

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

21 September 2021

UNAUDITED (Q4) INTERIM FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2021

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

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<u>Group</u> As at 30/06/2021	<u>As at 30/06/2020</u> (Audited)
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	252,878	267,041
Right-of-use assets	12,533	13,548
Investment properties	2,362,724	2,401,570
Inventories - land held for development	82,330	79,130
Associated company	10,698	10,933
Joint ventures	8,938	10,075
Investments	155,711	168,238
Deferred tax assets	211	5,242
Intangible assets	11,881	12,982
Receivables	2,690	2,247
	2,900,594	2,971,006
CURRENT ASSETS		
Inventories - others	190,346	194,195
Receivables	60,862	57,552
Investments	1,000	-
Tax recoverable	433	547
Deposits with licensed banks	15,188	11,147
Cash and bank balances	19,134	41,270
	286,963	304,711
TOTAL ASSETS	3,187,557	3,275,717
EQUITY		
Share capital	1,538,120	1,538,120
Reserves :		
Foreign currency translation reserve	14,303	6,866
Fair value through other comprehensive income ("FVTOCI") reserve	(120,257)	(167,890)
Retained earnings	520,272	635,378
	414,318	474,354
Equity attributable to owners of the parent	1,952,438	2,012,474
Non-controlling interests	213	66
Total equity	1,952,651	2,012,540

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**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)**

	As at 30/06/2021	Group As at 30/06/2020 (Audited)
	RM'000	RM'000
NON-CURRENT LIABILITIES		
Long term bank borrowings	504,889	481,691
Senior medium term notes	138,896	138,647
Hire purchase liabilities	844	1,725
Other long term liabilities	165,610	179,903
Lease liabilities	9,129	9,320
Deferred tax liabilities	160,773	167,521
	980,141	978,807
CURRENT LIABILITIES		
Payables	169,213	146,771
Short term bank borrowings	63,162	112,543
Senior medium term notes	19,931	19,911
Hire purchase liabilities	1,090	1,392
Lease liabilities	69	357
Provisions	88	88
Tax payable	1,212	3,308
	254,765	284,370
Total liabilities	1,234,906	1,263,177
TOTAL EQUITY AND LIABILITIES	3,187,557	3,275,717
<i>Net assets per share attributable to ordinary owners of the parent (sen)</i>	76	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 YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Note	CURRENT QUARTER ENDED		FINANCIAL YEAR ENDED	
		30/06/2021 RM'000	30/06/2020 RM'000	30/06/2021 RM'000	30/06/2020 RM'000
Revenue		36,730	36,118	178,400	246,702
Operating expenses		(36,576)	(38,880)	(168,473)	(213,957)
Profit/(loss) from operations		154	(2,762)	9,927	32,745
Other income	A4	(532)	5,841	13,985	15,408
Other expenses	A4	(66,253)	(91,521)	(67,925)	(93,389)
Share of results from associated companies		(1,299)	(1,728)	(235)	(66)
Share of results from joint ventures		(226)	(2,489)	(2,500)	(2,215)
Finance costs		(16,473)	(25,078)	(55,986)	(74,301)
Loss before tax		(84,629)	(117,737)	(102,734)	(121,818)
Taxation	B5	1,250	(3,433)	(5,220)	(8,700)
Loss net of tax		(83,379)	(121,170)	(107,954)	(130,518)
Attributable to:					
- Owners of the Parent		(83,685)	(115,827)	(107,632)	(123,762)
- Non-controlling interests		306	(5,343)	(322)	(6,756)
		(83,379)	(121,170)	(107,954)	(130,518)
Loss per share (sen):					
Basic	B10	(3.27)	(4.53)	(4.21)	(4.84)

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 YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	CURRENT QUARTER ENDED		FINANCIAL YEAR ENDED	
	30/06/2021 RM'000	30/06/2020 RM'000	30/06/2021 RM'000	30/06/2020 RM'000
Loss net of tax	(83,379)	(121,170)	(107,954)	(130,518)
<u>Other comprehensive income</u>				
<u>Item that may be subsequently reclassified to profit or loss</u>				
Currency translation difference	8,079	467	9,962	365
<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")	(91,758)	(11,305)	38,103	(47,701)
Total comprehensive income	<u>(167,058)</u>	<u>(132,008)</u>	<u>(59,889)</u>	<u>(177,854)</u>
Attributable to:				
- Owners of the Parent	(167,833)	(126,701)	(60,036)	(171,134)
- Non-controlling interests	<u>775</u>	<u>(5,307)</u>	<u>147</u>	<u>(6,720)</u>
	<u>(167,058)</u>	<u>(132,008)</u>	<u>(59,889)</u>	<u>(177,854)</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 YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

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

	<--- Non - distributable --->			Distributable			
	Share Capital RM'000	FVTOCI Reserve RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Equity Funds RM'000	Non- controlling Interests RM'000	Total Equity 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	-	9,530	-	(9,530)	-	-	-
Transfer of reserve	-	-	(2,056)	2,056	-	-	-
Total comprehensive income	-	38,103	9,493	(107,632)	(60,036)	147	(59,889)
At 30 June 2021	<u>1,538,120</u>	<u>(120,257)</u>	<u>14,303</u>	<u>520,272</u>	<u>1,952,438</u>	<u>213</u>	<u>1,952,651</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	-	4,349	-	(4,349)	-	-	-
Total comprehensive income	-	(47,701)	329	(123,762)	(171,134)	(6,720)	(177,854)
Transaction with owners: Dilution of equity interest in a subsidiary	-	-	-	-	-	(2,730)	(2,730)
At 30 June 2020	<u>1,538,120</u>	<u>(167,890)</u>	<u>6,866</u>	<u>635,378</u>	<u>2,012,474</u>	<u>66</u>	<u>2,012,540</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 YEAR ENDED 30 JUNE 2021
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	FINANCIAL YEAR ENDED	
	30/06/2021 RM'000	30/06/2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from operations	158,865	234,267
Payments for operating expenses	(143,285)	(188,294)
Other payments (including taxes)	(8,354)	(6,960)
Net cash generated from operating activities	<u>7,226</u>	<u>39,013</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of plant and machinery	194	72
Sales of other non current assets	1,845	-
Sales of other investments	52,360	24,710
Acquisition of plant and machinery	(820)	(2,522)
Acquisition of other non current assets	(33)	(237)
Acquisition of additional equity interest in associated company	-	(2,000)
Interest received	1,811	2,746
Dividend received	416	4,353
Net cash generated from investing activities	<u>55,773</u>	<u>27,122</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank and other borrowings	-	20,000
Repayment of borrowings and loans	(39,445)	(74,420)
Interest paid	(40,964)	(50,398)
Payment of hire purchase liabilities	(1,266)	(1,058)
Payment of principal portion of lease liabilities	(442)	(1,233)
Withdrawal from banks as security pledged for borrowings	20,226	21,676
Net cash used in financing activities	<u>(61,891)</u>	<u>(85,433)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,108	(19,298)
EFFECTS OF EXCHANGE RATE CHANGES	88	14
OPENING CASH AND CASH EQUIVALENTS	<u>11,768</u>	<u>31,052</u>
CLOSING CASH AND CASH EQUIVALENTS	<u><u>12,964</u></u>	<u><u>11,768</u></u>
The closing cash and cash equivalents comprise the following:		
Deposits with licensed banks	15,188	11,147
Cash and bank balances	19,134	41,270
	<u>34,322</u>	<u>52,417</u>
Less:		
Bank overdrafts	(9,994)	(9,059)
Cash and cash equivalents restricted in usage	(11,364)	(31,590)
	<u>12,964</u>	<u>11,768</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, gaming, property investment business segments and the jetty operations are adversely impacted by the various phases of MCO which resulted in continued borders closures, travel restrictions of foreigners, reduce footfall in shopping malls and closure of outlets during the MCO or lockdown periods.

(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 year ended 30 June 2021 except for the following:

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

	Current Quarter ended 30/06/2021 RM'000	Financial Year ended 30/06/2021 RM'000
Amortisation of intangible assets	(275)	(1,100)
Reversal of impairment in investments in joint ventures	-	1,009
Loss on disposal of investment properties	-	(110)
Fair value changes of investment properties	<u>(58,725)</u>	<u>(58,725)</u>

(b) There were no material changes in estimates of amounts reported in the current financial quarter and year ended 30 June 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 year ended 30 June 2021.

In addition, none of the outstanding Warrants 2018/2023 were exercised in the financial year ended 30 June 2021.

A6 The Company did not pay any dividend in the financial year ended 30 June 2021.

NOTES (CONTINUED)

A7 Segmental information for the financial year ended 30 June 2021:

	External	Inter - segment	Total
<u>REVENUE</u>	RM '000	RM '000	RM '000
Property development and investment	95,729	-	95,729
Gaming and related activities	72,070	1,393	73,463
Hotel, recreation and others	10,601	-	10,601
Elimination : Intersegment revenue	-	(1,393)	(1,393)
Total revenue	<u>178,400</u>	<u>-</u>	<u>178,400</u>
<u>RESULTS</u>			RM '000
Property development and investment			28,595
Gaming and related activities			3,353
Hotel, recreation and others			<u>(18,622)</u>
			13,326
Unallocated corporate expenses			<u>(3,399)</u>
Profit from operations			9,927
Other income			
- property development and investment			9,415
- gaming and related activities			2,493
- hotel and recreation			480
- unallocated			1,597
			<u>13,985</u>
			23,912
Other expenses			
- property development and investment			(66,565)
- gaming and related activities			(1,118)
- unallocated			(242)
			<u>(67,925)</u>
			(44,013)
Share of results after tax from associated companies			(235)
Share of results after tax from joint ventures			(2,500)
Finance costs			<u>(55,986)</u>
Loss before tax			(102,734)
Taxation			<u>(5,220)</u>
Loss for the financial year			<u>(107,954)</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 year ended 30 June 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 30/06/2021 RM'000	At 30/06/2020 RM'000
Capital expenditure approved and contracted for	<u>41,278</u>	<u>41,278</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 30 June 2021, the MCO 3.0 was implemented on 12 May 2021 following the fresh surges of Covid-19 cases, and Full Movement Control Order ("FMCO") was imposed nationwide from 1 June 2021 till 14 June 2021. On 15 June 2021, the Malaysian government has announced the implementation of National Recovery Plan ("NRP") in the country. The states in which the Group principally operates in are placed under Phase 1 of NRP which entails the closure of most of the Group's business operations.

The summary results of the Group are as follows:

	3-Month Ended			Financial Year Ended		
	30/06/2021	30/06/2020	+ /(-)	30/06/2021	30/06/2020	+ /(-)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	36,730	36,118	2	178,400	246,702	(28)
Profit/(loss) from operations	154	(2,762)	(106)	9,927	32,745	(70)
Loss before tax	(84,629)	(117,737)	(28)	(102,734)	(121,818)	(16)

**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 RM36.7 million and pre-tax loss of RM84.6 million in the current quarter ended 30 June 2021 as compared to revenue of RM36.1 million and pre-tax loss of RM117.7 million reported in the previous year corresponding quarter.

The Group reported in the current quarter under review slightly higher revenue mainly due to higher number of draws conducted by Natural Avenue Sdn Bhd. The implementation of MCO 1.0 in the previous year corresponding quarter had resulted the closure of ticket outlets in Sarawak for a longer period of time.

The lower revenue reported by the property investment and hotel and recreation business segments of the Group was mainly 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 Group reported a lower pre-tax loss in the current quarter under review resulting from lower operating costs incurred by the property investment, hotel and recreation business segment after undertaking further cost reduction exercise. In addition, the Group also incurred a lower impairment in fair value of investment properties of RM58.7 million as compared to RM98.9 million incurred in the previous year corresponding quarter.

For the Financial Year

For the financial year ended 30 June 2021, the Group registered a revenue of RM178.4 million and pre-tax loss of RM102.7 million as compared to a revenue of RM246.7 million and pre-tax loss of RM121.8 million reported in the preceding financial year. 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.

Despite the lower revenue, the Group reported a lower pre-tax loss in the current financial year under review primarily due to the lower adverse fair value changes in investment properties as compared to the previous financial year.

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

	3-Month Ended		+/(-) %
	30/06/2021 RM'000	31/03/2021 RM'000	
Revenue	36,730	46,961	(22)
Profit from operations	154	6,712	(98)
Loss before tax	(84,629)	(1,250)	6,670

For the current quarter under review, the Group registered a revenue of RM36.7 million which was lower compared to the revenue of RM47.0 million in the preceding quarter ended 31 March 2021. The current quarter's pre-tax loss of RM84.6 million was higher when compared to a pre-tax loss of RM1.25 million reported for the preceding quarter.

The lower Group revenue of the current quarter was mainly due to the drop of revenue reported by all the business segments of the Group, following the imposition of MCO 3.0 and FMCO nationwide as a result of the spike of infection rate of COVID-19 that required the closure of almost all economic sectors and certain business operating restrictions imposed by the Malaysian Government.

The Group reported a higher loss before tax in the current quarter under review, primarily due to adverse change in fair value of investment properties amounting to RM58.7 million. The Group also accounted for an unfavourable share of results from its associates.

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 Government is imposing various degrees of population lockdown to slow down the infection rate amongst its population. This inevitably has adversely 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 Phase 1 of NRP with business operations restrictions is expected to dampen the recovery rate of the Group's business operations. The acceleration of the National COVID-19 Immunisation Programme towards herd immunity 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 financial year ending 30 June 2022 to remain challenging as the Group continues to deal with the adverse impact on the country's economy arising from the pandemic and adapting its business operations in the new norm of living with the COVID-19 virus going forward.

B4 There is no profit forecast or profit guarantee for the financial quarter and year ended 30 June 2021.

B5 The income tax expenses for the financial quarter and period ended 30 June 2021 are detailed as follows:

	Current Quarter ended 30/06/2021 RM'000	Financial Year ended 30/06/2021 RM'000
Malaysian taxation:		
Current period provision	463	6,619
Over provision of additional taxes in prior years	(264)	(241)
Deferred tax	(1,593)	(1,718)
Withholding tax	144	560
	<u>(1,250)</u>	<u>5,220</u>

The disproportionate tax charge of the Group for the financial quarter and year ended 30 June 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 and the reversal of deferred tax liabilities resulting from the impairment in values of investment properties.

**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 30 June 2021 are as follows:

Secured:	RM'000
Short term bank borrowings	
- Denominated in Ringgit Malaysia	57,711
- Denominated in GBP (£949,000) *	5,451
	63,162
Long term bank borrowings	
- Denominated in Ringgit Malaysia	357,139
- Denominated in GBP (£25,721,000) *	147,750
	504,889
Senior medium term notes	158,827
Total borrowings	726,878

* *Converted at the exchange rate prevailing as at 30 June 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.

The hearing at the SCIT of Tax Appeals 1 and 2 has been adjourned to 7 December 2021 to 9 December 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. Subsequently, the next case mention date of SCIT was fixed on 6 October 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 hearing date has subsequently been rescheduled to 13 October 2021 due to the implementation of FMCO and the interim stay was then granted to 13 October 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 30 June 2020 : Nil).

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

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>			
	30/06/2021 RM'000	30/06/2020 RM'000	30/06/2021 Sen	30/06/2020 Sen
Loss for the quarter	<u>(83,685)</u>	<u>(115,827)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(3.27) #</u>	<u>(4.53) #</u>
	<u>Financial Year Ended</u>			
	30/06/2021 RM'000	30/06/2020 RM'000	30/06/2021 Sen	30/06/2020 Sen
Loss for the financial period	<u>(107,632)</u>	<u>(123,762)</u>		
Weighted average number of ordinary shares ('000)	<u>2,558,271</u>	<u>2,558,271</u>		
Basic loss per share			<u>(4.21) #</u>	<u>(4.84) #</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 30/06/2021 RM'000	Financial Year ended 30/06/2021 RM'000
Interest income	(821)	(1,678)
Dividend income	(418)	(3,068)
Reversal of impairment in investments in joint ventures	-	(1,009)
Other expenses/(income) excluding dividend, interest income and reversal of impairment in investments in joint ventures	5,578	(8,230)
Fair value changes in investment properties	58,725	58,725
Depreciation of property, plant and equipment	3,411	13,504
Loss on disposal of investment properties	-	110
Amortisation of intangible assets	<u>275</u>	<u>1,100</u>