

Quarterly rpt on consolidated results for the financial period ended 30 Jun 2022

GUOCOLAND (MALAYSIA) BERHAD

Financial Year End	30 Jun 2022
Quarter	4 Qtr
Quarterly report for the financial period ended	30 Jun 2022
The figures	have not been audited

Attachments



[Q4 2022 Results.pdf](#)
456.9 kB

Default Currency

Other Currency

Currency: Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION 30 Jun 2022

		INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021
		\$\$'000	\$\$'000	\$\$'000	\$\$'000
1	Revenue	172,079	133,305	434,066	650,459
2	Profit/(loss) before tax	39,697	10,477	50,007	172,653
3	Profit/(loss) for the period	24,665	8,034	28,129	118,611
4	Profit/(loss) attributable to ordinary equity holders of the parent	23,788	7,000	26,299	77,411
5	Basic earnings/(loss) per share (Subunit)	3.55	1.05	3.93	11.56
6	Proposed/Declared dividend per share (Subunit)	2.00	2.00	2.00	2.00
		AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7	Net assets per share attributable to ordinary equity holders of the parent (\$\$)	1.9655		1.9462	

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.
Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence



Announcement Info

Company Name	GUOCOLAND (MALAYSIA) BERHAD
Stock Name	GUOCO
Date Announced	16 Aug 2022
Category	Financial Results
Reference Number	FRA-16082022-00009

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER
ENDED 30 JUNE 2022**

The figures have not been audited

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

	3 months ended		Year-to-date ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	RM'000	RM'000	RM'000	RM'000
Revenue	172,079	133,305	434,066	650,459
Cost of sales	(115,741)	(97,058)	(315,220)	(395,918)
Gross profit	56,338	36,247	118,846	254,541
Selling and marketing expenses	(3,143)	(1,106)	(5,491)	(3,907)
Administrative expenses	(23,594)	(22,852)	(66,800)	(69,283)
Other net operating income	4,584	3,036	8,492	6,193
Profit from operations	34,185	15,325	55,047	187,544
Finance income	962	1,573	2,044	4,490
Finance costs	(7,628)	(7,326)	(27,418)	(28,585)
Share of results of associates and joint ventures	12,178	905	20,334	9,204
Profit before tax	39,697	10,477	50,007	172,653
Income tax	(15,032)	(2,443)	(21,878)	(54,042)
Profit for the year	24,665	8,034	28,129	118,611
Profit attributable to:				
Owners of the parent	23,788	7,000	26,299	77,411
Non-controlling interests	877	1,034	1,830	41,200
Profit for the year	24,665	8,034	28,129	118,611
Profit per share attributable to owners of the parent:				
a) Basic (sen)	3.551	1.045	3.926	11.556
b) Diluted (sen)	3.551	1.045	3.926	11.556

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER
ENDED 30 JUNE 2022

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 (cont'd)

	3 months ended		Year-to-date ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	RM'000	RM'000	RM'000	RM'000
Profit for the year, representing total comprehensive income for the year	24,665	8,034	28,129	118,611
Total comprehensive income attributable to:				
Owners of the parent	23,788	7,000	26,299	77,411
Non-controlling interests	877	1,034	1,830	41,200
Total comprehensive income for the year	24,665	8,034	28,129	118,611

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER
ENDED 30 JUNE 2022

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	Unaudited	Audited
	As at	As at
	30.06.2022	30.06.2021
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	312,253	322,994
Right-of-use assets	7,488	2,660
Investment properties	276,063	274,063
Land held for property development	109,488	150,823
Investments in associates	195,229	192,741
Investments in joint ventures	136,528	124,794
Other non-current asset	3,500	-
Goodwill	4,357	4,816
Deferred tax assets	14,229	18,474
	<u>1,059,135</u>	<u>1,091,365</u>
Current assets		
Inventories	812,950	798,179
Biological assets	519	135
Trade and other receivables	60,370	40,583
Contract assets	241,499	164,478
Contract cost assets	50,510	62,273
Other current assets	6,589	4,425
Tax recoverable	2,994	2,436
Other investments	-	119,387
Cash and cash equivalents	102,964	88,518
	<u>1,278,395</u>	<u>1,280,414</u>
TOTAL ASSETS	<u>2,337,530</u>	<u>2,371,779</u>

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022 (cont'd)

	Unaudited	Audited
	As at	As at
	30.06.2022	30.06.2021
	RM'000	RM'000
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	385,318	385,318
Reserves	955,193	942,292
Equity funds	1,340,511	1,327,610
Shares held by ESS Trust	(23,883)	(23,883)
	1,316,628	1,303,727
Non-controlling interests	75,021	141,923
TOTAL EQUITY	1,391,649	1,445,650
Non-current liabilities		
Trade and other payables	648	1,329
Loans and borrowings	407,268	486,507
Lease liabilities	5,920	1,559
Deferred tax liabilities	16,032	16,431
	429,868	505,826
Current liabilities		
Trade and other payables	170,080	123,421
Contract liabilities	7,414	8,836
Loans and borrowings	330,634	271,804
Lease liabilities	2,178	658
Tax payable	5,707	15,584
	516,013	420,303
TOTAL LIABILITIES	945,881	926,129
TOTAL EQUITY AND LIABILITIES	2,337,530	2,371,779
Net assets per share attributable to ordinary owners of the parent (RM)	1.9655	1.9462

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

	<div style="display: flex; justify-content: space-between; align-items: center;"> ← Attributable to owners of the parent → </div> <div style="display: flex; justify-content: space-between; align-items: center; margin-top: 5px;"> ← Non-Distributable → Distributable </div>								
	Share capital	Shares held by ESS Trust	Merger reserve	Exchange reserve	Other reserve	Retained profits	Total	Non- controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year-to-date									
At 1 July 2021	385,318	(23,883)	(24,028)	106	27	966,187	1,303,727	141,923	1,445,650
Total comprehensive income for the year	-	-	-	-	-	26,299	26,299	1,830	28,129
Reduction of ordinary shares in a subsidiary	-	-	-	-	-	-	-	(68,732)	(68,732)
Dividend paid	-	-	-	-	-	(13,398)	(13,398)	-	(13,398)
As At 30 June 2022	385,318	(23,883)	(24,028)	106	27	979,088	1,316,628	75,021	1,391,649

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 (cont'd)**

	Attributable to owners of the parent								
	Non-Distributable			Distributable					
	Share capital RM'000	Shares held by ESS Trust RM'000	Merger reserve RM'000	Exchange reserve RM'000	Other reserve RM'000	Retained profits RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
Preceding year corresponding period									
At 1 July 2020	385,318	(23,883)	(24,028)	106	27	888,776	1,226,316	149,151	1,375,467
Total comprehensive income for the year	-	-	-	-	-	77,411	77,411	41,200	118,611
Reclassification to redeemable preference shares ("RPS")	-	-	-	-	-	-	-	78,320	78,320
Reduction of ordinary shares in a subsidiary	-	-	-	-	-	-	-	(29,469)	(29,469)
Redemption of RPS in a subsidiary	-	-	-	-	-	-	-	(47,838)	(47,838)
Dividend paid	-	-	-	-	-	-	-	(49,441)	(49,441)
As At 30 June 2021	385,318	(23,883)	(24,028)	106	27	966,187	1,303,727	141,923	1,445,650

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER
ENDED 30 JUNE 2022

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

	Year-to-date ended	
	30.06.2022	30.06.2021
	RM'000	RM'000
Profit before tax	50,007	172,653
Adjustments for:		
(Gain)/loss on fair value on biological assets	(384)	535
Dividend income	(1,047)	(988)
Property, plant and equipment written off	-	2,327
Reversal of provision for foreseeable losses of property development activities	-	(143)
Depreciation of property, plant and equipment	12,564	12,372
Depreciation of right-of-use assets	4,038	1,932
Gain on disposal of property, plant and equipment	-	(33)
Realisation of goodwill	459	459
Loss on fair value of investment properties	1,440	-
Bad debts written off	1,368	-
Reversal for impairment on trade and other receivables	(1,872)	(569)
Interest expense	27,418	28,585
Interest income	(2,044)	(4,490)
Provision for tax penalties	-	873
Unrealised profit arising from transactions with an associate and joint ventures	4,266	2,353
Share of results of associates and joint ventures	(19,920)	(9,204)
Operating profit before working capital changes	<u>76,293</u>	<u>206,662</u>
Working capital changes:		
Inventories	28,386	121,924
Trade and other receivables	(20,730)	121,543
Contract assets	(77,021)	(65,168)
Contract cost assets	11,763	46,995
Trade and other payables	45,473	(25,796)
Contract liabilities	(1,422)	(3,518)
Cash flow generated from operations	<u>62,742</u>	<u>402,642</u>
Interest received	93	1,393
Interest paid	(29,624)	(27,872)
Tax paid	(28,467)	(76,212)
Net cash flows generated from operating activities	<u>4,744</u>	<u>299,951</u>

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 (cont'd)

	30.06.2022	30.06.2021
	RM'000	RM'000
Cash flows from investing activities		
Acquisitions of property, plant and equipment	(1,823)	(1,159)
Additions in investment properties	(3,440)	-
Additions of fit-out contribution	(3,833)	-
Proceeds from disposal of asset held for sale	-	242,100
Dividend income from associate	1,434	1,355
Redemptions/(additions) of other investments	119,387	(116,577)
Disposals of other investments	-	12,590
Proceeds from disposal of property, plant and equipment	-	87
Dividend income from investment securities	-	988
Interest received	2,998	3,097
Net cash flows generated from investing activities	<u>114,723</u>	<u>142,481</u>
Cash flows from financing activities		
Bank borrowings drawdown	502,614	251,730
Repayment of bank borrowings	(523,023)	(665,289)
Repayment of principal portion of lease liabilities	(2,482)	(3,120)
Withdrawal of deposits with licensed banks		
not available for use	5,971	9,351
Reduction of ordinary shares paid to non-controlling interest	(68,732)	(29,469)
Redemption of preference shares from		
non-controlling interest	-	(47,838)
Dividend paid to non-controlling interest	-	(49,441)
Dividend paid to shareholders of the company	(13,398)	-
Net cash flow used in financing activities	<u>(99,050)</u>	<u>(534,076)</u>
Net decrease in cash and cash equivalents	20,417	(91,644)
Cash and cash equivalents at beginning of the financial year	81,960	173,604
Cash and cash equivalents at end of the financial year	<u>102,377</u>	<u>81,960</u>

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 (cont'd)

Cash and cash equivalents comprise the following:

	30.06.2022	30.06.2021
	RM'000	RM'000
Deposits, cash and bank balances	102,964	88,518
Less: Cash and bank balances not available for use	(587)	(6,558)
	<u>102,377</u>	<u>81,960</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH
QUARTER ENDED 30 JUNE 2022

The figures have not been audited

NOTES

1. Basis of preparation

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

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 (“FY2021”). The explanatory notes attached to the interim financial report 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 FY2021.

The accounting policies and presentation adopted for this Unaudited Condensed Consolidated Interim Financial Information are mainly consistent with those of the Group's audited financial statements for FY2021, except for the following:

Effective for financial periods beginning on or after 1 January 2021:

Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16	Interest Rate Benchmark Reform - Phase 2
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Effective for financial periods beginning on or after 1 April 2021:

Amendments to MFRS 16	COVID 19 - Related Rent Concessions beyond 30 June 2021
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Effective for financial periods beginning on or after 1 January 2022:

Amendments to MFRS 1	First-time Adoption of MFRS-Subsidiary as a First-time Adopter
Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 9	Financial Instruments - Fees in the ‘10 per cent’ Test for Derecognition of Financial Liabilities
Amendments to MFRS 116	Property, Plant and Equipment - Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a Contract
Amendments to MFRS 141	Agriculture - Taxation in Fair Value Measurements

The adoption of the above do not have any significant impact to the Group.

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2. Qualification of audit report of the preceding annual financial statements

The audit report for the preceding annual financial statements was not subject to any qualification.

3. Seasonality or cyclicity of interim operations

The Group's interim operations were not materially affected by any seasonal or cyclical factors for the current quarter under review.

4. Nature and amount of items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial year ended 30 June 2022.

5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current financial year.

6. Issues, repurchases and repayments of debt and equity securities

During the current quarter and the financial year, there were no additional shares purchased by the trust set up for the Executive Share Scheme ("ESS Trust"). As at reporting date, a total of 30,578,100 shares of GuocoLand (Malaysia) Berhad ("GLM") were held by the ESS Trust.

During the current financial year, an option over 3,000,000 GLM shares granted pursuant to the Company's Value Creation Incentive Plan has lapsed. There is no outstanding share option as at 30 June 2022.

Save as detailed above, there were no other issues, repurchases and repayments of debts and equity securities during the current financial year.

7. Dividend paid

During the financial year ended 30 June 2022, a final dividend of 2 sen per ordinary share amounted to RM13.4 million in respect of FY2021 was paid on 10 December 2021.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
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8. Segmental reporting

The Group's segmental report is as follows:

Financial Year Ended 30.06.2022

	Property development RM'000	Property investment RM'000	Hotel RM'000	Plantations RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
Revenue							
External sales	377,900	13,743	21,287	13,701	7,435	-	434,066
Inter-segment sales	-	45	-	-	21,386	(21,431)	-
Total revenue	377,900	13,788	21,287	13,701	28,821	(21,431)	434,066
Results							
Segment results	71,599	281	(13,030)	8,385	(3,741)	(8,447)	55,047
Interest income	664	126	31	306	3,928	(3,011)	2,044
Finance costs	(11,501)	(5,723)	(6,295)	(1)	(4,686)	788	(27,418)
Share of results of associates	-	1,558	-	2,955	-	-	4,513
Share of results of joint ventures	15,821	-	-	-	-	-	15,821
Income tax	(16,858)	7	-	(2,808)	(2,219)	-	(21,878)
Profit for the year							28,129

Segmental reporting by geographical location has not been prepared as the Group's operations are substantially carried out in Malaysia.

9. Valuations of property, plant and equipment and investment properties

The valuations of property, plant and equipment and investment properties were adjusted during the financial year as per Note 16 which was determined based on valuation reports by accredited independent valuers.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
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10. Material events

On 12 October 2020, GLM Real Estate Holdings Sdn Bhd (“GLMREH”), a wholly-owned subsidiary of GLM, received from the Inland Revenue Board of Malaysia (“IRB”) a notice of assessment for the year of assessment 2016 of RM82,589,751.74 comprising income tax of RM56,259,819.84 and penalty of RM26,329,931.90.

The income tax and penalty were imposed by the IRB pursuant to its view that the gains made by GLMREH from the disposal of its wholly-owned subsidiary (being shares in a real property company) are chargeable under the Income Tax Act 1967 instead of the Real Property Gains Tax Act, 1976. As GLMREH had previously paid real property gains tax totalling RM12,376,600, the potential net tax impact to the Company is RM70,213,151.74.

GLMREH had submitted the notice of appeal to IRB on 26 October 2020 and a provision amounted to RM24,418,600 in relation to the tax assessment was made by GLMREH in FY2021 in line with the settlement negotiated. GLMREH and IRB had reached an agreement to settle the income tax payable and penalty at RM36,795,200 and on 13 December 2021, GLMREH had received a Notice of Reduced Assessment issued by the IRB confirming the said settlement amount. The tax payment had been settled in full in the previous financial year.

11. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, and restructuring.

12. Review of performance

(a) Performance of the current quarter against the previous year corresponding quarter.

The Group reported revenue of RM172.1 million and profit before tax of RM39.7 million for the current quarter under review as compared to revenue of RM133.3 million and profit before tax of RM10.5 million in the previous corresponding quarter. The improved results were mainly attributable to higher contributions from the property development division and lower loss incurred by the hospitality division.

The property development division reported a better performance due to contributions from its ongoing projects in Emerald 9 and Emerald Hills in Cheras. The performance of the hospitality division has improved with higher occupancy and average room rates from the increase in tourism subsequent to the reopening of international borders and relaxed local travel restrictions in the current quarter.

The Group incurred higher sales and marketing expenses by RM2.0 million as compared to the previous corresponding quarter mainly due to increased marketing activities for a new project launch in Emerald 9. The share of results of associates and joint ventures reported an improvement due to higher contribution in its project in Emerald Rawang.

GUOCOLAND (MALAYSIA) BERHAD (192001000022 (300-K))
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12. Review of performance (cont'd.)

- (b) Performance of the current financial year against the previous financial year.

The Group recorded revenue of RM434.1 million and profit before tax of RM50.0 million for the current financial year as compared to revenue of RM650.5 million and profit before tax of RM172.7 million in the previous corresponding financial year.

In the previous financial year, the Group had disposed a parcel of land located in Mukim and District of Jasin, Melaka with a revenue of RM260.2 million and profit before tax of RM157.7 million. Excluding this for comparison, the Group recorded better performance in the current financial period with higher revenue of RM43.8 million and profit before tax of RM35.0 million as compared to the previous financial year.

The improved results were mainly attributable to higher contributions from the property development division and lower loss incurred by the hospitality division. The property development division recorded higher sales and percentage of completion in both projects in Emerald 9 and Emerald Hills in Cheras. The hospitality division also recorded better performance with higher occupancy and average room rates with increased domestic travels and reopened international borders in the current quarter.

The Group incurred higher selling and marketing expenses as compared to previous financial year mainly due to increased sales and marketing activities on its ongoing projects following the relaxation of restriction on activities under Movement Control Order ("MCO"). The Group incurred lower administrative expenses in the current financial year due to savings in certain operational expenses. The improved performance from share of results of associates and joint ventures by RM11.1 million resulted from higher contribution in its projects in Emerald Rawang and Emerald Sepang.

The Group had made a provision amounted to RM14.0 million in the previous financial year in relation to the tax investigation by IRB. The Group had reached a settlement agreement with IRB as highlighted in Note 10.

13. Material change in profit before tax for the current quarter compared with the immediate preceding quarter

The Group recorded a profit before tax in the current quarter of RM39.7 million as compared to RM9.3 million in the immediate preceding quarter (Q3 FY2022). The improvement in the current quarter was mainly attributed to the higher contributions from the property development division.

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14. Prospects

The Malaysian economy is expected to improve with the continued recovery in domestic demand and expansion in exports albeit at a moderate pace as conditions normalize after the early surge following the relaxation of MCO restrictions and border reopenings. While economic recovery is underway, its pace will be affected by the unfolding geopolitical developments arising in Ukraine-Russia and in the Taiwan Straits, the uncertainty of Covid-19 and other factors such as elevated building materials pricing, inflation, rising interest rates and labour scarcity. The Group will continue to focus on monetising its inventories and progressing its development projects for timely completion. New product launches will be phased according to prevailing market conditions. The Group remains alert to opportunities to increase its landbank.

15. Profit forecast/Profit guarantee

Not applicable.

16. Profit before Tax for the year

Included in profit for the financial year are:

	3 months ended		Year-to-date	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	RM'000	RM'000	RM'000	RM'000
Reversal for impairment on trade and other receivables	(746)	(72)	(1,872)	(569)
Bad debts written off	198	-	1,368	-
Reversal of provision for foreseeable losses of property development activities	-	-	-	(143)
Depreciation of property, plant and equipment	3,328	3,112	12,564	12,372
Depreciation of right-of-use assets	581	(1,382)	4,038	1,932
Loss/(gain) on disposal of property, plant and equipment	1	-	-	(33)
Property, plant and equipment (written back)/written off	-	(133)	-	2,327
Loss on fair value of investment properties	360	-	1,440	-
(Gain)/loss on fair value on biological assets	(109)	318	(384)	535

Other than the above items, there were no allowance for impairment and write off of inventories, impairment of assets and other exceptional items for the financial year ended 30 June 2022.

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17. Taxation

Taxation comprises:

	3 months ended		Year-to-date	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	RM'000	RM'000	RM'000	RM'000
Current taxation				
- Malaysian income tax	11,538	(19,065)	18,054	57,270
- Deferred taxation	2,644	6,750	3,255	(6,351)
Prior year				
- Malaysian income tax	131	23,021	(150)	11,386
- Deferred taxation	719	(8,263)	719	(8,263)
	<u>15,032</u>	<u>2,443</u>	<u>21,878</u>	<u>54,042</u>

The Group's effective tax rates for the current quarter and current financial year were higher than the statutory tax rate as a result of the non-deductibility of certain expenses for tax purposes and losses incurred by certain subsidiary companies which were not available to set off against taxable profits in other companies within the Group.

18. Corporate proposals

There is no other outstanding corporate proposal announced but not completed as at the date of this report.

19. Group's borrowings and debt securities

Particulars of the Group's borrowings as at 30 June 2022 are as follows:

	RM'000
Short term borrowings	
Secured	188,634
Unsecured	<u>142,000</u>
	<u>330,634</u>
Long term borrowings	
Secured	<u>407,268</u>
Total borrowings	<u>737,902</u>

The above borrowings are all denominated in Ringgit Malaysia.

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20. Changes in material litigation

Not applicable.

21. Dividend

A proposed final single-tier dividend has been recommended for the financial year ended 30 June 2022:

- i. Amount per share: 2 sen
- ii. Previous year corresponding quarter: 2 sen
- iii. Entitlement date: To be announced later
- iv. Payment date: To be announced later

Total dividend for the current financial year ended 30 June 2022: 2 sen per share (30 June 2021: 2 sen per share).

22. Profit per share

Basic EPS

The basic profit per share are calculated based on the net profit attributable to ordinary shareholders for the financial year divided by the weighted average number of ordinary shares:

	3 months ended		Year-to-date ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Net profit attributable to ordinary shareholders for the year (RM'000)	<u>23,788</u>	<u>7,000</u>	<u>26,299</u>	<u>77,411</u>
Weighted average number of shares ('000)	<u>669,880</u>	<u>669,880</u>	<u>669,880</u>	<u>669,880</u>
Basic Profit per share (sen)	<u>3.551</u>	<u>1.045</u>	<u>3.926</u>	<u>11.556</u>

Diluted EPS

The Group has no dilution in its EPS for the financial year under review as there are no dilutive potential ordinary shares.

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23. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for FY2021 was not subject to any qualification.

By Order of the Board
GuocoLand (Malaysia) Berhad

CHIN MIN YANN
LEE SOW YEANG
Company Secretaries

Kuala Lumpur
16 August 2022