

AEON CO. (M) BHD.

(Company No. 198401014370 (126926-H))

(Incorporated in Malaysia)

Unaudited results of the Company for the fourth quarter ended 31 December 2020.

Condensed statement of profit or loss

For the twelve months ended 31 December 2020

	3 months ended 31 December		12 months ended 31 December	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Revenue	916,487	1,170,107	4,051,302	4,538,884
Total operating expenses	(844,567)	(1,043,046)	(3,803,062)	(4,189,162)
Other operating income	6,452	2,784	11,018	9,002
Profit from operations	<u>78,372</u>	<u>129,845</u>	<u>259,258</u>	<u>358,724</u>
Interest expense				
- Lease interest	(28,560)	(31,131)	(116,500)	(122,331)
- Interest charges	(7,943)	(11,800)	(32,863)	(40,596)
	<u>(36,503)</u>	<u>(42,931)</u>	<u>(149,363)</u>	<u>(162,927)</u>
Interest income	138	215	676	1,210
Share of results of associates	(2,197)	165	(8,815)	(120)
Profit before tax	<u>39,810</u>	<u>87,294</u>	<u>101,756</u>	<u>196,887</u>
Tax expense	(12,655)	(37,414)	(60,333)	(87,595)
Profit for the period/year	<u><u>27,155</u></u>	<u><u>49,880</u></u>	<u><u>41,423</u></u>	<u><u>109,292</u></u>
Basic (loss) / earnings per ordinary share (sen) (Note B11)	1.93	3.55	2.95	7.78

The Condensed statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

AEON CO. (M) BHD.

(Company No. 198401014370 (126926-H))

(Incorporated in Malaysia)

Unaudited results of the Company for the fourth quarter ended 31 December 2020.

Condensed statement of other comprehensive income

For the twelve months ended 31 December 2020

	3 months ended 31 December		12 months ended 31 December	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Profit for the period/year	27,155	49,880	41,423	109,292
Other comprehensive income:				
Gain / (Loss) on fair value of other investments	7,523	(2,043)	(9,938)	(5,387)
Comprehensive income for the period/year	<u>34,678</u>	<u>47,837</u>	<u>31,485</u>	<u>103,905</u>

The Condensed statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed statement of financial position

As at 31 December 2020

	31 December 2020 RM'000	31 December 2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	3,366,955	3,647,203
Right of use assets	1,689,636	1,772,427
Intangible assets	9,638	11,980
Investment in associates	2,120	10,934
Other investments	55,728	65,666
Other assets	18,424	19,024
Deferred tax assets	147,071	120,059
	5,289,572	5,647,293
Current assets		
Inventories	623,644	754,072
Contract assets	9,764	19,728
Receivables, deposits and prepayments	99,026	49,699
Cash and cash equivalents	71,385	66,982
	803,819	890,481
TOTAL ASSETS	6,093,391	6,537,774
EQUITY AND LIABILITIES		
Share capital	702,000	702,000
Reserves	968,995	993,670
TOTAL EQUITY	1,670,995	1,695,670
LIABILITIES		
Non-current liabilities		
Borrowings	-	205,080
Lease liabilities	2,072,147	2,146,022
Other liabilities	21,534	20,774
	2,093,681	2,371,876
Current liabilities		
Borrowings	933,580	723,580
Lease liabilities	158,192	147,076
Payables and accruals	1,075,553	1,435,240
Contract liabilities	126,146	154,182
Current tax liability	35,244	10,150
	2,328,715	2,470,228
TOTAL LIABILITIES	4,422,396	4,842,104
TOTAL EQUITY AND LIABILITIES	6,093,391	6,537,774

The Condensed statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

AEON CO. (M) BHD.

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Condensed statement of changes in equity

For the twelve months ended 31 December 2020

	Non-distributable		Distributable	Total equity RM'000
	Share capital RM'000	Fair value reserve RM'000	Retained earnings RM'000	
At 1 January 2020	702,000	64,636	929,034	1,695,670
Total comprehensive loss for the period	-	(9,938)	41,423	31,485
Final dividend in respect of year ended 31 December 2019	-	-	(56,160)	(56,160)
At 31 December 2020	<u>702,000</u>	<u>54,698</u>	<u>914,297</u>	<u>1,670,995</u>
At 1 January 2019	702,000	70,023	875,902	1,647,925
Total comprehensive income for the period	-	(5,387)	109,292	103,905
Final dividend in respect of year ended 31 December 2018	-	-	(56,160)	(56,160)
At 31 December 2019	<u>702,000</u>	<u>64,636</u>	<u>929,034</u>	<u>1,695,670</u>

The Condensed statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

AEON CO. (M) BHD.

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Condensed statement of cash flows

For the twelve months ended 31 December 2020

	31 December 2020 RM'000	31 December 2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	101,756	196,887
Adjustments for:		
Non-cash items		
- Depreciation of right of use assets	169,595	163,726
- Others	337,438	344,015
	507,033	507,741
Non-operating items		
- Lease interest	116,500	122,331
- Others	31,110	37,047
	147,610	159,378
Operating profit before changes in working capital	756,399	864,006
Changes in working capital:		
Net change in current assets	91,666	(75,355)
Net change in current liabilities	(386,964)	3,246
Cash generated from operations	461,101	791,897
Tax paid	(62,251)	(103,005)
Net cash generated from operating activities	398,850	688,892
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment and intangible assets	(46,365)	(278,874)
Proceeds from disposal of property, plant and equipment and intangible assets	10	268
Dividend received	1,077	2,339
Interest received	676	1,210
Net cash used in investing activities	(44,602)	(275,057)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payment of lease liabilities	(265,742)	(266,085)
Net borrowings	4,920	(66,763)
Interest paid	(32,863)	(39,999)
Dividend paid	(56,160)	(56,160)
Net cash used in financing activities	(349,845)	(429,007)
Net change in cash and cash equivalents	4,403	(15,172)
Cash and cash equivalents at 1 January	66,982	82,154
Cash and cash equivalents at 31 December	71,385	66,982

The Condensed statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

Notes to the interim financial statements for the year ended 31 December 2020

A EXPLANATORY NOTES PURSUANT TO MFRS 134

1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with *MFRS 134: Interim Financial Reporting* issued by the Malaysian Accounting Standards Board (MASB) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all the information required for full annual financial statements and should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

2 Significant Accounting Policies

The accounting policies applied by the Company in these interim financial statements are consistent with those applied by the Company in its annual financial statements for the year ended 31 December 2019 except for the adoption of the following Amendments to Standards during the current financial period:

- Amendments to MFRS 3, *Business Combinations – Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures – Interest Rate Benchmark Reform*

Malaysian Accounting Standards Board had issued the following amendments and new standards which are effective for the following financial years:

(i) Financial year beginning on or after 1 June 2020:

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions*

(ii) Financial year beginning on or after 1 January 2021:

- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement*, MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contracts* and MFRS 16, *Leases – Interest Rate Benchmark Reform – Phase 2*

(iii) Financial year 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)*

(iv) Financial year beginning on or after 1 January 2023:

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*

(v) Effective 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 Company plans to apply the abovementioned accounting standards, interpretation and amendments in the respective financial years when the above accounting standards, interpretation and amendments become effective, where applicable, except for early adoption of Amendments to MFRS 16 from the annual period beginning on 1 January 2020.

3 Seasonality or Cyclicity of Interim Operations

The Company's revenue for the fourth quarter was lower than the preceding quarter by 7.4% due to reimplementations of CMCO in most states prompted by the surge of COVID-19 cases for the quarter under review.

4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current financial period, other than explained in Section B, Note 1.

5 Changes in Estimates

There were no changes in the nature and amount of estimates reported in prior financial years that have a material effect in the current financial period.

6 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial period.

7 Dividends Paid

There was no dividend paid in respect of the current financial period to date.

An ordinary dividend of 4 sen per share amounting to RM56,160,000 in respect of the financial year ended 31 December 2019 was approved by shareholders at the Thirty-Fifth Annual General Meeting and was paid to shareholders on 30 July 2020.

8 Events Subsequent to the end of reporting period

There were no material events subsequent to the balance sheet date to be disclosed in the financial statements for the current financial period.

9 Effects of Changes in the Composition of the Company

There were no changes in the composition of the Company during the current financial period.

10 Operating Segments

The operating segments analysis is as follows:

	Retailing		Property Management Services		Total	
	12 months ended		12 months ended		12 months ended	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	3,444,661	3,832,247	606,641	706,637	4,051,302	4,538,884
Segmental profit	77,863	114,617	229,620	268,799	307,483	383,416
Less: Unallocated expenses					(48,225)	(24,692)
Profit from operations					259,258	358,724
Interest expense						
- Lease interest					(116,500)	(122,331)
- Interest charges					(32,863)	(40,596)
Interest income					676	1,210
Share of results of associates					(8,815)	(120)
Profit before tax					101,756	196,887
Tax expense					(60,333)	(87,595)
Profit for the year					41,423	109,292
Segment assets	1,493,095	1,783,177	4,400,107	4,614,288	5,893,202	6,397,465
Unallocated assets					200,189	140,309
					6,093,391	6,537,774
Segment liabilities	1,274,245	1,656,044	2,157,794	2,226,476	3,432,039	3,882,520
Unallocated liabilities					990,357	959,584
					4,422,396	4,842,104

Year-to-date retail business segment posted a lower revenue of RM3.44 billion, 10.1% lower compared to previous year of RM3.83 billion due to decline in revenue from non-essential categories namely hardline and softline products as a result from the impact of COVID-19 pandemic and Movement Control Order as well as other related restrictions in place since 18 March 2020, whereby general merchandise (“GMS”) and specialty stores business were not allowed to operate for almost of 2 months during the period under review. However, it was being offset by slight increase of revenue generated from foodline.

Consumer spending pattern has shifted with consumers prioritizing essential goods and going digital. At the same time consumer sentiment and confidence remain weak resulting in cautionary spending behavior. To address this trend during the financial year, the Company has also established an online business to cater to these changing consumer habits and provide better service to the customers.

The retail segmental profit recorded at RM77.86 million is 32.1% lower compared to RM114.62 million recorded in the previous year mainly due to lower revenue.

Revenue from the property management services segment for the financial year-to-date at RM606.64 million is lower by 14.2% compared to the previous year of RM706.64 million. The shortfall in revenue was mainly due to lower occupancy rates as tenants sought for non-renewal or early termination of tenancy agreements. Rental commission receivable and car park income significantly impacted as a result of subdued footfall at the shopping mall. Income from temporary space rental income was also affected by the absence of events and activities as it was being prohibited by the Movement Control Order.

Strategies and efforts have been put in place by the management to halt the declining occupancy rate and retain existing tenants by providing discounts subject to criteria set by the Management. Furthermore, the Company also took initiative by extending the online business to all tenants for them to participate via virtual mall over and above providing continuous operational and marketing support to strengthen the relationship with the tenants.

The segmental profit from property management services reported of RM229.62 million, 14.6% lower compared to previous year of RM268.80 million mainly due to lower revenue.

11 Related Party Transactions

During the current quarter under review and up to the date of this announcement, the Company did not enter into any Related Party Transactions or Recurrent Related Party Transactions of a revenue or trading nature that had not been included or exceeded the estimated value by 10% or more of the total aggregate amount which had been mandated by the shareholders during the Annual General Meeting held on 24 June 2020.

12 Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets since the last audited financial statements for the financial year ended 31 December 2019.

13 Capital Commitments

Capital commitments not provided for in the financial statements as at 31 December 2020 are as follows:

	31 Dec 2020 RM'000	31 Dec 2019 RM'000
Property, plant and equipment		
Contracted but not provided for and not payable	7,950	11,546

B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BHD.
MAIN MARKET LISTING REQUIREMENTS

1 Review of Performance

Quarter results

	Current Year Quarter 31 Dec 2020 RM'000	Preceding Year Corresponding Quarter 31 Dec 2019 RM'000	Changes %
Revenue	916,487	1,170,107	(21.7%)
Profit from operations	78,372	129,845	(39.6%)
Profit before tax	39,810	87,294	(54.4%)

For the quarter under review, the Company registered a total revenue of RM916.5 million, 21.7% lower as compared the preceding year corresponding quarter of RM1.17 billion.

Retail business revenue registered of RM775.9 million, 21.4% lower compared to the preceding year corresponding quarter of RM987.6 million due to the re-introduction of CMCO starting from 14 October 2020 in most states prompted by the surge of COVID-19 cases. After an improvement in Q3 2020, market sentiment dampened once again and lead to lower consumer spending despite the festive and year-end sales. Softline, foodline and hardline revenue reported a decrease compared to the preceding year corresponding quarter partially due to the earlier Chinese New Year celebration in 2020 which boosted sales in Q4 2019.

Revenue from the property management services segment at RM140.6 million, is lower by 23.0% compared to the preceding year corresponding quarter of RM182.6 million mainly derived from lower occupancy rates as tenants sought for non-renewal or early termination of tenancy agreements. Rental commission receivable, car park income and temporary space rental were significantly impacted as the result of subdued footfall at shopping malls and absence of events and activities for the festive celebration due to prohibitions under the CMCO.

In response to unprecedented crisis caused by the COVID-19 pandemic and challenging market conditions, the Company has continued to take drastic countermeasures and rebase the current cost structure. The implementation of a shared service platform to reorganize AEON Malaysia retail units by consolidating common back-office functions, including trade and non-trade procurement have further enhanced cost efficiencies and delivered significant cost reduction.

The Company registered a lower profit before tax for the quarter of RM39.8 million compared to previous year corresponding quarter of RM87.3 million mainly due to lower revenue, however, this was partially mitigated by the improvement in merchandise gross margin, changes in marketing mechanics and stringent cost control measures.

Financial Year-to-date results

	Current Year To-date 31 Dec 2020 RM'000	Preceding Year- To-date 31 Dec 2019 RM'000	Changes %
Revenue	4,051,302	4,538,884	(10.7%)
Profit from operations	259,258	358,724	(27.7%)
Profit before tax	101,756	196,887	(48.3%)

For the period ended 31 December 2020, the Company posted a revenue of RM4.05 billion, which represents a decrease of 10.7% as compared with the previous year of RM4.54 billion. Revenue declined from retailing segment and property management services by RM387.6 million and RM100 million, respectively.

Revenue from retail segment was impacted from lower non-essential category sales namely hardline and softline products as a result from the impact of COVID-19 pandemic and Movement Control Order as well as other related restrictions in place since 18 March 2020, whereby general merchandise (“GMS”) and specialty stores business were not allowed to operate for almost of 2 months during the period under review. However, it was being offset by slight increase of revenue generated from foodline.

Consumer spending pattern has shifted with consumers prioritizing essential goods and going digital. At the same time consumer sentiment and confidence remain weak resulting in cautionary spending behavior. To address this trend during the financial year, the Company has also established an online business to cater to these changing consumer habits and provide better service to the customers.

The shortfall in revenue was mainly due to lower occupancy rates as tenants sought for non-renewal or early termination of tenancy agreements. Rental commission receivable and car park income significantly impacted as a result of subdued footfall at the shopping mall. Income from temporary space rental income was also affected by the absence of events and activities as it was being prohibited by the Movement Control Order.

Strategies and efforts have been put in place by the management to halt the declining occupancy rate and retain existing tenants by providing discounts subject to criteria set by the Management. Furthermore, the Company also took initiative by extending the online business to all tenants for them to participate via virtual mall over and above providing continuous operational and marketing support to strengthen the relationship with the tenants.

The profit before tax of RM101.8 million was 48.3% lower than the previous year of RM196.9 million mainly due to the lower of sales generated from retail and property management services segment, however, it was mitigated by drastic countermeasures and rebasing of the current cost structure. The implementation of a shared service platform to reorganize AEON Malaysia retail units by consolidating common back-office functions, including trade and non-trade procurement have further enhanced cost efficiencies and delivered significant cost reduction.

2 Changes in the Quarterly Profit Before Tax Compared to the Results of the Preceding Quarter

	Current Quarter 31 Dec 2020 RM'000	Immediate Preceding Quarter 30 Sep 2020 RM'000	Changes %
Revenue	916,487	989,623	(7.4%)
Profit from operations	78,372	75,486	3.8%
Profit before tax	39,810	35,748	11.4%

The Company registered a lower revenue by 7.4% to RM916.5 million in current quarter compared with the immediate preceding quarter due to the re-introduction of CMCO starting from 14 October 2020 in most states prompted by the surge of COVID-19 cases. This resulted in an impediment of the recovery momentum experienced in Q3 2020 and once again dampened market sentiments and lead to lower consumer spending despite the festive and year-end sales.

In response to unprecedented crisis caused by the COVID-19 pandemic and challenging market conditions, The Company has continued to take drastic countermeasures and rebase the current cost structure. The implementation of a shared service platform to reorganize AEON Malaysia retail units by consolidating common back-office functions, including trade and non-trade procurement have further enhanced cost efficiencies and delivered significant cost reduction.

As a result, despite the decline of revenue, the profit before tax of RM39.8 million for the quarter was higher than the immediate preceding quarter by RM4.1 million. This was achieved by improvement in merchandise gross margin, changes in marketing mechanics and stringent cost control measures.

3 Current Year Prospects

While 2020 has been a difficult year due to the COVID-19 pandemic, this has given retailers an opportunity to re-strategize their operational, merchandising, and marketing strategies to align with consumers' changing shopping habits. The pandemic has also accelerated digital adoption among retailers while consumers increasingly turn to digital channels.

On 27th January 2021, the Company signed an agreement with US-based Boxed to utilise its state-of-art technology to accelerate the Company's expansion into "New Retail" offerings and redefine shopping experience for customers. Boxed technology and platform will not only serve existing customers and provide technological solutions for AEON's "New Retail" model, but also enable closer business partnering relationships with tenants as part of the business ecosystem.

The Company remains confident and optimistic about the growth opportunities in the medium to long term and is committed to take a proactive approach to remain competitive in the market.

4 Variance of Profit Forecast/Profit Guarantee

Not applicable as the Company did not publish any profit forecast or profit guarantee.

5 Tax expense

Tax expense comprises:

	3 months ended		12 months ended	
	31 Dec 2020 RM'000	31 Dec 2019 RM'000	31 Dec 2020 RM'000	31 Dec 2019 RM'000
Current tax expense	39,516	37,464	87,345	87,796
Deferred tax expense	(26,861)	(50)	(27,012)	(201)
	12,655	37,414	60,333	87,595

The Company's effective tax rate is higher than the statutory tax rate as certain expenses are not deductible for tax purposes.

6 Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

7 Borrowings and Debt Securities

	As at 31 Dec 2020		
	Long term RM denomination (RM'000)	Short term RM denomination (RM'000)	Total borrowings RM denomination (RM'000)
Unsecured			
Term loan	-	205,080	205,080
Revolving credit facilities	-	313,500	313,500
Islamic Medium-Term Notes/ Commercial Papers	-	415,000	415,000
	-	933,580	933,580

	As at 31 Dec 2019		
	Long term RM denomination (RM'000)	Short term RM denomination (RM'000)	Total borrowings RM denomination (RM'000)
Unsecured			
Term loan	205,080	145,080	350,160
Revolving credit facilities	-	278,500	278,500
Islamic Commercial Papers	-	300,000	300,000
	205,080	723,580	928,660

- (i) The term loans are unsecured, bear interest ranging from 2.96% to 4.39% (2019: 3.96% to 4.58%) per annum and are repayable on quarterly basis up to 30 November 2021.
- (ii) The unsecured revolving credit bear interest rates ranging from 2.20% to 2.53% (2019: 3.45% to 5.14%) per annum.
- (iii) The unsecured Islamic Commercial Papers and Islamic Medium-Term Note, bear interest rate of 2.18% to 3.15% (2019: 3.40%-3.90%) per annum.

8 Changes in Material Litigation

There was no material litigation against the Company as at the reporting date.

9 Dividend

- (a)(i) An ordinary dividend of 1.50 sen per share has been recommended for the financial year ended 31 December 2020;
- (ii) total net dividend payable amounted to RM21,060,000;
- (iii) date payable to be determined later; and
- (iv) in respect of deposited securities, the date of entitlement to dividend will be determined later.
- (b) For the year ended 31 December 2019, an ordinary dividend of 4.00 sen per share amounting to RM56,160,000 was paid on 30 July 2020.
- (c) The ordinary dividend recommended for year ended 31 December 2020 will be subject to the approval of shareholders at the forthcoming Annual General Meeting to be held on the day which shall be announced later.

10 Qualification of Audit Report of the Preceding Annual Financial Statements

There was no qualification on audit report of the preceding annual financial statements.

11 Earnings Per Share

	3 months ended		12 months ended	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
Profit attributable to the owners for the period (RM'000)	27,155	49,880	41,423	109,292
Weighted average number of ordinary shares in issue ('000)	1,404,000	1,404,000	1,404,000	1,404,000
Basic earnings per ordinary share (sen)	1.93	3.55	2.95	7.78

Diluted earnings per share is not applicable for the Company.

12 Notes to the Statement of Comprehensive Income

	3 months ended		12 months ended	
	31 Dec 2020 RM'000	31 Dec 2019 RM'000	31 Dec 2020 RM'000	31 Dec 2019 RM'000
Profit for the period is arrived at after charging/(crediting):				
Depreciation and amortisation	80,006	82,179	326,089	321,072
Depreciation of right of use assets	47,388	41,910	169,595	163,726
Lease rental	702	4,201	1,146	14,745
Interest expense				
- lease interest	28,560	31,131	116,500	122,331
- interest charges	7,943	11,800	32,863	40,596
Impairment loss:				
- trade receivables	2,967	446	15,302	2,239
- property, plant and equipment	-	10,598	-	10,598
- right-of-use asset impairment	-	10,567	-	10,567
Bad debts written off	1,166	-	1,166	-
(Gain)/Loss on foreign exchange	2	(3)	235	214
Property, plant and equipment written off	1,487	842	2,855	1,862
(Gain)/Loss on disposal of property, plant and equipment	(5)	102	(13)	268
Interest income	138	215	676	1,210
Dividend income	427	1,033	1,077	2,339

13 Significant changes in accounting policies

There were no significant changes in accounting policies as at the reporting date.

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.