

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter Ended 30/06/2021 RM'000	Preceding Year Corresponding Quarter Ended 30/06/2020 RM'000	Current Year Ended 30/06/2021 RM'000	Preceding Year Corresponding Period Ended 30/06/2020 RM'000
Revenue	33,501	27,110	67,166	62,404
Cost of sales	(8,754)	(5,459)	(16,402)	(13,448)
Gross Profit	24,747	21,651	50,765	48,956
Other operating income	909	1,788	2,281	3,082
Operating expenses	(20,383)	(12,729)	(41,186)	(36,663)
Operating profit	5,273	10,710	11,859	15,375
Finance costs	(1,723)	(3,724)	(3,597)	(5,740)
Profit before tax	3,549	6,986	8,262	9,635
Taxation	(2,586)	(2,426)	(5,742)	(6,156)
Profit from Continuing Operations	963	4,560	2,520	3,479
Loss from discontinued operation	(7,630)	(7,177)	(15,038)	(16,079)
Loss for the period	(6,667)	(2,617)	(12,518)	(12,600)
(Loss)/ profit for the period attributable to:				
Owners of the parent	(6,030)	473	(12,320)	(7,669)
Non-controlling interests	(637)	(3,090)	(198)	(4,931)
	(6,667)	(2,617)	(12,518)	(12,600)
(Loss)/ profit per share attributable to equity holders of the parent:				
(Loss)/ earning per share (sen)	(6.03)	0.47	(12.32)	(7.67)
Profit per share attributable to equity holders of the parent from continuing operations				
Earning per share (sen)	0.96	4.56	2.52	3.48
Loss per share attributable to equity holders of the parent from discontinued operation				
Loss per share (sen)	(7.63)	(7.18)	(15.04)	(16.08)

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: 199101000605 (210915-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 30/06/2021 RM'000	As at 31/12/2020 RM'000 (Audited)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	183,355	186,131
Right-of-use assets	95,126	96,702
Port facilities	136,912	139,680
Investment properties	18,960	19,285
Other investments	25	25
Intangible assets	26,442	26,973
Finance lease receivables	-	57
Inventories	22,980	24,311
	<u>483,801</u>	<u>493,164</u>
CURRENT ASSETS		
Inventories	162,797	161,757
Receivables, deposits and prepayments	32,599	25,728
Finance lease receivable	123	131
Current tax recoverable	2,060	759
Other investment	4,247	4,247
Deposits, bank and balances	33,614	41,734
	<u>235,440</u>	<u>234,356</u>
TOTAL ASSETS	<u>719,241</u>	<u>727,520</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		
Share capital	272,770	272,770
Accumulated losses	(193,615)	(181,295)
	<u>79,155</u>	<u>91,475</u>
Non-controlling interests	(208,408)	(208,210)
TOTAL EQUITY	<u>(129,253)</u>	<u>(116,735)</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Loans and borrowings	68,371	67,765
Deferred tax liabilities	15,436	14,964
	<u>83,807</u>	<u>82,729</u>
CURRENT LIABILITIES		
Loans and borrowings	493,814	480,560
Payables and accrued liabilities	253,798	263,653
Current tax payable	17,074	17,313
	<u>764,686</u>	<u>761,526</u>
TOTAL LIABILITIES	<u>848,493</u>	<u>844,255</u>
TOTAL EQUITY AND LIABILITIES	<u>719,241</u>	<u>727,520</u>

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: 199101000605 (210915-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Issued and fully paid share capital RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interest RM'000	Total equity RM'000
At 1 January 2021	272,770	(181,295)	91,475	(208,210)	(116,735)
<u>Total comprehensive loss for the financial period</u>					
Net loss for the financial period	-	(12,320)	(12,320)	(198)	(12,518)
At 30 June 2021	<u>272,770</u>	<u>(193,615)</u>	<u>79,155</u>	<u>(208,408)</u>	<u>(129,253)</u>
At 1 January 2020	272,770	(86,081)	186,689	(195,777)	(9,088)
<u>Total comprehensive loss for the financial year</u>					
Net loss for the financial year	-	(95,214)	(95,214)	(7,433)	(102,647)
<u>Total transactions with owners, recognised directly in equity</u>					
Dividend paid by a subsidiary to non- controlling interests	-	-	-	(5,000)	(5,000)
At 31 December 2020	<u>272,770</u>	<u>(181,295)</u>	<u>91,475</u>	<u>(208,210)</u>	<u>(116,735)</u>

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

PERAK CORPORATION BERHAD
Company No: 199101000605 (210915-U)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2020
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	30/06/2021 RM'000	30/06/2020 RM'000
OPERATING CASH FLOW		
Cash collection from trade/other receivables	69,144	68,897
Cash received from other income	1,028	810
Cash paid for other expenses	(36,057)	(25,420)
Cash paid to trade/other payables	(17,789)	(20,569)
Cash paid for tax	(6,797)	(5,798)
Cash flow from operating activities (discontinued operation)	(941)	(1,829)
Net operating cash flow	<u>8,587</u>	<u>16,091</u>
INVESTING CASH FLOW		
Interest received	214	359
Proceeds from disposal of property plant & equipment	38	-
Purchase of property plant & equipment	(377)	(315)
Purchase of port facilities	(10,838)	-
Purchase of investment	-	(4,064)
Development costs	(331)	(1,485)
Net investing cash flow	<u>(11,293)</u>	<u>(5,505)</u>
FINANCING CASH FLOW		
Cash repayment from amounts borrowed	(2,860)	(6,476)
Interest paid	(2,646)	(895)
Placement of fixed deposits	(416)	(7,021)
Placement of deposits pledged	(138)	-
Receipts of advance from borrowings	-	(2,724)
Cash flow from financing activities (discontinued operation)	759	2,980
Net financing cash flow	<u>(5,302)</u>	<u>(14,136)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(8,009)	(3,550)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	20,296	13,823
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>12,287</u>	<u>10,273</u>
Cash and cash equivalents comprise :		
Deposits, bank and balances	33,614	35,557
Less:		
Deposits pledged with banks	(2,323)	(6,149)
Overdraft	(5,562)	(5,051)
Fixed deposits with maturity of more than 3 months	(13,442)	(14,084)
Cash and cash equivalents	<u>12,287</u>	<u>10,273</u>

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS
- SECOND QUARTER ENDED 30 JUNE 2021

A1 Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with MFRS134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2020.

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 financial year ended 31 December 2020.

The Group reported losses after tax of RM12.5 million for the financial period ended 30 June 2021 and as at that date, the Group's current liabilities exceeded its current assets by RM529.2 million. As at 30 June 2021, cash and bank balances of the Group totalled RM33.6 million and borrowings due for repayment over the next 12 months after reporting date totalled RM493.8 million.

The financial statements of the Group and of the Company are prepared on a non-going concern basis. There has been no change in the basis of preparation since the previous financial year.

The key chronological events are laid out below with the key determinants considered by the directors in concluding on the above basis of preparation.

Key chronological events

Default of syndicated term loan by Animation Theme Park Sdn. Bhd.

On 26 September 2019, Animation Theme Park Sdn Bhd ("ATP"), a direct 51% owned subsidiary of PCB Development Sdn Bhd ("PCB Development"), 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 RM245.1 million representing the principal amount draw down and interest due at the event of default. 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. Consequently, in addition to the syndicated term loan of RM245.1 million mentioned above, included in bank borrowings classified as "current liabilities" as at 31 December 2019 are borrowings totalling RM191.8 million with cross default provision under different financing facilities undertaken by companies within the Group which are repayable on demand.

Appointment of receiver and manager

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, was classified as 'assets held for sale' under current assets as at 31 December 2019. On 28 January 2020, the receiver and manager of ATP decided to close the operations of ATP's theme park.

Demand of full payment from PCB Development Sdn. Bhd. of the Syndicated Term loan pursuant to the Corporate Guarantee

On 18 December 2019, AHIB demanded from PCB Development 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 Development in favour of AHIB for the syndicated term loan provided to ATP.

Event of default declared on the Company

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 of RM3.3 million on 31 January 2020 for the total outstanding credit facilities of RM75.9 million representing the principal amount drawn down and interest due as at the date of the event of default relating to Musharakah Mutanaqisah Term Financing -i and Tawarruq Revolving Credit -i.

Declaration of PN17 status by the Company

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. As a result of the COVID-19 pandemic, Bursa Malaysia had announced temporary relief on 26 March 2020 whereby the Company has 24 months to submit its regularisation plan to Bursa Malaysia from the date it was first announced as a PN 17 company, which will be due on 11 February 2022. At the date of this report, management was still considering various regularisation options and no preliminary plan was available.

Cross defaults declared on the Company and PCB Taipan Sdn. Bhd.

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”) had 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 (“PCB Taipan”) respectively and demand full payment of RM91.3 million representing the principal amount drawn down and interest due as at the date of the event of default within 14 days from 28 February 2020.

Proposed Scheme of Arrangement

On 23 July 2020, the High Court of Malaya in Ipoh, Perak Darul Ridzuan has granted the following orders upon hearing an application by the Company and its wholly owned subsidiary, PCB Development (collectively “the Scheme Companies”)

- (i) That the Scheme Companies be given liberty to convene a meeting (“Court Convened Meeting”) with its creditors (“Scheme Creditors”) pursuant to Section 366 of the Companies Act 2016 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 Scheme Companies and its Scheme Creditors.
- (ii) that the Court Convened Meeting shall be held within 180 days from the date of the order dated 23 July 2020; and
- (iii) that all further proceedings or actions and/or any forthcoming proceedings or actions against the abovenamed Scheme Companies by any party (including Scheme Creditors) be restrained for a period of ninety (90) days from the date of the High Court Order, subject to the terms as may be determined or any further extension as the case may be pursuant to section 368 of the Companies Act 2016 (“Restraining Order”).

Extensions of time granted for the Proposed Scheme of Arrangement

On 19 October 2020, on an application made by the Scheme Companies, the High Court of Malaya at Ipoh had granted the Scheme Companies an extension of the restraining order for a period of 90 days from 19 October 2020 for the Scheme Companies to call for its Court Convened Meeting pursuant to Section 366 and 368 of the Companies Act 2016.

On 8 January 2021, the Court Convened Meetings for the Non-Financial Institutions and Direct Financial Institutions of the Company, Corporate Guarantee Financial Institutions and Non-Financial Institutions of PCB Development were adjourned

On 13 January 2021, the High Court of Malaya at Ipoh had granted a further extension of the Restraining Order for an extended period of ninety (90) days and a period of one hundred eighty (180) days from 13 January 2021 to convene a new Court Convened Meeting with the Scheme Creditors pursuant to the provisions of Section 366 of the Companies Act 2016 for the purpose of considering the Proposed Scheme of Arrangement

On 9 April 2021, the Scheme Companies obtained another extension for the restraining order pursuant to Section 366 and 368 of Companies Act 2016 from the High Court of Malaya at Ipoh granting the Scheme Companies additional time of ninety (90) days to finalise the PSOA between the Scheme Companies and the Scheme Creditors pursuant to Section 366 of Companies Act 2016.

Approvals of the Scheme of Arrangement by the Non-Financial Institutions creditors

On 19 April 2021, the Company and PCB Development obtained the approval from their respective Non-Financial Institutions creditors on the Proposed Scheme of Arrangement as detailed in the Explanatory Statement, together with the Notice to convene the meetings of the new scheme creditors, unsecured creditors other than the banks and financial institution (“New Scheme Creditors”) issued on 26 March 2021 for the purpose of considering the Proposed Scheme of Arrangement to the New Scheme Creditors pursuant to the Section 366 and other relevant provisions of the Companies Act 2016 .

On 7 May 2021, the High Court had approved and sanctioned the Proposed Scheme of Arrangement as detailed in the Explanatory Statement dated 26 March 2021 and the sealed order granted thereof had been extracted on 11 May 2021 following an application made by the Scheme Companies pursuant to section 366(3), (4), (5), (6) and (7) of the Companies Act 2016 for the sanction and approval of the Proposed Scheme of Arrangement. The Proposed Scheme of Arrangement shall be binding on the Scheme Companies and the New Scheme Creditors.

With the approval obtained above, the Company is currently in discussion with AHIB, AIB and CIMB (collectively referred as “the Banks”) on the preliminary private debt settlement arrangement for the defaulted loans and borrowings of the Group and of the Company. The regularisation plan which is due for submission to the Bursa Malaysia Securities Berhad by 11 February 2022 is also currently at a preliminary stage

Key determinants in arriving at the basis of preparation of the financial statements on a non-going concern basis

While the Company and its subsidiary, PCB Development managed to obtain approval from the New Scheme Creditors on the Proposed Scheme of Arrangement in 2021, the major creditors balances included in this Proposed Scheme of Arrangement are in respect of amounts due from related companies within the Group. As a result, the debts settlement set out in the Proposed Scheme of Arrangement will not substantially reduce the Group’s total liabilities and does not address the non-going concern of the Group.

The main determinant to resolve the Group's and the Company's non-going concern issue is the ability of the Group and of the Company to settle their loans and borrowings with the Banks. As at 30 June 2021, the total loans and borrowings of the Group amounted to RM562.2 million (2020: RM548.3 million), constituted about 66% of the total liabilities of the Group. Out of these totals, the carrying amounts of the loans defaulted as at 30 June 2021 by the Group totalled RM454.4 million (2020: RM438.2 million).

In addition, out of the total loans and borrowings of the Group, RM493.8 million (2020: RM480.6 million) are due repayable on demand or within 1 year respectively

At the date of this report, the Group and the Company have not obtained further financing from the Banks and restructuring or modifications have yet to be effected on the defaulted loans and borrowings. In addition, no repayments of principal amount nor interest were made by the Group and the Company since their respective events of default were declared by the Banks and when the cross defaults were triggered. Other than the appointment of the receiver and manager for the theme park owned by ATP, there have been no further actions taken by the Banks during the financial year to seize any other pledged assets owned by the Group or the Company.

The bank and cash position of the Group as at 30 June 2021 of RM33.6 million, together with the projected cash inflows to be generated from the on-going projects undertaken by entities within the Group are insufficient to settle the loans and borrowings due for repayment on demand or within 1 year. The various movement control orders imposed by the Government in the financial year 2020 and subsequently in 2021 in response to the COVID-19 pandemic had adversely affected the hospitality and tourism industry and also resulted in weaker demand in the property market.

As the preliminary plan on private debt settlement arrangement is still under discussion with the Banks as at the date of this report, the directors are of the view that the Group and the Company are unable to realise their assets and discharging their liabilities and obligations in the normal course of business. This coupled with the absence of any financial assistance from its majority shareholder, the directors are of the view that the Group's and the Company's ability to continue its operations and business had been significantly curtailed since the previous financial year and continued to be curtailed up to the date of this report. In view of this, the directors continued to prepare the consolidated financial statements of the Group and the financial statements of the Company on a non-going concern basis. Consequently, the directors applied the requirements of paragraph 25 of MFRS 101 "Presentation of Financial Statements" which states that *"...When an entity does not prepare financial statements on a going concern basis, it shall disclose that fact, together with the basis on which it prepared the financial statements and the reason why the entity is not regarded as a going concern."*

Basis of measurement

Accordingly, the effect of this is as follows:

- (i) 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 and the Company as disclosed above. This includes realisation of assets through forced sale transactions, where applicable;
- (ii) 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 and of the Company that would fall due within the next twelve months;
- (iii) 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;
- (iv) Liabilities are recorded in accordance with the accounting policies. Provision for future restructuring costs are recognised only when the Group and the Company have 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
- (v) Liabilities are classified as current if the liability is due to be settled within twelve months after the reporting period or the Group and of the Company do not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

A2 Significant Accounting Policies

The significant accounting policies and presentation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2020

New standards, amendments to published standards and IC interpretations to existing standards that are applicable to the Group and the Company but not yet effective and not early adopted.

The Group and the Company will apply the new standards, amendments to published standards and IC interpretations to existing standards in the following financial periods:

- (a) Financial year beginning on 1 January 2022
- 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 3 Business Combinations: “Reference to the Conceptual Framework”
 - Annual Improvements to MFRSs 2018 – 2020: Amendments to Illustrative Example 13 accompanying MFRS 16 Leases: “Lease Incentives”, Amendments to MFRS 9: “Fees in the “10 per cent” test for Derecognition of Financial Institutions” and Amendments to MFRS 141 “Taxation in Fair Value Measurements”
- (b) Financial year beginning on 1 January 2023
- Amendments to MFRS 101 “Classification of Liabilities as Current or Non-current” and determination of effective date.
 - Amendments to MFRS 101, MFRS Practice Statement 2 and MFRS 108 on disclosure of accounting policies and definition of accounting estimates.
- (c) Date to be determined by IASB
- Amendments to MFRS 10 and MFRS 128 “Sale of Contribution of Assets between and Investor and its Associate or Joint Venture”

The Group and the Company are in the midst of assessing the impact arising from the adoption of the above amendments and annual improvements to the published accounting standards in the year of initial application.

A3 Discontinued Operations

A discontinued operation is a component of the entity that has been ceased operation. The Group therefore presents and disclose in its financial statements, the financial effects of discontinued operations in accordance to MFRS 5 (Non-Current Assets Held For Sale and Discontinued Operations). The results of discontinued operation are presented separately in the statements of comprehensive income.

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 would proceed to conduct an offer for sale exercise to identify strategic investors for the sale of the charged assets of ATP.

Financial performance and Cash Flow Information of ATP presented as Discontinued Operation

The financial performance and cash flow information presented are for the three months and six months ended 30 June 2021.

	Current Quarter ended 30/06/2021 RM'000	Preceding Corresponding Quarter ended 30/06/2020 RM'000	Current Period ended 30/06/2021 RM'000	Preceding Corresponding Period ended 30/06/2020 RM'000
Revenue	-	-	-	428
Cost of sales	-	(6)	-	(196)
Gross (loss)/ profit	-	(6)	-	232
Administrative expenses	(462)	(580)	(1,006)	(3,215)
Impairment loss	-	(40)	-	-
Depreciation and amortisation expenses	(902)	-	(1,671)	-
Loss from discontinued operation	(1,364)	(626)	(2,677)	(2,983)
Finance costs	(6,338)	(6,623)	(12,505)	(13,241)
Loss before taxation	(7,702)	(7,249)	(15,182)	(16,224)
Tax credit	72	72	144	145
Net loss from discontinued operation	(7,630)	(7,177)	(15,038)	(16,079)
Net operating cash flows	(768)	(1,191)	(942)	(1,829)
Net investing cash flows	-	-	-	-
Net financing cash flows	532	2,545	759	2,980
Net change in cash and cash equivalents	(236)	1,354	(184)	1,151

A4 Changes in Estimates

There were no changes in estimates that have a material effect in the current financial period ended 30 June 2021.

A5 Changes in Composition of the Group

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

A6 Segmental Information

	Current Quarter Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
Port & Logistics	28,943	24,509	59,182	55,462
Property development	1,659	680	1,829	2,135
Hospitality & tourism	2,010	920	5,185	4,211
Management services and others	2,038	1,112	3,400	1,784
Total revenue	34,650	27,220	69,596	63,592
Eliminations	(1,150)	(110)	(2,430)	(760)
	<u>33,501</u>	<u>27,110</u>	<u>67,166</u>	<u>62,832</u>
Segment results				
Profit/ (loss) before tax				
Port & Logistics	9,444	8,814	21,311	23,070
Property development	(8,508)	(13,935)	(17,525)	(15,861)
Hospitality & tourism	(10,748)	(15,791)	(20,203)	(32,374)
Management services and others	(940)	(1,401)	(3,399)	(3,975)
	(10,752)	(22,313)	(19,816)	(29,140)
Eliminations	6,599	22,050	12,896	22,551
	<u>(4,153)</u>	<u>(263)</u>	<u>(6,920)</u>	<u>(6,589)</u>

The discontinued operation is included and reported under the "Hospitality and tourism" segment. The split by continuing operations and discontinued operation are as follows:

	Current Quarter Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Revenue				
Continuing operations	33,501	27,110	67,166	62,404
Discontinued operation	-	-	-	428
	<u>33,501</u>	<u>27,110</u>	<u>67,166</u>	<u>62,832</u>
PBT/ (LBT)				
Continuing operations	3,549	6,986	8,262	9,635
Discontinued operation	(7,702)	(7,249)	(15,182)	(16,224)
	<u>(4,153)</u>	<u>(263)</u>	<u>(6,920)</u>	<u>(6,589)</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 except for a sub-subsidiary be reclassified from hospitality and tourism segment to management services.

Comparison between Quarter 2 2021 and Quarter 2 2020

Group Summary

The Group recorded revenue of RM33.5 million for the current quarter ended 30 June 2021 compared to revenue of RM27.1 million in the corresponding quarter of the previous financial year, representing an increase of 24%. The lower revenue in corresponding quarter last year was due to the implementation of Movement Control Order which had disrupted the business operations.

Port & Logistics

The port & logistics segment continues to be the Group's main source of revenue, contributing 86% (30/6/2020: 90%) 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 rental of LMT port related industrial land. For the quarter under review, the revenue of RM28.9 million is higher than corresponding quarter of previous financial year (30/06/2020: RM24.5 million) by RM4.4 million due to higher throughput at LMT. As a result, the profit before tax for the quarter under review of RM9.4 million is higher than corresponding quarter of previous financial year (30/06/2020: RM8.8 million)

The summary results are as follows:

	Current Quarter Ended		% change
	30/06/2021	30/06/2020	
	RM'000	RM'000	
Revenue			
Port Operations	28,943	24,509	18%
Total	28,943	24,509	18%
Profit before tax			
Port Operations	9,444	8,814	7%
Total	9,444	8,814	7%
Throughput	metric tonnes	metric tonnes	% change
LMT	1,112,554	566,348	96.44%
LBT	2,980,920	2,928,316	1.80%

Property development

This segment contributed revenue of 5% (30/06/2020: 3%) to the Group's total revenue for the current financial quarter under review.

The revenue from this segment comprise the sales of land, profits from property development joint arrangement and other ancillary services. The property development segment recorded revenue of RM1.6 million in the current quarter, representing an increase of RM0.9 million compared to corresponding quarter of previous financial year (30/06/2020: RM0.7 million). The increase in revenue was due to higher realisation of joint venture project. The segment pre-tax loss in current quarter amounted to RM8.5 million (30/06/2020: RM13.9 million).

Hospitality & tourism

This hospitality & tourism segment reported revenue from hotel operations, restaurant, food and beverage amounting to RM2.0 million for the current financial quarter under review compared to

RM0.9 million in the corresponding quarter of previous financial year. The segment also generated a loss before tax of RM10.7 million (30/06/2020: RM15.8 million) for the current financial quarter.

Management services and others

This segment reported a revenue of RM2.0 million (30/06/2020: RM1.1 million) in the current financial quarter under review. The segment generated a loss before tax of RM0.9 million for the current financial quarter under review as opposed to RM1.4 million in the corresponding quarter of previous financial year.

Comparison between Cumulative Year to Date Quarter 2 2021 and Quarter 2 2020

Group Summary

The Group reported revenue of RM67.2 million for the current financial period, representing an increase of 7% as compared to RM62.8 million recorded in the corresponding period of previous financial year. The higher revenue is mainly contributed by Port & Logistics segment. The Group's loss before tax for the current financial period is RM6.9 million (30/06/2020: RM6.6 million).

Port & Logistics

The port & logistics segment remained the largest contributor to the Group's revenue amounting to RM59.2 million for the current financial period compared to RM55.5 million in the corresponding period of previous financial year.

The profit before tax of RM21.3 million in the current financial period is lower compared to RM23.1 million in the corresponding period of previous financial year due to higher staffs' costs and maintenance charges.

The summary results are as follows:

	Cumulative Year To Date		% change
	30/06/2021	30/06/2020	
	RM'000	RM'000	
Revenue			
Port Operations	59,182	55,462	7%
Total	59,182	55,462	7%
Profit before tax			
Port Operations	21,311	23,070	-8%
Total	21,311	23,070	-8%
Throughput	metric tonnes	metric tonnes	% change
LMT	2,329,285	1,800,398	29.38%
LBT	6,028,580	5,865,398	2.78%

Property development

The property development segment recorded revenue of RM1.8 million for the current financial period compared to RM2.1 million in the corresponding period of previous financial year, representing a decrease of 14%. Revenue in the current financial period was lower mainly due to lower realisation of revenue from the sale of land and joint arrangement project. This segment recorded a pre-tax loss of RM17.5 million during the current financial period compared to pre-tax loss of RM15.9 million in the corresponding period of previous financial year.

Hospitality & tourism

The hospitality & tourism continued to be impacted due to the resurgence of COVID-19 cases and the re-imposition of the Movement Control Order. The hospitality & tourism segment recorded revenue of RM5.2 million in current financial period compared to RM4.2 million in the corresponding period of previous year. Higher revenue in current financial period was due to revenue contribution from Hotel Casuarina @ Kuala Kangsar which had its soft launch on 1 July 2020. This segment posted a pre-tax loss of RM20.2 million for current financial period compared to RM32.3 million in the corresponding period of previous financial year.

Management services and others

The management services and others segment recorded revenue of RM3.4 million for current financial period compared to RM1.8 million in the corresponding period of previous financial year. Higher revenue in current financial period was contributed by a subsidiary which had resumed its operation since quarter of previous financial year by providing maintenance and management services to its fellow subsidiaries. This segment recorded pre-tax loss of RM3.4 million compared to RM4.0 million pre-tax loss in the corresponding period of previous financial year.

A7 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.

A8 Loss for the Period

	Current Quarter Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Loss for the period is arrived at after crediting/(charging):				
<u>Continuing Operations</u>				
Interest income	179	623	347	757
Gain on disposal of property, plant & equipment	-	-	38	-
Interest expense	(1,723)	(3,724)	(3,597)	(5,740)
Depreciation and amortisation	(3,601)	(3,121)	(7,148)	(6,421)
Impairment losses on property, plant & equipment	-	(515)	-	(515)
Impairment losses on investment properties	-	-	(1,431)	-
Reversal of allowance for loss on receivables	314	-	414	-
	<hr/>	<hr/>	<hr/>	<hr/>
<u>Discontinued Operation:</u>				
Interest expense	(6,338)	(6,623)	(12,505)	(13,241)
Depreciation and amortisation	(902)	-	(1,671)	-
	<hr/>	<hr/>	<hr/>	<hr/>

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 quarter as well as in the preceding corresponding quarter.

A9 Taxation

The taxation charge for the Group comprises:

	Current Quarter Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
For continued operations:				
Income tax	2,277	2,116	5,125	5,539
Deferred Tax	308	310	616	617
	<u>2,586</u>	<u>2,426</u>	<u>5,742</u>	<u>6,156</u>

The Group's effective tax rate for the current financial quarter was higher than the statutory tax rate of 24% (2020: 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.

A10 (Loss)/ Profit Per Share

Basic (loss)/profit per share is calculated by dividing (loss)/profit 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 Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
(Loss)/ profit for the period attributable to ordinary equity holders of the parent (RM'000)	<u>(6,030)</u>	<u>473</u>	<u>(12,320)</u>	<u>(7,669)</u>
Weighted average number of ordinary shares in issue ('000)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Basic (loss)/ profit per share (sen) for:	<u>(6.03)</u>	<u>0.47</u>	<u>(12.32)</u>	<u>(7.67)</u>
<u>Continuing Operations</u>				
Profit for the period attributable to ordinary equity holders of the parent (RM'000)	<u>963</u>	<u>4,560</u>	<u>2,520</u>	<u>3,479</u>
Weighted average number of ordinary shares in issue ('000)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Basic profit per share (sen) for :	<u>0.96</u>	<u>4.56</u>	<u>2.52</u>	<u>3.48</u>
<u>Discontinued Operation</u>				
Loss for the period attributable to ordinary equity holders of the parent (RM'000)	<u>(7,630)</u>	<u>(7,177)</u>	<u>(15,038)</u>	<u>(16,079)</u>
Weighted average number of ordinary shares in issue ('000)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Loss per share (sen) for :	<u>(7.63)</u>	<u>(7.18)</u>	<u>(15.04)</u>	<u>(16.08)</u>

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

A11 Intangible assets

There were no changes in estimates of the amounts reported on 31 December 2020 and current financial period ended 30 June 2021.

A12 Cash and cash equivalents

Cash and cash equivalents comprised the following amounts:

	As at 30/06/2021 RM'000	As at 31/12/2020 RM'000
Deposits, bank and balances	33,614	27,806
Less:		
Deposits pledged with banks	(2,323)	(3,150)
Overdraft	(5,562)	(4,828)
Fixed deposits with maturity of more than 3 months	(13,442)	(6,005)
Cash and cash equivalents	<u>12,287</u>	<u>13,823</u>

A13 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.

A13 - Fair Value Hierarchy

	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
30 June 2021				
Available for sale financial assets				
Short term investment	4,130	4,130	-	-
Equity shares	117	117	-	-
31 December 2020				
Available for sale financial assets				
Short term investment	4,130	4,130	-	-
Equity shares	117	117	-	-

A14 Borrowings

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

	As at 30/06/2021 RM'000	As at 31/12/2020 RM'000
<u>Secured</u>		
(a) <u>Current</u>		
Hire purchase and finance lease liabilities	590	559
Term financing-i	2,860	5,720
Business financing-i and cash line-i	28,942	28,942
Syndicated term loan	274,615	258,491
Term loans	28,726	28,726
Revolving credits	153,046	153,020
Overdrafts	5,035	5,102
	<u>493,814</u>	<u>480,560</u>
(b) <u>Non-current</u>		
Hire purchase and finance lease liabilities	16,667	16,664
Term financing-i	14,160	14,160
RCPS	37,544	36,941
	<u>68,371</u>	<u>67,765</u>
Total borrowings	<u>562,185</u>	<u>548,325</u>

(c) Currency

None of the Group's borrowings is denominated in foreign currency.

(d) There was no borrowing default or breach of any borrowing's agreement by the Group during the current financial period except as disclosed in Note A20.

(e) All long-term borrowings which have cross default clauses in their loan agreements have been reclassified to current liabilities.

A15 Debt and Equity securities

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

A16 Dividend paid

No dividend was paid during the current financial period ended 30 June 2021.

A17 Capital Commitments

The amount of commitments for the purchase of property, plant and equipment and port facilities as at 30 June 2021 are as follows:

	As at 30/06/2021 RM'000	As at 31/12/2020 RM'000
(i) Authorised but not contracted for	11,804	-
(ii) Authorised and contracted for	15,599	28,074
	<u>27,403</u>	<u>28,074</u>

A18 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) On 29 November 2016, the Company has provided a corporate guarantee of RM7.1 million to a financial institution for facilities granted to Unified Million Sdn Bhd, an associate company of PCB Equity Sdn Bhd. On 11 April 2017, the supplemental letter offer reduced the said facilities to RM5.9 million. As at the reporting date, RM5.5 million has been utilised from the loan.

For corporate guarantee granted to associates and subsidiaries, the Group has performed the assessment on the risk of defaults and has made the necessary loss allowance on impairment for the financial guarantee contracts.

A19 Related party transactions

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

	Current Quarter Ended		Cumulative Year To Date	
	30/06/2021	30/06/2020	30/06/2021	30/06/2020
	RM'000	RM'000	RM'000	RM'000
Transactions with:				
Ultimate Holding Corporation ("UHC")				
Interest expenses	(90)	(228)	(180)	(433)
Advances received	-	1,280	201	1,382
Rental receivable	354	361	719	518
Other transaction	-	9	45	86
Fellow subsidiaries of the UHC				
Advances received	-	50	84	153
Rental receivable	119	127	272	280
Other transaction	-	27	3	57
Related parties				
Port services receivable	10,619	10,936	21,741	21,944

Account balances with significant related parties of the Group at the current financial period ended 30 June 2021 and 30 June 2020 are as follows:

	As at 30-Jun-21 RM'000	As at 30-Jun-20 RM'000
<u>Account balance with UHC</u>		
Receivables	14,965	15,570
Payables	(41,964)	(34,731)
<u>Account balances with fellow subsidiaries</u>		
Receivables	13,264	10,595
Payables	(9,220)	(6,944)
<u>Account balances with related parties</u>		
Receivables	5,987	9,789

A20 Significant event

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

- (a) On 17 December 2020, the Company had issued an Explanatory Statement, together with a Notice calling for the Court Convened Meetings to be held on 8 January 2021 pursuant to the provisions of Section 366 of the Companies Act 2016 for the purpose of considering a proposed scheme of arrangement to the Scheme Creditors. On 8 January 2021, the Court Convened Meetings for the Non-Financial and Direct Financial Institutions of the Company, Corporate Guarantee Financial Institutions and Non-Financial Institutions of PCB Development Sdn Bhd were adjourned.
- (b) On 13 January 2021, the High Court of Malaya at Ipoh had granted a further extension of the Restraining Order for an extended period of ninety (90) days and a period of one hundred eighty (180) days from 13 January 2021 to convene a new Court Convened Creditors' Meeting with the Scheme Creditors pursuant to the provisions of Section 366 of the Companies Act 2016 for the purpose of considering the Proposed Scheme of Arrangement
- (c) On 26 March 2021, the Company has issued an Explanatory Statement, together with a Notice to call for a Court Convened Meetings consisting of unsecured creditors other than the banks and financial institutions ("New Scheme Creditors"), to be held on 19 April 2021 pursuant to the provisions of Section 366 of the Companies Act 2016 for the purpose of considering the Proposed New Scheme of Arrangement.
- (d) On 19 April 2021, the Company and PCB Development obtained the approval from their respective Non-Financial Institutions creditors on the Proposed Scheme of Arrangement as detailed in the Explanatory Statement, together with the Notice to convene the meetings of the new scheme creditors, unsecured creditors other than the banks and financial institution ("New Scheme Creditors") issued on 26 March 2021 for the purpose of considering the Proposed Scheme of Arrangement to the New Scheme Creditors pursuant to the Section 366 and other relevant provisions of the Companies Act 2016.
- (e) On 7 May 2021, the High Court had approved and sanctioned the Proposed Scheme of Arrangement as detailed in the Explanatory Statement dated 26 March 2021 and the sealed order granted thereof had been extracted on 11 May 2021 following an application made by the Scheme Companies pursuant to section 366(3), (4), (5), (6) and (7) of the Companies Act 2016 for the sanction and approval of the Proposed Scheme of Arrangement. The Proposed Scheme of Arrangement shall be binding on the Scheme Companies and the New Scheme Creditors.
- (f) On 8 June 2021, the resolution on Proposed Disposal of PERKESO Properties was duly passed by the shareholders of the Company by way of poll at the Extraordinary General Meeting on the even date.

A21 Material events subsequent to the end of the current financial period

There were no material events subsequent to the end of the current financial period that have not been reflected in this interim financial report.

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 A6.

	Current Quarter Ended			Cumulative Year To Date		
	30/06/2021 RM'000	30/06/2020 RM'000	Changes (%)	30/06/2021 RM'000	30/06/2020 RM'000	Changes (%)
Revenue	33,501	27,110	24%	67,166	62,404	8%
Operating profit	5,273	10,710		11,859	15,375	
Profit before tax	3,549	6,986	-49%	8,262	9,635	-14%
Profit after tax						
from continuing operations	963	4,560	-79%	2,520	3,479	-28%
Loss after tax from						
discontinued operation	(7,630)	(7,177)	-6%	(15,038)	(16,079)	6%
Loss for the period	(6,667)	(2,617)	-155%	(12,518)	(12,600)	1%
(Loss)/ profit attributable to ordinary equity holders of the parent	(6,030)	473	-1375%	(12,320)	(7,669)	-61%

B2 Comment on Material Change in Profit Before Taxation

	Current Quarter Ended	Immediate Preceding Quarter Ended	Changes	
	30/06/2021	31/03/2021	RM'000	%
Revenue	33,501	33,666	(165)	0%
Operating profit	5,273	6,587	(1,314)	-20%
Profit before tax	3,549	4,713	(1,164)	-25%
Profit after tax				
from continuing operations	963	1,557	(593)	-38%
Loss after tax from				
discontinued operation	(7,630)	(7,408)	(222)	-3%
Loss for the period	(6,667)	(5,851)	(816)	-14%
Loss attributable to ordinary equity holders of the parent	(6,030)	(6,291)	261	4%

The Group reported a pre-tax profit of RM3.5 million from continuing operations in the current financial quarter ended 30 June 2021 compared to a pre-tax profit of RM4.7 million for the immediate preceding quarter ended 31 March 2021. The group's financial performance in current quarter is impacted by the implementation of Full Movement Control Order, also known as total lockdown nationwide due to the resurgence of COVID-19 cases in the country.

B3 Commentary on Prospects

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 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 June and July 2021 where certain corporate using Lumut Port for exports halted their operations and shipments during the Movement Control Order (“MCO”) 3.0 period in Lumut Maritime Terminal. 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 3.0. Thus, subject to COVID-19 pandemic recovery, we expect a stable outcome for Lumut Port operations as Perak is under the 2nd phase recovery plan of Malaysian government and most of the client is now able to send their cargo to Lumut Maritime Terminal for export. Furthermore, it will likely to increase as Perak State Government had preferred to use Lumut Port to export minerals from Perak State to increase controls and efficiency of export royalty collection.

During quarter one 2021, we have successfully launched a 323 units of freehold and landed residential homes project, called Meru Tropika in Zone 9, Bandar Meru Raya. We have registered an encouragingly high take up rate during Phase 1 consists of 86 units of single storey terrace houses. The company shall continue to attract potential investments both from the government and private sectors to Bandar Meru Raya; an integrated township for ‘Live, Work and Play’. The property market sentiment is anticipated to remain subdued in 2021 and continue to be impacted by the economic uncertainties although the local affordable residential property market is expected to be sustained by the implementation of various property-related incentives and strong local demand.

The outlook for hospitality and tourism segment remains challenging and uncertain due to the outbreak and a surge in COVID-19 cases in the country, which have led to travel restrictions and domestic tourism curtailed by restrictions imposed. The extensive and recurring lockdown, couple with other limitations imposed to curb the resurgence of COVID-19, had curtailed business activities and income with hospitality and tourism emerged as one of the most heavily hit segments. However, with the prospect of effective vaccines dissemination, the hospitality and tourism sector is expected to see progressive recovery.

The Group’s future prospect is dependent on the successful implementation of its proposed debt restructuring scheme which will then enable the Company to focus its efforts to formulating a suitable regularisation plan with all other stakeholders and boost its existing business activities as well as venture into new businesses, if it deems fit and proper, in order to uplift the Company from being an Affected Listed Issuer under the PN17 Listing Requirements.

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, except for the following:

(a) Proposed Disposal of PERKESO Properties

PCB Development Sdn Bhd (“PCBD” or “Vendor”), a wholly-owned subsidiary of the Company, has on 17 December 2020, entered into two (2) separate inter-conditional sale and purchase agreements (“SPAs”) with Pertubuhan Keselamatan Sosial (“PERKESO” or “Purchaser”) for the proposed disposal of four (4) pieces of vacant commercial land and one (1) piece of vacant residential land all situated at Mukim Hulu Kinta, Daerah Kinta, Perak Darul Ridzuan (“PERKESO Properties”), for a total cash consideration of RM78,679,531.26 (“Total Disposal Consideration”) (“Proposed Disposal of PERKESO Properties”).

The Proposed Disposal of PERKESO Properties is subject to the approvals and/or consents being obtained from the following:

- (a) shareholders of PCB at an EGM to be convened;
- (b) State Authority for the transfer of the PERKESO Properties to be disposed (where relevant); and
- (c) any other relevant authorities and/or parties, if required.

The written approval from the State Authority dated 22 February 2021 for the transfer of the Properties has been received by PCB Development.

On 8 June 2021, the resolution on Proposed Disposal of PERKESO Properties was duly passed by the shareholders of the Company by way of poll at the Extraordinary General Meeting on the even date.

The Proposed Disposal of PERKESO Properties has not been completed at the date of this report.

(b) Proposed Scheme of Arrangements

The Scheme Companies propose to undertake the Proposed Scheme of Arrangement pursuant to Section 366 of the Act for the settlement of the Scheme Companies' outstanding liabilities and debt obligations.

On 26 March 2021, the Company has issued an Explanatory Statement, together with a Notice to call for a Court Convened Meetings consisting of unsecured creditors other than the banks and financial institutions ("New Scheme Creditors"), to be held on 19 April 2021 pursuant to the provisions of Section 366 of the Companies Act 2016 for the purpose of considering the Proposed New Scheme of Arrangement.

On 19 April 2021, the Company and PCB Development obtained the approval from their respective Non-Financial Institutions creditors on the Proposed Scheme of Arrangement as detailed in the Explanatory Statement, together with the Notice to convene the meetings of the new scheme creditors, unsecured creditors other than the banks and financial institution ("New Scheme Creditors") issued on 26 March 2021 for the purpose of considering the Proposed Scheme of Arrangement to the New Scheme Creditors pursuant to the Section 366 and other relevant provisions of the Companies Act 2016..

On 7 May 2021, the High Court had approved and sanctioned the Proposed Scheme of Arrangement as detailed in the Explanatory Statement dated 26 March 2021 and the sealed order granted thereof had been extracted on 11 May 2021 following an application made by the Scheme Companies pursuant to section 366(3), (4), (5), (6) and (7) of the Companies Act 2016 for the sanction and approval of the Proposed Scheme of Arrangement. The Proposed Scheme of Arrangement shall be binding on the Scheme Companies and the New Scheme Creditors.

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.

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 its statement of defence on 25 October 2019 and received Uni-Poh’s application for summary judgment on 20 November 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 Plaintiff has withdrawn the case.

d) 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 has been extended for a further ninety (90) days from 13 January 2021.

Interveners' application

- On 16.10.2020, Affin Hwang Investment Bank Berhad, Affin Bank Berhad, Bank Pembangunan Malaysia Berhad and Malaysia Debt Ventures Berhad (collectively 'Respondents') moved the Court for, inter alia, the following orders:
 - (i) That leave be granted to them to intervene in the proceedings;
 - (ii) That they be made parties to the proceedings; and
 - (iii) The Restraining Order be set aside.
- On 20.10.2020, Affin Islamic Berhad the Court for, inter alia, the following orders:
 - (i) That leave be granted to them to intervene in the proceedings;
 - (ii) That they be made parties to the proceedings; and
 - (ii) The Restraining Order be set aside.

The Respondents had on 20.5.2021 withdrew Enclosure 26 (syndicated lenders' application to set aside the Restraining Order) and Enclosure 32 (Affin Islamic Bank Berhad's application to set aside the Restraining Order) with liberty to file afresh and with no order as to costs.

Separately, on 19 April 2021, ARX Holdings Sdn Bhd and ARX-YSC Sdn Bhd have filed an interveners' application, inter alia, to intervene and be made parties to the proceeding or alternatively be excluded as the Scheme Creditors from the Proposed Scheme of Arrangement.

The matter case up for Hearing on 6 August 2021 and, without admission to liability, the Proposed Interveners (ARX-YSC Sdn Bhd and ARX Holdings Sdn Bhd) be excluded as Scheme Creditors and be removed from the Scheme of Arrangement, that parties reserve their rights; and costs of RM5,000-00 (subject to allocator fee) to be paid by the Applicants to the Proposed Interveners.

e) 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.

Kayan's Application for Abridgement of Time to File Record of Appeal is allowed with costs to be paid to LMSTB. The matter is now fixed for case management on 17 December 2021 to enable Parties to clarify and continue to submit Preliminary Objections together with the merits of the Appellant's appeal by way of submission.

f) 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.

A prima facie case had been established by the prosecution. The learned trial Judge called for LMTSB to enter defense. Witnesses will also be required to appear to be cross examined on 28 September 2021 and 4 October 2021.

g) 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 PS: T.C Choong & Rakan-Rakan DS: Azman Tahir Tan & Co	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 Plaintiff has requested the minutes of the Court Convened Meetings. The Court has fixed this matter for a further case management to enable the Defendant's solicitor to update the Court on the status. Next Case Management on:25/08/2021	181, 529.24
2.	MSM Kitchen Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-B52-6-05/2019 PS: T.C Choong & Rakan-Rakan DS: Azman Tahir Tan & Co	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 Plaintiff has requested the minutes of the Court Convened Meetings. The Court has fixed this matter for a further case management to enable the Defendant's solicitor to update the Court on the status. Next Case Management on:25/08/2021	585, 953.77
3.	Chong Teamwork Resources Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-A52NCvC-200-12/2019	Dispute on the appointment of the contractor and expenses incurred for the purchase of raw material for the construction of	At the case management on 26/07/2021, on the prayer by our counsel, the court dismissed this case with no order as to costs.	183, 500.00

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
	PS: Cheng Leng & Partners DS: Azman Tahir Tan & Co	a covered arena at SMK Bukit Jana Kamunting.		
4.	Gai Leong Engineering Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No: AA-A52-32-12/2019. PS: Liew, Julia Tun & Hari DS: Azman Tahir Tan & Co	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.	Next Case Management on: 08/09/2021 to enable the Plaintiff's solicitor update the court on its client's instructions on this matter.	115, 328.00
5.	Choong Nyuk Keun (trading under the name and style of AV AUDIO VIDEO) vs. Perak Corporation Berhad. Ipoh Sessions Court No: AA-A52-33-12/2019. PS: Liew, Julia Tun & Hari DS: Azman Tahir Tan & Co	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.	Summons Received on: 19/12/2019 Defence Filed on: 14/01/2020 Next Case Management on: 08/09/2021 to enable the Plaintiff's solicitor update the court on its client's instructions on this matter.	120, 413.83
6.	Blueblack Production Sdn Bhd vs. 1) Animation Theme Park 2) Perak Corporation Berhad Ipoh Sessions Court No: AA-B52NCVC-24-06/2018 PS: Lim Chun Leong & Subasin DS: Azman Tahir Tan & Co	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.	At the case management on 16/08/2021, the Plaintiff prayed for another date as they have their client's instruction to set aside the Scheme Sanction Order dated 7/5/200021. Our solicitor rebutted the prayer; given the Scheme Sanction Order, the Plaintiff being one of the Scheme Creditors, should not proceed with the trial as the Scheme Sanction Order binds all creditors. On the prayer of our counsel the Court decided for the matter be withdrawn without liberty to file afresh.	980, 454.74

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
7.	SJEE Engineering Sdn Bhd vs Perak Corporation Berhad Ipoh High Court No: AA-22NCvC-28-05/2020. PS: Ming Yee & Co DS: Azman Tahir Tan & Co	Letter of Undertaking to make payment for M&E works for the Movie Animation Theme Park Studios project.	The Plaintiff has withdrawn the suit with liberty to file afresh and with no order as to cost on 27/07/2021. This is due to the court sanction obtained by Perak and PCBD on 07/05/2021 for the scheme, which binds all creditors.	1,347,137.03
8.	Aluminjaya Sdn Bhd vs Perak Corporation Berhad Ipoh Sessions Court No: AA-B52-NCVC-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. Outstanding judgment sum of RM 271,005.95 is still outstanding.	271, 005.95
9.	Armai Construction vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-B52NCVC-60-09/2019 PS: K.K Lee & Co DS: Alif Hafiz & Partner	Dispute on the acceptance of Tender to carry out M&E and plumbing works at Labu Sayong Café, Silveritage Complex Ipoh.	The Plaintiff has withdrawn this suit with no order as to cost on 22/07/2021. This is due to the court sanction obtained by Perak and PCBD on 07/05/2021 for the scheme, which binds all creditors.	397, 441.89
10.	RHB Insurance Sdn Bhd vs. Perak Corporation Berhad Ipoh Sessions Court No. AA-B52NCC-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 Pending release letter for instalment of RM53,333.00 monthly until March 2021.	494, 184.28
11.	A.F.S. Engineering (Malaysia) Sdn Bhd vs. Perak Corporation Berhad	Letter of Undertaking to make payment for supply of background music, audio &	The Plaintiff has withdrawn this suit with liberty to file afresh and with no order as to cost on	183, 689.82

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
	Ipoh Sessions Court No. AA-A52C-1-07/2020 PS: Joseph Ting & Co DS: Azman Tahir Tan & Co	equipment for the Movie Animation Theme Park Studios project.	11/08/2021. This is due to the court sanction obtained by Perak and PCBD on 07/05/2021 for the scheme, which binds all creditors.	
12	1) Perak Corporation Berhad 2) PCB Development Sdn Bhd Ipoh High Court No.: AA-24NCC-9-07/2020 1) Perak Corporation Berhad 2) PCB Development Sdn. Bhd. (Applicant) 1) Affin Hwang Investment Bank Berhad 2) Affin Bank Berhad 3) Bank Pembangunan Malaysia Berhad 4) Malaysia Debt Ventures Berhad 5) Affin Islamic Bank Berhad (Respondent) Ipoh High Court No: AA-24NCC-9-07/2020	Proposed scheme of arrangement and compromise together with restraining order against listed creditors Applications by the respondents to set aside the Restraining Order.	Originating Summon filed on: 21/07/2020 The scheme was sanctioned by the court on 07/05/2021 and the same has been lodged with CCM. The Respondents had on 20.5.2021 withdrew Enclosure 26 (syndicated lenders' application to set aside the Restraining Order) and Enclosure 32 (Affin Islamic Bank Berhad's application to set aside the Restraining Order) with liberty to file afresh and with no order as to costs.	
	Proposed Intervener's Application 1) Perak Corporation Berhad 2) PCB Development Sdn. Bhd. (Applicant) 1) ARX Holdings Sdn. Bhd. 2) ARX-YSC Sdn. Bhd. (Respondent) Ipoh High Court No: AA-24NCC-9-07/2020 PS: Shok Lin & Bok DS: Dennis Nik & Wong		The matter case up for Hearing on 6 August 2021 and, without admission to liability, the Proposed Interveners (ARX-YSC Sdn Bhd and ARX Holdings Sdn Bhd) be excluded as Scheme Creditors and be removed from the Scheme of Arrangement, that parties reserve their rights; and costs of RM5,000.00 (subject to allocator fee) to be paid by the Applicants to the Proposed Interveners.	

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
	S&A Architects Sdn Bhd. vs. Perak Corporation Berhad CIPAA KLRCA/D/ADJ-1381-2017		Adjudication Claim (RM2,108,794.35): 13/02/2018 Adjudication Response:25/02/2018 Adjudication Reply: 02/03/2018 Decision in favour of Claimant on: 21/03/2018 Adjudication Cost:RM54,392.58	2, 163, 186.93

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
3.	S & A Architects Sdn Bhd. vs. Perak Corporation Berhad Kuala Lumpur High Court No. :WA-24C-286-12/2018	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 Hotel Casuarina @Taiping, Perak Darul Ridzuan for Perak Corporation Berhad	Plaintiff's Originating Summon to register the CIPAA award on: 20/12/2018 Order in favor of Plaintiff on: 05/04/2019	647, 358.12
	S & A Architects Sdn Bhd. vs. Perak Corporation Berhad CIPAA KLRCA/D/ADJ-1382-2017		Adjudication Claim (RM609,543.28): 02/08/2018 Adjudication Response:26/03/2018 Adjudication Reply: 03/04/2018 Decision in favor of Claimant on: 04/06/2018 Adjudication Cost:RM37,814.84	647, 358.12
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.	Adjudication Claim on:03/04/2020 Adjudication Response on: 17/07/2020 Adjudication Reply on: 24/07/2020 Rebuttal on: 30/07/2020 Decision in favor of Claimant on: 08/09/2020 Adjudication Claim: RM788,947.06 Adjudication Cost: RM15,000.00 Advance Security Cost:RM11,750.00	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	Plaintiff's Originating Summon to register the CIPAA award on: 29/08/2019 Order in favour of Plaintiff on: 05/03/2020	476,160.47

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
	Arrowmedia Sdn Bhd vs. Perak Corporation Berhad CIPAA AIAC/D/ADJ-2145-2018	for Car Stunt Show for the Movie Animation Theme Park Studios projects.	Adjudication Claim (RM419,597.92): 03/04/2019 Adjudication Response:24/04/2019 Decision in favour of Claimant on: 18/06/2019 Adjudication Cost:RM15,752.54 Claimant Representative cost:RM40,810.00	476,160.47
6.	Arrowmedia Sdn Bhd 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 on: 18/04/2018 <i>Claimant has yet to file in an Originating Summons 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 PS: K.K Lee & Co DS: Alif Hafiz & Partner	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 The Plaintiff has withdrawn both the suit and the Order 14 Application with no order as to costs. This is due to the court sanction obtained by Perak and PCBD on 07/05/2021 for the scheme, which binds all creditors.	8, 851, 823.57
2.	Armai Construction vs. PCB Development Sdn Bhd Ipoh Magistrate Court No. AA-A72NCvC-478-09/2019 PS: K.K Lee & Co DS: Alif Hafiz & Partner	Dispute on the award of tender for installation of transverse bar and signboard at Jalan JKR, Bulatan Meru Raya.	The Plaintiff has withdrawn this suit with no order as to cost on 29/07/2021. This is due to the court sanction obtained by Perak and PCBD on 07/05/2021 for the scheme, which binds all creditors.	50, 890.60
3.	Pembinaan Sinaran Anjung Sdn Bhd vs. PCB Development Sdn Bhd Ipoh Sessions Court No. AA-B52NCVC-59-09/2019 PS: K.K Lee & Co DS: Alif Hafiz & Partner	Nonpayment for the infrastructure works done for Zone 5, Bandar Meru Raya, Ipoh, Perak Darul Ridzuan.	Summons Received on: 30/09/2019 Defence Filed on:25/10/2019 Plaintiff filed Summary Judgment on: 19/11/2019 Summary Judgment granted on 11/03/2020, with costs of RM1, 000.00.	400, 000.00
4.	Tawas Permai Enterprise vs. PCB Development Sdn Bhd	Dispute on full completion and nonpayment of main infrastructure works done for Rumah Tradisional Melayu, Ipoh.	Summons Received on: 30/09/2019 Defence Filed on:25/10/2019	823, 020.31

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
	Ipoh Sessions Court No. AA-B52NCVC-58-09/2019		Plaintiff filed summary Judgment on: 19/11/2019 Summary Judgment was allowed with the cost of RM1000 on:25/02/2020	
5.	Kerajaan Malaysia (Lembaga Hasil Dalam Negeri) vs. PCB Development Sdn Bhd High Court Ipoh No: AA-21NCVC-05-06/2017 Appeal No: A-01(1M)(NCVC)-309-05/2018 PS: LHDN DS: Messrs Lee Hishamuddin	Failure to make payment for PCB Development Sdn Bhd Tax 2013 (additional)	Summons Received on: 15/06/2017 Settlement agreement has been executed by one of the Directors of PCBD. Next Case Management on: 01/09/2021 to enable parties to update the court on the status of the execution of the Settlement Agreement.	10,536,961.35
6.	1) Affin Hwang Investment Berhad 2) Affin Bank Berhad 3) Bank Pembangunan Malaysia Berhad 4) Malaysia Debt Venture Berhad vs. 1. Animation Theme Park. 2. PCB Development Sdn Bhd. 3. RSG MAPS Sdn Bhd. 4. Ramelle Ashram Bin Ramli. 5. Darren Jeffrey Mclean. 6. Stephen Allan Sanderson. Ipoh High Court No. AA-22NCC-11-06/2020	Default in payment of Syndicated term loan for the month of September 2019	Writ Summon dated 01/06/2020 was served on 04/06/2020 Judgment in Default has been entered against PCB Development Sdn. Bhd. on 18/06/2020 and was served on 16/07/2020.	244, 015, 982.89
	Counter Claim: Ipoh High Court No. AA-22NCC-11-06/2020 1) Ramelle Ashram Bin Ramli vs. 1. Affin Hwang Investment Berhad 2. Affin Bank Berhad 3. Bank Pembangunan Malaysia Berhad	Counter claim by Ramelle against PCB Development	Counter claim serve on: 17/09/2020 Case Management on:	

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE	CLAIM AMOUNT (RM)
	4. Malaysia Debt Venture Berhad 5. PCB Development Sdn. Bhd. 6. Stephen Allan Sanderson PS: Shahir Khubayb & Co DS: Azman Tahir Tan & Co			
7.	RHB Insurance Sdn Bhd vs. PCB Development Sdn Bhd Ipoh Sessions Court No. AA-A52NCvC-114-06/2019	Failure to make payment for Group Hospitalisation & Surgical employee from 1/6/2018 - 31/5/2019.	Summons Received on: 03/07/2019 Plaintiff filed summary Judgment on: 15/10/2019 Summary Judgment was obtained in favour of Plaintiff on: 26/02/2020	116,751.40
8.	Naluri Juara Sdn Bhd vs. PCB Development Sdn Bhd Ipoh High Court No. AA-24NCvC-383-10/2020 Alleged Contemnors 1. PCB DEVELOPMENT SDN BHD 2. ZAINAL ISKANDAR BIN ISMAIL 3. JANARDHANE A/P MUNIANDY 4. SHARIFAH NOR HASHIMAH BINTI SYED KAMARUDDIN 5. GOIK KENWAYNE	Breach of the Sale and Purchase Agreement dated 15/10/2019 and Supplemental Agreement dated 03/07/2020	Encl 1 (Plaintiff's OS) - It is now fixed for case management on 22/10/2021. Encl 33 (Plaintiff's application for leave to commence committal proceedings - The Hearing of the Plaintiff's application for leave to commence committal proceedings against the alleged contemnors was heard on 13 th August 2021 and the Learned Judge reserved his decision to a date to be fixed.	
	Naluri Juara Sdn Bhd vs. PCB Development Sdn Bhd Court of Appeal: i. A-02(IM)(NCvC)-593-03/2021 ii. A-02(IM)(NCvC)-592-03/2021 iii. A-02(IM)(NCvC)-591-03/2021 PS: Messrs Amir Faliq & Co DS: Messrs Dennis Nik & Wong	Application of Appeal : 19 March 2021 Notice of Appeals against: Enclosure 4, Enclosure 8 & Enclosure 9	Case Management e-review on: 29/09/2021	

COURT PROCEEDINGS - PCB TAIPAN SDN BHD

NO	PARTIES/ SUIT	SUBJECT MATTER	STATUS/ NEXT DATE
1.	Kerajaan Malaysia (Lembaga Hasil Dalam Negeri) vs. PCB Taipan Sdn Bhd Ipoh High Court No. AA-21NCvC-15-10/2019 PS: LHDN DS: Azman Tahir Tan & Co	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 Judgment record on: 22/09/2020
2.	Nova Spectra Sdn Bhd vs. Integrated Media Sdn Bhd & Azenan Bin Azalan AND Third Parties 1. Taipan Merit Sdn Bhd 2. Perbadanan Kemajuan Negeri Perak Shah Alam Sessions No. BA-A52NCvC-694-11/2019 Third Parties 1) Taipan Merit Sdn. Bhd. 2) Perbadanan Kemajuan Negeri Perak (PKNP)	Third installation and testing two panel LED screen with three years guarantee in Contract party proceeding for non-payment of supply of works, design, No. 2.	Summons Received on: 02/10/2020 Defence Filed on: 20/11/2020 The 1 st 3rd Party filed an application to strike out the third-party proceeding. The application was heard on 17.02.2021 and the striking out application was allowed with cost of RM 1,000.00
	<p>Appeal against the decision in relation to the striking out of the third-party proceeding by Taipan Merit Sdn Bhd.</p> Integrated Media Sdn. Bhd. vs. Taipan Merit Sdn. Bhd. & Perbadanan Kemajuan Negeri Perak Mahkamah Tinggi Shah Alam Rayuan Sivil No. BA-12ANCvC-32-03/2021 Defendant (Appellant): Aziz Hassan & Co 1 st 3 rd Party (Respondent): Messrs Azman Tahir Tan & Co	Third installation and testing two panel LED screen with three years guarantee in Contract party proceeding for non-payment of supply of works, design, and No. 2.	The appeal has been dismissed with costs.

- 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 June 2021 or the previous financial period ended 30 June 2020.
- B9** Risk and policies for derivatives
The Group did not enter into any derivatives during the current financial period.
- B10** Disclosure of gain/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 June 2021 and 30 June 2020.
- B11** Auditors' report on preceding annual financial statements
The auditors' report on the financial statements for the financial year ended 31 December 2020 was unmodified.
- B12** Dividends
The Directors do not recommend a payment of dividend by the Company in respect of the current financial period.