

PERAK CORPORATION BERHAD
Company No: 210915-U
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the period ended 30 September 2020 - unaudited

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30-Sep 2020 RM'000	Preceding Corresponding Quarter Ended 30-Sep 2019 RM'000	Current Period Ended 30-Sep 2020 RM'000	Preceding Corresponding Period Ended 30-Sep 2019 RM'000
Revenue	34,380	33,960	96,785	107,413
Cost of sales	(7,214)	(7,434)	(20,662)	(24,790)
Gross Profit	27,166	26,526	76,122	82,623
Other operating income	2,185	6,652	5,268	20,955
Operating expenses	(22,029)	(25,408)	(58,692)	(80,782)
Operating profit/(loss)	7,322	7,770	22,698	22,796
Finance costs	(1,703)	(2,512)	(7,443)	(6,996)
Share of results in associates	-	-	-	-
Profit/(Loss) before tax	5,619	5,258	15,255	15,800
Taxation	(3,211)	(2,755)	(9,367)	(9,464)
Profit/(Loss) from continue operations	2,407	2,503	5,888	6,336
Loss from discontinued operation	(10,019)	22,447	(26,098)	(18,414)
Loss for the period	(7,612)	24,950	(20,210)	(12,078)
Profit/(Loss) for the period attributable to:				
Owners of the parent	(4,111)	9,782	(11,779)	(17,332)
Non-controlling interests	(3,500)	15,168	(8,431)	5,254
	(7,612)	24,950	(20,210)	(12,078)
Earnings/(Loss) per share attributable to equity holders of the parent:				
EPS (sen)	(4.11)	9.78	(11.78)	(17.33)
Earnings/(Loss) per share attributable to equity holders of the parent from continuing operations				
EPS (sen)	2.41	2.50	5.89	6.34
Loss per share attributable to equity holders of the parent from discontinuing operations				
EPS (sen)	(10.02)	22.45	(26.10)	(18.41)

The above condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying notes attached to the interim financial statements.

PERAK CORPORATION BERHAD
Company No: 210915-U
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
For the period ended 30 September 2020 - unaudited

	30-Sep 2020 RM'000	31-Dec 2019 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	125,702	126,079
Port facilities	201,981	204,575
Investment properties	18,768	18,936
Inventories	22,711	24,311
Other investments	25	25
Intangible assets	27,815	28,086
Finance lease receivables	112	188
	<u>397,115</u>	<u>402,200</u>
Current assets		
Non current asset held for sale	87,750	87,750
Inventories	165,177	161,737
Finance lease receivables	107	124
Trade and other receivables	76,853	58,100
Other investment	4,180	4,175
Tax recoverable	397	381
Cash and bank balances	41,126	27,806
	<u>375,590</u>	<u>340,073</u>
Total assets	<u>772,705</u>	<u>742,273</u>
Equity and liabilities		
Current liabilities		
Borrowings	448,870	445,157
Trade and other payables	215,904	180,843
Tax payable	17,479	18,063
	<u>682,253</u>	<u>644,063</u>
Net current liabilities	<u>(306,663)</u>	<u>(303,990)</u>

Non-current liabilities		
Borrowings	74,297	72,732
Trade and other payables	30,010	19,834
Deferred tax liabilities	15,441	14,732
	<u>119,748</u>	<u>107,298</u>
Total liabilities	802,001	751,361
Net asset	(29,296)	(9,088)
Equity attributable to owners of the parent		
Share capital	272,770	272,770
Accumulated losses	(97,860)	(86,081)
	<u>174,910</u>	<u>186,689</u>
Non-controlling interests	(204,207)	(195,777)
Total equity	(29,296)	(9,088)
Total equity and liabilities	772,705	742,273

The above condensed consolidated statements of financial position should be read in conjunction with the accompanying notes attached to the interim financial statements.

PERAK CORPORATION BERHAD
Company No: 210915-U
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the period ended 30 September 2020 - unaudited

	– Attributable to Equity Holders of the Parent -				Non-
	Equity total RM'000	Equity RM'000	Share Capital RM'000	Retained Earnings RM'000	Controlling Interest RM'000
At 1 January 2020	(9,088)	186,689	272,770	(86,081)	(195,777)
Loss for the period	(20,210)	(11,779)	-	(11,779)	(8,431)
At 30 September 2020	<u>(29,298)</u>	<u>174,910</u>	<u>272,770</u>	<u>(97,860)</u>	<u>(204,208)</u>
<u>12 months ended 31 Desember 2019</u>					
At 1 January 2019 restated	112,298	269,718	272,770	(3,052)	(157,420)
Loss for the period	(116,386)	(83,029)	-	(83,029)	(33,357)
<u>Transactions with owners</u>					
Dividend paid by a subsidiary to a non-controlling interest	(5,000)	-	-	-	(5,000)
At 31 December 2019	<u>(9,088)</u>	<u>186,689</u>	<u>272,770</u>	<u>(86,081)</u>	<u>(195,777)</u>

The above condensed consolidated statements of changes in equity should be read in conjunction accompanying notes attached to the with the interim financial statements.

PERAK CORPORATION BERHAD
Company No: 210915-U
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2020
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the period ended 30 September 2020 - unaudited

	30-Sep 2020 RM'000	31-Dec 2019 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Cash collection from trade/other receivables	101,921	177,413
Cash received from other income	1,470	3,455
Cash paid for other expenses	(35,957)	(55,499)
Cash paid to trade/other payables	(41,178)	(45,274)
Cash paid for tax	(8,335)	(11,031)
Cash flow from operating activities (discontinued operation)	(2,334)	57
Net cash generated from operating activities	<u>15,587</u>	<u>69,121</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	452	200
Purchase of property plant & equipment	(346)	(2,228)
Purchase of port facilities	-	(5,359)
Development costs	(1,587)	(2,201)
Proceeds from disposal of property plant & equipment	-	185
Proceeds from disposal of unquoted investment	-	180
Purchase of investment in unit trust	(4,064)	(4,061)
Cash flow from investing activities (discontinued operation)	-	403
Net cash used in investing activities	<u>(5,545)</u>	<u>(12,881)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Cash repayment from amounts borrowed	(4,926)	(19,339)
Proceeds from borrowings (secured)	2,545	-
Dividend paid on ordinary shares to minority shareholders	-	(5,000)
Cash paid for interest costs	(1,390)	(11,280)
(Placement) of fixed deposits	(7,307)	(6,270)
Uplift of fixed deposits pledged	395	-
Cash flow from financing activities (discontinued operation)	2,979	-
Net cash used in financing activities	<u>(7,703)</u>	<u>(41,889)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,340	14,351
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	13,823	(68)
	16,163	14,283
DISCONTINUED OPERATION	(646)	(460)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>15,517</u>	<u>13,823</u>

Cash and cash equivalents comprise :		
Cash and bank balances	41,126	27,806
Bank balances and deposits pledged for guarantees and other banking facilities granted to certain subsidiaries	(3,089)	(3,150)
Overdraft	(5,154)	(4,828)
Fixed deposits more than 3 months	(17,366)	(6,005)
	<u>15,517</u>	<u>13,823</u>

The above condensed consolidated statements of cashflow should be read in conjunction with the accompanying notes attached to the interim financial statements.

PERAK CORPORATION BERHAD
(Company no. 210915-U)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS
- THIRD QUARTER ENDED 30 SEPTEMBER 2020

A1 Basis of Preparation

The interim financial report has been prepared in accordance with MFRS134 Interim Financial Reporting, IAS34 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.

The explanatory notes attached to the interim financial 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 Company and its subsidiaries ("the Group") since the year ended 31 December 2019.

On 26 September 2019, Animation Theme Park Sdn Bhd ("ATP"), a direct 51% owned subsidiary of PCB Development Sdn Bhd ("PCBD"), which in turn is a wholly owned subsidiary of the Company, defaulted on a RM25.7 million principal repayment of its syndicated term loan of RM245 million. Subsequently, on 16 October 2019, Affin Hwang Investment Bank ("AHIB"), the facility agent declared an event of default had occurred and gave notice within 14 days from the day of its letter to effect payment of RM25.7 million, failing which all secured obligations due from ATP shall become immediately due and payable. Arising from this, the full amount of the syndicated term loan totalling RM245 million and the above financing facilities, by virtue of the cross-default provision under different business financing facilities undertaken by other companies within the Group were classified as current on the statements of financial position.

On 4 December 2019, following ATP's failure to meet the demand for the principal repayment of RM25.7 million for the syndicated term loan, AHIB appointed a receiver and manager over the property of ATP. The carrying amount of ATP's charged assets totalled RM87.8 million as at 31 December 2019.

On 18 December 2019, AHIB demanded from PCBD the payment of RM244 million together with interest accrued thereon on the date of full repayment pursuant to the Corporate Guarantee dated 10 July 2014 executed by PCBD in favour of AHIB for the syndicated term loan provided to ATP.

On 6 February 2020, Affin Islamic Bank Berhad ("AIB") declared an event of default on the Company arising from its failure to pay the scheduled principal repayment due on 31 January 2020 for the outstanding credit facilities of RM75.9 million relating to Musharakah Mutanaqisah Term Financing -i and Tawarruq Revolving Credit -i.

After taking into consideration the Group's current cash flow position vis-a-vis its total debt obligations payable and the available cash flow, the Directors had, on 11 February 2020, determined that the Company was unable to declare that it was solvent pursuant to paragraph 9.19A(F) of the Listing Requirements. As a result of this and the above defaults on the various loan repayments, the Company was declared a PN 17 company after triggering the prescribed criteria under paragraph 2.1 (f) of the PN 17.

Following the declaration of an event of default by AIB for the credit facilities extended to the Company and the Company's declaration being a PN17 company, CIMB Bank Berhad ("CIMB") has on 28 February 2020 declared an event of cross default in respect of the Revolving Credit Facilities of RM60.0 million and RM30.0 million granted to the Company and its subsidiary, PCB Taipan Sdn Bhd ("PCBT") respectively and demand full payment of RM91.3 million together with interest within 14 days from 28 February 2020.

Whilst the Group is currently developing a debt restructuring scheme to manage the Group's debts and preparing a regularisation plan, as at the date of this announcement, these are still at a preliminary stage.

For current period ended 30 September 2020, the Group reported a loss after tax of RM20.2 million and as at that date, the Group's current liabilities exceeded its current assets by RM306.7 million and its total equity was in a deficit of RM29.3 million. As at 30 September 2020, cash and bank balances totalled RM 41.1 million and borrowings due for repayment over the next 12 months totalled RM449.0 million of which RM314.3 million had been declared to be under an event of default and thus are repayable on demand.

Due to the above foregoing matters, the liquidity constraints faced by the Group over the next 12 months after the reporting date and in the absence of any financial assistance from its majority shareholder, the Directors are of the view that the Group's ability to continue its operations and businesses has been significantly curtailed at the date of this announcement. In view of this, the Directors have not prepared the interim condensed financial statements for the quarter ended 30 September 2020 on a going concern basis.

The effect of this is as follows:

- Assets are written down to their recoverable amounts based on conditions existing at the reporting date, taking into consideration the specific circumstances affecting the Group as disclosed above. This includes realisation of assets through forced sale transactions, where applicable;
- Assets are classified as current when these are expected to be recovered within twelve months from the reporting period, considering the liquidity constraints and obligations of the Group that would fall due within the next twelve months;
- Assets that management has determined to be recovered principally through a sale transaction rather than through continuing use are classified as "assets held for sale" presented separately from the other assets in the statements of financial position;
- Liabilities are recorded in accordance with the accounting policies. Provision for future restructuring costs are recognised only when the Group has a present obligation that is evidenced by a detailed formal plan for restructuring and has raised a valid expectation in those affected that it will carry out the restructuring; and

- Liabilities are classified as current if the liability is due to be settled within twelve months after the reporting period or the Group does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

A2 Non-current assets held for sale and discontinued operations

A component of the Group is classified as a "discontinued operation" when the criteria to be classified as held for sale have been met or it has been disposed of and such a component represents a separate major line of business or geographical area of operations or is part of a single coordinated major line of business or geographical area of operations. A component is deemed to be held for sale if its carrying amounts will be recovered principally through a sale transaction rather than through continuing use.

Upon classification as held for sale, non-current assets and disposal groups are not depreciated and are measured at the lower of carrying amount and fair value less costs to sell. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale shall continue to be recognised.

Asset classified as held for sale are presented separately from the other assets in the statement of financial position. The liabilities directly associated with assets held for sale are presented separately from other liabilities in the statement of financial position.

Assets held for sale

As of 30 September 2020, assets held for sale comprised property plant and equipment of its subsidiary, Animation Theme Park Sdn Bhd ("ATP"). ATP is the developer, owner and operator of Movie Animation Park Studios ("MAPS"), an animation theme park located in Ipoh, Perak, Malaysia.

On 4 December 2019, Datuk Duar Tuan Kiat of Messrs. Ernst & Young was appointed as Receiver and Manager ("R&M") of ATP under the terms of a debenture dated 10 July 2014 ("Debenture") given to Affin Hwang Investment Bank Berhad. As part of receivership strategy, the R&M ceased the operations of MAPS on 28 January 2020. Thereafter, the R&M will proceed to conduct an offer for sale exercise to identify strategy investors for the sale of the charged assets of ATP.

The property, plant & equipment of ATP is thus classified as asset held for sale as the carrying amount will be recovered through a sale transaction rather than through operation. On 17 August 2020, the R&M put an advertisement in newspapers on offer for purchase the assets belongings to ATP on an "as is where is" basis.

Financial performance and cash flow information

The financial performance and cash flow information presented are for the three and nine months ended 30 September 2020.

	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Period	Corresponding
	Ended	Quarter Ended	Ended	Period Ended
	30/09/2020	30/09/2019	30/09/2020	30/09/2019
	RM'000	RM'000	RM'000	RM'000
Revenue	-	2,931	428	9,952
Cost of sales	-	(1,513)	(196)	(5,364)
Gross profit	-	1,418	232	4,588
Other operating income	-	40,038	-	40,120
Selling and distribution expenses	-	(590)	-	(1,982)
Administrative expenses	(3,292)	(3,212)	(6,507)	(11,823)
Impairment loss	-	(30)	-	(610)
Assets written off	-	-	-	(2,623)
Other operating expenses	-	(3,800)	-	(12,566)
Finance costs	(6,799)	(11,444)	(20,040)	(33,720)
(Loss)/profit before taxation	(10,091)	22,380	(26,315)	(18,616)
Taxation	72	67	217	202
Net (loss)/profit from discontinued operations	(10,019)	22,447	(26,098)	(18,414)
Net cashflow (used in)/generated from operation activities	(1,191)	379	(2,334)	(3,066)
Net cashflow used in investing activities	-	(544)	-	(1,199)
Net cash flow generated from financing activities	2,545	-	2,980	3,029
Net increase/(decrease) in cash	1,354	(165)	646	(1,236)

Assets/Liabilities Classified as Held for Sale

The composition of assets held for sale at the end of the period is pertaining to Movie Animation Theme Park Studio (“MAPS”) that is owned by Animation Theme Park Sdn Bhd (“ATP”), a subsidiary of the Company:

						30/09/20
						RM'000
Property, plant & equipment						<u>87,750</u>

A3 Changes in estimates

There were no changes in estimates that have had a material effect in the current financial period results.

A4 Changes in Composition of the Group

There were no changes in the composition of the Group during the current financial period.

A5 Segmental Information

	Current quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30/9/20	30/9/19	30/9/20	30/9/19
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
Port & Logistics	29,647	29,903	85,109	92,657
Property development	61	306	2,196	3,175
Hospitality & tourism	4,160	3,751	7,944	11,581
Management services and others	892	-	2,675	2,500
Total revenue	34,760	33,960	97,924	109,913
Eliminations	(380)	-	(1,139)	(2,500)
	<u>34,380</u>	<u>33,960</u>	<u>96,785</u>	<u>107,413</u>
Segment results				
Port & Logistics	11,520	11,690	34,590	38,451
Property development	(9,641)	(11,887)	(25,502)	(26,177)
Hospitality & tourism	(3,278)	2,263	(8,763)	(3,221)
Management services and others	(1,383)	(6,133)	(5,358)	(20,503)
	(2,782)	(4,067)	(5,033)	(11,450)
Eliminations	8,401	9,325	20,289	27,250
	<u>5,619</u>	<u>5,258</u>	<u>15,256</u>	<u>15,800</u>

All inter-segment transactions have been entered into in the normal course of business and have been established on negotiated terms.

All activities of the Group's operations are carried out in Malaysia.

There has been no material change in total assets and no differences in the basis of

segmentation or in the basis of measurement of segment profit or loss as compared to the last financial statements.

Comparison between Quarter 3 2020 and Quarter 3 2019

Group Summary

The Group revenue for the current financial quarter of RM34.3 million reported an increase by 1% as compared with RM33.9 million recorded in the corresponding quarter last year. The increase in revenue is mainly contributed from increase in port and logistics and hospitality and tourism segments.

Port & Logistics

The port & logistics segment continues to be the Group's main source of revenue and profit before tax, contributing 86% (30/9/19: 88%) of the Group's revenue.

Its revenue comprises mainly of revenue from port operations for the provision of port facilities and ancillary services at Lumut Maritime Terminal (LMT), operation and maintenance of Lekir Bulk Terminal (LBT), and sales and rental of LMT port related industrial land. For the period under review, the revenue of RM29.6 million (30/9/19: RM29.9 million) decreased by 1% mainly as a result of increased cargo throughput of 7.4% from LMT and decreased -6.7% from LBT. This consequently resulted in an overall decrease in profit before tax for this segment by 1% to profit before tax of RM11.5 million for current quarter (30/9/19: RM11.7 million).

The summary results are as follows:

			Current quarter		
			30/9/20	30/9/19	
			RM'000	RM'000	% change
Revenue					
Port Operations			29,647	29,903	-1%
Total			29,647	29,903	-1%
Profit before tax					
Port Operations			11,520	11,690	-1%
Total			11,520	11,690	-1%
Throughput			metric tonnes		% change
LMT			1,142,795	1,064,083	7.4%
LBT			2,804,572	3,007,517	-6.75%

Property development

This segment provided revenue of 0.2% (30/9/19: 0.9%) to the Group's total revenue for the current financial quarter under review.

The revenue from this segment is the sales of development land, profits from property development joint ventures and other ancillary services. For the current financial quarter under review, the revenue decreased from RM0.3 million to RM 0.06 million of which 95% is contributed by progress in the development of joint venture project and 5% from ancillary services. The segment loss before tax amounted to RM9.6 million (30/9/19: LBT RM11.9 million).

Hospitality & tourism

This segment contributed revenue from hotel and rest houses operations, and rental income amounting to RM4.1 million (30/9/19: RM3.7 million) for the current financial quarter under review. The segment also generated a loss before tax of RM3.2 million (30/9/19: PBT RM2.2 million) for the current financial quarter under review. For the current quarter under review, contribution from theme park was not included as it was classified to asset held for sale.

Management services and others

The segment reported a revenue of RM0.8 million (30/9/19: RM 0) in the current financial quarter under review and did not record any dividend in the corresponding quarter last year. The segment also generated a loss before tax of RM1.3 million for the current financial quarter under review as opposed to RM6.1 million the same quarter last year.

Comparison between 9 months ended 30 September 2020 and 30 September 2019

Group Summary

The Group revenue for the current financial period has decreased by 10% of RM 96.8 million from RM107.4 million recorded in the corresponding period last year. The Group's profit before tax for the current financial period decreased from RM15.8 million to RM15.2 million due to COVID-19 pandemic that has affected the businesses.

Port & Logistics

The port & logistics segment remains the Group's main source of revenue for the current financial period with RM85.1mil compared to RM92.6 mil in last year. The profit before tax of this segment is lower compared to the same period in last year.

For the period under review, revenue decreased by 8%, mainly as a result of 10% decrease and 13% decrease in cargo throughput at LMT and LBT respectively. This consequently resulted in 10% overall decrease in profit before tax to RM34.5 million (30/9/19: RM38.4 million).

The summary results are as follows:

			30/9/20	30/9/19	
			RM'000	RM'000	% change
Revenue					
Port Operations			85,109	92,657	-8%
Total			85,109	92,657	-8%
Profit before tax					
Port Operations			34,590	38,451	-10%
Total			34,590	38,451	-10%
Throughput					
			metric tonnes		% change
LMT			2,943,193	3,282,283	-10%
LBT			8,669,970	9,970,788	-13%

Property development

This segment provided the revenue of 2% (30/09/19: 3%) to the Group's total revenue and the loss before tax of this segment is lower compared to the period in 2019.

For the period under review, the revenue decreased to RM2.1 million (30/9/19: RM3.1 million) mainly due to reduction in realisation of joint venture project. The segment loss before tax amounted to RM25.5 million (30/9/19: LBT RM26.1 million).

Hospitality & tourism

This segment comprised revenue from hotel and rest house operation and rental income amounting to RM7.9 million (30/9/19: RM11.5 million). The decrease in revenue is due to closure of hotels' operations during the Movement Control Order period. As a result, this segment recorded a higher loss before tax of RM8.7 million (30/9/19: LBT RM3.2 million). For the current period under review, contribution from theme park was classified to asset held for sale.

Management services and others

The segment reported a revenue in the current financial period of RM2.6 million (30/9/19: RM2.5 million). The segment recorded a loss before tax of RM5.3 million, decrease from RM20.5 million the same period last year.

A6 Comments about Seasonal or Cyclical Factors

The Group's operations are not materially affected by any seasonal and cyclical factors. There is a compensating effect on its results due to the performance of the various segmental activities of the Group.

A7 Profit/(Loss) for the period

	Current quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30/9/20	30/9/19	30/9/20	30/9/19
	RM'000	RM'000	RM'000	RM'000
(Loss)/profit for the period is arrived at after crediting/(charging):				
Interest income	422	5,897	1,179	17,127
Interest expense	(1,703)	(2,512)	(7,443)	(6,996)
Depreciation and amortisation	(3,557)	(3,350)	(9,895)	(9,653)
Impairment of property development cost	-	(655)	-	(10,260)
Impairment of investment property	-	(1,845)	-	(1,845)
Impairment of PPE	-	(250)	-	(515)
Impairment of land value		(2,110)	-	(2,110)

Save as disclosed above, foreign exchange gain or loss is not applicable and there were no gain/loss on disposal of the quoted investment, during the current financial period as well as in the preceding corresponding period.

A8 Taxation

The taxation charge for the Group comprises:

	Current quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30/9/20	30/9/19	30/9/20	30/9/19
	RM'000	RM'000	RM'000	RM'000
Current tax	2,903	2,755	8,441	9,464
Deferred Tax	308	-	925	-
	3,211	2,755	9,366	9,464

The Group's effective tax rate for the current financial year was higher than the statutory tax rate of 24% (2019: 24%) principally due to losses incurred by certain subsidiaries not available to offset against profit made by other entities within the Group and certain expenses being disallowed for tax purposes.

A9 (Loss)/Profit Per Share

Basic profit/(loss) per share is calculated by dividing profit/(loss) for the quarter/period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the current financial quarter/period by the Company.

	Current quarter		Cumulative quarter	
	3 months ended		9 months ended	
	30/9/20	30/9/19	30/9/20	30/9/19
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) for the period attributable to ordinary equity holders of the parent (RM'000)	(4,111)	(9,782)	(11,778)	(17,332)
Weighted average number of ordinary shares in issue ('000)	100,000	100,000	100,000	100,000
Basic profit/(loss) per share (sen) for:	(4.11)	(9.78)	(11.78)	(17.33)
Continuing operations				
Profit/(loss) for the period attributable to ordinary equity holders of the parent (RM'000)	2,408	2,503	5,889	6,336
Weighted average number of ordinary shares in issue ('000)	100,000	100,000	100,000	100,000
Basic profit/(loss) per share (sen) for :	2.41	2.50	5.89	6.34
Discontinued Operations				
Profit/(loss) for the period attributable to ordinary equity holders of the parent (RM'000)	(10,019)	22,447	(26,098)	(18,414)
Weighted average number of ordinary shares in issue ('000)	100,000	100,000	100,000	100,000
Basic profit/(loss) per share (sen) for :	(10.02)	22.45	(26.10)	(18.41)

No diluted loss per share calculated as the Company does not have potential convertible shares.

A10 Intangible assets

There were no changes in estimates of the amounts reported on 30 September 2019 and current financial period ended 30 September 2020.

A11 Cash and cash equivalents

Cash and cash equivalents comprised the following amounts:

			As at 30/9/20 RM'000	As at 31/12/19 RM'000
Cash and bank balances			41,126	27,806
Less: Pledged with banks			(3,089)	(3,150)
Less: Overdraft			(5,154)	(4,828)
Less: Fixed deposits with maturity more than 3 months			(17,366)	(6,005)
Cash and cash equivalents			15,517	13,823

A12 Fair value hierarchy

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs that are based on observable market data, either directly or indirectly.

Level 3 - Inputs that are not based on observable market data.

	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
30 September 2020				
Available for sale financial assets				
Short term investment	4,064	4,064		
Equity shares	116	116	-	-
31 December 2019				
Available for sale financial assets				
Short term investment	4,062	4,062		
Equity shares	113	113	-	-

A13 Borrowings

The Group's borrowings at the end of the current financial period were as follows:

		As at	As at
		30/9/2020	31/12/2019
(a) <u>Short term borrowings (current)</u>		RM'000	RM'000
			Restated
	Secured :		
	Hire purchase and lease	505	1,281
	Revolving credits	146,955	140,987
	Term financing	30,691	33,935
	Term loan	265,565	264,126
	Overdraft	5,154	4,828
		448,870	445,157
(b) <u>Long term borrowings (non-current)</u>			
	Secured :		
	Hire purchase and lease	17,777	17,117
	Term financing	19,880	19,880
	RCPS	36,640	35,735
		74,297	72,732
	Total borrowings	523,167	517,889
(c) <u>Currency</u>	None of the Group's borrowings is denominated in foreign currency.		
(d)	There were no borrowing default or breach of any borrowings agreement by the Group during the current financial period.		
(e)	All long term loans which have cross default clauses in their loan agreements have been reclassified to current liabilities.		

A14 Debt and Equity securities

There were no issuance and repayment of debt securities, share buy-backs and share cancellations in the current financial period.

A15 Dividend paid

No dividend was paid during the current financial period ended 30 September 2020.

A16 Capital Commitments

The amount of commitments for the purchase of property, plant and equipment and port facilities as at 30 September 2020 are as follows:

		As at	As at
		30/9/20	31/12/19
		RM'000	RM'000
i) Authorised but not contracted for		11,873	-
ii) Authorised and contracted for		19,025	48,684

A17 Changes in Contingent Liabilities and Contingent Assets

The Group does not have any material contingent liabilities nor contingent assets during the current financial period except for:

- a) On 18 January 2016 and 11 April 2016, the Company has provided a corporate guarantee of RM26 million and RM21.7 million to a financial institution for facilities granted to subsidiary companies, Casuarina Teluk Intan Sdn Bhd and Lanai Casuarina Sdn Bhd. As at the reporting date, Casuarina Teluk Intan Sdn Bhd have utilised up to RM9.5 million and Lanai Casuarina Sdn Bhd has utilised up to RM19.4 million.
- b) Perak Corporation Berhad has provided letters of undertaking (“LOU”) in 2016 and 2017 to various subcontractors to complete the construction of a theme park. These payments were claimable from the main contractor. The creditors are finalising the construction final account before the claims be made under the LOU.

A18 Related party transactions

The following table provides information on the transactions which have been entered into with related parties:

	3 months ended 30/9/20	3 months ended 30/9/19	9 months ended 30/9/20	9 months ended 30/9/19
Transactions with:				
Ultimate Holding Corporation ("UHC")	RM'000	RM'000	RM'000	RM'000
Interest (income)/expenses	218	-	651	(1,146)
Advances (received)/paid	(689)	-	(2,271)	(239)
Rental (receivable)/payable	356	(279)	1,074	(840)
Other transaction	28	-	113	-
Fellow subsidiaries of the UHC				
Advances (received)/paid	(63)	-	(216)	(3,320)
Rental (receivable)/payable	153	(120)	460	(359)
Other transaction	91	-	148	-
Related parties				
Companies in which a director of subsidiary, has substantial interests:				
Port services receivable	10,804	11,130	32,748	34,902

Account balances with significant related parties of the Group at the current financial period ended 30 September 2020 and 31 December 2019 are as follows:

	As at 30/9/20 RM'000	As at 31/12/19 RM'000
<u>Account balance with UHC</u>		
Receivables	15,728	10,661
Payables	(34,091)	(40,632)
<u>Account balances with fellow subsidiaries</u>		
Receivables	10,776	9,530
Payables	(7,544)	(9,940)
<u>Account balances with related parties</u>		
Receivables	9,888	11,640

A19 Significant event

There was no significant event during the current financial period except for:

- a) On 6 February 2020, Affin Islamic Bank Berhad (“AIB”) declared an event of default on the Company arising from its failure to pay the scheduled principal repayment due on 31 January 2020 for the credit facilities of RM75.9 million relating to Musharakah Mutanaqisah Term Financing -i and Tawarruq Revolving Credit -i.
- b) On 28 February 2020, CIMB Bank Berhad (“CIMB”) has declared an event of cross default in respect of the Revolving Credit Facilities of RM60.0 million and RM30.0 million granted to the Company and its subsidiary, PCB Taipan Sdn Bhd (“PCBT”) respectively and demand full payment of RM91.3 million together with interest within 14 days from 28 February 2020.
- c) On 11 February 2020, the Directors had, determined that the Company was unable to declare that it was solvent pursuant to paragraph 9.19A(F) of the Listing Requirements. As a result of this and the above defaults on the various loan repayments, the Company was declared a PN 17 company after triggering the prescribed criteria under paragraph 2.1 (f) of the PN 17. Whilst the Group is currently developing a debt restructuring scheme to manage the Group’s debts and preparing a regularisation plan. As at to date, the regularisation plan is still at preliminary stage.
- d) On 23 July 2020, the High Court of Malaya in Ipoh, Perak Darul Ridzuan has granted Perak Corporation Berhad and PCB Development Sdn Bhd (collectively “**the Companies**”) to convene a Secured Creditor’s Meeting (hereinafter “**the Creditors’ Meeting**”) pursuant to Section 366 of the Companies Act 2016 (hereinafter “**the Act**”) for the purpose of taking into account and if deemed appropriate, to approve with or without modification, a proposed scheme of arrangement and compromise between the Applicant and its Secured Creditors (“**the Scheme Creditors**”) within 90 days from 23 July 2020.

All proceedings or actions or further proceedings against the Companies by any party including the scheme creditors including but not limited to the commencement of any proceedings or continuing with any proceedings with Court action; the commencement or continuing of any court action including any winding-up proceeding; the taking of any action, termination or proceeding whatsoever or in any way under any form of guarantee or indemnity granted to the Companies; any enforcement, detention, or any other form of execution of any judgement or order against the Companies; or the sale of any asset that is the subject of any security interest created by the Companies, repossession of any plant, equipment or machinery under lease or hire purchase be restrained for a period of 90 days effective from 23 July 2020 or such other longer period determined by the Court subject to the terms as may be determined by the Court pursuant to Section 368 of the Companies Act 2016.

Be that as it may, one of the Companies' unsecured creditors, i.e. RHB Insurance Berhad, had filed an application on 6 August 2020 to intervene and be added as a party in the proceeding and to set aside the Order dated 23 July 2020, wherein the matter was fixed for Hearing on 18 August 2020. Summary updates as per disclosed in Note B6.

- e) On 19 October 2020, the High Court of Malaya in Ipoh, Perak Darul Ridzuan has granted Perak Corporation Berhad and PCB Development Sdn Bhd (collectively "**the Companies**") further extension of 90 days from 19 October 2020 to convene a Secured Creditor's Meeting (hereinafter "**the Creditors' Meeting**") pursuant to Section 366 of the Companies Act 2016. The High Court approved the appointment of Mr. James Tan Chee Hau as an Independent Director of the Applicants to oversee the proposed restructuring plan of the Applicants pursuant to Section 368(2) of the Companies Act 2016.

A20 Material events subsequent to the end of the current financial year

There were no material events subsequent to the end of the current financial period that have not been reflected in this interim financial report, made up to the latest practicable date.

Explanatory notes pursuant to Bursa Malaysia Listing Requirements: Chapter 9, Appendix 9B, Part A

B1 Performance Review

Explanatory comments on the performance of each the Group's business activities are provided in Note A5.

	Current quarter			Cumulative quarter		
	3 months ended			9 months ended		
	30/9/20	30/9/19	Changes	30/9/20	30/9/19	Changes
	RM'000	RM'000	(%)	RM'000	RM'000	(%)
Revenue	34,380	33,960	1%	96,785	107,413	-10%
Operating profit	7,322	7,700		22,699	16,705	
Profit before tax	5,619	5,258	7%	15,256	15,800	-3%
Profit after tax	2,408	2,503	-4%	5,889	6,336	-7%
(Loss)/Profit discontinued operation	(10,019)	22,447		(26,098)	(18,414)	
(Loss)/Profit for the period	(7,611)	24,950		(20,209)	(12,078)	
Loss attributable to ordinary equity holders of the parent	(4,111)	9,782	-142%	(11,778)	(17,332)	-32%

B2 Comment on Material Change in Profit Before Taxation

	Current	Immediate		
	Quarter	Preceding		
	30/09/20	30/06/20	Changes	
	RM'000	RM'000	RM'000	%
Revenue	34,380	27,110	7,270	27%
Operating profit	7,322	10,710	(3,388)	-32%
Profit before tax	5,619	6,986	(1,367)	-20%
Profit after tax	2,408	4,560	(2,152)	-47%
Profit/(loss) after tax from discontinued operation	(10,019)	(7,177)	(2,842)	
	(7,611)	(2,617)	(4,994)	191%
Profit/(Loss) attributable to ordinary equity holders of the parent	(4,111)	474	(4,585)	-967%

The Group made a profit before taxation (PBT) of RM1.7 million in the current financial quarter ended 30 September 2020 compared to a profit before taxation of RM6.9 million for the immediately preceding quarter ended 30 June 2020. The decrease in PBT is mainly due to the impact from the pandemic Covid'19 to all the segments which resulted to the decrease in sales and increase in finance costs.

B3 Commentary on Prospects

On 11 March 2020, the World Health Organisation declared the global outbreak of COVID-19 to be a pandemic. The COVID-19 pandemic has significantly impacted economic activity and market around the world. If the pandemic continues and conditions worsen, it could negatively impact the Group's and the Company's business, results of operations, financial condition and liquidity in numerous ways, including but not limited to lower revenues and worsen the losses of the Group and the Company.

The directors expect the hospitality and tourism segment to be negatively impacted with the significant reduction incoming visitors international and domestic in Malaysia. With corporates postponing/cancelling seminars, events and functions, this would also directly contribute to a drop in rental of function halls and hotel rooms.

The impact of ports and logistic segment is not expected to be materially affected with the throughput at Lumut Maritime Terminal remain relatively stable except for the month of April 2020 where certain corporate using Lumut Port for exports halted their operations and shipments during the Movement Control Order ("MCO") period. However, moving forward we are confident that Lumut Port operation will substantially improve as

customers are trying to recover their losses and shortage during MCO. Thus, subject to COVID-19 pandemic recovery, we expect a stable outcome for Lumut Port operations.

Therefore, the Group expects its financial results for the financial year ending 31 December 2020 to remain uncertain and challenging.

Nonetheless, the ability to realise this prospect is dependent on the successful outcome to the Group in developing the regularisation plan. As at to date, the regularisation plan is still at a preliminary stage.

B4 Profit Forecast or Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in a public document in respect of the current financial period.

B5 Corporate Proposals

There are no corporate proposals announced and not completed as at the date of this announcement.

B6 Changes in Material Litigation

There were no pending material litigations as at the latest practicable date except for:

a) ZJ Advisory Sdn. Bhd. (“ZJ”)

On 27 March 2017, ZJ Advisory Sdn. Bhd. (“ZJ”) served a winding up notice on ATP, allegedly claiming RM2,756,000 being the balance of final success fee under a consultancy contract between both parties. On 19 April 2017, the subsidiary filed an injunction to stop ZJ from filing a winding notice, and had successfully obtained an injunction order from the Ipoh High Court. On 6 June 2018, ZJ has filed a writ of summons in the Ipoh High Court against Company for the amount of RM2,756,000 being claim for the balance of final success fee. As the claim of ZJ represent claim incurred during the pre-receivership period which are ranked unsecured for payment pursuant to Section 392 of the Companies Act 2016, the Receiver and Manager is in no position to settle the claims of the unsecured creditors of ATP until the claims of the secured and preferential creditors have been discharged in full from the eventual realization of the assets of ATP, all of which are presently charged to AHIBB. In view of the foregoing, the Receiver and Manager as agent for ATP is not defending any of the claims of the unsecured creditors of ATP.

If ZJ obtained a judgement against ATP, their claim will be ranked as unsecured creditors. The next hearing date is fixed on 16 December 2020.

- b) Chubb Insurance Malaysia Berhad Chubb Insurance Malaysia Berhad (“Chubb”) is an insurance company, which provides insurance policies coverage to ATP. On 29 August 2019, ATP received a Writ of Summons dated 17 July 2019 by Chubb. On 28 August 2019, a Judgement in Default was granted to Chubb. The amount claimed by Chubb is RM1,784,143.13, plus an interest of five percent (5%) per annum, until the full settlement of the amount claimed. As the claim of Chubb represent claim incurred during the pre-receivership period which are ranked unsecured for payment pursuant to Section 392 of the Companies Act 2016, the Receiver and Manager is in no position to settle the claims of the unsecured creditors of ATP until the claims of the secured and preferential creditors have been discharged in full from the eventual realization of the assets of ATP, all of which are presently charged to AHIBB. In view of the foregoing, the Receiver and Manager as agent for ATP is not defending any of the claims of the unsecured creditors of ATP.

If Chubb obtained judgement against ATP, their claim will be ranked as unsecured creditors.

- c) Uni-Poh Construction Works Sdn Bhd

A Writ of Summons was filed in the High Court of Ipoh on 13 September 2019, by Uni-Poh Construction Works Sdn Bhd (“Uni-Poh”), a contractor hired to develop and complete the main infrastructure and other works in Bandar Meru Raya, Ipoh, Perak, through a contract dated 24 August 2016. The Company received the Writ of summons on 30 September 2019.

The Company filed a defence on 25 October 2019 and received Uni-Poh’s application for summary judgment on 20 November 2019. The Company is to file an affidavit in reply by 17 December 2019. Uni-Poh is claiming an amount of RM8,851,823.57 as at 31 August 2019 for the works done, an interest payment of RM2,528,490.51 calculated at 1.5% per month as at 31 August 2019, and other additional interest payment, until the full settlement of the amount claimed.

The Court has fixed this matter for a case management on 21 January 2021.

The Directors are of the view that the Company has a fair chance to dismiss the claim based on all the defences available.

d) Syndicated Term Loan case involving PCBD and Affin Hwang

Writ of Summons dated 1 June 2020 was served on PCBD on 4 June 2020 to demand the payment of RM244 million together with interest accrued thereon on the date of full repayment pursuant to the Corporate Guarantee dated 10 July 2014 executed by PCB in favour of AHIB for the syndicated term loan facility provided to ATP. Judgement in default has entered against PCBD on 18 June 2020 and served on PCBD on 17 July 2020.

e) Restraining Order - [Applicants - Perak Corporation Berhad and PCB Development Sdn Bhd]

The Applicants obtained a Restraining Order pursuant to section 366(1) and section 368(1) of the Companies Act 2016 from the Ipoh High Court on 21 July 2020 to enable the Applicants to convene a meeting with their Scheme Creditors for the purposes of taking into consideration a Proposed Scheme of Arrangement & Compromise and that all further proceedings or actions and/or any forthcoming proceedings or actions against the Applicants by any party be restrained for a period of 90 days from the date of the Order.

On 15 October 2020, the Applicants moved the Court for the Restraining Order dated 23.7.2020 be extended for another period of 90 days pursuant to section 368(2) of the Companies Act 2016 wherein the Court granted an Order in Terms on 19 October 2020. The Extended Restraining Order is due to expire on 16 January 2021.

f) The Proposed Interveners' application to intervene in the proceeding and to set aside the Restraining Order obtained by the Applicants (Perak Corporation Berhad and PCB Development Sdn Bhd).

Proposed Interveners

1. Affin Hwang Investment Bank Berhad
2. Affin Bank Berhad
3. Bank Pembangunan Malaysia Berhad
4. Malaysia Debt Ventures Berhad

On 16.10.2020, the Proposed Interveners moved the Court for inter alia, that leave be granted to the Proposed Interveners to intervene in the proceeding, that the Proposed Interveners be made parties to the proceeding; and that any Restraining Order obtained by the Applicants be set aside. The Court has fixed this matter for Hearing on 13 January 2021.

- g) The Proposed Interveners' application to intervene in the proceeding and to set aside the Restraining Order obtained by the Applicants (Perak Corporation Berhad and PCB Development Sdn Bhd).

Proposed Intervener

Affin Islamic Bank Berhad

On 20 October 2020, the Proposed Intervener moved the Court for inter alia, that leave be granted to the Proposed Intervener to intervene in the proceeding, that the Proposed Intervener be made party to the proceeding and that any Restraining Order obtained by the Applicants be set aside. The Court has fixed this matter for Hearing on 13 January 2021.

- h) Mostar Zailani

A Writ of Summons was served by Lumut Maritime Terminal Sdn Bhd ("LMT"), a direct 50%+1 share subsidiary of PCB Taipan Sdn Bhd ("PCBT"), which in turn is a sub-subsidiary of the Company, on 24 May 2018 to Mostar Zailani, a contractor for painting work done at the LBT Terminal, demanding for RM135,800. On 21 August 2019, a bankruptcy order has been obtained to the debtor and Proof of Debt Form dated 11 October 2019 has been filed with Malaysia Department of Insolvency on 14 October 2019. As at to date, pending creditors meeting to be held between both parties.

- i) Kayan Logistics Sdn Bhd

On 28 August 2019, the Company served a writ of summon to Kayan Logistics Sdn Bhd for claiming an amount of RM116,080 as at 28 August 2019 for the not settling the charges to LMT. The Company received summary judgment on 17 March 2020. Defendant has filed an appeal on 23.4.2020 contested on the decision made by Session Court on 17 March 2020. The case management for appeal from Kayan Logistics Sdn Bhd was on 23 September 2020. Decision on appeal will be on 02 February 2021.

- j) Department of Occupational Safety and Health

A Writ of Summons was served on LMT on 16 January 2020, by Department of Occupational Safety and Health, for non-compliance with Section 15(1) of Occupational Safety and Health Act 1994. The Court has fixed this matter for continued Trial on 17 January 2021.

h)- Other Legal Cases as listed herein below: -

COURT PROCEEDINGS – PERAK CORPORATION BERHAD				
NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
1.	FIC Kitchen Technology Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-A52NCvC-88-06/2019	Letter of Undertaking for fabricate, supply, deliver and install for food carts, retail carts and stainless steel kitchen equipment for the Movie Animation Theme Park Studios project.	Summons Received on: 27/06/2019 Defence Filed on:13/07/2019 Plaintiff filed Summary Judgment on: 14/08/2019 Summary Judgment was dismissed on:27/12/2019 *Trial Dates: 14/12/2020 15/12/2020	181, 529.24
2.	MSM Kitchen Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-B52-6-05/2019	Letter of Undertaking to make payment for the supply, deliver, installation, testing & commissioning for local kitchen equipment including related final connection works for the Movie Animation Theme Park Studios project	Summons Received on:19/06/2019 Defence Filed on: 12/07/2019 Plaintiff filed Summary Judgment on: 14/08/2019 Summary Judgment was dismissed on:27/12/2019 *Trial Dates: 16/12/2020 17/12/2020	585, 953.77

3.	<p>Chong Teamwork Resources Sdn Bhd vs. Perak Corporation Berhad</p> <p>Ipoh Session Court No. AA-A52NCvC-200-12/2019</p>	<p>Dispute on the appointment of the contractor and expenses incurred for the purchase of raw material for the construction of a covered arena at SMK Bukit Jana Kamunting.</p>	<p>Summons Received on:11/12/2019</p> <p>Defence Filed on: 21/01/2020</p> <p>Plaintiff filed Summary Judgment on: 06/01/2020</p> <p>Summary Judgment was dismissed on:13/03/2020</p> <p>The Court has directed Parties to file in their respective witness statements before the Trial date trial.</p> <p>*Trial Date: 7/12/2020</p>	183, 500.00
4.	<p>Gai Leong Engineering Sdn Bhd vs. Perak Corporation Berhad</p> <p>Ipoh Session Court No: AA-A52-32-12/2019.</p>	<p>Letter of Undertaking to make payment for the installation and supply of TV LED, wall bracket/LEB bracket system for the Movie Animation Theme Park Studios project.</p>	<p>Summons Received on: 19/12/2019</p> <p>Defence Filed on: 13/01/2020</p> <p>Next Case Management on: 26/01/2021</p>	115, 328.00
5.	<p>Chong Nyuk Keun (trading under the name and style of AV AUDIO VIDEO) vs. Perak Corporation Berhad.</p> <p>Ipoh Session Court No: AA-A52-33-12/2019.</p>	<p>Letter of Undertaking to make payment for supply and installation of cable, wiring system, mains for audio, video, mechanical, control room, CCTV, network system for the Movie Animation Theme Park Studios project.</p>	<p>Summons Received on: 19/12/2019</p> <p>Defence Filed on: 14/01/2020</p> <p>Parties have agreed to have this matter Mediated.</p>	120, 413.83

			Next Case Management on: 26/01/2021	
6.	Blueblack Production Sdn Bhd vs. 1) Animation Theme Park 2) Perak Corporation Berhad Ipoh Session Court No: AA-B52NCVC-24-06/2018	Letter of Undertaking to make payment for enhancement-supply and delivery of software, hardware, media content and maintenance services for the Movie Animation Theme Park Studios project.	Summons Received on:21/06/2018 Defence Filed on: 25/07/2018 The court has directed Parties prepare list of witness and witness statement Next Case Management on: 15/03/2021	980, 454.74
7.	SJEE Engineering Sdn Bhd vs Perak Corporation Berhad Ipoh High Court No: AA- 22NCvC-28-05/2020.	Letter of Undertaking to make payment for M&E works for the Movie Animation Theme Park Studios project.	Summons Received on: 15/06/2020 Defence Filed on: 06/07/2020 Next Case Management on: 22/01/2021	1, 347, 137.03
8.	Aluminjaya Sdn Bhd vs Perak Corporation Berhad Ipoh Session Court No: AA-B52NCVC-46-09/2018	Letter of Undertaking to make payment for M&E works for the Movie Animation Theme Park Studios project.	Summons Received on: 14/09/2018 Judgement in Default on: 9/10/2018 for the total sum of RM 426,005.95 Writ of Sale & Seizure on: 21/2/2019 Proceeds from disposal of three vehicles amounting to RM 155,000.00 were paid to the Plaintiff.	271, 005.95

			Outstanding judgment sum of RM 271,005.95 is still outstanding.	
9.	<p>Armai Construction Sdn Bhd vs. Perak Corporation Berhad</p> <p>Ipoh Session Court No. AA-B52NCVC-60-09/2019</p>	<p>Dispute on the acceptance of Tender to carry out M&E and plumbing works at Labu Sayong Café, Silveritage Complex Ipoh.</p>	<p>Summons Received on: 4/10/2019</p> <p>Defence Filed on:25/10/2019</p> <p>Plaintiff filed summary Judgment on: 28/11/2019</p> <p>Summary Judgment was dismissed on:10/7/2020</p> <p>Court directed Parties to prepare the case for trial and instructed parties to file Common Bundle of Documents.</p> <p>Defendant's Solicitor file Notice of Application to Discharge as Solicitor: 21/08/2020</p> <p>Hearing for Notice of Application to Discharge as Solicitor: 01/09/2020</p> <p>Next Case Management: 25/01/2021</p>	397, 441.89

10.	RHB Insurance Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA- B52NCvC-43-06/2019	Failure to make payment for Group Hospitalisation & Surgical employee from 1/6/2018-31/5/2019.	Received Garnishee suit on 22/7/2020. Withdrawn with liberty to file afresh on: 22/10/2020	494, 184.28
11.	A.F.S. Engineering (Malaysia) Sdn Bhd vs. Perak Corporation Berhad Ipoh Session Court No. AA- A52C-1-07/2020	Letter of Undertaking to make payment for supply of background music, audio & equipment for the Movie Animation Theme Park Studios project.	Summon received on: 21/7/2020. Next Case Management on: 21/01/2021	183, 689.82
12.	1) Perak Corporation Berhad 2) PCB Development Sdn Bhd Ipoh High Court No.: AA- 24NCC-9-07/2020	Proposed scheme of arrangement and compromise together with restraining order against listed creditors.	Originating Summon filed on: 21/07/2020 Next Case Management on: 23/11/2020	

PERAK CORPORATION BERHAD – CONSTRUCTION INDUSTRY PAYMENT AND ADJUDICATION				
NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
1.	S & A Architects Sdn Bhd. vs. Perak Corporation Berhad Ipoh High Court No. AA-24C-2- 05/2018	Default in payment for services of Architect and Project Planner for the Master Planning's Architectural Service and to appoint the Additional Consultants under S & A Architects Sdn Bhd the Proposed Development of Golf Course, Hotel Club & Wellness Centre, Proton City, Tanjung Malim.	Plaintiff's Originating Summon to register the CIPAA award on: 08/05/2018 Order in favor of Plaintiff on: 02/04/2019	1, 577, 206.79
	S & A Architects Sdn Bhd. vs. Perak Corporation Berhad CIPAA: KLRCA/D/ADJ-1384- 2017		Adjudication Claim (RM1,507,404.46): 08/12/2017 Adjudication Response: 09/02/2018 Decision in favor of Claimant on: 06/04/2018 Adjudication Cost: RM69,802.33	1, 577, 206.79
2.	S & A Architects Sdn Bhd. vs. Perak Corporation Berhad Ipoh High Court No. AA-24C-4- 06/2018	Default in payment for service of Architect and Project Planner for the Master Planning's Architectural Service and to appoint the Additional Consultants under S & A Architects Sdn Bhd for the Proposed Development of Teluk Dalam Resort (TDR), Pulau Pangkor for Perak Corporation Berhad	Plaintiff's Originating Summon to register the CIPAA award on: 14/06/2018 Order in favor of Plaintiff on: 02/04/2019	2, 163, 186.93

	<p>S & A Architects Sdn Bhd. vs. Perak Corporation Berhad</p> <p>CIPAA: KLRCA/D/ADJ- 1381-2017</p>		<p>Adjudication Claim (RM2,108,794.35): 13/02/2018</p> <p>Adjudication Response: 25/02/2018</p> <p>Adjudication Reply: 02/03/2018</p> <p>Decision in favor of Claimant on: 21/03/2018</p> <p>Adjudication Cost: RM54,392.58</p>	2, 163, 186.93
3.	<p>S & A Architects Sdn Bhd. vs. Perak Corporation Berhad</p> <p>Kuala Lumpur High Court No: WA-24C- 286-12/2018</p>	<p>Default in payment for service of Architect and Project Planner for the Master Planning's Architectural Service and to appoint the Additional Consultants under S & A Architects Sdn Bhd for the Proposed Development of Hotel Casuarina @Taiping, Perak Darul Ridzuan for Perak Corporation Berhad</p>	<p>Plaintiff's Originating Summon to register the CIPAA award on: 20/12/2018</p> <p>Order in favor of Plaintiff on: 05/04/2019</p>	647, 358.12
	<p>S & A Architects Sdn Bhd. vs. Perak Corporation Berhad</p> <p>CIPAA: KLRCA/D/ADJ- 1382-2017</p>		<p>Adjudication Claim (RM609,543.28): 02/08/2018</p> <p>Adjudication Response: 26/03/2018</p> <p>Adjudication Reply: 03/04/2018</p>	647, 358.12

			Decision in favor of Claimant on: 04/06/2018 Adjudication Cost: RM37,814.84	
4.	Paramount Grace Sdn Bhd vs. Perak Corporation Berhad CIPAA AIAC/D/ADJ-3082-2020	Letter of Undertaking to make payment for M&E works for the Movie Animation Theme Park Studios projects. The written decision was delivered by the Arbitrator on 8/9/2020	Adjudication Claim on:03/04/2020 Adjudication Response on: 17/07/2020 Adjudication Reply on: 24/07/2020 Rebuttal on: 30/07/2020	815,697.06
5.	Arrowmedia vs. Perak Corporation Berhad Ipoh High Court No.: AA-24C(ARB)-1-08/2019	Letter of Undertaking to make payment for the supply, deliver, program, testing and commissioning of Audio, Visual and Show control equipment for Car Stunt Show for the Movie Animation Theme Park Studios projects.	Plaintiff's Originating Summon to register the CIPAA award on: 29/08/2019 Order in favor of Plaintiff on: 05/03/2020	476,160.47
	Arrowmedia vs. Perak Corporation Berhad CIPAA: AIAC/D/ADJ-2145-		Adjudication Claim (RM419,597.92): 03/04/2019 Adjudication Response:	

	2018		24/04/2019	
			Decision in favor of Claimant on: 18/06/2019	
			Adjudication Cost: RM15,752.54	476,160.47
			Claimant Representative cost: RM40,810.00	
6.	Arrowmedia vs. Perak Corporation Berhad CIPAA: AIAC/D/ADJ-2144-2018	Letter of Undertaking to make payment for the supply, and installation of AV & show control equipment for Mr. Peabody & Sherman attraction for the Movie Animation Theme Park Studios projects.	Adjudication Claim: 02/04/2019 Adjudication Response: 16/04/2019 Adjudication Reply: 18/04/2018 <i>Claimant has yet to register the Adjudication Award.</i>	83,248.52
7.	Driver Trett (Malaysia) Sdn Bhd vs. Perak Corporation Berhad	Default in payment for services rendered for contract support and advisory services for the Movie Animation Theme Park Studios project	Payment Claim: 11/12/2019	147,800.00

COURT PROCEEDINGS FOR PCB DEVELOPMENT SDN BHD				
NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
1.	Uni-Poh Construction Works Sdn Bhd vs. PCB Development Sdn Bhd Ipoh High Court No. AA-22NCVC-80- 09/2019	Nonpayment for infrastructure works done for Zone 9, Bandar Meru Raya, Daerah Kinta, Perak Darul Ridzuan	Summons Received on:30/09/2019 Defence Filed on:25/10/2019 Plaintiff filed Summary Judgment against PCBD on: 19/11/2019 Next Case Management on: 21/01/2021	8,851,823.57
2.	Armai Construction vs. PCB Development Sdn Bhd Ipoh Magistrate Court No. AA-A72NCvC- 478-09/2019	Dispute on the award of tender for installation of transverse bar and signboard at Jalan JKR, Bulatan Meru Raya.	Summons Received on: 30/09/2019 Defence Filed on:25/10/2019 Plaintiff filed Summary Judgment on: 28/11/2019 Summary Judgment was dismissed on:14/02/2020 Court directed Parties to file prepare the case for trial and instructed parties to file Common Bundle of Documents. Next Case Management on: 21/01/2021	50, 890.60

3.	<p>Pembinaan Sinaran Anjung Sdn Bhd vs. PCB Development Sdn Bhd</p> <p>Ipoh Session Court No. AA-B52NCVC-59-09/2019</p>	<p>Nonpayment for the infrastructure works done for Zone 5, Bandar Meru Raya, Ipoh, Perak Darul Ridzuan.</p>	<p>Summons Received on: 30/09/2019</p> <p>Defence Filed on: 25/10/2019</p> <p>Plaintiff filed Summary Judgment on: 19/11/2019</p> <p>Summary Judgment granted on 11/03/2020, with costs of RM1,000.</p>	400, 000.00
4.	<p>Tawas Permai Enterprise vs. PCB Development Sdn Bhd</p> <p>Ipoh Session Court No. AA-B52NCVC-58-09/2019</p>	<p>Dispute on full completion and nonpayment of main infrastructure works done for Rumah Tradisional Melayu, Ipoh.</p>	<p>Summons Received on: 30/09/2019</p> <p>Defence Filed on: 25/10/2019</p> <p>Plaintiff filed summary Judgment on: 19/11/2019</p> <p>Summary Judgment was dismissed on: 25/02/2020</p>	823, 020.31
5.	<p>Kerajaan Malaysia (Lembaga Hasil Dalam Negeri) vs. PCB Development Sdn Bhd</p> <p>High Court Ipoh No: AA-21NCVC-05-06/2017</p>	<p>Failure to make payment for PCB Development Sdn Bhd Tax 2013 (additional)</p>	<p>Summons Received on: 15/06/2017</p> <p>Pending signing of settlement agreement.</p> <p>Next Case Management on: 18/12/2020</p>	10,536,961.35

	Appeal No: A-01(1M) (NCVC)-309-05/2018			
6.	<p>1)Affin Hwang Investment Berhad</p> <p>2) Affin Bank Berhad</p> <p>3)Bank Pembangunan Malaysia Berhad</p> <p>4) Malaysia Debt Venture Berhad</p> <p>vs.</p> <p>1. Animation Theme Park.</p> <p>2. PCB Development Sdn Bhd.</p> <p>3. RSG MAPS Sdn Bhd.</p> <p>4. Ramelle Ashram Bin Ramli.</p> <p>5. Darren</p>	Default in payment of Syndicated term loan for the month of September 2019	<p>Writ Summon dated 01/06/2020 was served on 04/06/2020</p> <p>Judgment in Default has been entered against PCB Development Sdn. Bhd. on 18/06/2020 and was served on 16/07/2020.</p> <p>Next Case Management on: 10/12/2020</p>	244,015, 982.89
7.	<p>RHB Insurance Sdn Bhd vs. PCB Development Sdn Bhd</p> <p>Ipoh High Court No. AA-A52NCvC-114- 06/2019</p>	Failure to make payment for Group Hospitalisation & Surgical employee from 1/6/2018-31/5/2019	<p>Summons Received on:03/07/2019</p> <p>Plaintiff filed summary Judgement on: 15/10/2019</p>	116,751.40
			Summary Judgement was obtained in favour of Plaintiff on 26/02/2020	

			Parties have resorted to an out of court settlement and the Plaintiff has withdrawn the case against the PCBD.	
8.	Naluri Juara Sdn Bhd vs PCB Development Sdn Bhd Ipoh High Court No. AA-24NCvC-383-10/2020	Land Title - Sale and Purchase Agreement dated 15/10/2019 and Supplemental Agreement dated 03/07/2020	Order granted on: 27/10/2020 Hearing for setting aside application: 25/01/2021	

COURT PROCEEDINGS – PCB TAIPAN SDN BHD				
NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
1.	Kerajaan Malaysia (Lembaga Hasil Dalam Negeri) vs PCB Taipan Sdn Bhd Ipoh High Court No. AA- 21NCvC-15- 10/2019	Non-payment of Corporate tax from 2017- 15/1/2018	Summons Received on :11/11/2019 Defence Filed on: 05/12/2019 Plaintiff filed Summary Judgment on: 26/12/2019 Summary Judgment was dismissed on: 23/07/2020 Consent Judgement record on: 22/09/2020	1,136,643.55
2.	Nova Spectra Sdn Bhd vs Integrated Media Sdn Bhd & Azenan Bin Azalan AND Taipan Merit Sdn Bhd & Perbadanan Kemajuan Negeri Perak Shah Alam Sessions No. BA-A52NCvC- 694-11/2019	Third party proceeding for non-payment of supply of works, design, installation and testing two panel LED screen with three years guarantee in Contract No. 2	Summons Received on: 02/10/2020 Court directed for the third parties to file their Defence to the Defendant's Statement of Claim on/or before: 20/11/2020 Next Case Management on: 04/12/2020	275,000.00

Note: * Given the extended Restraining Order, the Trial would not proceed. The Court would fix fresh trial dates in due course.

B7 Disclosure of nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

B8 Rationale for entering into derivatives

The Group did not enter into any derivatives during the period ended 30 September 2020 or the previous financial period ended 30 September 2019.

B9 Risks and policies of derivatives

The Group did not enter into any derivatives during the current financial period.

B10 Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 September 2020 and 30 September 2019.

B11 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2019 was unqualified.

B12 Dividends

The directors do not recommend a payment of dividend by the Company in respect of the current financial period.