

GLOMAC BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

GLOMAC BERHAD

Company No. 110532-M
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

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GLOMAC BERHAD (110532-M)

Quarterly Report On Consolidated Results
FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

(The figures have not been audited)

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

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/01/2020 RM'000	31/01/2019 RM'000	31/01/2020 RM'000	31/01/2019 RM'000
Revenue	**74,024**	79,032	**187,406**	192,402
Cost of sales	**(50,675)**	(57,975)	**(128,780)**	(138,582)
Gross profit	**23,349**	21,057	**58,626**	53,820
Investment income	**1,044**	1,052	**2,953**	3,079
Other operating income	**313**	364	**2,151**	1,326
Share of profits/(losses) of associated companies	**24**	(1)	**(456)**	(181)
Marketing expenses	**(1,985)**	(1,464)	**(4,840)**	(3,969)
Administrative expenses	**(4,348)**	(5,530)	**(13,517)**	(20,155)
Other operating expenses	**(1,825)**	(1,552)	**(5,023)**	(5,401)
Finance costs	**(5,263)**	(5,585)	**(14,679)**	(14,958)
Profit before tax	**11,309**	8,341	**25,215**	13,561
Income tax credit/(expense)	**3,715**	(6,319)	**(845)**	(9,472)
Profit for the financial period	**15,024**	2,022	**24,370**	4,089
Other Comprehensive Income:				
Foreign currency translation	**(107)**	6	**(121)**	6
Total comprehensive income for the financial period	**14,917**	2,028	**24,249**	4,095

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/01/2020 RM'000	31/01/2019 RM'000	31/01/2020 RM'000	31/01/2019 RM'000
Profit attributable to:-				
Owners of the Company	**12,141**	1,432	**21,189**	3,502
Non-controlling interests	**2,883**	590	**3,181**	587
	15,024	2,022	**24,370**	4,089
Total comprehensive income attributable to:				
Owners of the Company	**12,034**	1,438	**21,068**	3,508
Non-controlling interests	**2,883**	590	**3,181**	587
	14,917	2,028	**24,249**	4,095
Earnings per share (sen)				
(i) Basic	**1.56**	0.18	**2.73**	0.44
(ii) Diluted	**1.56**	0.18	**2.73**	0.44

(This Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 April 2019)

GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2020

	As at 31/01/2020 RM'000 (Unaudited)	As at 30/04/2019 RM'000 (Audited)
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	**44,654**	47,426
Rights of use of lease assets	**10,379**	-
Prepaid lease payments on leasehold land	**-**	48
Investment properties	**375,475**	375,475
Inventories - land held for property development	**764,184**	784,908
Investment in associated companies	**28,748**	29,204
Other investments	**4,000**	4,000
Goodwill on consolidation	**395**	395
Deferred tax assets	**56,759**	35,798
Total Non-current Assets	**1,284,594**	1,277,254
CURRENT ASSETS		
Inventories - completed units	**123,452**	132,750
Inventories - property development costs	**92,399**	77,911
Contract assets	**52,471**	70,643
Contract costs	**7,284**	5,860
Trade receivables	**96,401**	124,970
Other receivables	**35,011**	28,905
Tax recoverable	**23,251**	26,783
Fixed deposits and short term placements	**35,563**	24,340
Cash and bank balances	**136,962**	130,276
Total Current Assets	**602,794**	622,438
TOTAL ASSETS	**1,887,388**	1,899,692
EQUITY AND LIABILITIES		
EQUITY		
Issued capital	**418,632**	418,632
Reserves:-		
Capital reserve	**300**	300
Equity-settled employee benefits reserve	**3,535**	4,686
Foreign currency translation reserve	**594**	715
Retained earnings	**694,195**	678,215
Reserves	**698,624**	683,916
Treasury shares	**(11,369)**	(10,413)
Restricted shares grant reserve	**(1,387)**	(1,387)
Equity attributable to owners of the Company	**1,104,500**	1,090,748
Non-controlling interests	**37,293**	34,112
TOTAL EQUITY	**1,141,793**	1,124,860

	As at 31/01/2020 RM'000 (Unaudited)	As at 30/04/2019 RM'000 (Audited)
NON-CURRENT LIABILITIES		
Borrowings	**234,710**	248,684
Lease liabilities	**6,366**	-
Deferred tax liabilities	**1,678**	1,678
Contract liabilities	**220**	108
Total Non-current Liabilities	**242,974**	250,470
CURRENT LIABILITIES		
Trade payables	**95,334**	118,809
Other payables and accrued expenses	**35,249**	42,867
Provisions	**96,078**	97,181
Contract liabilities	**12,140**	4,311
Borrowings	**243,141**	259,848
Lease liabilities	**3,926**	-
Tax liabilities	**16,753**	1,346
Total Current Liabilities	**502,621**	524,362
Total Liabilities	**745,595**	774,832
TOTAL EQUITY AND LIABILITIES	**1,887,388**	1,899,692
Net assets per share attributable to owners of the Company - RM	**1.42**	1.40

(This Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 April 2019)

GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

	Attributable to owners of the Company									
		Non-distributable reserves					Distributable reserve			
	Issued capital RM'000	Capital reserve RM'000	Equity-settled employee benefits reserve RM'000	Foreign curency translation reserve RM'000	Treasury shares RM'000	Restricted shares grant reserve RM'000	Retained earnings RM'000	Sub-total RM'000	Non-controlling interest RM'000	Total equity RM'000
Balance as at 1 May 2019	418,632	300	4,686	715	(10,413)	(1,387)	678,215	1,090,748	34,112	1,124,860
Profit for the period	-	-	-	-	-	-	21,189	21,189	3,181	24,370
Other comprehensive loss for the period	-	-	-	(121)	-	-	-	(121)	-	(121)
Total comprehensive income for the period	-	-	-	(121)	-	-	21,189	21,068	3,181	24,249
Dividend to owners of the Company	-	-	-	-	-	-	(6,209)	(6,209)	-	(6,209)
Effect of expiration of Employees' Shares Option Scheme ("ESOS")	-	-	(1,000)	-	-	-	1,000	-	-	-
Share-based payment under Employees' Share Scheme ("ESS")	-	-	(151)	-	-	-	-	(151)	-	(151)
Repurchase of treasury shares	-	-	-	-	(956)	-	-	(956)	-	(956)
Balance as at 31 January 2020	**418,632**	**300**	**3,535**	**594**	**(11,369)**	**(1,387)**	**694,195**	**1,104,500**	**37,293**	**1,141,793**
Balance as at 1 May 2018	418,632	300	6,027	738	(5,349)	(1,387)	673,325	1,092,286	37,155	1,129,441
Profit for the period	-	-	-	-	-	-	3,502	3,502	587	4,089
Other comprehensive income for the period	-	-	-	6	-	-	-	6	-	6
Total comprehensive income for the period	-	-	-	6	-	-	3,502	3,508	587	4,095
Dividend to non-controlling shareholders of subsidiary companies	-	-	-	-	-	-	-	-	(2,880)	(2,880)
Dividend to owners of the Company	-	-	-	-	-	-	(11,731)	(11,731)	-	(11,731)
Effect of expiration of Employees' Shares Option Scheme ("ESOS")	-	-	(1,901)	-	-	-	1,901	-	-	-
Share-based payment under Employees' Share Scheme ("ESS")	-	-	564	-	-	-	-	564	-	564
Repurchase of treasury shares	-	-	-	-	(4,580)	-	-	(4,580)	-	(4,580)
Balance as at 31 January 2019	**418,632**	**300**	**4,690**	**744**	**(9,929)**	**(1,387)**	**666,997**	**1,080,047**	**34,862**	**1,114,909**

(This Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the annual financial statements for the financial year ended 30 April 2019)

GLOMAC BERHAD (110532-M)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

	Period Ended 31/01/2020 RM'000	Period Ended 31/01/2019 RM'000
Operating Activities		
Profit before tax	**25,215**	13,561
Adjustments for non-cash and non-operating items	**17,546**	15,414
Operating profit before working capital changes	**42,761**	28,975
Net changes in working capital	**29,903**	15,466
Cash generated from operations	**72,664**	44,441
Income tax paid	**(2,866)**	(21,126)
Finance costs paid	**(15,646)**	(14,850)
Net cash flows generated from operating activities	**54,152**	8,465
Investing Activities		
Purchase of property, plant and equipment	**(213)**	(162)
Drawdown of deposits with maturity in excess of 90 days and deposits pledged	**362**	6,765
Interest received	**4,830**	2,885
Net cash flows generated from investing activities	**4,979**	9,488
Financing Activities		
Repurchase of treasury shares	**(956)**	(4,580)
Repayment of bank borrowings	**(29,855)**	(13,434)
Repayment of lease liabilities	**(3,388)**	-
Repayment of hire-purchase and lease payables	**(376)**	(394)
Dividend paid to owners of the Company	**(6,209)**	(11,731)
Dividend paid to non-controlling interest	**-**	(2,880)
Net cash flows used in financing activities	**(40,784)**	(33,019)
Net increase/(decrease) in cash and cash equivalents	**18,347**	(15,066)
Cash and cash equivalents at beginning of period	**133,271**	146,554
Effect of currency translation	**(76)**	5
Cash and cash equivalents at end of period	**151,542**	131,493
Cash and cash equivalents consist of:-		
Cash in hand and at banks	**136,962**	126,318
Fixed and short term deposits	**35,563**	27,930
Cash and bank balances	**172,525**	154,248
Fixed deposits with maturity in excess of 90 days	**(11,973)**	(11,511)
Deposits pledged	**(9,010)**	(11,244)
	151,542	131,493

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 April 2019)

GLOMAC BERHAD
NOTES TO THE UNAUDITED INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 31 JANUARY 2020

A. EXPLANATORY NOTES

A1. Accounting Policies and Methods of Computation

The unaudited interim financial report has been prepared in accordance with *MFRS 134 "Interim Financial Reporting"* and *Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad*.

The unaudited interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 30 April 2019.

The explanatory notes attached to the unaudited interim financial report provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2019.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted in the financial statements for the year ended 30 April 2019, except for the adoption of new MFRSs, amendments to MFRS and IC Interpretations effective for annual financial periods beginning on or after 1 May 2019 as listed below:

MFRS 16	Leases
Amendments to MFRS 9	Prepayment Features with Negative Compensation
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures
IC interpretation 23	Uncertainty over Income Tax Treatments
Annual Improvements to MFRSs 2015-2017 Cycle	

The adoption of these new MFRSs, amendments to MFRSs and IC interpretations did not have any material impact on the interim financial report of the Group, except for the following:

MFRS 16

MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of lease. It introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases within a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use ("ROU") asset representing its right to use the underlying leased asset and lease liability representing its obligation to make lease payments.

The Group adopted the simplified transition approach without restating the comparatives. The reclassifications and adjustments arising from the new leasing rules are therefore recognised in the opening balance of statement of financial position as at 1 May 2019.

At the date of initial application, 1 May 2019, all ROU assets are measured at an amount equal to the lease liabilities measured at the present value of the remaining lease payments discounted using the incremental borrowing rate at the date of initial application.

On a lease-by-lease basis, the Group has applied the following practical expedients:

(a) The use of a single discount rate to a portfolio of leases with reasonably similar characteristics.
(b) Reliance on previous assessments on whether leases are onerous.
(c) The accounting for operating leases with a remaining lease term of less than 12 months as at 1 May 2019 as short-term leases
(d) The exclusion of initial direct costs for the measurement of the right-of-use of asset at the date of initial application.
(e) The use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

The table below shows the impact of changes to the condensed consolidated statement of financial position of the Group resulting from the adoption of MFRS 16 as at 1 May 2019.

The Group	As at 30 April 2019 RM'000	Effects of MFRS 16 RM'000	As at 1 May 2019 RM'000
Non-current assets			
Property, plant and equipment	47,426	(730)	46,696
Prepaid lease payments on leasehold land	48	(48)	-
Rights of use of lease assets	-	9,929	9,929
Non-current liabilities			
Borrowings	248,684	(388)	248,296
Lease liabilities	-	5,960	5,960
Current liabilities			
Borrowings	259,848	(439)	259,409
Lease liabilities	-	4,018	4,018

A2. Audit Qualification

There were no audit qualifications on the annual financial statements for the financial year ended 30 April 2019.

A3. Seasonality or Cyclicality of Operations

Our business operations are not significantly affected by seasonality or cyclicality of operations.

A4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current financial period to-date.

A5. Material Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in prior financial year which have material effect in the financial statements under review.

A6. Debt and Equity Securities

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

Repurchase of shares

a. Treasury shares

On 23 October 2019, the shareholders of the Company renewed their approval for the Company's plan to repurchase its own ordinary shares. During the year-to-date financial period, the Company has repurchased 2,525,700 units of its own ordinary shares with total amount paid amounted to RM956,469. As at 31 January 2020, the Company holds 22,226,500 of its issued ordinary shares repurchased from open market at an overall average price at RM0.51 per share. These shares are being held as treasury shares in accordance with Section 127 of the Companies Act, 2016.

b. Restricted Shares Grant ("RSG") Reserve

As of 31 January 2020, the Company has repurchased a total of 14,993,000 of its issued ordinary shares from the open market at an average price of RM0.90 per share. A total of 224,675 shares are being granted under bonus issue during financial year 2018. These shares are being held in trust by the Company and recorded as restricted shares grant ("RSG") reserve for the purpose of granting restricted shares to eligible employees in future. The first, second and third tranches of RSG under ESS scheme totalling 12,746,250 shares have been vested and awarded to a selected group of eligible employees. The balance shares held in trust by the Company as at 31 January 2020 is amounted to 2,471,425 shares at an average price of RM0.56 per share. There is no movement in the balance of shares held in trust during the current financial period.

A7. Dividend Paid

The shareholders have approved the single-tier final dividend of 0.8 sen per ordinary shares in respect of the previous financial year ended 30 April 2019 at the Annual General Meeting held on 23 October 2019. The dividend of RM6,209,173 was paid on 27 December 2019.

A8. Segmental Reporting

The segmental analysis for the financial period ended 31 January 2020 was as follows:

Analysis by Activity

	Property Development RM'000	Construction RM'000	Property Investment RM'000	Other Operations RM'000	Eliminations RM'000	Consolidated RM'000
REVENUE						
External	165,015	-	20,272	2,119	-	187,406
Inter-segment	-	24,910	2,473	7,439	(34,822)	-
Total revenue	165,015	24,910	22,745	9,558	(34,822)	187,406
RESULTS						
Segment results	34,591	2,708	6,349	(42)	(2,708)	40,898
Unallocated corporate expenses						(3,501)
Operating profit						37,397
Interest expenses						(14,679)
Interest income						2,953
Share of results of associates						(456)
Taxation						(845)
Profit for the period						24,370
ASSETS						
Segment assets	1,383,261	42,833	374,040	31,814	-	1,831,948
Investment in associated companies	28,748	-	-	-	-	28,748
Unallocated corporate assets						26,692
Consolidated total assets						1,887,388

The financial information by geographical location was not presented as the Group's activities are primarily conducted in Malaysia.

A8. Segmental Reporting (continued)

	Current Quarter Ended 31/01/2020 RM'000	Year-to-Date Ended 31/01/2020 RM'000
Revenue comprise the following:		
Revenue from contracts with customers	66,555	167,134
Revenue from other sources	7,469	20,272
	74,024	187,406
Timing of revenue recognition:		
- over time	63,660	147,121
- at a point in time	2,895	20,013
- others	7,469	20,272
	74,024	187,406

A9. Valuations of Property, Plant and Equipment

Valuations of property, plant and equipment have been brought forward without amendment from the last audited financial statements.

A10. Material Events Subsequent to the End of the Financial Period

There were no material events subsequent to the end of the financial period reported that have not been reflected in this interim financial report.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group for the financial period ended 31 January 2020.

A12. Changes in Contingent Liabilities

Save for the item disclosed as material litigation, there were no significant changes in contingent liabilities since the last audited financial statements as at 30 April 2019.

A13. Capital Commitments

Capital commitments for the Group as at 31 January 2020 are as follows:

	31/01/2020 RM'000
Approved and contracted for:	
Purchase of land held for property development	2,000

A14. Significant Related Party Transactions

	Year-to-Date ended 31/01/2020 RM'000
Sale of properties to a company in which certain directors of the Company have direct interest and are also directors of the Company	634.4
Sale of properties to a director of the Company	551.1
Rental income from a company in which certain director of the Company is also a director of the company	202.5
Rental expenses paid or payable to companies in which certain directors of the Company have direct interest and are also directors of the company	(193.5)
Provision of marketing services by a company in which certain director of the Company is also a director of the company	(36.0)

B. ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Group Performance

The Group's revenue for the quarter decreased by 6%, while cumulative year to date revenue dropped marginally by 3% as compared to the previous corresponding period. The revenue for the Group mainly derived from property development segment.

Profit Attributable to Owners of the Group for the quarter and cumulative year-to-date increased by 748% and 505% respectively as compared to previous corresponding period, mainly due to more ongoing development phases and better performance by the property investment segment, complemented by overall administrative cost savings achieved.

An analysis of the results of each segment is as follows:

Property Development

Revenue from property development for the period was largely attributable to Saujana Perdana located at Bandar Saujana Utama, Plaza @ Kelana Jaya and Saujana Rawang.

Revenue from property development segment for the quarter and cumulative year-to-date decreased by 10% and 5% respectively as compared to previous corresponding period, mainly arose from continued development of the newly launched projects, such as Plaza @ Kelana Jaya, Saujana Rawang, Lakeside Boulevard's shop offices at Puchong and Saujana Jaya at Johor, offsetted by the decline in revenue of certain completed project phases in Saujana Perdana and Saujana KLIA.

Property Investment

Revenue from property investment segment mainly arose from carpark rental and mall rental income. The performance for this segment improved as compared to the previous corresponding period mainly contributed from better occupancy rate of Glo Damansara mall.

Other Operations

Revenue for the segment comprises mainly from property management fees and operation of restaurant.

B2. Comment on Material Changes in the Profit Before Taxation for the Current Quarter as Compared to the Immediate Preceding Quarter

The Group's Profit Before Tax for current quarter improved by 23% as compared to the immediate preceding quarter, mainly contributed from further construction progress of the ongoing project phases.

B3. Prospects for the Remaining Period to End of the Financial Year

The Directors are of the opinion that the Group's performance for the financial year ending 30 April 2020 is expected to remain challenging and we will be adversely impacted by Covid-19 and Movement Control Order ('MCO'). Notwithstanding the above, we have taken certain steps and will be taking further steps to circumvent and mitigate the challenges.

B4. Variance of Actual Profit from Forecast Profit

Not applicable.

B5. Taxation

The taxation charge for the current quarter and financial period to-date include the followings:

	Current Quarter Ended 31/01/2020 RM'000	Year-to-Date Ended 31/01/2020 RM'000
Current taxation	13,348	21,806
Deferred taxation	(17,063)	(20,961)
Tax (credit)/expense	(3,715)	845

The Group's current quarter and year-to-date effective tax rate is lower than the statutory tax rate by the Inland Revenue Board mainly due to overprovision of prior years' tax expense being accounted for upon finalisation of actual tax computation in the current quarter, offsetted by the effect of non-recognition of deferred tax assets on tax losses.

B6. Status of Corporate Proposals

a) Status of Corporate Proposal Announced But Not Completed

i) Proposed disposal of vacant land by Glomac Alliance Sdn Bhd to Glomac Al Batha Sdn Bhd, for a total cash consideration of RM127,042,740 ("Proposed Disposal")

On 22 November 2019, Glomac Alliance Sdn Bhd, a wholly owned subsidiary of Glomac Berhad, has entered into a Sale and Purchase Agreement with Glomac Al Batha Sdn Bhd ("GABSB"), a 51% subsidiary of Glomac, for the disposal of vacant land held under Individual Title H.S.(D) 319254 PT 2914, Pekan Desa Puchong, District of Petaling, State of Selangor measuring approximately 6.213 hectares in area for a total cash consideration of RM127,042,740. The land is purchased by GABSB with the intention for future mixed development. The proposed disposal is made to a 51% owned subsidiary of Glomac and therefore the expected gain would be fully eliminated at Glomac Group's profit and loss.

Glomac Al Batha Sdn Bhd has paid the 10% deposit and the Sale and Purchase Agreement is subject to conditions precedent to be fulfilled by all parties.

There was no other corporate proposal announced but not completed.

b) Status of Utilisation of Proceeds Raised From Corporate Proposal

Not applicable.

B7. Group Borrowings and Debt Securities

The Group borrowings as at 31 January 2020 were as follows:-

	Due within 12 months RM'000	Due after 12 months RM'000	Total as at 31/01/2020 RM'000	Total as at 30/04/2019 RM'000
Secured				
Hire Purchase and Lease Borrowings	-	-	-	827
Bank Borrowings	70,641	160,960	231,601	247,855
	70,641	160,960	231,601	248,682
Unsecured				
Bank Borrowings	172,500	73,750	246,250	259,850
	243,141	234,710	477,851	508,532

There were no borrowings in foreign currency.

B8. Material Litigation

On 16 August 2017, a subsidiary company, Glomac Alliance Sdn. Bhd. ("GASB"), received an Amended Writ and Amended Statement of Claim dated 10 August 2017 from a former joint venture ("JV") partner of a property development project ("the Project"). The suit was inter alia based on the JV Agreement dated 17 January 2003, which was subsequently terminated and the underlying Project Land was acquired by GASB from the receiver of the said former JV partner. In the suit dated 10 August 2017, the said former JV partner is claiming for:

(i) A compensation sum of RM107,800,000 for the loss of the Project Land;
(ii) An unspecified amount of loss of expenses of the Project; and
(iii) 22% of gross development value of the Project or a minimum of RM47,000,000, whichever the higher (collectively referred to as "Claim").

In 2011, similar claims were brought up by the said former JV partner in a civil suit whereby it has been struck off by the High Court and the Court of Appeal.

On 19 September 2017, GASB filed an application to strike out the Claim, but on 17 April 2018, the High Court dismissed GASB's striking out application. Thereafter, on 3 May 2018, GASB appealed to the Court of Appeal against the dismissal of GASB's striking out application ("Striking Out Appeal").

On 17 July 2019, the Court of Appeal unanimously allowed GASB's Striking Out Appeal with no order as to costs, thereby resulting in the Claim against GASB being struck out. Accordingly, on 31 July 2019, GASB filed a Notice of Withdrawal of Appeal in respect of the Security for Costs Appeal.

On 15 August 2019, the said former JV partner filed an application for leave to appeal to the Federal Court in respect of the Striking Out Appeal ("Federal Court Motion"). The Federal Court Motion is fixed for hearing on 15 April 2020.

As at to-date, the said former JV partner has been unsuccessful in their attempts at pursuing and/or sustaining a claim against GASB.

No provision for losses has been made in the financial statements of the Group in respect of this claim as it has been struck out earlier by the Court of Appeal, while the Federal Court Motion is currently at the preliminary stage whereby the outcome is not presently determinable.

B9. Dividend

The Board has not recommended any interim dividend payment for the period.

B10. Earnings Per Share

a) Basic Earnings Per Share

The basic earnings per share is calculated by dividing the net profits for the period and the weighted average number of ordinary shares in issue during the period.

Description	**Current quarter ended 31/01/2020**	Preceding year corresponding quarter ended 31/01/2019	**Current year-to-date ended 31/01/2020**	Preceding year corresponding period ended 31/01/2019
Profit attributable to owners of the Company (RM'000)	**12,141**	1,432	**21,189**	3,502
Weighted average number of ordinary shares in issue ('000)	**775,930**	781,828	**776,505**	787,043
Basic earnings per share (sen)	**1.56**	0.18	**2.73**	0.44

b) Diluted Earnings Per Share

There is no dilution effect to the earnings per share for the current financial period.

B11. Provision of Financial Assistance

a) There has been no additional financial assistance provided pursuant to Paragraph 8.23 of the Main Market Listing Requirement during the current quarter.

b) The aggregate amount of financial assistance provided during the current quarter was as follows:-

Type of Financial Assistance	**Limit of Amount RM' million**
Corporate Guarantee for Equipment Leasing Facilities	2.0

As at 31 January 2020, RM0.4 million remained outstanding in respect of the above guarantees.

There was no financial impact on the Group arising from the financial assistance provided.

B12. Notes to the Statement of Profit or Loss and Other Comprehensive Income

Notes to the Statement of Profit or Loss and Other Comprehensive Income comprises of the followings:-

	Current Quarter Ended 31/01/2020 RM'000	Year-to-Date Ended 31/01/2020 RM'000
Income recognised in respect of equity-settled share-based payments	68	151
Depreciation and amortisation	(2,174)	(5,590)

Save for the items disclosed in the Statement of Comprehensive Income and the note above, other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B13. Derivatives Financial Instrument

As at 31 January 2020, the Group does not have any derivatives financial instruments.

B14. Fair Value Changes of Financial Liabilities

The fair value changes arising from discounting future retention sum payables to present value for the current quarter under review has been accounted accordingly. The net fair value loss for the year-to-date financial period amounted to approximately RM65,000.