

# **MAGNA PRIMA BERHAD**

Registration No.: 199501040315 (369519-P)

(Incorporated in Malaysia)

**Interim Financial Statements**

**30 June 2021**

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## **Interim Financial Statements - 30 June 2021**

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**MAGNA PRIMA BERHAD**

Registration No.: 199501040315 (369519-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 June 2021

*(The figures have not been audited)*

	AS AT 30/06/2021 RM'000 (Unaudited)	AS AT 31/12/2020 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	260	290
Right-use-of-assets	292	292
Investment properties	377,169	377,169
Land held for property development	119,703	119,915
Deferred tax assets	-	-
	<b>497,424</b>	<b>497,666</b>
<b>Current Assets</b>		
Inventories	42,252	45,914
Contract assets	1,060	894
Contract cost assets	-	-
Trade and other receivables	3,201	5,903
Tax recoverable	82	82
Cash held under Housing Development Accounts	1,518	1,517
Fixed and short term deposits with licensed banks	236	424
Cash and bank balances	1,122	1,439
<b>TOTAL CURRENT ASSETS</b>	<b>49,471</b>	<b>56,174</b>
Non-current assets held for sale	183,662	183,662
<b>TOTAL ASSETS</b>	<b>730,557</b>	<b>737,501</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to Owners of the Company</b>		
Share capital	121,009	121,009
Treasury shares	(2,385)	(2,385)
Other reserves	24,050	20,567
Retained profits	193,920	206,637
	<b>336,594</b>	<b>345,827</b>
<b>Non-controlling interests</b>	<b>324</b>	<b>905</b>
<b>TOTAL EQUITY</b>	<b>336,918</b>	<b>346,732</b>
<b>Non-Current Liabilities</b>		
Borrowings	13,004	21,668
Lease liability	45	45
Deferred tax liabilities	20,869	20,850
	<b>33,918</b>	<b>42,564</b>
<b>Current Liabilities</b>		
Trade and other payables	96,914	81,406
Contract liabilities	1,336	18,722
Borrowings	198,470	187,011
Lease liability	261	261
Current tax liabilities	62,740	60,806
	<b>359,721</b>	<b>348,206</b>
<b>TOTAL LIABILITIES</b>	<b>393,639</b>	<b>390,769</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>730,557</b>	<b>737,501</b>
<b>Net assets per share of RM0.25 each attributable to Owners of the Company (RM)</b>	<b>1.01</b>	<b>1.04</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**MAGNA PRIMA BERHAD**

Registration No.: 199501040315 (369519-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the quarter and period to-date ended 30 June 2021

*(The figures have not been audited)*

	3 months ended		6 months ended	
	30/06/2021 RM'000	30/06/2020 RM'000	30/06/2021 RM'000	30/06/2020 RM'000
Revenue	110	267	3,747	2,254
Cost of sales	(4)	197	(3,403)	(523)
Gross profit	106	464	344	1,731
Other operating income	(8)	1,218	258	1,376
Selling and distribution expenses	-	(20)	(107)	(32)
Administration expenses	(392)	(1,078)	(1,085)	(3,307)
Other operating expenses	(796)	91	(4,790)	(404)
Profit/(Loss) before interest and tax	(1,090)	675	(5,380)	(636)
Finance costs	(3,861)	(2,835)	(7,843)	(8,581)
Profit/(Loss) before taxation	(4,951)	(2,160)	(13,223)	(9,217)
Taxation	(38)	199	(75)	(93)
Profit/(Loss) for the period	(4,989)	(1,961)	(13,298)	(9,310)
Other comprehensive income / (expense) :				
Items that may be reclassified subsequently to profit or loss				
Currency translation differences	-	17,667	3,483	4,962
Other comprehensive income for the period	-	17,667	3,483	4,962
Total comprehensive income for the period	(4,989)	15,706	(9,815)	(4,348)
Profit/(Loss) attributable to:				
Owners of the Company	(4,696)	(1,663)	(12,717)	(8,669)
Non-controlling interests	(293)	(298)	(581)	(641)
	(4,989)	(1,961)	(13,298)	(9,310)
Total comprehensive income/(expense) attributable to:				
Owners of the Company	(4,696)	16,004	(9,234)	(3,707)
Non-controlling interests	(293)	(298)	(581)	(641)
	(4,989)	15,706	(9,815)	(4,348)
Earnings per share attributable to Owners of the Company:				
- Basic (sen)	(1.41)	(0.50)	(3.82)	(2.61)

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 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**MAGNA PRIMA BERHAD**

Registration No.: 199501040315 (369519-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 30 June 2021

*(The figures have not been audited)*

	Attributable to Owners of the Company							Non-controlling Interests	Total Equity
	Non-Distributable				Distributable		Total		
	Share capital	Treasury shares	Capital reserve	Translation reserve	Retained profit/(loss)				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
Balance as at 1 January 2021	121,009	(2,385)	19,706	860	206,637	345,827	905	346,732	
Prior year adjustment				-	-	-		-	
Profit / (Loss) for the period	-	-	-	-	(12,717)	(12,717)	(581)	(13,298)	
Other comprehensive expense for the period	-	-	-	3,484		3,484	-	3,484	
Total comprehensive income / (expense) for the period	-	-	-	3,484	(12,717)	(9,233)	(581)	(9,814)	
Balance as at 30 June 2021	121,009	(2,385)	19,706	4,344	193,920	336,594	324	336,918	
Balance as at 1 January 2020	121,009	(2,385)	19,706	(12,053)	357,512	483,788	2,235	486,023	
Profit / (Loss) for the period	-	-	-	-	(150,875)	(150,875)	(1,329)	(152,204)	
Other comprehensive income for the period	-	-	-	12,914	-	12,914	-	12,914	
Total comprehensive income / (expense) for the period	-	-	-	12,914	(150,875)	(137,961)	(1,329)	(139,290)	
Balance as at 31 December 2020	121,009	(2,385)	19,706	860	206,637	345,827	905	346,732	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**MAGNA PRIMA BERHAD**

Registration No.: 199501040315 (369519-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the period ended 30 June 2021

*(The figures have not been audited)*

	<b>6 months ended 30/06/2021 RM'000</b>	6 months ended 30/06/2020 RM'000
<b>Cash Flows From Operating Activities</b>		
Loss before taxation	<b>(13,223)</b>	(9,217)
Adjustments for :-		
Depreciation of property, plant and equipment	<b>30</b>	-
Impairment of trade receivables	-	-
Revaluation of Property, plant and equipment	-	-
Overprovision for liquidated and ascertained damages	-	-
Reversal impairment loss of trade receivables	-	-
Loss on deconsolidation of a subsidiary	-	-
Unrealised foreign exchange loss / (gain)	-	-
Finance income	<b>(11)</b>	(8)
Finance expense	<b>7,843</b>	8,581
Operating profit before changes in working capital	<b>(5,361)</b>	(644)
Changes in working capital		
Inventories	<b>3,662</b>	-
Contract assets	<b>(166)</b>	(4,825)
Contract cost liabilities	<b>(17,385)</b>	978
Amount owing by/to customers on contract	-	-
Trade and other receivables	<b>2,699</b>	(1,951)
Other receivables	-	-
Assets classified as held for sale	-	-
Trade and other payables	<b>15,472</b>	9,982
Deferred revenue	-	-
Other payables	-	-
Contract liabilities	-	-
	<b>4,283</b>	4,184
Net cash (used in)/generated from operations	<b>(1,078)</b>	<b>3,540</b>
Interest paid	<b>(1,790)</b>	(5,220)
Interest received	<b>11</b>	8
Tax paid	<b>118</b>	-
	<b>(1,661)</b>	(5,212)
Net cash used in operating activities	<b>(2,739)</b>	(1,672)
<b>Cash Flows From Investing Activities</b>		
Net devaluation of investment property	-	-
Proceeds from disposal of property, plant and equipment	<b>212</b>	-
Net cash inflow/(outflow) from deconsolidation of the subsidiary	-	-
Net cash generated from investing activities	<b>212</b>	-
<b>Cash Flows From Financing Activities</b>		
Repayment of hire purchase liabilities	-	(31)
Repayment of bank borrowings	<b>(2,100)</b>	(2,427)
Fixed deposits with licensed banks	<b>(11)</b>	2,288
Net cash used in financing activities	<b>(2,111)</b>	(170)
<b>Net change in cash &amp; cash equivalents</b>	<b>(4,638)</b>	(1,842)
<b>Cash &amp; cash equivalents at the beginning of the financial period</b>	<b>3,189</b>	4,658
<b>Effect of exchange rate changes</b>	<b>4,123</b>	1,204
<b>Cash &amp; cash equivalents at the end of the financial period</b>	<b>2,673</b>	4,020

Cash and cash equivalents at the end of the financial period comprises:

	<b>As at 30/06/2021 RM'000</b>	As at 30/06/2020 RM'000
Cash and bank balances	<b>1,122</b>	1,938
Cash held under Housing Development Accounts	<b>1,518</b>	1,933
Fixed and short term deposits with licensed banks	<b>236</b>	526
	<b>2,876</b>	4,397
Less: Fixed deposits pledged with licensed banks	<b>(203)</b>	(377)
	<b>2,673</b>	4,020

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**A Explanatory Notes Pursuant To MFRS 134**

**A1 Basis of Preparation**

The unaudited interim financial report has been prepared in accordance with the reporting requirements as set out in the Malaysian Financial Reporting Standards ("MFRS") No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

**A2 Significant Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2020, except for the adoption of the following new standards and amendments/improvements to existing standards that are applicable to the Group for the financial period beginning 1 January 2020 as set out below:

**MFRSs, Amendments to MFRSs and Interpretations**

Amendments to MFRS 2	Share Based Payments
Amendments to MFRS 3	Business Combination
Amendments to MFRS 6	Exploration for and Evaluation of Mineral Resources
Amendments to MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 101	Presentation of Financial Statements
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to MFRS 134	Interim Financial Reporting
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
Amendments to MFRS 138	Intangible Assets
Amend to IC Interpretation 12	Service Concession Arrangements
Amend to IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amend to IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amend to IC Interpretation 22	Foreign Currency Transaction and Advance Considerations
Amend to IC Interpretation 132	Intangible Assets - Web Site Costs

The effective new standards and amendments/improvements to existing standards above did not have any significant impact to the financial results and position of the Group.

**A2.1 Amendments to MFRSs and IC Interpretations were issued but not yet effective and have not been applied by the Group:**

<b>MFRSs, Amendments to MFRSs and Interpretations</b>		<b>Effective for dates financial period beginning on or after</b>
Amendments to MFRS 4	Insurance Contracts	1 January 2021
Amendments to MFRS 7	Financial Instruments : Disclosures	1 January 2021
Amendments to MFRS 9	Financial Instruments	1 January 2021
Amendments to MFRS 16	Leases	1 January 2021
Amendments to MFRS 139	Financial Instruments : Recognition and Measurement	1 January 2021

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have a material impact to the financial statements of the Group upon their initial recognition. The Group is currently assessing the impact of these standards and plans to adopt these standards on the respective effective dates.

**A3 Auditors' Report For The Financial Year Ended 31 December 2020**

The auditors' report on the financial statements for the financial year ended 31 December 2020 was not subjected to any qualification.

**A4 Seasonal or Cyclical Factors**

The Group's operations during the financial period under review were not materially affected by any seasonal or cyclical factors.

**A5 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items which affect the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and current financial period under review.

**A6 Material Changes in Estimates of Amounts**

There were no changes in estimates that have had any material effect on the results for the current quarter and current financial period under review.

**A7 Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial period, except:

1) Share buy back

The Company repurchased 2,285,500 ordinary shares at an average price of RM1.044 each of its issued share capital from the open market.

	<b>No. of Treasury Shares Units</b>	<b>Treasury Shares RM</b>
Balance as at 1 January 2021 / 30 June 2021	<u>2,285,500</u>	<u>2,385,431</u>

None of the treasury shares held were resold or cancelled during the period under review.

**A8 Dividends Paid**

No dividend was paid during the quarter under review.

**A9 Segmental Analysis**

The Group's segmental reports for the current financial period are as follows:

<b>By operating segment :</b>						
	<b>Property Devt RM'000</b>	<b>Const. &amp; Engineering RM'000</b>	<b>Trading RM'000</b>	<b>Non- reportable segments RM'000</b>	<b>Intersegment eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b><u>Period ended 30/06/2021 :</u></b>						
Total revenue	3,747	-	-	-	-	3,747
Intersegment revenue	-	-	-	-	-	-
<b>Segment revenue :</b>	<b><u>3,747</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,747</u></b>
<b><u>Primary geographical markets:</u></b>						
Australia	-	-	-	-	-	-
Malaysia	3,747	-	-	-	-	3,747
	<b><u>3,747</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,747</u></b>
<b><u>Nature of product</u></b>						
Commercial properties	3,747	-	-	-	-	3,747
Residential properties	-	-	-	-	-	-
	<b><u>3,747</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,747</u></b>
<b><u>Timing of revenue recognition:</u></b>						
Good transferred at a point in time	3,747	-	-	-	-	3,747
Good transferred over time	-	-	-	-	-	-
	<b><u>3,747</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,747</u></b>
<b>Segment profit / (loss) before tax :</b>	<b><u>(10,492)</u></b>	<b><u>(7)</u></b>	<b><u>(7)</u></b>	<b><u>(1,708)</u></b>	<b><u>(1,010)</u></b>	<b><u>(13,224)</u></b>
<i>Included in the segment profit / (loss) are :-</i>						
Finance income	-	-	-	-	-	-
<b>Segment assets :</b>	<b><u>930,613</u></b>	<b><u>40,139</u></b>	<b><u>4</u></b>	<b><u>370,941</u></b>	<b><u>(611,138)</u></b>	<b><u>730,559</u></b>
<b>Segment liabilities :</b>	<b><u>658,676</u></b>	<b><u>72,398</u></b>	<b><u>2,465</u></b>	<b><u>142,145</u></b>	<b><u>(482,044)</u></b>	<b><u>393,642</u></b>



Period ended 30/06/2020 :

Total revenue	2,172	-	-	82	-	2,254
Intersegment revenue	-	-	-	1,886	(1,886)	-
Segment revenue :	<u>2,172</u>	<u>-</u>	<u>-</u>	<u>1,968</u>	<u>(1,886)</u>	<u>2,254</u>

Primary geographical markets:

Australia	-	-	-	-	-	-
Malaysia	2,254	-	-	-	-	2,254
	<u>2,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,254</u>

Nature of product

Commercial properties	2,254	-	-	-	-	2,254
Residential properties	-	-	-	-	-	-
	<u>2,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,254</u>

Timing of revenue recognition:

Good transferred at a point in time	2,172	-	-	-	-	2,172
Good transferred over time	82	-	-	-	-	82
	<u>2,254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,254</u>

Segment profit / (loss) before tax : (7,289)      (166)      (7)      (1,826)      71      (9,217)

Included in the segment profit / (loss) are :-

Finance income      7      -      -      1      -      8

Segment assets :      938,920      41,312      5      467,826      (612,087)      835,976

Segment liabilities :      631,368      61,344      2,450      134,438      (470,883)      358,717

**By geographical segment :**

The Group's activities are carried out in Malaysia and Australia, represented by the following geographical segments :-

	<b>Malaysia RM'000</b>	<b>Australia RM'000</b>	<b>Consolidated RM'000</b>
<b>Period ended 30/06/2021 :</b>			
<b>Total revenue</b>	3,747	-	3,747
<b>Intersegment revenue</b>	-	-	-
<b>Segment revenue :</b>	<u>3,747</u>	<u>-</u>	<u>3,747</u>
<b>Segment profit / (loss) before tax :</b>	<u>(108)</u>	<u>(13,116)</u>	<u>(13,224)</u>
<b>Segment assets :</b>	<u>554,194</u>	<u>176,365</u>	<u>730,559</u>
<b>Segment liabilities :</b>	<u>389,845</u>	<u>3,797</u>	<u>393,642</u>

Period ended 30/06/2020 :

Total revenue	2,254	-	2,254
Intersegment revenue	-	-	-
Segment revenue :	<u>2,254</u>	<u>-</u>	<u>2,254</u>

Segment profit before tax : (10,586)      1,369      (9,217)

Segment assets : 745,505      90,471      835,976

Segment liabilities : 355,872      2,845      358,717

**Major customers**

The Group is engaged primarily in property development and sells real estate properties by individual units to the mass market. As such, the Group does not have reliance on any particular major customer.

**A10 Property, Plant and Equipment**

Investment properties are stated at fair value, which has been determined base on the valuations performed by independent valuer. The fair value of the properties has been determined using comparison method depending on the nature of the property.

**A11 Material Events Subsequent to the End of the Period**

As per Bursa announcement as follows :-

- 1) 24 June 2020 - Default in payment to Alliance Bank Malaysia Berhad pursuant to paragraph 9.19A of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.
- 2) 17 July 2020 - Receiver and Manager appointed for Magna Ecocity Sdn Bhd (ME), a subsidiary of Magna Prima Berhad
- 3) There is no major development as per Bursa Malaysia Securities updates on 22 July, 24 Aug, 21 Sept, 19 Oct, 19 Nov, 12 Dec 2020, 19 Jan, 23 Feb, 22 Mar, 21 April, 20 May 2021, 28/6 and 27/7.

**A12 Changes in the Composition of the Group**

There was no changes in the composition of the Group during the current financial period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations.

**A13 Contingent Liabilities**

Details of contingent liabilities of the company are as follows :

Company	As at 30/06/2021 RM'000	As at 31/12/2020 RM'000
	Utilised portion of corporate guarantees given to financial institutions for facilities granted to subsidiary companies:	
- Secured on assets of subsidiary companies	201,760	208,679
Utilised portion of corporate guarantees given to trade payables of subsidiary companies for credit facilities granted to subsidiary companies:		
- Unsecured	2	2
	<u>201,762</u>	<u>208,681</u>

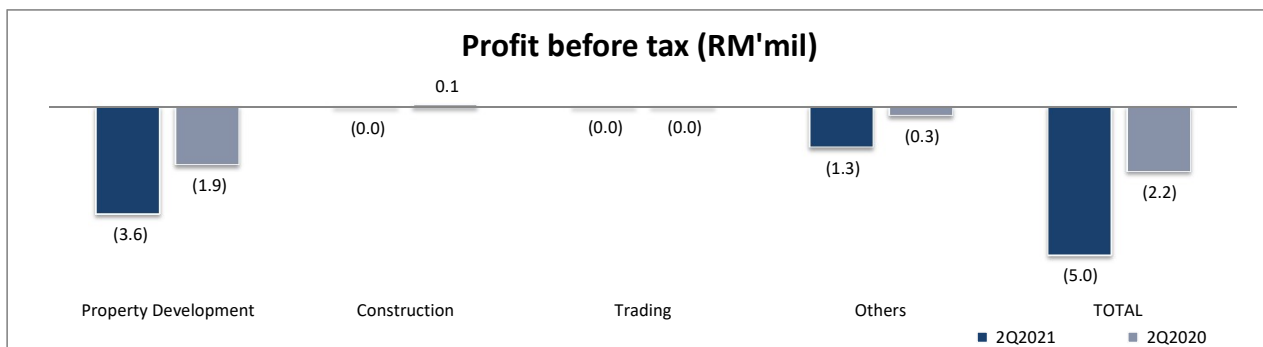
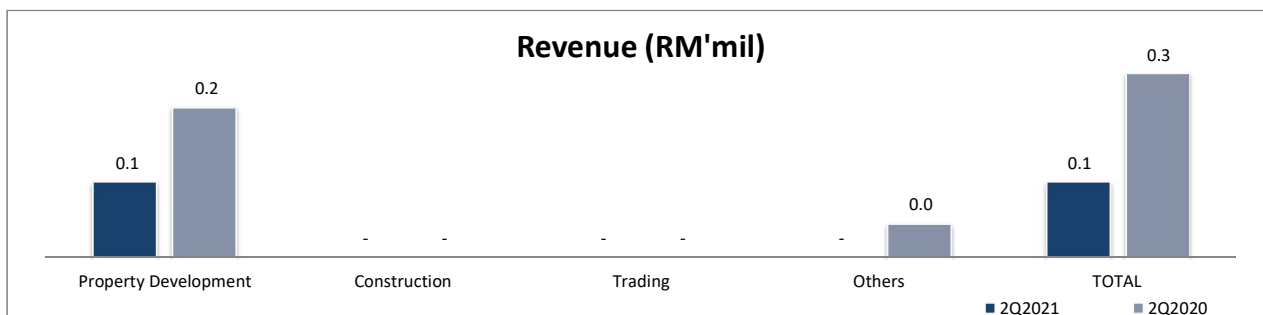
**B Bursa Malaysia Listing Requirements**

**B1 Review of Performance - Comparison with Previous Corresponding Period and Quarter**

	30/06/2021 RM'000	6 months ended 30/06/2020 RM'000	Changes %
	Revenue	3,747	2,254
Cost of sales	(3,403)	(523)	551%
Gross profit	344	1,731	(80%)
Profit/(Loss) before interest and tax	(5,380)	(636)	746%
Profit/(Loss) before taxation	(13,223)	(9,217)	43%
Profit/(Loss) for the period	(13,298)	(9,310)	43%
Profit/(Loss) attributable to:			
Owners of the Company	(12,717)	(8,669)	47%

For the 6 months ended 30 June 2021, the Group achieved a revenue of RM3.7 million, an increase of 66% compared to previous corresponding period amounting to RM2.3 million and an increase of 43% for loss before tax of RM13.2 million compared to loss of RM9.2 million recorded in the previous corresponding period ended 30 June 2020.

Revenue improves due to sales of a commercial unit in Boulevard Commercial Centre at Jalan Kuching, and Loss before taxation increase by 43% due to lower selling price and the increase of other operating expenses.

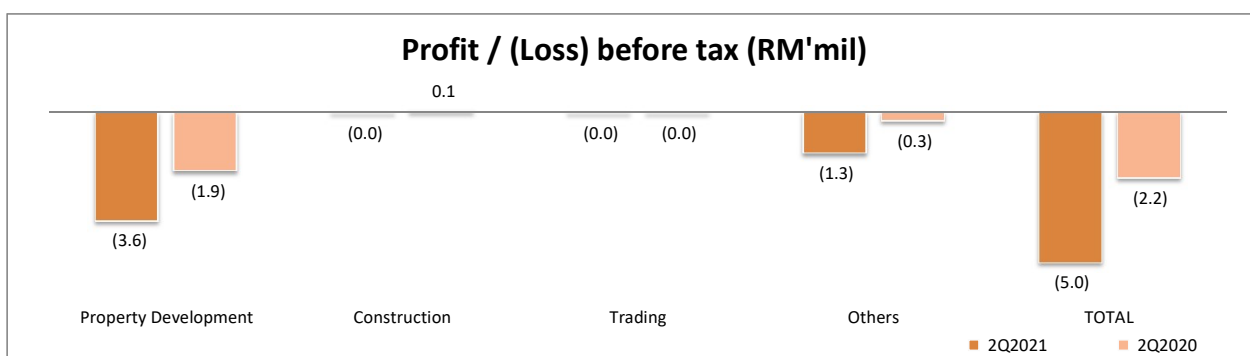
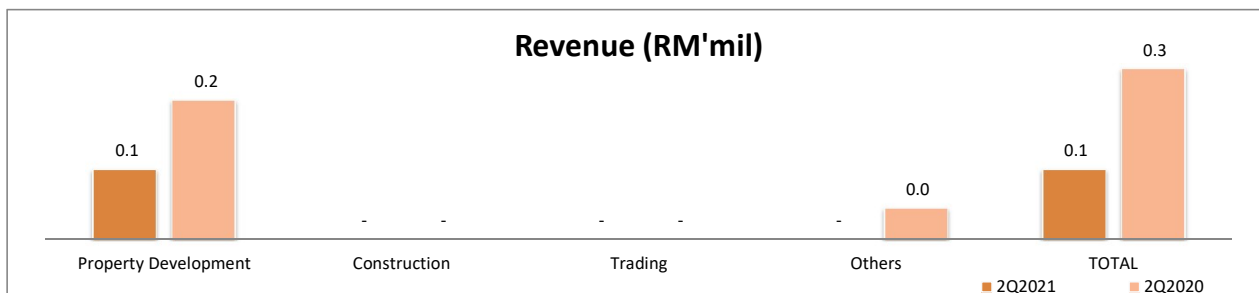


**B1 Review of Performance - Comparison with Previous Corresponding Period and Quarter (cont'd)**

For the current quarter ended 30 June 2021, the Group recorded a revenue of RM0.1 million, an decrease of 77% from RM0.3 million compared to the previous corresponding quarter ended 30 June 2020.

The decrease in revenue for current quarter was due to the continue sentiment during the Conditional Movement Control Order ("CMCO") implemented by the government under the Prevention and Control of Infections Disease Act 1988 to curb the spread of Covid-19 pandemic.

The loss before tax for the current quarter is RM5.0 million, an increase of 17% as compared to loss before tax of RM2.2 million in the corresponding quarter. This is mainly due to lower selling price of Boulevard Business Centre at Jalan Kuching .



**Property Development**

The property development segment recorded a revenue of RM0.1 million and loss before tax of RM3.6 million in the current quarter compared to revenue of RM0.2 million and loss before tax of RM1.9 million in the corresponding quarter.

**Construction & Engineering**

The Construction & Engineering segment registered no revenue and loss before tax of RM0.02 million in current quarter as compared to no revenue and loss before tax of RM-0.06 million in the corresponding quarter.

The construction and engineering segment only carried out internal projects.

**Trading**

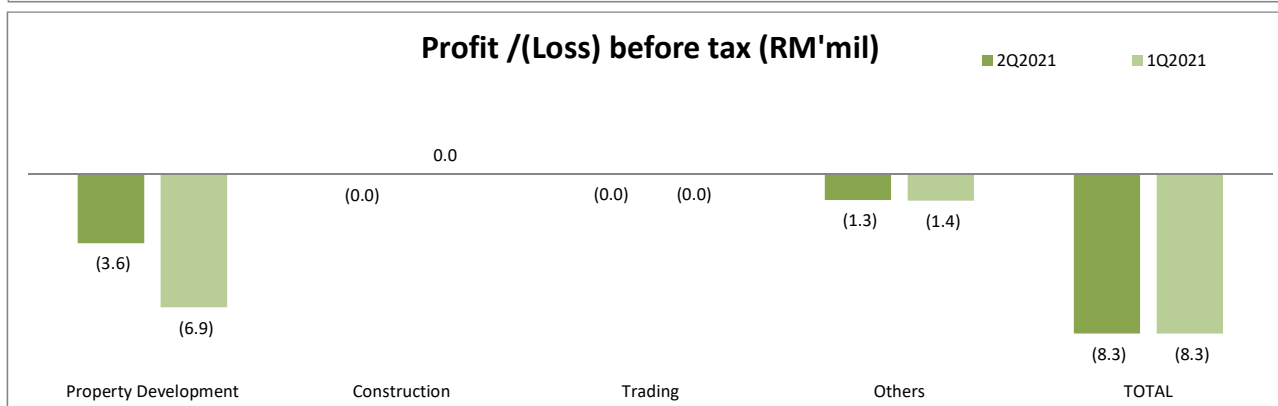
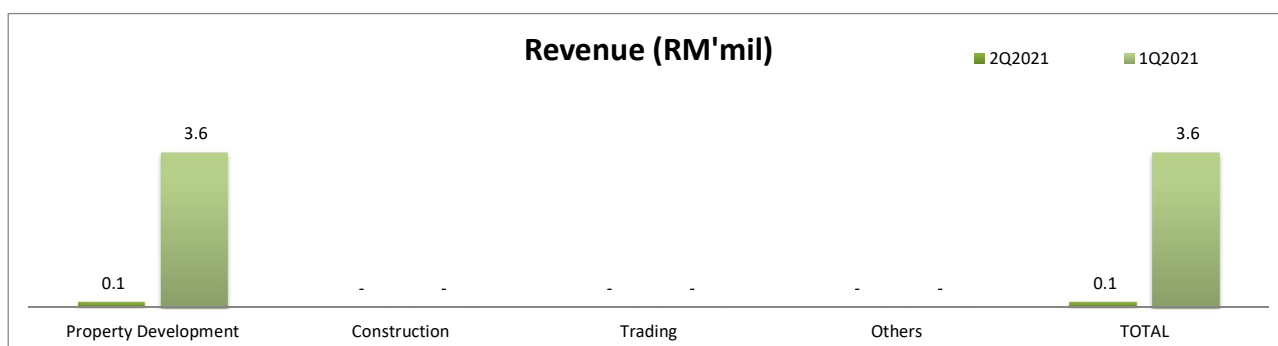
The trading segment had discontinued operation.

**B2 Review of Performance - Comparison with Immediate Preceding Quarter**

	<b>Current Quarter 30/06/2021 RM'000</b>	Immediate Preceding 31/03/2021 RM'000	Changes %
Revenue	<b>3,747</b>	3,637	3%
Cost of sales	<b>(3,403)</b>	(3,399)	0%
Gross profit	<b>344</b>	238	45%
Profit/(Loss) before interest and tax	<b>(5,380)</b>	(4,290)	25%
Profit/(Loss) before taxation	<b>(13,223)</b>	(8,272)	60%
Profit/(Loss) for the period	<b>(13,298)</b>	(8,309)	60%
Profit/(Loss) attributable to: Owners of the Company	<b>(12,717)</b>	(8,021)	59%

For the current quarter, the Group recorded a revenue of RM3.7 million, as compared to turnover RM3.6 million in the immediate preceding quarter ended 31 March 2021.

The Group posted a loss before tax of RM13.2 million in the current quarter, as compared to loss before tax of RM8.3 million in the immediate preceding quarter ended 31 March 2021.



**B3 Prospects for the Current Financial Year**

The Board expects the current financial year to be challenging due to the ongoing Covid-19 pandemic. With the current lockdown (FMCO) with effective from 01 June 2021 until today it affects the ability to sell the inventory. However with the vaccination programme in place, we expect the economy to recover progressively.

**B4 Variance from Profit Forecast and Profit Guarantee**

Not applicable as there were no profit forecast and profit guarantee published.

**B5 Taxation**

The breakdown of income tax charge is as follows:

<b>Group</b>	<b>3 months ended</b>	
	<b>30/06/2021</b>	<b>30/06/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
In respect of :		
- current year	<b>75</b>	76
- deferred taxation	<b>-</b>	17
	<b><u>75</u></b>	<b><u>93</u></b>

The effective tax rate of the Group for the financial period ended 31 December 2020 is not consistent with the applicable statutory tax rate of 30% imposed by the Australian Tax Authority and 24% under the Malaysian statutory tax rate due to unrelieved tax losses.

**B6 Corporate Proposals**

On 3 May 2021, Bursa Securities has approve the listing of and quotation for up to 66,524,500 new ordinary shares in MPB to be issued pursuant to the Proposed Private Placement and was not completed as at 12 August 2021, being the latest practicable date which is not earlier than 7 days from the date of the issuance of this interim financial statements.

**B7 Group Borrowings**

Details of Group borrowings as at 30 June 2021 are as follows:

<b>Secured</b>	<b>As at</b>	<b>As at</b>
	<b>30/06/2021</b>	<b>31/12/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Borrowings repayable		
- within 12 months	<b>198,470</b>	110,402
- after 12 months	<b>13,004</b>	98,276
Total borrowings	<b><u>211,474</u></b>	<b><u>208,678</u></b>

**B8 Details of Financial Instruments with Off Balance Sheet Risks**

There were no off-balance sheet risks envisaged as at the date of this report that might materially affect the Group's business position.

**B9 Changes and Details of Pending Material Litigation**

There is no material litigation to be disclosed in these interim financial statements.

**B10 Dividend Proposed/Declared**

There were no dividend proposed for the current financial quarter ended 30 June 2021.

**B11 Earnings per Share ("EPS")**

**(a) Basic EPS**

The basic earnings per share has been calculated by dividing the Group's net profit attributable to ordinary equity holders of the Company for the period to-date by the weighted average number of ordinary shares in issue.

	<b>6 months ended</b>	
	<b>30/06/2021</b>	30/06/2020
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	<b>(12,717)</b>	(8,669)
Weighted average number of ordinary shares in issue ('000)	<b>332,627</b>	332,627
Basic EPS (sen)	<b><u>(3.82)</u></b>	<u>(2.61)</u>

**(a) Basic EPS**

The basic EPS is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period excluding treasury shares held by the Company.

**B12 Additional disclosures pursuant to para 16, Part A, Appendix 9b of Bursa Malaysia Securities Berhad Listing Requirements**

	<b>6 months ended</b>	
	<b>30/6/2021</b>	<b>30/6/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Depreciation of property, plant and equipment	30	-
Interest expenses	7,843	8,581
Interest income	(11)	(8)
Other income	258	1,376
Unrealised (gain)/loss of foregin exchange	4,123	1,204
Loss on deconsolidation of a subsidiary	-	-

Other than items above which have been included in the profit or loss, there were no impairment of assets or exceptional items which may have an effect on the results for the current financial period under review.

- END OF REPORT-