

UNAUDITED CONDENSED COMBINED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME OF THE GROUP FOR THE FOURTH QUARTER ENDED 30 JUNE 2021

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2020 RM'000	CURRENT PERIOD TO-DATE 30/06/2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2020 RM'000
Revenue	4,243	2,875	13,695	9,614
Cost of sales	(981)	(440)	(2,458)	(2,171)
Gross profit	3,262	2,435	11,237	7,443
Other income	466	361	2,020	2,155
Administration expenses	(2,543)	(2,164)	(6,881)	(6,622)
Other expenses	(43)	(4)	(88)	(26)
Finance cost	(17)	(6)	(27)	(27)
Profit before tax	1,125	622	6,261	2,923
Tax expense	(691)	(374)	(2,155)	(1,309)
Profit for the period	434	248	4,106	1,614
Other comprehensive income, net of tax				
Items that will not be reclassified subsequently to profit or loss				
Fair value gain/(loss) on equity investment at fair value through other comprehensive income	29	(5)	67	(21)
Total other comprehensive gain/(loss), net of tax	29	(5)	67	(21)
Total comprehensive income for the period	463	243	4,173	1,593
Profit for the period attributable to:				
Equity holders of the parent	434	248	4,106	1,614
	434	248	4,106	1,614
Total comprehensive income for the period attributable to:				
Equity holders of the parent	463	243	4,173	1,593
	463	243	4,173	1,593
Earnings per share (sen) ⁽²⁾				
(i) Basic	0.02	0.01	0.22	0.09
(ii) Diluted	0.02	0.01	0.22	0.09
Proposed/Declared dividends per share (sen)	0.20	0.15	0.20	0.15

NOTES:

¹ The unaudited condensed combined statements of profit or loss and other comprehensive income are prepared based on the consolidated results of Matang Berhad and its subsidiaries for the current quarter/financial year ended 30 June 2021.

² Diluted earnings per share of the Group for the quarter and year to date ended 30 June 2021 is equivalent to the basic earnings per share as the Group does not have convertible options or securities as at the end of the reporting period.

MATANG BERHAD (201501017043 / 1142377-X)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION OF THE GROUP
AS AT 30 JUNE 2021
(The figures have not been audited)

	UNAUDITED	AUDITED
	AS AT	AS AT
	30/06/2021	30/06/2020
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	132,153	132,830
Right-of-use asset	585	303
Investment properties	11,700	12,200
Other investments	154	86
Inventories	1,091	1,058
	<u>145,683</u>	<u>146,477</u>
Current assets		
Inventories	98	130
Biological assets	572	395
Trade and other receivables	2,034	929
Cash, bank balances and short term funds	83,020	40,806
	<u>85,724</u>	<u>42,260</u>
	<u>231,407</u>	<u>188,737</u>
TOTAL ASSETS	231,407	188,737
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	223,981	183,871
Fair value reserve	29	(38)
Retained earnings	110,966	109,575
Merger reserve	(108,000)	(108,000)
Total equity	<u>226,976</u>	<u>185,408</u>
Non-current liabilities		
Lease liability	484	236
Deferred tax liabilities	1,588	1,542
	<u>2,072</u>	<u>1,778</u>
Current Liabilities		
Trade and other payables	1,875	1,236
Lease liability	114	117
Current tax liabilities	370	198
	<u>2,359</u>	<u>1,551</u>
Total liabilities	<u>4,431</u>	<u>3,329</u>
TOTAL EQUITY AND LIABILITIES	231,407	188,737
Net assets per share ² (RM)	<u>0.10</u>	<u>0.10</u>

NOTES:

- The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2020 and the accompanying notes attached to the interim financial results.
- Net assets per share is computed based on equity attributable to owners of the parent divided by the total number of ordinary shares in issue.

MATANG BERHAD (201501017043 / 1142377-X)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY OF THE GROUP
FOR THE FOURTH QUARTER ENDED 30 JUNE 2021
(The figures have not been audited)

	← Non-distributable →			Distributable	Total equity RM '000
	Share Capital RM '000	Merger Reserve ⁽¹⁾ RM '000	Fair Value Reserve RM '000	Retained Earnings RM '000	
12 months ended 30 June 2021					
Balance as at 1 July 2020	183,871	(108,000)	(38)	109,575	185,408
Issuance of shares	40,110	-	-	-	40,110
Total comprehensive income	-	-	67	4,106	4,173
Dividend paid	-	-	-	(2,715)	(2,715)
Balance as at 30 June 2021	223,981	(108,000)	29	110,966	226,976

NOTE:

- 1 This represents the effects of applying the merger method of accounting for the acquisition of Matang Holdings Berhad completed on 14 November 2016. The merger reserve represents the difference between the amount recorded as the cost of investment, which comprised the share capital issued by the Company and the nominal value of share capital of the subsidiary, Matang Holdings Berhad.

MATANG BERHAD (201501017043 / 1142377-X)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW OF THE GROUP
FOR THE YEAR TO DATE ENDED 30 JUNE 2021
(The figures have not been audited)

	12 MONTHS ENDED 30 JUNE	
	2021	2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	6,261	2,923
Adjustments for:		
Depreciation of property, plant and equipment	2,136	2,657
Depreciation of right-of-use asset	121	107
Fair value adjustment of:		
- investment properties	500	-
- biological assets	(177)	(30)
- short term funds	(27)	-
Gain on disposal of property, plant and equipment	(35)	(21)
Gain on modification of lease	(48)	-
Impairment loss on other receivable	22	-
Interest expense	27	27
Interest income	(915)	(1,295)
	7,865	4,368
Operating profit before changes in working capital changes		
Changes in working capital:		
Inventories	(1)	(29)
Trade and other receivables	(1,128)	(136)
Trade and other payables	639	60
	7,375	4,263
Cash generated from operations		
Tax paid	(1,938)	(1,082)
	5,437	3,181
Net cash from operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Fair value on short term funds	27	-
Interest received	915	1,346
Purchase of property, plant and equipment	(1,499)	(79)
Proceeds from disposal of property, plant and equipment	75	21
	(482)	1,288
Net cash (used in) / from investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(2,715)	(2,715)
Proceeds from issuance of ordinary shares	40,110	-
Payments of lease liability	(136)	(126)
	37,259	(2,841)
Net cash from / (used in) financing activities		
	42,214	1,628
NET INCREASE IN CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	40,771	39,143
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	82,985	40,771

Components of cash and cash equivalents are as follows:

	UNAUDITED AS AT	AUDITED AS AT
	30/06/2021	30/06/2020
	RM'000	RM'000
Cash and bank balances	1,248	1,315
Deposits with licensed banks	58,820	22,514
Short term funds	22,952	16,977
	83,020	40,806
Deposits pledged with a licensed bank	(35)	(35)
	82,985	40,771

PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

A1. BASIS OF PREPARATION

The interim financial report of Matang Berhad (“Matang” or the “Company”) and its subsidiaries (the “Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) No. 134 – Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The consolidated interim financial report has been prepared using the principles of merger accounting whereby it is assumed that the transaction constituting the Group had occurred from the earliest date presented in this report and that the Group has operated as a single entity throughout the financial periods presented in this report.

The interim financial report should be read in conjunction with the audited financial statements of the Group for financial year ended 30 June 2020 as well as the accompanying explanatory notes attached to this interim financial report.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the Audited Financial Statement of the Group for financial year ended 30 June 2020 including the adoption of the following, where applicable, during the financial period which were effective from 1 January 2020:

MFRS (including the consequential amendments)

- Amendments to Reference to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 3 Definition of a Business
- Amendments to MFRS 101 and MFRS 108 Definition of Material
- Amendments to MFRS 9, MFRS 139 and MFRS 7 Interest Rate Benchmark Reform
- Amendments to MFRS 4 Insurance Contract – Extension of the Temporary Exemption from Applying MFRS 9
- Amendment to MFRS 16 COVID-19 Related Rent Concessions

Save as highlighted below, the application of the above changes did not have significant impact on this interim financial report.

The following MFRS and Amendments to MFRS have been issued by the Malaysian Accounting Standards Board but are not yet effective to the Group:

Effective for annual periods commencing on or after 1 January 2022

- Annual Improvements to MFRS Standards 2018 – 2020
- Amendments to MFRS 3 Reference to the Conceptual Framework

PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING (CONT’D)

- Amendments to MFRS 116 Property, Plant and Equipment – Proceeds before Intended Use
- Amendments to MFRS 137 Onerous Contracts – Cost of Fulfilling a Contract
- Amendments to MFRS 101 Classification of Liabilities as Current or Non-current
- MFRS 17 Insurance Contracts
- Amendments to MFRS 17 Insurance Contracts
- Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.
- Interest Rate Benchmark Reform - Phase 2 (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)
- Covid-19-Related Rent Concessions beyond 30 June 2021 (Amendment to MFRS 16 Leases)
- Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)
- Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112)

A3. AUDITORS’ REPORT ON PRECEDING AUDITED FINANCIAL STATEMENTS

The preceding year’s audited financial statements, i.e., for financial year ended 30 June 2020, of the Company and the subsidiaries were not subject to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The Group’s quarterly revenue and results are affected by seasonal crop production pattern and weather conditions.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There was no material unusual exceptional item that occurred during the current financial quarter and financial period under review which affected the profit or loss and cash flows of the Group.

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in previous financial years or previous quarter that have a material effect on the results for the current financial period under review.

**PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARDS (“FRS”) 134:
INTERIM FINANCIAL REPORTING (CONT’D)**

A7. DEBT AND EQUITY SECURITIES

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares during this financial period under review.

A8. DIVIDEND PAID

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

A9. SEGMENTAL INFORMATION

The Group is primarily involved in the cultivation of oil palm and sale of FFB. The Group operates an oil palm plantation estate in Johor, Malaysia and as such the operating revenue reflected in the financial quarter under review was derived from the operation of the oil palm plantation.

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

During the financial quarter under review, the Company has carried out valuation of its investment properties in Kawasan Perindustrian Larkin, i.e., the land measuring 1.3 hectares or 3.2 acres held under title HSD 8796, Lot No. TLO 703, Town of Bandar Johor Bahru, District of Johor Bahru, State of Johor Darul Takzim bearing postal address No. 83, Jalan Langkasuka, Kawasan Perindustrian Larkin, 80350 Johor Bahru, Johor Darul Takzim, together with three units of detachable industrial buildings (namely Block A, Block B and Block C) erected thereon (“Larkin Investment Properties”).

For the financial year ended 30 June 2021, the valuation carried out appraised Larkin Investment Properties at a value of RM11.70 million as at 29 June 2021 as compared to RM12.20 million appraised in financial year ended 30 June 2020.

A11. CAPITAL COMMITMENTS

There are no material capital commitments incurred by the Group as at 30 June 2021.

A12. EFFECT OF CHANGES IN COMPOSITION OF THE GROUP

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

A13. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL PERIOD

There are no material events that occurred subsequent to the end of the current financial period.

A14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities nor contingent assets as at the date of this report.

**PART A: EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARDS (“FRS”) 134:
INTERIM FINANCIAL REPORTING (CONT’D)**

A15. RELATED PARTY TRANSACTIONS

There is no related party transaction that had been entered into in the normal course of the business of the Group during the financial period under review.

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PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. REVIEW OF PERFORMANCE

For the fourth financial quarter ended 30 June 2021, the Group recorded operating revenue of RM4.24 million as compared to RM2.88 million in the preceding year's corresponding quarter.

In comparison with the corresponding quarter in the previous financial year, there was an increase in revenue of 47.6% as a result of approximately 100% increase in average FFB price in the current quarter under review while the FFB productions declined by 26.4%. The average FFB price has risen from RM448 per tonne in the preceding year's corresponding quarter to RM897 per tonne in the current quarter under review primarily due to the increase in the crude palm oil prices between the two financial periods. The total FFB production for current quarter under review were 4,728 tonnes as compared to 6,424 tonnes in the corresponding quarter in the preceding year. Whilst, the total Group FFB productions were lower in the current quarter under review as compared to the corresponding quarter in the previous financial year, the Group's FFB yield remained higher than the industry average measured both by way of average yield of Johor State and Malaysia respectively for the quarter under review.

The Group's gross profit for the current quarter was higher at RM3.26 million as compared to RM2.44 million for the preceding year's corresponding quarter mainly due to higher revenue registered in the current quarter under review. The Group's other income for the current quarter increased by 29.1% from RM0.36 million in the preceding years' corresponding quarter to RM0.47 million for the current quarter mainly due to the fair value gain on short term funds and fair value adjustment on agriculture produce. The administration expenses registered an increase of approximately 17.5% from RM2.16 million in preceding year's corresponding quarter to RM2.54 million for the current quarter. The increase was mainly Larkin Investment Property recorded a fair value loss of RM0.50 million following the valuation as explained under Item A10 herein. There was no diminution of value for the same in the last financial year.

The Group's profit before taxation for current quarter increased from RM0.62 million in the preceding year corresponding quarter to RM1.13 million, i.e., with an increase of RM0.51 million. This is mainly due to the increase in gross profit in the current quarter under review of RM0.83 million following to the increase in revenue. The Group's profit after taxation for the current quarter is also higher at RM0.43 million as compared to RM0.25 million in the preceding year corresponding quarter.

On the financial year basis, the revenue for the Group for financial year 2021 increased by about 42.4% from RM9.61 million to RM13.70 million recorded for financial year 2020. FFB productions for the FY under review was slightly lower by 9.0% at 18,814 tonnes in financial year 2021 as compared to 20,677 tonnes in the previous financial year. The average FFB prices increased from RM465 per tonne in previous FY to RM728 per tonne in the financial year under review, i.e., increased by about 56.5%. Gross profit of the Group was higher at RM11.24 million for the financial year under review as compared to RM7.44 million in the previous financial year due to the increase in revenue from high FFB prices.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

The Group's profit before taxation for current financial year was RM6.26 million as compared to RM2.92 million for the previous financial year due to the increase in gross profit as explained above mitigated by slight increase of 3.9% in administration expenses and 6.3% decrease in other income. The decrease in other income was mainly due to reduction in interest income during the financial year under review following Bank Negara Malaysia Overnight Policy Rate cut in the country and rental reductions granted to some of the tenants of Larkin Investment Property. The Group registered higher profit after taxation for the current financial year at RM4.11 million as compared to RM1.61 million for the previous financial year.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S PROFIT BEFORE TAX

The Group reported lower profit before tax of RM1.13 million for the current quarter ended 30 June 2021 as compared to RM1.73 million for the immediate preceding quarter. The lower profit before tax for current quarter under review was due to lower other income and higher administration expenses in the current quarter under review. Other income dropped in the current quarter review due to drop in the rental income despite an increase in fair value adjustment on short term fund. Administration expenses increased in the current quarter review was partly due to the provision for diminution in value of RM0.50 million following the valuation appraised for the Larkin Investment Properties as explained under Item A10 herein.

B3. COMMENTARY ON PROSPECTS

Monthly CPO prices averaged at about RM4,208 per tonne for the quarter under review as compared to the quarter average of RM2,262 per tonne for the corresponding quarter in preceding year. Beyond June 2021, the CPO prices continued to rise from approximately RM3,889 per tonne on 1 July 2021 to above RM4,400 per tonne in early August 2021.

For financial year ended ("FYE") 30 June 2021, the monthly average CPO prices have risen steadily from RM2,519 per tonne in July 2020 to the high of RM4,572 per tonne in May 2021 with a dip to approximately RM3,831 in June 2021. Nevertheless, prices started to climb again in July 2021 to about RM4,536 per tonne as of 4 August 2021.

The strong CPO prices which underline favourable FFB prices going forward shall continue to boost the revenue for the Group in the event that the Group manages to maintain or enhance its total FFB production level. Barring unforeseen adverse weather conditions, disruption in the supply of foreign workers and adverse effects from the movement controls put in place to curb the pandemic of COVID-19, the Group remains committed to improve its production and FFB yield going forward. This couples with the strong FFB prices shall facilitate to keep a buoyant level of revenue of the Group.

B4. PROFIT FORECASTS AND PROFIT GUARANTEES

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement during the current financial period under review.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B5. STATUS OF CORPORATE PROPOSALS

The Company announced on 6 April 2021 that it proposes to undertake the following proposals:

- (a) a private placement of 181,000,000 new ordinary shares in Matang ("Matang Share(s)" or "Share(s)") ("Placement Share(s) I"), representing approximately 10% of the total issued shares of Matang, to Huaren Holdings Sdn Bhd ("Huaren" or the "Investor"), a major shareholder of the Company, at an issue price of RM0.1108 per Placement Share I ("Issue Price I") ("Proposed Private Placement I").
- (b) a private placement of up to 20% of the total issued shares of Matang (excluding treasury shares, if any) ("Placement Shares II") to third-party investor(s) to be identified later at an issue price to be determined later in accordance with the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016 ("Act") ("Proposed Private Placement II").

Collectively, the Proposed Private Placement I and Proposed Private Placement II shall be herein referred to as "Private Placements".

Bursa Securities had, vide its letter on 3 May 2021, approved the listing and quotation of 181,000,000 Placement Shares I and up to 398,200,051 Placement Shares II respectively to be issued pursuant to the Proposed Private Placement I and Proposed Private Placement II subject to the conditions as therein set out in the aforesaid announcement.

The Proposed Private Placement I has been approved by the shareholders in an Extraordinary General Meeting on 28 May 2021. Accordingly, 181,000,000 Placement Shares I have been issued on 3 June 2021 at issue price of RM0.1108 per Share and listed on ACE Market of Bursa Securities on 8 June 2021. A sum of RM20.05 million has been raised from the issuance of Placement Shares I. The Proposed Private Placement I has been completed.

As for Proposed Private Placement II, a total of 181,000,000 out of 398,200,051 Placement Shares II have been issued on 18 May 2021 at issue price of RM0.1108 per Share to certain third-party investors for which a total sum of RM20.05 million has been raised. The issued Placement Shares II have been listed on the ACE Market of Bursa Securities on 20 May 2021. The balance 217,200,051 Placement Shares II shall be issued subject to, amongst others, the successful procurement of third-party investor(s) and the funding requirements of the Group.

Save and except for Proposed Private Placement II as set out above, there was no corporate proposal announced but not completed as at the date of this report.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B6. INCOME TAX EXPENSE

	Quarter ended 30 June 2021 RM	Year-to-date 30 June 2021 RM
Income tax expense		
- Current financial period	506,147	2,084,773
- Under provision in prior years	-	24,645
Deferred tax		
- Current financial period	106,548	111,374
- Under/(Over) provision in prior years	78,621	(65,586)
Total tax expense	691,316	2,155,206

B7. UTILISATION OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING (“IPO”)

Public Issue of 130,000,000 Shares pursuant to Initial Public Offering

Based on the issue price of RM0.13 per share for the Public Issue of the Company on 17 January 2017, the gross proceeds arising from the Public Issue amounting to RM16.90 million has been utilised in the following manner:

Purposes	Approved utilisation RM'000	Actual utilisation RM'000	Deviation: surplus/ (deficit) RM'000	Balance unutilised RM'000	Time frame for utilisation from 17 January 2017
Replanting exercise	250	(250)	-	-	Within 24 months
Capital expenditure	1,786 ⁽¹⁾	(1,127)	-	659	Within 60 months ⁽¹⁾
General working capital					
(i) Day-to-day operational expense	6,888 ⁽¹⁾	(6,888)	-	-	Within 60 months
(ii) Purchase of fertilisers	5,800 ⁽¹⁾	(3,787)	-	2,013	Within 60 months
Estimated listing expenses	2,176	(2,176)	-	-	Within 3 months
Total	16,900	(14,228)		2,672	

Note

(1) Kindly refer to the announcement made by the Company on 26 November 2019 for further details of the Variations (as defined therein the announcement) made.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

Issuance of 362,000,000 Shares pursuant to the Private Placements

Based on the issue price of RM0.1108 per Share for 181,000,000 Placement Shares I and RM0.1108 per Share for 181,000,000 Placement Shares II issued, the total gross proceeds amounting to RM40.11 million has been utilised in the following manner:

Purposes	Approved utilisation	Actual utilisation	Deviation: surplus/ (deficit)	Balance unutilised	Estimated time frame for utilisation⁽¹⁾
	RM'000	RM'000	RM'000	RM'000	
Future acquisitions	23,635 ⁽²⁾	(-)	-	23,635	Within 18 months
For working capital	16,265 ⁽³⁾	(116)	2 ⁽⁴⁾	16,151	Within 18 months
Estimated expenses	210	(208)	(2) ⁽⁴⁾	-	Immediate
Total	40,110	(324)	0	39,786	

The utilisation of proceeds as disclosed for the Private Placements should be read in conjunction with the Circular to the Shareholders of the Company dated 12 May 2021 ("Circular"). Abbreviation used in the Notes below shall have the same meaning as referred to in the Circular.

Notes:

- (1) From the date of receipt of the funds on 8 June 2021 for RM20.05 million (in respect of Proposed Private Placement I) and on 19 May 2021 for RM20.05 million (in respect of Proposed Private Placement II).
- (2) Out of which RM17.00 million from the Proposed Private Placement I and RM6.64 million from the Proposed Private Placement II have been allocated for potential future acquisitions of oil palm plantation(s), durian plantation(s) and/or additional land bank for the development of new oil palm and/or durian plantation(s) within Malaysia.
- (3) Out of which:
 - RM0.96 million has been earmarked for payment of third-party contractor fees for the upkeep, maintenance and management of First Durian Plantation.
 - RM4.50 million shall be used for the development and operational expenditure (including upkeep and maintenance costs) of new/ additional hectareage of durian plantation within the Matang Estate.
 - RM10.80 million shall be used for development and operational expenditure (including upkeep and maintenance costs) for oil palm and durian plantation(s) acquired and/ or new land bank acquired for such plantation(s).
- (4) RM2,400 balance unutilised for estimated expenses has subsequently been re-allocated for the working capital purposes.

B8. GROUP'S BORROWINGS AND DEBT SECURITIES

The Group has no borrowing and no debt securities in issue as at 30 June 2021.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B9. MATERIAL LITIGATION

There is no material litigation or arbitration which has a material effect on the financial position of the Group as at the date of this report and the Board of Directors is not aware of any proceedings pending or threatened against the Group, or of any fact that likely to give rise to any proceedings which may materially and adversely affect the financial position or the business of the Group as at the date of this report.

B10. DIVIDEND

The Board has proposed to declare the first and final dividend of 0.20 sen (FY2020: 0.15 sen) per ordinary share in the Company in respect of financial year ended 30 June 2021, the payment of which shall be subject to the shareholders' approval in the Seventh Annual General Meeting of the Company. The entitlement and payment dates shall be determined by the Board and announced later.

B11. EARNINGS PER SHARE ("EPS")

The basic and diluted EPS for the current financial quarter and financial year-to-date are computed as follows:

	Quarter ended 30 June 2021	Year-to-date 30 June 2021
Net profit attributable to ordinary equity holders of the Company (RM'000)	434	4,106
Number of ordinary shares in issue (unit)	2,172,000,256	2,172,000,256
Weighted average number of ordinary shares in issue (unit)	1,844,712,585	1,844,712,585
Basic EPS (sen) ⁽¹⁾	0.02	0.22
Diluted EPS (sen) ⁽²⁾	0.02	0.22

Note:

- (1) Basic EPS was calculated based on weighted average number of ordinary shares of the Company in issue further to the private placement exercises undertaken in quarter under review. Details of the private placement exercise can be found under Item B5 herein.
- (2) Diluted EPS for the quarter and year to date ended 30 June 2021 is equivalent to the basic EPS as the Company does not have convertible options and securities as at the end of the reporting period.

PART B: ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES (CONT'D)

B12. NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Profit and other comprehensive income of the Group for the financial period is arrived at after charging/(crediting) the following expense/(income):

	Quarter ended 30 June 2021 RM'000	Year-to-date 30 June 2021 RM'000
Interest income	(249)	(915)
Rental income	(162)	(793)
Depreciation and amortisation	590	2,257
Gain on disposal of property, plant and equipment	-	(35)
Fair value loss on investment property	500	500

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Securities are not applicable.

B13. AUTHORISATION FOR ISSUE

The interim financial report was authorised for issue by the Board of Directors on 24 August 2021.

BY ORDER OF THE BOARD OF DIRECTORS
24 AUGUST 2021

