



# **Property**

## **KERJAYA PROSPEK PROPERTY BERHAD**

Registration No. 199401001358 (287036-X)

(Incorporated in Malaysia)

### **Interim Financial Report 30 September 2022**

**KERJAYA PROSPEK PROPERTY BERHAD**

Registration No. 199401001358 (287036-X)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income  
For The Financial Period Ended 30 September 2022**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	(3-mth) Current Year Quarter 30/09/2022 RM'000 (Unaudited)	(3-mth) Preceding Year Quarter 30/09/2021 RM'000 (Unaudited)	(6-mth) Current Year- to-Date 30/09/2022 RM'000 (Unaudited)	(6-mth) Preceding Year- to-Date 30/09/2021 RM'000 (Unaudited)
Revenue	87,485	56,280	174,766	124,103
Cost of sales	(53,512)	(30,555)	(108,179)	(71,776)
<b>Gross profit</b>	<b>33,973</b>	<b>25,725</b>	<b>66,587</b>	<b>52,327</b>
Other income	452	281	1,075	705
Distribution expenses	(727)	(368)	(1,000)	(514)
Administrative expenses	(3,157)	(2,759)	(7,814)	(7,026)
Other expenses	(1,039)	(1,008)	(2,067)	(2,034)
<b>Results from operating activities</b>	<b>29,502</b>	<b>21,871</b>	<b>56,781</b>	<b>43,458</b>
Finance income	1,011	260	1,746	412
Finance costs	(366)	(707)	(787)	(1,275)
<b>Profit before tax</b>	<b>30,147</b>	<b>21,424</b>	<b>57,740</b>	<b>42,595</b>
Tax expense	(7,613)	(5,709)	(13,466)	(11,453)
<b>Profit and total comprehensive income for the period</b>	<b>22,534</b>	<b>15,715</b>	<b>44,274</b>	<b>31,142</b>
<b>Profit and total comprehensive income attributable to:</b>				
Owners of the Company	22,518	15,704	44,242	31,127
Non-controlling interests	16	11	32	15
<b>Profit and total comprehensive income for the period</b>	<b>22,534</b>	<b>15,715</b>	<b>44,274</b>	<b>31,142</b>
<b>Basic earnings per ordinary share (sen)</b>	<b>5.73</b>	<b>4.21</b>	<b>11.26</b>	<b>8.34</b>
<b>Diluted earnings per ordinary share (sen)</b>	<b>2.46</b>	<b>1.75</b>	<b>4.83</b>	<b>3.47</b>

*The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2022 and the accompanying explanatory notes in this report.*

**KERJAYA PROSPEK PROPERTY BERHAD**

Registration No. 199401001358 (287036-X)

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**Condensed Consolidated Statement of Financial Position As At 30 September 2022**

	<b>As at 30/09/2022 RM'000 (Unaudited)</b>	<b>As at 31/03/2022 RM'000 (Audited)</b>
<b>Assets</b>		
Property, plant and equipment	300,949	273,908
Right-of-use assets	1,733	1,750
Investment properties	15,407	15,605
Land held for property development	241,637	236,796
Trade and other receivables	-	5,060
<b>Total non-current assets</b>	<u>559,726</u>	<u>533,119</u>
Inventories	314,114	345,645
Contract costs	25,902	22,400
Trade and other receivables	39,546	37,670
Current tax assets	3,342	6,896
Prepayments	2,128	2,537
Cash and cash equivalents	207,969	126,383
<b>Total current assets</b>	<u>593,001</u>	<u>541,531</u>
<b>Total assets</b>	<u><u>1,152,727</u></u>	<u><u>1,074,650</u></u>
<b>Equity</b>		
Share capital	282,165	282,165
Treasury shares	(6,041)	(3,561)
Redeemable Convertible Preference Shares ("RCPS")	197,925	197,925
Reverse acquisition reserve	(323,920)	(323,920)
Retained earnings	445,870	405,550
<b>Total equity attributable to owners of the Company</b>	<u>595,999</u>	<u>558,159</u>
Non-controlling interests	333	301
<b>Total equity</b>	<u><u>596,332</u></u>	<u><u>558,460</u></u>
<b>Liabilities</b>		
Trade payables	30,029	22,807
Loans and borrowings	204,645	206,336
Deferred tax liabilities	25,251	25,281
Redeemable Convertible Preference Shares ("RCPS")	10,019	13,695
<b>Total non-current liabilities</b>	<u>269,944</u>	<u>268,119</u>
Trade and other payables	214,402	107,549
Redeemable Convertible Preference Shares ("RCPS")	8,357	8,357
Contract liabilities	56,217	97,567
Loans and borrowings	3,382	33,496
Current tax liabilities	4,093	1,102
<b>Total current liabilities</b>	<u>286,451</u>	<u>248,071</u>
<b>Total liabilities</b>	<u>556,395</u>	<u>516,190</u>
<b>Total equity and liabilities</b>	<u><u>1,152,727</u></u>	<u><u>1,074,650</u></u>
Net assets per share attributable to owners of the Company (RM)	<u>1.52</u>	<u>1.41</u>

*The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2022 and the accompanying explanatory notes in this report.*

**KERJAYA PROSPEK PROPERTY BERHAD**  
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**Condensed Consolidated Statement of Changes in Equity  
For The Financial Period Ended 30 September 2022**

<i>(Unaudited)</i>	Attributable to owners of the Company							Total Equity RM'000
	Non-distributable			Distributable		Total	Non- controlling Interests	
	Share Capital	Treasury Shares	RCPS	Reverse Acquisition Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>As at 1 April 2021</b>	260,557	-	216,825	(323,920)	332,265	485,727	264	485,991
Profit and total comprehensive income for the period	-	-	-	-	31,127	31,127	15	31,142
<i>Contributions by and distributions to owners of the Company:</i>								
- Own shares acquired	-	(1,586)	-	-	-	(1,586)	-	(1,586)
- Conversion of RCPS	21,608	-	(18,900)	-	-	2,708	-	2,708
	21,608	(1,586)	(18,900)	-	-	1,122	-	1,122
<b>As at 30 September 2021</b>	282,165	(1,586)	197,925	(323,920)	363,392	517,976	279	518,255
<b>As at 1 April 2022</b>	282,165	(3,561)	197,925	(323,920)	405,550	558,159	301	558,460
Profit and total comprehensive income for the period	-	-	-	-	44,242	44,242	32	44,274
<i>Contributions by and distributions to owners of the Company:</i>								
- Own shares acquired	-	(2,480)	-	-	-	(2,480)	-	(2,480)
- Dividends to owners of the Company	-	-	-	-	(3,922)	(3,922)	-	(3,922)
	-	(2,480)	-	-	(3,922)	(6,402)	-	(6,402)
<b>As at 30 September 2022</b>	282,165	(6,041)	197,925	(323,920)	445,870	595,999	333	596,332

*The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2022 and the accompanying explanatory notes in this report.*

**KERJAYA PROSPEK PROPERTY BERHAD**

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**Condensed Consolidated Statement of Cash Flows For The Financial Period Ended 30 September 2022**

	<b>6-month Ended 30/09/2022 RM'000 (Unaudited)</b>	<b>6-month Ended 30/09/2021 RM'000 (Unaudited)</b>
<b><u>Cash Flows From Operating Activities</u></b>		
Profit before taxation	57,740	42,595
<b><u>Adjustments for:-</u></b>		
Depreciation of		
- property, plant and equipment	1,852	1,838
- right-of-use assets	17	196
- investment properties	198	-
Finance costs	787	1,275
Finance income	(1,746)	(412)
<b>Operating profit before changes in working capital</b>	<b>58,848</b>	<b>45,492</b>
<b><u>Changes in working capital:-</u></b>		
Inventories	31,798	(12,472)
Land held for property development	(4,042)	(36,305)
Contract cost	(3,502)	(1,900)
Contract liabilities	(41,350)	33,607
Trade and other receivables and prepayments	3,593	46,151
Trade and other payables	109,612	(18,408)
<b>Cash generated from operations</b>	<b>154,957</b>	<b>56,165</b>
Interest received	1,746	412
Interest paid	(1,910)	(1,803)
Income tax refunded	1,290	16
Income tax paid	(8,241)	(5,598)
<b>Net cash flow generated from operating activities</b>	<b>147,842</b>	<b>49,192</b>
<b><u>Cash Flows From Investing Activity</u></b>		
Additions of property, plant and equipment	(28,049)	(6,319)
<b>Net cash used in investing activity</b>	<b>(28,049)</b>	<b>(6,319)</b>
<b><u>Cash Flows From Financing Activities</u></b>		
Repurchase of treasury shares	(2,480)	(1,586)
Dividends paid to owners of the Company	(3,922)	-
Repayment of revolving credit	(30,000)	-
Repayment of term loans	(1,805)	(1,157)
<b>Net cash used in financing activities</b>	<b>(38,207)</b>	<b>(2,743)</b>
Net change in cash and cash equivalents	81,586	40,130
Cash and cash equivalents at beginning of period	126,383	67,362
<b>Cash and cash equivalents at end of period</b>	<b>207,969</b>	<b>107,492</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	83,602	86,448
Highly liquid investments	124,367	21,044
	<b>207,969</b>	<b>107,492</b>

*The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2022 and the accompanying explanatory notes in this report.*

## KERJAYA PROSPEK PROPERTY BERHAD

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### **PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

Kerjaya Prospek Property Berhad (“KPPROP” or the “Company”) is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Market of Bursa Malaysia Securities Berhad (“Bursa Securities”). The registered office is located at 12th Floor, Menara Symphony, No. 5, Jalan Prof. Khoo Kay Kim, Seksyen 13, 46200 Petaling Jaya, Selangor. The principal place of business is located at No. 1, Jalan Wangsa Permai, First Floor, Bangunan One Wangsa, Taman Wangsa Permai, 52200 Kuala Lumpur.

#### **A1. Basis of Preparation**

This unaudited interim financial report has been prepared in accordance with the applicable disclosure provisions of Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Securities and in compliance with MFRS 134, *Interim Financial Reporting*.

This interim financial report does not include all the information required for a complete set of financial statements and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2022.

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to understand the changes in the financial position and performance of KPPROP and its subsidiaries (the “Group”) since the financial year ended 31 March 2022.

#### **A2. Significant Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the year ended 31 March 2022. The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Group:-

##### ***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2022***

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020)*
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018-2020)*
- Amendments to MFRS 116, *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018-2020)*

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**A2. Significant Accounting Policies (Cont'd)**

***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023***

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts – Initial application of MFRS 17 and MFRS 9 – Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from Single Transaction*

***MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2024***

- Amendment to MFRS 16, *Leases – Lease Liability in a Sale and Leaseback*

***MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed***

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the applicable accounting standards, amendments or interpretations is not expected to have any material financial impact to the current period and prior period financial statements of the Group.

**A3. Seasonal and Cyclical Factors**

There were no material seasonal or cyclical factors affecting the performance of the Group during the current quarter and year-to-date ended 30 September 2022.

**A4. Unusual Items affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items of an unusual nature, size or incidence which materially affect the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and year-to-date ended 30 September 2022.

**A5. Material Changes in Estimates**

There were no material changes in the estimates of the amounts reported in prior interim periods and financial years that have a material effect on the results of the current quarter and year-to-date ended 30 September 2022.

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### A6. Debt and Equity Securities

During the current quarter, the Company repurchased 4,017,600 units of its issued ordinary shares from the open market at price ranging from RM0.55 to RM0.64 per share. Total consideration paid was RM2,489,650 including transaction costs and this was financed by internal generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of section 127 of the Companies Act 2016. As at 30 September 2022, 9,013,500 units ordinary shares have been repurchased.

Other than the above, there were no issuances, repurchases or repayment of debt and equity securities, share buybacks, share cancellations, share held as treasury shares and resale of treasury shares during the current quarter and year-to-date ended 30 September 2022.

### A7. Dividend Paid

On 28 September 2022, the Company paid a single-tier interim dividend of 1.0 sen per ordinary share amounting to RM3,921,583 in respect of the financial year ending 31 March 2023.

### A8. Segment Reporting

The Group has two reportable segments, as described below, which are the Group's strategic business units:

- Property development – development of residential and commercial properties
- Hospitality – hotel operation, foods, beverages and recreation

Other non-reportable segments comprise of operations related to investment holding, distribution of electricity and leasing of properties.

#### Segment reporting for the 6-month financial period ended 30 September 2022

	<b>Property Development</b>	<b>Hospitality</b>	<b>Others</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>	152,217	20,458	2,091	174,766
<b>Results</b>				
Segment profit/(loss)	49,886	9,685	(723)	58,848
Depreciation	(457)	(1,412)	(198)	(2,067)
Finance income	1,710	22	14	1,746
Finance costs	-	-	(787)	(787)
Profit before tax	51,139	8,295	(1,694)	57,740
<b>Segment Assets</b>	1,019,014	116,496	17,217	1,152,727



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**A8. Segment Reporting (Cont'd)**

Segment reporting for the 6-month financial period ended 30 September 2021

	<b>Property Development RM'000</b>	<b>Hospitality RM'000</b>	<b>Others RM'000</b>	<b>Group RM'000</b>
<b>Revenue</b>	117,958	4,676	1,469	124,103
<b>Results</b>				
Segment profit/(loss)	47,666	(1,932)	(242)	45,492
Depreciation	(426)	(1,411)	(197)	(2,034)
Finance income	393	10	9	412
Finance costs	(354)	-	(921)	(1,275)
Profit before tax	47,279	(3,333)	(1,351)	42,595
<b>Segment Assets</b>	853,659	116,753	17,608	988,020

**A9. Material Events Subsequent to the End of Interim Period**

There were no material events subsequent to the end of the interim period until 21 November 2022 (being the last practicable date which is not earlier than 7 days from the date of issuance of this Interim Financial Report).

**A10. Changes in the Composition of the Group**

On 9 September 2022, Kerjaya Property Sdn. Bhd., a wholly-owned subsidiary of the Company subscribed for 1 new ordinary share in Bloomsvale Shopping Gallery Sdn. Bhd. ("BSGSB"), for a cash consideration of RM 1.00. As a result, BSGSB became an indirect owned subsidiary of the Group.

Save as disclosed above, there were no changes in the composition of the Group including business combination, acquisition and/or disposal of subsidiary companies and long-term investments, restructuring and discontinued operations during the current quarter and year-to-date ended 30 September 2022.

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**A11. Contingent Liabilities**

	<b>As At 30/09/2022 RM'000</b>	<b>As At 31/03/2022 RM'000</b>
<b>Group</b>		
Financial guarantees given to local authorities in relation to constructions and service contract	<u>12,435</u>	<u>12,624</u>
<b>Company</b>		
Corporate guarantees issued to licensed banks for credit facilities granted to subsidiaries	<u>208,027</u>	<u>239,832</u>

The Directors are of the opinion that a provision is not required in respect of the matters above as it is not probable that future sacrifice of economic benefits will be required.

**A12. Capital Commitment**

	<b>As At 30/09/2022 RM'000</b>	<b>As At 31/03/2022 RM'000</b>
<b>Land held for development</b>		
Contracted but not provided for	<u>39,293</u>	<u>39,293</u>

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of Performance**

Group	Individual Period		Changes	Cumulative Period		Changes
	Current Year Quarter	Preceding Year Quarter		Current Year-to-Date	Preceding Year-to-Date	
	30/09/2022	30/09/2021		30/09/2022	30/09/2021	
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>						
Property development	76,031	54,309	21,722	152,217	117,958	34,259
Hospitality	10,384	1,375	9,009	20,458	4,676	15,782
Others	1,070	596	474	2,091	1,469	622
<b>Total</b>	<b>87,485</b>	<b>56,280</b>	<b>31,205</b>	<b>174,766</b>	<b>124,103</b>	<b>50,663</b>
<b>Profit/(loss) before tax</b>						
Property development	26,579	23,645	2,934	51,139	47,279	3,860
Hospitality	4,443	(1,459)	5,902	8,295	(3,333)	11,628
Others	(875)	(762)	(113)	(1,694)	(1,351)	(343)
<b>Total</b>	<b>30,147</b>	<b>21,424</b>	<b>8,723</b>	<b>57,740</b>	<b>42,595</b>	<b>15,145</b>

**(a) Property Development**

Current year quarter vs preceding year quarter

Revenue recorded at RM76.0 million, increased by RM21.7 million.

Profit before tax recorded at RM26.6 million, increased by RM2.9 million.

Current year-to-date vs preceding year-to-date

Revenue recorded at RM152.2 million, increased by RM34.3 million.

Profit before tax recorded at RM51.1 million, increased by RM3.9 million.

The property development segment continued to be the major contributor to the Group's revenue and profit before tax. The better performance in current year quarter and current year-to-date was primarily contributed by the higher revenue and profit recognition from the ongoing project - *Bloomsvale* at Old Klang Road, Kuala Lumpur and better sales conversion from completed project - *Straits Residences* at Seri Tanjung Pinang, Penang.

**(b) Hospitality**

Current year quarter vs preceding year quarter

Revenue recorded at RM10.4 million, increased by RM9.0 million.

Profit before tax recorded at RM4.4 million, increased by RM5.9 million.

Current year-to-date vs preceding year-to-date

Revenue recorded at RM20.5 million, increased by RM15.8 million.

Profit before tax recorded at RM8.3 million, increased by RM11.6 million.

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### B1. Review of Performance (Cont'd)

#### (b) Hospitality (Cont'd)

Following the transition to endemic phase on 1 April 2022 and reopening of international borders, the performance of the hospitality segment for the current year quarter and current year-to-date has improved with higher hotel occupancy and average room rates, especially during school holidays and long weekends. As compared to Q2 2022, the Swiss-Garden Hotel Melaka remained closed throughout the period as affected by the global pandemic. Consequently, the Group had reported a lower revenue and suffered a loss before tax in the preceding year quarter and preceding year-to-date.

### B2. Comparison with the Immediate Preceding Quarter's Results

Group	Current Quarter	Immediate Preceding Quarter	Changes RM'000
	30/09/2022	30/6/2022	
	RM'000	RM'000	
Revenue	87,485	87,281	204
Profit before tax	30,147	27,593	2,554

The Group had recorded a revenue of RM87.5 million and profit before tax of RM30.1 million as compared to the previous quarter of RM87.3 million in revenue and profit before tax of RM27.6 million.

The increase in profit before tax of RM2.6 million was contributed by property development segment, particularly from *Bloomsvale* at Old Klang Road.

### B3. Prospects

#### Property Development

Domestic property sector remains challenging with factors such as supply chain disruption, rising building material costs, inflationary pressure and labour shortages. Homebuyers are expected to be more cautious in view of the Overnight Policy Rate (OPR) hikes, rising cost of living and recession fears.

Amid current challenging market conditions, the Group achieved take-up rate of above 90% for both key projects of the Group i.e. *Bloomsvale* at Old Klang Road and *Straits Residences* at Seri Tanjung Pinang. The favorable take-up rate reflects strong confidence of our customers in Kerjaya Prospek Property's brand and the Group's commitment in offering homebuyers with high-quality products.

Continuous efforts will be made to clear unsold inventories. For instance, the Group has introduced Rent-to-Own scheme in certain projects to help first-time home buyers climb onto the property ladder. Moreover, the Government has announced the Keluarga Malaysia Home Ownership Initiative (i-Miliki), which provides full stamp duty exemption on instruments of transfer and loan agreement for properties priced RM500,000 and below for first-time homeowners, while properties priced above RM500,000 to RM1 million will be given a 50% exemption. This initiative from the Government is expected to benefit the Group.

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### B3. Prospects (Cont'd)

#### Property Development (Cont'd)

New launches will be scheduled according to prevailing market conditions. At the same time, the Group will continue to explore opportunities to expand its landbank, as well as to optimise usage of its remaining landbanks.

Barring any unforeseen circumstances, the Group remains optimistic of positive performance for the remaining period to the end of the financial year ending 31 March 2023.

#### Hospitality

As the country moved towards endemicity following the reopening of international borders, the Group has seen a recovery of the hospitality sector. The Group is cautiously confident of a near-term outlook of the hospitality industry going forward as long as the domestic tourism market remains vibrant. The Group will continue to leverage its assets to attract foreign and domestic visitations to drive revenue growth.

### B4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

### B5. Taxation

The taxation figures are as follows:-

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Quarter 30/09/2021 RM'000	Current Year-to- Date 30/09/2022 RM'000	Preceding Year-to- Date 30/09/2021 RM'000
Current tax expense	7,628	5,844	13,496	11,723
Deferred tax income	(15)	(135)	(30)	(270)
	<u>7,613</u>	<u>5,709</u>	<u>13,466</u>	<u>11,453</u>

The tax charge for the current quarter reflects an effective tax rate which is higher than the statutory tax rate of 24% mainly due to an one-off additional tax assessment imposed by the Inland Revenue Board.

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**B6. Status of Corporate Proposal**

There were no corporate proposals announced but not completed as at 21 November 2022 (being the last practicable date which is not earlier than 7 days from the date of issuance of this Interim Financial Report).

**B7. Borrowings and Debt Securities**

Total Group borrowings as at 30 September 2022 are as follows:-

	As at 30/09/2022		Total
	Non-current RM'000	Current RM'000	borrowings RM'000
Secured term loans	204,645	3,382	208,027
	As at 31/03/2022		
	Non-current RM'000	Current RM'000	Total borrowings RM'000
Secured term loans	206,336	3,496	209,832
Secured revolving credit	-	30,000	30,000
Total	206,336	33,496	239,832

The proportion of debt that is based on the fixed interest rate and floating interest rate is as follows:

	Group	
	As At 30/09/2022 RM'000	As At 31/03/2022 RM'000
Floating rates borrowings	208,027	239,832

The Group's borrowings were denominated in Ringgit Malaysia and secured by way of legal charges over the assets of certain subsidiaries, and are supported by the corporate guarantee from the Company.

**B8. Material Litigation**

The Group was not engaged in any material litigation as at 21 November 2022 (being the latest practicable date which is not earlier than 7 days from the date of issuance of this Interim Financial Report).

**B9. Dividend**

There was no dividend declared in respect of the current quarter and the corresponding quarter in the previous year.

The total dividend for the year-to-date ended 30 September 2022: 1.0 sen per ordinary share (single tier).

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**B10. Earnings Per Share**

The calculation of basic earnings per ordinary share was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding, calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2022	Preceding Year Quarter 30/09/2021	Current Year-to-Date 30/09/2022	Preceding Year-to-Date 30/09/2021
Profit attributable to ordinary shareholders (RM'000)	22,518	15,704	44,242	31,127
Weighted average number of ordinary shares ('000)	392,792	373,220	392,792	373,220
Basic earnings per ordinary share (sen)	5.73	4.21	11.26	8.34

The calculation of diluted earnings per ordinary share was based on the profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2022	Preceding Year Quarter 30/09/2021	Current Year-to-Date 30/09/2022	Preceding Year-to-Date 30/09/2021
Profit attributable to ordinary shareholders (RM'000)	22,518	15,704	44,242	31,127
Weighted average number of ordinary shares (basic) ('000)	392,792	373,220	392,792	373,220
Effect of conversion of RCPS ('000)	523,611	523,611	523,611	523,611
Weighted average number of ordinary shares (diluted) ('000)	916,403	896,831	916,403	896,831
Diluted earnings per ordinary share (sen)	2.46	1.75	4.83	3.47

**B11. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 March 2022 was unmodified.

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

Profit before tax is arrived after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/2022 RM'000	Preceding Year Quarter 30/09/2021 RM'000	Current Year- to-Date 30/09/2022 RM'000	Preceding Year- to-Date 30/09/2021 RM'000
Interest income	(1,011)	(260)	(1,746)	(412)
Other income including investment income	(452)	(281)	(1,075)	(705)
Interest expense	366	707	787	1,275
Depreciation and amortisation	1,039	1,008	2,067	2,034
Provision for and write-off of receivables	-	-	-	-
Provision for and write-off of inventories	-	-	-	-
(Gain) or loss on disposal of quoted or unquoted investments or properties	-	-	-	-
Impairment of assets	-	-	-	-
Foreign exchange (gain) or loss	-	-	-	-
(Gain) or loss on derivatives	-	-	-	-
Exceptional items	-	-	-	-

**B13. Derivative Financial Instruments**

There were no derivative financial instruments at the date of this report.

**B14. Fair Value Changes of Financial Liabilities**

There were no financial liabilities measured at fair value through profit or loss at the date of this report.

**B15. Authorisation for Issue**

This Interim Financial Report authorised for issuance by the Board of Directors of the Company in accordance with a resolution dated 28 November 2022.