



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE YEAR ENDED 31 DECEMBER 2021**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT	PRECEDING	CHANGES	CURRENT	PRECEDING	CHANGES
	YEAR	YEAR		YEAR	YEAR	
	QUARTER	QUARTER		TO DATE	TO DATE	
31/12/2021	31/12/2020	%	31/12/2021	31/12/2020	%	
	RM '000	RM '000		RM '000	RM '000	
<b>Continuing Operations:</b>						
Revenue	7,096	4,394	61%	23,693	8,601	175%
Cost of sales	(6,066)	(3,350)	-81%	(20,682)	(5,684)	-264%
Gross profit	1,030	1,044	-1%	3,011	2,917	3%
Other income/(expenses)	310	5,902	-95%	(89)	6,919	-101%
Administrative and general expenses	(29,807)	(56,189)	47%	(60,193)	(77,062)	22%
Operating profit/(loss)	(28,467)	(49,243)	42%	(57,271)	(67,226)	15%
Finance costs	(26)	(1,794)	99%	(150)	(2,141)	93%
Share of results of associated company	(619)	(1,097)	44%	(2,442)	(5,271)	54%
Profit/(Loss) before taxation	(29,112)	(52,134)	44%	(59,863)	(74,638)	20%
Taxation	(16)	27	-159%	(105)	(62)	-69%
Profit/(Loss) from continuing operations	(29,128)	(52,107)	44%	(59,968)	(74,700)	20%
<b>Discontinued Operations:</b>						
Profit/(Loss) from discontinued operations	-	-	0%	-	80	-100%
Profit/(Loss) for the year	(29,128)	(52,107)	44%	(59,968)	(74,620)	20%
<b>Other comprehensive income:</b>						
Exchange differences on translation of foreign operations	(215)	16	-1444%	(48)	29	-266%
Total comprehensive income	(29,343)	(52,091)	44%	(60,016)	(74,591)	20%
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>						
Owners of the parent	(29,128)	(52,107)	44%	(59,968)	(74,620)	20%
Non-controlling interests	-	-	0%	-	-	0%
	(29,128)	(52,107)	44%	(59,968)	(74,620)	20%
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>						
Owners of the parent	(29,343)	(52,091)	44%	(60,016)	(74,591)	20%
Non-controlling interests	-	-	0%	-	-	0%
	(29,343)	(52,091)	44%	(60,016)	(74,591)	20%
Weighted average number of ordinary shares in issue ('000)	1,068,049	869,470		1,068,049	869,470	
<b>Earnings per share (sen):</b>						
(a) Basic	(2.73)	(5.99)		(5.61)	(8.58)	
(b) Fully diluted	(2.73)	(5.99)		(5.61)	(8.58)	

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

	<b>(UNAUDITED)</b> <b>AS AT 31/12/2021</b> <b>RM '000</b>	<b>(AUDITED)</b> <b>AS AT 31/12/2020</b> <b>RM '000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	5,846	6,885
Right of use assets	83	544
Software development expenditure	65,034	58,890
Intangible assets	9,478	24,204
Investment in associated companies	69,382	71,824
Other investments	12,000	-
Lease receivables	593	593
Other receivables	415	415
	<b>162,831</b>	<b>163,356</b>
<b>CURRENT ASSETS</b>		
Inventories	8,637	25,434
Other investments	6,003	3
Trade receivables	19,500	3,822
Lease receivables	(0)	467
Other receivables, deposits and prepayments	7,563	3,767
Tax recoverable	28	269
Fixed deposits with licensed banks	748	737
Cash and bank balances	6,195	4,287
	<b>48,674</b>	<b>38,786</b>
<b>TOTAL ASSETS</b>	<b>211,505</b>	<b>202,142</b>



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021 (Continued)**

	<b>(UNAUDITED)</b> <b>AS AT 31/12/2021</b> <b>RM '000</b>	<b>(AUDITED)</b> <b>AS AT 31/12/2020</b> <b>RM '000</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	392,936	290,577
Foreign currency translation reserve	(188)	(140)
Reverse acquisition debit	(36,809)	(36,809)
Warrant reserves	16,715	16,715
ESOS reserves	-	1,200
Other reserves	(14,846)	(14,846)
Retained earnings	(157,671)	(97,703)
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>	<b>200,137</b>	<b>158,994</b>
<b>NON-CURRENT LIABILITIES</b>		
Lease Liabilities	-	264
Borrowings	3,404	3,650
Other payables	-	6,261
	<b>3,404</b>	<b>10,175</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,204	897
Other payables and accrued expenses	6,336	31,439
Lease Liabilities	83	282
Borrowings	245	307
Tax payable	96	47
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,964</b>	<b>32,973</b>
<b>TOTAL LIABILITIES</b>	<b>11,368</b>	<b>43,148</b>
	<b>211,505</b>	<b>202,142</b>
Net assets per share attributable to owners of the parent (sen)	14.01	24.26

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE YEAR ENDED 31 DECEMBER 2021**

	Share Capital	Foreign Currency Translation Reserve	Reverse Acquisition Debit	ESOS Reserves	Other Reserves	Warrant Reserves	Retained Earnings	Total	Non- controlling Interest	Total Equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Balance as at 1 January 2021	290,577	(140)	(36,809)	1,200	(14,846)	16,715	(97,703)	158,994	-	158,994
Issuance of ordinary shares										
- Share based settlement	32,000	-	-	-	-	-	-	32,000	-	32,000
- Private placement	38,748	-	-	-	-	-	-	38,748	-	38,748
- Exercise of ESOS	31,611	-	-	(1,200)	-	-	-	30,411	-	30,411
	102,359	-	-	(1,200)	-	-	-	101,159	-	101,159
Profit for the year	-	-	-	-	-	-	(59,968)	(59,968)	-	(59,968)
- Exchange translation differences for foreign operations	-	(48)	-	-	-	-	-	(48)	-	(48)
Total comprehensive income for the year	-	(48)	-	-	-	-	(59,968)	(60,016)	-	(60,016)
<b>Balance as at 31 December 2021</b>	<b>392,936</b>	<b>(188)</b>	<b>(36,809)</b>	<b>-</b>	<b>(14,846)</b>	<b>16,715</b>	<b>(157,671)</b>	<b>200,137</b>	<b>-</b>	<b>200,137</b>



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2020

	Share Capital	Foreign Currency Translation Reserve	Reverse Acquisition Debit	ESOS Reserves	Other Reserves	Warrant Reserves	Retained Earnings	Total	Non- controlling Interest	Total Equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Balance as at 1 January 2020	265,310	(169)	(36,809)	-	(14,846)	16,715	(23,084)	207,117	-	207,117
Issuance of ordinary shares										
- Private placement	18,457	-	-	-	-	-	-	18,457	-	18,457
- Issuance of ESOS	-	-	-	2,258	-	-	-	2,258	-	2,258
- Exercise of ESOS	6,810	-	-	(1,058)	-	-	-	5,752	-	5,752
	25,267	-	-	1,200	-	-	-	26,467	-	26,467
Profit/ (Loss) for the year	-	-	-	-	-	-	(74,619)	(74,619)	-	(74,619)
Other comprehensive income	-	29	-	-	-	-	-	29	-	29
Total comprehensive income for the year	-	29	-	-	-	-	(74,619)	(74,590)	-	(74,590)
Balance as at 31 December 2020	290,577	(140)	(36,809)	1,200	(14,846)	16,715	(97,703)	158,994	-	158,994

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2021

	12 MONTHS ENDED 31/12/2021 RM '000	12 MONTHS ENDED 31/12/2020 RM '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(59,863)	(74,558)
Adjustments for:		
Amortisation of software development expenditure	13,735	7,302
Amortisation of intangible assets	-	-
Bad debts written-off:		
- trade receivables	(180)	-
Depreciation of property, plant and equipment	1,231	1,459
Expected credit loss	2,121	-
Share-based payment expenses	1,474	2,258
Fair value adjustments on other receivables	-	(54)
Fair value adjustments on other payables	-	(1,024)
Gain on disposal of property, plant and equipment	(0)	2
Impairment losses on receivables		
- trade receivables	-	8,770
- other receivables	29	2,583
Intangible assets written-off	18,031	10,286
Interest income	(120)	(41)
Interest expense	140	2,141
Inventories written off	-	3,029
Loss on disposal of a subsidiary	-	252
Impairment on investment in associates	-	19,227
Property, plant & equipment written off	(309)	
Software development written-off	330	
Reversal of impairment losses on trade receivables	-	(1,357)
Share of results of associated companies	2,442	5,271
Unrealised (gain)/loss on foreign exchange	(351)	27
Operating profit before working capital changes	(21,290)	(14,426)
Changes in working capital:		
Net change in current assets	(3,473)	6,361
Net change in current liabilities	975	(3,613)
Cash used in operations	(23,787)	(11,679)
Interest received	120	41
Tax refund	(8)	-
Tax paid	(193)	(1,592)
Exchange differences	281	104
<b>Net cash used in operating activities</b>	<b>(23,587)</b>	<b>(13,126)</b>



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2021 (Continued)**

	<b>12 MONTHS ENDED 31/12/2021 RM '000</b>	<b>12 MONTHS ENDED 31/12/2020 RM '000</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of intangible assets	(7,290)	-
Purchase of property, plant and equipment	(13)	(120)
Purchase of software development expenditure	(16,223)	(13,937)
Proceeds from disposals of subsidiary	-	6,304
Investment in other investment	(18,000)	-
<b>Net cash used in investing activities</b>	<b>(41,526)</b>	<b>(7,753)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(120)	(445)
Proceeds from private placement of shares	38,748	18,457
ESOS exercise	28,937	5,752
Fixed deposit pledged with financial institutions	(11)	(15)
Repayment of finance lease liability	(141)	(347)
Repayment of term loan	(308)	(289)
<b>Net cash from financing activities</b>	<b>67,105</b>	<b>23,114</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,992</b>	<b>2,235</b>
Effects of exchange rate changes	(84)	(103)
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF YEAR</b>	<b>4,287</b>	<b>2,160</b>
<b>CASH AND CASH EQUIVALENT AT END OF YEAR</b>	<b>6,195</b>	<b>4,292</b>
 Cash and cash equivalents at end of the financial period comprise:		
Cash and bank balances	6,195	4,287
Fixed deposits with licensed banks	748	737
Bank overdraft	-	5
	<b>6,943</b>	<b>5,029</b>
Less: Fixed deposits pledged with licensed banks	(748)	(737)
	<b>6,195</b>	<b>4,292</b>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021**

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**A EXPLANATORY NOTES**

**A1 Basis of preparation of the financial statements**

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") 134 – Interim Financial Reporting issued by the Malaysian Accounting Standards Board and Chapter 9, Part K Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements of PUC Berhad ("PUC") and its subsidiaries ("Group") for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

**A2 Changes in accounting policy**

The accounting policies and methods of computation adopted by the Group in these unaudited condensed financial statements are consistent with those of the annual audited financial statements for the financial year ended 31 December 2020.

The adoption of the following MFRS that came into effect on 1 January 2020 did not have any significant impact of the unaudited condensed consolidated financial statements upon their initial application.

Amendments to References to the Conceptual Framework in MFRS Standards	
Amendments to MFRS 3	- Definition of a Business
Amendments to MFRS 9, MFRS 139 and MFRS 7	- Interest Rate Benchmark Reform
Amendments to MFRS 101 and MFRS 108	- Definition of Material
Annual Improvements to MFRSs 2015 - 2017 Cycle	- Amendments to References to the Conceptual Framework in MFRS Standards

**A3 Audit report of preceding annual financial statements**

There were no audit qualifications to the annual financial statements of the Group for the financial year ended 31 December 2020.

**A4 Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by seasonal or cyclical factors during the financial year under review other than the effects of Chinese festive holidays during the first financial quarter on the digital imaging business held under the Group's 33% associated company, Pictureworks Holdings Sdn. Bhd.

**A5 Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter and financial year-to-date under review.

**A6 Material changes in estimates**

Not applicable as there were no estimates reported by the Group in the prior financial years.





#### A7 Debt and equity securities

During the current financial year, the Company had movements on its issued and paid-up share capital, as follows :

- increased by RM14,388,054 through the issuance of 85,086,065 new ordinary shares through Employee Share Option Scheme.
- increased by RM9,090,000 through the issuance of 75,000,000 new ordinary shares pursuant to private placement at the issue price of RM0.1212 per ordinary share.
- increased by RM7,311,540 through the issuance of 73,115,400 new ordinary shares pursuant to private placement at the issue price of RM0.10 per ordinary share.
- Increased by RM32,000,000 through the issuance of 256,000,000 new ordinary shares at an issue price of RM0.125 per ordinary share pursuant to the settlement of purchase considerations due to vendors arising from the 33% equity interest acquisition in Pictureworks Holdings Sdn Bhd.
- increased by RM17,222,680 through the issuance of 105,508,982 new ordinary shares through Employee Share Option Scheme.
- increased by RM22,346,500 through the issuance of 178,772,000 new ordinary shares pursuant to private placement at the issue price of RM0.125 per ordinary share.

#### A8 Dividends

There were no dividends declared or paid in the current financial quarter under review.

#### A9 Segmental information

The Group's segmental revenue and profit after taxation for the financial period under review is as follows:

	CURRENT YEAR QUARTER 31/12/2021 RM '000	PRECEDING YEAR QUARTER 31/12/2020 RM '000	CURRENT YEAR TO DATE 31/12/2021 RM '000	PRECEDING YEAR TO DATE 31/12/2020 RM '000
<b>Continuing Operations:</b>				
<b>Revenue:</b>				
OmniChannel	5,403	3,044	19,755	5,166
Presto	1,514	1,350	3,211	3,428
Corporate and others	179	0	727	7
	<b>7,096</b>	<b>4,395</b>	<b>23,693</b>	<b>8,601</b>
<b>(Loss)/Profit after taxation:</b>				
OmniChannel	(15,974)	(33,815)	(18,320)	(34,799)
Presto	(10,481)	(15,750)	(30,767)	(29,637)
Corporate and others	(2,053)	(1,447)	(8,439)	(4,992)
	<b>(28,508)</b>	<b>(51,012)</b>	<b>(57,525)</b>	<b>(69,428)</b>
<b>Share of results of associated companies:</b>				
OmniChannel	(576)	(1,354)	(1,464)	(4,560)
Presto	(43)	258	(978)	(711)
	<b>(29,127)</b>	<b>(52,108)</b>	<b>(59,968)</b>	<b>(74,699)</b>
<b>Discontinued Operations:</b>				
<b>Revenue:</b>				
Corporate and others	-	-	-	437
<b>(Loss)/Profit after taxation:</b>				
Corporate and others	-	-	-	80

Note: The segregation between continued and discontinued operations is in accordance to MFRS 5 Non-current Assets Held for Disposal and Discontinued Operations.



**A10 Valuation of property, plant and equipment**

The Group has not carried out valuation on its property, plant and equipment reported in the current financial year under review.

**A11 Capital commitments**

The Group does not have any material capital commitments in respect of property, plant and equipment as at the end of the current financial year under review.

**A12 Material events subsequent to the end of the quarter**

There were no material events subsequent to the financial year under review up to the date of this report which is likely to substantially affect the results of the operations of the Group.

**A13 Changes in the composition of the Group**

a) On 15 November 2021, Presto Universe Sdn Bhd ("PRUMY"), Colorpixel Sdn Bhd and KH Lim Capital Sdn Bhd entered into a joint-venture ("JV") agreement to jointly undertake the business of aggregation, distribution, system and product development of a digital content platform through the JV company Presto Color Sdn Bhd ("PCOMY") (formerly known as Presto Play Sdn Bhd), previously a wholly-owned subsidiary of PRUMY. PRUMY will own 40% equity interest in PCOMY while the remaining 60% to be split evenly among the two JV partners. As a result, PCOMY became an associate of PRUMY.

**A14 Contingent liabilities and contingent assets**

There were no contingent liabilities or contingent assets for the current financial year under review.

**A15 Significant related party transactions**

Save as disclosed below, there were no other related party transactions for the current financial year under review:

	CURRENT YEAR TO DATE 31/12/2021 RM '000	PRECEDING YEAR TO DATE 31/12/2020 RM '000
Rental of premise received/receivable	131	213
Rendering of services received/receivable	1,386	1,436
Transaction fees received/receivable	37	69
Transaction fees paid/payable	23	73

**A16 Discontinued operations**

The following notes are prepared in accordance with MFRS 5 Non-current Assets Held for Disposal and Discontinued Operations, arising from the sale of Maxgreen Energy Sdn. Bhd.

**(a) Profit from discontinued operations**

	CURRENT YEAR QUARTER 31/12/2021 RM '000	PRECEDING YEAR QUARTER 31/12/2020 RM '000	CHANGES	CURRENT YEAR TO DATE 31/12/2021 RM '000	PRECEDING YEAR TO DATE 31/12/2020 RM '000	CHANGES
			%			%
Revenue	-	-	-	-	437	-100%
Other income	-	-	-	-	-	-
Administrative and general expenses	-	-	-	-	(357)	-100%
Operating profit/(loss)	-	-	-	-	80	-100%
Finance costs	-	-	-	-	80	-
Profit/(Loss) before taxation	-	-	-	-	160	-100%
Taxation	-	-	-	-	80	-
Profit/(Loss) for the year	-	-	-	-	240	-100%



**A16 Discontinued operations (Continued)**

**(b) Net cash flows of discontinued operations**

	(UNAUDITED)	(AUDITED)
	AS AT	AS AT
	31/12/2021	31/12/2020
	RM '000	RM '000
Net cash generated from/(used in) operations	-	(284)
Net cash used in investing activities	-	-
Net cash generated from financing activities	-	-
Increase/(Decrease) in cash and cash equivalent	-	(284)

**B ADDITIONAL INFORMATION REQUIRED PURSUANT TO THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

**B1 Review of performance**

The Group has streamlined its businesses into 2 major segments, namely OmniChannel, and Presto:

- (i) OmniChannel comprises of the Group's media and advertising businesses as well as the digital imaging business managed under associated company Pictureworks Holdings Sdn. Bhd. ("PWSB");
- (ii) Presto covers the Group's Presto platform businesses which consist of e-commerce, electronic money, payment services and technology businesses, as well as associated companies Presto Mall Sdn. Bhd. ("PMSB"), the owner and operator of PrestoMall, Presto Power Sdn. Bhd., operator of power bank leasing and related service projects, and Presto Color Sdn. Bhd., operator of digital content platform.

While the Group's overall financial performance is still significantly impacted by the effects of the Covid-19 pandemic, the Group recorded a higher revenue of RM7.10 million for the current quarter, as compared to preceding year's RM4.39 million. The segmental comparisons are as follows:

- (i) the OmniChannel segment's revenue increased by 77% at RM5.40 million in the current quarter, compared to RM3.04 million in the previous corresponding quarter, mainly contributed by higher regional and local advertising revenue; and
- (ii) the Presto segment's revenue increased by 12% at RM1.51 million in the current quarter compared to RM1.35 million in the previous corresponding quarters, mainly contributed by the increase in sales of software.

The Group recorded lower loss after tax of RM29.13 million in the current quarter compared to loss after tax of RM52.11 million in the corresponding quarter in the previous year.

The loss in current quarter was mainly due to the following:

- (a) Impairment on goodwill attributable to entities under the OmniChannel segment including Redhot Media Sdn Bhd of RM2.12 million, AllChina.cn Ltd of RM9.23 and RH Media Group Sdn Bhd of RM0.91million, as well as Enovax Pte Ltd ("ENVSG") of RM4.40 million under the Presto segment. These companies are significantly impacted by Covid-19 outbreak and may take extended period to recover;
- (b) Impairment loss of RM1.70 million on software development costs that are no longer commercially viable;
- (c) Additional expected credit loss of RM2.12 million mainly related to debtors under the OmniChannel segment.

The loss in previous year's corresponding quarter were driven by below:

- (a) Impairment loss of RM19.23 million on investment in associated company PWSB, as its businesses which are closely related to theme park and leisure industry are significantly impacted by Covid-19 outbreak and facing uncertainties on the recovery period.



## B1 Review of performance (Continued)

- (b) Impairment on goodwill attributable to Founder Pay Sdn Bhd (“FPYMY”) of RM8.32 million and ENVSG of RM1.97 million as both FPYMY’s point-of-sales terminal leasing and ENVSG’s software development businesses are significantly impacted by Covid-19 outbreak and may take extended period to recover.
- (c) Provision of doubtful debts of RM10.76 million arose from media and advertising business related clients, in which their settlements had been long overdue and the Group is taking appropriate actions to recover the amounts.
- (d) Allowance of obsolete inventory of RM2.90 million arose from regional media and advertising spaces in which it will be expired in less than a year and there are no potential clients to take up the spaces.

PWSB contributed lower loss of RM0.58 million in the current quarter under review compared to RM1.35 million loss in the previous corresponding quarter, resulted from ongoing effort on cost control and planning in the business operation. Under Presto segment, PMSB had mainly contributed loss of RM0.04 million in current quarter under review, compared to previous corresponding quarter profit of RM0.26 million, mainly due to higher business-to-business activities in previous corresponding quarter.

## B2 Variation of results against preceding quarter

	CURRENT QUARTER 31/12/2021 RM '000	PRECEDING QUARTER 30/9/2021 RM '000	VARIANCE	
			RM '000	%
Revenue	7,096	5,237	1,859	35%
Profit/(Loss) before taxation	(29,112)	(11,962)	(17,150)	143%

The Group recorded a higher revenue in current quarter compared to the immediate preceding quarter mainly due to higher local and regional media business activities under OmniChannel segment, as well as higher sales of software under Presto segment in current quarter.

Higher loss before taxation in the current quarter are mainly due to impairment losses and adjustments as mentioned in section B1 above.

## B3 Prospects

As the vaccination rate increases globally, where Malaysia is among the highest in the world according to data published by the Ministry of Health, the country is slowly transitioning into endemic phase. As a result, PUC continues to adapt into the current business environment and its efforts on the ongoing expansion plans.

PUC remained focus on transforming the OmniChannel business segment to adapt to the recent trend of digital media and advertising. While traditional media business remained as PUC’s key focus to regain foothold during current stage of economic recovery, PUC had also contributed further effort in providing digital media and advertising packages to potential companies from both local and international brands aiming to reach a wider audience via Presto digital ecosystem.

Under the Presto business segment, PUC will further enhance its digital ecosystem and enable more small businesses to sell online with their own dedicated platform through Presto Direct. In doing so, PUC will leverage on its own platform with fully integrated logistic suppliers to provide a complete, one-stop proposition for all businesses. Presto Direct aims to generate jobs and entrepreneurial opportunities for the B40 and M40 income groups – both of whom have been severely impact by the COVID-19 pandemic.



**B3 Prospects (Continued)**

By further utilizing Presto Direct as backbone of the business, Presto Mall Sdn Bhd through its associate Presto Retail Sdn Bhd is rolling out PrestoMart outlets throughout Malaysia. The outlets would serve as hybrid convenience stores that offer multiple services such as parcel shipping, online-to-offline shopping, ready-to-eat meals, snacks, electronic gadgets etc all at one location. This is part of PUC's effort in expanding the online-to-offline e-commerce business which benefit both in product selling as well as growth of membership base in Presto digital ecosystem.

Apart from the above, PUC's focus remains in developing and expanding other Presto related business opportunities, whilst striving to improve and widen the presence of the digital ecosystem for various targeted market segments. As part of its strategy to realise this objective, PUC shall explore strategic investment opportunities. These include joint ventures in businesses that help strengthen the core of the Presto digital ecosystem, through enhancement of its services, as well as improving community reach and retention. Some of the ongoing effort includes:

- Partnership with RinggitPlus to roll-out its digital lending services by Presto Credit that leverages on Jirnexu's Lending-as-a-Service (LAAS);
- Consortium formed between PUC, Sabah and Pahang state governments and a conglomerate submitted its application to Bank Negara Malaysia for the digital bank license;
- Joint venture through Presto Color Sdn Bhd (formerly known as Presto Play Sdn Bhd) between Presto Universe Sdn Bhd, Colorpixel Sdn Bhd and KH Lim Capital Sdn Bhd to roll out digital content platform that connects a self-sustaining community between audiences, customers, suppliers, and stakeholders of the digital content industry segment to publish, trade, license digital audio-visual content;
- Joint venture through Presto Assure Sdn Bhd (formerly known as Founder Qube Sdn Bhd) between Presto Universe Sdn Bhd, Cover Touch Sdn Bhd and KH Lim Capital Sdn Bhd to roll out its online general and life insurance aggregation services;
- Joint venture through Presto Plus Sdn Bhd (formerly known as Presto Buddy Sdn Bhd) between Presto Universe Sdn Bhd, Wang Xi and KH Lim Capital Sdn Bhd to centralise, aggregate, and integrate the services of third-party logistics, delivery, and warehousing service providers into Presto's digital ecosystem.

While businesses and operations continue to be challenging in FY2022, we remain cautiously optimistic about the outlook of the Group's performance. Barring any unforeseen circumstances, the Group expects to continue tapping into opportunities in FY2022 and fund its business plans via internally generated funds and / or equity fundraising exercises.

**B4 Profit forecast or profit guarantee**

The Group has not issued or disclosed in any public documents any profit forecast or profit guarantee for the current quarter under review.

**B5 Taxation**

CURRENT YEAR QUARTER	PRECEDING YEAR QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR TO DATE
31/12/2021	31/12/2020	31/12/2021	31/12/2020
RM '000	RM '000	RM '000	RM '000

Provision for previous and current period	16	(27)	105	62
Effective tax rate	0%	0%	0%	0%

The effective tax rate is lower than statutory tax rate due to certain subsidiaries not subject to taxation.

## B6 Status of corporate proposals

- a) On 7 September 2021 the Company had entered into conditional subscription agreements with GPVF Sdn Bhd, Matrix Edge Venture Sdn Bhd and KH Lim Capital Sdn Bhd in relation to the proposed share issuance of up to 375,060,200 new ordinary shares in the Company, representing 30% of the existing total number of issued shares (the "30% PP"). The proposed share issuance is approved by the Company's shareholder via an Extraordinary General Meeting held on 20 October 2021. The 30% PP is currently pending completion, with a total of 226,286,000 shares have been issued as at the date of this interim financial report.
- b) As at 21 February 2022, the status of the utilization of proceeds arising from the 30% PP is as follows:

	Proposed utilisation	Actual utilisation	Deviation		Balance unutilised	Estimated timeframe for utilisation from the completion of the
	RM '000	RM '000	RM '000	%	RM '000	
Acquisitions and/or investments in suitable and/or complementary businesses and/or assets	15,000	12,300	-	-	2,700	Within 24 months
Upgrading of the Presto Digital Platform	10,000	9,000	-	-	1,000	Within 12 months
Marketing of the Presto Digital Platform	5,000	-	-	-	5,000	Within 12 months
Working capital	16,428	6,581	-	-	9,846	Within 12 months
Estimated expenses for the Proposed Private Placement	455	198	-	-	257	Immediate
	<b>46,883</b>	<b>28,079</b>	<b>-</b>		<b>18,803</b>	

## B7 Borrowings

The Group's borrowings as at 31 December 2021 were as follows:

	Long Term		Short Term		Total Borrowings	
	Foreign currency	RM equivalent	Foreign currency	RM equivalent	Foreign currency	RM equivalent
	'000	'000	'000	'000	'000	'000
<u>Secured</u>						
- Term loan (RM)*	-	3,404	-	245	-	3,649
	-	3,404	-	245	-	3,649

\* RM - Ringgit Malaysia

## B8 Material litigation

On 11 May 2021, RedHot Media Sdn Bhd ("RHM") filed a suit against Inno Mind Works Sdn Bhd ("1<sup>st</sup> Defendant"), Yip Chin Hwee ("2<sup>nd</sup> Defendant"), Dato' Tan Ho ("3<sup>rd</sup> Defendant") and The Kean Thea ("4<sup>th</sup> Defendant") on a joint and several basis for amongst others, the sum of RM890,659.12 and the late payment interest in the sum of RM187,665.65 as sums due and owing under a repayment agreement entered into between RHM and the 1<sup>st</sup> Defendant.

Judgment in default of appearance was obtained by RHM against the 1<sup>st</sup> Defendant on 13 July 2021 and the 1<sup>st</sup> Defendant has applied to set aside the same on 22 December 2021. The 1<sup>st</sup> Defendant's application to set aside the judgment in default is fixed for hearing at the Kuala Lumpur High Court ('KLHC') on 4 April 2022.

**B8 Material litigation (Continued)**

Judgment in default of appearance was obtained by RHM against the 3<sup>rd</sup> Defendant on 26 July 2021 and the 3<sup>rd</sup> Defendant has applied to set aside the same on 11 August 2021. The 3<sup>rd</sup> Defendant's application to set aside the judgment in default is fixed for hearing at the KLHC on 4 April 2022. The 3<sup>rd</sup> Defendant had also applied for discovery of documents against RHM on 25 August 2021. The 3<sup>rd</sup> Defendant's application for discovery is fixed for hearing at the KLHC on 4 April 2022.

RHM has applied for summary judgment against the 2<sup>nd</sup> and 4<sup>th</sup> Defendants on 17 August 2021 and 9 November 2021 respectively. RHM's applications for summary judgment against the 2<sup>nd</sup> and 4<sup>th</sup> Defendants are fixed for hearing at the KLHC on 31 March 2022.

As at 21 February 2022, the solicitors of RHM are of the view that RHM has no exposure to liabilities save and except for costs as may be determined by the Court.

**B9 Earnings per share**

**(a) Basic earnings per share**

The basic earnings per share of the Group which is calculated by dividing the profit attributable to owners of the parent for the period by the weighted average number of shares is as follows:

	3 months ended 31 December		Cumulative 12 months ended 31 December	
	2021	2020	2021	2020
Profit attributable to owners of the parent (RM '000)	(29,128)	(52,107)	(59,968)	(74,620)
Weighted average number of ordinary shares in issue ('000)	1,068,049	869,470	1,068,049	869,470
Basic earnings per share (sen)	(2.73)	(5.99)	(5.61)	(8.58)

**(b) Diluted earnings per share**

The diluted earnings per share of the Group is calculated by dividing the profit attributable to owners of the parent for the period by the weighted average number of ordinary shares plus the weighted average number of ordinary shares that would be issued on the conversion of convertible securities into ordinary shares is as follows:

	3 months ended 31 December		Cumulative 12 months ended 31 December	
	2021	2020	2021	2020
Profit attributable to owners of the parent (RM '000)	(29,128)	(52,107)	(59,968)	(74,620)
Weighted average number of ordinary shares in issue ('000)	1,068,049	869,470	1,068,049	869,470
Diluted earnings per share (sen)	(2.73)	(5.99)	(5.61)	(8.58)



## B10 Profit before taxation

Profit/(Loss) before taxation is arrived after (crediting)/charging:

	CURRENT YEAR QUARTER	PRECEDING YEAR QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR TO DATE
	31/12/2021 RM '000	31/12/2020 RM '000	31/12/2021 RM '000	31/12/2020 RM '000
Expected credit loss	2,121	-	2,121	-
Gain on disposal of property, plant and equipment	(0)	2	(0)	2
Intangible assets written-off	18,031	10,286	18,031	10,286
Interest income	(73)	(26)	(120)	(41)
Bad debts written-off:				
- Trade receivables	(293)	-	(180)	-
Depreciation and amortisation	6,972	4,278	14,966	8,761
Impairment loss on:				
- Trade receivables	-	8,770	-	8,770
- Other receivables	29	2,583	29	2,583
Interest expense	70	1,819	140	2,141
Inventories written-off	-	3,029	-	3,029
Intangible assets written-off	18,031	-	18,031	-
Property, plant and equipment written-off	(309)	-	(309)	-
Software development written-off	330	-	330	-
Reversal of impairment loss on trade receivables	-	(1,357)	-	(1,357)
Loss on disposal of a subsidiary	-	252	-	252
Loss/(Gain) on foreign exchange:				
- Realised	13	-	39	39
- Unrealised	(55)	(404)	(351)	27

Save as disclosed above and in the Condensed Consolidated Statement of Comprehensive Income, the other items required by Bursa Malaysia Securities Berhad ACE Market Listing Requirements, Chapter 9, Appendix 9B, are not applicable to the Group.

By Order of the Board

Cindy Lim Seck Wah  
Secretary

Kuala Lumpur  
17 February 2022