



SYSTECH BHD 201001012883(897114-T)
Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**
(the figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31.12.2022 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31.12.2021 RM'000	CURRENT PERIOD TO-DATE 31.12.2022 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.12.2021 RM'000
Revenue	6,352	6,076	16,411	16,408
Amortisation of research and development expenses	(776)	(856)	(2,524)	(2,669)
Other cost of sales	(2,804)	(2,233)	(8,152)	(7,203)
Gross profit	2,772	2,987	5,735	6,536
Interest income	3	13	9	56
Other income	51	21	189	94
Administration expenses	(1,469)	(1,403)	(4,130)	(3,951)
Depreciation	(216)	(182)	(663)	(549)
Impairment of goodwill	-	(318)	-	(956)
Selling and distribution expenses	(441)	(485)	(1,358)	(1,439)
Allowance for impairment losses on trade and other receivables	(92)	(178)	(92)	(178)
Gain/(Loss) on foreign exchange	4	(3)	(33)	(9)
Gain on disposal property, plant and equipment	-	-	95	-
Other operating expenses	(473)	(399)	(984)	(1,041)
Profit/(Loss) from operations	139	53	(1,232)	(1,437)
Finance cost	(61)	(56)	(171)	(169)
Profit/(Loss) before tax	78	(3)	(1,403)	(1,606)
Income tax expenses	(55)	(87)	(58)	(193)
Profit/(Loss) after tax	23	(90)	(1,461)	(1,799)
Other comprehensive income/(expense)	182	10	808	(92)
Total comprehensive income/(expense) for the period	205	(80)	(653)	(1,891)
(Loss)/Profit after tax attributable to:-				
- Owners of the parent	(107)	(193)	(1,192)	(1,702)
- Non-controlling Interest	130	103	(269)	(97)
	23	(90)	(1,461)	(1,799)
Total comprehensive income/(expense) for the period attributable to:-				
- Owners of the parent	68	(184)	(413)	(1,794)
- Non-controlling Interest	137	104	(240)	(97)
	205	(80)	(653)	(1,891)
Loss per share attributable to owners of the parent (sen per share)				
Basic	(0.03)	(0.06)	(0.34)	(0.49)
Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2022. The accompany notes are an integral part of this statement.



SYSTECH BHD 201001012883(897114-T)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

(the figures have not been audited)

	UNAUDITED AS AT 31.12.2022 RM'000	AUDITED AS AT 31.03.2022 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	4,906	4,671
Goodwill on consolidation	10,462	9,723
Investment properties	3,206	3,263
Right-of-use assets	322	486
Development expenditure	7,229	8,644
Other investment	182	196
TOTAL NON-CURRENT ASSETS	26,307	26,983
CURRENT ASSETS		
Inventory	2	12
Trade receivables	4,631	3,833
Other receivables, deposits and prepayments	843	960
Current tax assets	998	734
Fixed deposits with licensed financial institution	270	269
Short term deposits with licensed financial institutions	1,403	2,372
Cash and bank balances	2,600	2,560
TOTAL CURRENT ASSETS	10,747	10,740
TOTAL ASSETS	37,054	37,723
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		
Share capital	43,882	43,882
Accumulated losses	(18,545)	(17,339)
Exchange translation reserves	591	(202)
Treasury Shares	(376)	(376)
	25,552	25,965
Non-controlling interest	2,335	2,575
TOTAL EQUITY	27,887	28,540
NON-CURRENT LIABILITIES		
Borrowings	4,947	4,944
Lease liabilities	63	234
Deferred tax liabilities	1,064	1,064
TOTAL NON-CURRENT LIABILITIES	6,074	6,242
CURRENT LIABILITIES		
Trade payables	794	751
Other payables and accruals	1,650	1,507
Borrowings	374	412
Lease liabilities	275	271
TOTAL CURRENT LIABILITIES	3,093	2,941
TOTAL LIABILITIES	9,167	9,183
TOTAL EQUITY AND LIABILITIES	37,054	37,723
NET ASSETS PER SHARE (SEN)	8.02	8.21

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2022. The accompany notes are an integral part of this statement.



SYSTECH BHD 201001012883(897114-T)
Incorporated in Malaysia

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022**

(the figures have not been audited)

Nine (9) months ended 31 December 2022	<-----ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY----->					NON- CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
	ORDINARY SHARES RM'000	ACCUMULATED LOSSES RM'000	TREASURY SHARES RM'000	EXCHANGE TRANSLATION RESERVES RM'000	TOTAL RM'000		
Balance as at 1 April 2022	43,882	(17,339)	(376)	(202)	25,965	2,575	28,540
Total comprehensive (expense)/income for the financial period	-	(1,206)	-	793	(413)	(240)	(653)
Balance as at 31 December 2022	43,882	(18,545)	(376)	591	25,552	2,335	27,887
Nine (9) months ended 31 December 2021	<-----ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY----->					NON- CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
	ORDINARY SHARES RM'000	RETAINED EARNINGS RM'000	TREASURY SHARES RM'000	EXCHANGE TRANSLATION RESERVES RM'000	TOTAL RM'000		
Balance as at 1 April 2021	43,882	5,110	(376)	(301)	48,315	2,603	50,918
Total comprehensive expense for the financial period	-	(1,805)	-	11	(1,794)	(97)	(1,891)
Dividends - equity holder	-	(692)	-	-	(692)	-	(692)
Balance as at 31 December 2021	43,882	2,613	(376)	(290)	45,829	2,506	48,335

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2022. The accompany notes are an integral part of this statement.



SYSTECH BHD 201001012883(897114-T)
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2022

(the figures have not been audited)

	CUMULATIVE QUARTERS	
	CURRENT PERIOD TO-DATE 31.12.2022 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.12.2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(1,403)	(1,606)
Adjustment for non-cash items	3,382	4,659
Operating profit before changes in working capital	1,979	3,053
Increase in trade receivables	(830)	(433)
Other net changes in assets	128	(585)
Increase in trade payables	43	210
Other net changes in liabilities	144	(224)
Cash flow from operations	1,464	2,021
Tax paid	(322)	(177)
Net cash flow from operating activities	1,142	1,844
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(319)	(359)
Payment for development expenditure	(1,109)	(2,570)
Interest received	9	56
Net cash flow used in investing activities	(1,419)	(2,873)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to shareholders of the Company	-	(692)
Interest paid	(171)	(169)
Net changes in hire purchase payables	(87)	(66)
Net changes in term loan	(259)	(291)
Net changes in lease liabilities	(195)	(192)
Net cash flow used in financing activities	(712)	(1,410)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(989)	(2,439)
<i>Effect of changes in exchange rate</i>	61	(5)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	5,201	7,704
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	4,273	5,260

The cash and cash equivalents at the end of the reporting period comprised of the following:-

Fixed deposits with licensed financial institution	270	269
Short term deposits with licensed financial institutions	1,403	2,330
Cash and bank balances	2,600	2,661
	4,273	5,260

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2022. The accompany notes are an integral part of this statement.



SYSTECH BHD 201001012883(897114-T)
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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

PART A: REQUIREMENT OF MFRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market.

The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of Systech Bhd (“Systech” or “the Company”) and its subsidiaries (“the Group”) since the previous financial year ended (“FYE”) 31 March 2022.

They do not include all of the information required for full annual financial statements, and as such should be read in conjunction with the consolidated financial statements of the Group as at and for the FYE 31 March 2022.

2. Significant Accounting Policies

The accounting policies and presentation adopted for the interim financial report are consistent with those adopted in the audited financial statements of Systech for the FYE 31 March 2022 except for those standards, amendments and IC Interpretation, which are effective for financial period beginning on or after 1 April 2022 and are applicable to the Group. The adoption of these new MFRSs do not have any significant effect on the financial statements of the Group.

3. Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated by the Directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances and are consistent with those adopted in the audited financial statements of Systech for the FYE 31 March 2022.

4. Auditor’s Report on Preceding Annual Financial Statements

The independent auditors’ report on Systech’s annual audited financial statements for the preceding FYE 31 March 2022 was not subject to any audit qualification.

5. Seasonal and Cyclical Factors

The business of the Group was not affected by any significant seasonal and cyclical factors during the current financial period under review.

6. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size or incidence during the current financial period under review.

7. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial years. Thus, there is no material effect in the financial statements of the current financial period under review.

8. Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company during the financial quarter under review.

9. Dividends paid

No dividend has been paid during the current financial quarter under review.

10. Carrying Amount of Revalued Assets

There were no revaluation of property, plant and equipment by the Group.

11. Significant Material and Subsequent Events

The following were the material events subsequent to the financial period ended 31 December 2022:-

On 13 February 2023, the Board of Directors announced that the Company had entered into:

- (i) a conditional share sale agreement (“**TCAI SSA**”) with Sea Capital Holdings Sdn Bhd for the proposed acquisition of 240,000 ordinary shares in TalentCloud AI Sdn Bhd (“**TCAI**”), representing 80% equity interest in TCAI for a total cash consideration of RM14,400,000 (“**Proposed Acquisition**”); and
- (ii) a conditional share sale agreement (“**Disposal SSA**”) with Bill Tham Kok Weng (“**Bill Tham**”) for the disposals of the Company’s entire equity interests in Syscotech Sdn Bhd (“**Syscotech**”), Mobysys Sdn Bhd (“**Mobysys**”), Techcasys Sdn Bhd, Syscotech Inc. and SysCode Sdn Bhd (collectively referred to as “e-Business Subsidiaries”) for a total cash disposal price of RM6,604,605 and the proposed repayment by Bill Tham of the net balances owing by the e-Business Subsidiaries to Systech to be determined as at the completion date of the Disposal SSA (“**Proposed Disposal**”).

The Proposed Acquisition and Proposed Disposal has yet to be completed.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial period under review.

13. Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets of the Group during the current financial period under review.

14. Capital Commitments and corporate guarantees

The Group does not have any capital commitments as at the end of the current financial period under review.

The corporate guarantees of the Company are as follows:

	As at 31.12.2022 RM'000	As at 31.03.2022 RM'000
Corporate guarantees given to banks as securities for credit facilities granted to a subsidiary	<u>4,222</u>	<u>4,448</u>

15. Significant Related Party Transactions

There were no significant related party transactions during the financial period under review.



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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022

PART B: ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

16. Review of Performance

The Group recorded RM6.352 million of revenue and a profit after taxation of RM0.023 million within the current quarter under review, with the recorded revenue of the quarter continuously contributed by the business operation of the following five (5) direct subsidiaries with business operation:

- (i) Syscotech, which is involved principally in designing, researching and developing, customising and implementing its proprietary software solutions for the members' centric industry such as the direct selling industry and retail industry;
- (ii) Mobysys, which is otherwise involved principally in developing franchise software system catering for the needs of franchise business operator in operating and managing their franchise business; (The software solutions provided by Syscotech and Mobysys are referred herein and hereafter as "**e-Business solutions**");
- (iii) SysArmy Sdn Bhd, and its active subsidiary, Secure IoT Sdn Bhd ("**SysArmy**"), are both principally involved in Big Data Analytics and related applications focusing on cyber security services, managed security network monitoring system and other cyber security related products, training and advisory work (the applications and services provided by SysArmy are referred herein and hereafter as "**CyberSecurity**"); and
- (iv) Postlink Pte. Ltd. ("**Postlink**"), which is principally involved in the business of annual report and publication mailing in Singapore and the development of a new initiative in providing digitised annual report in a dynamic format (the services provided by Postlink are referred herein and hereafter as "**e-Logistics**").

In general, demand for the Group's solutions are driven by the general economic conditions.

The Group's level of operating activities is determined by the number of employees engaged by the Group to:

- (a) Develop an enhance solutions, manage customisation and to maintain solutions provided under the Group's e-business solutions segment;
- (b) undertake the provision of monitoring and professional services as well as to provide the necessary advice and training to its CyberSecurity customers; and
- (c) undertake the provision of e-logistic services for Postlink's customers.

There were no factors or circumstances that significantly affected the Group's revenue, costs or profit margins during the period under review.

The Group's performance for the quarter under review against the corresponding quarter of the previous financial year is as follows:-

	INDIVIDUAL QUARTER				CUMULATIVE PERIOD			
	CURRENT	PRECEDING YEAR	Changes		CURRENT	PRECEDING YEAR	Changes	
	YEAR	CORRESPONDING			PERIOD TO-	CORRESPONDING		
	QUARTER	QUARTER	RM'000	%	DATE	PERIOD	RM'000	%
	31.12.2022	31.12.2021	RM'000	%	31.12.2022	31.12.2021	RM'000	%
Revenue	6,352	6,076	276	4.54	16,411	16,408	3	0.02
Gross profit	2,772	2,987	(215)	(7.20)	5,735	6,536	(801)	(12.26)
Profit/(Loss) before interest and tax	139	53	86	N/A	(1,232)	(1,437)	205	14.27
Profit/(Loss) before tax	78	(3)	81	N/A	(1,403)	(1,606)	203	12.64
Profit/(Loss) after tax	23	(90)	113	125.56	(1,461)	(1,799)	338	18.79
Attributable to owners of the parent	(107)	(193)	86	44.56	(1,192)	(1,702)	510	29.96

The higher revenue for the current quarter under review was mainly due to the increase in contribution from CyberSecurity segment, with the increase partially offset by the decrease in revenue from the e-Business solutions and e-Logistics segments of the Group.

The Group recorded a profit after tax of RM0.023 million as compared to a loss after tax of RM0.090 million in corresponding quarter of the previous financial year, out of which loss after tax of RM0.107 million is attributable to owners of the parent. The improved financial performance is mainly due to higher revenue generated and no impairment loss of goodwill recorded during the current quarter under review.

Notwithstanding the aforesaid, the Group has made an allowance for impairment loss on other receivable of RM92,400 for expected credit loss on long outstanding debts.

Except for the foregoing-mentioned, there was no other income of a material amount being received by the Group or other expenses of a material amount being incurred by the Group during the period under review.

Other than Postlink, which was incorporated in the Republic of Singapore; the remaining overseas direct subsidiary of Systech, which is Syscotech, Inc., incorporated in the United States of America by Systech; and the overseas indirect subsidiary of Systech, PT SysArmy Indocyber Security ("PT SysArmy"), which was incorporated by SysArmy Sdn Bhd in the Republic of Indonesia as direct subsidiary of SysArmy Sdn Bhd had remained dormant. In view of the dormant position of Syscotech Inc and PT SysArmy, the exposure of foreign currency translation risk of United States Dollar ("USD") and Indonesian Rupiah ("IDR") are therefore not significant.

The Group is exposed to currency exposure arising from its investment in Postlink as the functional currency of the investment is denominated in Singapore Dollar ("SGD"). However, in view of the intra-group transactions transacted between the Group and Postlink were insignificant during the period, the currency exposures hence have no material impact on the financial results of the Group for the current financial period under review. Despite the transactions were insignificant, the exposures were managed and monitored closely by the Group from time to time.

The Group is also exposed to transactional currency exposures arising from sales and the occasional insignificant purchases made by subsidiaries of the Group that are based in Malaysia with parties not within the Group; that are denominated in currencies other than the functional currency of the Group, which is Ringgit Malaysia. The currencies giving rise to this risk are primarily USD, EURO, SGD and IDR.

The exposures have been managed closely and with the insignificant fluctuation of exchange during the period, the exposure hence has no material impact on the financial results of the Group for the current financial period under review.

The normal credit terms granted by the Group to its customers range from 30 to 180 days. Other credit terms are assessed and approved on a case-by-case basis.

Approximately 39% (net of provision for doubtful debts) of the Group's total receivables are neither past due nor impaired, with the remaining comprised of credible receivables with regular payments.

17. Variation of Results against Preceding Quarter

	INDIVIDUAL QUARTER		Changes	
	CURRENT YEAR QUARTER	IMMEDIATE PRECEDING QUARTER	RM'000	%
	31.12.2022	30.09.2022		
Revenue	6,352	5,310	1,042	19.62
Gross profit	2,772	2,001	771	38.53
Profit/(Loss) before interest and tax	139	(301)	440	146.18
Profit/(Loss) before tax	78	(357)	435	121.85
Profit/(Loss) after tax	23	(358)	381	106.42
Attributable to owners of the parent	(107)	(269)	162	60.22

Revenue for the quarter under review had increased as compared to the immediate preceding quarter due to higher contribution from the e-Business Solutions and CyberSecurity segments, with the increase partially offset by decrease in revenue from the e-Logistics segment.

The Group recorded an improved profit after tax of RM0.023 million in current quarter under review as compared to the immediate preceding quarter with loss after tax of RM0.358 million mainly due to higher revenue generated and improved gross profit margin from 38% to 44% as a result of economies of scale achieved.

18. Segmental Reporting

The principal business of the Group is categorised into three (3) main reportable operating segments which comprised of e-Business solutions, CyberSecurity and e-Logistics. The segmental results are as follows:

Nine (9) Months Financial Period Ended 31 December 2022

	e-Business Solutions RM'000	CyberSecurity solutions RM'000	e-Logistics RM'000	Adjustment and Eliminations RM'000	Consolidated RM'000
Revenue from external customers	4,558	9,100	2,753	-	16,411
Segment results	(838)	(139)	(264)	-	(1,241)
Interest income					9
Financing cost					(171)
Loss before taxation					(1,403)
Tax Expenses					(58)
Loss after taxation					(1,461)
Segment assets	11,518	9,453	1,235	14,848	37,054
Segment liabilities	5,568	2,067	468	1,064	9,167
Capital and development expenditure	816	612	-	-	1,428
Depreciation	256	231	176	-	663

Adjustments for segment assets, liabilities and depreciation relates to investment properties, other investments, current tax assets and deferred tax liabilities.

The entire e-Logistics segment is attributed to the financial results and position attained by Postlink, which has a currency denomination in SGD whilst the CyberSecurity segment includes the financial results and position of PT SysArmy which has a currency denomination in IDR.

The segmental results based on geographical segments are as follows:

Nine (9) Months Financial Period Ended 31 December 2022

	Malaysia RM'000	North Asia and Other Areas RM'000	South East Asia RM'000	Total RM'000
Revenue from external customers	9,406	1,265	5,740	16,411
Segment assets	34,574	888	1,592	37,054
Capital and development expenditure	1,428	-	-	1,428

The segmental results of South East Asia include revenue and assets of Postlink and PT SysArmy, whilst the segment assets of North Asia and Other Areas includes assets of Syscatech, Inc.

19. Current Year Prospects

Although business environment is gradually progressing towards pre-Covid normalcy as the Covid-19 progressively abates, the global economy remains volatile with the unresolved geopolitical tension, heightened inflationary pressure which may potentially triggers a global recession.

As the Group continues to see strong growth in its CyberSecurity segment, the Group will keep up its market expansion effort to further extend its CyberSecurity business by offering a more extensive coverage of solutions and services in order to improve its financial performance should the expansion strategy materialise.

Meanwhile, the Board continues its prudent approach to maintain cost optimisation strategy by streamlining its organisation structure for better operational efficiency to navigate through this challenging time.

The Group strives to remain resilient during this time of economic uncertainty and continues to place strong emphasis on improving operational efficiency and cost rationalisation to achieve improved profitability and sustainable business growth.

Apart from the above, the Board is taking steps to further improve its operation via the Proposed Acquisition and Proposed Disposal to enable the Group to re-strategise and channel its resources into the cyber security segment and acquire new information technology businesses as part of strategic business rationalisation exercise.

While efforts are continuously made to improve the Group's business operations and performance, the Group remains cautious over the business outlook and financial performance of the Group for the remaining quarter for FYE 31 March 2023.

20. Variance of Actual Profit from Profit Forecast

The Group did not announce or provide any profit estimate, forecast, projection, internal targets for the FYE 31 March 2023.

21. Tax Expense

	CURRENT QUARTER ENDED 31.12.2022 RM'000	CURRENT PERIOD TO- DATE 31.12.2022 RM'000
Income Tax		
- Malaysian Tax	51	51
- Foreign Tax	4	7
	55	58

The income tax expense for the current quarter under review is related to the Malaysian income tax provision of the CyberSecurity segment and foreign income tax incurred by the e-Business solutions segment.

22. Status of Corporate Proposals

Other than the Proposed Acquisition and Proposed Disposal as set out in Section A11 of this announcement, there are no corporate proposals announced or outstanding as at the date of this Report.

23. Borrowings and Debts Securities

As at 31 December 2022

	Long Term		Short term		Total	
	SGD'000	RM'000	SGD'000	RM'000	SGD'000	RM'000
<i>Secured</i>						
- Term loan	-	4,699	-	291	-	4,990
- Hire purchase	9	248	7	83	16	331
						5,321
					Gearing ratio (times)	0.19

As at 31 December 2021

	Long Term		Short term		Total	
	SGD'000	RM'000	SGD'000	RM'000	SGD'000	RM'000
<i>Secured</i>						
- Term loan	-	4,981	-	366	-	5,347
- Hire purchase	16	51	7	79	23	130
						5,477
					Gearing ratio (times)	0.11

Other than Postlink's hire purchase of SGD16,000 and monthly repayments of the said borrowings, there are no other foreign denominated borrowings, unsecured borrowings or significant changes in the level of borrowings of the Group. The Ringgit Malaysia term loans bear interest at 4.70% to 5.10% per annum, the effective rate implicit in the hire purchase is at 3.80% to 4.50% per annum, whilst the SGD hire purchase effective rate is at 5.10%.

24. Changes in Material Litigation

The Group does not have any material litigation which would materially and adversely affect the financial position of the Group as at the date of this Report.

25. Dividends

No dividend has been recommended during the financial period under review.

26. Basic loss per Share

	CURRENT QUARTER ENDED		CURRENT PERIOD TO-DATE	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
Basic loss per share				
Loss after tax attributable to owners of the parent (RM'000)	(107)	(193)	(1,192)	(1,702)
Weighted average number of ordinary shares in issue ('000)	347,708	347,708	347,708	347,708
Basic loss per share (sen)	(0.03)	(0.06)	(0.34)	(0.49)

By the Order of the Board

Company Secretary

Dated this 13th of February 2023.