



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**ANNOUNCEMENT**

The Board of Directors of AirAsia X Berhad (“AirAsia X” or “the Company”) is pleased to announce the following unaudited consolidated results of AirAsia X and its subsidiaries (collectively known as “the Group”) for the fourth quarter ended 30 June 2022.

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**

|   | Note | INDIVIDUAL QUARTER |               | CUMULATIVE QUARTER |              |
|---|------|--------------------|---------------|--------------------|--------------|
|   |      | Quarter ended      | Quarter ended | Period Ended       | Period Ended |
|   |      | 30/06/2022         | 30/06/2021    | 30/06/2022         | 30/06/2021   |
|   |      | RM'000             | RM'000        | RM'000             | RM'000       |
| Revenue                                       | 10   | 107,180            | -             | 438,774            | -            |
| Operating Expenses                            |      |                    |               |                    |              |
| - Staff costs                                 | 11   | (18,583)           | -             | (58,737)           | -            |
| - Aircraft fuel expenses                      |      | (29,962)           | -             | (170,321)          | -            |
| - Maintenance and overhaul                    |      | (30,975)           | -             | (197,104)          | -            |
| - User charges                                |      | (6,624)            | -             | (52,039)           | -            |
| - Aircraft lease expenses                     |      | (2,500)            | -             | (21,925)           | -            |
| - Other operating expenses                    |      | (710,661)          | -             | 32,893,299         | -            |
| Other income                                  |      | 659                | -             | 2,175              | -            |
| <b>(L)/EBITDA *</b>                           |      | <b>(691,466)</b>   | -             | <b>32,834,122</b>  | -            |
| Finance income                                | 12   | 48,710             | -             | 53,954             | -            |
| Finance costs                                 | 12   | (11,012)           | -             | (70,957)           | -            |
| <b>Net Operating (loss)/profit</b>            |      | <b>(653,768)</b>   | -             | <b>32,817,119</b>  | -            |
| Net foreign exchange gain/(losses)            | 12   | 1,300              | -             | (13,065)           | -            |
| Share of results of an associate              | 16   | -                  | -             | -                  | -            |
| Share of results of a joint venture           | 17   | -                  | -             | -                  | -            |
| <b>(Loss)/Profit before taxation</b>          |      | <b>(652,468)</b>   | -             | <b>32,804,054</b>  | -            |
| Taxation                                      |      |                    |               |                    |              |
| Current taxation                              | 13   | (47)               | -             | 7                  | -            |
| <b>(Loss)/Profit for the financial period</b> |      | <b>(652,515)</b>   | -             | <b>32,804,061</b>  | -            |
| Attributable to:                              |      |                    |               |                    |              |
| Equity holders of the Company                 |      | (652,515)          | -             | 32,804,061         | -            |
| Non-controlling Interests                     |      | -                  | -             | -                  | -            |
|   |      | <b>(652,515)</b>   | -             | <b>32,804,061</b>  | -            |
| Earnings per share (sen)                      |      |                    |               |                    |              |
| Basic   | 25   | (157.3)            | -             | 7,908.1            | -            |
| Diluted                                       | 25   | (157.3)            | -             | 7,908.1            | -            |

\* Earnings Before Interest, Tax, Depreciation and Amortisation (“EBITDA”)

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

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



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

|   | INDIVIDUAL QUARTER                    |                                       | CUMULATIVE QUARTER                   |                                      |
|---|---------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|
|   | Quarter ended<br>30/06/2022<br>RM'000 | Quarter ended<br>30/06/2021<br>RM'000 | Period Ended<br>30/06/2022<br>RM'000 | Period Ended<br>30/06/2021<br>RM'000 |
| <b>(Loss)/Profit for the financial period</b>                     | (652,515)                             | -                                     | 32,804,061                           | -                                    |
| Other comprehensive (loss)/income                                 |                                       |                                       |                                      |                                      |
| Foreign currency translation differences                          | (89)                                  | -                                     | (532)                                | -                                    |
| <b>Total comprehensive (loss)/profit for the financial period</b> | (652,604)                             | -                                     | 32,803,529                           | -                                    |
| Total comprehensive (loss)/profit attributable                    |                                       |                                       |                                      |                                      |
| To equity holder of the company                                   | (652,604)                             | -                                     | 32,803,529                           | -                                    |
| <b>Total comprehensive (loss)/profit for the financial period</b> | (652,604)                             | -                                     | 32,803,529                           | -                                    |
|   |                                       |                                       |                                      |                                      |

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

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



**AIRASIA X BERHAD**  
(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)  
FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF  
FINANCIAL POSITION**

|                                    |             | Unaudited As At<br>30/06/2022<br>RM'000 | Audited As At<br>30/06/2021<br>RM'000 |
|------------------------------------|-------------|---|---------------------------------------|
|                                    | <b>Note</b> |   |                                       |
| <b>NON-CURRENT ASSETS</b>          |             |   |                                       |
| Property, plant & equipment        | <b>14</b>   | 133,720                                 | -                                     |
| Right of use assets                | <b>15</b>   | -                                       | -                                     |
| Finance lease receivable           | <b>16</b>   | -                                       | -                                     |
| Investment in an associate         | <b>17</b>   | -                                       | -                                     |
| Investment in a joint venture      | <b>18</b>   | -                                       | -                                     |
| Trade and other receivables        | <b>19</b>   | 147,435                                 | 2,118,782                             |
| Amount due from an associate       |             | -                                       | 23,434                                |
|                                    |             | 281,155                                 | 2,142,216                             |
| <b>CURRENT ASSETS</b>              |             |   |                                       |
| Inventories                        | <b>20</b>   | -                                       | -                                     |
| Trade and other receivables        | <b>19</b>   | 35,924                                  | 119,604                               |
| Amount due from an associate       |             | -                                       | 150,540                               |
| Amounts due from related parties   |             | 18,425                                  | 4,068                                 |
| Finance lease receivable           | <b>16</b>   | -                                       | -                                     |
| Tax recoverable                    |             | 751                                     | 1,694                                 |
| Deposits, cash and bank balances   | <b>21</b>   | 25,364                                  | 74,110                                |
|                                    |             | 80,464                                  | 350,016                               |
| <b>CURRENT LIABILITIES</b>         |             |   |                                       |
| Sales in advance                   |             | 572,504                                 | 504,841                               |
| Trade and other payables           | <b>22</b>   | 262,652                                 | 1,741,420                             |
| Provision for termination          | <b>23</b>   | -                                       | 25,163,344                            |
| Amount due to an associate         |             | -                                       | 3,625                                 |
| Amount due to related parties      |             | 15,343                                  | 353,906                               |
| Borrowings                         | <b>24</b>   | 2                                       | 6,766,607                             |
| Provision for aircraft maintenance |             | -                                       | 29,469                                |
|                                    |             | 850,501                                 | 34,563,212                            |
| <b>Net Current Liabilities</b>     |             | (770,037)                               | (34,213,196)                          |
| <b>NON-CURRENT LIABILITIES</b>     |             |   |                                       |
| Trade and other payables           | <b>22</b>   | -                                       | 589                                   |
| Amount due to an associate         |             | -                                       | 170,284                               |
| Borrowings                         | <b>24</b>   | -                                       | 2                                     |
| Provision for aircraft maintenance |             | 289,253                                 | 1,339,809                             |
|                                    |             | 289,253                                 | 1,510,684                             |
|                                    |             | (778,135)                               | (33,581,664)                          |
| <b>CAPITAL AND RESERVES</b>        |             |   |                                       |
| Share capital                      |             | 1,534                                   | 1,534,044                             |
| Currency translation reserve       |             | 195                                     | 727                                   |
| Accumulated losses                 |             | (779,864)                               | (35,116,435)                          |
| <b>Shareholders' equity</b>        |             | (778,135)                               | (33,581,664)                          |

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

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



**AIRASIA X BERHAD**  
 (Company No. 734161-K)  
 (Incorporated in Malaysia with limited liability under the Companies Act, 2016)  
 FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

Issued and fully paid  
ordinary shares

|                                     | Number<br>of shares<br>'000 | Nominal<br>Value<br>RM'000 | Currency<br>Translation<br>Reserve<br>RM'000 | Accumulated<br>Losses<br>RM'000 | Total<br>Equity<br>RM'000 |
|-------------------------------------|-----------------------------|----------------------------|--|---------------------------------|---------------------------|
| <b>At 1 July 2021</b>               | 4,148,149                   | 1,534,044                  | 727  | (35,116,435)                    | (33,581,664)              |
| Net profit for the financial period | -                           | -                          | -  | 32,804,061                      | 32,804,061                |
| Share consolidation                 | (3,733,334)                 | -                          | -  | -                               | -                         |
| Share capital reduction             | -                           | (1,532,510)                | -  | 1,532,510                       | -                         |
| Other comprehensive loss            | -                           | -                          | (532)  | -                               | (532)                     |
| Total comprehensive loss            | (3,733,334)                 | (1,532,510)                | (532)  | 34,336,571                      | 32,803,529                |
| <b>At 30 June 2022</b>              | 414,815                     | 1,534                      | 195  | (779,864)                       | (778,135)                 |
| <b>At 1 January 2020</b>            | -                           | -                          | -  | -                               | -                         |
| Total comprehensive loss            | -                           | -                          | -  | -                               | -                         |
| <b>At 30 June 2021</b>              | -                           | -                          | -  | -                               | -                         |

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

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



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

|   | Period ended<br>30/06/2022<br>RM'000 | Period ended<br>30/06/2021<br>RM'000 |
|---|--------------------------------------|--------------------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                           |                                      |                                      |
| Profit before tax   | 32,804,054                           | -                                    |
| Adjustments:  |                                      |                                      |
| Finance income  | (1,574)                              | -                                    |
| Finance costs   | 56,411                               | -                                    |
| Impact of discounting effect on financial instruments (net)           | (37,834)                             | -                                    |
| Net unrealised foreign exchange losses                                | 4,019                                | -                                    |
| <b>Operating profit before working capital changes</b>                | <b>32,825,076</b>                    | <b>-</b>                             |
| Changes in working capital:   |                                      |                                      |
| Trade and other receivables   | 229,291                              | -                                    |
| Related parties balances  | (161,351)                            | -                                    |
| Trade and other payables  | (33,024,603)                         | -                                    |
| Sales in advance  | 67,663                               | -                                    |
| <b>Cash flows generated from operations</b>                           | <b>(63,924)</b>                      | <b>-</b>                             |
| Finance costs paid  | (1,025)                              | -                                    |
| Interest received   | 208                                  | -                                    |
| <b>Net cash used in operating activities</b>                          | <b>(64,741)</b>                      | <b>-</b>                             |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                           |                                      |                                      |
| Repayment of hire purchase  | (3)                                  | -                                    |
| Deposits pledged as securities  | 2,434                                | -                                    |
| <b>Net cash used in financing activities</b>                          | <b>2,431</b>                         | <b>-</b>                             |
| <b>NET DECREASE FOR THE FINANCIAL PERIOD</b>                          | <b>(62,310)</b>                      | <b>-</b>                             |
| <b>CURRENCY TRANSLATION DIFFERENCES</b>                               | <b>15,998</b>                        | <b>-</b>                             |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b> | <b>68,466</b>                        | <b>-</b>                             |
| <b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>       | <b>22,154</b>                        | <b>-</b>                             |

Note

21

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

This unaudited condensed consolidated cash flow statement should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached in the interim financial statements.



**AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

**KEY OPERATING STATISTICS - 30 JUNE 2022**

**Performance indicator for current quarter against the same quarter last year**

The Company commenced operations during the quarter ended 30 June 2022 after 2 years of suspension of scheduled flight and majority of the aircraft fleet remaining grounded. As such, performance indicators comparison quarter for quarter is not meaningful. The tabular presentation of revenue and cost metrics in the quarter is therefore not included below, as there is no like-to-like comparison to the same quarter as 30 June 2022.



## **AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

### **NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

#### **1. Basis of preparation**

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The interim financial statements should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June 2021.

#### **2. Summary of significant accounting policies**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 30 June 2021. The Group did not early adopt any new standards, interpretation or amendment that has been issued but is not yet effective.

#### **3. Auditors’ report on preceding annual financial statements**

The auditors have expressed a disclaimer of opinion on material uncertainty relating to going concern, in view of the current economic condition and Covid-19 Pandemic, in respect of AirAsia X Berhad’s audited financial statements for the financial year ended 30 June 2021 in their report dated 29 October 2021.

The Disclaimer of opinion by Independent Auditors are as follows:

##### *Basis for disclaimer of opinion*

As disclosed in Note 2.1 and 46 to the financial statements, the global economy and in particular, the commercial airline industry, faces uncertainty over the expected timing of the recovery from the COVID-19 pandemic. The travel and border restrictions implemented by countries around the world have led to a significant fall in demand for international air travel which have impacted the Group’s and the Company’s financial position, financial performance and cash flows. The Group and the Company have reported a net loss of RM33.72 and RM33.79 billion respectively for the financial period ended 30 June 2021 and current liabilities exceeded current assets by RM34.21 billion and RM34.30 billion respectively. In addition, the Group and the Company also reported a shareholders’ deficit of RM33.58 billion and RM33.66 billion respectively.



## **AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

### **NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

As a result of the pandemic, the Group and the Company have grounded most of the fleet since March 2020 and have deferred payment to creditors. Consequently, the Group and the Company have triggered events of default for various contracts and have made a provision for termination claims of RM25.16 billion in respect of these contracts as disclosed in Note 3(iv) and 10 to the financial statements.

These events or conditions indicate existence of material uncertainties that may cast significant doubt on the Group's and the Company's ability to continue as going concern.

Nevertheless, the financial statements of the Group and of the Company have been prepared on a going concern basis, the validity of which is highly dependent on the successful implementation of the following management's plans in responding to the conditions above.

#### **(1) Implementation of proposed debt restructuring exercise**

The Group and the Company have grounded most of the fleet since March 2020 and has deferred payment to creditors. Consequently, the Group and the Company have triggered events of default for various contracts. On 6 October 2020, the Group and the Company announced a proposed debt restructuring exercise amounting to RM64.15 billion which involves a proposed debt settlement and waiver for the debts owing to the creditors pursuant to Section 366 of the Companies Act 2016 as further described in Note 46 to the financial statements.

In conjunction with the proposed debt restructuring exercise, the scheme creditors submitted a proof of debt (including termination claims) amounted to RM65.14 billion. The scheme creditors are creditors of the Group and the Company whose debts are to be dealt with under the proposed debt restructuring exercise.

### **3. Auditors' report on preceding annual financial statements (cont'd.)**

Based on the relevant provisions in the applicable law of the relevant contracts, creditors are required to take action to mitigate their losses and to reduce their termination claims including offsetting against any deposits and prepayments wherever applicable. Accordingly, management had engaged an expert to assist in determining the provisional scheme amounts and applied significant judgement in assessing and estimating the provisional scheme amounts totalling to RM33.65 billion as further disclosed in Note 3 (iv) and Note 10 to the financial statements.

On 18 October 2021, the Group and the Company have announced that the Court Convened Meeting of creditors ("CCM") will be held on 12 November 2021. The Group and the Company require at least 75% of each class of scheme creditors in the CCM to vote favourably for the proposed debt restructuring exercise.

There is material uncertainty on the outcome of the CCM as the scheme creditors decisions are not within the Group's and the Company's control.





## **AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

### **NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

#### **(2) Implementation of the proposed fundraising exercise**

As disclosed in Note 46 to the financial statements, on the premise that the debt restructuring is successful, the Group and the Company intend to raise funds of a minimum of RM150 million up to a maximum of RM500 million as approved conditionally by the shareholders in an Extraordinary General Meeting held on 1 June 2021.

In addition to the material uncertainty on the outcome of the CCM as disclosed above, there is also material uncertainty on the whether the Group and the Company would be able to raise the minimum funds required as the Group and the Company are still in the midst of securing the underwriter(s) for the rights issue of RM100 million and the Special Purpose Vehicle as defined in Note 46 to the financial statements has not signed the share subscription agreement of RM50 million as of to-date.

#### **(3) Implementation of the revised business plan**

As disclosed in Note 46 to the financial statements, on the premise that the proposed debt restructuring exercise and proposed fundraising exercise are successfully implemented, the Group's and the Company's plan to return to profitability entails implementing a revised business plan that involves operating a leaner and more sustainable cost structure. This will involve negotiating and signing of new agreements with relevant vendors, including amongst others, aircraft manufacturer, lessors and aircraft maintenance service providers. The ability of the Group and the Company to return to profitability is dependent on the successful negotiation and continue support from all relevant vendors. The Group and the Company are currently in negotiation with the relevant vendors and have yet to finalise any arrangement as of the date of this report. Therefore, there is material uncertainty on the outcome of the negotiation with the relevant vendors.

#### **(4) Recovery of COVID-19 pandemic**

As disclosed in Note 2.1 and 46 to the financial statements, the global economy, in particular the commercial airline industry, faces uncertainty over the expected timing of recovery from the COVID-19 pandemic. As at the date of this report, the Group's and the Company's fleet remains grounded apart from a limited number of cargo and charter flights and the Group and the Company will not be able to restart scheduled operations until there is an easing of travel restrictions and a gradual reopening of international borders. There is a material uncertainty on the timing of recovery of international travel.

In view of the multiple uncertainties described above, we are unable to form an opinion on the financial statements due to the potential interaction of the uncertainties and their possible cumulative effects on the financial statements.



## **AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

### **NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

#### **4. Seasonality of operations**

AirAsia X is primarily involved in the provision of air transportation services and thus, is subject to seasonal demand for air travel. During the current quarter, the Company on completion of its debt restructuring scheme have commenced operations and intends to ramp up its operations towards December 2022.

#### **5. Unusual items due to their nature, size or incidence**

As detailed in note 34, the debt restructuring of the Company was completed on 16 March 2022 which has resulted in a write back of provisions and forgiveness of liabilities in the period, amounting to RM33.6bn.

In the fourth quarter of 2022, there is a provision of RM0.6bn for travel vouchers to the passengers and travel agents.

#### **6. Changes in estimates**

There were no changes in estimates that have had material effect on the results of current quarter and financial year.

#### **7. Capital and reserves**

Following the announcement of the share consolidation on 26 January 2022, total issued and paid up share capital as at 30 June 2022 is RM1,534,044 (30 June 2021: RM1,534,043,625).

#### **8. Dividend paid**

No dividends were declared, approved or paid during the quarter ended 30 June 2022.

#### **9. Segment reporting**

Operating segments are reported in a manner consistent with the internal management reporting provided to the chief operating decision maker, which is the Chief Executive Officer ("CEO"). The CEO considers the business from a geographical perspective. The operating segments have been identified by each Air Operator Certificate ("AOC") held under the AirAsia brand, and are categorised as Malaysia, Thailand and Indonesia.

The CEO assesses the performance of the operating segments based on revenue and net operating profit.

Reconciliation to the reportable segments relates to the elimination of the associate and joint venture companies.



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**9. Segment reporting (cont'd.)**

The

|                                      | Malaysia<br>RM'000 | Thailand<br>RM'000 | Indonesia<br>RM'000 | Elimination<br>Adjustments<br>RM'000 | Total<br>RM'000  |
|--------------------------------------|--------------------|--------------------|---------------------|--------------------------------------|------------------|
| <b>Quarter ended 30 June 2022</b>    |                    |                    |                     |                                      |                  |
| Revenue                              | 107,180            | 64,536             | -                   | -                                    | 171,716          |
| Operating expenses                   |                    |                    |                     |                                      |                  |
| - Staff costs                        | (18,583)           | (12,676)           | (194)               | -                                    | (31,453)         |
| - Depreciation                       | -                  | (19,817)           | (369)               | -                                    | (20,186)         |
| - Aircraft fuel expenses             | (29,962)           | (47,547)           | -                   | -                                    | (77,509)         |
| - Maintenance and overhaul           | (30,975)           | (8,588)            | -                   | -                                    | (39,563)         |
| - User charges                       | (6,624)            | (17,682)           | -                   | -                                    | (24,306)         |
| - Aircraft lease expenses            | (2,500)            | 34,374             | -                   | -                                    | 31,874           |
| - Other operating expenses           | (710,661)          | (38,979)           | (1,334)             | -                                    | (750,974)        |
| Other income                         | 659                | 4,876              | 437                 | -                                    | 5,972            |
| <b>Operating profit/(loss)</b>       | <b>(691,466)</b>   | <b>(41,503)</b>    | <b>(1,460)</b>      | <b>-</b>                             | <b>(734,429)</b> |
| Finance income                       | 48,710             | 1,917              | -                   | -                                    | 50,627           |
| Finance costs                        | (11,012)           | (9,910)            | (1)                 | -                                    | (20,923)         |
| <b>Net operating profit/(loss)</b>   | <b>(653,768)</b>   | <b>(49,496)</b>    | <b>(1,461)</b>      | <b>-</b>                             | <b>(704,725)</b> |
| Foreign exchange (losses)/gains      | 1,300              | (127,334)          | (14,851)            | -                                    | (140,885)        |
| Other losses                         | -                  | -                  | -                   | -                                    | -                |
| <b>Profit/(Loss) before taxation</b> | <b>(652,468)</b>   | <b>(176,830)</b>   | <b>(16,312)</b>     | <b>-</b>                             | <b>(845,610)</b> |



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

#### 9. Segment reporting (cont'd.)

|                                      | Malaysia<br>RM'000 | Thailand<br>RM'000 | Indonesia<br>RM'000 | Elimination<br>Adjustments<br>RM'000 | Total<br>RM'000   |
|--------------------------------------|--------------------|--------------------|---------------------|--------------------------------------|-------------------|
| <b>Period ended 30 June 2022</b>     |                    |                    |                     |                                      |                   |
| <b><u>Segment results</u></b>        |                    |                    |                     |                                      |                   |
| Revenue                              | 438,774            | 681,431            | -                   | (25,722)                             | 1,094,483         |
| Operating expenses                   |                    |                    |                     |                                      |                   |
| - Staff costs                        | (58,737)           | (51,703)           | (888)               | -                                    | (111,328)         |
| - Depreciation                       | -                  | (25,037)           | (1,549)             | -                                    | (26,586)          |
| - Aircraft fuel expenses             | (170,321)          | (243,156)          | -                   | -                                    | (413,477)         |
| - Maintenance and overhaul           | (197,104)          | (207,993)          | 5,145               | 25,722                               | (374,230)         |
| - User charges                       | (52,039)           | (147,741)          | 87                  | -                                    | (199,693)         |
| - Aircraft lease expenses            | (21,925)           | 35,451             | -                   | -                                    | 13,526            |
| - Other operating expenses           | 32,893,299         | 605,850            | (1,080)             | -                                    | 33,498,069        |
| Other income                         | 2,175              | 5,260              | 665                 | -                                    | 8,100             |
| <b>Operating profit/(loss)</b>       | <b>32,834,122</b>  | <b>652,362</b>     | <b>2,380</b>        | <b>-</b>                             | <b>33,488,864</b> |
| Finance income                       | 53,954             | 7,629              | 2                   | -                                    | 61,585            |
| Finance costs                        | (70,957)           | (35,872)           | (4)                 | -                                    | (106,833)         |
| <b>Net operating profit/(loss)</b>   | <b>32,817,119</b>  | <b>624,119</b>     | <b>2,378</b>        | <b>-</b>                             | <b>33,443,616</b> |
| Foreign exchange (losses)/gains      | (13,065)           | (154,455)          | (21,231)            | -                                    | (188,751)         |
| Other losses                         | -                  | -                  | -                   | -                                    | -                 |
| <b>Profit/(Loss) before taxation</b> | <b>32,804,054</b>  | <b>469,664</b>     | <b>(18,853)</b>     | <b>-</b>                             | <b>33,254,865</b> |

a) Reconciliation of segment revenue to reported revenue:

|   | INDIVIDUAL QUARTER                       |  | CUMULATIVE QUARTER                      |   |
|---|--|--|---|---|
|   | Quarter<br>ended<br>30/06/2022<br>RM'000 | Quarter<br>ended<br>30/06/2021<br>RM'000 | Period<br>ended<br>30/06/2022<br>RM'000 | Period<br>ended<br>30/06/2021<br>RM'000 |
| Segment revenue   | 171,716                                  | -  | 1,094,483                               | -                                       |
| Add: Inter-segment revenue                                | -  | -  | 25,722                                  | -                                       |
| Less: Revenue from affiliates which were not consolidated | (64,536)                                 | -  | (681,431)                               | -                                       |
|   | <b>107,180</b>                           | <b>-</b>                                 | <b>438,774</b>                          | <b>-</b>                                |



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**9. Segment reporting (cont'd.)**

b) Reconciliation of segment profit before taxation to reported profit before taxation:

|  | INDIVIDUAL QUARTER |               | CUMULATIVE QUARTER |              |
|--|--------------------|---------------|--------------------|--------------|
|  | Quarter ended      | Quarter ended | Period ended       | Period ended |
|  | 30/06/2022         | 30/06/2021    | 30/06/2022         | 30/06/2021   |
|  | RM'000             | RM'000        | RM'000             | RM'000       |
| Segment profit before taxation   | (845,610)          | -             | 33,254,865         | -            |
| Add: Segment profit/(loss) from affiliates which were not consolidated | 193,142            | -             | (450,811)          | -            |
|  | (652,468)          | -             | 32,804,054         | -            |

**10. Revenue**

|                                 | INDIVIDUAL QUARTER |               | CUMULATIVE QUARTER |              |
|---------------------------------|--------------------|---------------|--------------------|--------------|
|                                 | Quarter ended      | Quarter ended | Period ended       | Period ended |
|                                 | 30/06/2022         | 30/06/2021    | 30/06/2022         | 30/06/2021   |
|                                 | RM'000             | RM'000        | RM'000             | RM'000       |
| Scheduled flights               | 6,730              | -             | 9,238              | -            |
| Charter flights                 | 2,070              | -             | 71,569             | -            |
| Freight services                | 96,803             | -             | 330,462            | -            |
| Ancillary revenue **            | 1,348              | -             | 1,651              | -            |
| Aircraft operating lease income | -                  | -             | 25,506             | -            |
| Management fees                 | 229                | -             | 348                | -            |
|                                 | 107,180            | -             | 438,774            | -            |

\*\* Ancillary revenue includes baggage fees, assigned seats, cancellations, documentation and other fees, and on-board sale of meals and merchandise.

**11. Staff cost**

|   | INDIVIDUAL QUARTER |               | CUMULATIVE QUARTER |              |
|---|--------------------|---------------|--------------------|--------------|
|   | Quarter ended      | Quarter ended | Period ended       | Period ended |
|   | 30/06/2022         | 30/06/2021    | 30/06/2022         | 30/06/2021   |
|   | RM'000             | RM'000        | RM'000             | RM'000       |
| Wages, salaries, bonuses and allowances | 16,947             | -             | 53,210             | -            |
| Defined contribution retirement plan    | 1,636              | -             | 5,527              | -            |
|   | 18,583             | -             | 58,737             | -            |



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

#### 12. Finance income/(costs) and foreign exchange (losses)/gains

|   | INDIVIDUAL QUARTER                    |                                       | CUMULATIVE QUARTER                   |                                      |
|---|---------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|
|   | Quarter ended<br>30/06/2022<br>RM'000 | Quarter ended<br>30/06/2021<br>RM'000 | Period ended<br>30/06/2022<br>RM'000 | Period ended<br>30/06/2021<br>RM'000 |
| <b>Finance income:</b>                                |                                       |                                       |                                      |                                      |
| Interest income on deposits with licensed banks       | 83                                    | -                                     | 208                                  | -                                    |
| Other interest income                                 | -                                     | -                                     | 1,366                                | -                                    |
|   | 83                                    | -                                     | 1,574                                | -                                    |
| Impact of discounting effect on financial instruments | 48,627                                | -                                     | 52,380                               | -                                    |
|   | 48,710                                | -                                     | 53,954                               | -                                    |
| <b>Finance costs:</b>                                 |                                       |                                       |                                      |                                      |
| Interest expense on lease liabilities                 | -                                     | -                                     | (55,386)                             | -                                    |
| Bank facilities and other charges                     | 1,225                                 | -                                     | (1,025)                              | -                                    |
|   | 1,225                                 | -                                     | (56,411)                             | -                                    |
| Impact of discounting effect on financial instruments | (12,237)                              | -                                     | (14,546)                             | -                                    |
|   | (11,012)                              | -                                     | (70,957)                             | -                                    |
| <b>Net foreign exchange (losses)/gains:</b>           |                                       |                                       |                                      |                                      |
| Realised  | 379                                   | -                                     | (9,046)                              | -                                    |
| Unrealised  | 921                                   | -                                     | (4,019)                              | -                                    |
|   | 1,300                                 | -                                     | (13,065)                             | -                                    |

#### 13. Taxation

##### Current taxation

The current taxation charge comprises tax payable on interest income.

The explanation of the relationship between taxation and loss before taxation is as follows:

|  | INDIVIDUAL QUARTER                    |                                       | CUMULATIVE QUARTER                   |                                      |
|--|---------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|
|  | Quarter ended<br>30/06/2022<br>RM'000 | Quarter ended<br>30/06/2021<br>RM'000 | Period ended<br>30/06/2022<br>RM'000 | Period ended<br>30/06/2021<br>RM'000 |
| Profit before tax  | (652,468)                             | -                                     | 32,804,054                           | -                                    |
| Tax calculated at Malaysian statutory tax rate<br>of 24% (2019: 24%) | (156,592)                             | -                                     | 7,872,973                            | -                                    |
| Tax effects:   |                                       |                                       |                                      |                                      |
| - deferred tax movement  | 156,639                               | -                                     | (7,911,598)                          | -                                    |
| - expenses not deductible for tax purposes                           | -                                     | -                                     | 38,618                               | -                                    |
| Taxation   | 47                                    | -                                     | (7)                                  | -                                    |



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**14. Property, plant and equipment**

|                               | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|-------------------------------|-------------------------------|-------------------------------|
| Property, plant and equipment | 582,122                       | 582,122                       |
| Less: Impairment loss         | (448,402)                     | (582,122)                     |
|                               | 133,720                       | -                             |

(a) Acquisition and disposal

During the period ended 30 June 2022, the Group has not acquired property, plant and equipment (period ended 30 June 2021: RM4.3 million).

During the period ended 30 June 2022, there is no disposal of property, plant and equipment (period ended 30 June 2021: RM0.3 million).

(b) Revaluation

There was no revaluation of property, plant and equipment for the period ended 30 June 2022 (period ended 30 June 2021: RM Nil).

(c) Reversal of impairment

During the period ended 30 June 2022, there is a reversal of impairment of RM133,720,000 (period ended 30 June 2021: RM Nil).

**15. Right of use assets**

|                       | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|-----------------------|-------------------------------|-------------------------------|
| Right of use assets   | 4,006,080                     | 4,006,080                     |
| Less: Impairment loss | (4,006,080)                   | (4,006,080)                   |
|                       | -                             | -                             |

**16. Finance lease receivable**

|                          | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|--------------------------|-------------------------------|-------------------------------|
| Finance lease receivable | 794,250                       | 794,250                       |
| Less: Impairment loss    | (794,250)                     | (794,250)                     |
|                          | -                             | -                             |



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

#### 17. Investment in an associate

|  | As at<br>30/06/2022 | As at<br>30/06/2021 |
|--|---------------------|---------------------|
|  | RM'000              | RM'000              |
| Unquoted investments, at cost            | 21,122              | 21,122              |
| Group's share of post-acquisition profit | (21,122)            | (21,122)            |
|  | <u>-</u>            | <u>-</u>            |

The details of the associate is as follows:-

| Name                            | Country of<br>Incorporation | Group effective equity interest |                 | Principal<br>activity                   |
|---------------------------------|-----------------------------|---------------------------------|-----------------|---|
|                                 |                             | 30/06/2022<br>%                 | 30/06/2021<br>% |   |
| Thai AirAsia X Co. Ltd ("TAAX") | Thailand                    | 49%                             | 49%             | Commercial air<br>transport<br>services |

TAAX recorded a net loss of RM176.8 million in the current quarter. As at 30 June 2022, the unrecognised amount of the Group's share of loss of TAAX which have not been equity accounted for amounted to RM803.5 million. In accordance to MFRS 128, any profits will only be recognised when its shares of the profits equals the share of losses previously not recognised.

#### 18. Investment in a joint venture

|  | As at<br>30/06/2022 | As at<br>30/06/2021 |
|--|---------------------|---------------------|
|  | RM'000              | RM'000              |
| Unquoted investments, at cost            | 53,888              | 53,888              |
| Group's share of post-acquisition losses | (53,888)            | (53,888)            |
|  | <u>-</u>            | <u>-</u>            |

The details of the joint venture is as follows:-

| Name                                 | Country of<br>Incorporation | Group effective equity interest |                 | Principal<br>activity                   |
|--------------------------------------|-----------------------------|---------------------------------|-----------------|---|
|                                      |                             | 30/06/2022<br>%                 | 30/06/2021<br>% |   |
| PT. Indonesia AirAsia Extra ("IAAX") | Indonesia                   | 49%                             | 49%             | Commercial air<br>transport<br>services |

The Group has discontinued the recognition of its share of losses incurred by IAAX as the Group's interests had been reduced to zero. IAAX recorded a net loss in the current quarter of RM16.3 million. As at 30 June 2022, the unrecognised amount of the Group's share of loss of IAAX which have not been equity accounted for amounted to RM282.8 million.





**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**19. Trade and other receivables**

|  | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|--|-------------------------------|-------------------------------|
| <b>Non-current</b>                               |                               |                               |
| Deposits   | 147,435                       | 1,051,314                     |
| Prepayments                                      | -                             | 1,044,152                     |
| Deferred lease expenses                          | -                             | 23,316                        |
|  | <u>147,435</u>                | <u>2,118,782</u>              |
| <b>Current</b>                                   |                               |                               |
| Trade receivables                                | 11,965                        | 9,062                         |
| Less : Allowance for impairment of receivables   | (7,839)                       | (7,397)                       |
|  | <u>4,126</u>                  | <u>1,665</u>                  |
| Other receivables                                | 385,749                       | 303,411                       |
| Less : Allowance for impairment of receivables * | (380,883)                     | (297,601)                     |
|  | <u>4,866</u>                  | <u>5,810</u>                  |
| Deposits   | 11,584                        | 84,450                        |
| Less : Allowance for impairment of receivables * | (2,164)                       | (7,143)                       |
|  | <u>9,420</u>                  | <u>77,307</u>                 |
| Prepayments                                      | 17,512                        | 27,973                        |
| Deferred lease expenses                          | -                             | 6,849                         |
|  | <u>35,924</u>                 | <u>119,604</u>                |

\*Included in the total impairment of receivables is RM314.4 million (30 June 2021: RM297.6 million) relating to lease rental and maintenance reserve due from a joint venture through a third party leasing intermediary.

**20. Inventories**

|   | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|---|-------------------------------|-------------------------------|
| Consumables and in-flight merchandise         | 9,245                         | 9,245                         |
| Less: Allowance for impairment of inventories | (9,245)                       | (9,245)                       |
|   | <u>-</u>                      | <u>-</u>                      |



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**21. Deposits, cash and bank balances**

For the purpose of the statement of cash flows, cash and cash equivalents include the following:

|  | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|--|-------------------------------|-------------------------------|
| Cash and bank balances                           | 10,222                        | 14,090                        |
| Deposits with licensed banks                     | 15,142                        | 60,020                        |
|  | <u>25,364</u>                 | <u>74,110</u>                 |
| Bank balances and deposits pledged as securities | (3,210)                       | (5,644)                       |
| Cash and cash equivalents                        | <u>22,154</u>                 | <u>68,466</u>                 |

**22. Trade and other payables**

|                             | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|-----------------------------|-------------------------------|-------------------------------|
| <b>Current:</b>             |                               |                               |
| Trade payables              | 76,506                        | 1,329,095                     |
| Other payables and accruals | 186,146                       | 410,213                       |
| Deferred lease income       | -                             | 2,112                         |
|                             | <u>262,652</u>                | <u>1,741,420</u>              |
| <b>Non-current:</b>         |                               |                               |
| Deferred lease income       | -                             | 589                           |
|                             | <u>-</u>                      | <u>589</u>                    |

Included in other payables and accruals are operational expenses, passenger service charges payable to airport authorities and deferred lease income.

**23. Provision for termination**

|                           | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|---------------------------|-------------------------------|-------------------------------|
| Provision for termination | -                             | 25,163,344                    |

The Group has made an estimated provision for termination of RM25.16 billion as of 30 June 2021 where the Group is in default under the terms of the relevant contracts, though the aforementioned provision will be waived upon a successful completion of the proposed debt restructuring exercise. In conjunction with the proposed debt restructuring exercise, the scheme creditors submitted a proof of debt (including termination claims) amounted to RM65.14 billion. The scheme creditors are creditors of the Group whose debts are to be dealt with under the proposed debt restructuring exercise.



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**23. Provision for termination (cont'd.)**

Based on the relevant provisions in the applicable law of the relevant contracts, creditors are required to take action to mitigate their losses and to reduce their termination claims. Accordingly, management had engaged an expert to assist in determining the provisional scheme amounts and applied significant judgement in assessing and estimating the provisional scheme amounts totalling to RM33.65 billion, which includes the provision for termination claims of RM25.16 billion.

**24. Borrowings**

|                     | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|---------------------|-------------------------------|-------------------------------|
| Current             |                               |                               |
| Secured:            |                               |                               |
| - Term loans        | -                             | 292,916                       |
| - Hire purchase     | 2                             | 13                            |
| - Lease liabilities | -                             | 6,473,678                     |
|                     | <u>2</u>                      | <u>6,766,607</u>              |
| Non-current         |                               |                               |
| Secured:            |                               |                               |
| - Hire purchase     | -                             | 2                             |
|                     | <u>-</u>                      | <u>2</u>                      |
| Total borrowings    | <u>2</u>                      | <u>6,766,609</u>              |

The currency profile of borrowings is as follows:

|                  | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|------------------|-------------------------------|-------------------------------|
| Ringgit Malaysia | 2                             | 15                            |
| US Dollar        | -                             | 6,766,594                     |
|                  | <u>2</u>                      | <u>6,766,609</u>              |

The Group borrowings are repayable as follows:

|  | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|--|-------------------------------|-------------------------------|
| Not later than 1 year                        | 2                             | 6,766,607                     |
| Later than 1 year and not later than 5 years | -                             | 2                             |
|  | <u>2</u>                      | <u>6,766,609</u>              |



**AIRASIA X BERHAD**

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

**NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

**25. Earnings per share**

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the quarter/financial year ended by the weighted average number of ordinary shares in issue during the quarter/financial period.

|  | INDIVIDUAL QUARTER          |                             | CUMULATIVE QUARTER         |                            |
|--|-----------------------------|-----------------------------|----------------------------|----------------------------|
|  | Quarter ended<br>30/06/2022 | Quarter ended<br>30/06/2021 | Period ended<br>30/06/2022 | Period ended<br>30/06/2021 |
| Net profit (RM'000)  | (652,515)                   | -                           | 32,804,061                 | -                          |
| Weighted average number of ordinary shares in issue ('000) | 414,815                     | -                           | 414,815                    | -                          |
| Earnings per share (sen)                                   | (157)                       | -                           | 7,908                      | -                          |

**26. Post balance sheet events**

Events relating to the ongoing restructuring of the Company which have occurred since the balance sheet date are disclosed in note 34, Commentary on Prospects.

**27. Contingent assets**

As at the date of this report, the Group does not have any contingent assets.

**28. Contingent liabilities**

There were no major changes in contingent liabilities since the latest audited consolidated financial statements for the period ended 30 June 2022.

**29. Capital commitments outstanding not provided for in the interim financial report**

Capital commitments not provided for in the financial statements are as follows:-

|                   | As at<br>30/06/2022<br>RM'000 | As at<br>30/06/2021<br>RM'000 |
|-------------------|-------------------------------|-------------------------------|
| Aircraft purchase | 40,514,496                    | 136,809,733                   |



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

#### 30. Significant related parties transactions

Details of the relationships and transactions between AirAsia X and its significant related parties are as described below:

| <u>Name of companies</u>  | <u>Relationship</u>   |
|---|---|
| Thai AirAsia X Co Ltd ("TAAX")  | Associate   |
| PT Indonesia AirAsia Extra ("IAAX")   | Joint Venture   |
| AirAsia Berhad ("AAB")  | Shareholder of the Company for which there is no control, significant influence or joint control, and common Directors and shareholders |
| <u>Subsidiaries of AirAsia Group Berhad</u>                                 |   |
| AirAsia SEA Sdn Bhd ("AASEA")   | Common Directors and shareholders   |
| Rokki Sdn Bhd ("Rokki")   | Common Directors and shareholders   |
| BIGLIFE Sdn Bhd ("BIG")   | Common Directors and shareholders   |
| Ground Team Red Sdn Bhd ("GTR")   | Common Directors and shareholders   |
| Teleport Everywhere Pte Ltd   | Common Directors and shareholders   |
| AirAsia (Guangzhou) Aviation Service Limited ("AirAsia (Guangzhou)")        | Common Directors and shareholders   |
| <u>Associates of AirAsia Group Berhad</u>                                   |   |
| Thai AirAsia Co Ltd ("TAA")   | Common Directors and shareholders   |
| PT Indonesia AirAsia ("IAA")  | Common Directors and shareholders   |
| AirAsia Japan Co., Ltd ("AAJ")  | Common Directors and shareholders   |
| Philippines AirAsia Inc. ("AAZ")  | Common Directors and shareholders   |
| <u>Other related entities</u>   |   |
| Ormond Lifestyle Services Sdn Bhd (formerly known as Yummy Kitchen Sdn Bhd) | Common Directors and shareholders   |
| Tune Insurance Malaysia Berhad ("TIMB")                                     | Common Directors and shareholders   |
| AirAsia (India) Limited ("AAI")   | Common Directors and shareholders   |

These following items have been included in the income statement and balance sheet:



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

|   | INDIVIDUAL QUARTER                    |                                       | CUMULATIVE QUARTER                   |                                      |
|---|---------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|
|   | Quarter ended<br>30/06/2022<br>RM'000 | Quarter ended<br>30/06/2021<br>RM'000 | Period ended<br>30/06/2022<br>RM'000 | Period ended<br>30/06/2021<br>RM'000 |
| <b>TAAAX</b>  |                                       |                                       |                                      |                                      |
| - Aircraft operating lease income for leased aircraft | -                                     | -                                     | 143,611                              | -                                    |
| - Net operational services charged                    | 141                                   | -                                     | 4,621                                | -                                    |
| <b>IAAX</b>   |                                       |                                       |                                      |                                      |
| - Net operational services charged                    | -                                     | -                                     | 536                                  | -                                    |
| <b>AAB</b>  |                                       |                                       |                                      |                                      |
| - Wet lease   | 1,518                                 | -                                     | 1,518                                | -                                    |
| - Net operational services charged                    | (846)                                 | -                                     | (3,429)                              | -                                    |
| <b>AAZ</b>  |                                       |                                       |                                      |                                      |
| - Net operational services charged                    | 34                                    | -                                     | 107                                  | -                                    |
| <b>AASEA</b>  |                                       |                                       |                                      |                                      |
| - Provision of shared services                        | (55)                                  | -                                     | (905)                                | -                                    |
| - Net operational services charged                    | (50)                                  | -                                     | 1,188                                | -                                    |
| <b>GTR</b>  |                                       |                                       |                                      |                                      |
| - Ground handling services                            | (628)                                 | -                                     | (3,884)                              | -                                    |
| - Net operational services charged                    | 15,900                                | -                                     | 15,933                               | -                                    |
| <b>AAI</b>  |                                       |                                       |                                      |                                      |
| - Net operational services charged                    | (53)                                  | -                                     | (228)                                | -                                    |
| <b>TELEPORT</b>                                       |                                       |                                       |                                      |                                      |
| - Purchase of cargo transportation capacity           | 86,239                                | -                                     | 328,285                              | -                                    |
| <b>AirAsia (Guangzhou)</b>                            |                                       |                                       |                                      |                                      |
| - Net operational services charged                    | (320)                                 | -                                     | (206)                                | -                                    |

### 31. Review of Group's performance

#### Performance of current quarter against the same quarter last year for Malaysia

As announced on 2 December 2020, the financial year end of the Group has been changed from 31 December 2020 to 30 June 2021. As such, there will be no comparative financial information available for the same quarter last year.



## **AIRASIA X BERHAD**

**(Company No. 734161-K)**

**(Incorporated in Malaysia with limited liability under the Companies Act, 2016)**

**FOURTH QUARTER REPORT ENDED 30 JUNE 2022**

### **NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022**

#### **32. Variance of results against preceding quarter**

The Group recorded a loss before taxation of RM652 million for the quarter under review as compared to loss before taxation of RM33,618 million in 2Q22.

#### **33. Other profit and loss items**

In the current quarter and period ended, there has been no interest income, other income including investment income, interest expense, depreciation and amortisation, provision for and write off of receivables and inventories, gain or loss on disposal of quoted and unquoted investments or properties, impairment of assets, foreign exchange gain or loss, gain or loss on derivatives and/or exceptional items except as disclosed either in the consolidated income statements and/or notes to the unaudited financial statements.

#### **34. Commentary on prospects**

Subsequent to previous announcements made to Bursa Malaysia on the debt restructuring the Company announced, on 16 March 2022, the Sanction Order has been duly lodged with the Registrar of Companies of Malaysia, in accordance with Section 366(5) of the Companies Act, and the scheme of debt restructuring would take effect on that date.

The lodgement of the Sanction Order marks the completion of the debt restructuring process, the Company is now operating with clean Financial Position, where RM33.6 billion of provisions made for default under contracts and liabilities have been forgiven and reversed.

As travel restrictions gradually relaxed across the region, including in Malaysia, the Company has started operations to Incheon, Seoul and Delhi, India in the current quarter in 2022, and is expected to ramp up its operations by the end of 2022 and early 2023, to Japan, Australia, New Zealand, United Kingdom, Istanbul, Dubai and Jeddah. The planned routes have been taken into account on routes with high cargo loads and demand, which will contribute positively towards the financial of the Company.

The Company is currently operating under a high fuel price environment, weakening of Malaysia Ringgit against U.S Dollar and obtaining regulatory approvals of the routes. The Company also expects the load factor to build gradually as there are challenges in some of the markets such as longer Australian VISA application process, travel restriction in Japan and Taiwan, and restricted entry in China.

#### **35. Profit forecast**

The disclosure requirement is not applicable as the Group did not publish any profit forecast.



## AIRASIA X BERHAD

(Company No. 734161-K)

(Incorporated in Malaysia with limited liability under the Companies Act, 2016)

FOURTH QUARTER REPORT ENDED 30 JUNE 2022

### NOTES TO THE UNAUDITED ACCOUNTS - 30 JUNE 2022

#### 36. Corporate proposal

The status of corporate proposals is as follows:

##### (a) Share Capital Reduction

Following the lodgement of an office copy of the sealed Order of the High Court of Malaya confirming the special resolution for the proposed share capital reduction (“**Share Capital Reduction**”) pursuant to Section 116 of the Companies Act, 2016 with the Registrar of Companies on 26 January 2022, the Share Capital Reduction has taken effect and be deemed completed on 26 January 2022.

##### (b) Share Consolidation

The share consolidation exercise has been completed following the listing and quotation of 414,814,737 consolidated shares on the Main Market of Bursa Malaysia Securities Berhad with effect from 9.00 a.m., 14 February 2022.

##### (c) Debt Restructuring

As the requisite majority of 75% of each Class A Creditors, Class B Creditors and Class C Creditor (“**Scheme Creditors**”) has been obtained at their respective Court Convened Meetings held on 12 November 2021, the debt restructuring exercise (“**Debt Restructuring**”) has accordingly been approved by the Scheme Creditors. Subsequently, the Company’s application for approval and/ or sanction of the Debt Restructuring was granted by the High Court of Malaya at the hearing held on 16 December 2021 (“**Sanction Order**”). The Debt Restructuring has taken effect upon lodgement of the Sanction Order with the Registrar of Companies of Malaysia on 16 March 2022.

##### (d) Fundraising

Bursa Malaysia Securities Berhad has, vide its letter dated 24 March 2022, resolved to grant the Company an extension of time until 26 October 2022 to complete the implementation of the remaining corporate exercises. The fundraising exercise is progressing and any material development will be announced to Bursa Malaysia Securities Berhad accordingly.

#### 37. Material litigation

Save as announced, as at 10 August 2022, there was no material litigation taken or threatened against the Company and its subsidiaries.

#### 38. Proposed dividend

The Directors did not recommend any dividend for the quarter ended 30 June 2022.

#### 39. Reclassification of comparative figures

Certain accounts were being reclassified to conform with current year's presentation.

**By Order of the Board**

18 AUGUST 2022