

IMPIANA HOTELS BERHAD
Registration No: 200601021085 (740838-A)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND PERIOD-TO-DATE ENDED 31 MARCH 2022

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022	Preceding Year Quarter 31.03.2021	Current Year To-Date 31.03.2022	Preceding Year To-Date 31.03.2021
RM'000				
Revenue	4,596	1,061	12,642	4,573
Other income	99	229	2,316	729
Operating expenses	(4,984)	(2,467)	(11,949)	(8,413)
Finance costs	(1,785)	(2,146)	(4,293)	(6,609)
Share of results of associated company	(717)	95	(204)	(2,143)
Operating loss before tax	<u>(2,790)</u>	<u>(3,229)</u>	<u>(1,487)</u>	<u>(11,864)</u>
Taxation	(65)	-	(667)	-
Net loss after tax	<u><u>(2,855)</u></u>	<u><u>(3,229)</u></u>	<u><u>(2,154)</u></u>	<u><u>(11,864)</u></u>
Other comprehensive income				
- Revaluation surplus, net of deferred tax	-	-	-	-
Total comprehensive loss for the period	<u><u>(2,855)</u></u>	<u><u>(3,229)</u></u>	<u><u>(2,154)</u></u>	<u><u>(11,864)</u></u>
Loss attributable to:				
Owners of the Company	(2,855)	(3,229)	(2,154)	(11,864)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(2,855)</u>	<u>(3,229)</u>	<u>(2,154)</u>	<u>(11,864)</u>
Total comprehensive loss attributable to:				
Owners of the Company	(2,855)	(3,229)	(2,154)	(11,864)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>(2,855)</u></u>	<u><u>(3,229)</u></u>	<u><u>(2,154)</u></u>	<u><u>(11,864)</u></u>
Loss per share attributable to Owners of the Company (sen):-				
Basic	(0.215)	(0.372)	(0.162)	(1.368)
Diluted	(0.210)	(0.359)	(0.158)	(1.318)

The above 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 June 2021 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
Registration No: 200601021085 (740838-A)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022

RM'000	As at 31.03.2022 (Unaudited)	As at 30.06.2021 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	69,826	71,308
Intangible assets	5,840	6,376
Right-of-use assets	-	16
Investment in associate	39,202	38,826
Inventories	3,359	3,359
Total non-current assets	<u>118,228</u>	<u>119,886</u>
Current assets		
Inventories	25,558	25,389
Contract assets	55,689	54,736
Trade receivables	5,756	2,775
Other receivables, deposits and prepayments	2,481	292
Fixed deposits	681	670
Cash and bank balances	1,544	181
Total current assets	<u>91,709</u>	<u>84,043</u>
TOTAL ASSETS	<u><u>209,937</u></u>	<u><u>203,929</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	125,960	115,698
Irredeemable convertible preference share (ICPS)	5,070	5,070
Accumulated losses	(111,164)	(109,010)
Revaluation reserve	29,837	29,837
Equity attributable to Owners of the Company	<u>49,703</u>	<u>41,595</u>
Non-controlling interest	<u>1</u>	<u>1</u>
Total equity	<u>49,704</u>	<u>41,596</u>
Non-current liabilities		
Deferred tax liability	6,028	6,028
Lease liabilities	-	-
Borrowings	70,404	68,014
Total non-current liabilities	<u>76,432</u>	<u>74,042</u>

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022
(CONT'D)

RM'000	As at 31.03.2022 (Unaudited)	As at 30.06.2021 (Audited)
Current liabilities		
Trade payables	6,971	5,282
Other payables and accruals	61,028	58,433
Contract liabilities	803	1,028
Borrowings	4,495	4,586
Lease liabilities	-	8
Amounts due to directors	4,793	6,873
Amounts due to related co.	2,895	9,178
Tax payable	2,816	2,906
Total current liabilities	<u>83,801</u>	<u>88,294</u>
Total liabilities	<u>160,233</u>	<u>162,336</u>
TOTAL EQUITY AND LIABILITIES	<u>209,937</u>	<u>203,929</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.034</u>	<u>0.050</u>

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD-TO-DATE ENDED 31 MARCH 2022

	<----- Attributable to Owners of the Company ----->						
	<----- Non-Distributable ----->						
	Share Capital	ICPS	Revaluation Reserve	Accumulated losses	Total	Non-controlling Interest	Total Equity
9 months period	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Balance as of 1 July 2021	115,698	5,070	29,837	(109,010)	41,595	1	41,596
Total comprehensive loss for the period	-	-	-	(2,154)	(2,154)	-	(2,154)
Issuance of ordinary shares pursuant to private placement	10,262	(0)	-	-	10,262	-	10,262
Balance as of 31 March 2022	<u>125,960</u>	<u>5,070</u>	<u>29,837</u>	<u>(111,164)</u>	<u>49,703</u>	<u>1</u>	<u>49,704</u>
<hr/>							
12 months period							
Balance as of 1 July 2020	101,412	5,070	30,386	(98,829)	38,039	-	38,039
Realisation of revaluation reserve	-	-	(549)	549	-	(0)	(0)
Total comprehensive loss for the period	-	-	(549)	(10,181)	(10,730)	1	(10,729)
Balance as of 30 June 2021	<u>115,698</u>	<u>5,070</u>	<u>29,837</u>	<u>(109,010)</u>	<u>41,595</u>	<u>1</u>	<u>41,596</u>

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 31 MARCH 2022

RM'000	31.03.2022	30.06.2021
	(Unaudited)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,487)	(10,467)
Adjustments for:		
Bad debts written off	-	6
Amortisation of intangible assets	536	715
Depreciation of property, plant and equipment	1,482	1,949
Depreciation of right of use assets	16	62
Impairment loss on receivables	-	130
Interest expense	2,299	8,132
Waiver on rental	-	(27)
Other receivables written off	-	21
Participation fee, net of reduction of equity interest in indirect subsidiary	-	1
Loss/(gain) on disposal of property, plant and equipment	-	(43)
Reversal of impairment loss on trade receivables	-	(853)
Interest income	-	(18)
Share of results of associated company	(376)	1,594
Operating profit before working capital changes	<u>2,470</u>	<u>1,204</u>
Inventories	(169)	9,093
Contract assets	(1,178)	(37,777)
Receivables	(5,170)	17,578
Payables	3,620	13,668
Cash (used in)/generated from operations	<u>(428)</u>	<u>3,766</u>
Interest received	-	18
Interest paid	(453)	(460)
Income tax paid	(90)	(973)
Net cash (used in)/generated from operating activities	<u>(971)</u>	<u>2,351</u>
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of property, plant and equipment	-	(1,651)
Proceeds from disposal of property, plant and equipment	-	51
Net cash used in investing activity	<u>-</u>	<u>(1,600)</u>

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 31 MARCH 2022 (CONT'D)

RM'000	31.03.2022	30.06.2021
	(Unaudited)	(Audited)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	-	3,799
Repayment of borrowings	-	(668)
Proceeds from issuances of shares	10,262	14,286
Increase in FD pledged	(11)	(18)
Repayment to Directors	(2,080)	(50)
Repayment to Directors' related company	(6,282)	(12,625)
Lease liabilities	(8)	(42)
Net cash generated from financing activities	<u>1,881</u>	<u>4,681</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	910	5,432
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>(3,861)</u>	<u>(9,293)</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>(2,951)</u>	<u>(3,861)</u>
 CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD COMPRISE:		
Cash and bank balances	1,544	181
Fixed deposit pledged to licensed banks	681	670
	2,225	851
Less : Fixed deposit pledged to licensed banks	(681)	(670)
Less : Bank overdraft	(4,495)	(4,042)
	<u>(2,951)</u>	<u>(3,861)</u>

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021 and the accompanying explanatory notes attached.

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NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULT FOR THE QUARTER AND 3 MONTHS ENDED 31 MARCH 2022

A1. BASIS OF PREPARATION

These condensed consolidated interim financial statements (Condensed Report), other than for financial instruments, have been prepared under the historical cost convention. Certain financial instruments have been carried at fair value in accordance with the Malaysian Financial Reporting Standards (MFRS) 139 Financial Instruments: Recognition and Measurement.

These condensed consolidated interim financial statements (Condensed Report) have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

These Condensed Report should be read in conjunction with the audited financial statements for the financial period ended 30 June 2021. The explanatory notes attached to the Condensed Report 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 period ended 30 June 2021.

A2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and presentations adopted by the Group in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group's audited financial statements for the financial period ended 30 June 2021.

Accounting pronouncements that are effective and adopted during the financial period

The Group has adopted the following new accounting pronouncements that are mandatory for the current financial period:

MFRS 16	Leases
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 119	Employee Benefits - Plan Amendments, Curtailment or Settlement
Amendments to MFRS 128	Investment in Associates and Joint Ventures - Long-term Interest in Associates and Joint Ventures
Amendments to IC Interpretation 23	Uncertainty over Income Tax Treatments
Annual Improvements to MFRSs 2015-2017 Cycle	
Amendments to MFRS 16	Covid-19 Related Rent Concessions
Amendments to MFRS 9 & 7	Interest Rate Benchmark Reform
Amendments to MFRS 3	Business Combinations
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to References to the Conceptual Framework in MFRS Standards	

Agenda Decision on MFRS 123 Borrowing Costs relating to over time transfer of constructed good

In March 2019, IFRS Interpretation Committee ("IFIRC") published an agenda decision on borrowing costs confirming receivables, contract assets and inventories for which revenue is recognised over time are non-qualifying assets. On 20 March 2019, the Malaysian Accounting Standards Board ("MASB") decided that an entity shall apply the change in accounting policy as a result of the IFIRC Agenda Decision to financial statements of annual periods beginning on or after 1 July 2020.

The Group is assessing the impact on the change in accounting policy pursuant to IFIRC Agenda Decision on borrowing costs incurred on property under construction where control is transferred over time.

Accounting pronouncements that are issued but not yet effective and have not been early adopted

Effective for financial periods beginning on or after 1 June 2021

Amendments to MFRS 9, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2
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Effective for financial periods beginning on or after 1 January 2022

Annual Improvements to MFRSs 2018-2020

Effective for financial periods beginning on or after 1 January 2023

MFRS 17	Insurance Contracts
Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture

The Group will adopt the above accounting pronouncements when they become effective in the respective financial periods. These accounting pronouncements are not expected to have any effect to the financial statements of the Group upon their initial applications.

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A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The Company's external Auditors, Messrs Moore Stephens Associates PLT have highlighted a material uncertainty related to going concern, which indicates that the Group and the Company incurred a net loss of RM10,730,489 and RM22,355,944 during the financial year ended 30 June 2021 and, as of that date, the Group's and the Company's current liabilities exceeded its current assets by RM4,248,641 and RM16,370,404. These events or conditions, along with the matters as set forth in Note 2(e) to the financial statements, indicate the existence of a material uncertainty that may cast significant doubt on the Group's and the Company's ability to continue as a going concern.

A4. SEASONAL AND CYCLICAL FACTORS

Save for the impact of the COVID-19 pandemic as disclosed in this interim financial report, there were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and current financial period-to-date.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no material items of an unusual nature and amount during the current quarter and period-to-date ended 31 March 2022.

A6. MATERIAL ESTIMATES AND CHANGES IN ESTIMATES

There were no material changes in the estimates used in the current quarter and period-to-date ended 31 March 2022.

A7. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

There were no issuances, cancellation, repurchases, resales and repayment of debt and equity securities during the current quarter and period-to-date ended 31 March 2022.

A8. DIVIDEND PAID

There were no dividends paid during the current and previous corresponding quarter.

A9. SEGMENTAL INFORMATION

MFRS 8 requires separate reporting of segmental information for operating segments. Operating segments reflect the Group's management structure and the way financial information is regularly reviewed by the top management and the Board of Directors.

The segmental analysis for the current quarter and period-to-date ended 31 March 2022 is as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022	Preceding Year Quarter 31.03.2021	Current Year To-Date 31.03.2022	Preceding Year To-Date 31.03.2021
Segment Revenue and Results				
- Hotel Operation	2,122	570	4,754	3,479
- Hotel Management	578	491	2,135	1,094
- Property Sales	1,896	-	5,753	-
	4,596	1,061	12,642	4,573
Total Revenue	4,596	1,061	12,642	4,573
RM '000				
Profit/(Loss) After Tax				
- Hotel Operation	(668)	(1,035)	(2,162)	(2,508)
- Hotel Management	206	498	930	682
- Property Sales	(717)	(947)	(6)	(3,933)
- Other Unallocated Expenses	(1,676)	(1,745)	(916)	(6,105)
	(2,855)	(3,229)	(2,154)	(11,864)
Total Loss After Tax	(2,855)	(3,229)	(2,154)	(11,864)

During current year quarter, the revenue of RM4.596 million was mainly contributed from the hotel operation segment under Impiana Ipoh Sdn Bhd of RM2.122 million as compared to preceding quarter in FYE 2020/2021. This represent an increased of more than 100% compared to the preceeding year quarter result.

The overall group registered a loss after tax of RM2,855 million as compared to loss after tax of RM3,229 million in the preceding quarter in FYE 2020/2021.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the quarter and period-to-date ended 31 March 2022.

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A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were no revaluation of property, plant and equipment during the quarter and period-to-date ended 31 March 2022.

A12. RELATED PARTY TRANSACTIONS

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter 31.03.2022	Quarter 31.03.2021	To-Date 31.03.2022	To-Date 31.03.2021
RM '000				
Hotel management fees received and receivable from:				
- Impiana Resort Patong (IPC)	123	1	209	23
- Impiana Resort Villas Kata Noi (IPV)	12	1	27	24
- Impiana Resort Chaweng Noi (IRS)	12	-	17	5
- Impiana Private Villas Seminyak (TVB)	16	5	26	16
- Impiana Private Villas Cemagi	9	1	10	4

The transactions were entered in the normal course of business and have been established under normal commercial terms that are no less favourable than those arranged with independent third parties. The transactions were also transacted within the threshold as per the approved Recurrent Related Party Transactions ("RRPT") mandate.

A13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities and assets as at the date of this report.

A14. CAPITAL COMMITMENT

There were no capital commitment by the Group during the quarter and period-to-date ended 31 March 2022.

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ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. FINANCIAL REVIEW FOR CURRENT QUARTER AND CUMULATIVE QUARTER

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To-Date	To-Date
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
RM'000				
Revenue	4,596	1,061	12,642	4,573
Operating Loss Before Tax	(2,790)	(3,229)	(1,487)	(11,864)
Taxation	(65)	-	(667)	-
Loss After Tax	(2,855)	(3,229)	(2,154)	(11,864)
Loss Attributable to Owners of the Company	(2,855)	(3,229)	(2,154)	(11,864)

The third quarter of FYE 2021/2022, the group registered a revenue of RM4.596 million, >100% increased as compared to RM1.061 million registered in the same quarter of the preceding FYE 2020/2021.

For loss after tax, RM2.855 million was recorded during the quarter under review as compared to loss after tax of RM3.229 million of the preceding year.

B2. FINANCIAL REVIEW FOR CURRENT QUARTER AND PRECEDING QUARTER

	Individual Quarter	
	Current Year	Preceding Year
	Quarter	Quarter
	31.03.2022	31.03.2021
RM'000		
Revenue	4,596	1,061
Loss before tax	(2,790)	(3,229)
Loss after tax	(2,855)	(3,229)
Loss Attributable to owners of the Company	(2,855)	(3,229)

The Group's revenue in the third (3rd) quarter of FYE 2021/2022 was RM4.596 million as compared to RM1.061 million recorded in the preceding quarter in FYE 2020/2021. The increased in revenue was mainly due to contribution from hotel operation segment in Impiana Ipoh Sdn Bhd and property sales from Cherating.

The Group registered a loss after tax of RM2.855 million during the current quarter compared with RM3,229 million loss after tax during the immediate preceding quarter in FYE 2020/2021.

B3. CURRENT PROSPECTS

The resumption of domestic travel is expected to positively contribute the recovery of the domestic economy, particularly the hospitality industry. The company is cautiously optimistic that with the domestic border remaining open and international borders reopening on 1 April 2022, this will support the company's business operations to meet its targets.

Given the challenging industry environment, the company is committed to a diversification strategy, in order to expand the potential revenue and income generating ability of the company.

The management team will continue its efforts to focus on cost saving exercises and value-added marketing packages, in order to enhance the company's competitiveness within industry.

B4. PROFIT FORECAST

Not applicable as no profit forecast was issued.

B5. LOSS BEFORE TAXATION

Loss before taxation have been determined after charging/(crediting) amongst other items the following:-

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To-Date	To-Date
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
RM '000				
Amortisation of Intangible Assets	536	152	536	456
Amortisation of Leasehold Land	-	-	-	263
Interest Expense	2,299	1,032	2,299	5,494
Depreciation of Property, Plant and Equipment	1,482	430	1,482	1,083
Depreciation of Right of Use Assets	16	24	16	72
Share of Loss from an Associate	(717)	(95)	(204)	(2,143)

Other than the above, the items listed under Appendix 9B Note 16 of the Listing Requirement of Bursa Malaysia Securities Berhad are not applicable.

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B6. TAXATION

RM '000	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022	Preceding Year Quarter 31.03.2021	Current Year To-Date 31.03.2022	Preceding Year To-Date 31.03.2021
Income Tax				
- current period expense	65	-	667	-
	<u>65</u>	<u>-</u>	<u>667</u>	<u>-</u>

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% of the estimated assessable profit for the financial period.

B7. GROUP BORROWINGS

Group's total borrowing as at 31 March 2022 are as follows:

RM '000	31.03.2022 (Unaudited)			30.06.2021 (Audited)		
	Short term	Long term	Total	Short term	Long term	Total
Secured						
- Term Loan	2,674	70,404	73,078	2,621	68,014	70,635
- Hire Purchase	-	-	-	-	-	-
- Bank Overdraft	1,821	-	1,821	1,964	-	1,964
	<u>4,495</u>	<u>70,404</u>	<u>74,899</u>	<u>4,586</u>	<u>68,014</u>	<u>72,599</u>

B8. TRADE RECEIVABLES

The Group's normal credit term ranges from 30 to 60 days (30.06.2020: 30 to 60 days). Other credit term are assessed and approved on a case to case basis. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

RM '000	As at 31.03.2022 (Unaudited)	As at 30.06.2021 (Audited)
Neither past due nor impaired	884	771
1 to 90 days past due but not impaired	1,676	853
91 to 180 days past due but not impaired	3,196	185
181 to 365 days past due but not impaired		966
> 365 days past due but not impaired *		
	<u>4,872</u>	<u>2,004</u>
	<u>5,756</u>	<u>2,775</u>

* This amount is retention sums on contracts.

Trade receivables are non-interest bearing and normal credit terms offered by the Group is 30 days from the date of invoices. Other credit terms are assessed and approved on a case by case basis.

B9. MATERIAL LITIGATION

On January 2022, the Company's wholly-owned subsidiary, Impiana Cherating Sdn Bhd ("Impiana Cherating") has been served with of an Adjudication Claim filed with the Asian International Arbitration Centre (AIAC) Kuala Lumpur, from Axventure Sdn Bhd ("Axventure" or "the Claimant"). The claim is for works done up until year 2020 by Axventure as the contractor for Phases 1 and 2 of the proposed redevelopment of Impiana Resort & Residences Cherating. The Claimant sought for recovery of payment of outstanding sum of RM1,882,180.31, including others reliefs sought.

An Adjudication Decision was delivered on 7 February 2022 in favour of the Claimant and ICSB was ordered to pay an outstanding sum of RM1,947,373.18 (including interest, legal cost, and other incidental costs) as total costs of the adjudication proceeding.

In March 2022, Axventure has proceeded file an Originating Summons in the High Court of Kuala Lumpur (Summons No. WA-26C-68-03/2022) to register and enforce the Adjudication Decision against Impiana Cherating after rejecting the Claimant's proposed settlement plan. On 9 May 2022, Impiana Cherating had announced that it had filed a Notice of Application to Court for a stay of the Claimant's Adjudication Decision pursuant to Section 16(1)(a) of the CIPA Act 2012, pending disposal of Impiana Cherating's application to set-aside the Adjudication Decision ("Setting Aside Application").

In respect of both of the Setting Aside Application on the Adjudication Decision and the enforcement of the Adjudication Decision filed by Axventure ("Execution Application"), the Court has set 26 July 2022 to hear both applications.

B10. DERIVATIVE FINANCIAL INSTRUMENT

The Group does not have any derivative financial instrument as at the end of reporting period.

B11. OFF BALANCE SHEET FINANCIAL INSTRUMENT

There is no off balance sheet financial instrument which has a material impact to the financial statement under review as at the end of financial period and up to date of this announcement.

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B12. DIVIDEND PAYABLE

No interim dividend has been declared for the current financial period-to-date-ended 31 March 2022.

B13. EARNINGS/(LOSS) PER SHARE ("EPS")/("LPS")

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022	Preceding Year Quarter 31.03.2021	Current Year To-Date 31.03.2022	Preceding Year To-Date 31.03.2021
RM '000				
Loss attributable to Owners of the Company (RM '000)	(2,855)	(3,229)	(2,154)	(11,864)
Basic:				
Weighted average number of Ordinary Shares in issue ('000)	1,328,981	867,071	1,328,981	867,071
Basic LPS (sen)	(0.215)	(0.372)	(0.162)	(1.368)
Diluted:				
Weighted average number of Ordinary Shares in issue ('000)	1,362,265	900,355	1,362,265	900,355
Diluted LPS (sen)	(0.210)	(0.359)	(0.158)	(1.318)

B14. AUTHORISED FOR ISSUE

The interim financial statements were reviewed by the Audit Committee ("AC") and duly authorised for issue by the Board of Directors ("BOD") in accordance with a resolution of the Directors dated 27 May 2022.