

QUARTERLY REPORT



PPB
GROUP BERHAD

INVESTOR UPDATE
2022

Investor Update 2022

Quarterly Report 02

4	From the Desk of the Chairman
7	Happenings
8	CSR Activities
12	Announcements
13	Share Analysis
15	Group Financial Highlights
17	Unaudited Condensed Consolidated Income Statements
18	Unaudited Condensed Consolidated Statements Of Comprehensive Income
19	Unaudited Condensed Consolidated Statements Of Financial Position
21	Unaudited Condensed Consolidated Statements Of Changes In Equity
22	Unaudited Condensed Consolidated Statements Of Cash Flows
23	Notes



What We Do



**GRAINS AND
AGRIBUSINESS**



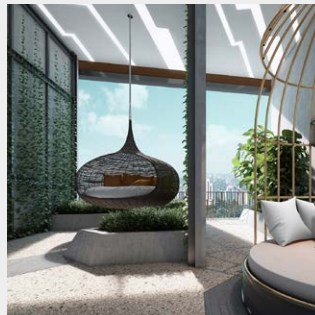
**CONSUMER
PRODUCTS**



**FILM EXHIBITION AND
DISTRIBUTION**



**ENVIRONMENTAL
ENGINEERING AND
UTILITIES**



PROPERTY



**INVESTMENTS & OTHER
OPERATIONS**

FROM THE DESK OF THE CHAIRMAN

Dear Shareholders,

We are pleased to report that PPB Group's revenue and pre-tax profit increased by 34% and 68% to RM2.96 billion and RM991 million respectively for 1H2022. All key segments recorded improved performance, coupled with the increase in contribution from Wilmar International Limited ("Wilmar") by 67% to RM992 million.

Earnings per share was at 70.05 sen, 70% higher compared with 41.17 sen for 1H2021.



INTERIM DIVIDEND

The Board of Directors has declared an interim dividend of 12 sen per share for the financial year ending 31 December 2022. The dividend is payable on 28 September 2022 to shareholders whose names appear in the Record of Depositors on 9 September 2022.

REVIEW OF OPERATIONS

The results of PPB's main business operations for 1H2022 are summarised as follows :-

- *Grains and Agribusiness* segment revenue for 1H2022 increased by 31% to RM2.2 billion. The segment recorded a profit of RM115 million in 2Q2022 as compared to a loss of RM72 million recorded in 2Q2021. In the 1H2022, the segment reported a loss of RM23 million compared with a RM52 million profit in 1H2021. The losses for the 1H2022 were reduced mainly attributable to hedging gains on derivative instruments as grain prices stabilised during the second quarter of 2022.
- *Consumer Products* segment revenue and profit for 1H2022 were higher at RM378 million and RM13 million respectively. The improved performance was mainly due to higher sales of bakery and other fast-moving consumer products.
- *Film Exhibition and Distribution* segment revenue increased significantly to RM221 million in 1H2022 compared with RM41 million in 1H2021, whilst the loss for 1H2022 reduced to RM8 million as compared with the RM59 million loss in 1H2021. The full reopening of cinemas, opening of the newly-acquired former MBO cinemas, higher admissions as well as a six-fold increase in box office collections, were the main factors which contributed positively to the overall performance of this segment.

- *Environmental Engineering and Utilities* registered lower segment revenue and segment profit of RM68 million and RM1.2 million, down 28% and 71% respectively due to lower project revenue recognised and higher project cost incurred.
- The *Property* segment revenue for 1H2022 was higher at RM82 million, up 56% whilst segment profit increased by >100% to RM22 million. The improvement was mainly attributable to new sales and progressive profit recognition of the Megah Rise development project, as well as improvement in overall mall business performance.

PROSPECTS FOR 2022

Grain commodity prices have now stabilized to a level closer to the pre-Russian-Ukraine conflict as global supply concerns eased. However, the flowthrough effect of high raw material prices on production costs, as well as high logistics costs will remain, given the lag effect of procurement and production cycles, in addition to limitations in our price-in mechanism. The *Grains and agribusiness* segment will continue its efforts to preserve margins by improving its product performance and enhancing its operational efficiency.

We expect our *Consumer products* segment, which mainly distributes basic necessities, to perform satisfactorily on the back of improving consumer sentiment as the country transitions into endemicity.

The *Film exhibition and distribution* segment saw strong quarter-to-quarter improvement due to the release of summer blockbuster titles. The scheduled movie line-up for the second half of 2022 is expected to contribute positively to the segment. Management will remain cautious in spending during this recovery stage of the industry and continue to optimise resources.

The *Environmental engineering* and utilities segment will continue to focus on replenishing its order book and exploring new project opportunities.

The Megah Rise development project is on schedule to be completed by the end of the 3rd quarter. Coupled with the increased footfall in our malls, performance of the Property segment is expected to be satisfactory.

Wilmar's performance will continue to contribute substantially to the overall profitability of the Group.

HAPPENINGS

PPB's 53rd Annual General Meeting was held virtually on 12 May 2022. At the meeting, shareholders were briefed on the Group's performance and financial results for the year ended 31 December 2021.

Our wholly-owned subsidiary, Golden Screen Cinemas Sdn Bhd (GSC) together with the Embassy of France and Alliance Francaise Malaise launched the 20th edition of the French Film Festival at GSC Mid Valley.

GSC's lifestyle F&B brand, Happy Food Co. widened its product range with the introduction of Crispy Salmon Skin snacks.

CSR ACTIVITIES

COVID-19 Initiatives

During the quarter under review, PPB contributed basic food provisions to 85 needy families and 5 welfare homes; and assisted some of them to pay their utility bills that were in arrears. PPB also assisted 50 refugee children with dental and medical care. With rising food costs, PPB collaborated with PWD Smart FarmAbility Enterprise and sponsored five satellite farms for five welfare homes including a group of single mothers at PPR Pinggiran Bukit Jalil. The Satellite Farm is a symbiosis regenerative soil aquaponic system where the homes can harvest nutritious vegetables and fresh Tilapia fish for a balanced diet and the excess, sold to their neighbourhoods, providing income opportunities to the homes.

Others

The Group organised/participated in several other CSR activities, and you can read about them in other sections in this update.

GREETINGS

I take this opportunity to wish every Malaysian, "Happy Malaysia Day"!

Tan Sri Datuk Oh Siew Nam
Chairman

9 September 2022



Tan Sri Datuk Oh Siew Nam
Chairman

HAPPENINGS



53RD ANNUAL GENERAL MEETING

The 53rd Annual General Meeting ("AGM") of PPB Group Berhad was held on 12 May 2022. Shareholders and proxy holders representing a total of 82.61% of the issued shares of the Company had registered to attend the AGM. As part of the continuing safety and precautionary measures, the AGM was conducted entirely via live streaming and online remote poll voting using remote participation and electronic voting facilities.

At the AGM, the Group Chief Financial Officer read out the Company's reply to a letter from the Minority Shareholders Watch Group. She also presented the key Group financial highlights for the year ended 31 December 2021 ("FY2021"), after which the Managing Director presented a summary of the Group business updates and prospects.

The Chairman and management then proceeded to deal with questions raised by shareholders relating to the Group's operations and businesses, and results for FY2021.

After conclusion of the business of the agenda, voting on the resolutions tabled at the AGM was completed and the results verified. All the resolutions tabled at the meeting were passed by the shareholders.

The minutes of the AGM have been uploaded to PPB's website and can be accessed here :

https://www.ppbgroup.com/images/pages/investor-relations/annual_general_meeting/53rd_agm/53rd_AGM_minutes.pdf

2022 FRENCH FILM FESTIVAL

After a two-year pause due to the pandemic lockdown, the Embassy of France and Alliance Francaise Malaise, together with Golden Screen Cinemas Sdn Bhd (GSC) launched the 20th edition of Le French Film Festival (LFFF22) at GSC Mid Valley on 7 June 2022.

Le French Film Festival offered a selection of 17 movies (including GSC's own International Screens French title – The Family). These comprised specially curated French movies screened in the Klang Valley (June 9–26), Penang (June 30–July 10), Johor Bharu (July 7–10) and Kota Kinabalu (July 14–17).

The Alliance Francaise Penang also organised a similar launch at GSC Gurney Plaza in Penang on 29 June 2022.



GIVE INTO YOUR CRAVINGS WITH HAPPY FOOD CO.'S CRISPY SALMON SKIN SNACKS!

Following the successful launch of its Gourmet Popcorn earlier this year, Golden Screen Cinemas introduced a new range of Crispy Salmon Skin snacks under its Happy Food Co. lifestyle F&B brand. Made from 100% imported salmon skin, these snacks come in two savoury flavours including the classic Malaysian favourite, Salted Egg, and spicy Japanese Wasabi. Addictively flavourful and crunchy, Happy Food Co.'s Crispy Salmon Skin is now available at GSC cinemas nationwide and for purchase online via Keepsake at shop.gsc.com.my.



CSR ACTIVITIES



COVID-19 INITIATIVES

As the nation transits into the endemic phase, PPB Group continues to lend support to the community and undertook the following initiatives during the quarter under review:-

- **"Food Aid" Project**
 - i. PPB reached out to 85 needy families in the B40 group in Ipoh, Kedah, the Klang Valley, Kluang, Melaka and Penang and provided basic food provisions for three consecutive months, to help relieve their financial burden.
 - ii. PPB supported four welfare homes in the Klang Valley and one in Negeri Sembilan by sponsoring basic groceries and daily needs items eg. diapers and medication for three consecutive months.
 - iii. In collaboration with Shan De Charity Home, PPB distributed 120 sets of food items to needy recipients in Menglembu, Perak.
- **"Utilities Assistance" Project**
PPB assisted three welfare homes and 19 needy families to pay their utility bills which were in arrears, to lessen their household expenses.
- **"Support Cottage/ Local Businesses" Project**
PPB sponsored a young adult who had to provide care for her ailing mother, with an overlook sewing machine to help expedite her sewing and therefore increase orders for her home tailoring business.



Medical Care for the Needy

In May 2022, PPB sponsored medical and dental supplies to a mobile clinic for refugees. The mobile clinic was set up by Project Hope Welfare Association (Project Hope) with their volunteer doctors and a dentist who provided general health screening and dental care to about 50 refugee children in Seri Kembangan.

Project Hope is an NGO that aims to empower the needy to provide for themselves through life skills training, besides providing food aid and tutorial programs to needy families in PPR Desa Mentari and PPR Lembah Subang. Project Hope has also been actively involved in assisting refugees during the pandemic and continues to do so.



CSR ACTIVITIES (Continued)



Regenerative Satellite Farm

In 2021, PPB collaborated with PWD Smart FarmAbility Enterprise (PWD) and sponsored 1,500 Hope Boxes. These boxes of organic regenerative vegetable terrariums are easily harvested at home, fresh and chemical-free, and aim to scale up the needy's nutrition intake. For over a year, the majority of the recipients continue to harvest organic vegetables for consumption. This shows that the Hope Boxes have provided a continuous supply of organic vegetables at their doorstep, reducing the financial burden of increasing food prices.

PPB invested in another sustainable initiative by PWD in 2022 by sponsoring five Satellite Farms for welfare homes/needy



recipients. The Satellite Farm is a symbiosis regenerative soil aquaponic system whereby recipients can harvest organic vegetables and fresh Tilapia fish for a more balanced diet, and the excess is sold in their neighbourhoods, providing income opportunities to the homes.

The satellite farm consists of six growing towers with at least four types of regenerative organic vegetables eg. red watercress, sayur manis, Brazilian spinach and a canvas pond at the centre that houses 100 tilapia fishes. The recipients of the Satellite Farms were Pertubuhan Warga Emas Kenang Budi KL, En Yuan Old Folks Home Sg Way, Persatuan Kebajikan Kasih OKU Selangor, Pusat Pemulihan Dalam Komuniti (PDK) Semenyih, and a group of single mothers residing at PPR Pinggiran Bukit Jalil.

FROM ZERO TO HERO IN CREATIVE SEWING PROJECT

PPB sponsored 30 participants from the B40 community for a 6-day intensive sewing course facilitated by the Persatuan Seni Jahitan Kreatif Malaysia (PSJKM) for the second year. PSJKM is an NGO which empowers the needy with creative sewing and entrepreneurship skills.

After completion of their training, the participants were given a sewing machine and 6 months of mentorship. They also had an opportunity to learn and sell their handmade products at PSJKM's Facebook Live sessions. Participants are encouraged to continue with the advanced sewing courses (also sponsored by PPB), to upskill their sewing techniques and create more varieties for their product catalogues. Many who had started without any sources of income, have now managed to earn an income by selling their handmade sewing products after completing the course.

During the pandemic, many from the B40 group were unemployed and found it difficult to earn a stable income due to limited employment opportunities. This sewing course has helped to empower the needy with sewing skills and upskill them for entrepreneurship, besides providing a side income to cover the rising cost of living.



CSR ACTIVITIES *(Continued)*



HARI RAYA CELEBRATION

PPB organised delivery of “buka puasa” meals for four welfare homes, Pertubuhan Kebajikan Anak-Anak Yatim Dan Asnaf Qaseh Ibu, Pusat Jagaan Sri Mesra (Mesra Homes Ampang), Rumah Amal Raudhatul Jannah, and Rumah Penyayang Ulin Nuha. Besides the meals, PPB contributed items requested by the homes such as electrical appliances, mattresses, wall paints, groceries and COVID-19 Rapid Antigen self-test kits. PPB also supported two single mothers by ordering their homemade cookies for these homes.



NINE SINGLE MOTHERS GRADUATE FROM THE SUPERMUM TRAINING INITIATIVE

PPB's Baking a Better Future project includes the Supermum initiative which is a collaboration between PPB, the Rotary Club of Petaling Jaya (RCPJ) and Food Aid Foundation, to teach single mothers with minimal or no baking skills, with sufficient baking capabilities, whether for self-entrepreneurship or employment.

In March 2022, nine single mums from the third batch completed their 10 training modules. They subsequently attended a business training workshop in May 2022 at GSC Nu Sentral, organised by PPB. Trainees from previous batches were also invited. The workshop covered topics on basic accounting, branding and information on wheat flour, and was facilitated by staff from PPB Properties, GSC and FFM.



Under our Baking a Better Future project, PPB collaborates with reputable NGOs to set up baking studios to provide vulnerable persons with baking skills for entrepreneurship or employment, and support their training needs. This project started in 2019 with the set up of bake X for youth in collaboration with Dignity Foundation.

CSR ACTIVITIES (Continued)

GSC AWARDS YOUTH FILMMAKER FUNDING WITH RM30,000 TO PRODUCE MENTAL HEALTH PSA

In partnership with the Centre of Mental Health and Wellbeing (CMHW) at HELP University, GSC concluded the second season of the “My Mind On Film” (MMOF) Youth Mental Health Film Festival in May 2022 with a screening of short films and an award ceremony. The event was the culmination of a short film contest that kicked-off in October 2021 and built upon GSC’s #HelloWeCan campaign which aims to put the spotlight on mental health in Malaysia.

The contest received more than 100 submissions, but only the better filmmakers walked away with prizes, including a young filmmaker, Ahmad Shah, who won RM30,000 of funding to produce a mental health public service announcement (PSA) to be screened in GSC theatres nationwide. Through the festival, GSC aims to provide youth and student filmmakers an opportunity to showcase their ideas, talents, and craft, whilst enabling discussions and conversations to raise awareness of mental health in Malaysia.



PPB PROPERTIES COMMUNITY CHARITY KIOSK AT CHERAS LEISUREMALL

The charity kiosk at Level 1, Cheras LeisureMall, welcomed two new tenants, viz Silent Teddies Bakery in April 2022 and Persatuan STAND from May to June 2022.

Silent Teddies Bakery is a social enterprise to provide hearing-impaired youths with training and skills in the F&B industry, whilst Persatuan STAND is a non-profit organisation selling handmade pies made by special needs youths. Persatuan STAND raised more than RM9,000 from their sales – a commendable achievement.

The Community Charity Kiosk aims to provide NGOs and social enterprises with an avenue to raise awareness and showcase their initiatives and/or products. The kiosk enables them to reach more potential customers, increase their revenue and provide them a wider exposure and perspective.



CHICKEN MUSHROOM M- RM4.50 L- RM6.50	FISH PIE M- RM6.00 L- RM8.00	VEGETABLE PIE M- RM4.50 L- RM6.50	BEEF GIGOLASH M- RM6.00 L- RM8.00
CHICKEN CURRY M- RM4.50 L- RM6.50	COTTAGE PIE M- RM4.50 L- RM6.50	APPLE CRUMBLE M- RM5.00 L- RM6.50	BEEF RENDANG M- RM6.00 L- RM8.00

Announcements – 2nd Quarter 2022

Date	Subject
13 April 2022	PPB announced the issue of the Notice of the 53 rd Annual General Meeting (“AGM”) of the Company dated 14 April 2022.
14 April 2022	<p>Issue of PPB’s 2021 Annual Report and Corporate Governance Report.</p> <p>Issue of the Circular to Shareholders dated 14 April 2022 in relation to the following :</p> <ul style="list-style-type: none"> • Proposed shareholders’ mandate for recurrent related party transactions; • Proposed renewal of authority for PPB to purchase its own ordinary shares; and • Proposed amendments to PPB’s Constitution.
12 May 2022	PPB announced that all the resolutions tabled at the 53 rd AGM held on 12 May 2022 were passed by shareholders of the Company.
17 May 2022	PPB announced that the quarterly report for the 1 st quarter ended 31 March 2022 would be released on 31 May 2022.
31 May 2022	Release of PPB’s quarterly report for the 1 st quarter ended 31 March 2022.

Share Analysis

The FBM KLCI declined along with most regional equities amid global risk-off sentiment and higher interest rates. The negative performance was driven mainly by sectors in technology (-19.2%), plantation (-13.2%), and industrial products (-11.6%).

[Source: Bank Negara Malaysia website]

PPB shares closed at RM15.86 compared with RM17.10 in the preceding quarter and market capitalisation decreased to RM22,569 million. The average daily volume of PPB shares traded during the quarter decreased by 15.60% to 548,381 shares.

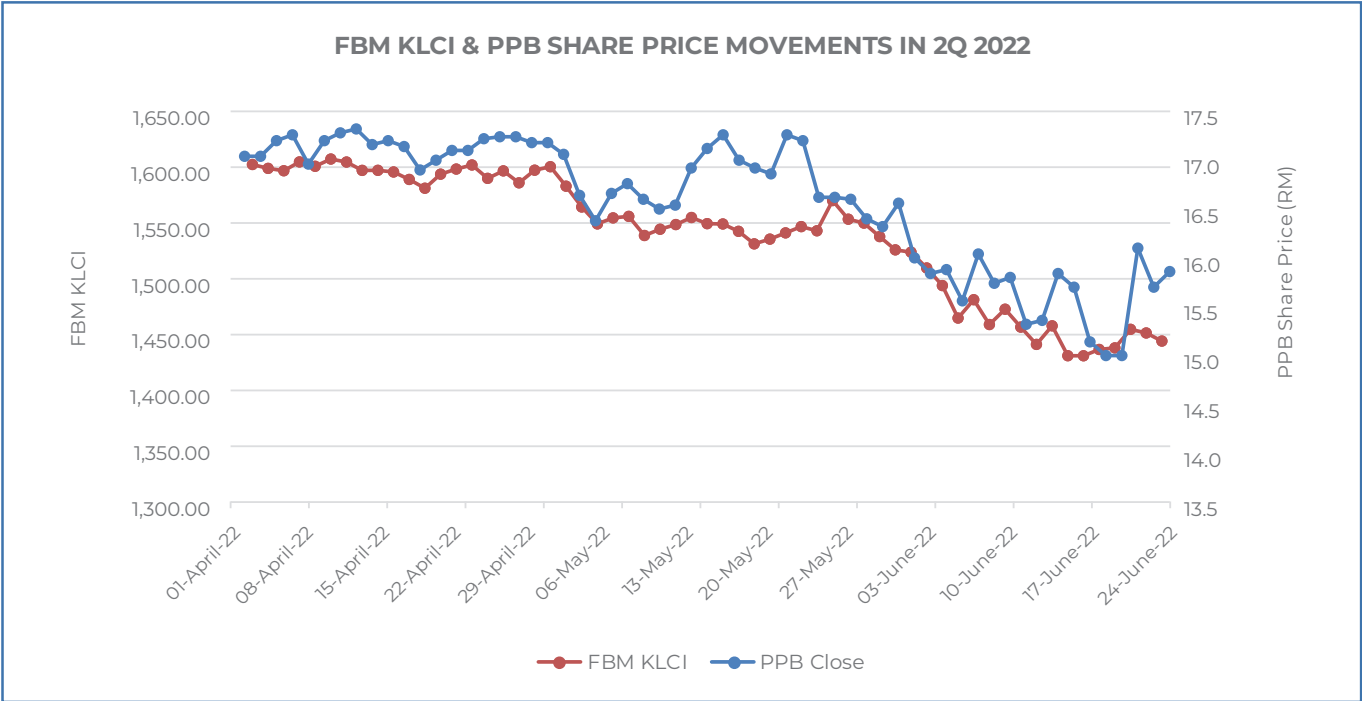
	2Q2022	1Q2022	% change
PPB share price (RM)			
Closing price (high)	17.32	18.42	-5.97%
Closing price (low)	15.00	15.88	-5.54%
Month end closing price	15.86	17.10	-7.25%
Weighted share price	16.51	17.22	-4.12%
Market capitalisation (RM'million)	22,569	24,333	-7.25%

PPB share trading volume (Number of shares)			
Daily volume (high)	2,542,400	3,144,000	-19.13%
Daily volume (low)	47,400	160,800	-70.52%
Average daily volume	548,381	649,715	-15.60%

FBM KLCI			
FBM KLCI closing (high)	1,607.29	1,618.54	-0.70%
FBM KLCI closing (low)	1,431.05	1,508.91	-5.16%
FBM KLCI quarter end closing	1,444.22	1,587.36	-9.02%

FBM KLCI volume (Number of shares)			
Daily volume (high)	502,348,900	562,490,600	-10.69%
Daily volume (low)	74,988,700	40,381,500	85.70%
Average daily volume	142,616,953	151,155,910	-5.65%

Share Analysis (Continued)



Group Financial Highlights

Financial period/year ended (All figures in RM million)	30.06.22	6 months 30.06.21	Change %	12 months 31.12.21
INCOME STATEMENT				
Revenue	2,959	2,201	34	4,857
Profit before tax	991	591	68	1,498
Profit attributable to owners of the parent	997	586	70	1,496
STATEMENT OF FINANCIAL POSITION				
Non-current assets	24,933	22,820	9	23,703
<u>Current assets</u>				
Cash and cash equivalents	1,547	1,364	13	1,296
Others	2,861	2,162	32	2,398
Total current assets	4,408	3,526	25	3,694
Total assets	29,341	26,346	11	27,397
<u>Equity</u>				
Share capital	1,429	1,429	-	1,429
Reserves	24,177	22,247	9	23,002
Equity attributable to owners of the parent	25,606	23,676	8	24,431
Non-controlling interests	758	746	2	749
Total equity	26,364	24,422	8	25,180

Group Financial Highlights (Continued)

Financial period/year ended (All figures in RM million)	30.06.22	6 months 30.06.21	Change %	12 months 31.12.21
<u>Non-current liabilities</u>				
Borrowings	70	15	>100	68
Others	477	363	31	416
Total non-current liabilities	547	378	45	484
<u>Current liabilities</u>				
Borrowings	1,524	928	64	1,035
Others	906	618	47	698
Total current liabilities	2,430	1,546	57	1,733
Total liabilities	2,977	1,924	55	2,217
Total equity and liabilities	29,341	26,346	11	27,397

RATIOS

Return on equity attributable to owners of the parent	(%)	7.8	5.0	6.1
Earnings per share	(sen)	70.1	41.2	105.2
Debt to equity ratio	(times)	0.06	0.04	0.05
Net assets per share	(RM)	18.00	16.6	17.2
Dividend per share for financial year	(sen)	12.0	10.0	35.0

STOCK MARKET INFORMATION

Share price	(RM)	15.86	18.30	17.10
Market capitalisation	(RM million)	22,562	26,034	24,326

Unaudited Condensed Consolidated Income Statements

For The Financial Period Ended 30 June 2022

	2 nd Quarter ended 30 June		6 Months ended 30 June	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Revenue	1,577,314	1,082,928	2,958,989	2,200,667
Operating expenses	(1,501,938)	(1,100,072)	(2,879,123)	(2,208,439)
Operating profit/(loss)	75,376	(17,144)	79,866	(7,772)
Other operating income/(loss)	61,743	(91,327)	(107,878)	(28,126)
Share of results of associates	628,496	260,324	1,044,142	640,221
Share of results of joint venture	1,240	1,106	2,575	2,262
Finance costs	(14,783)	(8,340)	(27,543)	(15,358)
Profit before taxation	752,072	144,619	991,162	591,227
Tax (expense)/credit	(36,224)	27,914	6,598	3,549
Profit for the period	715,848	172,533	997,760	594,776
Attributable to :				
Owners of the parent	693,407	183,466	996,566	585,648
Non-controlling interests	22,441	(10,933)	1,194	9,128
Profit for the period	715,848	172,533	997,760	594,776
Basic earnings per share (sen)	48.74	12.90	70.05	41.17

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

Unaudited Condensed Consolidated Statements Of Comprehensive Income

For The Financial Period Ended 30 June 2022

	2 nd Quarter ended 30 June		6 Months ended 30 June	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Profit for the period	715,848	172,533	997,760	594,776
Other comprehensive income, net of tax				
<u>Items that will not be subsequently reclassified to profit or loss</u>				
Fair value (loss)/gain on investment in equity instruments designated as fair value through other comprehensive income	(2,981)	26,348	(9,063)	83,209
Share of associates' other comprehensive loss	12,462	43,023	(17,319)	21,095
<u>Items that will be subsequently reclassified to profit or loss</u>				
Exchange differences on translation of foreign operations	977,399	30,934	1,191,089	648,949
Share of associates' other comprehensive (loss)/income	(462,422)	183,019	(559,044)	102,006
Total comprehensive income	1,240,306	455,857	1,603,423	1,450,035
Attributable to :				
Owners of the parent	1,214,689	463,945	1,594,145	1,433,040
Non-controlling interests	25,617	(8,088)	9,278	16,995
Total comprehensive income	1,240,306	455,857	1,603,423	1,450,035

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

Unaudited Condensed Consolidated Statements Of Financial Position

	As at 30-Jun-22 RM'000	As at 31-Dec-21 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,348,489	1,383,088
Investment properties	331,740	317,163
Right-of-use assets	356,136	306,022
Bearer plants	4,094	4,241
Land held for property development	100,545	100,470
Goodwill	71,201	71,201
Other intangible assets	9,156	11,945
Investment in associates	22,246,137	21,063,903
Investment in joint venture	31,165	28,433
Other investments	363,495	372,310
Deferred tax assets	70,818	44,007
Total non-current assets	24,932,976	23,702,783
Current assets		
Inventories	1,334,661	1,081,814
Biological assets	20,509	13,422
Property development costs	37,986	41,581
Trade receivables	831,297	715,063
Other receivables	405,288	411,422
Derivative financial assets	194,185	100,650
Current tax assets	36,631	34,111
Cash and cash equivalents	1,547,005	1,296,316
Total current assets	4,407,562	3,694,379
TOTAL ASSETS	29,340,538	27,397,162
EQUITY AND LIABILITIES		
Equity		
Share capital	1,429,314	1,429,314
Reserves	24,177,027	23,002,174
Equity attributable to owners of the parent	25,606,341	24,431,488
Non-controlling interests	758,093	748,815
Total equity	26,364,434	25,180,303

Unaudited Condensed Consolidated Statements Of Financial Position *(Continued)*

	As at 30-Jun-22 RM'000	As at 31-Dec-21 RM'000
Non-current liabilities		
Borrowings	70,110	67,828
Lease obligations	329,236	282,241
Deferred tax liabilities	109,425	101,156
Provision for restoration cost	37,767	33,273
Total non-current liabilities	546,538	484,498
Current liabilities		
Trade payables	501,998	325,814
Other payables	225,732	223,622
Derivative financial liabilities	133,216	107,383
Borrowings	1,524,366	1,034,757
Lease obligations	38,456	35,974
Provision for restoration cost	960	960
Current tax liabilities	4,838	3,851
Total current liabilities	2,429,566	1,732,361
Total liabilities	2,976,104	2,216,859
TOTAL EQUITY AND LIABILITIES	29,340,538	27,397,162

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

Unaudited Condensed Consolidated Statements Of Changes In Equity

For The Financial Period Ended 30 June 2022

	Share capital RM'000	Non-distributable reserves RM'000	Retained earnings RM'000	Attributable to owners of the parent RM'000	Non-controlling interests RM'000	Total equity RM'000
6 Months ended 30 June 2022						
At 1 January 2022	1,429,314	4,277,355	18,724,819	24,431,488	748,815	25,180,303
Profit for the period	-	-	996,566	996,566	1,194	997,760
Other comprehensive income/(loss)	-	600,253	(2,674)	597,579	8,084	605,663
Total comprehensive income	-	600,253	993,892	1,594,145	9,278	1,603,423
Transfer of reserves	-	93,194	(93,194)	-	-	-
Dividends	-	-	(355,650)	(355,650)	-	(355,650)
Share of other changes in equity of associates	-	(63,642)	-	(63,642)	-	(63,642)
At 30 June 2022	1,429,314	4,907,160	19,269,867	25,606,341	758,093	26,364,434
6 Months ended 30 June 2021						
At 1 January 2021	1,429,314	3,377,002	18,012,433	22,818,749	727,696	23,546,445
Profit for the period	-	-	585,648	585,648	9,128	594,776
Other comprehensive income	-	847,392	-	847,392	7,867	855,259
Total comprehensive income	-	847,392	585,648	1,433,040	16,995	1,450,035
Transfer of reserves	-	110,243	(110,243)	-	-	-
Dividends	-	-	(540,588)	(540,588)	(923)	(541,511)
Issue of shares to non-controlling interests	-	-	-	-	2,620	2,620
Share of other changes in equity of associates	-	(35,093)	-	(35,093)	-	(35,093)
At 30 June 2021	1,429,314	4,299,544	17,947,250	23,676,108	746,388	24,422,496

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

Unaudited Condensed Consolidated Statements Of Cash Flows

For The Financial Period Ended 30 June 2022

	6 Months ended 30 June	
	2022 RM'000	2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	991,162	591,227
Adjustments:		
Non-cash items	(995,401)	(537,222)
Non-operating items	14,030	497
Operating profit before working capital changes	9,791	54,502
Working capital changes:-		
Net change in current assets	(384,121)	(431,816)
Net change in current liabilities	182,993	58,889
Cash used in operations	(191,337)	(318,425)
Tax paid	(13,763)	(33,155)
Net cash used in operating activities	(205,100)	(351,580)
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition of property, plant and equipment, investment properties, biological assets and other intangible assets	(59,320)	(67,294)
Proceeds from disposal of property, plant and equipment	3,535	2,116
Investments in associates	(211)	(82,835)
Proceeds from disposal of a subsidiary	8,931	-
Dividends received	399,539	577,307
Income received from short-term fund placements	6,980	8,964
Interest received	2,935	1,911
Repayment from/(advances to) associates	3,465	(51,376)
Distribution of profit from joint venture	1,942	1,868
Proceeds from liquidation of an associate	-	10,321
Net cash generated from investing activities	367,796	400,982
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowings	479,872	450,751
Interest paid	(19,799)	(9,993)
Dividends paid	(355,650)	(541,511)
Payment of lease obligations	(19,979)	(14,462)
Shares issued to non-controlling interest of a subsidiary	-	2,620
Net cash generated from/(used in) financing activities	84,444	(112,595)
Net increase/(decrease) in cash and cash equivalents	247,140	(63,193)
Cash and cash equivalents brought forward	1,296,316	1,420,202
Effect of exchange rate changes	3,549	4,220
Cash and cash equivalents carried forward	1,547,005	1,361,229
<u>Cash and cash equivalents represented by:</u>		
Cash and bank balances	623,339	448,578
Bank deposits	143,978	165,378
Short-term fund placements	779,688	750,007
Bank overdrafts	-	(2,734)
	1,547,005	1,361,229

(The Unaudited Condensed Consolidated Financial Statements should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

NOTES

A1. Accounting policies

The interim financial statements of the Group have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") MFRS 134 Interim Financial Reporting and Chapter 9, Part K of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("BMSB").

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the audited financial statements for the financial year ended 31 December 2021 except for the adoption of the following Amendments to MFRS that are effective for financial periods beginning on or after 1 January 2022 :

- Amendments to MFRS 3 : Business Combinations: Reference to the Conceptual Framework
- Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use
- Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets : Onerous Contract - Cost of Fulfilling a Contract
- Annual improvements to MFRS Standards 2018 - 2020

The adoption of the above Amendments to MFRS did not have any material effect on the condensed financial statements in the period of initial application.

A2. Seasonality or cyclicity of interim operations

The Group's operations are not materially affected by any seasonal or cyclical factors.

A3. Exceptional or unusual items

There were no exceptional or unusual items for the financial period ended 30 June 2022.

A4. Nature and amount of changes in estimates

There were no changes in estimates of amounts reported in the previous financial year which have a material effect in the current interim period.

A5. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period to-date.

A6. Dividends paid

A final dividend of 25 sen per share in respect of financial year ended 31 December 2021 was paid on 1 June 2022.

NOTES (Continued)

A7. Segmental reporting

Performance of the Group's business segments for the financial period ended 30 June 2022 is as follows :

	Grains and agribusiness	Consumer products	Film exhibition and distribution	Environmental engineering and utilities	Property operations	Other	Inter- segment elimination	Total
Business segments:								
All figures in RM'000								
REVENUE								
External revenue	2,169,814	375,446	220,613	67,947	82,130	43,039	-	2,958,989
Inter-segment sales	61,742	2,385	-	37	401	42	(64,607)	-
Total revenue	2,231,556	377,831	220,613	67,984	82,531	43,081	(64,607)	2,958,989
RESULTS								
Segment results	(76,509)	14,015	(7,420)	(1,998)	22,058	8,217	-	(41,637)
Share of results of associates	53,459	(935)	(229)	635	(277)	991,489	-	1,044,142
Share of results of joint venture	-	-	-	2,575	-	-	-	2,575
Unallocated corporate expenses	-	-	-	-	-	-	-	(13,918)
(Loss)/Profit before taxation	(23,050)	13,080	(7,649)	1,212	21,781	999,706	-	991,162

A8. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the financial period that have not been reflected in the financial statements under review.

NOTES (Continued)

A9. Changes in the composition of the Group

Chemquest Sdn Bhd ("CQ"), a 55%-owned subsidiary of the Company had on 24 February 2022 disposed off its 100%-equity interest in Sitamas Environmental Systems Sdn Bhd for a consideration of RM9 million. A gain on disposal amounting to RM262,000 was recorded in the interim financial statements.

Except for the above, there were no material changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinued operations for the period under review.

A10. Changes in contingent liabilities or contingent assets

On 5 August 2022, FFM Berhad ("FFM"), an 80% subsidiary of the Company, received a Notice of Proposed Decision issued by the Malaysia Competition Commission ("MyCC") pursuant to Section 36 of the Competition Act 2010 ("the Act"). The Proposed Decision is premised primarily on the allegation that FFM had engaged in agreements and/or concerted practices to fix the quantum of poultry feed prices in breach of Section 4 of the Act.

MyCC has highlighted that their findings are provisional and it should not be assumed that FFM has broken the law at this stage. Subject to the findings in relation to the alleged infringement, MyCC proposed to impose a penalty of RM46.63 million on FFM. This is, however, neither final nor conclusive. FFM is currently working with its advisors on its representation to MyCC by 20 September 2022.

Other than the above, there are no other contingent liabilities and contingent assets that arose during the period up to 19 August 2022.

A11. Capital and other commitments

Authorised capital and other commitments not provided for in the financial statements as at 30 June 2022 are as follows:

	RM'000
Property, plant and equipment, investment properties and biological assets	
- contracted	86,429
- not contracted	396,584
	483,013
Other commitments	
- contracted	392,275
Total	875,288

A12. Significant related party transactions

Significant related party transactions during the financial period ended 30 June 2022 are as follows:

	RM'000
Transactions with associates	
- Sales of goods	8,045
- Purchase of goods	4,078
Transactions with subsidiaries of the ultimate holding company	
- Supervision fee income	1,292
- Sales of goods	15,019
Transactions with subsidiaries of associates	
- Purchase of goods	231,561
- Sales of goods	100,026
- Rental income	1,667
- Other services expenses	7,687
- Freight cost	115,469

NOTES (Continued)

B1. Performance analysis

Group financial performance by business segment

	Grains and agribusiness	Consumer products	Film exhibition and distribution	Environmental engineering and utilities	Property operations	Other	Inter- segment elimination	Total
Business segments:								
All figures in RM'000								
<u>2Q2022</u>								
REVENUE								
External revenue	1,125,485	191,956	156,670	34,549	46,838	21,816	-	1,577,314
Inter-segment sales	34,222	1,707	-	-	200	14	(36,143)	-
Total revenue	1,159,707	193,663	156,670	34,549	47,038	21,830	(36,143)	1,577,314

RESULTS								
Segment results	84,526	6,895	21,314	(827)	12,833	4,420	-	129,161
Share of results of associates	30,730	(785)	943	341	(205)	597,472	-	628,496
Share of results of joint venture	-	-	-	1,240	-	-	-	1,240
Unallocated corporate expenses	-	-	-	-	-	-	-	(6,825)
Profit before taxation	115,256	6,110	22,257	754	12,628	601,892	-	752,072

<u>2Q2021</u>								
REVENUE								
External revenue	814,272	164,041	18,969	46,947	22,804	15,895	-	1,082,928
Inter-segment sales	20,126	92	-	56	200	29	(20,503)	-
Total revenue	834,398	164,133	18,969	47,003	23,004	15,924	(20,503)	1,082,928

RESULTS								
Segment results	(87,935)	2,066	(32,874)	1,359	1,345	5,698	-	(110,341)
Share of results of associates	15,928	(333)	(1,453)	(336)	(254)	246,772	-	260,324
Share of results of joint venture	-	-	-	1,106	-	-	-	1,106
Unallocated corporate expenses	-	-	-	-	-	-	-	(6,470)
(Loss)/Profit before taxation	(72,007)	1,733	(34,327)	2,129	1,091	252,470	-	144,619

Variance								
Revenue (%)	39%	18%	>100%	-26%	>100%	37%	-76%	46%
Profit/(Loss) before taxation (%)	n.m	>100%	n.m	-65%	>100%	>100%	-	>100%

n.m - not meaningful

B1. Performance analysis

Group financial performance by business segment

	Grains and agribusiness	Consumer products	Film exhibition and distribution	Environmental engineering and utilities	Property	Other operations	Inter- segment elimination	Total
Business segments:								
All figures in RM'000								
<u>1H2022</u>								
REVENUE								
External revenue	2,169,814	375,446	220,613	67,947	82,130	43,039	-	2,958,989
Inter-segment sales	61,742	2,385	-	37	401	42	(64,607)	-
Total revenue	2,231,556	377,831	220,613	67,984	82,531	43,081	(64,607)	2,958,989

RESULTS

Segment results	(76,509)	14,015	(7,420)	(1,998)	22,058	8,217	-	(41,637)
Share of results of associates	53,459	(935)	(229)	635	(277)	991,489	-	1,044,142
Share of results of joint venture	-	-	-	2,575	-	-	-	2,575
Unallocated corporate expenses	-	-	-	-	-	-	-	(13,918)
(Loss)/Profit before taxation	(23,050)	13,080	(7,649)	1,212	21,781	999,706	-	991,162

1H2021

REVENUE

External revenue	1,659,445	319,925	41,056	94,139	52,602	33,500	-	2,200,667
Inter-segment sales	40,696	418	-	164	362	100	(41,740)	-
Total revenue	1,700,141	320,343	41,056	94,303	52,964	33,600	(41,740)	2,200,667

RESULTS

Segment results	1,350	877	(58,618)	1,912	6,701	9,239	-	(38,539)
Share of results of associates	50,221	(526)	(611)	33	(860)	591,964	-	640,221
Share of results of joint venture	-	-	-	2,262	-	-	-	2,262
Unallocated corporate expenses	-	-	-	-	-	-	-	(12,717)
Profit/(Loss) before taxation	51,571	351	(59,229)	4,207	5,841	601,203	-	591,227

Variance

Revenue (%)	31%	18%	>100%	-28%	56%	28%	-55%	34%
Profit/(Loss) before taxation (%)	n.m	>100%	87%	-71%	>100%	66%	-	68%

n.m - not meaningful

NOTES (Continued)

Group performance review

For the second quarter and first half of 2022, the Group achieved a total revenue of RM1.58 billion and RM2.96 billion, 46% and 34% higher than 2Q2021 and 1H2021 respectively. Pre-tax profit for 1H2022 amounted to RM991 million, up 68% from a year ago. All key segments contributed positively to the increase in group revenue and profitability. Contribution from Wilmar International Limited ("Wilmar") increased by 67% to RM992 million.

Grains and agribusiness

Segment revenue for 2Q2022 and 1H2022 increased by 39% and 31% to RM1.2 billion (2Q2021: RM834 million) and RM2.2 billion (1H2021: RM1.7 billion) respectively. The segment recorded a profit of RM115 million in 2Q2022 as compared to a loss of RM72 million recorded in 2Q2021; with that, the 1H2022 loss narrowed to RM23 million (1H2021: RM52 million profit). The marked improvement in performance was attributable to hedging gains on derivative instruments as grain prices stabilised during the second quarter of 2022.

Consumer products

Segment revenue for 2Q2022 and 1H2022 was higher at RM194 million (2Q2021: RM164 million) and RM378 million (1H2021: RM320 million) respectively. Segment profit for 2Q2022 and 1H2022 increased significantly at RM6 million (2Q2021: RM2 million) and RM13 million (1H2021: RM351,000) respectively. This was mainly due to higher sales of bakery and other fast-moving consumer products.

Film exhibition and distribution

Segment revenue for 2Q2022 and 1H2022 increased significantly to RM157 million (2Q2021: RM19 million) and RM221 million (1H2021: RM41 million) respectively. The segment reported a profit of RM22 million for 2Q2022 as compared to a loss of RM34 million recorded in 2Q2021. Loss for 1H2022 reduced to RM8 million as compared to RM59 million recorded in 1H2021. The full reopening of cinemas, the opening of the newly acquired former MBO cinemas, higher admissions as well as a six-fold increase in box office collections, are the main factors which contributed positively to the overall performance of this segment.

Environmental engineering and utilities

Segment revenue for 2Q2022 and 1H2022 were lower at RM35 million (2Q2021: RM47 million) and RM68 million (1H2021: RM94 million) respectively. Segment profit for 2Q2022 and 1H2022 was at RM754,000 (2Q2021: RM2 million) and RM1 million (1H2021: RM4 million) respectively, mainly due to lower project revenue recognised and higher project cost incurred.

Property

Segment revenue for 2Q2022 and 1H2022 were higher at RM47 million (2Q2021: RM23 million) and RM82 million (1H2021: RM53 million) respectively. Segment profit for 2Q2022 and 1H2022 increased to RM13 million (2Q2021: RM1 million) and RM22 million (1H2021: RM6 million) respectively. The improvement was mainly attributable to new sales and progressive profit recognition of the Megah Rise development project, as well as improvement in overall mall business performance.

Other operations

Segment profit for 2Q2022 and 1H2022 were at RM602 million (2Q2021: RM252 million) and RM1.0 billion (1H2021: RM601 million) respectively. Contributions from Wilmar for 2Q2022 and 1H2022 increased significantly to RM598 million (2Q2021: RM249 million) and RM992 million (1H2021: RM594 million) respectively.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

Group profit before taxation for 2Q2022 increased to RM752 million from RM239 million recorded in 1Q2022. All key segments recorded improvement in business performance during the quarter. In addition, the higher contribution from Wilmar at RM598 million (1Q2022: RM394 million) also contributed positively to the strong performance achieved in 2Q2022.

NOTES (Continued)

B3. Prospects

The Malaysian economy registered a stronger growth of 8.9% in the second quarter of 2022 as compared to the second quarter of 2021 (1Q2022: 5.0%), supported by strengthening domestic demand. The growth was also reflective of the normalizing of economic activities in the country, as it moves towards endemicity and the reopening of international travel. It is expected that the Malaysian economy will continue to show strength through the second half of the year, building on the first half's 6.9% growth. Economic growth is expected to be supported by firm domestic demand, improving labour market conditions and higher tourist arrivals and the continued implementation of multi-year investment projects. However, Malaysia's growth remains susceptible to a weaker than expected global growth, further escalation of geopolitical conflicts and worsening of supply chain disruptions.

Grain commodity prices have now stabilized to a level closer to the pre-Russian-Ukraine conflict as global supply concerns eased. However, the flowthrough effect of high raw material prices on production costs, as well as high logistics cost will remain, given the lag effect of procurement and production cycles, in addition to limitations in our price-in mechanism. The *Grain and agribusiness* segment will continue its efforts to preserve margins by improving its product performance and enhancing its operational efficiency.

We expect our *Consumer products* segment, which mainly distributes basic necessities, to perform satisfactorily on the back of improving consumer sentiment as the country transitions into endemicity.

The *Film exhibition and distribution* segment saw strong quarter-to-quarter improvement due to the release of summer blockbuster titles. The scheduled movie line-up for the second half of 2022 is expected to contribute positively to the segment. Management will remain cautious in spending during this recovery stage of the industry and continue to optimize resources.

The *Environmental engineering and utilities* segment will continue to focus on replenishing its order book and exploring new project opportunities.

The Megah Rise development project is on schedule to be completed by the end of the 3rd quarter. Coupled with the increased footfall in our malls, performance of the Property segment is expected to be satisfactory.

Wilmar's performance will continue to contribute substantially to the overall profitability of the Group.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Profit before taxation

	2 nd Quarter ended 30-Jun-22 RM'000	6 Months ended 30-Jun-22 RM'000
Profit before taxation was stated after (crediting)/charging:		
Interest income and income from short-term fund placements	(5,976)	(10,108)
Dividend income	(3,334)	(3,405)
Net foreign exchange gain	2,551	1,401
Net fair value (gain)/loss on derivatives	(46,314)	141,697
Net write back of impairment on receivables	(172)	(1,054)
Depreciation and amortisation	46,834	97,057
Interest expense on lease obligations	3,825	7,544

NOTES (Continued)

B6. Tax expense / (credit)

	2 nd Quarter ended 30-Jun-22 RM'000	6 Months ended 30-Jun-22 RM'000
Taxation based on the profit for the financial period:		
Malaysian taxation	32,436	(13,010)
Foreign taxation	2,523	6,469
(Over)/under provision in prior years:		
Current tax	(107)	15
Deferred tax	1,372	(72)
	36,224	(6,598)

B7. Status of corporate proposals

There were no corporate proposals announced but not completed as at 19 August 2022.

B8. Group borrowings

Total Group borrowings as at 30 June 2022 were as follows:

	Total RM'000	Secured RM'000	Unsecured RM'000
Long-term bank borrowings			
Long-term bank loan	44,500	44,500 ^(a)	-
Long-term bank loan (VND)	25,610	25,610 ^(b)	-
	70,110	70,110	-
Short-term bank borrowings			
Revolving credit	214,586	68,000 ^(a)	146,586
Revolving credit (IDR)	293,632	-	293,632
Revolving credit (USD)	101,384	-	101,384
Short-term loan (USD)	674,632	-	674,632
Short-term loan (VND)	240,075	-	240,075
Hire purchase financing	57	57	-
	1,524,366	68,057	1,456,309

All of the above borrowings are unsecured except for the following:

- (a) The MYR-denominated term loan and revolving credits are secured by a corporate guarantee from a subsidiary.
- (b) The VND-denominated term loan is secured by a corporate guarantee from a subsidiary.

NOTES (Continued)

B9. Derivative financial instruments

(a) Derivative financial assets and financial liabilities as at 30 June 2022:

	Contract / Notional value RM'000	Fair value - Assets / Liabilities RM'000
<u>Derivative financial assets</u>		
i) Futures contracts	906,407	183,187
ii) Forward foreign currency contracts	959,585	10,998
Total derivative assets		194,185
<u>Derivative financial liabilities</u>		
i) Options contracts	1,455,601	131,313
ii) Futures contracts	44,119	1,736
iii) Forward foreign currency contracts	96,992	167
Total derivative liabilities		133,216

All contracts will be maturing within one year.

Futures and options contracts

The Group is exposed to market risk mainly from fluctuation in the prices of agricultural commodities, namely wheat and corn which are the key raw materials used in the Group's Grains and agribusiness segment. Commodity futures and options contracts are entered into with the objective to manage volatility of commodity prices. It is the policy of the Group to manage the commodity prices with reference to underlying contracts of corresponding commodities that are used in its grains and agribusiness operations.

Forward foreign currency contracts

The Group enters into foreign currency forward contracts to minimise its exposure to foreign currency risks as a result of transactions denominated in currencies other than its functional currency. Under the Group's policy, foreign currency hedging is only considered for committed transactions and shall not exceed 100% of the committed amount.

Since the end of the previous financial year ended 31 December 2021, food commodity prices have remained elevated as a result of the challenging global macroeconomic conditions and the on-going Russia-Ukraine conflict. The Group will continue to monitor closely the market volatilities and take appropriate measures to mitigate such risks.

There have been no other significant changes in respect of the following:

- (i) the credit risk, market risk and liquidity risk associated with the derivatives;
- (ii) the cash requirements of the derivatives;
- (iii) the policies in place for mitigating or controlling the risks associated with the derivatives; and
- (iv) the related accounting policies.

NOTES (Continued)

(b) Fair value changes of financial instruments

The derivative financial instruments are recognised at fair value on contract dates and subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in the income statement. Fair value changes are dependent on the market prices of derivatives as at liquidation date and end of reporting period.

For the 2nd quarter of 2022, unrealised fair value gain on derivative financial instruments amounted to RM156.4 million (2Q2021: RM99.7 million loss).

For the 1st half of 2022, unrealised fair value gain on derivative financial instruments amounted to RM104 million (1H2021: RM45.1 million loss).

B10. Material litigation

There was no material litigation as at 19 August 2022.

B11. Dividend

The Board of Directors is pleased to declare an interim dividend for the financial year ending 31 December 2022 of 12 sen per share (2021: 10 sen per share) payable on Wednesday, 28 September 2022.

The entitlement and payment dates of the interim dividend are on 9 September 2022 and 28 September 2022 respectively.

B12. Earnings per share

	2 nd Quarter ended 30 June		6 Months ended 30 June	
	2022 RM'000	2021 RM'000	2022 RM'000	2021 RM'000
Net profit for the period	693,407	183,466	996,566	585,648
Number of ordinary shares in issue ('000)	1,422,599	1,422,599	1,422,599	1,422,599
Basic earnings per share (sen)	48.74	12.90	70.05	41.17

There were no potential dilutive ordinary shares outstanding as at 30 June 2022 and 30 June 2021. As such, there were no diluted earnings per share for the financial period ended 30 June 2022 and 30 June 2021.

B13. Disclosure of audit report qualification and status of matters raised

The auditors' report for the financial year ended 31 December 2021 was not subject to any qualification.

Kuala Lumpur
25 August 2022

By Order of the Board
Mah Teck Keong
Company Secretary

PPB GROUP BERHAD

196801000571 (8167-W)

12th Floor, UBN Tower, 10, Jalan P. Ramlee,
50250 Kuala Lumpur, Malaysia

T: 603 2726 0088

F: 603 2726 0099 (General)/603 2726 0198 (Corporate Affairs)

E: corporateaffairs@ppb.com.my