

**PARLO BERHAD [199601013285 (385635-V)]**  
**Interim financial report for the fourth quarter ended 31 December 2021**

<b>PART A2 :- SUMMARY OF KEY FINANCIAL INFORMATION</b>				
Summary of Key Financial Information for the financial period ended 31 December 2021				
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE PERIOD</b>	
	<b>CURRENT YEAR QUARTER</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER</b>	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD</b>
	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
1. Revenue	24,347	308	24,816	16,003
2. Loss before tax	(465)	(1,890)	(5,821)	(8,232)
3. Loss attributable to ordinary equity holders of the Company	(2,048)	(3,682)	(7,447)	(9,987)
4. Basic Loss per share (sen)	(0.47)	(1.01)	(1.74)	(2.74)
5. Dividend per share	-	-	-	-
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
6. Net assets per share (RM)	<b>0.07</b>		<b>0.02</b>	

<b>PART A3 :- ADDITIONAL INFORMATION</b>				
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE PERIOD</b>	
	<b>CURRENT YEAR QUARTER</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER</b>	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD</b>
	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
1. Loss before interest and tax	(401)	(1,807)	(5,698)	(7,921)
2. Gross interest income	3	21	57	46
3. Gross Interest expense	(67)	(104)	(180)	(357)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Revenue	24,347	308	24,816	16,003
Cost of sales	(20,606)	86	(21,143)	(13,860)
<b>Gross (loss)/profit</b>	<b>3,741</b>	<b>394</b>	<b>3,673</b>	<b>2,143</b>
Administrative expenses	(4,278)	(3,507)	(9,581)	(11,604)
<b>Loss from operations</b>	<b>(537)</b>	<b>(3,113)</b>	<b>(5,908)</b>	<b>(9,461)</b>
Other operating income	136	1,306	210	1,540
<b>Loss before interest and tax</b>	<b>(401)</b>	<b>(1,807)</b>	<b>(5,698)</b>	<b>(7,921)</b>
Finance income	3	21	57	46
Finance costs	(67)	(104)	(180)	(357)
<b>Loss before taxation</b>	<b>(465)</b>	<b>(1,890)</b>	<b>(5,821)</b>	<b>(8,232)</b>
Taxation	(622)	(1,459)	(622)	(1,576)
<b>Loss after taxation</b>	<b>(1,087)</b>	<b>(3,349)</b>	<b>(6,443)</b>	<b>(9,808)</b>
<b>Other comprehensive income net of tax</b>				
<b>Items that will not be reclassified to profit or loss</b>				
-Gain on revaluation of land and buildings	-	176	-	176
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>176</b>	<b>-</b>	<b>176</b>
<b>Total comprehensive loss for the period</b>	<b>(1,087)</b>	<b>(3,173)</b>	<b>(6,443)</b>	<b>(9,632)</b>
Loss attributable to:				
Owners of the Company	(2,048)	(3,682)	(7,447)	(9,987)
Non-controlling Interest	961	333	1,004	179
	(1,087)	(3,349)	(6,443)	(9,808)
Total comprehensive loss attributable to:				
Owners of the Company	(2,048)	(3,506)	(7,447)	(9,811)
Non-controlling interest	961	333	1,004	179
	(1,087)	(3,173)	(6,443)	(9,632)
Basic loss per share (sen) (Note B13)	(0.47)	(1.01)	(1.74)	(2.74)

(i) The condensed 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.

(ii) The financial year end has been changed from 31 December to 30 June. The previous audited financial statements were for the period of twelve (12) months from 1 January 2020 - 31 December 2020 and thereafter, the financial year end shall be 30 June for each subsequent year.

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

	As at 31 December 2021 RM'000 (Unaudited)	As at 31 December 2020 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,154	4,314
Intangible assets	1	2
Investment properties	1,030	1,080
Right-of-use assets	371	488
Goodwill	462	-
	<b>6,018</b>	<b>5,884</b>
<b>Current assets</b>		
Trade and other receivables	27,795	6,132
Tax recoverable	4,588	4,538
Financial assets at fair value through profit or loss	-	77
Fixed deposit with licensed banks	1,303	703
Cash and bank balances	3,646	3,095
	<b>37,332</b>	<b>14,545</b>
<b>TOTAL ASSETS</b>	<b>43,350</b>	<b>20,429</b>
<b>Current liabilities</b>		
Trade payables and other payables	3,920	3,066
Borrowings	6,250	6,920
Lease liabilities	131	142
Current tax liabilities	818	76
	<b>11,119</b>	<b>10,204</b>
	<b>32,231</b>	<b>10,225</b>
<b>Non-current liabilities</b>		
Borrowings	1,739	1,872
Lease liabilities	278	409
Deferred tax liabilities	186	191
	<b>2,203</b>	<b>2,472</b>
<b>Equity attributable to owners of the Company</b>		
Share capital	68,283	38,435
Shares held under ESTS Trust	(1,914)	-
Reserves	(24,823)	(25,050)
Accumulated Losses	(13,031)	(5,632)
	<b>28,515</b>	<b>7,753</b>
<b>Equity not attributable to owners of the Company</b>		
Non-controlling interests	1,513	-
<b>TOTAL EQUITY</b>	<b>30,028</b>	<b>7,753</b>
	<b>32,231</b>	<b>10,225</b>
Number of ordinary shares in issue ('000)	436,833	364,033
Net assets per share attributable to ordinary equity (RM)	0.07	0.02

(i) The 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.

(ii) The financial year end has been changed from 31 December to 30 June. The previous audited financial statements were for the period of twelve (12) months from 1 January 2020 - 31 December 2020 and thereafter, the financial year end shall be 30 June for each subsequent year.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD</b>
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(5,821)	(4,149)
Adjustments for:		
Depreciation of property, plant and equipment	298	212
Depreciation of rights-of-use assets	117	59
Amortisation	-	250
Gain on disposal of PPE	(15)	(3)
Loss on revaluation of investment properties	50	-
Loss on disposal of profit guarantee shares	-	146
Unrealised gain on foreign exchange	(16)	-
Interest expense	180	144
Interest income	(57)	(22)
Operating loss before working capital changes	<u>(5,264)</u>	<u>(3,363)</u>
(Increase) / Decrease in working capital:		
Trade receivables	(3,758)	4,885
Other receivables	(17,694)	(213)
Trade payables	63	(4,264)
Other payables	790	(5,019)
Cash used in operations	<u>(25,863)</u>	<u>(7,974)</u>
Taxation paid	(50)	(68)
Interest received	57	22
Interest paid	(180)	(144)
Net cash used in operating activities	<u>(26,036)</u>	<u>(8,164)</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(128)	(8)
Disposal of property, plant and equipment	-	3
Disposal of profit guarantee shares	-	898
Disposal of financial assets at fair value through profit or loss	77	-
Disposal of property, plant and equipment	10	-
Disposal of subsidiary net of cash disposed	2	-
Acquisition of subsidiary net of cash acquired	245	-
Net cash generated from investing activities	<u>206</u>	<u>893</u>
<b>Cash flows from financing activities</b>		
Proceeds from private placement	29,848	-
Disposal of financial assets at fair value through profit or loss	-	-
Repayment of bank borrowings	(4,163)	(25)
Acquisition of ESTS Shares	(1,914)	-
Acquisition of bank borrowings	-	4,000
Direct expenses under ESTS	(9)	-
Drawdown of revolving credit	1,700	-
Repayment of lease liabilities	(141)	(63)
Net cash generated from financing activities	<u>25,321</u>	<u>3,912</u>
Net decrease in cash and cash equivalents	(509)	(3,359)
Cash and cash equivalents at beginning of the financial period	<u>272</u>	<u>3,342</u>
Cash and cash equivalents at end of the financial period	<u>(237)</u>	<u>(17)</u>
Cash and cash equivalents at end of the financial period comprises:		
Cash and bank balances	3,646	2,055
Fixed deposits with licensed banks	1,303	1,285
Bank overdrafts	(4,483)	(2,122)
	<u>466</u>	<u>1,218</u>
Less: Fixed deposits pledged with licensed banks	(703)	(1,235)
	<u>(237)</u>	<u>(17)</u>

(i) The 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.

(ii) The financial year end has been changed from 31 December to 30 June. The previous audited financial statements were for the period of twelve (12) months from 1 January 2020 - 31 December 2020 and thereafter, the financial year end shall be 30 June for each subsequent year.

**PARLO BERHAD [199601013285 (385635-V)]**  
**Interim financial report for the fourth quarter ended 31 December 2021**

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

	Share capital	Shares held under ESTS Trust	Profit Guarantee Shares for disposal held	ESTS Reserve	Acquisition Reserve	Reverse Acquisition Reserve	Revaluation Reserve	Accumulated Losses	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	RM'000
<b>As at 1 January 2021</b>	38,435	-	-	11	-	(25,471)	410	(5,632)	7,753	-	7,753
Private Placement	29,848	-	-	-	-	-	-	-	29,848	-	29,848
Acquisition of subsidiary	-	-	-	-	236	-	-	-	236	509	745
Acquisition of ESTS Shares	-	(1,914)	-	-	-	-	-	-	(1,914)	-	(1,914)
Expense incurred by ESTS	-	-	-	(9)	-	-	-	-	(9)	-	(9)
Disposal of Subsidiary	-	-	-	-	-	-	-	48	48	-	48
Total comprehensive loss for the period	-	-	-	-	-	-	-	(7,447)	(7,447)	1,004	(6,443)
<b>As at 31 December 2021</b>	<b>68,283</b>	<b>(1,914)</b>	<b>-</b>	<b>2</b>	<b>236</b>	<b>(25,471)</b>	<b>410</b>	<b>(13,031)</b>	<b>28,515</b>	<b>1,513</b>	<b>30,028</b>
<b>As at 1 January 2020</b>	38,435	(990)	(1,044)	-	-	(25,471)	234	3,855	15,019	328	15,347
Loss for financial year	-	-	-	-	-	-	-	(9,487)	(9,487)	175	(9,312)
Other comprehensive income:											
- Gain on revaluation of land and buildings	-	-	-	-	-	-	176	-	176	-	176
Total comprehensive loss for the period	-	-	-	-	-	-	176	(9,487)	(9,311)	175	(9,136)
Disposal of shares under ESTS	-	990	-	493	-	-	-	-	1,483	-	1,483
Disposal of Profit Guarantee Shares	-	-	1,044	-	-	-	-	-	1,044	-	1,044
Payout to eligible employees under ESTS	-	-	-	(482)	-	-	-	-	(482)	-	(482)
Disposal of a subsidiary company	-	-	-	-	-	-	-	-	-	(503)	(503)
<b>As at 31 December 2020</b>	<b>38,435</b>	<b>-</b>	<b>-</b>	<b>11</b>	<b>-</b>	<b>(25,471)</b>	<b>410</b>	<b>(5,632)</b>	<b>7,753</b>	<b>-</b>	<b>7,753</b>

(i) The 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 statements.

(ii) The financial year end has been changed from 31 December to 30 June. The previous audited financial statements were for the period of twelve (12) months from 1 January 2020 - 31 December 2020 and thereafter, the financial year end shall be 30 June for each subsequent year.

**PARLO BERHAD (199601013285 (385635-V)) (“COMPANY”)**

**QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2021**

**A NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**A1 Basis of preparation**

The interim financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“**MFRS**”) 134, Interim Financial Reporting and Rule 9.22 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 for the financial year ended (“**FYE**”) 31 December 2020.

**A2 Changes in accounting policies**

The accounting policies and methods of computation applied by Parlo Berhad and its subsidiaries (“**Parlo Group**” or “**Group**”) in the unaudited condensed consolidated interim financial statements are consistent with those applied by the Group in its audited financial statements for the FYE 31 December 2020.

Accounting standards, amendments to accounting standards and IC Interpretations that are applicable for the Group in the following periods but are not yet effective:

***Annual periods beginning on/after 1 January 2022:***

- Amendments to MFRS 3, “Business Combinations” (Reference to the Conceptual Framework)
- Amendments to MFRS 116, “Property, Plant and Equipment” (Proceeds before Intended Use)
- Amendments to MFRS 137, “Provision, Contingent Liabilities and Contingent Assets” (Onerous Contracts - Cost of Fulfilling a Contract)
- Annual Improvement to MFRS Standards 2018 – 2020:
  - Amendment to MFRS 101, “First-time Adoption of Malaysian Financial Reporting Standards”
  - Amendment to MFRS 9, “Financial Instruments”
  - Amendment to Illustrative Examples accompanying MFRS 16, “Leases”
  - Amendment to MFRS 141, “Agriculture”

***Annual periods beginning on/after 1 January 2023:***

- MFRS 17, “Insurance Contracts”
- Amendments to MFRS 17, “Insurance Contracts”
- Amendments to MFRS 101, “Presentation of Financial Statements” (Classification of Liabilities as Current or Non-current)

***Effective date yet to be determined by the Malaysian Accounting Standards Board:***

- Amendments to MFRS 10 and MFRS 128, “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

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

The auditors' report on the financial statements for the FYE 31 December 2020 was not subject to any qualification.

**A4 Seasonal or cyclical factors**

Under normal circumstances, the demands for the Group's products and services are subjected to seasonal variations annually depending on the contribution of the Group's leisure travel and corporate travel businesses. As such, its seasonal patterns are generally consistent where revenue and profits for the first quarter of the year are generally lower, increase from the third quarter of the year and peaking in the fourth quarter of the year. However, this is not applicable during the ongoing outbreak of Coronavirus Disease 2019 ("COVID-19") pandemic as a result of travel bans and various lockdowns measures implemented by the government worldwide had adversely impacted the Group's leisure travel and corporate travel businesses.

**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 period-to-date.

**A6 Material changes in estimates**

There were no changes in estimates of amounts reported in the prior financial years, which have a material effect in the current financial quarter and financial period-to-date.

**A7 Debt and equity securities**

The Company had issued and allotted 72,800,000 new ordinary shares pursuant to a private placement exercise ("Private Placement") ("Placement Shares") as set out in the table below:

<b>Listing date</b>	<b>Issue price RM</b>	<b>Placement Shares</b>	<b>Proceeds raised RM'000</b>
6 January 2021	0.52	36,400,000	18,928
17 March 2021	0.30	36,400,000	10,920
	<b>Total</b>	<b>72,800,000</b>	<b>29,848</b>

Save as disclosed above, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial quarter and financial period-to-date under review.

**A8 Dividend paid**

No dividends have been declared or paid in the current financial quarter and financial period-to-date.

## A9 Segment information

The Group is organised into few business units / brands, which are Premium Group Tours (“PARLO”), Affordable Group Tours (“AGT”), Muslim Tours (“Musafir-GO”), Meetings, Incentives, Conventions and Events (“DMC 360”), Advocate Marketing (“Buddy Up”) and trading of Fast-Moving Consumer Goods (“FMCG”) focusing mainly on PPE related products via V Care Industries Sdn Bhd (“V Care”), a recently acquired business. The new business unit to support the migrant and digital businesses has yet to be formed due to the delay in business commencement caused by the pandemic. The segment information is as follows:

	Current quarter		Year-to-date	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
<b>Revenue by business segments:</b>				
Travel and tours	2,062	285	2,350	12,908
- PARLO	2,062	285	2,350	12,154
- AGT	-	-	-	754
- Musafir-GO	-	-	-	-
Meetings, Incentives, Conventions and Events	-	-	-	2,479
-DMC 360	-	-	-	2,479
Membership fees	10	23	16	616
-Buddy Up	10	23	16	616
Trading				
-V Care	22,274	-	22,444	-
Others	1	-	6	-
Investment holding	-	-	-	-
	<b>24,347</b>	<b>308</b>	<b>24,816</b>	<b>16,003</b>
<b>Segment results:</b>				
Travel and tours	(1,997)	(1,537)	(4,660)	(5,605)
Meetings, Incentives, Conventions and Events	-	-	-	448
Membership fees (Buddy Up)	(70)	(69)	(333)	(245)
Trading	2,593	-	2,642	-
Investment holding	(1,063)	(1,507)	(3,557)	(4,059)
Loss from operations	<b>(537)</b>	<b>(3,113)</b>	<b>(5,908)</b>	<b>(9,461)</b>
Other operating income	136	(1,306)	210	1,540
Loss before interest and tax ("LBIT")	<b>(401)</b>	<b>(1,807)</b>	<b>(5,698)</b>	<b>(7,921)</b>
Finance income	3	21	57	46
Finance costs	(67)	(104)	(180)	(357)
Loss before taxation ("LBT")	<b>(465)</b>	<b>(1,890)</b>	<b>(5,821)</b>	<b>(8,232)</b>
Taxation	(622)	(1,459)	(622)	(1,576)
Loss after taxation ("LAT")	<b>(1,087)</b>	<b>(3,349)</b>	<b>(6,443)</b>	<b>(9,808)</b>

There is no segmental information available for the assets and liabilities of the Group.

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

During the financial year under review, a revaluation exercise was undertaken for the investment properties and property, plant and equipment of the Group pursuant to MFRS 116 and MFRS 140, respectively. The revaluation exercise brought a net depreciation on the fair value of the investment properties by RM50,000 and the revaluation deficit has been incorporated into the quarterly report of the Group for the period ended 31 December 2021.

**A11 Material events subsequent to the end of the quarter**

The outbreak of Covid-19 pandemic has brought significant economic uncertainties to Malaysians and the market in which the Group operates. The Group expects the current situation to have an adverse impact on its results for the financial period ending 31 December 2021. Other than the impact of the COVID-19 pandemic, there were no material events subsequent to the current financial quarter ended 31 December 2021 up to 18 February 2022 being the latest practicable date of this report (“**LPD**”), which is likely to substantially affect the results of the operations of the Group.

**A12 Changes in the composition of the Group**

On 29 September 2021, the Group entered into a Shareholder’s Agreement and acquired a 51% equity interest in V Care for a subscription consideration of RM255,000. V Care is in the business of trading FMCG focused mainly on PPE related products.

**A13 Contingent liabilities and capital commitments**

There were no material contingent liabilities and/or capital commitments as at the LPD.

**A14 Significant related party transaction**

There were no significant related party transactions as at the LPD.

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**B ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS FOR THE ACE MARKET**

**B1 Review of performance**

	Individual quarter		Changes %	Cumulative period		Changes %
	31 December 2021 RM'000	31 December 2020 RM'000		31 December 2021 RM'000	31 December 2020 RM'000	
Revenue	24,347	308	7,804.87	24,816	16,003	55.07
Loss from operations	(537)	(3,113)	82.75	(5,908)	(9,461)	37.55
LBIT	(401)	(1,807)	77.81	(5,698)	(7,921)	28.06
LBT	(465)	(1,890)	75.40	(5,821)	(8,232)	29.29
LAT	(1,087)	(3,349)	67.54	(6,448)	(9,808)	34.26
Loss attributable to owners of the Company	(2,048)	(3,506)	44.38	(7,452)	(9,811)	25.38

The revenue of the Group for the financial period ended ("FPE") 31 December 2021 was derived from its main operating subsidiary, Parlo Tours Sdn. Bhd. ("**Parlo Tours**") and also its newly acquired subsidiary V Care.

The Group recorded a revenue of RM24.35 million for the quarter ended 31 December 2021 ("**4Q2021**"), an increase of RM24.04 million as compared to RM0.31 million in the quarter ended 31 December 2020 ("**4Q2020**"). The increase in revenue was mainly due to V Care contributing about RM22.27 million in revenue while the rest was from Parlo Tours which had also seen an increase in revenue due to Malaysia moving towards an endemic phase starting end October 2021 as announced by the government of Malaysia, resulting in increased travelling activities.

LBIT for 4Q2021 of RM0.40 million had decreased by RM 1.41 million as compared to 4Q2020 of RM1.81 million as a result of the increased revenue as mentioned above.

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## B2 Comparison of current financial quarter's results with immediate preceding quarter's results

	Individual quarter		Changes %
	31 December 2021 RM'000	30 September 2021 RM'000	
Revenue	24,347	539	4,417.07
Loss from operations	(537)	(1,845)	70.89
LBIT	(401)	(1,833)	78.12
LBT	(465)	(1,841)	74.74
LAT	(1,087)	(1,841)	40.96
Loss attributable to owners of the Company	(2,048)	(1,884)	-8.70

The Group recorded a higher revenue of RM24.35 million as compared to the previous quarter 30 September 2021 ("3Q2021") of RM0.54 million mainly due to the increased revenue from the newly acquired business V Care. The travel operating subsidiary Parlo Tours had also seen an increase in ticketing revenue as from the increase in travelling activities as Malaysia had moved towards an endemic phase starting end October 2021 as announced by the government of Malaysia.

There was a decrease in LBIT from RM 1.83 million in 3Q2021 to RM 0.40 million in 4Q 2021 as a result of the increase in revenue as mentioned above.

## B3 Prospects

The COVID-19 pandemic situation has surged as of late, with 27,803 cases reported as of 18 February 2022. The current national vaccinated population is at 78.8% for 2 doses and 41.3% for booster dose. With that in mind, the government has recently announced its intentions to re-open the border on 1 March 2022, though a plan on how to do so has yet to be announced. Thailand has also announced its plans on re-opening Malaysia-Thai border in March.

As such, Management is in the midst of preparations to capitalise on the re-opening, and is optimistic about the resurgence of its travel segment.

The recently acquired business V Care is currently maintaining its upward growth trajectory as previously reported and this trend is expected to continue for the foreseeable future.

Regardless of the positive outlook, the Group will continue exploring other business opportunities to further ascertain and capitalise on potential avenues for growth and synergy.

**B4 Profit forecast and profit guarantee**

The Group did not issue any profit forecast or profit guarantee during the current financial quarter.

**B5 Taxation**

	Current quarter		Year-to-date	
	31 December 2021 RM'000	31 December 2020 RM'000	31 December 2021 RM'000	31 December 2020 RM'000
Current taxation				
- Current year	634	1,459	634	1,405
- Prior year	(7)	-	(7)	171
Deferred taxation	(5)	-	(5)	(137)
<b>Total tax expense</b>	<b>622</b>	<b>1,459</b>	<b>622</b>	<b>1,576</b>

The tax expense arising in 4Q2021 is due to adjustment for the difference between estimated and actual tax expense for the year ended 31 December 2020 and the provision for taxation arising from subsidiary V Care.

**B6 Status of corporate proposals**

There were no corporate proposals announced but pending completion as at the LPD.

**B7 Status of utilisation of proceeds raised from the Private Placement**

The proposed and actual utilisation of the total gross proceeds of RM29,848,000 raised from the Private Placement were as follows:

	Proposed utilisation RM'000	Actual utilisation as at the LPD RM'000	Intended timeframe for utilisation	Remaining balance RM'000
Investment in migrant workforce related services business	12,000	12,000	Within 12 months	-
Repayment of bank borrowings	7,058	7,058	Within 3 months	-
Working Capital	9,930	10,440	Within 12 months	(350)*
Estimated expenses in relation to the Private Placement	860	510	Immediately	350*
<b>Total</b>	<b>29,848</b>	<b>29,848</b>		<b>-</b>

Note:

- \* The excess of estimated expenses will be adjusted to the amount for working capital purposes.

\* The rest of the page has been intentionally left blank \*

## B8 Group's borrowings and debt securities

The Group's borrowings (all denominated in Ringgit Malaysia) were as follows:

As at 31 December 2021:

	Short term RM'000	Long term RM'000	Total RM'000
<u>Secured</u>			
Term loan	67	1,739	1,806
Revolving Credit	1,700	-	1,700
Overdraft	4,483	-	4,483
Total	6,250	1,739	7,990

The effective interest rates were as follows:

	%
Term loan	3.45
Revolving Credit	3.20-3.39
Overdraft	6.45

The proportion fixed interest rate debt and floating interest rate debt was 22.60% and 77.40%, respectively.

## B9 Financial instruments - Derivatives

There were no financial instruments in the current financial quarter.

## B10 Trade receivables

The Group's normal credit period given to customers ranges from cash term to 60 days. There were no trade receivables from related parties during the current quarter.

The trade receivables balance and the ageing analysis were as follows:

	31 December	
	2021 RM'000	2020 RM'000
Neither past due nor impaired	1,173	81
Past due 1 - 30 days	113	84
Past due 31 - 120 days	-	102
Past due more than 120 days	1,006	1,553
	1,119	1,739
Individually impaired	-	-
	2,292	1,820

The Group monitors all outstanding debts closely to ensure that adequate impairment is made in the event the recovery of any debt appears to be doubtful. The Group also has staff specifically assigned to monitor the long outstanding trade receivables.

For the current quarter, the Board was of the view that the above debts were recoverable thus no provision for impairment of trade receivables was made.

**B11 Material litigation**

There was no material litigation in the current financial quarter.

**B12 Notes to the statement of comprehensive income**

Loss for the financial period-to-date were arrived at after crediting / (charging) the following:

	<b>31 December 2021 RM'000</b>	<b>31 December 2020 RM'000</b>
Interest income	57	46
Interest expense	(180)	(357)
Amortisation of intangible asset	-	(501)
Loss from Disposal of financial assets held at fair value through profit or loss	(2)	-
Depreciation of property, plant and equipment	(298)	(423)
Depreciation of right-of-use assets	(117)	(117)
Write-off of receivables	-	(476)
Provision for other receivables	-	(653)

Other than as disclosed above which have been included in the Consolidated Statement of Profit or Loss and Other Comprehensive Income, the Group does not have other material items (such as other income including investment income, impairment of assets, provision for and write-off of receivables, provision for and write-off of inventories, disposal of quoted investments or properties, gain or loss on derivatives and foreign exchange gain or loss) included in the results for the 4Q2021.

**B12 Loss per share (“LPS”)**

Basic LPS was calculated by dividing the loss attributable to owners of the Company for the current financial quarter and the financial period-to-date by the weighted average number of ordinary shares in issue:

	<b>Individual quarter</b>		<b>Cumulative quarter</b>	
	<b>Current quarter 31 December 2021</b>	<b>Preceding year quarter 31 December 2020</b>	<b>Current year- to-date 31 December 2021</b>	<b>Preceding year-to-date 31 December 2020</b>
Loss attributable to owners of the Company (RM'000)	(2,048)	(3,682)	(7,447)	(9,987)
Weighted average number of shares in issue ('000)	436,833	364,033	428,833	364,033
Basic LPS (sen)	(0.48)	(1.01)	(1.74)	(2.74)

No diluted earnings per share is disclosed as the Company does not have any dilutive potential ordinary shares (such as options or convertible instruments) in issue as at 31 December 2021.

**BY ORDER OF THE BOARD,**

COMPANY SECRETARIES

25 February 2022