

MALAYAN CEMENT BERHAD
Company No. 195001000048 (1877-T)
Incorporated in Malaysia

Interim Financial Report
31 March 2021

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INTERIM FINANCIAL REPORT

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Revenue	374,798	-	1,093,175	-
Cost of sales	(334,422)	-	(961,944)	-
Gross profit	40,376	-	131,231	-
Other operating income	7,939	-	27,032	-
Other operating expenses	(41,157)	-	(142,542)	-
Profit from operations	7,158	-	15,721	-
Finance costs	(8,727)	-	(30,380)	-
Share of results in joint venture	5,569	-	13,581	-
Profit/(Loss) before tax	4,000	-	(1,078)	-
Taxation	(543)	-	(2,278)	-
Profit/(Loss) for the period	3,457	-	(3,356)	-
Profit/(Loss) attributable to:				
Owners of the Company	3,635	-	(2,579)	-
Non-controlling interests	(178)	-	(777)	-
	3,457	-	(3,356)	-
Basic and diluted earnings/(loss) per share (sen)	0.43	-	(0.30)	-

Notes:

1. The financial year end of the Group has been changed from 31st December 2019 to 30th June 2020. As such, there will be no comparative financial information available for the preceding year corresponding periods.
2. The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial period ended 30th June 2020 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Profit/(Loss) for the period	3,457	-	(3,356)	-
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	1,398	-	188	-
Total other comprehensive income for the period, net of tax	1,398	-	188	-
Total comprehensive income/(loss) for the period	4,855	-	(3,168)	-
Total comprehensive income/(loss) attributable to:				
Owners of the Company	5,033	-	(2,391)	-
Non-controlling interests	(178)	-	(777)	-
	4,855	-	(3,168)	-

Notes:

1. The financial year end of the Group has been changed from 31st December 2019 to 30th June 2020. As such, there will be no comparative financial information available for the preceding year corresponding periods.
2. The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial period ended 30th June 2020 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 31 March 2021 RM'000	As at 30 June 2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		1,399,435	1,468,012
Right-of-use assets		106,475	119,539
Investment property		3,126	3,127
Goodwill on consolidation		1,387,089	1,387,089
Other intangible assets		13,327	14,934
Investment in joint venture		46,690	35,933
Other financial assets		2,772	2,772
Net investment in leases		8,550	11,693
Deferred tax assets		237,871	228,293
		<u>3,205,335</u>	<u>3,271,392</u>
Current assets			
Inventories		217,753	254,916
Current tax assets		6,469	22,386
Trade receivables		111,224	114,585
Other receivables, prepaid expenses and refundable deposits		76,397	41,630
Amounts owing by holding and related companies		197,818	68,727
Net investment in leases		4,193	4,193
Other financial assets		-	1,255
Fixed deposits		10,509	-
Cash and bank balances		64,114	77,152
		<u>688,477</u>	<u>584,844</u>
Total assets		<u>3,893,812</u>	<u>3,856,236</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Share capital		1,950,692	1,950,692
Reserves:			
Exchange equalisation reserve		30,165	29,977
Investments revaluation reserve		2,133	2,133
Retained earnings		299,305	301,884
		<u>2,282,295</u>	<u>2,284,686</u>
Equity attributable to owners of the Company		2,282,295	2,284,686
Non-controlling interests		4,697	5,474
		<u>2,286,992</u>	<u>2,290,160</u>
Total equity		<u>2,286,992</u>	<u>2,290,160</u>

INTERIM FINANCIAL REPORT

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 31 March 2021 RM'000	As at 30 June 2020 RM'000
Non-current liabilities			
Borrowings	B9	499,854	279,817
Retirement benefits		21,444	21,937
Lease liabilities		38,872	50,151
Deferred tax liabilities		<u>127,173</u>	<u>119,463</u>
		<u>687,343</u>	<u>471,368</u>
Current liabilities			
Trade payables		174,744	259,197
Other payables and accrued expenses		212,200	119,869
Amounts owing to holding and related companies		141,944	48,305
Borrowings	B9	372,800	649,800
Lease liabilities		15,563	15,845
Current tax liabilities		<u>2,226</u>	<u>1,692</u>
		<u>919,477</u>	<u>1,094,708</u>
Total liabilities		<u>1,606,820</u>	<u>1,566,076</u>
Total equity and liabilities		<u>3,893,812</u>	<u>3,856,236</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)		<u>2.69</u>	<u>2.69</u>
Net tangible assets per share attributable to ordinary equity holders of the Company (RM)		<u>1.04</u>	<u>1.04</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial period ended 30th June 2020 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Non-distributable →			Distributable		Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Exchange Equalisation Reserve RM'000	Investment Revaluation Reserve RM'000	Retained Earnings RM'000	Total RM'000		
As at 1 July 2020	1,950,692	29,977	2,133	301,884	2,284,686	5,474	2,290,160
Loss for the period	-	-	-	(2,579)	(2,579)	(777)	(3,356)
Other comprehensive income for the period, net of tax	-	188	-	-	188	-	188
As at 31 March 2021	1,950,692	30,165	2,133	299,305	2,282,295	4,697	2,286,992
As at 1 July 2019	-	-	-	-	-	-	-
Loss for the period	-	-	-	-	-	-	-
Other comprehensive income for the period, net of tax	-	-	-	-	-	-	-
As at 31 March 2020	-	-	-	-	-	-	-

Notes:

- 1. The financial year end of the Group has been changed from 31st December 2019 to 30th June 2020. As such, there will be no comparative financial information available for the preceding year corresponding period.**
- 2. The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial period ended 30th June 2020 and the accompanying explanatory notes attached to the interim financial statements.**

INTERIM FINANCIAL REPORT

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 Months Financial Period Ended	
	31 March 2021 RM'000	31 March 2020 RM'000
Cash Flows From Operating Activities		
Loss before tax	(1,078)	-
Adjustments for:-		
Provision for inventory obsolescence	1,370	-
Amortisation of:		
- other intangible assets	1,607	-
Depreciation of:		
- investment property	1	-
- property, plant and equipment	106,124	-
- right-of-use assets	10,617	-
Finance costs	30,380	-
Reversal of impairment loss on trade receivables	(180)	-
Dividend income	(180)	-
Interest income	(6,325)	-
Gain on disposal of:		
- property, plant and equipment	(101)	-
Gain on derecognition of right-of-use assets	(94)	-
Property, plant and equipment written off	574	-
Provision for retirement benefits	705	-
Unrealised loss on foreign exchange	143	-
Share of results in joint venture	(13,581)	-
Operating profit before changes in working capital	<u>129,982</u>	<u>-</u>
Decrease/(Increase) in:		
Inventories	35,793	-
Receivables	(31,226)	-
Amounts owing by holding and other related companies	(129,091)	-
(Decrease)/Increase in:		
Payables	22,398	-
Amounts owing to holding and other related companies	93,638	-
Cash generated from operations	<u>121,494</u>	<u>-</u>
Retirement benefits paid	(14,401)	-
Net tax refunded	<u>11,910</u>	<u>-</u>
Net cash generated from operating activities	<u>119,003</u>	<u>-</u>

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 Months Financial Period Ended	
	31 March 2021 RM'000	31 March 2020 RM'000
Cash Flows Used In Investing Activities		
Additions to property, plant and equipment	(39,331)	-
Interest received	6,325	-
Dividend received from investment in joint venture	3,115	-
Dividend income received	180	-
Proceeds from net investment in lease	3,143	-
Proceeds from disposal of:		
- property, plant and equipment	3,559	-
Settlement of debenture matured	1,255	-
	<hr/>	<hr/>
Net cash used in investing activities	(21,754)	-
	<hr/>	<hr/>
Cash Flows Used In Financing Activities		
Interest paid	(31,825)	-
Payment of lease liabilities	(11,246)	-
Repayment of borrowings (net)	(57,000)	-
	<hr/>	<hr/>
Net cash used in financing activities	(100,071)	-
	<hr/>	<hr/>
Net Change in Cash and Cash Equivalents	(2,822)	-
Effects of currency translations	293	-
Cash and Cash Equivalents at beginning of the financial period	77,152	-
	<hr/>	<hr/>
Cash and Cash Equivalents at end of the financial period	<u>74,623</u>	<u>-</u>
	<hr/>	<hr/>
Cash and cash equivalent comprise :-		
Fixed deposit with licensed bank	10,509	-
Cash and cash balances	64,114	-
	<hr/>	<hr/>
	<u>74,623</u>	<u>-</u>
	<hr/>	<hr/>

Notes:

1. The financial year end of the Group has been changed from 31st December 2019 to 30th June 2020. As such, there will be no comparative financial information available for the preceding year corresponding period.
2. The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial period ended 30th June 2020 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2020.

A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and Chapter 9, part K paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”).

The explanatory notes contained herein provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial period ended 30 June 2020.

The accounting policies and methods of computations adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial period ended 30 June 2020.

The adoption of MFRSs or amendments to MFRSs which were effective for financial year beginning on or after 1 July 2020 do not have significant financial impact on the Group.

A2. Seasonal or Cyclical Factors

The operations of the Group are closely linked to the construction sector which would normally experience a slow-down in construction activities during the festive seasons in Malaysia and Singapore.

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INTERIM FINANCIAL REPORT

Notes – Continued

A3. Disaggregation of Revenue

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Cement:				
Sales of clinker, cement and other building materials	308,459	-	885,527	-
Others	23	-	280	-
	<u>308,482</u>	<u>-</u>	<u>885,807</u>	<u>-</u>
Aggregates & Concrete				
Sales of aggregates	2,394	-	6,676	-
Sales of ready-mix concrete	63,819	-	199,907	-
Others	103	-	785	-
	<u>66,316</u>	<u>-</u>	<u>207,368</u>	<u>-</u>
Total Revenue	<u>374,798</u>	<u>-</u>	<u>1,093,175</u>	<u>-</u>

A4. Exceptional or Unusual Items

During the current financial quarter, there was no item of an exceptional or unusual nature that affects the assets, liabilities, equity, net income or cash flows of the Group.

A5. Changes in Estimates of Amount Reported

There was no significant change in estimates of amounts reported in prior interim periods or prior financial periods.

A6. Changes in Debt and Equity Securities

There was no issuances, cancellation, repurchase, resale and repayments of debt and equity securities during the financial period under review.

A7. Dividend Paid

There was no dividend payment during the financial period ended 31 March 2021.

INTERIM FINANCIAL REPORT

Notes – Continued

A8. Segmental Information

Segment information is presented in respect of the Group's business segments, which reflect the Group's internal reporting structure that are regularly reviewed by the Group's chief operating decision maker.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise corporate assets and liabilities that relate to investing and financing activities and cannot be reasonably allocated to individual segments. These include mainly corporate assets, other investments, deferred tax assets/liabilities and current tax assets/liabilities.

The Group is organised into the following main operating segments:

Cement	Cement business and trading of other building materials
Aggregates & Concrete	Aggregates and ready-mixed concrete business

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INTERIM FINANCIAL REPORT

Notes – Continued

A8. Segmental Information (continued)

Analysis of the Group's segment information is as follows:

9 Months Ended 31 March	Cement		Aggregates & Concrete		Elimination		Total	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
External revenue	885,807	-	207,368	-	-	-	1,093,175	-
Inter-segment revenue	18,318	-	-	-	(18,318)	-	-	-
Total revenue	904,125	-	207,368	-	(18,318)	-	1,093,175	-
Segment results								
Profit/(Loss) from operations	39,883	-	(24,162)	-	-	-	15,721	-
Finance costs							(30,380)	-
Share of results in joint venture							13,581	-
Loss before tax							(1,078)	-
Finance costs							30,380	-
Depreciation and amortisation							118,349	-
EBITDA							147,651	-

INTERIM FINANCIAL REPORT

Notes – Continued

A9. Valuation of Property, Plant and Equipment

There is no revaluation of property, plant and equipment brought forward from the previous audited financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

A10. Changes in Group Composition

There was no change in the composition for the Group in this quarter.

A11. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this report.

A12. Subsequent Events

There were no items, transactions or event of material or unusual in nature during the period from the end of the quarter under review to the date of this report.

A13. Commitments

Outstanding commitments in respect of capital commitments at end of reporting date not provided for in the financial statements are as follows:

	As at 31 March 2021 RM'000
In respect of capital expenditure:	
Approved and contracted for	<u>5,045</u>

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INTERIM FINANCIAL REPORT

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Group's Performance

The Group posted revenue and profit before tax of RM374.798 million and RM4 million respectively for the current quarter. For the 9 months ended 31 March 2021, the Group recorded revenue of RM1,093.175 million and loss before tax of RM1.078 million

Cement and clinker domestic sales as well as exports have picked-up from the preceding quarter and have contributed to the improvement in the Group's revenue and profit before tax in the current quarter.

There are no prior year comparisons for the quarter and year-to-date due to the change of the financial year end from 31 December 2019 to 30 June 2020.

B2. Comparison with Preceding Quarter's Results

Quarter ended 31 March 2021 vs. 31 December 2020

	3 Months Ended 31 March 2021 RM'000	3 Months Ended 31 December 2020 RM'000
Revenue	374,798	350,470
Profit/(Loss) before tax	<u>4,000</u>	<u>(6,398)</u>

The Group's revenue in the current quarter was higher than the preceding quarter mainly due to an increase in cement and clinker domestic sales as well as exports. With the better revenue, the Group turned around in the current quarter to record a profit before tax of RM4 million compared to a loss before tax of RM6.398 million in the preceding quarter. Although there was a reinstatement of Movement Control Order ("MCO 2.0") by the Government in January 2021, the restrictions this time around have been less stringent with works on main public infrastructure projects and works on buildings allowed to continue, albeit with certain conditions imposed.

B3. Audit Report of the Preceding Financial Period Ended 30 June 2020

The Auditors' Reports on the financial statements of the financial period ended 30 June 2020 did not contain any qualification.

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INTERIM FINANCIAL REPORT

Notes – Continued

B4. Prospects

The short-term outlook remains challenging. Following the recent significant increase in COVID-19 cases and compounded by new coronavirus variants with higher infection rates, the Country was placed under the Movement Control Order (“MCO 3.0”) from 12 May to 7 June 2021. However, as with MCO 2.0, all economic sectors are allowed to continue operating. For the medium to longer term, the nation’s vaccination programme is making progress and will provide the pathway for a return to normalcy and economic recovery.

The Group maintains its views that the solid dynamics of its main markets remain intact and is confident that the key growth drivers e.g. infrastructure requirements and demand for housing from urbanisation, will continue to underpin demand growth in the longer term. The rebound of the construction sector is also expected to be fuelled by the acceleration in public-sector contracts for ongoing infrastructure projects and the pick-up of other government projects.

B5. Profit Forecast

The Group did not publish any profit forecast or profit guarantee during the current financial quarter.

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INTERIM FINANCIAL REPORT

Notes – Continued

B6. Profit/(Loss) for the period

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	31 March 2021 RM'000	31 March 2020 RM'000	31 March 2021 RM'000	31 March 2020 RM'000
Profit/(Loss) for the period is arrived after charging:				
Provision for inventory obsolescence	390	-	1,370	-
Amortisation of:				
- other intangible assets	542	-	1,607	-
Depreciation of:				
- investment property	-	-	1	-
- property, plant and equipment	34,400	-	106,124	-
- right-of-use assets	3,878	-	10,617	-
Loss on disposal of:				
- property, plant and equipment	372	-	-	-
Property, plant and equipment written off	410	-	574	-
Provision for retirement benefits	238	-	705	-
Unrealised loss on foreign exchange	-	-	143	-
Realised loss on foreign exchange	276	-	-	-
and after crediting:				
Gain on disposal of:				
- property, plant and equipment	-	-	101	-
Gain on derecognition of right-of-use assets	94	-	94	-
Reversal of impairment loss on trade receivable	366	-	180	-
Unrealised gain on foreign exchange	364	-	-	-
Realised gain on foreign exchange	-	-	1,665	-

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Notes – Continued

B7. Taxation

Taxation comprise the following:

	Individual Quarter 3 Months Ended 31 March 2021 RM'000	Cumulative Quarter 9 Months Ended 31 March 2021 RM'000
In respect of current year:		
- income tax	(2,404)	(4,632)
- deferred tax	2,290	4,467
 In respect of prior year:		
- income tax	136	92
- deferred tax	(565)	(2,205)
Total tax expense	<u>(543)</u>	<u>(2,278)</u>

The tax expense for the current quarter has an effective tax rate that is lower than the Malaysian statutory tax rate of 24% due to the Share of results in joint venture that was reported net of tax.

The Group recorded a tax expense despite incurring a loss before tax for the 9 months financial period ended 31 March 2021 mainly due to the non-deductibility of certain expenses for tax purposes and the adjustment for under provision of deferred tax in prior year.

B8. Status of Corporate Proposals

As at the date of this report, corporate proposals announced and pending completion are as follows:-

1. On 15 April 2021, Maybank Investment Bank Berhad (“Maybank IB”) announced that the Company proposes to undertake the issuance of up to 85,000,000 new ordinary shares in the Company (“Placement Shares”) representing approximately 10% of the total number of issued shares of the Company as at 14 April 2021 (“Proposed Placement”).

The Proposed Placement will be undertaken in accordance with the authority granted to the Company under the general mandate to issue new ordinary shares not exceeding 20% of the total number of issued ordinary shares of the Company for the time being pursuant to Sections 75 and 76 of the Companies Act, 2016, the approval of which was obtained from the shareholders of the Company at its 70th annual general meeting (“AGM”) held on 1 December 2020 and shall continue to be in force until the conclusion of the next AGM of the Company.

The application for the listing and quotation of the Placement Shares was approved by Bursa Securities via its letter dated 23 April 2021.

The Proposed Placement is pending completion as of the date of this report.

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Notes – Continued

B8. Status of Corporate Proposals (continued)

2. On 12 May 2021, Maybank IB announced that the Company entered into a conditional share sale and purchase agreement with YTL Cement, its immediate holding company, for the proposed acquisition of the entire equity interest of the following companies which are involved in cement and ready-mixed concrete businesses in Malaysia for a total consideration of RM5,158 million (“Purchase Consideration”), subject to certain adjustments (“Proposed Acquisition”):

- (i) Buildcon Concrete Sdn Bhd;
- (ii) Buildcon-Cimaco Concrete Sdn Bhd;
- (iii) C.I. Readymix Sdn Bhd;
- (iv) Mini-Mix Sdn Bhd;
- (v) Pahang Cement Sdn Bhd and its wholly-owned subsidiary, Straits Cement Sdn Bhd;
- (vi) Perak-Hanjoong Simen Sdn Bhd and its wholly-owned subsidiary, PHS Trading Sdn Bhd;
- (vii) Slag Cement Sdn Bhd;
- (viii) Slag Cement (Southern) Sdn Bhd;
- (ix) SMC Mix Sdn Bhd;
- (x) YTL Cement Marketing Sdn Bhd;

The Purchase Consideration is to be satisfied in the following manner on completion:

- (i) RM2,000 million in cash (“Cash Consideration”), subject to certain adjustments;
- (ii) RM1,408 million through the issuance of 375,506,174 new ordinary shares in the Company (“MCB Shares”) (“Consideration Shares”) at an issue price of RM3.75 per Consideration Share; and
- (iii) RM1,750 million through the issuance of 466,666,667 new irredeemable convertible preference shares in the Company (“ICPS”) (“Consideration ICPS”) at an issue price of RM3.75 per Consideration ICPS.

Any adjustments required to be made to the Purchase Consideration will be made to the Cash Consideration.

The Company is also proposing to amend the Constitution of the Company (“Proposed Amendments”) to facilitate the issuance of the Consideration ICPS pursuant to the Proposed Acquisition.

(The Proposed Acquisition and Proposed Amendments are collectively referred to as the “Proposals”).

INTERIM FINANCIAL REPORT

Notes – Continued

B8. Status of Corporate Proposals (continued)

The Proposals are subject to the following being obtained:

- (i) approval of Bursa Securities for the following:
 - (a) listing and quotation of the Consideration Shares and the new MCB Shares arising from the conversion of the Consideration ICPS on the Main Market of Bursa Securities; and
 - (b) the application to Bursa Securities for its acceptance of a lower public shareholding spread of 20.00% upon completion of the Proposed Acquisition pursuant to Paragraph 2.2 of Practice Note 19 of the Listing Requirements;
- (ii) approval of the shareholders of the Company at an extraordinary general meeting to be convened; and
- (iii) approval, waiver and/or consent of any other relevant authority and/or party, if required.

The conditionality of the Proposals are as follows:

- (i) The Proposed Amendments is conditional upon the Proposed Acquisition but not vice versa.
- (ii) The Proposed Acquisition is conditional upon the completion of the Proposed Placement but not vice versa.

Save for the above, the Proposals are not conditional upon any other corporate exercise/scheme of the Company.

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Notes – Continued

B9. Group Borrowings

The Group borrowings are as follows:

	As at 31 March 2021 RM'000	As at 30 June 2020 RM'000
Short-term borrowings		
Non-secured		
Bonds	-	220,000
Revolving credit and banker's acceptance	372,800	429,800
	<u>372,800</u>	<u>649,800</u>
Long-term borrowings		
Non-secured		
Bonds (non-current)	499,854	279,817
Total Group borrowings	<u>872,654</u>	<u>929,617</u>

All borrowings are denominated in Ringgit Malaysia.

B10. Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- (i) Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (ii) Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).
- (iii) Level 3 : Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At the reporting date, the Group held the following financial instruments carried at fair value on the statement of financial position:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
31 March 2021				
Assets				
Financial assets at fair value through other comprehensive income	395	-	2,377	<u>2,772</u>

INTERIM FINANCIAL REPORT

Notes – Continued

B11. Material Litigation

There was no material litigation pending as at the date of this report.

B12. Dividend

No dividend has been declared for the current financial quarter.

B13. Profit/(Loss) per share

Profit/(Loss) per share is calculated as follows:

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31 March	31 March	31 March	31 March
	2021	2020	2021	2020
Profit/(Loss) attributable to equity holders of the Company (RM'000)	3,635	-	(2,579)	-
Weighted average number of ordinary shares in issue ('000)	849,695	-	849,695	-
Basic and diluted earnings/(loss) per share (sen)	0.43	-	(0.30)	-

The basic and diluted earnings/(loss) per share are the same as the Company has no dilutive potential ordinary shares.

By Order of the Board
HO SAY KENG
Secretary

Kuala Lumpur
Dated: 28 May 2021