



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT	PRECEDING	CHANGES	CURRENT	PRECEDING	CHANGES
	YEAR	YEAR		YEAR	YEAR	
	QUARTER	QUARTER	QUARTER	TO DATE	TO DATE	
30/9/2022	30/9/2021		30/9/2022	30/9/2021		
	RM '000	RM '000	%	RM '000	RM '000	%
<b>Continuing Operations:</b>						
Revenue	1,374	5,237	-74%	12,585	16,597	-24%
Cost of sales	(1,170)	(4,669)	75%	(11,836)	(14,616)	19%
Gross profit	204	568	-64%	749	1,981	-62%
Other income/(expenses)	303	251	21%	997	(399)	350%
Administrative and general expenses	(8,134)	(12,182)	33%	(24,322)	(30,386)	20%
Operating profit/(loss)	(7,627)	(11,363)	33%	(22,576)	(28,804)	22%
Finance costs	(35)	(39)	10%	(93)	(124)	25%
Share of results of associated company	(2,003)	(560)	-258%	(2,577)	(1,823)	-41%
Profit/(Loss) before taxation	(9,665)	(11,962)	19%	(25,246)	(30,751)	18%
Taxation	7	(30)	123%	(40)	(89)	55%
Profit/(Loss) from continuing operations	(9,658)	(11,992)	19%	(25,286)	(30,840)	18%
<b>Discontinued Operations:</b>						
Profit/(Loss) from discontinued operations	-	-	0%	-	-	0%
Profit/(Loss) for the year	(9,658)	(11,992)	19%	(25,286)	(30,840)	18%
<b>Other comprehensive income:</b>						
Exchange differences on translation of foreign operations	(170)	89	-291%	(393)	167	-335%
Total comprehensive income	(9,828)	(11,903)	17%	(25,679)	(30,673)	16%
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>						
Owners of the parent	(9,658)	(11,992)	19%	(25,286)	(30,840)	18%
Non-controlling interests	-	-	0%	-	-	0%
	(9,658)	(11,992)	19%	(25,286)	(30,840)	18%
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>						
Owners of the parent	(9,828)	(11,903)	17%	(25,679)	(30,673)	16%
Non-controlling interests	-	-	0%	-	-	0%
	(9,828)	(11,903)	17%	(25,679)	(30,673)	16%
Weighted average number of ordinary shares in issue ('000)	1,576,609	991,268		1,576,609	991,268	
<b>Earnings per share (sen):</b>						
(a) Basic	(0.61)	(1.21)		(1.60)	(3.11)	
(b) Fully diluted	(0.61)	(1.21)		(1.60)	(3.11)	

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 2021 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022**

	<b>(UNAUDITED)</b> <b>AS AT 30/9/2022</b> <b>RM '000</b>	<b>(AUDITED)</b> <b>AS AT 31/12/2021</b> <b>RM '000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	5,075	5,846
Right of use assets	50	83
Software development expenditure	69,828	65,039
Intangible assets	11,374	9,478
Investment in associated companies	64,728	66,904
Other investments	12,000	12,000
Lease receivables	55	55
	<b>163,110</b>	<b>159,404</b>
<b>CURRENT ASSETS</b>		
Inventories	-	8,637
Other investments	3	3
Trade receivables	22,861	19,510
Lease receivables	142	538
Other receivables, deposits and prepayments	18,460	14,106
Tax recoverable	40	83
Fixed deposits with licensed banks	823	748
Cash and bank balances	1,866	6,195
	<b>44,195</b>	<b>49,819</b>
<b>TOTAL ASSETS</b>	<b>207,305</b>	<b>209,223</b>



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022 (Continued)**

	<b>(UNAUDITED)</b> <b>AS AT 30/9/2022</b> <b>RM '000</b>	<b>(AUDITED)</b> <b>AS AT 31/12/2021</b> <b>RM '000</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	417,472	392,936
Foreign currency translation reserve	(585)	(192)
Reverse acquisition debit	(36,809)	(36,809)
Warrant reserves	16,715	16,715
ESOS reserves	-	-
Other reserves	(14,846)	(14,846)
Retained earnings	(185,420)	(160,134)
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT</b>	<b>196,527</b>	<b>197,670</b>
<b>NON-CURRENT LIABILITIES</b>		
Lease Liabilities	42	41
Borrowings	3,404	3,404
	<b>3,446</b>	<b>3,445</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	821	1,220
Other payables and accrued expenses	6,257	6,553
Lease Liabilities	9	42
Borrowings	63	245
Tax payable	181	47
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,331</b>	<b>8,108</b>
<b>TOTAL LIABILITIES</b>	<b>10,777</b>	<b>11,553</b>
	<b>207,305</b>	<b>209,223</b>
 Net assets per share attributable to owners of the parent (sen)	 <b>12.09</b>	 <b>13.83</b>

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 2021 and the accompanying explanatory notes attached to the interim financial statements.



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022

	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 2022	392,936	(192)	(36,809)	-	(14,846)	16,715	(160,134)	197,670	-	197,670
Issuance of ordinary shares										
- Private placement	24,536	-	-	-	-	-	-	24,536	-	24,536
- Exercise of ESOS	-	-	-	-	-	-	-	-	-	-
	24,536	-	-	-	-	-	-	24,536	-	24,536
Profit for the year	-	-	-	-	-	-	(25,286)	(25,286)	-	(25,286)
- Exchange translation differences for foreign operations	-	(393)	-	-	-	-	-	(393)	-	(393)
Total comprehensive income for the year	-	(393)	-	-	-	-	(25,286)	(25,679)	-	(25,679)
Balance as at 30 September 2022	417,472	(585)	(36,809)	-	(14,846)	16,715	(185,420)	196,527	-	196,527



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 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	16,402	-	-	-	-	-	-	16,402	-	16,402
- Exercise of ESOS	31,611	-	-	(1,200)	-	-	-	30,411	-	30,411
	80,012	-	-	(1,200)	-	-	-	78,813	-	78,813
Profit/ (Loss) for the year	-	-	-	-	-	-	(30,840)	(30,840)	-	(30,840)
Other comprehensive income	-	165	-	-	-	-	-	165	-	165
Total comprehensive income for the year	-	165	-	-	-	-	(30,840)	(30,675)	-	(30,675)
Balance as at 30 September 2021	370,589	25	(36,809)	-	(14,846)	16,715	(128,543)	207,132	-	207,132

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 2021 and the accompanying explanatory notes attached to the interim financial statement.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022**

	<b>9 MONTHS ENDED 30/9/2022 RM '000</b>	<b>9 MONTHS ENDED 30/9/2021 RM '000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/ (Loss) before taxation	(25,246)	(30,751)
Adjustments for:		
Amortisation of software development expenditure	9,975	9,664
Bad debts written-off:		
- trade receivables	-	113
Depreciation of property, plant and equipment	655	905
Share-based payment expenses	-	1,474
Interest income	(293)	(85)
Interest expense	80	111
Reversal of impairment losses on trade receivables	(214)	-
Share of results of associated companies	2,577	1,823
Unrealised (gain)/loss on foreign exchange	(601)	(331)
Operating profit / (loss) before working capital changes	<u>(13,067)</u>	<u>(17,077)</u>
Changes in working capital:		
Net change in current assets	1,826	(4,737)
Net change in current liabilities	(262)	2,029
Cash used in operations	<u>(11,503)</u>	<u>(19,785)</u>
Interest received	293	85
Tax refund	13	(7)
Tax paid	2	(56)
Exchange differences	(323)	269
<b>Net cash used in operating activities</b>	<b><u>(11,518)</u></b>	<b><u>(19,494)</u></b>





**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 SEPTEMBER 2022 (Continued)**

	<b>9 MONTHS ENDED 30/9/2022 RM '000</b>	<b>9 MONTHS ENDED 30/9/2021 RM '000</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of intangible assets	(3,500)	(7,290)
Purchase of property, plant and equipment	51	(13)
Purchase of software development expenditure	(13,159)	(13,584)
Investment in associated company	(402)	-
Investment in other investment	-	(6,000)
<b>Net cash used in investing activities</b>	<b>(17,010)</b>	<b>(26,887)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(87)	(91)
Proceeds from private placement of shares	24,536	16,402
ESOS exercise	-	28,937
Fixed deposit pledged with financial institutions	(11)	-
Repayment of finance lease liability	70	(140)
Repayment of term loan	(182)	(248)
<b>Net cash from financing activities</b>	<b>24,326</b>	<b>44,860</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(4,202)</b>	<b>(1,522)</b>
Effects of exchange rate changes	(63)	(99)
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF PERIOD</b>	<b>6,195</b>	<b>4,287</b>
<b>CASH AND CASH EQUIVALENT AT END OF PERIOD</b>	<b>1,929</b>	<b>2,666</b>
 Cash and cash equivalents at end of the financial period comprise:		
Cash and bank balances	1,866	2,666
Fixed deposits with licensed banks	823	737
	<b>2,689</b>	<b>3,403</b>
Less: Fixed deposits pledged with licensed banks	(760)	(737)
	<b>1,929</b>	<b>2,666</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 2021 and the accompanying explanatory notes attached to the interim financial statements.



## UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 SEPTEMBER 2022

### 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 2021 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 2021.

The adoption of the following MFRS that came into effect on 1 January 2022 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	- Reference of the Conceptual Framework
Amendments to MFRS 116	- Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	- Onerous Contracts – Cost of Fulfilling a Contract
Annual Improvements to MFRSs 2018 - 2020 Cycle	- Amendments to References to the Conceptual Framework in MFRS Standards

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

The auditors' report on the annual financial statements of the Group for the financial year ended 31 December 2021 was qualified and the details of the qualification are as described below:

(a) Details of the qualified opinion disclosed in the external auditors' report

In our opinion, except for the possible effects of the matter described in the Basis For Qualified Opinion section of our report, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 December 2021, and of their financial performance and of their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

##### Basis for Qualified Opinion

The Group's investment in Pictureworks Holdings Sdn Bhd ("PWHQ") and its subsidiaries ("PW Group"), accounted for by the equity method, is carried at RM34,281,876 on the consolidated statement of financial position as at 31 December 2021 and the Group's share of PW Group's loss after taxation of RM3,940,320 is included in the Group's consolidated statement of profit or loss and other comprehensive income for the financial year then ended. Due to the matters described in Note 8 to the financial statements, we were unable to obtain sufficient appropriate audit evidence on the carrying amount of the Group's investment in PW Group as at 31 December 2021 and the Group's share of PW Group's loss after taxation for the financial year because we were not able to obtain access to the financial information and we are unable to obtain the audit clearance from auditors of PW Group within the audit





**A3 Audit report of preceding annual financial statements (Continued)**

**Basis for Qualified Opinion (Continued)**

time period. Consequently, we were unable to determine whether any adjustments might have been found necessary to these balances.

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

(b) Excerpt of Note 8 disclosed in the annual financial statements of the Group for the financial year ended 31 December 2021

"The audit of PWHQ for the financial year ended 31 December 2021 has not been completed as of the date of this report due to the lockdown of the Shanghai area by the Government of China preventing the completion of the audit of PWHQ's subsidiary, Pictureworks Shanghai. The net assets of this subsidiary account for 12% of the net assets of PWHQ and 6% of its loss for the financial year ended 31 December 2021."

Subsequently, the audit of PWHQ for the financial year ended 31 December 2021 had been completed with the audit opinion extracted from PWHQ's audited financial statements dated 26 July 2022 as below:

"We have audited the financial statements of PICTUREWORKS HOLDINGS SDN.BHD., which comprise the statement of financial position as at 31 December 2021 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 December 2021, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia."

The Group will do the needful to ensure that the audited financial statements for PWHQ will be available for consolidation purpose in the future, in accordance with the Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

**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**

There were no changes in debt and equity structure for the Group during the current financial quarter under review.

**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:

	<b>CURRENT YEAR QUARTER 30/9/2022 RM '000</b>	<b>PRECEDING YEAR QUARTER 30/9/2021 RM '000</b>	<b>CURRENT YEAR TO DATE 30/9/2022 RM '000</b>	<b>PRECEDING YEAR TO DATE 30/9/2021 RM '000</b>
<b>Continuing Operations:</b>				
<b>Revenue:</b>				
OmniChannel	727	4,660	10,982	14,352
Presto	647	488	1,603	1,697
Corporate and others	0	89	(0)	548
	<b>1,374</b>	<b>5,236</b>	<b>12,585</b>	<b>16,597</b>
<b>(Loss)/Profit after taxation:</b>				
OmniChannel	(117)	(816)	155	(2,346)
Presto	(6,256)	(8,973)	(18,363)	(20,286)
Corporate and others	(1,282)	(1,644)	(4,501)	(6,386)
	<b>(7,655)</b>	<b>(11,433)</b>	<b>(22,708)</b>	<b>(29,018)</b>
<b>Share of results of associated companies:</b>				
OmniChannel	(1,942)	(405)	(2,070)	(888)
Presto	(61)	(155)	(507)	(934)
	<b>(9,658)</b>	<b>(11,993)</b>	<b>(25,286)</b>	<b>(30,841)</b>

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

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

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

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



### A13 Changes in the composition of the Group

- a) On 21 January 2022, Presto Universe Sdn Bhd (“PRUMY”) entered into a joint venture agreement with Cover Touch Sdn Bhd and KH Lim Capital Sdn Bhd to undertake the business through Presto Assure Sdn Bhd (“Presto Assure”). Presto Assure is principally involved in carrying out digital marketing aggregation of insurance service providers focusing on online general insurance and online life insurance products and services.
- b) On 26 January 2022, PRUMY entered into a joint venture agreement with Wang Xi and KH Lim Capital Sdn Bhd to undertake the business through Presto Plus Sdn Bhd (“Presto Plus”). Presto Plus is principally involved in carrying out services for Presto to centralise, aggregate and integrate the services of third-party logistics, delivery and warehousing services into Presto’s digital ecosystem, which will then in turn provide these aggregated services to Presto’s and its partners’ merchants and consumers.
- c) On 25 March 2022, the Group incorporated a new wholly owned subsidiary company in Malaysia, namely Presto Q-Commerce Sdn Bhd (“PRQMY”). The intended principal activity is that of investment holding.

### A14 Contingent liabilities and contingent assets

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

### A15 Significant related party transactions

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

	<b>CURRENT YEAR TO DATE 30/9/2022 RM '000</b>	<b>PRECEDING YEAR TO DATE 30/9/2021 RM '000</b>
Rental of premises received/receivable	113	98
Rendering of services received/receivable	473	1,037
Transaction fees received/receivable	17	28
Transaction fees paid/payable	17	12

## 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 as well as digital imaging business;
- (ii) Presto covers the Group’s Presto digital ecosystem platform businesses which consist of e-commerce, fintech, online aggregation service, and online content creation businesses.

The Group recorded a lower revenue of RM1.37 million for the current quarter, as compared to corresponding quarter of the preceding year’s RM5.24 million. The segmental comparisons are as follows:

- (i) the OmniChannel segment recorded a lower revenue in the current quarter, which decreased by 84.4% to RM0.74 million from RM4.66 million in the previous corresponding quarter, mainly due to a change in business environment where customers shifted their demand to local media instead of regional media, thus affecting PUC’s regional media and advertising business; and
- (ii) the Presto segment recorded a higher revenue in the current quarter, which increased by 32.7% to RM0.65 million compared with RM0.49 million in the previous corresponding quarter, mainly contributed by higher software development project being billed in the current quarter.



## B1 Review of performance (Continued)

The Group recorded a lower loss after tax of RM9.66 million in the current quarter compared to a loss after tax of RM11.99 million in the previous corresponding quarter. The lower loss resulted from better cost control of Presto related marketing expenses and consultancy fee in the current quarter compared to previous corresponding quarter, as well as the absence of one-off expense in the current quarter, such as digital banking licence application and private placement exercises incurred in the previous corresponding quarter.

PWSB contributed a loss of RM1.94 million in the current quarter compared to a loss of RM0.41 million in the previous corresponding quarter, mainly from the impairment of receivables that failed to fulfill the contractual obligations. Under the Presto segment, the loss of RM0.06 million in the current quarter is lower compared to a loss of RM0.16 million in the previous corresponding quarter. The loss in the current quarter mainly consists of RM0.07m loss under Presto Color Sdn Bhd where its business is still in the development stage. The loss is offset by RM0.01m profit during the current quarter under Presto Mall, contributed by higher revenue during the period.

## B2 Variation of results against preceding quarter

	CURRENT QUARTER 30/9/2022 RM '000	PRECEDING QUARTER 30/6/2022 RM '000	VARIANCE	
			RM '000	%
Revenue	1,374	5,758	(4,384)	-76%
Profit/(Loss) before taxation	(9,665)	(7,749)	(1,916)	25%

The Group recorded a lower revenue in the current quarter compared to the immediate preceding quarter mainly due to lower media and advertising revenue in the current quarter.

The lower revenue had also contributed to the higher loss before taxation in the current quarter compared to the immediate preceding quarter.

## B3 Prospects

As the global economy is currently on a post-pandemic recovery mode, the recovery of the global economy has been facing some challenges. Geopolitical instability, global inflation and recession fears are the main factors affecting economic growth globally as well as the Malaysian economy. Similar to other businesses, PUC's ongoing expansion plans have been constantly adapting to these challenges and consistently seeking business opportunities in order to attain a sustainable and profitable position for the Group.

PUC remains focused on growing the digital media business to be aligned with Presto business segment, by providing digital media and advertising packages to potential companies from both local and international brands that aim to reach a wider audience via the Presto digital ecosystem. Utilisation of Presto e-commerce platform for inclusion of media spaces would enable PUC to generate media and advertising revenue with higher margin, while ensuring the clients to reach their target audience effectively. On the other hand, traditional media and advertising business will continue to be a key component under the OmniChannel business segment.

Under the Presto business segment, PUC is focusing on establishing business partnerships with brands and other e-wallets by providing loyalty points redemption as an alternative payment method to consumers, at the same time bringing in user traffics into Presto digital ecosystem. This would allow PUC to generate revenue via collection of payment transaction fees, chargeable from processing the payments through Presto digital ecosystem. On the other hand, PUC is consistently sourcing wider varieties of products regionally, aiming to serve the needs of rising customers demand while striving to achieve the level of profitability to sustain the business growth.

While the recovery of economy to pre-pandemic levels continues to be challenging in FY2022, we remain cautiously optimistic about the outlook of the Group's performance. The Group will continue to tap into opportunities in FY2022 and fund its ongoing expansion 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 30/9/2022 RM '000	PRECEDING YEAR QUARTER 30/9/2021 RM '000	CURRENT YEAR TO DATE 30/9/2022 RM '000	PRECEDING YEAR TO DATE 30/9/2021 RM '000
Provision for previous and current period		(7)	30	40
Effective tax rate		0%	0%	0%

The effective tax rate is lower than the statutory tax rate due to certain subsidiaries being 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 ("Share Issuance Exercise"). The Share Issuance Exercise was approved by the Company's shareholders in an Extraordinary General Meeting held on 20 October 2021.
- b) As at 18 November 2022, the status of the utilisation of proceeds arising from the Share Issuance Exercise is as follows:

	Proposed utilisation RM '000	Actual utilisation RM '000	Deviation		Balance unutilised RM '000	Estimated timeframe for utilisation from the completion of the Share Issuance Exercise
			RM '000	%		
Acquisitions and/or investments in suitable and/or complementary businesses and/or assets	15,000	12,428	(2,344)	-5%	228	Within 24 months
Upgrading of the Presto Digital Platform	10,000	10,000	-	-	-	Within 12 months
Marketing of the Presto Digital Platform	5,000	5,000	-	-	-	Within 12 months
Working capital	16,428	18,772	2,344	5%	-	Within 12 months
Estimated expenses for the Share Issuance Exercise	455	455	-	-	-	Immediate
	46,883	46,655	-		228	

**B7 Borrowings**

The Group's borrowings as at 30 September 2022 were as follows:

	Long Term		Short Term		Total Borrowings	
	Foreign currency '000	RM equivalent '000	Foreign currency '000	RM equivalent '000	Foreign currency '000	RM equivalent '000
<u>Secured</u>						
- Term loan (RM)*	-	3,404	-	63	-	3,467
	-	3,404	-	63	-	3,467

\* RM - Ringgit Malaysia

**B8 Material litigation**

On 11th May 2021, RedHot Media Sdn Bhd ("RHM") filed a suit against Inno Mind Works Sdn Bhd ("1st Defendant"), Yip Chin Hwee ("2nd Defendant"), Dato' Tan Ho ("3rd Defendant") and Teh Kean Thea ("4th Defendant") on a joint and several basis for amongst others, the sum of RM890,659.12 and 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 1st Defendant.

Judgment in default of appearance was obtained by RHM against the 1st Defendant on 13th July 2021. RHM subsequently commenced garnishee proceedings and winding-up proceedings against the 1st Defendant. The 1st Defendant was wound up on 9th March 2022 and RHM has submitted its proof of debt to the Department of Insolvency.

Vide the 3rd Defendant's solicitors' letter dated 25th April 2022, RHM was informed that the 3rd Defendant has been adjudged bankrupt on 15th February 2022. RHM has submitted its proof of debt with the Department of Insolvency.

RHM had applied for summary judgment against the 2nd and 4th Defendants and the same was granted by the KLHC on 31st March 2022.

On 23rd July 2022, RHM commenced bankruptcy proceedings against 2nd Defendant. Creditor's Petition has been filed against the 2nd Defendant and the matter is fixed for hearing on 17th January 2023.

To-date, RHM had recovered RM313,712.41 in relation to the above matter.

As at 18 November 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 30 September		Cumulative 9 months ended 30 September	
	2022	2021	2022	2021
Profit/(Loss) attributable to owners of the parent (RM '000)	(9,658)	(11,992)	(25,286)	(30,840)
Weighted average number of ordinary shares in issue ('000)	1,576,609	991,268	1,576,609	991,268
Basic earnings per share (sen)	(0.61)	(1.21)	(1.60)	(3.11)

**(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 30 September		Cumulative 9 months ended 30 September	
	2022	2021	2022	2021
Profit/(Loss) attributable to owners of the parent (RM '000)	(9,658)	(11,992)	(25,286)	(30,840)
Weighted average number of ordinary shares in issue ('000)	1,576,609	991,268	1,576,609	991,268
Diluted earnings per share (sen)	(0.61)	(1.21)	(1.60)	(3.11)



**B10 Profit before taxation**

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

	CURRENT YEAR QUARTER 30/9/2022 RM '000	PRECEDING YEAR QUARTER 30/9/2021 RM '000	CURRENT YEAR TO DATE 30/9/2022 RM '000	PRECEDING YEAR TO DATE 30/9/2021 RM '000
Interest income	(174)	(47)	(293)	(85)
Bad debts written-off:				
- Trade receivables	-	113	-	113
Depreciation and amortisation	7,060	7,994	10,630	10,569
Interest expense	51	70	80	111
Reversal of impairment loss on trade receivables	-	-	(214)	-
Loss/(Gain) on foreign exchange:				
- Realised	14	39	(111)	39
- Unrealised	(417)	(296)	(601)	(331)

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