

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 30 JUNE 2021

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2021	Preceding Year Quarter 30.06.2020	Current Year To-Date 30.06.2021	Preceding Year To-Date 30.06.2020
RM'000				
Revenue	14,927	3,543	19,499	33,818
Other income	2,761	4	3,490	601
Operating expenses	(15,423)	(58,418)	(23,619)	(91,903)
Finance costs	(1,518)	(1,638)	(8,126)	(6,198)
Share of results of associated company	548	(607)	(1,594)	(258)
Operating (loss)/profit before tax	<u>1,295</u>	<u>(57,116)</u>	<u>(10,351)</u>	<u>(63,940)</u>
Taxation	(240)	(877)	(397)	1,566
Net (loss)/profit after tax	<u><u>1,054</u></u>	<u><u>(57,993)</u></u>	<u><u>(10,748)</u></u>	<u><u>(62,374)</u></u>
Other comprehensive income				
- Revaluation surplus, net of deferred tax	-	-	-	5,777
Total comprehensive (loss)/profit for the period	<u><u>1,054</u></u>	<u><u>(57,993)</u></u>	<u><u>(10,748)</u></u>	<u><u>(56,597)</u></u>
(Loss)/profit attributable to:				
Owners of the Company	1,054	(57,993)	(10,748)	(56,597)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,054</u>	<u>(57,993)</u>	<u>(10,748)</u>	<u>(56,597)</u>
Total comprehensive (expense)/income attributable to:				
Owners of the Company	1,054	(57,993)	(10,748)	(56,597)
Non-controlling interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,054</u>	<u>(57,993)</u>	<u>(10,748)</u>	<u>(56,597)</u>
(Loss)/profit per share attributable to Owners of the Company (sen):-				
Basic	0.121	(10.811)	(1.232)	(11.490)
Diluted	0.116	(10.727)	(1.186)	(10.637)

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 2020 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 30 JUNE 2021

RM'000	As at 30.06.2021 (Unaudited)	As at 30.06.2020 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	71,307	71,615
Intangible assets	6,376	7,091
Right-of-use assets	16	79
Investment in associate	38,826	40,420
Inventories	3,359	3,359
Total non-current assets	<u>119,885</u>	<u>122,564</u>
Current assets		
Inventories	18,572	34,483
Contract assets	54,736	16,996
Trade receivables	2,775	19,531
Other receivables, deposits and prepayments	292	417
Fixed deposits	670	652
Cash and bank balances	181	80
Total current assets	<u>77,227</u>	<u>72,160</u>
TOTAL ASSETS	<u><u>197,112</u></u>	<u><u>194,724</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	115,698	101,412
Irredeemable convertible preference share (ICPS)	5,070	5,070
Accumulated losses	(109,028)	(98,829)
Revaluation reserve	29,837	30,386
Equity attributable to Owners of the Company	<u>41,577</u>	<u>38,039</u>
Total equity	<u>41,577</u>	<u>38,039</u>
Non-current liabilities		
Deferred tax liability	6,161	5,205
Lease liabilities	8	8
Borrowings	67,965	59,444
Total non-current liabilities	<u>74,134</u>	<u>64,657</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 2020 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021
(CONT'D)**

RM'000	As at 30.06.2021 (Unaudited)	As at 30.06.2020 (Audited)
Current liabilities		
Trade payables	5,803	3,642
Other payables and accruals	51,532	42,432
Contract liabilities	1,028	1,065
Borrowings	4,635	11,656
Lease liabilities	-	69
Amounts due to directors	6,336	6,923
Amounts due to related co.	9,161	21,803
Tax payable	2,906	4,440
Total current liabilities	<u>81,401</u>	<u>92,030</u>
Total liabilities	<u>155,534</u>	<u>156,687</u>
TOTAL EQUITY AND LIABILITIES	<u>197,111</u>	<u>194,724</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.034</u>	<u>0.046</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 2020 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 30 JUNE 2021

	<----- Attributable to Owners of the Company ----->						
	<----- Non-Distributable ----->						
	Share Capital	ICPS	Revaluation Reserve	Accumulated losses	Total	Non-controlling Interest	Total Equity
12 months period	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Balance as of 1 July 2020	101,412	5,070	30,386	(98,829)	38,039	-	38,039
Total comprehensive (loss) for the period	-	-	-	(10,199)	(10,199)	-	(10,199)
Issuance of ordinary shares pursuant to private placement	14,286	-	(549)	-	13,737	-	13,737
Balance as of 30 June 2021	<u>115,698</u>	<u>5,070</u>	<u>29,837</u>	<u>(109,028)</u>	<u>41,577</u>	<u>-</u>	<u>41,577</u>
<hr/>							
18 months period							
Balance as of 1 January 2019	49,537	-	24,775	(30,518)	43,794	-	43,794
Realisation of revaluation reserve	-	-	(165)	165	-	-	-
Total comprehensive profit/(loss) for the period	-	-	5,613	(62,209)	(56,596)	-	(56,596)
Balance as of 30 June 2020	<u>101,412</u>	<u>5,070</u>	<u>30,386</u>	<u>(98,829)</u>	<u>38,038</u>	<u>-</u>	<u>38,036</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 2020 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
30 JUNE 2021**

RM'000	30.06.2021	30.06.2020 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(10,351)	(63,940)
Adjustments for:		
Amortisation of intangible assets	715	953
Depreciation of property, plant and equipment	308	2,292
Intangible assets written off	-	3,842
Depreciation of right of use assets	62	133
Impairment loss on goodwill	-	48,377
Impairment loss on receivables	-	853
Interest expense	1,500	6,198
Property, plant and equipment written off	-	118
Trade receivables written off	-	84
Reversal of impairment loss on non-current asset held for sales	-	(70)
Reversal of impairment loss on trade receivables	-	(284)
Interest income	-	(33)
Share of results of associated company	1,397	258
Unrealised gain on foreign currency exchange	-	(25)
Operating loss before working capital changes	(6,369)	(1,244)
Increase/(Decrease) in inventories	15,910	7,306
(Decrease)/Increase in contract assets	(37,777)	(15,931)
Increase/(Decrease) in receivables	16,881	15,514
Increase in payables	11,260	17,375
Cash (used in)/generated from operations	(94)	23,021
Interest received	-	33
Interest paid	(1,500)	(6,198)
Income tax paid	(576)	(1,009)
Net cash (used in)/generated from operating activities	(2,170)	15,848
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of property, plant and equipment	-	(3,156)
Acquisition of subsidiaries, net cash outflow	-	(25,062)
Proceeds from disposal of property, plant and equipment	-	2
Proceed from issuance of shares	-	(1,020)
Net cash used in investing activity	-	(29,237)

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 2020 and the accompanying explanatory notes attached.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 30 JUNE 2021 (CONT'D)

RM'000	30.06.2021	30.06.2020 (Unaudited)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	-	3,570
Repayment of borrowings	-	(2,053)
Proceeds from issuances of shares	13,351	4,502
Increase/Decrease in FD	-	(50)
Advances from Directors'	(587)	867
Advance from/repayment to Directors' related company	(12,642)	6,569
Lease liabilities	(69)	(134)
Net cash generated from/ (used in) financing activities	53	13,272
NET INCREASE IN CASH AND CASH EQUIVALENTS	(2,118)	(118)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(3,552)	(9,176)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(5,668)	(9,292)

CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD COMPRISE:

Cash and bank balances	181	80
Fixed deposit pledged to licensed banks	670	652
	851	732
Less : Fixed deposit pledged to licensed banks	(6,519)	(10,024)
Less : Bank overdraft	-	-
	(5,668)	(9,292)

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 2020 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 30 JUNE 2021

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 2020. 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 2020.

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 2020.

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

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
Annual Improvements to MFRSs 2018-2020	

Effective for financial periods beginning on or after 1 January 2023

MFRS 17	Insurance Contracts
Amendments to MFRS 101	Classifications of Liabilities as Current or Non-Current

Effective date to be announced

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture
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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. COMPARATIVES

The comparative statement of comprehensive income is not comparable to the current period due to change in the financial year end from 31 December 2019 to 30 June 2020 in prior period.

Corresponding preceding quarter

RM '000

Revenue	3,543
Other Income	4
Operating Expenses	<u>(60,663)</u>
Operating Profit/(Loss) Before Tax	(57,116)
Taxation	<u>(877)</u>
Profit/(Loss) After Tax	<u><u>(57,993)</u></u>

**Individual Quarter
Preceding Year Quarter
30.06.2020**

RM '000

Revenue	33,818
Other Income	601
Operating Expenses	<u>(98,360)</u>
Operating Profit/(Loss) Before Tax	(63,940)
Taxation	<u>1,566</u>
Profit/(Loss) After Tax	<u><u>(62,374)</u></u>

**Cumulative Quarter
Preceding Year to-Date
30.06.2020**

A4. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The preceding financial period's audited financial statements of the Group were not subject to any qualification.

A5. 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.

A6. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no material items of an unusual nature and amount for the current quarter and period-to-date ended 30 June 2021.

A7. MATERIAL ESTIMATES AND CHANGES IN ESTIMATES

There were no material changes in the estimates used in the current quarter and period-to-date ended 30 June 2021.

A8. 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.

A9. DIVIDEND PAID

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

A10. 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 30 June 2021 is as follows:

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A10. SEGMENTAL INFORMATION (CONT'D)

<u>Segment Revenue and Results</u> <i>RM '000</i>	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2021	Preceding Year Quarter 30.06.2020	Current Year To-Date 30.06.2021	Preceding Year To-Date 30.06.2020
Revenue from continuing operations				
- Hotel Operation	801	15	4,159	14,593
- Hotel Management	701	1,139	1,915	2,311
- Property Sales	13,425	2,389	13,425	16,914
	<u>14,927</u>	<u>3,543</u>	<u>19,499</u>	<u>33,818</u>
Total Revenue	<u>14,927</u>	<u>3,543</u>	<u>19,499</u>	<u>33,818</u>
<i>RM '000</i>				
Profit/(Loss) After Tax				
- Hotel Operation	(4,932)	(51,789)	(6,758)	(2,421)
- Hotel Management	521	(514)	1,018	3,272
- Property Sales	428	(98)	(3,504)	(83)
- Other Unallocated Expenses	5,037	(5,592)	(1,503)	(63,142)
	<u>1,054</u>	<u>(57,993)</u>	<u>(10,748)</u>	<u>(62,374)</u>
Total Profit/(Loss) After Tax	<u>1,054</u>	<u>(57,993)</u>	<u>(10,748)</u>	<u>(62,374)</u>

During current year quarter, the revenue of RM14.927 million was mainly contributed from the property sales segment under Impiana Cherating Sdn Bhd of RM13.425 million as compared to preceding quarter in year 2020 of RM2.389 million. This represent an increased of more than 100% compared to the preceding year quarter result.

The overall group registered a profit after tax of RM1.054 million as compared to loss after tax of RM57.993 million in the preceding quarter in year 2020 was mainly due to impairment in preceding quarter and gain on disposal of share from Impiana Tioman Villa & Residence (ITVR) and Hotel Management segment. However, the hotel operation segment recorded a loss of RM4.932 million due to lower Occupancy Rate (OR) as a result from COVID-19 pandemic.

A11. 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 30 June 2021 other than incorporation of a wholly owned subsidiary namely Impiana Tioman Villas & Residences Sdn Bhd which was incorporated on 9 December 2020. The intended activity of this company is considered as property investment company.

A12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were no revaluation of property, plant and equipment during the quarter and period-to-date ended 30 June 2021.

A13. EVENTS AFTER THE REPORTING PERIOD

On 16 August 2021, the Board of Directors of Impiana, announced that the Company had fixed the issue price of the new ordinary shares in Impiana to be issued pursuant to the Private Placement at RM0.0571 per Placement Share. The aforementioned issue price of RM0.0571 per Placement Share represents a discount of approximately RM0.0063 or 9.94% to the 5-day weighted average market price of Impiana Shares from 6 August 2021 to 13 August 2021 of RM0.0634.

On 8 September 2021, the Company had fixed the issue price of the new ordinary shares in Impiana to be issued pursuant to the Private Placement at RM0.0694 per Placement Share. The aforementioned issue price of RM0.0694 per Placement Share represents a discount of approximately RM0.0077 or 9.99% to the 5-day weighted average market price of Impiana Shares from 1 September 2021 to 7 September 2021 of RM0.0771.

A14. RELATED PARTY TRANSACTIONS

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2021	Preceding Year Quarter 30.06.2020	Current Year To-Date 30.06.2021	Preceding Year To-Date 30.06.2020
RM '000				
Hotel management fees received and receivable from:				
- Impiana Resort Patong (IPC)	4	232	28	1,211
- Impiana Resort Villas Kata Noi (IPV)	5	79	29	450
- Impiana Resort Chaweng Noi (IRS)	2	116	7	658
- Impiana Private Villas Seminyak (TVB)	3	203	21	1,027
- Impiana Private Villas Cemagi	1	8	5	40

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.

A15. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities and assets as at the period-to-date ended 30 June 2021.

A16. CAPITAL COMMITMENT

There were no capital commitment by the Group during the quarter and period-to-date ended 30 June 2021.

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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
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
RM'000				
Revenue	14,927	3,543	19,499	33,818
Operating Profit/(Loss) Before Tax	1,295	(57,116)	(10,351)	(63,940)
Taxation	(240)	(877)	(397)	1,566
Profit/(Loss) After Tax	1,054	(57,993)	(10,748)	(62,374)
Profit/(Loss) Attributable to Owners of the Company	1,054	(57,993)	(10,748)	(56,597)

The fourth (4th) quarter of FPE 2021, the group registered a revenue of RM14.927 million more than 100% increased as compared to RM3.543 million registered in the same quarter of the preceding year 2020.

For profit after tax, RM1.054 million was recorded during the quarter under review as compared to loss after tax of RM57.993 million of the preceding year was mainly due to gain on disposal on share from Impiana Tioman Villa & Residence (ITVR) and Hotel Management segment. However, the significant losses from the preceding quarter in year 2020, was mainly contributed from impairment loss on goodwill and trade receivables as well as intangible assets written off.

B2. FINANCIAL REVIEW FOR CURRENT QUARTER AND PRECEDING QUARTER

	Individual Quarter	
	Current Year	Preceding Year
	Quarter	Quarter
	30.06.2021	30.06.2020
RM'000		
Revenue	14,927	3,543
Profit/(Loss) before tax	1,295	(57,116)
Profit/(Loss) after tax	1,054	(57,993)
Profit/(Loss) Attributable to owners of the Company	1,054	(57,993)

The Group's revenue in the fourth (4th) quarter of FPE 2021 was RM14.927 million as compared to RM3.543 million recorded in the preceding quarter in year 2020. The increased in revenue was mainly due to work in progress (WIP) completed from Impiana Cherating Sdn Bhd project.

As a result, the Group registered a profit after tax of RM1.054 million during the current quarter compared with RM57.993 million loss after tax during the immediate preceding quarter in year 2020.

B3. CURRENT PROSPECTS

The global hospitality and tourism industries are facing stiff challenges as a result of Covid-19 restrictions imposed by governments. While there are plans by various governments to create "travel bubbles" with "green zone" countries, the timing of the implementation remains uncertain as the number of cases recorded in our country is still high. Therefore the resumption of international business and leisure travel is still an open question.

The company is cautiously optimistic that with the ramping up of vaccination rates and the loosening of inter-state travel restriction that our local hotel operations will be positively impacted.

B4. PROFIT FORECAST

Not applicable as no profit forecast was issued.

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B5. PROFIT/(LOSS) BEFORE TAXATION

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

RM '000	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To-Date	To-Date
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Amortisation of Intangible Assets	259	214	715	953
Amortisation of Leasehold Land	-	311	-	-
Impairment Loss on Goodwill	-	48,377	-	48,377
Impairment Loss on Trade Receivables	-	853	-	853
Written Off on Intangible Assets	-	3,842	-	3,842
Written Off on Trade Receivables	-	84	-	84
Interest Expense	1,281	1,638	1,500	6,198
Depreciation of Property, Plant and Equipment	(24)	155	308	2,292
Depreciation of Right of Use Assets	(9)	-	62	133
Gain on foreign currency exchange:				
- unrealised	-	-	-	(25)
Share of Profit/(Loss) from an Associate	(548)	891	1,397	258
Interest Income	-	(33)	-	(33)

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

B6. TAXATION

RM '000	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	To-Date	To-Date
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Income Tax				
- current period expense	(240)	(877)	(397)	1,566
	(240)	(877)	(397)	1,566

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

B7. CORPORATE PROPOSAL

One of the Proposed Corporate Exercises that had been announced to Bursa Malaysia Securities Berhad ("Bursa Securities") on 5 March 2021 was pertaining to the proposed private placement of up to 211,278,400 new Impiana Hotels Berhad Shares to independent third parties to be identified. The company has 6 months from Bursa proposal to complete the placement. However, due to uncertainty of the market and to find a right time due to COVID-19 pandemic, Impiana Hotel Berhad (IHB) had granted the approval for an extensions of time (EOT) until December 2021 to fulfil the requirements.

B8. GROUP BORROWINGS

Group's total borrowing as at 30 June 2021 are as follows:

RM '000	30.06.2021 (Unaudited)			30.06.2020 (Audited)		
	Short term	Long term	Total	Short term	Long term	Total
	Secured					
- Term Loan	4,635	67,965	72,599	2,283	59,444	61,727
- Hire Purchase	-	-	-	-	-	-
- Bank Overdraft	-	-	-	9,374	-	9,374
	4,635	67,965	72,599	11,657	59,444	71,101

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B9. 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 30.06.2021 (Unaudited)	As at 30.06.2020 (Audited)
Neither past due nor impaired	771	9,125
1 to 90 days past due but not impaired	853	99
91 to 180 days past due but not impaired	185	8,094
181 to 365 days past due but not impaired	966	185
> 365 days past due but not impaired *		2,028
	2,004	10,406
	<u>2,775</u>	<u>19,531</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.

B10. MATERIAL LITIGATION

On 2 April 2021, the Company's wholly-owned subsidiary, Impiana Ipoh Sdn Bhd ("IISB" or "Defendant") had received a Writ of Summons and Statement of Claim dated 4 March 2021 filed at the Sessions Court of Malaya at Kuala Lumpur by Lembaga Hasil Dalam Negeri Malaysia ("LHDN") for and on behalf of the Government of Malaysia ("Plaintiff") vide Suit No. WA-B51NCVC-45-03/2021 for the amount of RM788,239.76 for arrears in tax for years of assessment of 2017 and 2018.

LHDN had subsequently accepted IISB's proposal to settle the tax arrears via instalment payments and the parties recorded Consent Judgment in Court on 15 June 2021 as final settlement of the matter.

B11. DERIVATIVE FINANCIAL INSTRUMENT

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

B12. OFF BALANCE SHEET FINANCIAL INSTRUMENT

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

B13. DIVIDEND PAYABLE

No interim dividend has been declared for the current financial period to date.

B14. EARNINGS/(LOSS) PER SHARE ("EPS")/("LPS")

RM '000	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2021	Preceding Year Quarter 30.06.2020	Current Year To-Date 30.06.2021	Preceding Year To-Date 30.06.2020
Net profit/(loss) attributable to Owners of the Company (RM '000)	1,054	(57,993)	(10,748)	(56,597)
Basic:				
Weighted average number of Ordinary Shares in issue ('000)	872,609	536,425	872,609	536,425
Basic EPS/(LPS) (sen)	<u>0.121</u>	<u>(10.811)</u>	<u>(1.232)</u>	<u>(10.551)</u>
Diluted:				
Weighted average number of Ordinary Shares in issue ('000)	905,892	540,640	905,892	540,640
Diluted EPS/(LPS) (sen)	<u>0.116</u>	<u>(10.727)</u>	<u>(1.186)</u>	<u>(10.468)</u>

B15. 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 22 September 2021.