned new standards and amendments to standards are not expected to have any significant impacts on the financial statements of the Group and of the Company.

3 Preceding Audited Financial Statements

The audit report of the preceding annual financial statements for the financial year ended 31 July 2021 was not subject to any qualification.

4 Seasonal or Cyclical Factors

Demand in the property development market, the Group's continuing operations product, is generally affected by national as well as global economic conditions.

5 Nature and Amount of Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current quarter and financial year-to-date.

6 Changes in Estimates

There were no material changes in the nature and amount of estimates used in the prior interim periods of the current financial year or material changes in nature and amount of estimates used in prior financial years.

7 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt securities for the current quarter and financial year-to-date. Total number of treasury shares held was 5,236,000 ordinary shares as at 31 October 2021.

**Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021**

8 Dividends Paid

There were no dividends paid during the current financial period under review.

9 Segmental Reporting

Analysis by activities for the financial year-to-date is as follows:

	Continuing Operations			Discontinued Operation	Total Segments RM'000	Adjustment and Elimination RM'000	Consolidation RM'000
	Rubberwood Furniture RM'000	Property Development and Construction RM'000	Others RM'000	Rubberwood Furniture RM'000			
3 months period ended 31 October 2021							
Revenue						(#)	
External sales	-	19,920	(21)	23,000	42,899	(23,000)	19,899
Inter-segment sales	-	-	-	-	-	-	-
Total sales	-	19,920	(21)	23,000	42,899	(23,000)	19,899
Results							
Segment results	-	2,005	(365)	(24,059)	(22,419)	24,059	1,640
Interest income	-	186	130	1	317	(1)	316
Finance costs	-	(397)	-	(245)	(642)	245	(397)
Profit/ (loss) before taxation	-	1,794	(235)	(24,303)	(22,744)	24,303	1,559
Taxation	-	(548)	(38)	(8)	(594)	8	(586)
Net profit/ (loss)	-	1,246	(273)	(24,311)	(23,338)	24,311	973
3 months period ended 31 October 2020							
Revenue						(#)	
External sales	2,216	43,085	-	37,010	82,311	(37,010)	45,301
Inter-segment sales	-	-	-	-	-	-	-
Total sales	2,216	43,085	-	37,010	82,311	(37,010)	45,301
Results							
Segment results	18	3,436	(133)	787	4,108	(787)	3,321
Interest income	19	23	-	89	131	(89)	42
Finance costs	-	(1,522)	-	(298)	(1,820)	298	(1,522)
Profit/ (loss) before taxation	37	1,937	(133)	578	2,419	(578)	1,841
Taxation	-	(640)	-	-	(640)	-	(640)
Net profit/ (loss)	37	1,297	(133)	578	1,779	(578)	1,201

(#) The amount relating to the Rubberwood Furniture segment has been excluded from the revenue and is presented separately in the statement of profit or loss and other comprehensive income within one line item as "profit/loss from discontinued operation, net of tax".

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Notes To The Interim Financial Report For the Quarter Ended 31 October 2021

10 Valuations of Property, Plant and Equipment

The Group has adopted the revaluation policy to review the carrying value of its land and buildings every five years. Surplus arising from revaluation are reflected in the revaluation reserve account. The last revaluation was done in financial year 2017.

11 Material Events Subsequent to the end of the Interim Period

There were no material events subsequent to the end of the interim period.

12 Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial year-to-date.

13 Significant Events

There were no significant events for the period under review except as disclosed in note 17.10.

14 Contingent Liabilities

a) Group

Contingent liabilities of the Group as at 31 October 2021 in respect of bank guarantees issued in favour of government authorities, utility boards and suppliers are as follow:-

	<u>RM'000</u>
Continuing operations	4,740
Discontinued operation	2,568
	<u>7,308</u>

b) Company

The Company has contingent liabilities in the form of corporate guarantees given to financial institutions and suppliers in respect of credit facilities granted to subsidiaries amounting to RM52.8m as at 31 October 2021.

15 Capital Commitment

There were no material capital commitments of the Group as at 31 October 2021.

**Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021**

16 Significant Related Parties Transactions

The Group had the following transactions with related parties during the financial period-to-date:

	<u>RM'000</u>
<u>Transaction with a director</u>	
Rental paid	47
<u>Transaction with companies in which certain directors of the Company are also the director and have substantial financial interest</u>	
Sales	2,701
Purchases	320
Rental paid	114
Project landowner entitlement	2,393

17.1 Review of Performance

	<u>FY 2022</u>	(Restated) <u>FY 2021</u>		
	Current	Comparative		
	Quarter Ended	Quarter Ended		
	31/10/2021	31/10/2020	Variance	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Continuing Operations				
Revenue	19,899	45,301	(25,402)	-56.1%
Profit before tax	1,559	1,841	(282)	-15.3%

The Group reported revenue from continuing operations of RM19.90m in current quarter as compared to RM45.31m in the corresponding quarter last year. The decrease of RM25.41m or 56.1% was mainly due to restriction during National Recovery Plan ("NRP") period which has resulted in lower sales and slower construction progress.

The Group posted profit before tax from continuing operations of RM1.56m for the current quarter as compared to RM1.84m in the same quarter last year. The decrease of 15.3% was much lower as compared to the variance in revenue of 56.1% mainly due to lower finance cost incurred in the property development segment.

17.2 Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

	<u>FY 2022</u>	(Restated) <u>FY 2021</u>		
	Current	Preceding		
	Quarter Ended	Quarter Ended		
	31/10/2021	31/07/2021	Variance	Variance
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Continuing Operations				
Revenue	19,899	16,265	3,634	22.3%
Profit before tax	1,559	778	781	100.4%

The Group recorded revenue from continuing operations of RM19.90m in the current quarter, up 22.3% against RM16.27m in the preceding quarter. The positive variance was contributed by improvement from the property development segment following gradual resumption of business activities during NRP period.

The Group recorded improvement of 100.4% in profit before tax from continuing operations, from RM0.78m in the preceding quarter to RM1.56m in the current quarter. This was mainly due to increase in revenue and lower finance cost incurred.

Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021

17.3 Prospects for the Current Financial Year

The business environment remains challenging due to the COVID-19 pandemic and increasing geopolitical tensions. However, the accelerated rollout of the National COVID-19 Immunisation Programme and the launch of the National Recovery Plan is a positive sign to achieve herd immunity and facilitate business recovery in a more sustainable manner.

The property development segment has shown a gradual recovery as a result of the government's various stimulus packages and policy revisions such as Home Ownership Campaign, overnight policy rate reduction, stamp duty and real property gains tax property exemption. These policies augur well for the sector and stimulate property purchases. Besides that, the Movement Control Orders lockdown and enforced stay-at-home culture has increased awareness and emphasised the advantages of a comfortable home with sufficient space and amenities.

As mentioned in note 17.10, SYF intends to exit its rubberwood furniture business and enter into financial services business. The Proposed Acquisition is expected to enhance shareholders' value taking into consideration the track records of M & A Securities Sdn Bhd as evident by its strong business growth and historical profitability. Coupled with the positive outlook of the capital market underpinned by the initiatives as set out in the Capital Market Plan 3, the Board is positive about the prospects and growth path of the enlarged SYF Group after the Proposals.

17.4 Variance of Actual Profit from Profit Forecast or Profit Guarantee

Not applicable as there was no profit forecast or profit guarantee.

17.5 Profit Before Tax

Profit before tax is derived after charging/ (crediting):

	<u>FY 2022</u> Current Quarter Ended 31/10/2021 RM'000	(Restated) <u>FY 2021</u> Current Quarter Ended 31/10/2020 RM'000	<u>FY 2022</u> 3 Months Cumulative To Date RM'000	(Restated) <u>FY 2021</u> 3 Months Cumulative To Date RM'000
<u>Continuing Operations</u>				
Interest income	(316)	(42)	(316)	(42)
Interest expense	397	1,522	397	1,522
Depreciation and amortisation	7	328	7	328
(Gain)/ loss on disposal of property, plant and equipment	(52)	-	(52)	-
(Gain)/ loss on foreign exchange	-	17	-	17
<u>Discontinued Operation</u>				
Interest income	(1)	(89)	(1)	(89)
Interest expense	245	298	245	298
Depreciation and amortisation	713	804	713	804
(Gain)/ loss on disposal of property, plant and equipment	(744)	(271)	(744)	(271)
(Gain)/ loss on foreign exchange	14	17	14	17
Impairment loss on assets included in disposal group classified as held for sale	24,368	-	24,368	-

**Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021**

17.6 Taxation

	Current Quarter <u>RM'000</u>	Financial Year-to-date <u>RM'000</u>
Tax expense - Continuing Operations	586	586
Tax expense - Discontinued Operation	8	8
	<u>594</u>	<u>594</u>

The Group's effective tax rates for the current quarter and financial year-to-date were higher than the statutory tax rate due to most of the subsidiaries were in loss position.

17.7 Group Borrowings and Securities

The Group borrowings as at 31 October 2021 are as follows :

	<u>RM'000</u>
Denominated in Ringgit	
- Secured current borrowings	4,313
- Secured non-current borrowings	25,070
	<u>29,383</u>

17.8 Material Litigation

There was no material litigation or pending litigation as at the date of the interim financial statements.

17.9 Proposed Dividend

The Board of Directors does not propose any dividend for the quarter under review.

17.10 The Status of Corporate Exercise Announced but Not Completed as at the Date of This Report

On 6 October 2021, the Company announced the following proposals:

- a) the Company had entered into a share sale agreement with Mico Chipboard Berhad, to dispose of the entire 20,000,000 ordinary shares, representing 100% equity interest in Seng Yip Furniture Sdn Bhd, a wholly-owned subsidiary company, for a total disposal consideration of RM50.00 million ("Proposed Disposal of Furniture Business");
- b) the following subsidiary companies had entered into sale and purchase agreement with Juta Development Sdn Bhd for the disposal of the following:
 - (i) Disposal by Nikmat Sekitar Sdn Bhd, an indirect wholly-owned subsidiary company of a parcel of freehold land held under GM 403, Lot 1461, Mukim Ceras, Daerah Hulu Langat, Negeri Selangor for a cash disposal consideration of RM10.60 million; and
 - (ii) Disposal by Nuri Meriah Sdn Bhd, an indirect wholly-owned subsidiary company of a parcel of freehold land held under GM 1128, Lot 1464, Mukim Ceras, Daerah Hulu Langat, Negeri Selangor for a cash disposal consideration of RM10.60 million; ("Proposed Disposal of Freehold Land")
- c) proposed special dividend of RM0.07 per SYF Share and a proposed capital repayment of RM0.11 per SYF Share on an entitlement date to be determined and announced at a later date;

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Notes To The Interim Financial Report For the Quarter Ended 31 October 2021

- d) the Company had entered into a share sale and purchase agreement ("SSPA") with Insas Berhad ("Insas") for the acquisition of the 100,000,000 ordinary shares and 60,000,000 redeemable convertible preference shares ("RCPS") in M & A Securities Sdn Bhd ("M & A Securities"), representing 100% equity interest and 100% of the RCPS in M & A Securities from Insas for a total purchase consideration of RM222.00 million, which will be fully satisfied through the issuance of 1,585,714,286 new SYF Shares ("Consideration Share(s)") at an issue price of RM0.14 per Consideration Share ("Proposed Acquisition");
- e) proposed renounceable rights issue of 284,436,506 new SYF Shares ("Rights Shares") to SYF shareholders on the basis of one (1) Rights Share at an issue price of RM0.14 each for every two (2) existing SYF Shares held on the Entitlement Date ("Proposed Rights Issue");
- f) proposed restricted issue of 215,458,730 new SYF Shares at an issue price of RM0.14 each, representing 10% of the enlarged share capital of SYF after the Proposed Acquisition to eligible directors and employees of the enlarged SYF group including M & A Securities and its subsidiary companies ("M & A Group") and persons who have contributed to the business of M & A Group ("Proposed Restricted Issue");
- g) proposed exemption under Paragraph 4.08(1)(a) of the Rules on Take-overs, Mergers and Compulsory Acquisitions for Insas and its persons acting in concert from the obligation to undertake a mandatory take-over offer to acquire the remaining SYF Shares not already owned by them upon completion of the Proposed Acquisition ("Proposed Exemption"); and
- h) proposed change of name of "SYF Resources Berhad" to "M & A Capital Berhad" ("Proposed Change of Name").

On 2 December 2021, the Company announced that the Company had on 2 December 2021 entered into a Supplemental SSPA with Insas to vary certain terms of the SSPA.

In conjunction with the amendments/variations to the SSPA, the Board had on 2 December 2021 also announced that the Company proposes to distribute: -

- a) RM0.07 per SYF Share on an entitlement date to be determined and announced at a later date immediately after the completion of the Proposed Disposal of Furniture Business.

The said distribution of RM0.07 per SYF Share or RM39,821,111 in total (calculated based on 568,873,012 existing SYF Shares (excluding treasury shares)) will be undertaken by way of a special dividend or capital repayment or a combination of both and funded from the proceeds of the Proposed Disposal of Furniture Business; and

- b) The remaining RM0.11 per SYF Share on an entitlement date to be determined and announced at a later date after the completion of the Proposed Disposal of Freehold Land.

The said distribution of RM0.11 per SYF Share or RM62,576,031 in total (calculated based on 568,873,012 existing SYF Shares (excluding treasury shares)) will be undertaken by way of a special dividend or capital repayment or a combination of both and funded from the proceeds of the Proposed Disposal of Freehold Land and internal generated funds of SYF ("Proposed Special Dividend and/or Capital Repayment 2").

The Proposed Acquisition, Proposed Rights Issue, Proposed Restricted Issue, Proposed Exemption and Proposed Change of Name are conditional upon the completion of the Proposed Disposals. The Proposed Special Dividend and/or Capital Repayment including the Proposed Special Dividend and/or Capital Repayment 2 is conditional upon the completion of the Proposed Disposal of Furniture Business, and again, upon the completion of Proposed Disposal of Freehold Land, but it is not conditional upon the Proposed Acquisition, Proposed Rights Issue, Proposed Restricted Issue, Proposed Exemption and Proposed Change of Name.

All the above proposals have yet to be completed and are subject to approvals of the shareholders at an Extraordinary General Meeting to be convened and any other relevant authorities, if required.

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Notes To The Interim Financial Report
For the Quarter Ended 31 October 2021

17.11 Earnings Per Share Attributable to Equity Holders of the Company

	<u>FY 2022</u> Current Quarter Ended 31/10/2021 <u>RM'000</u>	<u>FY 2021</u> Comparative Quarter Ended 31/10/2020 <u>RM'000</u>	<u>FY 2022</u> 3 Months Cumulative To Date <u>RM'000</u>	<u>FY 2021</u> 3 Months Cumulative To Date <u>RM'000</u>
Net profit attributable to equity holders of the Company				
- from continuing operations	474	456	474	456
- from discontinued operation	(24,311)	578	(24,311)	578
	<u>(23,837)</u>	<u>1,034</u>	<u>(23,837)</u>	<u>1,034</u>
a) <u>Basic</u>				
Weighted average number of ordinary shares ('000)	568,873	564,003	568,873	564,003
Basic earning per share (sen)				
- from continuing operations	0.08	0.08	0.08	0.08
- from discontinued operation	(4.27)	0.10	(4.27)	0.10
	<u>(4.19)</u>	<u>0.18</u>	<u>(4.19)</u>	<u>0.18</u>
b) <u>Diluted</u>				

There is no dilution effect to the earnings per share for the current financial period while the effect of potential ordinary shares arising from the exercise of ESOS was anti-dilutive in the comparative period.

17.12 Comparative Figures

Certain comparative figures were restated to conform with current financial year's presentation.