

Company No

LL10563

CAGAMAS GLOBAL P.L.C.

(Incorporated in Labuan, Malaysia, under the Labuan Companies Act, 1990)

STATUTORY FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

Lodged by:

TRICOR TRUSTCO (LABUAN) LTD,

Level 15(A2), Main Office Tower,

Financial Park Labuan,

87000 Labuan FT, Malaysia.

Tel. +6087 443 118 Fax. +6087 441 288

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STATUTORY FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022

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(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	<u>Note</u>	<u>2022</u> RM'000	<u>2021</u> RM'000
ASSETS			
Cash and cash equivalents	4	30	18,498
Deposit and prepayment		9	8
Loans to immediate holding company	5	3,138,031	2,572,657
TOTAL ASSETS		<u>3,138,070</u>	<u>2,591,163</u>
LIABILITIES			
Other payables		125	1,179
Amount due to immediate holding company		89	-
Unsecured bearer bonds and notes	6	3,135,078	2,570,874
TOTAL LIABILITIES		<u>3,135,292</u>	<u>2,572,053</u>
Share capital	7	-*	-*
Retained profits		2,778	19,110
SHAREHOLDER'S FUNDS		<u>2,778</u>	<u>19,110</u>
TOTAL LIABILITIES AND SHAREHOLDER'S FUNDS		<u>3,138,070</u>	<u>2,591,163</u>

* Denotes USD1.

The accompanying notes form an integral part of these financial statements.

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

	<u>Note</u>	<u>2022</u> RM'000	<u>2021</u> RM'000
Interest income	9	47,419	15,481
Interest expense	10	(47,581)	(15,384)
OPERATING (LOSS)/PROFIT		<u>(162)</u>	<u>97</u>
Administrative and general expenses		<u>(269)</u>	<u>(171)</u>
LOSS BEFORE TAXATION	11	(431)	(74)
Taxation	12	<u>-</u>	<u>-</u>
LOSS AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL YEAR		<u>(431)</u>	<u>(74)</u>

The accompanying notes form an integral part of these financial statements.

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**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

	<u>Note</u>	<u>Share capital</u> RM'000	<u>Retained profits</u> RM'000	<u>Total</u> RM'000
At 1 January 2022		-*	19,110	19,110
Loss and total comprehensive loss for the financial year		-	(431)	(431)
Dividend paid	8	-	(15,901)	(15,901)
At 31 December 2022		<u>-*</u>	<u>2,778</u>	<u>2,778</u>
At 1 January 2021		-*	19,184	19,184
Loss and total comprehensive loss for the financial year		-	(74)	(74)
At 31 December 2021		<u>-*</u>	<u>19,110</u>	<u>19,110</u>

* Denotes USD1.

The accompanying notes form an integral part of these financial statements.

CAGAMAS GLOBAL P.L.C.

(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022**

	<u>Note</u>	<u>2022</u> RM'000	Restated <u>2021</u> RM'000
OPERATING ACTIVITIES			
Loss before taxation		(431)	(74)
Adjustments for items not involving the movement in cash and cash equivalents:			
Interest income		(47,419)	(15,481)
Interest expense		47,581	15,384
Operating loss before working capital changes		(269)	(171)
Change in deposit and prepayment		(1)	7
Change in other payables		(1,054)	819
Change in amount due to immediate holding company		89	-
Cash from operating activities		(1,235)	655
Tax paid		-	(41)
Dividend paid		(15,901)	-
Net cash from operating activities		(17,136)	614
INVESTING ACTIVITIES			
New loans to immediate holding company		(1,974,498)	(2,577,198)
Repayment received for loans to immediate holding company		1,595,150	686,987
Interest received		31,902	12,320
Net cash from investing activities		(347,446)	(1,877,891)
FINANCING ACTIVITIES			
Proceeds from issuance of of unsecured bearer bonds and notes		1,974,498	2,576,556
Redemption of unsecured bearer bonds and notes		(1,595,150)	(686,987)
Interest paid		(33,004)	(13,648)
Net cash from financing activities		346,344	1,875,921
Net change in cash and cash equivalents		(18,238)	(1,356)
Effect of foreign exchange translation		(230)	641
Cash and cash equivalents as at 1 January		18,498	19,213
Cash and cash equivalents as at 31 December	4	30	18,498

The accompanying notes form an integral part of these financial statements.

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**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2022 (CONTINUED)**

	<u>Unsecured bearer bonds and notes</u> RM'000
As at 1 January 2022	2,570,874
Proceeds from issuance	1,974,498
Repayment and redemption	(1,595,150)
Interest paid	(33,004)
Exchange fluctuation	170,279
Other non-cash movement	47,581
As at 31 December 2022	<u>3,135,078</u>
As at 1 January 2021	671,400
Proceeds from issuance	2,576,556
Repayment and redemption	(686,987)
Interest paid	(13,648)
Exchange fluctuation	8,169
Other non-cash movement	15,384
Restated as at 31 December 2021	<u>2,570,874</u>

The accompanying notes form an integral part of these financial statements.

CAGAMAS GLOBAL P.L.C.

(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

NOTES TO THE FINANCIAL STATEMENTS**1 GENERAL INFORMATION**

Cagamas Global P.L.C. ("CGP") is a conventional fund raising vehicle incorporated in Labuan. Its main principal activity is to undertake the issuance of bonds and notes in foreign currency.

The Company is a public limited liability company, incorporated and domiciled in Malaysia.

The address of the registered office and principal place of business of the Company are as follows:

Registered office

Level 15(A2), Main Office Tower,
Financial Park Labuan, Jalan Merdeka,
87000 Labuan FT, Malaysia.

Principal place of business

Level 32, The Gardens North Tower,
Mid Valley City, Lingkaran Syed Putra,
59200 Kuala Lumpur.

The immediate and ultimate holding companies are Cagamas Berhad ("Cagamas") and Cagamas Holdings Berhad ("CHB") respectively, both companies incorporated in Malaysia.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements. These policies have been consistently applied to the financial year presented, unless otherwise stated.

2.1 Basis of preparation

The financial statements of the Company have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards.

The financial statements of the Company have been prepared under the historical cost convention unless otherwise indicated in this summary of significant accounting policies.

The preparation of financial statements in conformity with MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reported financial year. It also requires the Directors to exercise their judgement in the process of applying the Company's accounting policies. Although these estimates and judgements are based on the Directors' best knowledge of current events and actions, actual results may differ.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

- (a) Standards, amendments to published standards and interpretations that are effective

The Company has applied the following standards and amendments for the first time for the financial year beginning on 1 January 2022:

- Amendment to MFRS 16 'Covid-19-Related Rent Concessions beyond 30 June 2021'
- Amendments to MFRS116 'Proceeds before Intended Use'
- Amendments to MFRS 137 'Onerous Contracts – Cost of Fulfilling a Contract'
- Annual Improvements to MFRS 9 'Fees in the '10 per cent' test for Derecognition of Financial Liabilities'
- Annual Improvements to Illustrative Example accompanying MFRS 16 Leases: Lease Incentives

The adoption of these amendments did not have any impact on the current period or any prior period.

- (b) Standards and amendments that have been issued but not yet effective:

A number of new standards and amendments to standards and interpretations are effective for the financial year beginning after 1 January 2022. None of these is expected to have a significant effect on the consolidated financial statements of the Company, except the following set out below:

- Amendments to MFRS 112 'Deferred Tax related to Assets and Liabilities arising from a Single Transaction' (effective 1 January 2023) clarify that the initial exemption rule does not apply to transactions where both an asset and a liability are recognised at the same time such as leases and decommissioning obligations. Accordingly, entities are required to recognise both deferred tax assets and liabilities for all deductible and taxable temporary differences arising from such transactions.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.1 Basis of preparation (continued)

**(b) Standards and amendments that have been issued but not yet effective:
(continued)**

- Amendments to MFRS 16 'Lease Liability in a Sale and Leaseback' (effective 1 January 2024) specify the measurement of the lease liability arises in a sale and leaseback transaction that satisfies the requirements in MFRS 15 'Revenue from Contracts with Customers' to be accounted for as a sale. In accordance with the amendments, the seller-lessee shall determine the "lease payments" or "revised lease payments" in a way that it does not result in the seller-lessee recognising any amount of the gain or loss that relates to the right of use it retains.

The amendments shall be applied retrospectively to sale and leaseback transactions entered into after the date when the seller-lessee initially applied MFRS 16.

- Amendments to MFRS 101 'Classification of liabilities as current or non-current' (effective 1 January 2024) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period. If the right to defer settlement of a liability is subject to the entity complying with specified conditions (for example, debt covenants), the right exists at the end of the reporting period based on its compliance with the conditions required on or before the reporting date (even if tested only after period end). Conditions that an entity is required to comply only within 12 months after the reporting period do not affect the classification of liability as current or non-current at reporting date.

The assessment of whether an entity has the right to defer settlement of a liability at the reporting date is not affected by expectations of the entity or events after the reporting date.

The amendments shall be applied retrospectively.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets

Financial assets of the Company comprise financing to immediate holding company.

Financing to immediate holding company is recognised initially at fair value. If there are any difference between cash disbursed and fair value on initial recognition, the difference would be accounted as additional financing disbursed by immediate holding company as it reflects the substance of the transaction.

Financing to immediate holding company is subsequently measured at amortised cost using the effective interest method, less loss allowance. Details on the Company's impairment policies of financial assets are provided in Note 2.3.

2.3 Impairment of financial assets

The Company assesses on a forward looking basis the expected credit loss ("ECL") associated with its financing to immediate holding company carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Under MFRS 9, the Company's financing to immediate holding company is subject to the ECL model of the Company are assessed on individual basis for ECL measurement, as credit risk information is obtained and monitored by the Company.

While cash and cash equivalents are also subject to the impairment requirements of MFRS 9, the identified impairment loss was immaterial.

2.4 Income recognition

Interest income for loans to immediate holding company is recognised using the effective interest rate method. Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

2.5 Current and deferred tax

Current tax expense represents taxation at the current rate based on taxable income earned during the financial year.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable income will be available against which the deductible temporary differences or unused tax losses can be utilised.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.5 Current and deferred tax (continued)**

Deferred tax is determined using tax rates (and tax laws) that have been enacted or substantially enacted by the statement of financial position date and are expected to apply when the related deferred tax asset is realised or deferred tax liability is settled.

2.6 Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalent comprise cash in hand and bank balances.

2.7 Offsetting financial instrument

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy.

2.8 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount can be made. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

2.9 Share capital**(a) Classification**

Ordinary shares are classified as equity. Other shares are classified as equity and/or liability according to the substance of the contractual arrangement of the particular instrument.

Distributions to holders of a financial instrument classified as an equity instrument are charged directly to equity.

(b) Dividends to the shareholder of the Company

Dividends on ordinary shares are recognised as liabilities when declared before the statement of financial position date. A dividend proposed or declared after the statement of financial position date, but before the financial statements are authorised for issue, is not recognised as a liability at the statement of financial position date. Upon the dividend becoming payable, it will be accounted for as a liability.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.10 Currency translation****(a) *Functional and presentation currency***

Items included in the financial statements of the Company are measured using the currency of Cagamas as the Company's primary activity is as a fund raising vehicle to undertake the issuance of bonds and notes in foreign currency for Cagamas.

The financial statements are presented in Ringgit Malaysia, which is the Company's functional and presentation currency.

(b) *Foreign currency transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains or losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

2.11 Unsecured bearer bonds and notes and deferred financing fees

Unsecured bearer bonds and notes cost are recognised initially at fair value, net of transaction costs incurred. All other cost that are not directly attributable to the issuance of unsecured bearer bonds and notes are recognised in statement of comprehensive income in the period in which they are incurred.

Fees paid on the establishment of unsecured bearer bonds and notes are recognised as transaction costs of the unsecured bearer bonds and notes and amortised using the effective interest rate method.

2.12 Contingent liabilities and contingent assets

The Company does not recognise a contingent liability but discloses its existence in the financial statements. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in the extremely rare case where there is a liability that cannot be recognised because it cannot be measured reliably.

The Company does not recognise contingent assets but discloses its existence where inflows of economic benefits are probable, but not virtually certain. A contingent asset is a possible asset that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**3 RISK MANAGEMENT OBJECTIVES AND POLICIES**

Risk management is a process which encompasses identifying, measuring, analysing, controlling, monitoring and reporting of risks. It forms an integral part of the Company's business and operations and is independent from the risk taking activities.

The Company's risk management function is undertaken centrally by its immediate holding company and is overseen by the Management Executive Committee, Board Risk Committee and the Board of Directors.

4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of bank balances with licensed banks are denominated in US Dollar ("USD") and Chinese Renminbi ("CNH").

5 LOANS TO IMMEDIATE HOLDING COMPANY

Loans to immediate holding company are unsecured, with interest rates ranging from 1.31% to 4.83% (2021: 0.98% to 1.33% per annum).

The maturity structure of loans to immediate holding company are as follows:

	<u>2022</u> RM'000	<u>2021</u> RM'000
Maturing within one year	2,809,772	1,537,003
One year to three years	328,259	1,035,654
	<u>3,138,031</u>	<u>2,572,657</u>

Loans to immediate holding company outstanding at financial year ended that are not in the functional currencies of the company are as follows:

	<u>2022</u> RM'000	<u>2021</u> RM'000
HKD	-	431,108
USD	441,007	1,119,240
SGD	2,697,024	1,022,309
	<u>3,138,031</u>	<u>2,572,657</u>

The immediate holding company has sufficient assessable highly liquid assets to repay the loan if demanded, the expected credit losses is likely to be immaterial. Hence, no expected credit loss was made during the financial year.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**6 UNSECURED BEARER BONDS AND NOTES**

The Multicurrency Medium Term Note ("EMTN") are issued by the Company and are conditionally and irrevocably guaranteed by the immediate holding company.

	Year of maturity	2022		2021	
		Amount outstanding RM'000	Effective interest rate %	Amount outstanding RM'000	Effective interest rate %
Multicurrency medium-term notes	2022	-	-	1,530,891	0.85-1.06
	2023	2,787,476	1.25-4.79	1,035,654	1.31-1.33
	2024	328,259	1.99	-	-
		<u>3,115,735</u>		<u>2,566,545</u>	
Add: Interest payable		21,479		5,813	
Less: Deferred financing fees		(2,136)		(1,484)	
		<u>3,135,078</u>		<u>2,570,874</u>	

The maturity structure of unsecured bearer bonds and notes are as follows:

	2022 RM'000	2021 RM'000
Maturing within one year	2,806,873	1,535,727
One year to three years	328,205	1,035,147
	<u>3,135,078</u>	<u>2,570,874</u>

The multicurrency medium-term notes are redeemable at par on the due dates, unless previously redeemed, together with the accrued interest where applicable.

The unsecured bearer bonds and notes outstanding at financial year ended that are not in the functional currencies of the company and series of notes issued are as follows:

	2022 RM'000	2021 RM'000
HKD	-	430,850
USD*	440,873	1,118,649
SGD	2,694,205	1,021,375
	<u>3,135,078</u>	<u>2,570,874</u>

* The USD denominated unsecured bearer bonds and notes amounting to RM440.9 million (2021: RM701.2 million) are listed in Singapore Exchange.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**7 SHARE CAPITAL**

	<u>2022</u> RM'000	<u>2021</u> RM'000
Ordinary shares of USD 1 each:		
Ordinary share issued:		
As at 31 December	-*	-*

* Denotes USD1.

8 DIVIDEND

Dividend of the Company is as follows:

	<u>2022</u> RM'000	<u>2021</u> RM'000
Dividend	15,901	-

The dividend for the financial year ended 31 December 2022 was approved by the Board of Directors on 13 December 2022.

9 INTEREST INCOME

This amount represents interest income from loans to immediate holding company.

10 INTEREST EXPENSE

	<u>2022</u> RM'000	<u>2021</u> RM'000
Unsecured bearer bonds and notes	45,964	14,437
Amortisation of deferred financing fees	1,617	947
	<u>47,581</u>	<u>15,384</u>

11 LOSS BEFORE TAXATION

	<u>2022</u> RM'000	<u>2021</u> RM'000
Loss before taxation is stated after charging:		
Auditors' remuneration		
- Audit fees	15	14
- Non-audit fees	-	3
	<u>-</u>	<u>3</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**12 TAXATION**

The Company is governed under the Labuan Business Activity Tax Act, 1990. There is no tax charge for the year as the Company is at net loss position.

13 RELATED PARTIES AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES**(a) Related parties and relationships**

The related parties and their relationships with the Company are as follows:

<u>Related parties</u>	<u>Relationships</u>
CHB	Ultimate holding company
Cagamas	Immediate holding company
Bank Negara Malaysia ("BNM")	Other related party
Government of Malaysia ("GOM")	Other related party
Key management personnel	Other related party
Entities in which key management personnel have control	Other related party

BNM is regarded as a related party on the basis of having significant influence over the ultimate holding company.

As BNM has significant influence over the ultimate holding company, the GOM and entities controlled, jointly controlled or has significant influence by the GOM are related parties of the Company. However, there is no transaction entered by the Company with the GOM and its related parties.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Company either directly or indirectly. The key management personnel of the Company include all the Directors of the Company and its immediate and ultimate holding companies, certain members of senior management and their close family members.

The Company has no key management personnel compensation during the financial year.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**13 RELATED PARTIES AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)****(b) Significant related party transactions and balances**

Set out below are significant related party transactions and balances which were conducted in the normal course of business.

	<u>Immediate holding company</u>	
	<u>2022</u>	<u>2021</u>
	RM'000	RM'000
<u>Income</u>		
Interest income	47,419	15,481
<u>Expense</u>		
Interest expense	89	-
<u>Amount due from/(to)</u>		
Loans to immediate holding company	3,138,031	2,572,657
Amount due to immediate holding company	(89)	-

14 FINANCIAL INSTRUMENTS BY CATEGORY

	<u>2022</u>	<u>2021</u>
	RM'000	RM'000
<u>Financial assets</u>		
Cash and cash equivalents	30	18,498
Loans to immediate holding company	3,138,031	2,572,657
	3,138,061	2,591,155
<u>Financial liabilities</u>		
Unsecured bearer bonds and notes	3,135,078	2,570,874

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 INTEREST RATE RISK

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to the effects of fluctuations in the prevailing levels of market interest rates on both its fair value and cash flow risks.

The Company does not carry any interest rate sensitive assets or liabilities in the financial position as at 31 December 2022 and as at 31 December 2021.

16 CREDIT RISK

The Company's exposure to credit risk as at the date of statement of financial position mainly arises from loans provided to its immediate holding company.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17 LIQUIDITY RISK

Contractual maturity of financial liabilities

The table below presents the cash flow payable by the Company under the non-derivative financial liabilities and asset held for managing liquidity risk by remaining contractual maturities at the date of the statement of financial position. The amounts disclosed in the table are contractual undiscounted cash flows.

<u>2022</u>	On demand up to one month RM'000	One to three months RM'000	Three to twelve months RM'000	One to five years RM'000	Over five years RM'000	No-specific maturity RM'000	Total RM'000
Financial liabilities							
Unsecured bearer bonds and notes	-	33,394	2,845,680	331,552	-	-	3,210,626
Assets held for managing liquidity risk							
	-	34,400	2,847,307	331,672	-	-	3,213,379

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17 LIQUIDITY RISK (CONTINUED)

Contractual maturity of financial liabilities (continued)

<u>2021</u>	<u>On demand up to one month RM'000</u>	<u>One to three months RM'000</u>	<u>Three to twelve months RM'000</u>	<u>One to five years RM'000</u>	<u>Over five years RM'000</u>	<u>No-specific maturity RM'000</u>	<u>Total RM'000</u>
Financial liabilities							
Unsecured bearer bonds and notes	-	835,712	721,419	1,048,808	-	-	2,605,939
Assets held for managing liquidity risk	-	836,104	722,264	1,049,329	-	-	2,607,697

18 FOREIGN EXCHANGE RISK

The Company has no net exposure to the effect of fluctuations in the prevailing foreign currency exchange rates.

CAGAMAS GLOBAL P.L.C.

(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**19 FAIR VALUE OF FINANCIAL INSTRUMENTS**

Financial instruments comprise financial assets and financial liabilities. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The information presented herein represents the estimates of fair values as at the date of the statement of financial position.

19.1 Fair value of financial instrument carried other than fair value.

The fair value of the Company's financial instruments, which are cash in hand, amount due to immediate holding company and accruals at the date of the statement of financial position is estimated at their carrying amount due to the short tenure of less than one year. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- 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).
- Level 3: Inputs for the asset or liability that is not based on observable market data (unobservable inputs).

	<u>2022</u>		<u>2021</u>	
	<u>Carrying value RM'000</u>	<u>Fair value RM'000</u>	<u>Carrying value RM'000</u>	<u>Fair value RM'000</u>
Financial assets				
Loans to immediate holding company	<u>3,138,031</u>	<u>3,101,776</u>	<u>2,572,657</u>	<u>2,617,647</u>
Financial liabilities				
Unsecured bearer bonds and notes	<u>3,135,078</u>	<u>3,116,783</u>	<u>2,570,874</u>	<u>2,582,209</u>

The fair value of the loans to immediate holding company is derived at using the present value of the cash flows discounted based on the interest rate at the statement of financial position date and is therefore within Level 2 of the fair value hierarchy.

The fair value of the unsecured bearer bonds and notes are derived at using the present value of future cash flows discounted based on the coupon rate at the statement of financial position date and is therefore within Level 2 of the fair value hierarchy.

CAGAMAS GLOBAL P.L.C.

(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**20 CHANGE IN COMPARATIVES**

Certain comparatives were reclassified to conform to the current financial year's presentation. The Company's retained profit brought forward and net assets are not affected by the reclassifications made.

The impact of the above on the Company's statement of cash flows for the financial year ended 31 December 2021 is set out as follows:

<u>2021</u>	<u>As previously reported</u> RM'000	<u>Reclassification</u> RM'000	<u>As restated</u> RM'000
Cash from operating activities	(1,891,686)	1,892,341	655
Net cash from operating activities	(1,879,407)	1,880,021	614
Net cash from investing activities	-	(1,877,891)	(1,877,891)
Net cash from financing activities	1,878,051	(2,130)	1,875,921

The reclassification was made to classify change in loans to immediate holding company and change in deferred financing fees from operating activities into investing activities and financing activities respectively.

21 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved on 22 March 2023 for issue in accordance with a resolution of the Board of Directors.

CAGAMAS GLOBAL P.L.C.

(Incorporated In Labuan, Malaysia, under the Labuan Companies Act, 1990)

STATEMENT BY DIRECTORS

We, Datuk Chung Chee Leong and Abdul Hakim Amir Zainol, the two Directors of Cagamas Global P.L.C., state that, in the opinion of the Directors, the financial statements set out on pages 1 to 21 are drawn up so as to give a true and fair view of the state of affairs of the Company as at 31 December 2022 and of the results and cash flows of the Company for the financial year ended on that date in accordance with the Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards and the Labuan Companies Act, 1990 in Malaysia.

Signed in accordance with their resolution.



DATUK CHUNG CHEE LEONG
DIRECTOR



ABDUL HAKIM AMIR ZAINOL
DIRECTOR



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBER OF CAGAMAS GLOBAL P.L.C.**
(Incorporated in Labuan, Malaysia, under the Labuan Companies Act 1990)
(Company No. LL10563)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of Cagamas Global P.L.C. ("the Company") give a true and fair view of the financial position of the Company as at 31 December 2022, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Company, which comprise the statement of financial position as at 31 December 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 1 to 21.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditors' responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

We are independent of the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Responsibilities of the Directors for the financial statements

The Directors of the Company are responsible for the preparation of the financial statements of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Labuan Companies Act 1990 in Labuan, Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements of the Company that are free from material misstatement, whether due to fraud or error.

PricewaterhouseCoopers PLT (LLP0014401-LCA & AAL 0017), Chartered Accountants, Level 13F, Main Office Tower, Financial Park Labuan, Jalan Merdeka, 87000 Wilayah Persekutuan Labuan, Malaysia
T: +60 (87) 422 088/421 618, F: +60 (87) 422 198, www.pwc.com/my



INDEPENDENT AUDITORS' REPORT
TO THE MEMBER OF CAGAMAS GLOBAL P.L.C. (CONTINUED)
(Incorporated in Labuan, Malaysia, under the Labuan Companies Act 1990)
(Company No. LL10563)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

In preparing the financial statements of the Company, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.



INDEPENDENT AUDITORS' REPORT
TO THE MEMBER OF CAGAMAS GLOBAL P.L.C. (CONTINUED)
(Incorporated in Labuan, Malaysia, under the Labuan Companies Act 1990)
(Company No. LL10563)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

- (d) Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Company, including the disclosures, and whether the financial statements of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



INDEPENDENT AUDITORS' REPORT
TO THE MEMBER OF CAGAMAS GLOBAL P.L.C. (CONTINUED)
(Incorporated in Labuan, Malaysia, under the Labuan Companies Act 1990)
(Company No. LL10563)

OTHER MATTERS

This report is made solely to the member of the Company, as a body, in accordance with Section 117 of the Labuan Companies Act 1990 in Labuan, Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AAL 0017
Chartered Accountants

A stylized black ink signature, likely belonging to Wong Hu Chern.

WONG HU CHERN
03252/05/2024 J
Chartered Accountant

Labuan
22 March 2023