



VSOLAR GROUP BERHAD
Company No. 200301029575 (631995-T)
(Incorporated in Malaysia)

CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2022

The Board of Directors of Vsolar Group Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 31 March 2022 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June (“FYE”) 2021 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
		Quarter Ended		Changes %	Period Ended		Changes %
	31.03.2022 RM'000 (unaudited)	31.03.2021 RM'000 (unaudited)	31.03.2022 RM'000 (unaudited)		31.03.2021 RM'000 (unaudited)		
Revenue	A8	53	3,327	-97	4,692	7,020	-32
Cost of sales		(41)	(2,946)	-97	(4,359)	(6,082)	-28
Gross profit		12	381	-97	333	938	-64
Other income		610	79	>100	1,079	131	>100
Administrative expenses		(1,515)	(4,132)	-63	(27,723)	(24,126)	15
Loss from operations		(893)	(3,672)	-76	(26,311)	(23,057)	14
Finance costs		(17)	(1)	>100	(54)	(6)	>100
Loss before taxation	B11	(910)	(3,673)	>75	(26,365)	(23,063)	14
Taxation		(1)	(11)	-91	(28)	(26)	8
Loss for the financial period		(911)	(3,684)	-75	(26,393)	(23,089)	14
Loss for the financial period attributable to:							
- Owners of the Company		(910)	(3,723)	-76	(26,391)	(23,127)	14
- Non-controlling interests		(1)	39	->100	(2)	38	->100
		(911)	(3,684)	-75	(26,393)	(23,089)	14
Total comprehensive income/(loss) attributable to:							
- Owners of the Company		(910)	(3,723)	-76	(26,391)	(23,127)	14
- Non-controlling interests		(1)	39	->100	(2)	38	->100
		(911)	(3,684)	-75	(26,393)	(23,089)	14
Losses per share attributable to the owner of the company	B12						
Basic (sen)		(0.02)	(0.17)		(0.58)	(1.05)	

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As At 31.03.2022 RM'000 (unaudited)	As At 30.06.2021 RM'000 (audited)
ASSETS			
Non-current assets			
Property, plant & equipment		4,903	5,373
Right-of-use assets		1,710	1,913
Other investment		52,281	42,326
Total non-current assets		58,894	49,612
Current assets			
Trade receivables	B13	822	3,373
Other receivables, deposits and prepayments		21,494	3,275
Fixed deposit placed with licensed banks		291	291
Cash and cash equivalents		27,875	48,394
Total current assets		50,482	55,333
Total assets		109,376	104,945
EQUITY AND LIABILITIES			
EQUITY			
Share capital		177,099	147,029
Reserves		(70,774)	(44,560)
Equity attributable to owners of the parent		106,325	102,469
Non-controlling interest		(37)	(35)
Total equity		106,288	102,434
LIABILITIES			
Non-current liability			
Lease liabilities		1,538	1,732
Current liabilities			
Trade payables		-	34
Other payables and accruals		1,273	404
Bank overdraft	B8	10	7
Lease liabilities		257	250
Income tax payable		10	84
Total current liabilities		1,550	779
Total liabilities		3,088	2,511
Total equity and liabilities		109,376	104,945
Net asset per share attributable to the owners of the parent (sen)		2.20	2.79

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	[----- Non-distributable -----]			Distributable Accumulated losses RM'000	Total RM'000	Non-controlling interests RM'000	Total RM'000
	Share capital RM'000	Warrant reserve RM'000	ESOS reserve RM'000				
As at 1 July 2021	147,029	24,644	3,450	(72,654)	102,469	(35)	102,434
Transactions with owners:							
Grant of equity-settled share options (“ESOS”) to employees	-	-	14,897	-	14,897	-	14,897
Ordinary share issued pursuant to:-							
- ESOS	30,070	-	(14,720)	-	15,350	-	15,350
	30,070	-	177	-	30,247	-	30,247
Total comprehensive loss for the financial period	-	-	-	(26,391)	(26,391)	(2)	(26,393)
As at 31 March 2022	177,099	24,644	3,627	(99,045)	106,325	(37)	106,288
As at 1 July 2020	50,759	-	-	(37,070)	13,689	(962)	12,727
Transactions with owners:							
Grant of ESOS	-	-	19,994	-	19,994	-	19,994
Ordinary share issued pursuant to:-							
- ESOS	49,466	-	(19,994)	-	29,472	-	29,472
- Conversion of warrants	8	(2)	-	-	6	-	6
- Right issues	22,185	14,790	-	-	36,975	-	36,975
- Private placement	16,455	-	-	-	16,455	-	16,455
	88,114	14,788	-	-	102,902	-	102,902
Total comprehensive loss for the financial period	-	-	-	(23,127)	(23,127)	38	(23,089)
As at 31 March 2021	138,873	14,788	-	(60,197)	93,464	(924)	92,540

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CONSOLIDATED STATEMENT OF CASH FLOWS

	Period Ended	
	31.03.2022	31.03.2021
	RM'000	RM'000
	(unaudited)	(unaudited)
Operating activities		
Loss before tax	(26,365)	(23,063)
Adjustments for:-		
Depreciation of property, plant and equipment	470	510
Depreciation of right-of-use assets	202	178
Fair value loss on other investment	9,506	-
Interest expense	54	6
Interest income	(403)	(131)
Dividend income	(165)	-
Gain on disposal of other investment	(182)	-
Bad debts recovered	(36)	-
Share-based payments	14,897	19,993
Unrealised gain on foreign exchange	(259)	-
Operating loss before working capital changes	(2,281)	(2,507)
Changes in working capital:-		
Payables	836	(900)
Receivables	(15,632)	(14,626)
Cash used in operating activities	(17,077)	(18,033)
Tax refund	1	-
Interest paid	(1)	-
Tax paid	(103)	(26)
Net cash used in operating activities	(17,180)	(18,059)
Investing activities		
Purchase of property, plant and equipment	-	(30)
Net acquisition of other investment	(19,020)	-
Dividend received	165	-
Interest received	403	131
Net cash (used in)/generated from investing activities	(18,452)	101
Financing activities		
Proceed from warrants conversion	-	6
Proceed from issuance of ordinary shares pursuant to		
- ESOS	15,350	29,472
- Right Issue	-	36,975
- Private placement	-	16,455
Placement of fixed deposits	-	(1,000)
Interest paid on hire purchase	-	-
Interest paid on lease liabilities	(52)	(6)
Repayment of lease liabilities	(187)	(193)
Net cash from financing activities	15,111	81,709
Net changes	(20,521)	63,751
Cash and cash equivalents at beginning of year	48,386	212
Cash and cash equivalents at the end of period	27,865	63,963

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CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

Cash and cash equivalents at the end of the financial period comprise the following:

	31.03.2022	Period Ended	31.03.2021
	RM'000		RM'000
	(unaudited)		(unaudited)
Cash and bank balances	27,875		1,969
Fixed deposits placed with licensed banks	291		63,283
Bank overdrafts	(10)		(7)
	28,156		65,245
Fixed deposits pledged as securities	(291)		(1,282)
	27,865		63,963

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NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD ("MFRS ") 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in MFRS 134 – Interim Financial Reporting, the International Accounting Standard 34 Interim Financial Reporting 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 for the FYE 2021 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the FYE 2021.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the FYE 2020 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2021.

The Group has adopted the following Amendments to Standards during the financial period.

MFRS effective for financial periods beginning on or after 1 January 2021

Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures, MFRS4 Insurance Contract and MFRS 16 Leases – Interest Rate Benchmark Reform-Phase 2

MFRS effective for financial periods beginning on or after 1 April 2021

Amendments to MFRS 16 *Leases – Covid-19 Related Rent Concession beyond 30 June 2021*

The adoption of the above pronouncements did not have material impact on the financial statements of the Group and of the Company.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

MFRS effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 1	<i>First time Adoption of Malaysian Financial Reporting Standards -Annual Improvements to MFRS Standards 2018-2020</i>
Amendments to MFRS 3	<i>Business Combinations- Reference to the Conceptual Framework</i>
Amendments to MFRS 9	<i>Financial Instruments - Annual Improvements to MFRS Standards 2018-2020</i>
Amendments to MFRS 116	<i>Property, Plant and Equipment – Proceeds before Intended Use</i>
Amendments to MFRS 137	<i>Provisions, Contingent Liabilities and Contingent Assts – Onerous Contract – Cost of Fulfilling a Contract</i>
Amendments to MFRS 141	<i>Agriculture (Annual Improvements to MFRSs 2018 – 2020 Cycle)</i>

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A1. Basis of Preparation (cont'd)

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board (cont'd):

MFRS effective for financial periods beginning on or after 1 January 2023

MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 17	<i>Insurance Contracts</i>
Amendments to MFRS 101	<i>Presentation of Financial Statements - Classification of liabilities as current or non-current</i>
Amendments to MFRS 108	<i>Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates</i>
Amendments to MFRS 112	<i>Income Tax – Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>
Amendments to MFRS 10 and MFRS 128	<i>Consolidated Financial Statements and Investments in Associates and Joint Ventures – Sales or Contribution of Assets between an Investor and its Associate or Joint Venture</i>

The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A2. Qualification of financial statements

The audit report of the Group's financial statements for the FYE 2021 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the current financial quarter were not affected by any seasonal or cyclical factors.

A4. 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 that are unusual because of their nature, size or incidence during the current financial quarter.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current financial quarter.

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A6. Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial quarter and period except for :-

The Company issued new ordinary shares pursuant to ESOS exercise as below:

Corporate Exercise	Listing Date	No. of Shares '000	Share Price RM	Proceeds RM'000
ESOS	6 July 2021	300,000	0.0150	4,500
ESOS	21 July 2021	300,000	0.0125	3,750
ESOS	20 August 2021	300,000	0.0125	3,750
ESOS	2 December 2021	100,000	0.0125	1,250
ESOS	12 January 2022	100,000	0.0125	1,250
ESOS	19 January 2022	48,000	0.0125	600
ESOS	20 January 2022	20,000	0.0125	250
TOTAL				15,350

A7. Dividend paid

There were no dividends paid during the current financial quarter.

A8. Segmental information

All businesses were transacted in Malaysia and mostly generated from solar energy business and information technology related business.

Period Ended 31.03.2022	Publication	Trading	Solar Energy	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	-	4,220	597	-	(125)	4,692
Result:						
Segment result	(8)	111	(9,529)	(17,964)	-	(27,390)
Other Income	-	-	36	1,043	-	1,079
Finance costs	-	-	(41)	(13)	-	(54)
(Loss)/Profit before taxation	(8)	111	(9,534)	(16,934)	-	(26,365)
Taxation	(2)	(26)	-	-	-	(28)
(Loss)/Profit after taxation	(10)	85	(9,534)	(16,934)	-	(26,393)
Segment assets	299	10,962	32,783	190,451	(125,119)	109,376
Segment liabilities	4,950	10,565	55,875	79,850	(148,152)	3,088

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

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A10. Material events subsequent to the end of the current quarter

On 8 April 2022, the Company announced to undertake the following proposals:

- a. Proposed diversification of the business of the Group to include the sales and trading of spare parts for railway vehicles. The Group will be seeking approval from the shareholders on the proposed diversification on the forthcoming EGM;
- b. Proposed consolidation of every 30 existing ordinary shares into 1 consolidated shares. An extension of time of the application up to 7 June 2022 had been submitted and approved by Bursa Securities.
- c. Proposed renounceable rights issue of up to 791,850,045 new right shares together with up to 395,925,022 free detachable warrants on the basis of 4 rights shares together with 2 Warrants C for every 1 consolidated share held by the entitled shareholders of the Company (“Proposed Right Issues with Warrants”) on an entitlement date to be determined.

Save for the above, there were no other material event subsequent at the end of the current quarter.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial quarter and period.

A12. Contingent liabilities

The Company has given corporate guarantee of RM800,000 to Fast Track Solution Sdn Bhd, a subsidiary company as security against banking facility granted to Fast Track Solution Sdn Bhd in the form of bank overdraft.

A13. Capital commitments

There were no capital commitments as at 31 March 2022.

A14. Significant related party transactions

There were no significant related party transactions during the current financial quarter.

A15. Financial Instruments

- a) Categories of Financial Instruments

The table below provides an analysis of financial instrument as at 31 March 2022 categorised as follows:

	As At 31.03.2022 Unaudited RM'000	As At 30.06.2021 Audited RM'000
Financial assets		
<u>At amortised cost</u>		
Trade receivables	822	3,373
Other receivables and deposits	21,466	3,254
Fixed deposit with licensed banks	291	291
Cash and cash equivalents	27,875	48,394
	50,454	55,312

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A15. Financial Instruments (cont'd)

a) Categories of Financial Instruments (cont'd)

	As At 31.03.2022 Unaudited RM'000	As At 30.06.2021 Audited RM'000
Financial assets		
<u>At fair value through profit or loss</u>		
Other investment	52,281	42,326
	52,281	42,326
	102,735	97,638
Financial liabilities		
Trade payables	-	34
Other payables and accruals	1,273	202
Lease liabilities	1,795	1,982
Bank overdrafts	10	7
	3,078	2,225
	3,078	2,225

b) Fair Value Information

The carrying amount of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

A16. Fair Value Measurement

The financial assets maturing within the next 12 months reasonably approximate their fair values due to the relatively short-term maturity of the financial instruments.

Fair value hierarchy

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

	As At 31.03.2022 Unaudited RM'000	As At 30.06.2021 Audited RM'000
Level 1: Other investment	52,281	42,326
	52,281	42,326

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PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review Of Performance

Statement of Profit & Loss and Other Comprehensive Income

Group Results	INDIVIDUAL QUARTER				CUMULATIVE QUARTER			
	Quarter Ended		Changes		Period Ended		Changes	
	31.03.2022 RM'000 (unaudited)	31.03.2021 RM'000 (unaudited)	RM'000	%	31.03.2022 RM'000 (unaudited)	31.03.2021 RM'000 (unaudited)	RM'000	%
Revenue	53	3,327	(3,274)	-98	4,692	7,020	(2,328)	-33
Gross profit	12	381	(369)	-97	333	938	(605)	-64
Loss before tax	(910)	(3,673)	2,763	75	(26,365)	(23,063)	(3,302)	-14
Loss after tax	(911)	(3,684)	2,773	75	(26,393)	(23,089)	(3,304)	-14

Revenue

The Group's registered revenue of RM0.05 million for three (3) months ended 31 March 2022, representing a decrease of RM3.27 million compared to the preceding corresponding financial quarter of RM3.33 million. The decrease in revenue primarily impacted by the lower demand on information technology product.

Gross profit and gross profit margin

The Group's gross profit of RM0.01 million for the three (3) months ended 31 March 2022 is lower compared to the preceding corresponding financial quarter of RM0.38 million. The gross profit margin for current quarter of 11.9% is slightly higher than the preceding corresponding financial quarter of 11%. The decrease in gross profit was attributable to lower demand on information technology product as explained in B1.

Loss after tax

The Group recorded a loss after tax of RM0.91 million for the three (3) months ended 31 March 2022 as compared to loss after tax of RM3.68 million for the preceding corresponding financial quarter. The loss after tax are mainly attributable to share-based payment of RM0.97 million for current quarter and RM3.11 million for the preceding corresponding financial quarter.

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B2. Material Changes In Financial Performance For the Quarter Compared with Immediate Preceding Quarter

Group Results	Quarter Ended		Changes (%)	
	31.03.2022 RM'000 (unaudited)	31.12.2021 RM'000 (unaudited)	RM'000	%
Revenue	53	830	(777)	-94
Gross profit	12	303	(291)	-96
Loss before tax	(910)	(16,169)	15,259	94
Loss after tax	(911)	(16,171)	15,260	94

Revenue

The Group recorded decrease of RM0.78 million revenue to RM0.05 million in the current financial quarter as compared to RM0.83 million in the immediate preceding financial quarter. The decrease was contributed from lower demand on information technology product as explained in B1.

Profit/(Loss) after tax

The Group recorded a loss after tax of RM0.91 million in the current financial quarter as compared to loss after tax of RM16.17 million in the immediate preceding financial quarter. The lower loss after tax for current quarter was contributed by fair value gain on other investment and interest income of RM1.19 million and RM0.40 million respectively whereas the loss after tax in immediate preceding financial quarter was attributable to fair value loss on other investment and share based payment of RM9.53 million and RM6.22 million respectively.

B3. Current year prospects

The Group remains positive that the renewable energy (“RE”) in Malaysia continues to be in demand and further strengthen with the Ministry of Energy and Natural Resources initiative such as the NEM3.0 programme that provide more opportunities to electricity consumer to install Solar PV Rooftop Systems on their premises to save on electricity bills.

The Group intends to allocate proceeds from the Proposed Right Issues with Warrants to fund the Group existing and any future solar PV projects. The projects are anticipated to be through leasing arrangements with building owners for monthly repayment on an average tenure of 10 – 15 years in which will contribute to a recurring revenue stream for the Group. At this juncture, the Group had secured a Solar PV Project with an installed capacity of 2.15MW for a manufacturing plant located at Meru, Klang, Selangor for a lease tenure of 10 years.

Other than renewable energy, the Group had proposed to diversify its business into sales and trading of Spare parts for railway vehicles. VESB secured a contract with from RA Integration Links Sdn Bhd to be a Sub-Contractor for the procurement and supply of spare parts to perform the intermediate overhaul of fifty (50) sets Ampang 6-Car Light Rail Vehicle for Rapid Rail Sdn. Bhd. As such, the Group anticipate that the business would be the main contributor in the future.

B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

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B5. Taxation

Tax charges comprises:-

	Current Quarter Ended 31.03.2022 RM'000	Cumulative Period Ended 31.03.2022 RM'000
Current quarter/period to date	(1)	26
Overprovision in prior quarter/period	2	2
Tax expense	1	28

The effective tax rate of the Group for the current financial quarter and financial period ended 31 March 2022 is higher than the statutory tax rate of 24% due to tax charges on profit making subsidiaries which cannot offset against losses of other subsidiaries.

B6. Status of corporate proposals

On 8 April 2022, the Company had announced to undertake the following proposals:

- a. Proposed consolidation of every 30 existing ordinary shares into 1 consolidated shares. The effective application date was 7 June 2022.
- b. Proposed renounceable rights issue of up to 791,850,045 new right shares together with up to 395,925,022 free detachable warrants on the basis of 4 rights shares together with 2 Warrants C for every 1 consolidated share held by the entitled shareholders of the Company on an entitlement date to be determined.

Saved for the above, there were no corporate proposals announced but not completed as at the date of this report.

B7. Status of utilisation of proceeds

The Company has on 13 July 2020 completed a Renounceable Rights Issue of 1,232,492,289 Rights Shares and 821,661,526 Warrants on the ACE Market of Bursa Securities. The Renounceable Rights Issue with Warrants has raised a gross proceeds of RM36,974,769. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Capital expenditure for development and construction of biomass/biogas plants	34,085	-	34,085	Between 12 to 36 months	-	N/A
Working Capital	2,040	-	2,040	Within 36 months from the completion of the construction of biomass/biogas plants	-	N/A
Estimated expenses for the Right Issue with Warrants	850	(850)	-	Within 1 month	-	N/A
	36,975	(850)	36,125		-	

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B7. Status of utilisation of proceeds (Cont'd)

The Company has on 11 January 2021 completed a private placement of 245,193,000 new shares. The private placement raised a gross proceeds of RM9,268,295. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	8,823	(5,568)	307	3,562	Within 24 months	-	N/A
Estimated expenses	445	(138)	(307)	-	Immediate	-	N/A
	<u>9,268</u>	<u>(5,706)</u>	<u>-</u>	<u>3,562</u>		<u>-</u>	

The Company has on 17 June 2021 completed a private placement of three tranches amounted to 846,215,000 new shares. The private placement raised a gross proceeds of RM14,712,061. Status of utilisation of proceeds derived from the corporate proposal by the company as follows:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Reallocation RM'000	Unutilised proceeds RM'000	Intended Timeframe for Utilisation	Deviation Amount	Explanation (if the deviation >5%)
Working capital for Solar PV Projects	13,642	-	715	14,357	Within 24 months	-	N/A
Estimated expenses	1,070	(355)	(715)	-	Immediate	-	N/A
	<u>14,712</u>	<u>(355)</u>	<u>-</u>	<u>14,357</u>		<u>-</u>	

B8. Borrowings and debt securities

The Group did not issue any debt securities or long term borrowings during the current financial quarter. The Group's borrowings which are denominated in Ringgit Malaysia as at 31 March 2022 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term loans			
Overdraft	10	-	10

B9. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B10. Dividend

The Board of Directors did not recommend any dividend for the current financial quarter.

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B11. Loss before tax

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Period Ended	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
	RM'000	RM'000	RM'000	RM'000
Loss before tax is stated after crediting:-				
Dividend income	-	-	165	-
Interest income	403	84	403	131
Gain on disposal of other investment	-	-	182	-
Bad debts recovered	-	-	36	-
Unrealised gain on foreign exchange	197	-	259	-
Loss before tax is stated after charging:-				
Depreciation of property, plant and equipment	157	171	470	510
Depreciation of right-of-use assets	67	60	202	178
Fair value (gain)/loss on other investments	(1,189)	-	9,506	-
Interest expense	17	1	54	6
Share-based payments	974	3,107	14,897	19,993

B12. Loss per share

Basic loss per share is calculated by dividing the net loss attributable to owners of parent for the period by the number of ordinary shares in issue during the period.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Quarter Ended		Period Ended	
	31.03.2022	31.03.2021	31.03.2022	31.03.2021
Net loss attributable to owners of the parent (RM'000)	(910)	(3,723)	(26,391)	(23,127)
Weighted average number of ordinary shares in issue ('000)	4,808,889	2,242,909	4,575,240	2,203,836
Basic & diluted loss per share attributable to owners of the parent (sen)*	(0.02)	(0.17)	(0.58)	(1.05)

*The diluted loss per share for the financial period is equal to the basic loss per share as the conversion of potential ordinary share would decrease loss per share from continuing operation. Thus, the potential effect of the conversion of warrants would be anti-dilutive.

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B13. Trade Receivables

	As at 31.03.2022 RM'000 (unaudited)	As at 30.06.2021 RM'000 (audited)
Trade receivables	902	3,453
Less: Impairment losses	(80)	(80)
	822	3,373
	822	3,373

The aging analysis of the Group's trade receivables as at 31 March 2022 is as follows:

	As at 31.03.2022 RM'000 (unaudited)	As at 30.06.2021 RM'000 (audited)
Neither past due nor impaired	35	595
Past due but not impaired:		
More than 61 days past due	867	2,858
Gross trade receivables	902	3,453
Less: Allowance for impairment loss	(80)	(80)
	822	3,373
	822	3,373

B14. Authorisation For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the Board of Directors.

By order of the board

Wong Yuet Chyn
MAICSA 7047163
Company secretary
31 May 2022
Kuala Lumpur