ADVANCE SYNERGY BERHAD
(Company No: 192001000024 (1225-D))

COMPANY ANNOUNCEMENT
UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020

The Board of Directors of Advance Synergy Berhad wishes to announce the unaudited financial results of the Group for the quarter and year ended 31 December 2020.

This interim report is prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2019.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	3 months ended		Year-to-date 12 months ended	
	31.12.2020 Unaudited RM'000	31.12.2019 Unaudited RM'000	31.12.2020 Unaudited RM'000	31.12.2019 Audited RM'000
Revenue	30,824	85,642	117,240	275,517
Cost of sales	(18,251)	(62,098)	(72,294)	(189,187)
Gross profit	12,573	23,544	44,946	86,330
Other operating income	20,240	112,787	26,619	121,511
Operating expenses	(27,946)	(30,319)	(95,346)	(103,133)
Profit/(Loss) from operations	4,867	106,012	(23,781)	104,708
Finance costs	(2,191)	(1,646)	(5,175)	(9,498)
Share of results of associates and joint venture	20	114	142	404
Profit/(Loss) before tax	2,696	104,480	(28,814)	95,614
Income tax expense	(2,598)	(12,094)	(4,358)	(14,285)
Net profit/(loss) for the financial period/year	98	92,386	(33,172)	81,329
Attributable to:				
Owners of the parent	(1,786)	88,115	(34,299)	74,944
Non-controlling interests	1,884	4,271	1,127	6,385
	98	92,386	(33,172)	81,329
(Loss)/Earnings per share attributable to owners of the parent:				
Basis (sen)	(0.19)	9.48	(3.69)	8.07
Diluted (sen)	(0.19)	9.48	(3.69)	8.07

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended		Year-to-date 12 months ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	Unaudited	Unaudited	Unaudited	Audited
	RM'000	RM'000	RM'000	RM'000
Net profit/(loss) for the financial period/year	98	92,386	(33,172)	81,329
Other comprehensive income/(expenses):				
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translation differences for foreign operations	2,971	(10,122)	5,013	(1,028)
Total items that may be reclassified subsequently to profit or loss	2,971	(10,122)	5,013	(1,028)
Items that will not be reclassified subsequently to profit or loss:				
Fair value through other comprehensive income financial assets	611	402	(2,203)	(80)
Revaluation of property, plant and equipment	1,067	(3,920)	1,067	(3,920)
Total items that will not be reclassified subsequently to profit or loss	1,678	(3,518)	(1,136)	(4,000)
Other comprehensive income/(loss) for the financial period/year	4,649	(13,640)	3,877	(5,028)
Total comprehensive income/(loss) for the financial period/year	4,747	78,746	(29,295)	76,301
Attributable to:				
Owners of the parent	3,375	75,311	(29,370)	70,801
Non-controlling interests	1,372	3,435	75	5,500
Total comprehensive income/(loss) for the financial period/year	4,747	78,746	(29,295)	76,301

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 31.12.2020 RM'000	Audited as at 31.12.2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	199,938	179,132
Right-of-use assets	47,324	47,329
Investment properties	44,935	54,572
Investment in associates and joint venture	12,757	12,971
Investment securities	51,632	55,789
Goodwill	89,967	90,703
Intangible assets	2,717	3,021
Deferred tax assets	4,841	5,864
	454,111	449,381
Current assets		
Inventories	45,225	51,089
Receivables, prepayments and contract assets	76,626	119,163
Tax recoverable	2,401	3,721
Investment securities	5,076	1,400
Financial assets held for trading	8	462
Short term deposits	63,157	79,898
Cash and bank balances	58,271	47,922
	250,764	303,655
TOTAL ASSETS	704,875	753,036
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	381,377	381,377
Reserves	67,697	100,319
	449,074	481,696
Non-controlling interests	67,659	69,072
Total equity	516,733	550,768
Non-current liabilities		
Borrowings	38,560	38,614
Lease liabilities	50,009	48,847
Payables	9,294	9,753
Deferred tax liabilities	4,017	5,146
Provision for retirement benefit obligations	1,386	1,923
	103,266	104,283
Current liabilities		
Payables and contract liabilities	53,947	74,187
Borrowings	18,755	10,163
Lease liabilities	7,161	8,090
Tax payable	5,013	5,545
	84,876	97,985
Total Liabilities	188,142	202,268
TOTAL EQUITY AND LIABILITIES	704,875	753,036

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2020

	Share Capital RM'000	Revaluation Reserve RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2020	381,377	14,547	6,728	(1,334)	80,378	481,696	69,072	550,768
Net profit/(loss) for the financial year	-	-	-	-	(34,299)	(34,299)	1,127	(33,172)
Fair value of financial assets through other comprehensive income	-	-	-	(2,203)	-	(2,203)	-	(2,203)
Revaluation of properties	-	1,067	-	-	-	1,067	-	1,067
Foreign currency translation differences for foreign operations	-	-	6,065	-	-	6,065	(1,052)	5,013
Total comprehensive income/(loss) the financial year	-	1,067	6,065	(2,203)	(34,299)	(29,370)	75	(29,295)
Transactions with owners								
Dividend paid	-	-	-	-	(3,252)	(3,252)	-	(3,252)
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(1,488)	(1,488)
	-	-	-	-	(3,252)	(3,252)	(1,488)	(4,740)
Balance as at 31 December 2020	381,377	15,614	12,793	(3,537)	42,827	449,074	67,659	516,733

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2020 (Continued)

	Share Capital RM'000	Revaluation Reserve RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2019, as previously reported	381,377	18,467	6,871	(1,254)	16,725	422,186	64,705	486,891
Effects of adoption of MFRS 16	-	-	-	-	(8,968)	(8,968)	-	(8,968)
Balance as at 1 January 2019, as restated	381,377	18,467	6,871	(1,254)	7,757	413,218	64,705	477,923
Net profit/(loss) for the financial year	-	-	-	-	74,944	74,944	6,385	81,329
Fair value of financial assets through other comprehensive income	-	-	-	(80)	-	(80)	-	(80)
Revaluation of properties	-	(3,920)	-	-	-	(3,920)	-	(3,920)
Foreign currency translation differences for foreign operations	-	-	(143)	-	-	(143)	(885)	(1,028)
Total comprehensive income/(loss) the financial year	-	(3,920)	(143)	(80)	74,944	70,801	5,500	76,301
Transactions with owners								
Dividend paid	-	-	-	-	(2,323)	(2,323)	-	(2,323)
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(1,133)	(1,133)
	-	-	-	-	(2,323)	(2,323)	(1,133)	(3,456)
Balance as at 31 December 2019	381,377	14,547	6,728	(1,334)	80,378	481,696	69,072	550,768

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	12 months ended 31.12.2020 Unaudited RM'000	12 months ended 31.12.2019 Audited RM'000
Cash flows from operating activities		
(Loss)/Profit before tax	(28,814)	95,614
Adjustments for:-		
Non-cash items	14,542	(86,755)
Other investing and financing items	3,327	6,554
Operating (loss)/profit before working capital changes	(10,945)	15,413
Changes in working capital		
Inventories	3,707	(5,870)
Receivables	28,182	15,977
Financial assets held for trading	455	(146)
Payables	(17,342)	(1,891)
Net cash generated from operations	4,057	23,483
Retirement benefits paid	-	(61)
Net tax paid	(3,175)	(8,356)
Net cash generated from operating activities	882	15,066
Cash flows from investing activities		
Acquisition of a subsidiary, net of cash acquired	-	(56,180)
Acquisition of held for trading investments	(6,981)	(990)
Acquisition of unquoted investment securities	(220)	(1,909)
Addition of intangible assets	(1,113)	(926)
Addition of investment properties	(11,804)	(2,545)
Interest received	1,848	2,944
Net proceeds from disposal of an associate	-	24,176
Proceeds from disposal of investment securities	5,427	1,639
Proceeds from disposal of property, plant and equipment	26,804	121,544
Purchase of property, plant and equipment	(16,735)	(9,377)
Withdrawal/(Placement) of pledged deposits	739	(1,989)
Net cash (used in)/generated from investing activities	(2,035)	76,387

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020 (Continued)

	12 months ended 31.12.2020 Unaudited RM'000	12 months ended 31.12.2019 Audited RM'000
Cash flows from financing activities		
Dividend paid	(3,252)	(2,323)
Dividend paid to non-controlling interests of a subsidiary	(1,488)	(1,145)
Drawdown of borrowings	15,475	27,954
Interest paid	(3,077)	(9,498)
Repayment of borrowings	(3,587)	(100,348)
Repayment of lease liabilities	(4,252)	(9,384)
Net cash used in financing activities	(181)	(94,744)
Effect of exchange rate changes	(2,406)	(760)
Net decrease in cash and cash equivalents	(3,740)	(4,051)
Cash and cash equivalents as at beginning of the financial year		
As previously reported	90,619	94,438
Effect of exchange rate changes	548	232
As restated	91,167	94,670
Cash and cash equivalents as at end of the financial year #	87,427	90,619

 # Cash and cash equivalents at the end of the financial year comprising the following:

Short term deposits	63,157	79,898
Cash and bank balances	58,271	47,922
Bank overdrafts	(354)	(2,815)
	121,074	125,005
Less: Deposits placed with lease payables as security deposit for lease payments	(13,352)	(13,054)
Cash held under Housing Development Accounts	(661)	(643)
Deposits pledged to licensed banks	(19,634)	(20,689)
	(33,647)	(34,386)
	87,427	90,619

NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of preparation

The unaudited interim financial report has been prepared in compliance with MFRS 134 – "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). The unaudited interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019.

2. 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 for the financial year ended 31 December 2019, except for the adoption of the following new Malaysian Financial Reporting Standard ("MFRS"), amendments/improvements to MFRSs and IC Interpretation ("IC Int"):

<u>Amendments/ Improvements to MFRSs</u>	
MFRS 3	Business Combinations
MFRS 7	Financial Instruments: Disclosures
MFRS 9	Financial Instruments
MFRS 16	Leases
MFRS 101	Presentation of Financial Statements
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 139	Financial Instruments: Recognition and Measurement

The adoption of the above new MFRS, amendments/improvements to MFRSs and new IC Int will have no significant impact on the financial statements of the Group upon their initial application.

New MFRS and IC Int and Amendments/Improvements to MFRSs and IC Int issued but not yet effective

The following new MFRS and Amendments/Improvements to MFRSs and IC Int that are issued but are not yet effective, have yet to be adopted by the Group:

		Effective for financial periods beginning on or after
<u>New MFRS</u>		
MFRS 17	Insurance Contracts	1 January 2023
<u>Amendments/Improvements to MFRSs</u>		
MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022^/ 1 January 2023#
MFRS 3	Business Combinations	1 January 2022/ 1 January 2023#
MFRS 4	Insurance Contracts	1 January 2021/ 1 January 2023
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023#
MFRS 7	Financial Instruments: Disclosures	1 January 2021/ 1 January 2023#
MFRS 9	Financial Instruments	1 January 2021/ 1 January 2022^/ 1 January 2023#
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023#
MFRS 16	Leases	1 January 2021

2. Significant accounting policies (Continued)

New MFRS and IC Int and Amendments/Improvements to MFRSs and IC Int issued but not yet effective (Continued)

		Effective for financial periods beginning on or after
Amendments/Improvements to MFRSs (Continued)		
MFRS 101	Presentation of Financial Statements	1 January 2023#
MFRS 107	Statement of Cash Flows	1 January 2023#
MFRS 116	Property, Plant and Equipment	1 January 2022/ 1 January 2023#
MFRS 119	Employee Benefits	1 January 2023#
MFRS 128	Investments in Associates and Joint Ventures	Deferred/ 1 January 2023#
MFRS 132	Financial Instruments: Presentation	1 January 2023#
MFRS 136	Impairment of Assets	1 January 2023#
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022/ 1 January 2023#
MFRS 138	Intangible Assets	1 January 2023#
MFRS 139	Financial Instruments: Recognition and Measurement	1 January 2021
MFRS 140	Investment Property	1 January 2023#
MFRS 141	Agriculture	1 January 2022^

^ *The Annual Improvements to MFRS Standards 2018-2020*

Amendments as to the consequence of MFRS 17 Insurance Contracts

3. Audit Report

The auditors' report on the financial statements for the year ended 31 December 2019 was not subject to any qualification.

4. Seasonal or cyclical factors

The operations of the Group for the quarter ended 31 December 2020 were not materially affected by any seasonal or cyclical factors.

5. Unusual items

There were no unusual significant items during the quarter under review.

6. Changes in estimates

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the quarter under review.

7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and/or repayments of debt and equity securities during the financial year ended 31 December 2020.

8. Dividends paid

A single tier dividend of 0.35 sen per ordinary share in respect of the financial year ended 31 December 2019 was paid on 18 August 2020 after obtaining approval from the shareholders of the Company at the Annual General Meeting held on 23 July 2020.

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

9. Segmental Information

For the financial year ended 31 December 2020

	Investment Holding	Hotels & Resorts	Information & Communications Technology	Property Development & Investment	Travel & Tours	Financial Services	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue									
External	686	19,968	65,126	6,474	20,262	4,090	634	-	117,240
Inter-segment	13,333	-	-	424	1	-	-	(13,758)	-
Total revenue	14,019	19,968	65,126	6,898	20,263	4,090	634	(13,758)	117,240
Results									
Segment results	(2,401)	(6,682)	8,272	(2,166)	(1,543)	(5,594)	(7,632)	(11,210)	(28,956)
Share of results of associates and joint venture	140	2	-	-	-	-	-	-	142
Profit/(Loss) before tax	(2,261)	(6,680)	8,272	(2,166)	(1,543)	(5,594)	(7,632)	(11,210)	(28,814)
Income tax expense									(4,358)
Net profit/(loss) for the financial year									(33,172)
Non-controlling interests									(1,127)
Net profit/(loss) for the financial year attributable to owners of the parent									(34,299)

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

9. Segmental Information (Continued)

For the financial year ended 31 December 2020 (Continued)

	Investment Holding	Hotels & Resorts	Information & Communications Technology	Property Development & Investment	Travel & Tours	Financial Services	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Other information									
Segment assets	66,817	260,973	180,179	115,791	19,116	23,589	18,411	-	684,876
Investment in associates and joint venture	12,640	117	-	-	-	-	-	-	12,757
Unallocated corporate assets	-	-	-	-	-	-	-	-	7,242
Total assets									704,875
Segment liabilities	5,266	90,716	19,200	40,159	5,747	9,753	8,269	-	179,110
Unallocated corporate liabilities	-	-	-	-	-	-	-	-	9,032
Total liabilities									188,142
Capital expenditure:									
- Property, plant & equipment	74	11,132	1,332	1,953	127	1,928	189	-	16,735
- Software development expenditure	-	-	1,113	-	-	-	-	-	1,113

9. Segmental Information (Continued)

For the financial year ended 31 December 2019

	Investment Holding	Hotels & Resorts	Information & Communications Technology	Property Development & Investment	Travel & Tours	Financial Services	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue									
External	1,162	55,798	72,362	699	135,175	8,866	1,455	-	275,517
Inter-segment	17,698	-	-	-	259	-	-	(17,957)	-
Total revenue	18,860	55,798	72,362	699	135,434	8,866	1,455	(17,957)	275,517
Results									
Segment results	87,578	5,759	10,803	(913)	3,583	(4,977)	(5,886)	(737)	95,210
Share of results of associates and joint venture	413	4	-	-	(13)	-	-	-	404
Profit/(Loss) before tax	87,991	5,763	10,803	(913)	3,570	(4,977)	(5,886)	(737)	95,614
Income tax expense									(14,285)
Net profit/(loss) for the financial year									81,329
Non-controlling interests									(6,385)
Net profit/(loss) for the financial year attributable to owners of the parent									74,944

NOTES TO THE INTERIM FINANCIAL REPORT (Continued)

9. Segmental Information (Continued)

For the financial year ended 31 December 2019 (Continued)

	Investment Holding	Hotels & Resorts	Information & Communications Technology	Property Development & Investment	Travel & Tours	Financial Services	Others	Eliminations	Total
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Other information									
Segment assets	61,485	290,000	213,016	98,645	22,845	26,797	17,692	-	730,480
Investment in associates and joint venture	12,504	112	-	-	355	-	-	-	12,971
Unallocated corporate assets	-	-	-	-	-	-	-	-	9,585
Total assets									753,036
Segment liabilities	11,513	92,408	25,037	37,170	7,456	12,065	5,928	-	191,577
Unallocated corporate liabilities	-	-	-	-	-	-	-	-	10,691
Total liabilities									202,268
Capital expenditure:									
- Property, plant & equipment	645	3,344	2,014	1	64	3,281	28	-	9,377
- Software development expenditure	-	-	926	-	-		-	-	926

10. Property, plant and equipment

The valuation of land and buildings had been brought forward without amendment from the financial statements for the year ended 31 December 2019 except for hotel property held by Cherating Holiday Villa Berhad which was revalued in current financial year based on the valuation carried out by Suleiman & Co, an independent firm of professional valuer.

11. Significant events after the reporting period

There are no significant events after the reporting period.

12. Changes in the composition of the Group

(a) On 23 January 2020, the Board of Directors of the Company resolved to restructure the current group structure by re-organising four existing inactive wholly-owned subsidiaries to be 70% owned by Advance Synergy Realty Sdn Bhd ("ASR"), a wholly-owned subsidiary of the Company, and 30% owned by Kibar Konsep Sdn Bhd ("KK"), to operate the new serviced office business and food & beverage ("F&B") business at two buildings owned jointly by ASR and KK. ASR has 70% interest in each of the buildings with the remaining interest of 30% held by KK. The two buildings are located at No.17, Jalan Yap Ah Shak, 50300 Kuala Lumpur and No.9, Jalan Kajibumi U1/70, Temasya Glenmarie, 40150 Shah Alam, Selangor.

The aforesaid four existing inactive subsidiaries are Yap Ah Shak House Sdn Bhd and Temasya House Sdn Bhd which will be the operating companies for the serviced offices, while Osteria Gamberoni Sdn Bhd and Primo Espresso Sdn Bhd will operate the F&B business.

The aforesaid restructuring which involved the transfers of the total issued share capital in each company for a nominal value of RM10.00 to ASR and KK in the proportion of their shareholding of 70% and 30% respectively has been completed.

(b) On 3 March 2020, Holiday Villas International Limited ("HVIL"), an indirect wholly-owned subsidiary of the Company, acquired 5 ordinary shares of USD1.00 each, representing the remaining 5% equity interest in Holiday Villa China International Limited ("HVCIL"), an indirect subsidiary held through HVIL, from Mr Chee Chong Fatt for a total cash consideration of USD5,000.00. On the same date, HVCIL became a wholly-owned indirect subsidiary company of ASB.

(c) On 14 September 2020, Alangka-Suka Hotels & Resorts Sdn Bhd, a wholly-owned subsidiary of the Company, disposed of its entire 40% equity interest comprising 4 ordinary shares at RM1.00 each in Holiday Villa Hotels & Resorts Sdn Bhd, a dormant company, for a cash consideration of RM4.00.

13. Changes in contingent liabilities

There are no changes in contingent liabilities since the last annual statements of financial position as at 31 December 2019.

14. Review of performance

	Year-to-date 12 months ended 31.12.2020 RM'000	31.12.2019 RM'000	Variance RM'000	%
Revenue	117,240	275,517	(158,277)	-57.4%
Profit/(Loss) from operations	(23,781)	104,708	(128,489)	-122.7%
Profit/(Loss) before tax	(28,814)	95,614	(124,428)	-130.1%
Net profit/(loss) for the financial year	(33,172)	81,329	(114,501)	-140.8%
Net profit/(loss) for the financial year attributable to the Owners of the Parent	(34,299)	74,944	(109,243)	-145.8%

Overall performance

For the current financial year ended 31 December 2020 ("FY2020"), the impact of the global coronavirus ("Covid-19) outbreak resulted in the Group recording a lower revenue of RM117.2 million compared to RM275.5 million in the last financial year ended 31 December 2019 ("FY2019"), a significant decrease in revenue of RM158.3 million or approximately 57.4%. All divisions reported lower revenue in FY2020 compared to FY2019 except for the Property Development & Investment division.

The significant decrease in revenue for the Group had resulted in lower gross profit of RM45.0 million in FY2020 compared to RM86.3 million in FY2019.

Other operating income of the Group reduced significantly from RM121.5 million in FY2019 to RM26.6 million in FY2020. In FY2019, the other operating income included a gain (before real property gains tax) on disposal of a property, Wisma Synergy, of RM90.3 million and additional insurance claim of RM17.6 million for the hotel in Arosa which was destroyed in a fire in 2016 compared to a gain on disposal before tax of a land in Arosa, Switzerland, of RM6.6 million in FY2020.

Operating expenses reduced by approximately RM7.8 million from RM103.1 million in FY2019 to RM95.3 million in FY2020 mainly due to lower staff cost, lower impairment and write off of property, plant and equipment coupled with foreign exchange gain recognised in current year under review as opposed to foreign exchange loss in the previous year.

Total finance cost in FY2020 decreased by RM4.3 million as compared to FY2019. The decrease in finance cost was mainly due to repayment of bank borrowings from part of disposal proceeds in FY2019 resulting in interest cost saving in FY2020.

With the effect of a Covid-19 outbreak and the significantly lower other operating income as explained above for FY2020, the Group recorded loss before tax of RM28.8 million in FY2020 compared to profit before tax of RM95.6 million in FY2019.

Investment Holding

In FY2020, the division recorded lower revenue of RM14.0 million compared to the revenue of RM18.9 million in FY2019. The lower revenue was mainly attributable to lower dividends from subsidiaries, partly mitigated by intercompany management fees, both of which had no impact to the Group's revenue. The flow down effect of lower revenue and lower other operating income for FY2020 offset by lower finance costs resulted in the division reporting a loss before tax of RM2.3 million in FY2020 compared to a profit of RM88.0 million in FY2019. In FY2019, the higher other operating income of the division was mainly due to the gain on disposal of Wisma Synergy of RM90.3 million.

14. Review of performance (Continued)

Hotels & Resorts

The Hotels & Resorts division recorded lower revenue of RM20.0 million in FY2020 compared to RM55.8 million in FY2019, a significant decline of RM35.8 million or approximately 64.2%. The outbreak of Covid-19 in various countries and the movement control order imposed in Malaysia ("MCO") on 18 March 2020 affected the performance of our Hotels & Resorts division resulting in lower revenue from all hotels operated and managed by the division. Besides that, closure of hotels such as City Villa, Malaysia and Holiday Villa London, United Kingdom contributed to the overall lower revenue in FY2020.

With the substantial drop in revenue coupled with lower other operating income for FY2020 but offset partly by Covid-19 related government subsidy allowances and lower staff cost, the division reported a loss before tax of RM6.7 million in FY2020 compared to a profit before tax of RM5.8 million in FY2019. Other operating income for FY2019 included additional insurance claim of RM17.6 million for the hotel in Arosa which was destroyed in a fire in 2016 compared to the gain on disposal before tax of a land in Arosa of RM6.6 million and foreign exchange gain coupled with reversal of provision of RM3.0 million in FY 2020.

Information & Communications Technology

The division recorded lower revenue of RM65.1 million in FY2020 compared to RM72.4 million in FY2019, a drop in revenue of RM7.3 million or approximately 10.1%. This was mainly due to lower system sales contracts revenue from GlobeOSS business unit ("BU") and Unifiedcomms BU which reported a decrease in revenue of 14.6% and 6.7% respectively in the current year under review compared to FY2019.

With the drop in revenue of 10.1% in FY2020 compared to last year coupled with fair value loss assessed on the venture investment portfolio of RM0.5 million in the current year compared to fair value gain of RM1.3 million in FY2019, partly offset by lower expenses, the ICT division recorded a lower profit of RM8.3 million in FY2020 compared to RM10.8 million in FY2019. The lower expenses recorded in FY2020 was mainly due to lower payroll related costs stemming from Covid-19 related government subsidy allowances received and a reduction in headcount, lower net foreign exchange loss and absence of impairment loss on plant and equipment in FY2020.

Property Development & Investment

The division recorded higher revenue at RM6.9 million in FY2020 compared to RM0.7 million in FY2019. Despite the higher revenue, the division's loss before tax increased by RM1.3 million from RM0.9 million in FY2019 to RM2.2 million in FY2020. The increased loss resulted mainly from pre-operating expenditure incurred in the property investment unit.

Travel & Tours

The Covid-19 pandemic resulting in the imposition of MCO in Malaysia and international travel restrictions had adverse impact on the performance of the travel & tours division. The division reported substantially lower revenue in FY2020 of RM20.3 million compared to RM135.4 million in FY2019, a drop in revenue of RM115.1 million or approximately 85%. Despite the lower operating expenses due to lower payroll cost and the receipt of government subsidy allowances during the current year under review, the flow down effect of a substantially lower revenue resulted in the division recording a loss before tax of RM1.5 million in FY2020 compared to a profit before tax of RM3.6 million in FY2019.

14. Review of performance (Continued)

Financial Services

The division recorded lower revenue of RM4.1 million in FY2020 compared to RM8.9 million in FY2019. The lower revenue was mainly due to the impact from Covid-19 pandemic since March 2020 which had affected the card & payment services unit due to lower number of merchant transactions and sales coupled with lower revenue from money services unit due to closure of branches with the reopening of only Bangsar outlet in mid of May 2020 mitigated by lower operating expenses. As a result of the above, the division recorded a higher loss before tax of RM5.6 million in FY2020 compared to a loss before tax of RM5.0 million in FY2019.

Others

The Others division registered a lower revenue of RM0.6 million in FY2020 compared to the revenue of RM1.5 million for FY2019. Both the bus-body fabrication and education units continued to show losses totalling RM7.6 million in FY2020 compared to a loss of RM5.9 million in FY2019. The higher loss before tax was mainly attributable to the inventory write down of RM2.2 million from the bus-body fabrication unit but partly mitigated by lower staff cost and receipt of Covid-19 related government subsidy allowances.

15. Comparison of results with immediate preceding quarter

	Quarter 3 months ended		Variance	
	31.12.2020	30.09.2020		
	RM'000	RM'000	RM'000	%
Revenue	30,824	21,591	9,233	42.8%
Profit/(Loss) from operations	4,867	(13,438)	18,305	-136.2%
Profit/(Loss) before tax	2,696	(13,948)	16,644	-119.3%
Net profit/(loss) for the financial year	98	(14,588)	14,686	-100.7%
Net profit/(loss) for the financial year attributable to the Owners of the Parent	(1,786)	(13,741)	11,955	-87.0%

Overall performance

The Group recorded higher revenue of RM30.8 million for the current quarter ended 31 December 2020 ("Q4 2020") compared to the revenue of RM21.6 million in the immediate preceding quarter ended 30 September 2020 ("Q3 2020"), an increase of RM9.2 million or approximately 42.8%. With the higher revenue and other operating income, the Group recorded profit before tax of RM2.7 million in Q4 2020 compared to loss before tax of RM13.9 million in Q3 2020. The higher other operating income in Q4 2020 was mainly attributable to a fair value gain assessed on the venture investment portfolio in Q4 2020 of RM7.1 million compared to fair value loss in Q3 2020 of RM2.0 million and gain on disposal before tax of a land in Arosa, Switzerland, of RM6.6 million recognised in Q4 2020.

Investment Holding

The division reported profit before tax of RM7.1 million in Q4 2020, compared to a loss of RM3.5 million in Q3 2020. This was mainly attributable to the dividend from a subsidiary in the current quarter of RM10.5 million which had no impact to the Group and the fair value gain assessed on the venture investment portfolio for the division of RM1.0 million in the current quarter under review as opposed to no fair value gain in Q3 2020.

15. Comparison of results with immediate preceding quarter (Continued)

Hotels & Resorts

The lower revenue of RM3.7 million recorded by the division in Q4 2020 compared to revenue of RM3.9 million in Q3 2020 was mainly attributable to lower revenue from Shanghai and Cherating hotels partly offset by higher revenue from Langkawi hotel.

Excluding the gain on disposal before tax of a land in Arosa, Switzerland of RM6.6 million, despite the lower revenue, the division recorded a lower loss before tax of RM2.0 million in Q4 2020 compared to a loss of RM4.5 million in Q3 2020 mainly due to higher other operating income recorded in Q4 2020 attributable to foreign exchange gain in the quarter under review compared to no foreign exchange gain in Q3 2020 and reversal of provision of RM3.0 million.

Information & Communications Technology

The division registered higher revenue of RM17.1 million in Q4 2020 compared to RM15.3 million in Q3 2020 mainly due to higher system sale contract revenue recorded by GlobeOSS BU and higher revenue share contract revenue recorded by Unifiedcomms in Q4 2020. With the higher revenue in the current quarter under review coupled with fair value gain assessed on the division's venture investment portfolio in the current quarter under review of RM6.1 million compared to a fair value loss of RM2.0 million in the preceding quarter, the division reported higher profit before tax of RM7.1 million in Q4 2020 compared to the profit before tax of RM0.3 million in Q3 2020.

Property Development & Investment

Revenue of RM6.2 million was recorded in Q4 2020 compared to no revenue recorded in Q3 2020. However, the division recorded higher operating expenses in Q4 2020 compared to Q3 2020 mainly attributable to higher costs incurred in the property investment unit. The net impact of higher revenue and higher operating expenses in the current quarter under review resulted in lower loss before tax of RM0.8 million in Q4 2020 compared to loss of RM1.0 million in the preceding quarter.

Travel & Tours

The division recorded revenue of RM2.9 million in Q4 2020 compared to the revenue of RM1.5 million in Q3 2020 as a result of higher revenue from hotel booking and corporate ticketing during the quarter under review. Despite the higher revenue recorded in the current quarter under review, the division recorded a loss before tax of RM0.5 million in Q4 2020 compared to a loss before tax of RM0.2 million in the immediate preceding quarter mainly due to the provision of impairment on investment in associates of RM0.4 million in Q4 2020.

Financial Services

The Financial Services division comprising the card and payment services unit and money services unit recorded lower revenue of RM0.7 million in Q4 2020 compared to RM1.1 million in Q3 2020. The lower revenue was mainly due to lower revenue from card and payment services unit as a result of lower merchant transactions. With the lower revenue, the division reported higher loss before tax of RM1.6 million compared to a loss of RM1.4 million in Q3 2020.

Others

The Others division recorded a higher revenue of RM0.2 million in Q4 2020 compared to RM22,000 in Q3 2020. The division reported a lower loss before tax of RM1.9 million in Q4 2020 compared to a loss of RM3.6 million in Q3 2020.

The lower loss before tax was mainly attributable to the bus-body fabrication unit recording a loss of RM1.6 million in Q4 2020 compared to a loss of RM3.3 million in Q3 2020. This was mainly due to an inventory write down of RM2.2 million in Q3 2020.

The education unit reported a slightly lower loss before tax of RM272,000 in Q4 2020 compared to loss before tax of RM317,000 in Q3 2020 mainly attributable to higher revenue in current quarter coupled with lower staff cost.

16. Prospects

With the Covid-19 pandemic, our Board expects a slowdown in the global economy with uncertainty of economic recovery in the financial year 2021. Many businesses have been adversely affected including all our divisions and in particular, hotels & resorts and travel and tours in the current financial year. With uncertainty of economic recovery, the Group is actively pursuing measures to manage our operating costs and re-working on the future business plans to minimise any potential negative impact arising from the Covid-19 outbreak.

Hotels & Resorts

The outbreak of Covid-19 has adversely impacted the financial result of the hotels and resorts division for 2020 especially with the lock down and restriction in travelling due to Covid-19 and termination of direct flights from four cities in China to Langkawi which has a direct impact on the occupancy of our hotel in Langkawi. The business outlook for the financial year 2021 is expected to be challenging due to the uncertainty in the recovery of the economy, relaxation of travel restrictions and opening of borders.

The recovery of bookings for the local meetings, incentives, conferences and exhibitions market segment remains highly uncertain as the Covid-19 pandemic may be prolonged coupled with the uncertainty of economic recovery. The division will place greater emphasis and be more aggressive and creative in marketing its packages to the respective local market of each country as it expects domestic demand to recover faster than international demand.

In line with the division's business plan, the focus to grow the hotels and resorts businesses regionally is still intact and the division will continue to develop business from Asia region and major market segments, work with tour operators and local corporate businesses and secure more residential meetings with emphasis on local tourism. The upgrading of our hotels in Cherating and Langkawi and the renovation of our aparthotel in Earls Court, London are underway and will continue during this expected slow period in 2021 in order to capitalise on the hotels/aparthotel once the industry recovers.

Information & Communications Technology

The Covid-19 pandemic has resulted in many countries in the division's regions of focus reinstating movement and travel restrictions at year-end. Such restrictions have adversely affected many businesses. The uncertainty of economic recovery from the shock caused by Covid-19 and the prospect of a protracted economic slowdown or a slow recovery, especially in the division's regions of focus, have weighed on the division when considering the outlook for the financial year 2021.

The impact of Covid-19 on Unifiedcomms and GlobeOSS has fortunately been minimal in the current financial year. This is because these businesses operate primarily in the field of telecommunications, an essential service in any economy today. In addition, Unifiedcomms and GlobeOSS businesses have been made capable of fully-functioning under a work-from-home mode of operation, well ahead of movement control restrictions or lockdown orders being enforced. The division's primary customers in the Unifiedcomms and GlobeOSS businesses are telecommunications network operators and service providers that have continued to operate normally throughout Covid-19 restrictions, albeit remotely and through digital engagement, rather than face-to-face interaction. Contracts in-hand continue to be progressed and the division is hopeful that new projects and initiatives requiring its products and services, will continue to be pursued by customers in the year ahead. The possibility remains however, that larger system sale contracts that have yet to be committed in the coming year, may be further deferred, or even abandoned entirely if macroeconic and industry conditions do not improve significantly. Some managed service contracts of the division which are impacted by government restrictions or directives arising from Covid-19 policy measures, may meanwhile continue to show weaker performance.

16. Prospects (Continued)

Information & Communications Technology (Continued)

At Captii Ventures, the division's venture investment business, the climate for either business development or funding has been challenging. As a result, certain investees in the division's venture investment portfolio had dampened valuations and some faced difficulty in raising further capital. The division has taken active, early measures to perform impact assessment as well as in assisting investees to plan and manage through a more hostile environment for both business and funding. Investment management activities to assist investees and protect its investments will continue to be the priority at Captii Ventures in the year ahead.

Against this potentially negative macroeconomic backdrop for the future, the division remains optimistic and will continue to work closely with customers and investees, to minimise the negative impact of Covid-19-related developments on the division's financial performance. The division has in recent months taken an active and measured approach to managing risks to protect its people and assets, and will sustain these efforts until the pandemic resolves.

The division will further the work it has been doing to strengthen its managed service contract portfolio and will invest even more selectively in the venture investment business. Demand for internet-driven application services for enterprises, in the broad domain of fintech, as well as in internet and handset-app delivered digital media, have been heightened in the current environment. These areas will continue to be the focus for the division's venture investment activities, and is expected to complement the organic growth strategies of the Unifiedcomms and GlobeOSS businesses.

Property Development & Investment

Development approvals have been obtained for Phase 2 of the Federal Park project and Sejijak project. The performance of the property development division for the financial year 2021 will be derived from Phase 2 of the Federal Park project. Phase 2 of the Federal Park project comprising 116 units of residential houses is expected to be launched in mid of 2021. This will be followed by the launching of the Sejijak project comprising 208 units of residential houses in the following financial year.

The investment property in Shah Alam, Synergy 9, which is occupied by the Group will yield rental revenue from the Group in the financial year 2021 although this has minimal impact to the Group results. The property in Kuala Lumpur, Yap Ah Shak House, is expected to be operational in the second quarter of 2021 but will not be expected to yield positive results in 2021 as it would require time to build its business as a fully serviced office.

Travel & Tours

Our Travel and Tours division has been most affected by the Covid-19 pandemic. With grounding of airplanes, closing of hotels and travel restrictions in many countries, the division saw a major dive in its business and the division's performance in financial year 2021 depends very much on the easing of travel restrictions and pattern of travel due to Covid-19 pandemic. However, its business plan to focus on building its corporate client base and the wholesale market segment of the ticketing business and in developing and adapting its products to sustain growth in the leisure and corporate group markets for both inbound and outbound travel and tours remains.

16. Prospects (Continued)

Financial Services

During the lockdown due to Covid-19 outbreak, many retail outlets have been adversely impacted which in turn have affected our card and payment services unit with less payment transactions. The lock down has also resulted in our money services branches being closed to business. The performance of the division may continue to be impacted by the expected economic slowdown in financial year 2021. Despite the challenges, the business plans for the division shall remain to be implemented in the coming months.

Under the new road map and business plan of our card & payment services with the revamp of the payment system, the card & payment services unit can provide value-added services by enhancing the reporting features to its customers, enabled quick onboarding of new merchants, and focus on business-to-business market segment for the new services including e-commerce and payment cards.

At our money services unit, the focus remains on fintech to drive its currency exchange and remittance services, collaboration with business partners including our card and payment business unit for digital transfer and currency exchange and focus on the corporate customer base. By building its technology capabilities, the money services unit can provide value added services to its customers, get more intelligence on its customers' needs and improve margins to be more competitive. With the widespread availability and usage of smart phones and mobile applications, our money services unit can build on the convenience of digital money services in its new business model.

Others

Our bus-body fabrication unit, Aviva Master Coach Technology Sdn. Bhd. (“Aviva”) (formerly known as Quality Bus & Coach (M) Sdn Bhd), remains focused to ensure its production to be cost efficient and for timely delivery of buses.

Aviva buses are designed and fabricated in compliance with the internationally recognised safety standards known as the Australian Design Regulations (“ADR”). The unit has approval from Kementerian Perdagangan Dalam Negeri, Koperasi Dan Kepenggunaan to affix the “Barangan Buatan Malaysia” (“Product Made In Malaysia”) logo on our locally designed bus models Autobus LF 12250, Autobus LF 10200 and Autobus SD 12300. Autobus is designed and built to ADR specifications.

Once the testing and certification for Aviva bus body are completed in Australia, the unit expects sale of buses to Australia to improve as its Australian customer is cautiously optimistic on the sale of buses in the year ahead. Although the Covid-19 pandemic has affected the business operations during the MCO, this has not derailed its business plan for the Australian market.

With the various measures put in place, our bus-body fabrication unit is cautiously optimistic that it is in a good position to manage the challenges in 2021.

As for our education unit, the Covid-19 pandemic and consequential MCO enforced since March 2020 continue to adversely impact operations of our education unit. However, we are cautiously optimistic that the start of vaccination programmes locally and internationally and the gradual lifting of restrictions on travel will gradually improve enrolment in the second half of 2021. We will continue to focus on the Malaysian market although the domestic economic downturn triggered by the pandemic and other factors may prove challenging. The prospects for recruiting foreign students should improve as the borders open.

17. Board of Directors' opinion on revenue or profit estimate, forecast, projection or internal targets

The Group did not previously announce or disclose any revenue or profit estimate, forecast, projection or internal targets in a public document.

18. Profit variance and shortfall in profit guarantee

Not applicable.

19. Income tax expense

	3 months ended 31.12.2020 RM'000	Year-to-date ended 31.12.2020 RM'000
On current quarter results		
- Corporate income tax	(2,598)	(4,358)

The effective income tax rate of the Group for the current quarter and year-to-date ended 31 December 2020 are higher than the statutory tax rate mainly due to certain expenses which are not deductible for taxation purpose and the non-availability of group relief for losses incurred by certain subsidiaries in the Group.

20. Status of corporate proposals

The status of corporate proposals announced but not completed at the latest practicable date which must not be earlier than 7 days from the date of issue of the quarterly report are summarised below:

(a) The Company announced on 8 August 2019 that Cherating Holiday Villa Berhad ("CHV"), an indirect wholly-owned subsidiary of the Company, had on 8 August 2019 entered into a Sale and Purchase Agreement with Amanah Raya Berhad for CHV to buy back a resort hotel consisting of an administration building, hotel / apartment blocks, standard and individually designed chalets and villas and other ancillary buildings and structures known as Holiday Villa Cherating, measuring in aggregate area of approximately 42,634.7875 square metres for a buy back price of RM22,965,600.00 only free from all encumbrances and on an "as is where is" basis ("Proposed CHV Buyback"). Barring any unforeseen circumstances, the Proposed CHV Buyback is expected to be completed in the second half of year 2029.

(b) On 9 July 2020, Posthotel Arosa AG ("Posthotel"), an indirect 65% owned subsidiary of the Company, entered into a purchase right agreement ("Agreement") with Postresidenz am See AG for the proposed disposal of all that piece of freehold land located at Oberseepromenade, Postfach 289, CH 7050 Arosa, Switzerland on "as is where is" basis for a cash consideration of CHF5.95 million (equivalent to RM26.768million) only subject to the terms and conditions as stipulated in the Agreement ("Arosa Land Disposal"). On 4 December 2020, the Company announced that Posthotel had on 4 December 2020 informed the Company that the Arosa Land Disposal was completed.

(c) The Company announced on 6 November 2020 that Mayor Hotels Sdn Bhd ("MHSB"), an indirect wholly-owned subsidiary of the Company, had on 6 November 2020 entered into a sale and purchase agreement ("SPA") for M1 Plaza Sdn Bhd to purchase from MHSB the hotel property known as City Villa Kuala Lumpur located at No.69, Jalan Haji Hussein, Off Jalan Tuanku Abdul Rahman, 50300 Kuala Lumpur on "as is where is" basis for a total cash consideration of RM24,000,000 subject to the terms and conditions as stipulated in the SPA ("Proposed City Villa Disposal"). Barring any unforeseen circumstances, the Proposed City Villa Disposal is expected to be completed in the fourth quarter of 2024.

21. Utilisation of proceeds from disposal of Helenium

The status of utilisation of proceeds raised from the disposal of the entire investment of 40% equity interest in Helenium Holdings Limited ("Helenium") by Synergy Realty Incorporated, an indirect wholly-owned subsidiary of the Company, as at 31 December 2020 is as follows:

	Proposed Utilisation GBP'000	Utilisation to-date GBP'000	Balance unutilised GBP'000	Intended timeframe for Utilisation from 18.07.2019	Extended timeframe for Utilisation
Refurbishement of hotels and working capital	3,000	293	2,707	Within 12 months	Additional 24 months
Operating expenses of the Group	1,600	1,600	-	Within 12 months	-
Expenses for the disposal	150	145	5	Within 12 months	-
	4,750	2,038	2,712		

22. Utilisation of proceeds from disposal of Wisma Synergy

The status of utilisation of proceeds raised from the disposal of a property, Wisma Synergy, by AESBI Power Systems Sdn Bhd, an indirect wholly-owned subsidiary of the Company, as at 31 December 2020 is as follows:

	Proposed Utilisation RM'000	Utilisation to-date RM'000	Balance unutilised RM'000	Intended timeframe for Utilisation from 08.11.2019	Extended timeframe for Utilisation
Repayment of borrowings	61,340	61,336	4	Within 3 months	-
Working capital of the Group	51,900	25,895	26,005	Within 12 months	Additional 24 months
Expenses for the disposal	10,760	10,760	-	Within 3 months	-
	124,000	97,991	26,009		

23. Utilisation of proceeds from disposal of Arosa Land

The status of utilisation of proceeds raised from the disposal of a land in Arosa, by Posthotel Arosa AG ("Posthotel"), an indirect 65%-owned subsidiary of the Company, as at 31 December 2020 is as follows:

	Proposed Utilisation CHF'000	Utilisation to-date CHF'000	Balance unutilised CHF'000	Intended timeframe for Utilisation from 04.12.2020
Working capital of the Group	5,300	35	5,265	Within 24 months
Expenses for the disposal	650	650	-	Within 12 months
	5,950	685	5,265	

24. Group borrowings

Details of the borrowings by the Group are as follows:

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Short term - secured		
- Term loans	5,401	7,348
- Bank overdraft	354	2,815
- Revolving credit	13,000	-
	18,755	10,163
Long term - secured		
- Term loans	38,560	38,614
	38,560	38,614
Total borrowings	57,315	48,777

25. Financial Instruments

(a) Derivatives

The Group does not have any outstanding derivatives as at the date of this report.

(b) Gain/Loss arising from fair value changes of financial liabilities

There was no gain/loss arising from the fair value changes in financial liabilities for the current financial year.

26. Material litigation

There was no material litigation as at the latest practicable date which is a date not earlier than 7 days from the date of issue of the quarterly report.

27. Notes To The Statement of Comprehensive Income

Included in the operating profit/(loss) are:

	12 months ended 31.12.2020 RM'000	12 months ended 31.12.2019 RM'000
Amortisation of intangible assets	(1,385)	(1,396)
Depreciation	(13,422)	(15,263)
Fair value change in investment in associates	-	(7,810)
Fair value change in fair value through profit or loss investment securities	(1,752)	8,687
Fair value change in held for trading investments	(308)	-
Fair value change in financial assets held for trading	-	(1)
Impairment loss on:		
- amount due from an associate	(2,108)	-
- goodwill	(732)	-
- intangible assets	(34)	-
- investment in associates	(355)	-
- trade and other receivables	(3,371)	-
- property, plant and equipment	(4)	(2,247)
Insurance claim compensation	-	17,649
Interest expenses	(5,175)	(9,498)
Interest income	1,848	2,944
Inventory written down	(2,157)	(3)
Net gain/(loss) on disposal of:		
- an associated company	-	830
- investment in securities	813	-
- property, plant and equipment	6,568	90,281
Net unrealised gain/(loss) on foreign exchange	518	(2,524)
Property, plant and equipment written off	(548)	(1,534)
Provision for retirement benefits plan	536	(318)
Reversal of impairment loss on:		
- loan and receivables	-	4
Reversal of provision	3,048	-

27. Dividend

The Board will decide on the recommendation of dividend after finalisation of the audited financial results for the financial year ended 31 December 2020.

28. (Loss)/Earnings per share

Basic (loss)/earnings per share

The basic loss per share for the current quarter and current year-to-date are computed based on the Group's net loss attributable to equity holders of the Company of RM1,786,000 and RM34,299,000 respectively, divided by the weighted average number of ordinary shares of 929,194,943 for the current quarter and current year-to-date respectively as follows:

	3 months ended		Year-to-date ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	No. of shares		No. of shares	
Issued / weighted average number of ordinary shares	929,194,943	929,194,943	929,194,943	929,194,943

	3 months ended		Year-to-date ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Basic (loss)/earnings per share (sen)	(0.19)	9.48	(3.69)	8.07

Diluted earnings/(loss) per share

	3 months ended		Year-to-date ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Diluted (loss)/earnings per share (sen)	(0.19)	9.48	(3.69)	8.07

The basic and diluted (loss)/earnings per share are reported to be the same for the current quarter, current year-to-date, corresponding quarter last year and corresponding year-to-date last year as the Company has no dilutive potential shares.

29. Status of E-commerce activities

Not applicable.

BY ORDER OF THE BOARD
ADVANCE SYNERGY BERHAD

HO TSAE FENG
Company Secretary
3 March 2021