

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

19 May 2021

UNAUDITED (Q3) INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021

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BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<u>Group</u>	
	As at 31/03/2021	As at 30/06/2020 (Audited)
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	256,914	267,041
Right-of-use assets	12,765	13,548
Investment properties	2,419,985	2,401,570
Inventories - land held for development	79,748	79,130
Associated company	11,997	10,933
Joint ventures	9,141	10,075
Investments	249,532	168,238
Deferred tax assets	5,242	5,242
Intangible assets	12,158	12,982
Receivables	2,617	2,247
	<u>3,060,099</u>	<u>2,971,006</u>
CURRENT ASSETS		
Inventories - others	194,029	194,195
Receivables	59,513	57,552
Tax recoverable	424	547
Deposits with licensed banks	25,540	11,147
Cash and bank balances	16,718	41,270
	<u>296,224</u>	<u>304,711</u>
TOTAL ASSETS	<u>3,356,323</u>	<u>3,275,717</u>
EQUITY		
Share capital	1,538,120	1,538,120
Reserves :		
Foreign currency translation reserve	8,749	6,866
Fair value through other comprehensive income ("FVTOCI") reserve	(28,247)	(167,890)
Retained earnings	601,649	635,378
	<u>582,151</u>	<u>474,354</u>
Equity attributable to owners of the parent	2,120,271	2,012,474
Non-controlling interests	(562)	66
Total equity	<u>2,119,709</u>	<u>2,012,540</u>

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)**

	<u>Group</u> As at 31/03/2021	As at 30/06/2020 (Audited)
	RM'000	RM'000
NON-CURRENT LIABILITIES		
Long term bank borrowings	505,631	481,691
Senior medium term notes	158,864	138,647
Hire purchase liabilities	1,026	1,725
Other long term liabilities	170,169	179,903
Lease liabilities	9,186	9,320
Deferred tax liabilities	167,397	167,521
	1,012,273	978,807
CURRENT LIABILITIES		
Payables	152,839	146,771
Short term bank borrowings	66,203	112,543
Senior medium term notes	-	19,911
Hire purchase liabilities	968	1,392
Lease liabilities	378	357
Provisions	88	88
Tax payable	3,865	3,308
	224,341	284,370
Total liabilities	1,236,614	1,263,177
TOTAL EQUITY AND LIABILITIES	3,356,323	3,275,717
<i>Net assets per share attributable to ordinary owners of the parent (sen)</i>	83	79

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Note	CURRENT QUARTER ENDED		FINANCIAL PERIOD ENDED	
		31/03/2021 RM'000	31/03/2020 RM'000	31/03/2021 RM'000	31/03/2020 RM'000
Revenue		46,961	63,853	141,670	210,584
Operating expenses		(40,249)	(58,295)	(131,897)	(175,077)
Profit from operations		<u>6,712</u>	<u>5,558</u>	<u>9,773</u>	<u>35,507</u>
Other income	A4	4,780	846	14,517	9,567
Other expenses	A4	(423)	1,024	(1,672)	(1,868)
Share of results from associated companies		547	(1,132)	1,064	1,662
Share of results from joint ventures		(390)	(8)	(2,274)	274
Finance costs		<u>(12,476)</u>	<u>(15,561)</u>	<u>(39,513)</u>	<u>(49,223)</u>
Loss before tax		(1,250)	(9,273)	(18,105)	(4,081)
Taxation	B5	<u>(2,110)</u>	<u>(3,164)</u>	<u>(6,470)</u>	<u>(5,267)</u>
Loss net of tax		<u>(3,360)</u>	<u>(12,437)</u>	<u>(24,575)</u>	<u>(9,348)</u>
Attributable to:					
- Owners of the Parent		(3,115)	(12,273)	(23,947)	(7,935)
- Non-controlling interests		<u>(245)</u>	<u>(164)</u>	<u>(628)</u>	<u>(1,413)</u>
		<u>(3,360)</u>	<u>(12,437)</u>	<u>(24,575)</u>	<u>(9,348)</u>
Loss per share (sen):					
Basic	B10	<u>(0.12)</u>	<u>(0.48)</u>	<u>(0.94)</u>	<u>(0.31)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	CURRENT QUARTER ENDED		FINANCIAL PERIOD ENDED	
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	RM'000	RM'000
Loss net of tax	(3,360)	(12,437)	(24,575)	(9,348)
<u>Other comprehensive income</u>				
<u>Item that may be subsequently reclassified to profit or loss</u>				
Currency translation difference	1,308	(690)	1,883	(102)
<u>Item that will not be subsequently reclassified to profit or loss</u>				
Net changes in fair value of investments at fair value through other comprehensive income ("FVTOCI")	123,167	(23,965)	129,861	(36,396)
Total comprehensive income	<u>121,115</u>	<u>(37,092)</u>	<u>107,169</u>	<u>(45,846)</u>
Attributable to:				
- Owners of the Parent	121,360	(36,928)	107,797	(44,433)
- Non-controlling interests	<u>(245)</u>	<u>(164)</u>	<u>(628)</u>	<u>(1,413)</u>
	<u>121,115</u>	<u>(37,092)</u>	<u>107,169</u>	<u>(45,846)</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<----- Attributable to the owners of the Parent ----->

	<--- Non - distributable --->			Distributable		Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	FVTOCI Reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Equity Funds RM'000		
At 1 July 2020	1,538,120	(167,890)	6,866	635,378	2,012,474	66	2,012,540
Transfer upon disposal of FVTOCI investments	-	9,782	-	(9,782)	-	-	-
Total comprehensive income	-	129,861	1,883	(23,947)	107,797	(628)	107,169
At 31 March 2021	<u>1,538,120</u>	<u>(28,247)</u>	<u>8,749</u>	<u>601,649</u>	<u>2,120,271</u>	<u>(562)</u>	<u>2,119,709</u>
At 1 July 2019	1,538,120	(124,538)	6,537	763,489	2,183,608	9,516	2,193,124
Transfer upon disposal of FVTOCI investments	-	2,535	-	(2,535)	-	-	-
Total comprehensive income	-	(36,396)	(102)	(7,935)	(44,433)	(1,413)	(45,846)
Transaction with owners: Dilution of equity interest in a subsidiary	-	-	-	-	-	(2,730)	(2,730)
At 31 March 2020	<u>1,538,120</u>	<u>(158,399)</u>	<u>6,435</u>	<u>753,019</u>	<u>2,139,175</u>	<u>5,373</u>	<u>2,144,548</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

BERJAYA ASSETS BERHAD
(REGISTRATION NO.: 196001000237) (3907-W)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE QUARTER ENDED 31 MARCH 2021
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	FINANCIAL PERIOD	
	ENDED	
	31/03/2021	31/03/2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from operations	124,925	213,182
Payments for operating expenses	(118,290)	(150,113)
Other payments (including taxes)	(5,504)	(4,100)
Net cash generated from operating activities	<u>1,131</u>	<u>58,969</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of plant and machinery	194	19
Sales of other non current assets	1,845	-
Sales of other investments	51,183	7,802
Acquisition of plant and machinery	(621)	(1,100)
Acquisition of other non current assets	(33)	(236)
Acquisition of additional equity interest in associated company	-	(2,000)
Interest received	969	1,751
Dividend received	120	3,054
Net cash generated from investing activities	<u>53,657</u>	<u>9,290</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings and loans	(35,213)	(55,785)
Interest paid	(29,455)	(36,159)
Payment of hire purchase liabilities	(684)	(876)
Payment of principal portion of lease liabilities	(639)	(1,710)
Withdrawal from banks as security pledged for borrowings	11,115	10,821
Net cash used in financing activities	<u>(54,876)</u>	<u>(83,709)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(88)	(15,450)
EFFECTS OF EXCHANGE RATE CHANGES	128	54
OPENING CASH AND CASH EQUIVALENTS	<u>11,768</u>	<u>31,052</u>
CLOSING CASH AND CASH EQUIVALENTS	<u><u>11,808</u></u>	<u><u>15,656</u></u>
The closing cash and cash equivalents comprise the following:		
Deposits with licensed banks	25,540	46,833
Cash and bank balances	16,718	21,249
	<u>42,258</u>	<u>68,082</u>
Less:		
Bank overdrafts	(9,975)	(9,981)
Cash and cash equivalents restricted in usage	(20,475)	(42,445)
	<u>11,808</u>	<u>15,656</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2020.

NOTES:

- A1 The interim financial report is not audited and has been prepared in compliance with Malaysian Financial Reporting Standards (MFRS) 134 - Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and comply with the requirements of Companies Act 2016 ("CA 2016").

The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2020, which were prepared under Malaysian Financial Reporting Standards. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Company since the year ended 30 June 2020.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 June 2020, except for the adoption of new Malaysian Financial Reporting Standards ("MFRSs"), Amendments to MFRSs, IC Interpretations and Annual Improvements to MFRSs which were effective for the financial periods beginning 1 January 2020.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 July 2020.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption except for the changes in presentation and disclosure of financial information.

- A2 The audit report of the Company's most recent annual audited financial statements did not contain any qualification.
- A3 Our principal business operations are not significantly affected by any seasonal or cyclical factors except for the gaming and recreation businesses that may be favourably impacted by the festive and school holiday seasons respectively.

NOTES (CONTINUED)

A4 Following the global outbreak of COVID-19 pandemic, the Malaysian Government had imposed various phases of Movement Control Order ("MCO") since 18 March 2020 as a preventive measure to curb the pandemic. The Group's business operations, particularly the hotel, recreation and others business segments and the jetty operations are adversely impacted by the various phases of MCO which resulted in continued borders closures and travel restrictions of foreigners.

(a) There were no other unusual items as a result of their nature, size or incidence that had affected the financial statements for the financial quarter and period ended 31 March 2021 except for the following:

(i) Included under other income/(expenses) in the consolidated statement of profit or loss is:

	Current Quarter ended 31/03/2021 RM'000	Financial Period ended 31/03/2021 RM'000
Amortisation of intangible assets	(275)	(825)
Reversal of impairment in investments in joint ventures	-	1,009
Loss on disposal of investment properties	-	(110)
	<u> </u>	<u> </u>

(b) There were no material changes in estimates of amounts reported in the current financial quarter and period ended 31 March 2021.

A5 There were no issuance and repayment of debts and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period ended 31 March 2021.

In addition, none of the outstanding Warrants 2018/2023 were exercised in the financial period ended 31 March 2021.

A6 The Company did not pay any dividend in the financial period ended 31 March 2021.

NOTES (CONTINUED)

A7 Segmental information for the financial period ended 31 March 2021:

	External	Inter - segment	Total
<u>REVENUE</u>	RM '000	RM '000	RM '000
Property development and investment	72,881	-	72,881
Gaming and related activities	60,673	1,172	61,845
Hotel, recreation and others	8,116	-	8,116
Elimination : Intersegment revenue	-	(1,172)	(1,172)
Total revenue	<u>141,670</u>	<u>-</u>	<u>141,670</u>
<u>RESULTS</u>			RM '000
Property development and investment			21,466
Gaming and related activities			3,268
Hotel, recreation and others			<u>(13,563)</u>
			11,171
Unallocated corporate expenses			<u>(1,398)</u>
Profit from operations			9,773
Other income			
- property development and investment			3,947
- gaming and related activities			2,094
- hotel and recreation			304
- unallocated			8,172
			<u>14,517</u>
			24,290
Other expenses			
- property development and investment			(625)
- gaming and related activities			(842)
- unallocated			(205)
			<u>(1,672)</u>
			22,618
Share of results after tax from associated companies			1,064
Share of results after tax from joint ventures			(2,274)
Finance costs			<u>(39,513)</u>
Loss before tax			(18,105)
Taxation			<u>(6,470)</u>
Loss for the financial period			<u><u>(24,575)</u></u>

NOTES (CONTINUED)

- A8 There were no material events subsequent to the end of this current quarter that have not been reflected in the financial statements for this current financial quarter.
- A9 There were no material changes in the composition of the Group for the financial period ended 31 March 2021 including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations except for the incorporation of a wholly owned subsidiary by the Company, Berjaya Industrial Park Sdn Bhd.
- A10 There were no material changes in contingent liabilities or contingent assets since the last audited statement of financial position as at 30 June 2020.
- A11 There are no changes in capital commitments since the last audited statement of financial position as at 30 June 2020 as follows:

	At 31/03/2021 RM'000	At 30/06/2020 RM'000
Capital expenditure approved and contracted for	<u>27,778</u>	<u>27,778</u>

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of group performance

The main operating businesses of the Group are number forecast operation ("NFO") in Sarawak, property development and investment and the operations of hotel and recreation business. The key factors (other than general economic conditions) affecting the performance of the main operating businesses in the Group are as follows:

Property development and investment

- demographic of population, location of the properties, costs of building materials and related services, lending guidelines and interests rates of the financial institutions, rental rates, age and condition of investment properties and the quality of property management.

Hotel and recreation

- room rates, seasonal festive periods and school holidays, locations of the hotel and restaurants, tourism/currency exchange/dining out trends, energy/raw material/other supplies costs, quality of rooms/amenities/service and customer perception.

NFO in Sarawak

- disposable income of the general public, luck factor, illegal gaming and the number of draws in the financial period.

Following the global outbreak of COVID-19 pandemic, the Malaysian Government had imposed various phases of Movement Control Order ("MCO") since 18 March 2020 as a preventive measure to curb the pandemic. On 13 January 2021, the Malaysian government imposed another Movement Control Order 2.0 ("MCO 2.0") in all states except Sarawak due to the spike of Covid-19 infection rate in Malaysia. The MCO 2.0 in several states ended on 5 March 2021 and this coincided with the commencement of Malaysia National COVID-19 immunisation programme on 24 February 2021. For the current quarter ended 31 March 2021, the Conditional MCO ("CMCO") has been extended to 28 April 2021 in several states while the Recovery MCO ("RMCO") phase in other states has also been extended until further notice.

The summary results of the Group are as follows:

	3-Month Ended			9-Month Ended		
	31/03/2021	31/03/2020	+ / (-)	31/03/2021	31/03/2020	+ / (-)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	46,961	63,853	(26)	141,670	210,584	(33)
Profit from operations	6,712	5,558	21	9,773	35,507	(72)
Loss before tax	(1,250)	(9,273)	(87)	(18,105)	(4,081)	344

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

B1 Review of group performance (Contd)

For the Quarter

The Group registered revenue of RM47.0 million and pre-tax loss of RM1.25 million in the current quarter ended 31 March 2021 as compared to revenue of RM63.9 million and pre-tax loss of RM9.3 million reported in the previous year corresponding quarter.

The lower Group revenue of the current quarter was mainly due to lower revenue reported by all the business segments of the Group due to the continuing adverse impact of the COVID-19 pandemic. The hotels, recreation and other business segment and the jetty operations remained to be adversely impacted by the continued closures of borders and travel restrictions on foreigners. The COVID-19 pandemic has also affected the operating performance of the Group's joint ventures, resulting in the Group equity accounting for a higher share of losses in the current quarter.

Despite the lower revenue, the Group reported a lower pre-tax loss in the current quarter under review resulting from lower operating costs incurred by the hotel and recreation business segment after undertaking further cost reduction exercise.

For the 9-month period

For the cumulative nine months ended 31 March 2021, the Group registered a revenue of RM141.7 million and pre-tax loss of RM18.1 million as compared to a revenue of RM210.6 million and pre-tax loss of RM4.1 million reported in the preceding year corresponding period. The drop in revenue was mainly due to the same factors mentioned in the aforesaid paragraphs under the commentary for the current quarter's results.

The pre-tax loss was correspondingly higher in the current 9-month period under review primarily due to the significantly lower revenue reported and factors explained in the above paragraphs. However, this was mitigated by the lower prize payout reported by Natural Avenue Sdn Bhd and favourable currency translation differences reported by the Group.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**
B2 Third Quarter vs Preceding Second Quarter

	3-Month Ended		+/(-) %
	31/03/2021 RM'000	31/12/2020 RM'000	
Revenue	46,961	43,946	7
Profit/(Loss) from operations	<u>6,712</u>	<u>(2,795)</u>	<u>(340)</u>
Loss before tax	<u>(1,250)</u>	<u>(11,681)</u>	<u>(89)</u>

For the current quarter under review, the Group registered a revenue of RM47.0 million which was higher compared to the revenue of RM43.9 million in the preceding quarter ended 31 December 2020. The current quarter's pre-tax loss of RM1.25 million was lower when compared to a pre-tax loss of RM11.7 million reported for the preceding quarter.

The higher Group revenue of the current quarter was mainly due to improved revenue reported by all the business segments of the Group, following the gradual easing of certain business operating restrictions by the Malaysian Government. For the current quarter, the recreation and property development business segments have reported higher revenue mainly due to higher sales of theme park tickets, higher rental income and higher carpark ticket collections. Natural Avenue Sdn Bhd reported slightly higher revenue due to the increase in the number of draws.

The Group reported a lower loss before tax in the current quarter under review, primarily due to the higher revenue reported and factors explained under note B1. The Group also accounted for a favourable share of results from its associates and joint ventures.

B3 Future Prospects

The COVID-19 pandemic which resulted in unprecedented preventive and restrictive measures of varying degrees of global population lockdown had adversely impacted the global economy. In Malaysia, the Malaysian Government is imposing various degrees of population lockdown to slow down the infection rate amongst its population. This inevitably has affected the domestic economy.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**
B3 Future Prospects (Contd)

During the RMCO phase, the footfall to the shopping malls and the gaming business ticket sales have been gradually increasing but they have yet to reach the levels recorded prior to the implementation of the MCO. The current MCO 3.0 is expected to dampen the recovery rate of the Group's business operations. As for the hotel business segment, the Directors expect that the occupancy rates and the revenue from events will remain low arising from low tourist arrivals due to continued border closures coupled with new social distancing rules during this global COVID-19 pandemic. The commencement of the National COVID-19 Immunisation Programme is expected to drive the recovery of the Malaysian economy in due course.

In view of the above factors and the immense challenges created by the prolonged pandemic, the Group is unable to forecast with certainty, when its business operations will return to the level prior to the COVID-19 pandemic. Hence, the Directors expect the operating results of the Group for the remaining quarter of the financial year ending 30 June 2021 to remain challenging as the Group continues to deal with the adverse impact on the country's economy arising from the COVID-19 pandemic.

B4 There is no profit forecast or profit guarantee for the financial quarter and period ended 31 March 2021.

B5 The income tax expenses for the financial quarter and period ended 31 March 2021 are detailed as follows:

	Current Quarter ended 31/03/2021 RM'000	Financial Period ended 31/03/2021 RM'000
Malaysian taxation:		
Current period provision	1,986	6,156
Under provision of additional taxes in prior years	24	23
Deferred tax	(42)	(125)
Withholding tax	142	416
	<u>2,110</u>	<u>6,470</u>

The disproportionate tax charge of the Group for the financial quarter and period ended 31 March 2021 was mainly due to certain expenses being disallowed for tax purposes, as well as non-availability of the Group tax relief in respect of losses incurred by certain subsidiary companies.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

B6 The corporate exercise announced by the Group but not completed as at the date of this announcement are listed below:

- a) As disclosed in Note 44 in the Company's audited financial statements for the financial year ended 30 June 2013, BWSB had entered into a conditional sale and purchase agreement for the proposed acquisition by BWSB from Kelana Megah Sdn Bhd ("KMSB") of its intended lease interest in a parcel of vacant land measuring about 4.285 acres held under Lot No. PTB 20379, Bandar Johor Bahru, Daerah Johor Bahru, Negeri Johor for a cash consideration of RM27.99 million ("KMSB SPA").

On 8 May 2018, BWSB entered into a supplemental agreement with KMSB for the inclusion of the payment of the development returns of RM13.5 million as well as to extend the completion date of the KMSB SPA to 9 April 2019. Subsequently on 25 March 2021, BWSB entered into a supplemental agreement with KMSB to further extend the completion date of the KMSB SPA to 9 April 2022. Upon completion of the KMSB SPA, BWSB will hold a 99-year leasehold land instead of lease interest over the land.

B7 The Group borrowings as at 31 March 2021 are as follows:

Secured:	RM'000
Short term bank borrowings	
- Denominated in Ringgit Malaysia	63,346
- Denominated in GBP (£500,000) *	2,857
	66,203
Long term bank borrowings	
- Denominated in Ringgit Malaysia	356,164
- Denominated in GBP (£26,158,000) *	149,467
	505,631
Senior medium term notes	158,864
Total borrowings	730,698

* *Converted at the exchange rate prevailing as at 31 March 2021.*

B8 There is no pending material litigation since the date of the last audited statement of financial position to the date of this announcement, other than as disclosed below.

Reference is made to Note 41 of the audited financial statements of the Group for the financial year ended 30 June 2020.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

Both the Tax Appeal 1 and Tax Appeal 2 will be heard at the Special Commissioners of Income Tax ("SCIT") hearing to be held from 11 August 2021 to 13 August 2021. The High Court has granted an order for a stay of civil proceedings in favour of BTSSB, pending the full and final determination of the Tax Appeal 1 at the SCIT. As for Tax Appeal 2, BTSSB has lodged an appeal to the Court of Appeal against the dismissal of BTSSB's application of judicial review by the High Court. The Court of Appeal has adjourned the hearing on 15 February 2021 to 18 February 2021 for Tax Appeal 2 and an interim stay has been granted till then. On 18 February 2021, the Court of Appeal adjourned the hearing for a decision to 2 April 2021 and an interim stay has been granted till then.

On 2 April 2021, the Court of Appeal handed a judgement to dismiss BTSSB's Tax Appeal 2 with costs awarded to IRB. The Court of Appeal proceeded to record an undertaking from the solicitors of IRB to refrain from taking any enforcement action against BTSSB for the payment of RM69.6 million taxes disputed in Tax Appeal 2, until the hearing of Tax Appeal 2 at the SCIT on 11 August 2021 to 13 August 2021.

On 7 October 2020, the High Court adjourned the hearing for BTSSB's judicial application for Tax Appeal 3 and fixed a mention date on 16 February 2021 to update the High Court on the status of Tax Appeal 2 and extended the interim stay for Tax Appeal 3 until 16 February 2021.

On 16 February 2021, the High Court has fixed 3 March 2021 as case management date as the hearing of Tax Appeal 2 has been adjourned to 18 February 2021. An interim stay had been extended till 3 March 2021.

On 25 February 2021, BTSSB was informed by the High Court that the case management date for Tax Appeal 3 has been moved to 5 April 2021 in light of the Court of Appeal's decision on Tax Appeal 2 which was to be delivered on 2 April 2021. Interim stay was extended to 5 April 2021.

On 5 April 2021, the High Court was informed of the Court of Appeal's dismissal of BTSSB's Tax Appeal 2 and the undertaking given by IRB. Following the Court of Appeal's decision on Tax Appeal 2, the lawyers of BTSSB will need to seek BTSSB's instruction on the judicial review application for Tax Appeal 3. The High Court then fixed 12 April 2021 as the next case management date and an extended stay was granted till then.

On 12 April 2021, BTSSB informed the High Court that it wished to withdraw the judicial review application for Tax Appeal 3 and subsequently filed a Notice of Discontinuance at the High Court on 16 April 2021.

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

As for the status of Tax Appeal 3 at the SCIT, the case mention date of Tax Appeal 3 at the SCIT was held on 19 March 2021 after several postponements due to movement control orders. The SCIT directed both parties to file cause papers by 27 May 2021 and to attend the next case mention date on 27 May 2021.

On 2 February 2021, BTSSB wrote to the Ministry of Finance ("MOF"), requesting MOF:

- (a) to give a general character direction to Director General of Inland Revenue ("DGIR") as to the exercise of the functions of the DGIR under Section 135 of the ITA 1967 and for the DGIR to give effect to the direction so given; or
 - (b) to grant an exemption under Section 127(3A) of the ITA 1967;
- with regards to Tax Appeal 2 and Tax Appeal 3, by 9 February 2021.

As MOF did not respond to BTSSB's request, BTSSB has filed an application to the High Court for judicial review against MOF on 11 February 2021 ("MOF Judicial Review"). The High Court fixed 4 March 2021 for the first hearing of the MOF Judicial Review. The first hearing date was then vacated by the High Court and a new hearing date was fixed on 6 May 2021. The High Court also granted an interim stay for Tax Appeal 3 up to 6 May 2021.

On 16 April 2021, IRB filed an application to the High Court to intervene in the MOF Judicial Review. At the first hearing on 6 May 2021, the High Court was informed that BTSSB has filed the affidavit in reply in response to IRB's application to intervene. IRB responded with a request for the right to file another affidavit in reply. The High Court has fixed 7 July 2021 as the hearing date for IRB's application to intervene and as the case management date for BTSSB's MOF Judicial Review. The Court also granted an interim stay for Tax Appeal 3 until 7 July 2021.

The above litigations are still on-going.

- B9 The Board does not recommend any dividend in the current quarter (previous year's quarter ended 31 March 2020 : Nil).
- B10 The loss per share is calculated by dividing loss attributable to owners of the Parent by the weighted average number of ordinary shares in issue:

	<u>Current Quarter Ended</u>			
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	Sen	Sen
Loss for the quarter	<u>(3,115)</u>	<u>(12,273)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(0.12) #</u>	<u>(0.48) #</u>

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF
BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**

	<u>9-Month Ended</u>			
	31/03/2021	31/03/2020	31/03/2021	31/03/2020
	RM'000	RM'000	Sen	Sen
Loss for the financial period	<u>(23,947)</u>	<u>(7,935)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(0.94) #</u>	<u>(0.31) #</u>

No diluted loss per share is presented as the computation based on the outstanding warrants would have an anti-dilutive effect.

B11 Loss before tax is stated after charging/(crediting):

	Current Quarter ended 31/03/2021 RM'000	Financial Period ended 31/03/2021 RM'000
Interest income	(168)	(857)
Dividend income	(107)	(2,650)
Reversal of impairment in investments in joint ventures	-	(1,009)
Other income excluding dividend, interest income and reversal of impairment in investments in joint ventures	(8,448)	(10,001)
Depreciation of property, plant and equipment	3,031	10,093
Loss on disposal of investment properties	-	110
Amortisation of intangible assets	<u>275</u>	<u>825</u>