



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
Incorporated in Malaysia

Condensed Consolidated Statement of Comprehensive Income

	Individual quarter		Cumulative quarter	
	31 Mar 2023 Unaudited RM'000	31 Mar 2022 Audited RM'000	31 Mar 2023 Unaudited RM'000	31 Mar 2022 Audited RM'000
Revenue	284,425	252,292	1,084,895	960,311
Cost of sales	(240,169)	(203,595)	(912,283)	(827,929)
Gross profit	44,256	48,697	172,612	132,382
Other income	5,819	10,500	15,867	15,425
Selling and distribution expenses	(21,524)	(21,668)	(100,448)	(91,745)
Administrative expenses	(9,772)	(9,001)	(36,555)	(37,169)
Profit/(Loss) from operations	18,779	28,528	51,476	18,893
Finance costs	(2,557)	(2,791)	(11,441)	(11,274)
Profit/(Loss) before tax	16,222	25,737	40,035	7,619
Taxation	(3,355)	(6,960)	(12,051)	(10,328)
Net profit/(loss) after tax	12,867	18,777	27,984	(2,709)
Items that are or may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	(1,315)	(200)	(642)	1,041
	(1,315)	(200)	(642)	1,041
<b>Total comprehensive income/(loss)</b>	<b>11,552</b>	<b>18,577</b>	<b>27,342</b>	<b>(1,668)</b>
Profit/(Loss) attributable to:				
Owners of the parent	12,903	18,928	27,849	(4,080)
Non-controlling interest	(36)	(151)	135	1,371
	12,867	18,777	27,984	(2,709)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	11,588	18,728	27,207	(3,039)
Non-controlling interest	(36)	(151)	135	1,371
	11,552	18,577	27,342	(1,668)
Earnings per share (sen) :				
Basic	1.743	2.560	3.762	(0.59)
Diluted	*	*	*	*

\* No diluted earnings per share is presented as there are no potential dilutive shares as at the end of the financial

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
Incorporated in Malaysia

Condensed Consolidated Statement of Financial Position

	31 Mar 2023 Unaudited RM'000	31 March 2022 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	589,144	601,870
Investment properties	6,270	6,270
Other investments	584	825
Intangible assets	5,810	6,873
	<b>601,808</b>	<b>615,838</b>
<b>Current assets</b>		
Biological assets	76,005	75,684
Inventories	122,725	111,324
Trade receivables	84,702	86,878
Other receivables	30,061	39,539
Current tax assets	4,001	2,452
Deposit with a licensed bank	565	555
Cash and bank balances	30,104	15,384
	<b>348,163</b>	<b>331,816</b>
<b>TOTAL ASSETS</b>	<b>949,971</b>	<b>947,654</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	173,633	173,633
Reserves	289,023	264,037
	<b>462,656</b>	<b>437,670</b>
<b>Non-controlling interest</b>	<b>11,754</b>	<b>11,619</b>
<b>Total equity</b>	<b>474,410</b>	<b>449,289</b>
<b>Non-current liabilities</b>		
Borrowings	67,661	71,620
Other payables	146	0
Deferred tax liabilities	77,444	70,502
	<b>145,251</b>	<b>142,122</b>
<b>Current liabilities</b>		
Trade payables	83,547	92,607
Other payables	72,185	57,165
Due to an associate	3,634	4,717
Borrowings	170,944	201,754
	<b>330,310</b>	<b>356,243</b>
<b>Total liabilities</b>	<b>475,561</b>	<b>498,365</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>949,971</b>	<b>947,654</b>

Net assets per share attributable to ordinary equity holders of the parent (RM)

0.62

0.59

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



LAY HONG BERHAD (Registration no. 198301011738 (107129-H))  
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Condensed Consolidated Statement of Changes in Equity

	Attributable to Owners of the Parent					Non-controlling interest	Total
	Share	Revaluation reserve	Foreign currency translation reserve	Retained earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000		
<b>At 1 April 2022</b>	<b>173,633</b>	<b>127,760</b>	<b>1,326</b>	<b>134,951</b>	<b>437,670</b>	<b>11,619</b>	<b>449,289</b>
Transfer (to) / from distributable reserve on realisation of revaluation reserve	-	(3,069)	-	3,069	-	-	-
Net profit for the financial period	-	-	-	27,849	27,849	135	27,984
Other comprehensive income	-	-	(642)	-	(642)	-	(642)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>(642)</b>	<b>27,849</b>	<b>27,207</b>	<b>135</b>	<b>27,342</b>
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,221)</b>	<b>(2,221)</b>	<b>-</b>	<b>(2,221)</b>
<b>At 31 Mar 2023</b>	<b>173,633</b>	<b>124,691</b>	<b>684</b>	<b>163,648</b>	<b>462,656</b>	<b>11,754</b>	<b>474,410</b>
<b>At 1 April 2021</b>	<b>145,621</b>	<b>141,665</b>	<b>286</b>	<b>117,765</b>	<b>405,337</b>	<b>51,164</b>	<b>456,501</b>
Arising from conversion of warrants	12	-	-	-	12	-	12
Acquisition of additional interest in subsidiary	28,000	13,262	-	(620)	40,642	(40,642)	-
Transfer (to) / from distributable reserve on realisation of revaluation reserve	-	(25,251)	-	22,251	(3,000)	(274)	(3,274)
Net profit/(loss) for the financial period	-	-	-	(1,836)	(1,836)	1,371	(465)
Other comprehensive Income	-	(1,916)	1,040	-	(876)	-	(876)
<b>Total comprehensive income/(loss)</b>	<b>-</b>	<b>(1,916)</b>	<b>1,040</b>	<b>(1,836)</b>	<b>(2,712)</b>	<b>1,371</b>	<b>(1,341)</b>
Tax effect relating to disposal of asset held for sale	-	-	-	(2,609)	(2,609)	-	(2,609)
<b>At 31 Mar 2022</b>	<b>173,633</b>	<b>127,760</b>	<b>1,326</b>	<b>134,951</b>	<b>437,670</b>	<b>11,619</b>	<b>449,289</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.



Condensed Consolidated Statement of Cash Flows

	Cumulative quarter 31 Mar 2023 Unaudited RM'000	Cumulative quarter 31 Mar 2022 Unaudited RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	40,035	(18,118)
Adjustments for:-		
Amortisation of intangible assets	1,077	806
Depreciation of property, plant and equipment	45,446	33,472
Dividend income	-	(126)
(Gain)/ Loss on disposal of property, plant and equipment	(487)	23
Property, plant and equipment written off	940	94
Impairment loss of inventories	(82)	(289)
Interest expense	11,441	8,483
Interest income	(127)	(50)
Loss on revaluation of land & building	33	
Bad debts written off	-	21
Net impairment losses on trade receivables	(68)	(9)
Changes in fair value on quoted investment	242	276
Changes in fair value on biological assets	1,862	(5,759)
Net unrealised loss on foreign exchange	(1,391)	2,209
Operating profit before changes in working capital	98,921	21,033
Net change in current assets	(1,742)	11,533
Net change in current liabilities	6,107	14,852
Cash flows from operations	103,286	47,418
Tax paid	(6,392)	(4,346)
<b>Net cash generated from operating activities</b>	<b>96,894</b>	<b>43,072</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(33,692)	(29,902)
Additions to intangible asset	(15)	(4)
Proceeds from disposal of property, plant and equipment	487	-
Interest received	127	50
Dividend received	-	126
<b>Net cash used in investing activities</b>	<b>(33,093)</b>	<b>(29,730)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	(4,838)	-
Net drawdown/(repayment) of borrowings	(30,341)	(3,125)
Interest paid	(11,441)	(8,483)
Dividend paid	(2,221)	-
Proceeds from Issue of ordinary shares	-	12
Increase in deposits pledged to licensed banks	(10)	
<b>Net cash (used in)/generated from financing activities</b>	<b>(48,851)</b>	<b>(11,596)</b>
<b>Cash and cash equivalents at the end of the year comprises:</b>		
Net increase/(decrease) in cash and cash equivalents	14,950	1,746
Effect of foreign exchange changes	(641)	(8)
Cash and cash equivalents at beginning of the financial year	13,886	3,289
	<b>28,195</b>	<b>5,027</b>
<b>Cash and cash equivalents at the end of the year comprises:</b>		
Deposit with a licensed bank	565	546
Cash and bank balances	30,104	10,926
Bank overdrafts	(1,909)	(5,899)
Deposit pledged to licensed bank	(565)	(546)
	<b>28,195</b>	<b>5,027</b>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes attached to this interim financial statements.

## **REPORTING STANDARD (“MFRS”) NO. 134 - INTERIM FINANCIAL REPORTING**

### **A1 BASIS OF PREPARATION**

The Group has prepared its financial statements using the Malaysian Financial Reporting Standards (“MFRS”) for the financial period ended 31 March 2023.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2022.

### **A2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the audited consolidated financial statements of the Group for the financial year ended 31 March 2022.

The Group had adopted the following new MFRSs, Amendments/Improvements to MFRS and IC Interpretations mandatory for the current financial year:-

<b>Description</b>	<b>Effective date</b>
Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020)	1st January 2022
Amendments to MFRS 3, Business Combinations - Reference to the Conceptual Framework	1st January 2022
Amendments to MFRS 9, Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)	1st January 2022
Amendments to Illustrative Examples accompanying MFRS 16, Leases (Annual Improvements to MFRS Standards 2018-2020)	1st January 2022
Amendments to MFRS 116, Property, Plant and Equipment - Proceeds before Intended Use	1st January 2022
Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets - Onerous Contracts - Cost of Fulfilling a Contract	1st January 2022
Amendments to MFRS 141, Agriculture (Annual Improvements to MFRS Standards 2018-2020)	1st January 2022

The adoption of the above amendment to MFRSs did not have significant impact on the financial statements of the Group.

**A3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report of the previous annual financial year ended 31 March 2022 was not subject to any qualification.

**A4 SEASONAL AND CYCLICAL FACTORS**

The Group's business operations were not affected by any seasonal and cyclical factors.

**A5 UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE, AND INCIDENCE**

There were no material unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter under review.

**A6 ESTIMATES**

There were no material changes in estimates that had a material effect on the current quarter under review.

**A7 DEBTS AND EQUITIES SECURITIES**

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter under review.

**A8 DIVIDEND PAID**

There was no dividend paid during the current quarter under review.

**A9 SEGMENTAL REPORTING**

Analysis of revenue by segments

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended		Period ended	
	<u>31.03.2023</u>	<u>31.03.2022</u>	<u>31.03.2023</u>	<u>31.03.2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Integrated livestock farming ("ILF")	118,478	240,758	801,909	768,360
Food manufacturing ("FM")	247,653	82,888	552,211	385,767
Retail business ("RB")	64,268	56,975	258,802	236,816
Subtotal	430,399	380,621	1,612,922	1,390,943
Intercompany elimination	(145,974)	(128,329)	(528,027)	(430,632)
Total revenue	<u>284,425</u>	<u>252,292</u>	<u>1,084,895</u>	<u>960,311</u>

The revenue was predominantly derived in Malaysia.

**A9 SEGMENTAL REPORTING (CONT'D)**

Analysis of segment results, assets, and liabilities

	<u>ILF</u> RM'000	<u>FM</u> RM'000	<u>RB</u> RM'000	<u>Elimination</u> RM'000	<u>Total</u> RM'000
<b>Cumulative quarter at 31.03.2023</b>					
Segment results	41,525	29,752	2,784	(22,585)	51,476
Finance costs	(9,073)	(1,966)	(1,152)	750	(11,441)
Profit/(loss) before tax	32,452	27,786	1,632	(21,835)	40,035
Taxation	(7,894)	(3,693)	(464)	-	(12,051)
Profit/(loss) after tax	24,558	24,093	1,168	(21,835)	27,984
Segment assets	1,002,839	133,433	92,985	(279,286)	949,971
Segment liabilities	(470,695)	(111,248)	(53,536)	159,918	(475,561)
<b>Cumulative quarter at 31.03.2022</b>					
Segment results	22,073	(5,107)	2,934	(1,006)	18,894
Finance costs	(8,989)	(1,902)	(915)	531	(11,275)
Profit/(loss) before tax	13,084	(7,009)	2,019	(475)	7,619
Taxation	(9,224)	(301)	(807)	4	(10,328)
Profit/(loss) after tax	3,860	(7,310)	1,212	(471)	(2,709)
Segment assets	1,017,826	209,611	82,578	(362,899)	947,116
Segment liabilities	(509,942)	(186,988)	(44,296)	243,351	(497,875)

**A10 VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES**

There were no revaluation of property, plant and equipment for the quarter under review.

The Group adopts the fair value model for its investment properties. There is no significant and indicative change in value of the said investment properties since the last balance sheet date.

**A11 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT QUARTER**

There were no material events subsequent to the end of the current financial quarter and up to the date of this report.

**A12 COMPOSITION OF THE GROUP**

There were no other changes in the composition of the Group in the current financial quarter under review.

**A13 CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

There were no contingent assets as at the end of the current financial quarter and up to the date of this report.

The contingent liabilities of the group arise from bank guarantees given to third parties amounted to RM7.65 million.

**A14 CAPITAL COMMITMENTS**

Commitments for the capital expenditure not provided for acquisition of property, plant and equipment in the financial statements amounted to RM11.963 million.

**PART B : EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1 REVIEW OF PERFORMANCE**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTERS		
	Quarter ended		Variance	Period ended		Variance
	31.03.2023	31.03.2022		31.03.2023	31.03.2022	
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>						
Integrated livestock farming ("ILF")	118,478	240,759	(50.79%)	801,909	768,361	4.37%
Food manufacturing ("FM")	247,653	82,888	198.78%	552,211	385,767	43.15%
Retail business ("RB")	64,268	56,975	12.80%	258,802	236,816	9.28%
Subtotal	430,399	380,622		1,612,922	1,390,944	
Inter-co elimination	(145,974)	(128,329)		(528,027)	(430,632)	
Total Revenue	284,425	252,293	12.74%	1,084,895	960,312	12.97%
Profit before tax	16,222	25,737	(36.97%)	40,035	7,619	425.46%

**Cumulative corresponding quarters - FY23-Q4 vs FY22-Q4**

Revenue for the integrated livestock farming (ILF) segment increased by 4.37% or RM33.55 million from RM768.36 million to RM801.91 million due to higher average selling prices (ASP) and higher quantity sold of eggs however this increase was offset by the lower broiler volume sold in Q4 2023 to supply more raw materials to FM segment during the cumulative quarters.

Revenue for the food manufacturing (FM) segment recorded an increase of 43.15% or RM166.44 million from RM385.77 million to RM552.21 million due to increase from the sales on further processed downstream poultry products.

Revenue for retail business (RB) increased by 9.28% or RM21.98 million from RM236.82 million to RM258.80 million due to effect of price adjustments made in current year.

Overall, the Group recorded a profit before tax (PBT) of RM40.04 million, as compared to a profit before tax of RM7.62 million in the comparative period due to the reasons stated earlier. This amount is inclusive of subsidies received from the government.



**Individual corresponding quarter - FY23-Q4 vs FY22-Q4**

Revenue for the integrated livestock farming (ILF) segment decreased by 50.79% or RM122.28 million from RM240.76 million to RM118.48 million due to decrease in commercial broiler volume sold to supply more raw materials to FM segment beginning in Q4 2023.

Revenue for the food manufacturing (FM) segment recorded an increase of 198.78% or RM164.76 million from RM82.89 million to RM247.65 million due to increase from the sales on further processed downstream poultry products.

Revenue for retail business (RB) increased by 12.80% or RM7.29 million from RM56.98 million to RM64.27 million due to effect of price adjustments made in the current year.

Overall, the Group recorded a profit before tax (PBT) of RM16.22 million lower as compared to a profit before tax of RM25.74 million in the comparative quarter due to last quarter gain on fair value valuation recognition of biological asset.

**B2 COMPARATIVE WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

	<b>INDIVIDUAL QUARTER</b>		
	<b>Quarter ended</b>		<i>Variance</i> %
	<u>31.03.2023</u>	<u>31.12.2022</u>	
	<u>RM'000</u>	<u>RM'000</u>	
<b>Revenue</b>			
- Integrated livestock farming ("ILF")	118,478	289,917	(59.13%)
- Food manufacturing ("FM")	247,653	36,060	586.78%
- Retail business("RB")	64,268	65,337	(1.64%)
Subtotal	430,399	391,314	9.99%
Intercompany elimination	(145,974)	(124,150)	17.58%
<b>Total Revenue</b>	<b>284,425</b>	<b>267,164</b>	<b>6.46%</b>
<b>Profit before tax</b>	<b>16,222</b>	<b>10,624</b>	<b>52.69%</b>

For the current quarter, ILF segment recorded a decrease in revenue of 59.13% or RM171.44 million from RM289.92 million to RM118.48 million due to decrease in commercial broiler volume sold to supply more raw materials to FM segment.

Revenue for FM segment registered an increase of 586.77% or RM211.59 million from RM36.06 million to RM247.65 million. The increase was due to increase from the sales on further processed downstream poultry products.

RB segment recorded a slight decrease of 1.64% or RM1.07 million from RM65.34 million to RM64.27 million. The decrease in sales were marginally contributed by the last quarter opening of 3 new outlets consisting of 1 fresh mart and 2 retail shops during the festive season.

Overall, for the quarter in review, the Group recorded an increase in profit of 52.69% or RM5.60million. This amount is inclusive of subsidies received from the government.

**B3 PROSPECTS**

Chicken and egg subsidies are expected to cease after 30 June 2023 and thereafter the selling price will be determined by market forces. The immediate month on July 2023 onwards we expect the market to be volatile. The board remained cautious following the global price increase of raw materials due to the continual weakening of Malaysia's Ringgit against US dollar. Given this scenario, the board will take necessary steps to address the market there on accordingly.

**B4 PROFIT FORECAST AND PROFIT GUARANTEE**

The Group did not issue any profit forecast or profit guarantee during the current year under review.

**B5 TAXATION**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended	Quarter ended	Period ended	Period ended
	<u>31.03.2023</u>	<u>31.03.2022</u>	<u>31.03.2023</u>	<u>31.03.2022</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax	(1,772)	4,678	5,064	6,697
Deferred tax	5,127	2,282	6,987	3,631
	<u>3,355</u>	<u>6,960</u>	<u>12,051</u>	<u>10,328</u>

**B6 BORROWINGS**

	<u>As at</u> <u>31.03.2023</u> <u>RM'000</u>	<u>As at</u> <u>31.03.2022</u> <u>RM'000</u>
<b><u>Current</u></b>		
<b><u>Secured</u></b>		
Bank overdrafts	1,303	1,166
Bill payables	51,263	64,274
Lease liabilities	12,806	14,896
Term loans	14,390	20,326
	79,762	100,662
<b><u>Unsecured</u></b>		
Bank overdrafts	546	333
Bill payables	90,636	85,259
Revolving credit	-	15,500
	91,182	101,092
Total current	170,944	201,754
<b><u>Non-current</u></b>		
<b><u>Secured</u></b>		
Lease liabilities	23,143	25,830
Term loans	44,518	45,790
	67,661	71,620
Total non-current	67,661	71,620
Total borrowings	238,605	273,374

The currency profile of borrowings other than the functional currency was:

	<u>As at</u> <u>31.03.2023</u> <u>RM'000</u>	<u>As at</u> <u>31.03.2022</u> <u>RM'000</u>
Thai Baht (THB)	31	73

## **B7 STATUS OF CORPORATE PROPOSALS**

On 18 August 2022, AmInvestment Bank, on behalf of the Company, had submitted to Bursa Securities for approval on the following;

- (I) Proposed Employees' Share Scheme ("Proposed ESS"); and
- (II) Proposed allocation of awards to the eligible directors and major shareholders of Lay Hong Berhad ("proposed allocation")

On 23 August 2022, Bursa Securities has given approval on the above.

On 28 September 2022, the shareholders have approved the above proposal in an Extraordinary General Meeting (EGM). To date no ESS options has been granted.

## **B8 OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

The Group did not enter any contracts involving off balance sheet financial instruments during the current quarter under review.

## **B9 MATERIAL LITIGATION**

Except for the below mentioned claim, there is no material pending litigation.

On 2 July 2018, Lay Hong Berhad ("Plaintiff") had filed a claim against Loke Chee Min ("1st defendant"), Beh Yong Hock ("2nd defendant"), Leong Sze Seng ("3rd defendant") and The Roof Realty Sdn Bhd ("4th Defendant") for a special damage of RM3,256,904.84 with interest and costs.

Pursuant to the claim, the Plaintiff is seeking the special damages upon the recommendation/misrepresentation of the 3rd defendant (a real estate negotiator employed by the 4th defendant, a registered real estate agent) wherein 3rd defendant represented inter alia to the plaintiff that the owners of the land held under Grant Mukim 6469 for Lot 31982 and Grant Mukim 6470 for Lot 31983 both in the Mukim of Kapar, District of Klang, Selangor (the said lands) wishes to sell the lands and that the 1st defendant is the solicitor representing the land owner. The 2nd defendant is the solicitor appointed by the plaintiff to handle the sale and purchase transaction on its behalf while the 1st defendant purportedly acted for the owners of the said lands. The plaintiff paid the monies to the 1st defendant as stakeholder based on the sale and purchase agreement terms executed between the parties.

Subsequently, the plaintiff found out that the owners of the said lands did not appoint the first defendant as their solicitors neither did they sell their said lands.

The plaintiff claims against the defendants inter alia for the loss and damage suffered by it:-

- 1) against the 1st defendant for breach of fiduciary duty and/or trust as the stakeholder of the purchase price of the said lands and wrongfully deprived the plaintiff the said payments;
- 2) against the 2nd defendant for breach of contract and negligence;
- 3) against the 3rd defendant for fraudulent and/or negligent misrepresentation; and
- 4) against the 4th defendant as the principal and/or employer of the 3rd defendant for vicarious liability in respect of the act and/or omission of the 3rd defendant

**B9 MATERIAL LITIGATION (CONT'D)**

The court proceeded with the trial on 12/11/2019, 13/11/2019, 14/11/2019, 21/11/2019, 31/1/2020, 9/9/2020, 10/9/2020 and on 19/9/2020, the Court delivered its decision as follows;

- 1) the plaintiff's claim against the 1<sup>st</sup> defendant was allowed in totality;
- 2) the plaintiff claim against the 2<sup>nd</sup> defendant was allowed in the sum of approximately RM600k, being 20% of total damage;
- 3) the plaintiff claim against the 3<sup>rd</sup> defendant allowed in the sum of approximately 75k, being commission received;
- 4) The Plaintiff claim against 4<sup>th</sup> defendant was dismissed;
- 5) In view of (4) above, no order was made in respect of 4<sup>th</sup> defendant's third party claim against the 1<sup>st</sup> and 3<sup>rd</sup> defendants.

The next hearing will be on 1st August 2023.

**B10 PROPOSED DIVIDEND**

The Board of Directors do not recommend any dividend for the current financial quarter under review.

**B11 EARNINGS PER SHARE**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter ended 31.03.2023	31.03.2022	Period ended 31.03.2023	31.03.2022
Profit/(loss) attributable to ordinary equity holders of the parent (RM'000)	12,586	18,928	27,532	(4,080)
Weighted average number of ordinary shares (Basic) ('000)	740,319	740,319	740,319	686,386
Basic earnings per share (sen)	1.74	2.56	3.76	(0.59)
Diluted earnings per share (sen)	*	*	*	*

Basic earnings per share is computed based on the profit attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share is computed based on the profit attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period.

\* No diluted earnings per share is presented as there are no potential dilutive ordinary shares as at the end of the financial period.

**B12 AUTHORISATION FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29<sup>th</sup> May 2023.