

**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 DECEMBER 2022**

	3 months ended		18 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
<b>RM'000</b>				
Revenue	2,586	N/A	26,725	N/A
Other income	(1,914)	N/A	495	N/A
Operating expenses	(4,914)	N/A	(29,172)	N/A
Finance costs	(1,850)	N/A	(11,675)	N/A
Share of results of associated company	617	N/A	31	N/A
Operating loss before tax	<u>(5,475)</u>	<u>N/A</u>	<u>(13,595)</u>	<u>N/A</u>
Taxation	(100)	N/A	(1,096)	N/A
Net loss after tax	<u><u>(5,575)</u></u>	<u><u>N/A</u></u>	<u><u>(14,691)</u></u>	<u><u>N/A</u></u>
Other comprehensive income				
- Revaluation surplus, net of deferred tax	1,860	N/A	1,860	N/A
Total comprehensive loss for the period	<u><u>(3,715)</u></u>	<u><u>N/A</u></u>	<u><u>(12,831)</u></u>	<u><u>N/A</u></u>
Loss attributable to:				
Owners of the Company	(3,715)	N/A	(12,831)	N/A
Non-controlling interest	<u>(17)</u>	<u>N/A</u>	<u>(17)</u>	<u>N/A</u>
	<u>(3,732)</u>	<u>N/A</u>	<u>(12,848)</u>	<u>N/A</u>
Total comprehensive loss attributable to:				
Owners of the Company	(3,715)	N/A	(12,831)	N/A
Non-controlling interest	<u>-</u>	<u>N/A</u>	<u>(17)</u>	<u>N/A</u>
	<u><u>(3,715)</u></u>	<u><u>N/A</u></u>	<u><u>(12,848)</u></u>	<u><u>N/A</u></u>
Loss per share attributable to Owners of the Company (sen):-				
Basic	(0.280)	N/A	(0.965)	N/A
Diluted	(0.273)	N/A	(0.942)	N/A

(i) 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.

(ii) \*\* The financial year end has been changed from 30th June to 31st December. The next audited financial statement shall be for a period of eighteen (18) months from 1st July 2021 to 31 December 2022 and thereafter, the financial year end shall be 31st December for each subsequent year.

(iii) In addition, there is no comparative figures available for the preceding year corresponding period 31st December 2021

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

<b>RM'000</b>	<b>As at 31.12.2022 (Unaudited)</b>	<b>As at 30.06.2021 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	109,974	71,308
Intangible assets	5,314	6,376
Right-of-use assets	-	16
Goodwill	-	-
Investment in subsidiaries	-	-
Investment in associate	42,667	38,826
Inventories	-	3,359
Total non-current assets	<u>157,955</u>	<u>119,886</u>
<b>Current assets</b>		
Inventories	27,186	25,389
Contract assets	12,138	54,736
Trade receivables	22,428	2,775
Other receivables, deposits and prepayments	849	292
Amounts due from related co.	-	(8,055)
Fixed deposits	691	670
Cash and bank balances	2,439	181
Total current assets	<u>65,732</u>	<u>84,043</u>
<b>TOTAL ASSETS</b>	<u><u>223,686</u></u>	<u><u>203,929</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	125,960	115,698
Irredeemable convertible preference share (ICPS)	5,070	5,070
Accumulated losses	(121,858)	(109,010)
Revaluation reserve	56,214	29,837
Equity attributable to Owners of the Company	<u>65,386</u>	<u>41,595</u>
Non-controlling interest	18	1
Total equity	<u>65,404</u>	<u>41,596</u>
<b>Non-current liabilities</b>		
Deferred tax liability	15,552	6,028
Lease liabilities	-	-
Borrowings	68,014	68,014
Total non-current liabilities	<u>83,566</u>	<u>74,042</u>

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(iii) In addition, there is no comparative figures available for the preceding year corresponding period 31st December 2021

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022**  
**(CONT'D)**

<b>RM'000</b>	<b>As at 31.12.2022 (Unaudited)</b>	<b>As at 30.06.2021 (Audited)</b>
<b>Current liabilities</b>		
Trade payables	9,797	5,282
Other payables and accruals	46,859	59,460
Borrowing	5,599	4,586
Lease liabilities	458	8
Amounts due to directors	5,373	6,873
Amounts due to related co.	3,853	9,178
Tax payable	2,777	2,906
Total current liabilities	<u>74,717</u>	<u>88,292</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>223,686</u>	<u>203,929</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.045</u>	<u>0.050</u>

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*(iii) In addition, there is no comparative figures available for the preceding year corresponding period 31st December 2021*

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD-TO-DATE ENDED 31 DECEMBER 2022**

	<----- Attributable to Owners of the Company ----->						
	<----- Non-Distributable ----->						
	Share Capital	ICPS	Revaluation Reserve	Accumulated losses	Total	Non-controlling Interest	Total Equity
<b>15 months period</b>	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
Realisation of revaluation reserve	-	-	26,377	-	26,377	-	26,377
Total comprehensive loss for the period	-	-	-	(12,848)	(12,848)	17	(12,831)
Minority Interest	-	-	-	-	-	-	-
Issuance of ordinary shares pursuant to private placement	10,262	-	-	-	10,262	-	10,262
Balance as of 31 December 2022	125,960	5,070	56,214	(121,858)	65,386	18	65,404
<hr/>							
<b>12 months period</b>							
Balance as of 1 July 2020	101,412	5,070	30,386	(98,829)	38,039	-	38,039
Realisation of revaluation reserve	-	-	(549)	549	-	-	-
Total comprehensive loss for the period	-	-	(549)	(10,181)	(10,730)	1	(10,729)
Issuance of ordinary shares pursuant to private placement	14,286	-	-	-	14,286	-	14,286
Balance as of 30 June 2021	115,698	5,070	29,837	(108,461)	41,595	1	41,595

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 31 DECEMBER 2022**

<b>RM'000</b>	<b>18 months ended 31.12.2022 (Unaudited)</b>	<b>30.06.2021 (Audited)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss after taxation	(13,595)	(10,467)
Adjustments for:		
Bad debts written off	-	6
Amortisation of intangible assets	1,063	715
Depreciation of property, plant and equipment	(12,289)	1,949
Depreciation of right of use assets	16	62
Impairment loss on receivables	-	130
Interest expense	1,014	8,132
Waiver on rental	-	(27)
Other receivables written off	-	21
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	(3,841)	1,594
<b>Operating profit before working capital changes</b>	<b>(27,633)</b>	<b>1,204</b>
Inventories	1,563	9,093
Deferred Tax	11,384	-
Contract assets	42,027	(37,777)
Receivables	(20,210)	17,578
Payables	(7,057)	13,668
<b>Cash (used in)/generated from operations</b>	<b>74</b>	<b>3,766</b>
Interest received	-	18
Interest paid	(1,557)	(460)
Income tax paid	(1,226)	(973)
<b>Net cash (used in)/generated from operating activities</b>	<b>(2,708)</b>	<b>2,351</b>
<b>CASH FLOWS FROM INVESTING ACTIVITY</b>		
Purchase of property, plant and equipment	-	(1,651)
Acquisition of NCI	-	-
Proceeds from disposal of property, plant and equipment	-	51
<b>Net cash used in investing activity</b>	<b>-</b>	<b>(1,600)</b>

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

	<b>31.12.2022</b>	<b>30.06.2021</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of borrowings	-	3,799
Repayment of borrowings	-	(668)
Proceeds from issuances of shares	10,262	14,286
Increase in FD pledged	(21)	(18)
Repayment to Directors	(1,500)	(50)
Repayment to Directors' related company	(5,324)	(12,625)
Lease liabilities	(8)	(42)
<b>Net cash generated from financing activities</b>	<b>3,409</b>	<b>4,681</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	701	5,432
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	(3,861)	(9,293)
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>(3,160)</b>	<b>(3,861)</b>

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

Cash and bank balances	2,439	181
Fixed deposit pledged to licensed banks	691	670
	3,131	851
Less : Fixed deposit pledged to licensed banks	(691)	(670)
Less : Bank overdraft	(5,599)	(4,042)
	<b>(3,160)</b>	<b>(3,861)</b>

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## NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND 3 MONTHS ENDED 31 DECEMBER 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**

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.

### A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The Company's external Auditors, Messrs Moore Stephens Associates PLT have highlighted a material uncertainty as 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.

#### (i) Th 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 December 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 December 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 December 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 December 2022 is as follows:

<u>Segment Revenue and Results</u>	<b>3 months ended</b>		<b>18 months ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
- Hotel Operation	3,906	N/A	13,556	N/A
- Hotel Management	1,245	N/A	5,147	N/A
- Property Sales	(2,564)	N/A	8,023	N/A
	<u>2,586</u>	<u>N/A</u>	<u>26,725</u>	<u>N/A</u>
<b>Total Revenue</b>	<b><u>2,586</u></b>	<b><u>N/A</u></b>	<b><u>26,725</u></b>	<b><u>N/A</u></b>
<b>RM '000</b>				
Profit/(Loss) After Tax				
- Hotel Operation	2,541	N/A	(2,250)	N/A
- Hotel Management	889	N/A	2,698	N/A
- Property Sales	(3,671)	N/A	(6,041)	N/A
- Other Unallocated Expenses	(5,334)	N/A	(9,098)	N/A
	<u>(5,575)</u>	<u>N/A</u>	<u>(14,691)</u>	<u>N/A</u>
<b>Total Loss After Tax</b>	<b><u>(5,575)</u></b>	<b><u>N/A</u></b>	<b><u>(14,691)</u></b>	<b><u>N/A</u></b>

During current quarter, the revenue of RM2.586 million was mainly contributed by Impiana Ipoh Sdn Bhd under the hotel operation segment with revenue of RM3.906 million. The lower Group revenue is the result of negative revenue at the property sales segment consisting of Impiana Cherating Sdn. Bhd. and Impiana Selo Tioman Resorts Sdn. Bhd. due to over-recognition of revenue in the previous quarters. Additionally, the hotel management segment consisting Impiana Hotels & Resort Management Sdn Bhd contributed RM1.245 million revenue. No comparative figures are available for the corresponding period ended 31 December 2021 as the Group changed its financial year end from 30 June to 31 December.

### 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 December 2022.



#### A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was a revaluation of property, plant and equipment (PPE) during the quarter and period-to-date ended 31 December 2022. Land owned by Impiana Pangkor Sdn Bhd was revalued from RM3.029 million to the current market value of RM36.0 million.

#### A12. RELATED PARTY TRANSACTIONS

RM '000	3 months ended		18 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Hotel management fees received and receivable from:				
- Impiana Resort Patong (IPC)	208	N/A	512	N/A
- Impiana Resort Villas Kata Noi (IPV)	23	N/A	102	N/A
- Impiana Resort Chaweng Noi (IRS)	51	N/A	114	N/A
- Impiana Private Villas Seminyak (TVB)	331	N/A	628	N/A
- Impiana Private Villas Cemagi	12	N/A	37	N/A

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 December 2022.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES****B1. FINANCIAL REVIEW FOR CURRENT QUARTER AND CUMULATIVE QUARTER**

	3 months ended		18 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
<b>RM'000</b>				
Revenue	2,586	N/A	26,725	N/A
Operating Loss Before Tax	(5,475)	N/A	(13,595)	N/A
Taxation	(100)	N/A	(1,096)	N/A
Loss Attributable to Owners of the Company	(3,715)	N/A	(12,831)	N/A
Loss Attributable to non-controlling interest	(17)	N/A	(17)	N/A

During the sixth quarter, the Group generated revenue of RM2.586 million and incurred an operating loss before tax of RM5.475 million. The loss during the quarter was mainly due to legal fees for the suit between Impiana Cherating Sdn. Bhd. and Axventure Sdn. Bhd. of RM 0.510 million and stamp duty of RM 1.514 million recorded in the current quarter as well as the negative revenue from the property sales segment as a result of revenue over-recognition in previous quarters. Further, the Group also recorded depreciation and amortisation of intangible assets and leasehold land of RM0.845 million during the quarter.

The comprehensive loss after tax attributable to owners of the Company during the quarter under review was RM3.715 million. For the cumulative 18 month period ended 31 December 2022, the Group achieved a revenue of RM26.725 million and comprehensive loss after tax attributable to owners of Company of RM12.831 million respectively for the financial period.

No comparative figures are available for the corresponding period ended 31 December 2021 as the Group changed the financial year end from 30 June to 31 December.

**B2. FINANCIAL REVIEW FOR CURRENT QUARTER AND PRECEDING QUARTER**

	Current	Immediate
	Quarter	Preceding
	31.12.2022	30.09.2022
<b>RM'000</b>		
Revenue	2,586	5,607
Loss before tax	(5,575)	(3,254)
Loss Attributable to owners of the Company	(3,715)	(3,467)
Loss Attributable to non-controlling interest	(17)	-

Despite the higher contribution from the hotel operation segment in the current quarter of RM3.906 million compared to the immediate preceding quarter revenue of RM2.471 million, the Group's revenue in the sixth (6th) quarter of FPE 2021/2022 was RM2.586 million compared to RM5.607 million recorded in the immediate preceding quarter due to the negative revenue of RM 2.564 million from the property sales segment following a reversal of over-recognized revenue from previous quarters. . The hotel management segment also registered higher revenue in the current quarter compared to the immediate preceding quarter.

The Group registered a comprehensive loss after tax attributable to the owners of the Company of RM3.715 million during the current quarter compared with RM3,467 million in the immediate preceding quarter in FPE 2021/2022 for the same reasons mentioned above.

**B3. CURRENT PROSPECTS**

There has been an improvement in financial performance starting from the middle of 2022 with the opening up of the economy and removal of most Covid-19 restrictions. The Group is cautiously optimistic that this improvement can be sustained, especially in the second half of 2023. This is evident from the improved performance of Impiana Hotel Ipoh and Impiana Hotels & Resorts Management during the current quarter.

The resumption of travel for the Chinese and Russian markets could further contribute to the industry's recovery.

Notwithstanding this, the industry still faces challenges and the Group will continue to maintain cost discipline while bolstering efforts to boost the top line through value-added marketing packages and tapping into new markets in order to maintain the Group's competitiveness within the industry.

**B4. PROFIT FORECAST**

Not applicable as the Group does not issue profit forecasts.

**B5. LOSS BEFORE TAXATION**

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

RM '000	3 months ended		18 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Amortisation of Intangible Assets	150	N/A	1,040	N/A
Amortisation of Leasehold Land	-	N/A	-	N/A
Interest Expense	807	N/A	10,631	N/A
Depreciation of Property, Plant and Equipment	695	N/A	3,661	N/A
Depreciation of Right of Use Assets	0	N/A	16	N/A
Share of (Loss)/Profit from an Associate	578	N/A	(1)	N/A

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	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Income Tax				
- current period expense	(100)	N/A	(1,096)	N/A
	(100)	N/A	(1,096)	N/A

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 December 2022 are as follows:

RM '000	31.12.2022 (Unaudited)			31.12.2021		
	Short term	Long term	Total	Short term	Long term	Total
Secured						
- Term Loan	1,572	74,110	75,682	N/A	N/A	N/A
- Hire Purchase	-	-	-	N/A	N/A	N/A
- Bank Overdraft	4,027	-	4,027	N/A	N/A	N/A
	5,599	74,110	79,709	N/A	N/A	N/A

**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 31.12.2022 (Unaudited)	As at 31.12.2021
	Neither past due nor impaired	-
1 to 90 days past due but not impaired	1,916	N/A
91 to 180 days past due but not impaired	13,143	N/A
181 to 365 days past due but not impaired	510	N/A
> 365 days past due but not impaired	7,807	N/A
	23,377	N/A
	23,377	N/A

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") was served with an Adjudication Claim filed with the Asian International Arbitration Centre (AIAC) Kuala Lumpur by Axventure Sdn Bhd ("Axventure" or "the Claimant"). The claim was for construction 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 an outstanding sum of RM1,882,180.31, including other 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 proceeded to 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 Impiana Cherating'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").

On 26 July 2022, the High Court of Kuala Lumpur ordered Impiana Cherating Sdn Bhd to pay the total award of the adjudication proceedings of RM2,256,770.81.

On 26 August 2022, the Claimant through its previous solicitors, had served Impiana Cherating a Notice of Demand pursuant to Section 465 and 466(1)(a) of the Companies Act 2016 to demand the total outstanding sum of RM2,256,770.81 being the overall adjudication sum of RM2,248,450.81 together with the overall costs awarded by the High Court including the allocator fees for both suits at the sum of RM8,320.00.

On 9 November 2022, Impiana Cherating was served a sealed copy of the Winding-Up Petition dated 3 November 2022 from Messrs Jec Siose & Co., the solicitors for Axventure Sdn Bhd ("the Petitioner"). Impiana Cherating entered into a settlement agreement with the Claimant on 2nd December 2022 and the Claimant filed a Notice of Discontinuance to discontinue the Winding Up Petition on the same date. Impiana Cherating has paid the Claimant the total claimed sum of RM 2,256,770.81, and this marks the conclusion of this matter.

## 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.

## B12. DIVIDEND PAYABLE

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

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

RM '000	Individual Quarter		Cumulative Quarter	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Loss attributable to Owners of the Company (RM '000)	(3,715)	N/A	(12,831)	N/A
Basic:				
Weighted average number of Ordinary Shares in issue ('000)	1,328,981	N/A	1,328,981	N/A
Basic LPS (sen)	(0.280)	N/A	(0.965)	N/A
Diluted:				
Weighted average number of Ordinary Shares in issue ('000)	1,362,265	N/A	1,362,265	N/A
Diluted LPS (sen)	(0.273)	N/A	(0.942)	N/A

## 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 February 2023.