



**GREEN OCEAN CORPORATION BERHAD**

[Registration No: 200301029847 (632267-P)]

(Incorporated in Malaysia)

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

**Unaudited Condensed Consolidated Statements of Comprehensive Income  
 For the Period Ended 31 December 2021**

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		6 Months Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM '000	RM '000	RM '000	RM '000
Revenue	989	9,166	1,849	34,300
Cost of sales	(1,225)	(8,859)	(2,182)	(33,843)
<b>Gross (loss)/profit</b>	<b>(236)</b>	<b>307</b>	<b>(333)</b>	<b>457</b>
Other income	162	58	366	72
Administrative expenses	(444)	(1,058)	(1,109)	(1,522)
Selling and distribution expenses	-	(15)	-	(66)
Others	(7,346)	-	(11,511)	-
	(7,790)	(1,073)	(12,620)	(1,588)
<b>Loss from operations</b>	<b>(7,864)</b>	<b>(708)</b>	<b>(12,587)</b>	<b>(1,059)</b>
Finance costs	(3)	(144)	(7)	(281)
Share of result of joint venture	(1)	-	(2)	(2)
<b>Loss before tax</b>	<b>(7,868)</b>	<b>(852)</b>	<b>(12,596)</b>	<b>(1,342)</b>
Taxation	-	-	-	-
<b>Net loss for the period</b>	<b>(7,868)</b>	<b>(852)</b>	<b>(12,596)</b>	<b>(1,342)</b>
<b>Net loss attributable to:-</b>				
Owners of the Company	<b>(7,868)</b>	<b>(852)</b>	<b>(12,596)</b>	<b>(1,342)</b>
<b>Total comprehensive loss attributable to:-</b>				
Owners of the Company	<b>(7,868)</b>	<b>(852)</b>	<b>(12,596)</b>	<b>(1,342)</b>
Loss per share ("LPS")				
Company (sen)				
- Basic	<b>(0.37)</b>	<b>(0.27)</b>	<b>(0.63)</b>	<b>(0.43)</b>

*The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.*

**Unaudited Condensed Consolidated Statements of Financial Position  
As At 31 December 2021**

	(Unaudited) As At 31.12.2021 RM '000	(Audited) As At 30.6.2021 RM '000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	20,379	20,776
Investment in joint venture	39	41
	20,418	20,817
<b>Current assets</b>		
Inventories	81	81
Investment in quoted shares	22,083	-
Trade receivables	2,154	1,945
Other receivables, deposits and prepayments	35,173	23,942
Tax assets	5	5
Money market instruments	40,666	60,629
Cash and bank balances	6,336	26,058
	106,498	112,660
<b>TOTAL ASSETS</b>	126,916	133,477
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	143,485	135,494
Warrant reserve	31,113	31,113
Revaluation reserve	8,930	8,930
Accumulated losses	(57,635)	(45,039)
<b>Total equity</b>	125,893	130,498
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Lease liability	276	295
Deferred tax liabilities	609	609
	885	904
<b>Current liabilities</b>		
Trade payables	-	1,900
Other payables & accruals	96	130
Lease liability	42	45
	138	2,075
<b>Total liabilities</b>	1,023	2,979
<b>TOTAL EQUITY AND LIABILITIES</b>	126,916	133,477
<b>Net assets per share (Sen)</b>	5.96	7.42

*The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.*

**GREEN OCEAN CORPORATION BERHAD**  
 [Registration No: 200301029847 (632267-P)]

**Unaudited Condensed Consolidated Statements of Changes in Equity**  
**As At 31 December 2021**

	<----- Attributable to Owners of the Company ----->					Distributable	Total
	<----- Non-Distributable ----->						
	Share Capital RM '000	Share Option Reserve RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Accumulated Losses RM '000	Equity RM '000	
<b>Unaudited</b>							
<b>At 1 July 2021</b>	135,494	-	8,930	31,113	(45,039)	130,498	
<b>Comprehensive loss</b>							
Loss for the period	-	-	-	-	(12,596)	(12,596)	
<b>Total comprehensive loss for the period</b>	-	-	-	-	(12,596)	(12,596)	
<b>Transactions with owners</b>							
Proceeds from private placement	8,129	-	-	-	-	8,129	
Share issuance expense	(138)	-	-	-	-	(138)	
<b>Total transactions with owners</b>	7,991	-	-	-	-	7,991	
<b>At 31 December 2021</b>	<b>143,485</b>	<b>-</b>	<b>8,930</b>	<b>31,113</b>	<b>(57,635)</b>	<b>125,893</b>	

**GREEN OCEAN CORPORATION BERHAD**

[Registration No: 200301029847 (632267-P)]

**Unaudited Condensed Consolidated Statements of Changes in Equity  
As At 31 December 2021**

	<----- Attributable to Owners of the Company ----->					Total Equity RM '000
	<----- Non-Distributable ----->			Distributable		
	Share Capital RM '000	Share Option Reserve RM '000	Revaluation Reserve RM '000	Warrant Reserve RM '000	Accumulated Losses RM '000	
<b>Audited</b>						
<b>At 1 July 2020</b>	34,189	-	8,930	-	(32,557)	10,562
<b>Comprehensive loss</b>						
Loss for the financial year	-	-	-	-	(12,482)	(12,482)
<b>Total comprehensive loss for the financial year</b>	-	-	-	-	(12,482)	(12,482)
<b>Transactions with owners</b>						
Issuance of shares pursuant to:						
- Private placements	19,302	-	-	-	-	19,302
- Rights Issue with Warrants B	51,744	-	-	31,113	-	82,857
- Exercise of ESOS	28,081	-	-	-	-	28,081
Share options granted under ESOS	-	3,403	-	-	-	3,403
Transfer upon ESOS exercised	3,403	(3,403)	-	-	-	-
Share issuance expense	(1,225)	-	-	-	-	(1,225)
<b>Total transactions with owners</b>	101,305	-	-	31,113	-	132,418
<b>At 30 June 2021</b>	135,494	-	8,930	31,113	(45,039)	130,498

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.

**Unaudited Condensed Consolidated Statements of Cash Flows**  
**For the Period Ended 31 December 2021**

	<b>Current Period To-Date 31.12.2021 (Unaudited) RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2020 (Unaudited) RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before tax	(12,596)	(1,342)
Adjustments for :-		
Depreciation of property, plant & equipment	418	269
Distribution income from money market instruments	(312)	(37)
Mark-to-market loss on quoted shares	10,242	-
Interest income	(52)	-
Interest expense	7	281
Loss on disposal of quoted shares	1,269	-
Share of results in joint venture	2	2
<b>Operating loss before changes in working capital</b>	<b>(1,022)</b>	<b>(827)</b>
Changes in inventories	-	3,182
Changes in receivables	(11,440)	(1,858)
Changes in payables	(1,934)	98,246
<b>Cash (used in)/ from operations</b>	<b>(14,396)</b>	<b>98,743</b>
Interest income received	52	-
Net tax paid	-	-
<b>Net cash (used in)/ from operating activities</b>	<b>(14,344)</b>	<b>98,743</b>
<b>Cash flows from investing activities</b>		
Distribution income from money market instruments	312	37
Net investment in quoted shares	(33,594)	-
Net investment in money market funds	19,963	(85,053)
Purchase of plant and equipment	(21)	(4)
<b>Net cash used in investing activities</b>	<b>(13,340)</b>	<b>(85,020)</b>

**Unaudited Condensed Consolidated Statements of Cash Flows**  
**For the Period Ended 31 December 2021**

	<b>Current Period To-Date 31.12.2021 (Unaudited) RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2020 (Unaudited) RM'000</b>
<b>Cash flows from financing activities</b>		
Proceeds from private placement	8,129	19,302
Share issuances expenses paid	(138)	(766)
Interest paid	(7)	(281)
Repayment of finance lease payable	(22)	-
Net repayment of short term bank borrowing	-	(15,486)
<b>Net cash from financing activities</b>	<b>7,962</b>	<b>2,769</b>
Effects of exchange rate changes on cash and cash equivalents	-	-
<b>Net increase in cash and cash equivalents</b>	<b>(19,722)</b>	<b>16,492</b>
Cash and cash equivalents brought forward	<b>26,058</b>	<b>(1,296)</b>
Cash and cash equivalents carried forward	<b>6,336</b>	<b>15,196</b>
<b>Represented by:-</b>		
Cash and bank balances	6,336	15,196
Bank overdraft	-	-
	<b>6,336</b>	<b>15,196</b>

*The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial report.*

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**A1) Basis of Preparation**

The interim financial report is unaudited and has been prepared in compliance with Malaysia Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”), Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

**A2) Changes in Accounting Policies**

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2021, except for the adoption of the following amendments to MFRSs and IC Interpretation: -

<b>MFRS (Including the Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 3 “Business Combinations” – Definition of a Business	1 January 2020
Amendments to MFRS 101 and MFRS 108 Definition of Material	1 January 2020
Amendments to MFRS 7, 9 and 139 Interest Rate Benchmark Reform	1 January 2020
Amendments to MFRS 16 Covid-19 – Related Rent Concessions Insurance	1 June 2020
Amendments to MFRS 4 Insurance Contracts – Extension of the Temporary Exemption from Applying MFRS 9	17 August 2020

The adoption of these standards, amendments and interpretations did not result in significant changes in the accounting policies of the Group and had no significant effect on the financial performance or position of the Group.



**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**A2) Changes in Accounting Policies (Cont'd)**

**Standards in issue but not yet effective**

As at the date of authorisation of this interim financial report, the following new Malaysian Financial Reporting Standards ("MFRS") and amendments to MFRSs have been issued by the MASB but are not yet effective and have not been adopted by the Group: -

<b>MFRS (Including the Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 9, 139, 7, 4 and 16	Interest Rate Benchmark Reform – Phase 2 1 January 2021
Amendments to MFRS 16	Covid-19 – Related Rent Concessions Beyond 30 June 2021 1 April 2021
Amendments to MFRS 3	Reference to the Conceptual Framework 1 January 2022
Amendments to MFRS 116	Proceeds Before Intended Use 1 January 2022
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract 1 January 2022
Amendments to MFRSs	Annual Improvements to MFRSs 2018 - 2020 Cycle 1 January 2022
MFRS 17 and amendments to MFRS 17	Insurance Contracts 1 January 2023
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies 1 January 2023
Amendments to MFRS 108	Definition of Accounting Estimates 1 January 2023
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction 1 January 2023
Amendments to MFRS 10 and 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture To be announced

The Group will adopt the above MFRS and amendments to MFRS when they become effective in the respective financial periods.

**A3) Seasonal or Cyclical Factors**

The Group's operations were not subject to any significant 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 for the current quarter under review.

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**A5) Material Changes in Estimates**

There were no material changes in estimates of amounts reported in the prior financial year that have a material effect in the current quarter under review.

**A6) Debt and Equity Securities**

Saved as disclosed below, there was no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial period under review:  
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- 1) On 27 August 2021, the Company completed a private placement exercise following the listing and quotation of 351,932,000 new ordinary shares on the ACE Market of Bursa Securities. The Private Placement has raised gross proceeds of approximately RM8.13 million, at issue price of RM0.0231 each.

**A7) Dividend Paid**

There was no dividend paid in the current quarter under review.

**A8) Valuation of Property, Plant and Equipment**

There was no valuation exercise conducted on the property, plant and equipment of the Group during the quarter under review.

**A9) Material Events During the Financial Period**

There was no material event during the quarter under review.

**A10) Material Events Subsequent to the end of the Financial Period**

There was no material event subsequent to the end of the quarter under review.

**A11) Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the current quarter and financial year-to-date other than as stated below.

On 3 January 2022, the Group had incorporated a new wholly-owned subsidiary namely, Ace Distributions Sdn. Bhd (“ADSB”) with an issued share capital of 100 ordinary share at RM1 per share.

The intended principal activities of ADSB are to carry out trading, retails and distribution in all kind of food & beverages.

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**A12) Contingent Liabilities or Contingent Assets**

There are no contingent liabilities for the Group as of the date of this report.

**A13) Capital Commitment**

As of 31 December 2021, capital commitment is in respect of the acquisition of specialised machineries by subsidiaries of the Group: -

Approved and contracted for	<b>RM'000</b> <u>50,180</u>
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**A14) Related Party Transactions**

There were no significant transactions with related parties during the current financial period.

**A15) Fair Value Measurements**

(a) Fair values are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows: -

- Level 1: Input are quoted prices (unadjusted) in active market for identical assets and or liability that the entity can access at the measurement date;
- Level 2: Inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset and liability, either directly or indirectly; and
- Level 3: Inputs are unobservable inputs for the asset or liability.

The transfer of fair value between levels is determined as of the date of the event and change in circumstances that caused the transfer.

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

**A15) Fair Value Measurements (Cont'd)**

(b) The following table provides the fair value measurement hierarchy of the Group's financial instruments: -

<b>&lt;---- Fair value of financial instruments ----&gt;</b>					
<b>carried at fair value</b>					
	<b>Level 1</b>	<b>Level 2</b>	<b>level 3</b>	<b>Total</b>	<b>Carrying</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>amount</b>
					<b>RM'000</b>
<b>Group - 31.12.2021</b>					
<b>Financial assets</b>					
- Investment in quoted shares	22,083	-	-	22,083	22,083
- Investment in money market	40,666	-	-	40,666	40,666
	<u>62,749</u>	<u>-</u>	<u>-</u>	<u>62,749</u>	<u>62,749</u>

**A16) Revenue**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 Months Ended</b>		<b>6 Months Ended</b>	
	<b>31.12.2021</b>	<b>31.12.2020</b>	<b>31.12.2021</b>	<b>31.12.2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Sales of:				
(i) Production and trading of palm kernel oil and palm kernel expeller	-	3,480	-	13,168
(iii) Trading of refined, bleached and deodorised olein	-	5,676	-	21,122
(iii) Trading of biomass material	-	10	-	10
(iv) Gloves	<b>989</b>	-	<b>1,849</b>	-
	<u><b>989</b></u>	<u>9,166</u>	<u><b>1,849</b></u>	<u>34,300</u>
Goods or services transferred at a point in time	<u><b>989</b></u>	<u>9,166</u>	<u><b>1,849</b></u>	<u>34,300</u>

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

**A17) Segmental Information**

The segmental information of the Group is presented by operating segments as follows: -

- (a) **Palm oil products** - palm kernel crushing, refining of palm oil and palm kernel oil and trading of refined palm oil products;
- (b) **Gloves** - glove-manufacturing and trading;
- (c) **Others** - Investment holding and trading of biomass and alternative material, energy and fuels and services, neither which are of a sufficient size to be reported separately.

**Cumulative Period 6 Months Ended 31.12.2021**

	<b>Palm Oil Products RM'000</b>	<b>Gloves RM'000</b>	<b>Others RM'000</b>	<b>Adjustment &amp; Elimination RM'000</b>	<b>Total RM'000</b>
<b>REVENUE</b>					
External revenue	-	1,849	-	-	1,849
Inter-segment revenue	-	-	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>1,849</b>	<b>-</b>	<b>-</b>	<b>1,849</b>
<b>RESULTS</b>					
Interest income	-	-	52	-	52
Finance cost	-	-	(7)	-	(7)
Share of loss of associate	-	-	-	(2)	(2)
Segment loss before tax	(12,364)	25	(255)	(2)	(12,596)
Taxation	-	-	-	-	-
<b>Segment loss after tax</b>	<b>(12,364)</b>	<b>25</b>	<b>(255)</b>	<b>(2)</b>	<b>(12,596)</b>
Other material non-cash items:-					
- Depreciation of property plant and equipment	(361)	-	(57)	-	(418)
- Loss from disposal of quoted shares	(1,269)	-	-	-	(1,269)
- Mark-to-market loss on quoted shares	(10,242)	-	-	-	(10,242)

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**A17) Segmental Information (Cont'd)**

**Cumulative Period 6 Months Ended 31.12.2020**

	<b>Palm Oil Products RM'000</b>	<b>Gloves RM'000</b>	<b>Others RM'000</b>	<b>Adjustment &amp; Elimination RM'000</b>	<b>Total RM'000</b>
<b>REVENUE</b>					
External revenue	34,290	-	10	-	34,300
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>34,290</u>	<u>-</u>	<u>10</u>	<u>-</u>	<u>34,300</u>
<b>RESULTS</b>					
Interest income	-	-	-	-	-
Finance cost	(281)	-	-	-	(281)
Share of loss of associate	-	-	-	(2)	(2)
Segment loss before tax	(795)	(3)	(542)	(2)	(1,342)
Taxation	-	-	-	-	-
Segment loss after tax	<u>(795)</u>	<u>-</u>	<u>(542)</u>	<u>(2)</u>	<u>(1,342)</u>
Other material non-cash items:-					
- Depreciation of property plant and equipment	<u>(260)</u>	<u>-</u>	<u>(9)</u>	<u>-</u>	<u>(269)</u>

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

**B1) Review of Performance**

Individual Period (Quarter 2)	Current	Preceding year	Changes	
	Quarter 31.12.2021 RM'000	Corresponding Quarter 31.12.2020 RM'000	RM'000	%
<b>Revenue</b>				
Palm oil products	-	9,156	(9,156)	(100.0)
Gloves	<b>989</b>	-	989	100.0
Others	-	10	(10)	(100.0)
	<b>989</b>	9,166	(8,177)	(89.2)
<b>Loss before tax</b>				
Palm oil products	<b>(7,690)</b>	(474)	(7,216)	1,522.4
Gloves	<b>(1)</b>	-	(1)	100.0
Others	<b>(176)</b>	(378)	202	(53.4)
Share of result of joint venture	<b>(1)</b>	-	(1)	(100.0)
	<b>(7,868)</b>	(852)	(7,016)	823.5

**Current Quarter**

The Group posted revenue from gloves segment of RM0.99 million for the current quarter ended 31 December 2021, 89.2% lower than RM9.17 million recorded in the corresponding quarter ended 31 December 2020. The decrease mainly due to no revenue recognised in palm oil products in quarter under review. Current quarter's revenue mainly derived from the trading of gloves.

The Group registered pre-tax loss of RM7.87 million for the current quarter, RM7.02 million higher than RM0.85 million pre-tax loss in the correspondence quarter. Palm Oil segment reported higher pre-tax loss by RM7.69 million mainly due to mark-to-market loss on investment in quoted shares of RM7.35 million and RM0.18 from the depreciation of equipment. Other income recorded in segments others derived from the distribution income from money market instruments of RM0.14 million.

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**B1) Review of Performance (Cont'd)**

<b>Cumulative Period (Quarter 2)</b>	<b>Current Year to-date 31.12.2021 RM'000</b>	<b>Preceding year Corresponding Quarter 31.12.2020 RM'000</b>	<b>Changes</b>	
			<b>RM'000</b>	<b>%</b>
<b>Revenue</b>				
Palm oil products	-	34,290	(34,290)	(100.0)
Gloves	<b>1,849</b>	-	1,849	100.0
Others	-	10	(10)	(100.0)
	<b>1,849</b>	<b>34,300</b>	<b>(32,451)</b>	<b>(94.6)</b>
<b>Loss before tax</b>				
Palm oil products	<b>(12,364)</b>	(795)	(11,569)	1,455.2
Gloves	<b>25</b>	(3)	28	(933.3)
Others	<b>(255)</b>	(542)	287	(53.0)
Share of result of joint venture	<b>(2)</b>	(2)	-	-
	<b>(12,596)</b>	<b>(1,342)</b>	<b>(11,254)</b>	<b>838.6</b>

**Cumulative Period**

The Group posted revenue of RM1.85 million for the cumulative quarter ended 31 December 2021, which was RM32.45 million or 94.6% lower as compared to RM34.30 million in the corresponding cumulative quarter. The decrease was mainly attributable to lower orders from the gloves segment and no trading of palm oil products.

The Group recorded pre-tax loss of RM12.60 million for the cumulative quarter ended 31 December 2021, higher loss as compare to RM1.34 million in corresponding cumulative quarter. The increase in pre-tax loss for the cumulative period under review was due to loss from disposal of quoted shares of RM1.27 million and mark-to-market loss on investment in quoted shares of RM10.24 million. Other segment reported lower pre-tax loss mainly due to lower professional fees for corporate exercise.



**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**B2) Variation of Results against Immediate Preceding Quarter**

	<b>Current Quarter 31.12.2021 RM'000</b>	<b>Immediate Preceding Quarter 30.09.2021 RM'000</b>	<b>Changes</b>	
			<b>RM'000</b>	<b>%</b>
<b>Revenue</b>				
Palm oil products	-	-	-	-
Gloves	<b>989</b>	860	129	15.0
Others	-	-	-	-
	<u><b>989</b></u>	<u>860</u>	129	15.0
<b>Loss before tax</b>				
Palm oil products	<b>(7,690)</b>	(4,674)	(3,016)	64.5
Gloves	<b>(1)</b>	26	(27)	(103.9)
Others	<b>(176)</b>	(79)	(97)	122.8
Share of result of joint venture	<u><b>(1)</b></u>	<u>(1)</u>	-	-
	<u><u><b>(7,868)</b></u></u>	<u><u>(4,728)</u></u>	(3,140)	66.4

The Group posted revenue of RM0.99 million for the current quarter ended 31 December 2021, which was 15% higher compare to RM0.86 million recorded in the preceding quarter ended 30 September 2021. The revenue mainly derived from the trading of gloves. The Group is working to source on new customers to grow the Group customer base.

The Group recorded pre-tax loss of RM7.87 million for the current quarter as compared to pre-tax loss of RM4.73 million recorded in the preceding quarter. Higher pre-tax loss from palm oil segment mainly due to additional mark-to-market loss on investment in quoted shares of RM7.35 million in the quarter under review.

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**B3) Prospects**

The Group expects the coming financial year to be challenging due to uncertainties arising from the on-going COVID-19 pandemic. The Group remains focus on its core business in trading of palm oil and gloves products.

For the trading and manufacturing of glove business, the Group's view is that the current market conditions are in favour of glove manufacturers and the gloves market outlook is expected to remain positive for next few years. Malaysian Rubber Glove Manufacturers Association ("MARGMA") has forecasted that the demand for gloves will continue to outstrip the global supply of gloves in year 2021 due to the on-going COVID-19 pandemic. Despite the availability of vaccines for COVID-19 with many countries already commencing mass vaccinations, demand of rubber gloves is expected to remain high, especially in the near term, as medical gloves will continue to be used by healthcare professionals globally for mass vaccination. Further, the demand for rubber gloves will be continuously driven by heightened awareness of the usage of rubber gloves as general protection against viruses and other diseases.

The Group's venture into the glove business is expected to allow the Group to capitalise on a booming segment with favorable long-term prospects and is expected contribute to the future earnings of the Group as well as improve the Group's financial performance in the coming years.

**B4) Profit forecast or profit guarantee**

Not applicable as the Group did not publish any profit forecast.

**B5) Qualification of Annual Financial Statements**

The preceding year annual audited financial statements were not subject to any qualification.

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**B6) Loss Before Tax**

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Included in the loss before tax is after charging/(crediting): -				
Depreciation of property, plant & equipment	208	134	418	269
Fair value loss on quoted shares	7,346	-	10,242	-
Distribution income from money market instruments	(142)	(37)	(312)	(37)
Interest expense	3	144	7	281
Interest income	(20)	-	(52)	-
Loss from disposal of quoted shares	-	-	1,269	-
Rental of premises	10		10	
Rental of equipment	1	1	2	3

**B7) Taxation**

	Individual Quarter 3 Months Ended		Cumulative Quarter 6 Months Ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Corporate tax expense	-	-	-	-
Deferred tax expense	-	-	-	-
	-	-	-	-

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**B8) Status of Corporate Proposals**

Save as disclosed below, there were no other corporate proposals announced but not completed at the latest practicable date which is not earlier than seven (7) days from the date of issue of this interim financial report: -

- 1) On 4 January 2021, the Company completed a Rights Issue with Warrants exercise following the listing and quotation of 828,573,600 new ordinary shares of RM0.10 each together with 621,430,198 Warrants B. The Company raise cash proceeds of RM82.86 million and the summary of the utilisation of proceeds up to the date of this interim financial report are as follows: -

<b>Purpose</b>	<b>Proposed utilisation RM'000</b>	<b>Amount utilised RM'000</b>	<b>Balance unutilised RM'000</b>	<b>Estimated timeframe for the utilisation of proceeds</b>
Repayment of bank borrowings	7,300	(7,300)	-	Within 6 months
Refurbishment of existing factory building for the gloves business	15,000	(2,097)	12,903	By 3 July 2023
Capital expenditure for the gloves business	41,100	(15,000)	26,100	Within 36 months
Working capital for the gloves business	18,557	(16,830)	1,727	Within 24 months
Estimated expenses for the corporate exercise	900	(900)	-	Immediate
<b>Total</b>	<b>82,857</b>	<b>(42,127)</b>	<b>40,730</b>	

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**B8) Status of Corporate Proposals (Cont'd)**

- 2) On 27 August 2021, the Company completed Private Placement Exercise III following the listing and quotation of 351,932,000 new ordinary shares at issue price of RM0.0231 each on the ACE Market of Bursa Securities. The Company raised cash proceeds of RM8.13 million and the summary of the utilisation of proceeds up to the date of this interim financial report are as follows: -

<b>Purpose</b>	<b>Proposed utilisation RM'000</b>	<b>Amount utilised RM'000</b>	<b>Reallocation RM'000</b>	<b>Balance unutilised RM'000</b>	<b>Estimated time frame for the utilisation of proceeds</b>
Capital expenditure for the Gloves Business	7,634	-	357	7,991	Within 36 months
Estimated expenses for the corporate exercise	495	(138)	(357)	-	Immediate
<b>Total</b>	<b>8,129</b>	<b>(138)</b>	<b>-</b>	<b>7,991</b>	

**B9) Material Litigation**

There were no material litigations against the Group as at the date of the interim financial report. The directors of the Group do not have any knowledge of any proceeding pending or threatened against the Group which might materially and adversely affect the financial position or business of the Group.

**Explanatory Notes Pursuant to the Listing Requirements  
 For 6 Months Ended 31 December 2021**

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**B10) Borrowings and Debts Securities**

	Non-Current RM'000	Current RM'000	Total RM'000
<b>As at 31.12.2021</b>			
<u>Secured</u>			
Finance lease payables	<u>276</u>	<u>42</u>	<u>318</u>
<b>As at 31.12.2020</b>			
<u>Secured</u>			
Banker acceptances	-	1,595	1,595
Bank overdraft	-	-	-
	<u>-</u>	<u>1,595</u>	<u>1,595</u>
		<b>31.12.2021</b>	<b>31.12.2020</b>
		%	%
The weighted average interest rate are as follows:			
Banker acceptances		-	2.65%
Bank overdraft		-	5.95%
Finance lease payables		<u>2.28%</u>	<u>-</u>
Proportion of borrowing between:			
Fixed interest rates		<u>100%</u>	100%
Floating interest rates		<u>0%</u>	<u>0%</u>

All the borrowings are denominated in Ringgit Malaysia

**B11) Dividend**

There was no dividend declared or paid for the current period under review.

**Explanatory Notes Pursuant to the Listing Requirements  
For 6 Months Ended 31 December 2021**

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**B12) Loss per Share**

The basic and diluted loss per share are computed as follows: -

	Individual Quarter		Cumulative Quarter	
	3 Months Ended	3 Months Ended	6 Months Ended	6 Months Ended
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM '000	RM '000	RM '000	RM '000
Loss attributable to the owners of the Company	<b>(7,868)</b>	(852)	<b>(12,596)</b>	(1,342)
Weighted average number of Ordinary shares ('000)	<b>2,111,592</b>	309,975	<b>2,002,570</b>	309,975
Loss per share (sen):				
Basic and diluted	<u><b>(0.37)</b></u>	<u>(0.27)</u>	<u><b>(0.63)</b></u>	<u>(0.43)</u>

Note:

The diluted loss per share is equivalent to the basic loss per share as the Company's warrants and share options had an anti-dilutive effect on the basic loss per share.

By Order of the Board

WONG YUET CHYN (MAICSA 7047163)  
Company Secretary  
Kuala Lumpur  
22 February 2022