

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 2023**

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter 30.06.2023	Quarter 30.06.2022	Quarter 30.06.2023	Quarter 30.06.2022
RM'000				
Revenue	4,911	5,890	12,278	10,486
Other income	13	89	(11)	188
Operating expenses	(5,333)	(7,126)	(13,659)	(12,110)
Finance costs	(2,380)	(1,840)	(4,810)	(3,625)
Share of results of associated company	(25)	(391)	(19)	(1,108)
Operating loss before tax	<u>(2,814)</u>	<u>(3,378)</u>	<u>(6,220)</u>	<u>(6,169)</u>
Taxation	(209)	(116)	(406)	(181)
Net loss after tax	<u><u>(3,024)</u></u>	<u><u>(3,495)</u></u>	<u><u>(6,627)</u></u>	<u><u>(6,350)</u></u>
Total comprehensive loss for the period	<u><u>(3,024)</u></u>	<u><u>(3,495)</u></u>	<u><u>(6,627)</u></u>	<u><u>(6,350)</u></u>
Loss attributable to:				
Owners of the Company	(3,024)	(3,495)	(6,627)	(6,350)
Redeemable Convertible Note (RCN)	-	-	-	-
	<u>(3,024)</u>	<u>(3,495)</u>	<u>(6,627)</u>	<u>(6,350)</u>
Total comprehensive loss attributable to:				
Owners of the Company	(3,024)	(3,495)	(6,627)	(6,350)
Non-controlling interest	-	-	-	-
	<u>(3,024)</u>	<u>(3,495)</u>	<u>(6,627)</u>	<u>(6,350)</u>
Loss per share attributable to Owners of the Company (sen):-				
Basic	(0.608)	(1.315)	(1.333)	(2.389)

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 31 December 2022 and the accompanying explanatory notes attached.

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

RM'000	As at 30.06.2023 (Unaudited)	As at 31.12.2022 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	110,517	110,682
Intangible assets	6,467	5,314
Right-of-use assets	-	-
Goodwill	-	-
Investment in subsidiaries	-	-
Investment in associate	39,379	39,398
Inventories	-	-
Total non-current assets	<u>156,363</u>	<u>155,394</u>
Current assets		
Inventories	28,205	27,186
Contract assets	16,095	12,138
Trade receivables	20,899	20,962
Other receivables, deposits and prepayments	2,358	2,831
Amounts due from related co.	4,115	175
Amounts due from associate	-	-
Fixed deposits	704	691
Cash and bank balances	2,251	2,439
Total current assets	<u>74,627</u>	<u>66,422</u>
TOTAL ASSETS	<u><u>230,990</u></u>	<u><u>221,815</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	125,960	125,960
Irredeemable convertible preference share (ICPS)	5,070	5,070
Redeemable Convertible Note (RCN)	14,500	-
Accumulated losses	(129,061)	(122,434)
Revaluation reserve	57,090	57,090
Equity attributable to Owners of the Company	<u>73,559</u>	<u>65,685</u>
Non-controlling interest	(0)	(0)
Total equity	<u>73,558</u>	<u>65,685</u>
Non-current liabilities		
Deferred tax liability	15,828	15,828
Lease liabilities	-	-
Borrowings	69,622	65,166
Total non-current liabilities	<u>85,450</u>	<u>80,994</u>

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 31 December 2022 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023 (CONT'D)

RM'000	As at 30.06.2023 (Unaudited)	As at 31.12.2022 (Audited)
Current liabilities		
Trade payables	7,754	9,320
Other payables and accruals	51,109	48,716
Contract liabilities	-	458
Borrowings	5,684	6,651
Lease liabilities	-	-
Amounts due to Directors' related companies	-	1,304
Amount due to a Director	4,111	5,911
Tax payable/(recoverable)	3,324	2,777
	<u>71,982</u>	<u>75,136</u>
	<u>230,990</u>	<u>221,815</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.148</u>	<u>0.140</u>

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 31 December 2022 and the accompanying explanatory notes attached.

IMPIANA HOTELS BERHAD
Registration No: 200601021085 (740838-A)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD-TO-DATE ENDED 30 JUNE 2023

<----- Attributable to Owners of the Company ----->
<----- Non-Distributable ----->

	Share Capital	ICPS	Revaluation Reserve	Redeemable Convertible Note (RCN)	Accumulated losses	Total	Non-controlling Interest	Total Equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
6 months period								
Balance as of 1 January 2023	125,960	5,070	57,090	-	(122,435)	65,685	(0)	65,685
Loss for the financial period					(6,627)	(6,627)		(6,627)
Other comprehensive income								
Issuance of shares	-	-	-	14,500	-	14,500	-	14,500
Balance as of 30 June 2023	125,960	5,070	57,090	14,500	(129,061)	73,558	(0)	73,558
18 months period								
Balance as of 1 July 2021	115,698	5,070	29,837		(109,010)	41,595	1	41,596
Loss for the financial period	-	-			(14,306)	(14,306)	(1)	(14,307)
Other comprehensive income								
Asset revaluation reserve, net of tax	-	-	28,134			28,134	-	28,134
Realisation of depreciated asset revaluation reserve	-	-	(882)		881		-	-
Total other comprehensive income	-	-	27,253		881	28,134	-	28,134
Redeemable Convertible Note (RCN)	-	-	27,253		(13,425)	13,829	(1)	13,827
Transaction with Owners of the Company								
Issuance of ordinary shares pursuant to private placement	10,262	-	-		-	10,262	-	10,262
Total transaction with Owners of the Company	10,262	-	-		-	10,262	-	10,262
Balance as of 31 December 2022	125,960	5,070	57,090		(122,435)	65,685	(0)	65,685

IMPIANA HOTELS BERHAD
Registration No: 200601021085 (740838-A)
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 30 JUNE 2023

RM'000	30.06.2023 (Unaudited)	31.12.2022 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(6,220)	(13,826)
Adjustments for:		
Amortisation of intangible assets	(1,153)	1,063
Depreciation of property, plant and equipment	165	3,201
Depreciation of right of use assets	-	16
Interest expense	3,489	11,727
Property, plant and equipment written off	-	330
Other receivables written off	-	7
Reversal of retention sum	-	(515)
Interest income	-	(21)
Share of results of associated company	-	8
Unrealised gain on foreign currency exchange	-	(14)
Operating profit before working capital changes	(3,720)	1,973
Inventories	(1,019)	(1,796)
Contract assets	(4,415)	42,027
Receivables	536	(20,685)
Payables	827	(23,291)
Cash (used in)/generated from operations	(7,791)	(1,772)
Interest received	-	21
Interest paid	(709)	(1,177)
Income tax paid	160	(619)
Net cash (used in)/generated from operating activities	(8,340)	(3,546)
CASH FLOWS FROM INVESTING ACTIVITY		
Purchase of property, plant and equipment	-	(1,602)
Investment in subsidiary	-	(580)
Net cash inflow from disposal of subsidiary companies	-	(180)
Advances to an associate	175	-
Net cash used in investing activity	175	(2,362)

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 31 December 2022 and the accompanying explanatory notes attached.

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Registration No: 200601021085 (740838-A)
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD-TO-DATE ENDED 30 JUNE 2023
(CONT'D)**

	30.06.2023	31.12.2022
	(Unaudited)	(Audited)
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment to)/advances from Director	(1,800)	(963)
Repayment to an associate	-	(12)
Repayment of borrowings	-	(211)
Proceeds from issuances of shares	-	10,262
Increase in FD pledged	(13)	(21)
Repayment to Directors' related company	(5,419)	(398)
Redeemable Convertible Note	14,500	-
Lease liabilities	-	(8)
Net cash generated from financing activities	7,268	8,650
NET INCREASED/(DECREASED) IN CASH AND CASH EQUIVALENTS		
Effect of Exchange Rate Changes	(897)	2,742
	-	87
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	(1,032)	(3,861)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(1,929)	(1,032)
 CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD COMPRISE:		
Cash and bank balances	2,251	2,439
Fixed deposit pledged to licensed banks	704	691
	2,955	3,130
Less : Fixed deposit pledged to licensed banks	(704)	(691)
Less : Bank overdraft	(4,180)	(3,470)
	(1,929)	(1,032)

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 31 December 2022 and the accompanying explanatory notes attached.

NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND 3 MONTHS ENDED 30 JUNE 2023

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 31 December 2022. 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 31 December 2022.

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 31 December 2022.

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 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS 101	Classification of Liabilities as Current or Non-Current
Amendments to MFRS 101 and MFRS Practice Statement 2	Disclosure of Accounting Policies
Amendments to MFRS 108	Definition of Accounting Estimate
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
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	

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

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

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, as the Group and the Company incurred a net loss of RM14,307,338 and RM97,899,924 during the financial year ended 31 December 2022 and, as of that date, the Group's and the Company's current liabilities exceeded its current assets by RM8,714,992 and RM18,599,887. 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

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 30 June 2023.

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 30 June 2023.

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

During the quarter, the Company increased its issued share capital from RM494,224,820 to RM496,224,800 by way of conversion of RM2,000,000 redeemable convertible notes to 27,777,777 new ordinary shares at an issue price of RM0.072 per share.

During the year, the Company increased its issued share capital from RM491,724,820 to RM496,224,800 by way of conversion of RM14,500,000 redeemable convertible notes to 208,152,954 new ordinary shares at an average issue price of RM0.0697 per share.

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 30 June 2023 is as follows:

<u>Segment Revenue and Results</u>	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023	Preceding Year Quarter 30.06.2022	Current Year Quarter 30.06.2023	Preceding Year Quarter 30.06.2022
- Hotel Operation	2,544	2,340	5,320	4,462
- Hotel Management	1,359	902	2,364	1,480
- Property Sales	1,008	2,648	4,594	4,544
	<u>4,911</u>	<u>5,890</u>	<u>12,278</u>	<u>10,486</u>
Total Revenue	4,911	5,890	12,278	10,486
<i>RM '000</i>				
Profit/(Loss) After Tax				
- Hotel Operation	(935)	(457)	(1,703)	(1,125)
- Hotel Management	733	368	1,287	574
- Property Sales	(733)	(1,562)	(663)	(2,279)
- Other Unallocated Expenses	(2,089)	(1,843)	(5,547)	(3,519)
	<u>(3,024)</u>	<u>(3,494)</u>	<u>(6,627)</u>	<u>(6,349)</u>
Total Loss After Tax	(3,024)	(3,494)	(6,627)	(6,349)

During current year quarter, the revenue of RM4.911 million was mainly contributed from the Hotel Operation segment under Impiana Ipoh Sdn Bhd of RM2.544 million & the Hotel Management segment of RM1.359 million, while the Property Sales segment registered revenue of RM1.008 million. The decrease in Property Sales segments over the preceding year's quarter was a result of slower progress completion for the Impiana Cherating project during the current year quarter. The Hotel Operation and Hotel Management segments' better results are due to better occupancies this year without any Covid 19 restrictions.

The overall group incurred a loss after tax of RM3.024 million compared to loss after tax of RM3.494 million in the preceding quarter in FYE 2022 despite the decrease in revenue due to better performances by the Hotel Operation and Hotel Management segments' during the current year quarter.

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 30 June 2023.

A11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation of property, plant and equipment (PPE) during the quarter and period-to-date ended 30 June 2023.

A12. RELATED PARTY TRANSACTIONS

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2023	Preceding Year Quarter 30.06.2022	Current Year Quarter 30.06.2023	Preceding Year Quarter 30.06.2022
RM '000				
Hotel management fees received and receivable from:				
- Impiana Resort Patong (IPC)	222	84	367	207
- Impiana Resort Villas Kata Noi (IPV)	63	27	109	39
- Impiana Resort Chaweng Noi (IRS)	14	14	111	26
- Impiana Private Villas Seminyak (TVB)	321	93	461	109
- Impiana Private Villas Cemagi	14	10	21	19

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 30 June 2023.

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	Quarter	Quarter
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
RM'000				
Revenue	4,911	5,890	12,278	10,486
Operating Loss Before Tax	(2,814)	(3,378)	(6,220)	(6,169)
Taxation	(209)	(116)	(406)	(181)
Loss Attributable to Owners of the Company	(3,024)	(3,495)	(6,627)	(6,350)
Loss Attributable to non-controlling interest	-	-	-	-

During the 2nd quarter, the Group generated revenue of RM4.911 million and incurred an operating loss before tax of RM3.024 million. The lower loss during the quarter despite lower revenue compared to the preceding year quarter was mainly due to better performances from the Hotel Operation and Hotel Management segments' in the 2nd quarter of 2023.

B2. FINANCIAL REVIEW FOR CURRENT QUARTER AND PRECEDING QUARTER

	Individual Quarter	
	Current Year	Preceding Year
	Quarter	Quarter
	30.06.2023	30.06.2022
RM'000		
Revenue	4,911	5,890
Loss before tax	(2,814)	(3,378)
Loss Attributable to owners of the Company	(3,024)	(3,495)
Loss Attributable to non-controlling interest	-	-

The Group's revenue in the second (2nd) quarter of FYE 2023 was RM4.911 million as compared to RM5,890 million recorded in the preceding quarter in FYE 2022. The decrease in revenue is mainly due to lower progress completion for the Property Sales segment in this 2nd quarter of 2023.

The Group registered a comprehensive loss after tax attributable to the owners of the Company of RM3.024 million during the current quarter compared with RM3,495 million in the preceding quarter in FPE 2023 for the same reasons mentioned in Notes A9 and B1 above.

B3. CURRENT PROSPECTS

The post-Covid financial performance recovery is clearly displaying traction as the year-on-year figures suggest for the Hotel Operation and Hotel Management segments. The Group's loss after tax has narrowed compared to the preceding year quarter in FPE 2022 despite the lower progress completion for the Property Sales segment. The Group intends to continue driving and sustaining this improvement while diligently maintaining the cost discipline practiced during the Covid period without sacrificing quality and service. The recovery trend is encouraging thus far and the Group is cautiously optimistic of sustaining this improvement this financial year.

The resumption of travel for the Chinese market has improved performance only slightly due to the lack of flight frequencies compared to pre-Covid times. The industry is expected to further improve as and when China flight frequencies are increased.

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	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Quarter	Current Year Quarter	Preceding Year Quarter
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Amortisation of Intangible Assets	173	180	347	358
Amortisation of Leasehold Land	-	-	-	-
Interest Expense	2,380	1,840	4,810	3,625
Depreciation of Property, Plant and Equipment	581	613	1,132	1,400
Depreciation of Right of Use Assets	-	4	-	8
Share of (Loss)/Profit from an Associate	(25)	(391)	(19)	(1,108)

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 Quarter	Preceding Year Quarter	Current Year Quarter	Preceding Year Quarter
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Income Tax				
- current period expense	(209)	(116)	(406)	(181)
	(209)	(116)	(406)	(181)

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 30 June 2023 are as follows:

RM '000	30.06.2023 (Unaudited)			31.12.2022 (Audited)		
	Short term	Long term	Total	Short term	Long term	Total
	Secured					
- Term Loan	13,077	57,740	70,817	2,674	70,404	73,078
- Hire Purchase	-	-	-	-	-	-
- Bank Overdraft	4,489	-	4,489	1,821	-	1,821
	17,566	57,740	75,306	4,495	70,404	74,899

B8. TRADE RECEIVABLES

The Group's normal credit term ranges from 30 to 60 days (30.06.2023: 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 30.06.2023 (Unaudited)	As at 31.12.2022 (Audited)
	Neither past due nor impaired	-
1 to 90 days past due but not impaired	326	1,916
91 to 180 days past due but not impaired	48	10,728
181 to 365 days past due but not impaired	11,989	510
> 365 days past due but not impaired	8,537	7,807
	20,899	20,962
	20,899	20,962

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

Astaka Mekar Sdn Bhd, a wholly-owned subsidiary of the Company ("1st Defendant"), Data Sepadu Sdn Bhd ("2nd Defendant"), Impiana Sdn Bhd ("3rd Defendant") and Dato' Seri Ismail @ Farouk Bin Abdullah ("4th Defendant") [collectively "the Defendants"] had on 14 June 2023 been served with a Writ of Summons and Statement of Claim dated 8 June 2023 respectively from Public Bank Berhad ("the Plaintiff") regarding a lawsuit ("the Suit").

The Plaintiff's claim against the Defendants arises from the failure of the 1st Defendant to settle the outstanding sums due and payable under the Term Loan Facilities and Overdraft Facility granted by the Plaintiff to the 1st Defendant and the default of the 2nd Defendant, 3rd Defendant and 4th Defendant to settle the sums due and payable under the Term Loan Facilities and Overdraft Facility pursuant to the Letters of Guarantee.

The details of the Claim are as follows:

- a) The Defendants, jointly and severally, pay to the Plaintiff the sum of RM30,006,873.22 as at 24 May 2023 under the Term Loan 1 Facility together with continuing interest thereon at the rate of 3.5% per annum above the Plaintiff's Base Lending Rate at monthly rests calculating from 25 May 2023 until the date of full settlement;
- b) The Defendants, jointly and severally, pay to the Plaintiff the sum of RM7,790,393.04 as at 24 May 2023 under the term Loan 2 Facility together with continuing interest at the rate of 3.5% per annum above the Plaintiff's Base Lending Rate at monthly rests calculating from 25 May 2023 until the date of full settlement;
- c) The Defendants, jointly and severally, pay to the Plaintiff the sum of RM3,872,665.12 as at 24 May 2023 under the Term Loan 3 Facility together with continuing interest thereon at the rate of 3.5% per annum above the Plaintiff's Base Lending Rate at monthly rests calculating from 25 May 2023 until the date of full settlement;
- d) The Defendants, jointly and severally, pay to the Plaintiff the sum of RM907,150.24 as at 24 May 2023 under the Term Loan 4 Facility together with continuing interest thereon at the rate of 3.5% per annum above the Plaintiff's Base Lending Rate at monthly rests calculating from 25 May 2023 until the date of full settlement;
- e) The Defendants, jointly and severally, pay to the Plaintiff the sum of RM1,738,506.24 as at 24 May 2023 under the Overdraft Facility together with continuing interest thereon at the rate of 3.5% per annum above the Plaintiff's Base Lending Rate at daily rests calculating from 25 May 2023 until the date of full settlement;
- f) Costs; and
- g) Such other orders and/or reliefs that the Honorable Court deems fit and proper.

The Management of Impiana intends to achieve an amicable settlement of the Suit with the Plaintiff.

This matter has been fixed for further Case Management on 1 November 2023

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 30 June 2023.

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

RM '000	Individual Quarter		Cumulative Quarter	
	30.06.2023	30.06.2022	30.06.2023	30.06.2022
Loss attributable to Owners of the Company (RM '000)	(3,024)	(3,495)	(6,627)	(6,350)
Basic:				
Weighted average number of Ordinary Shares in issue ('000)	497,021	265,796	497,021	265,796
Basic LPS (sen)	(0.608)	(1.315)	(1.333)	(2.389)
Diluted:				
Weighted average number of Ordinary Shares in issue ('000)				
Diluted LPS (sen)				

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 29 August 2023.