

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED**  
**30 SEPTEMBER 2019**

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended		9 Months Period Ended	
	30/9/2019	30/9/2018	30/9/2019	30/9/2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
Revenue	185,613	92,444	407,874	302,575
Operating expenses				
-Depreciation & amortisation	(1,573)	(668)	(4,771)	(2,007)
-Other operating costs	(195,051)	(99,477)	(437,348)	(317,252)
Other income	21,600	(205)	31,819	1,077
Profit/(loss) from operations	10,588	(7,906)	(2,425)	(15,607)
Share of losses in associate companies	(465)	(932)	(2,139)	(2,875)
Finance costs	(5,272)	(4,954)	(15,328)	(14,369)
<b>Profit/(loss) before tax</b>	4,851	(13,792)	(19,893)	(32,851)
Income tax expense	(950)	(182)	(1,902)	(134)
<b>Profit/(loss) from continuing operations</b>	3,901	(13,974)	(21,795)	(32,985)
<b>Profit/(loss) for the period</b>	3,901	(13,974)	(21,795)	(32,985)
Fair value on additional investment in subsidiary	-	(640)	-	(640)
Fair value gain on other quoted investment	84,371	-	122,405	2,137
Foreign currency translation differences for foreign operations	304	2,190	(527)	8,541
<b>Total other comprehensive income/(expenses) for the period</b>	84,675	1,550	121,878	10,039
<b>Total comprehensive income/(loss) for the period</b>	88,576	(12,424)	100,083	(22,946)
Profit/(loss) attributable to:				
Owners of the Company	5,604	(13,602)	(17,591)	(30,870)
Non-controlling interests	(1,704)	(372)	(4,204)	(2,115)
<b>Profit/(loss) for the Period</b>	3,901	(13,974)	(21,795)	(32,985)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	90,280	(12,052)	104,287	(20,831)
Non-controlling interests	(1,704)	(372)	(4,204)	(2,115)
<b>Total comprehensive income/(loss) for the period</b>	88,576	(12,424)	100,083	(22,946)
Basic earnings/(loss) per ordinary share (sen):	0.6	(1.8)	(1.9)	(4.1)
Diluted earnings/(loss) per ordinary share (sen):	0.4	(1.8)	(1.3)	(4.1)

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019**

	<b>As at 30/9/2019 (Unaudited) RM '000</b>	<b>As at 31/12/2018 (Audited) RM '000</b>
<b>ASSETS</b>		
Investment in associates	28,808	30,947
Property, plant and equipment	3,686	4,305
Right-of-use - property, plant and equipment	1,210	-
Other long term investments	423,298	270,292
Intangible Assets	11,622	11,622
Development costs	10,662	11,958
<b>Total non-current assets</b>	<b>479,286</b>	<b>329,124</b>
Inventories	20,737	18,102
Trade receivables	147,124	128,400
Other receivables, deposits and prepayments	30,635	30,089
Tax recoverable	-	3,474
Fixed deposits with licensed banks	16,173	35,629
Cash and bank balances	31,459	24,599
<b>Total current assets</b>	<b>246,128</b>	<b>240,293</b>
<b>TOTAL ASSETS</b>	<b>725,414</b>	<b>569,417</b>
<b>EQUITY</b>		
Share capital	143,941	597,375
Reserves	131,995	(427,213)
<b>Total equity attributable to owners of the Company</b>	<b>275,936</b>	<b>170,162</b>
<b>Non-controlling interests</b>	<b>(5,752)</b>	<b>(1,548)</b>
<b>Total equity</b>	<b>270,184</b>	<b>168,614</b>
<b>LIABILITIES</b>		
Long term borrowings	267,695	252,729
Hire purchase and lease liabilities	150	150
Deferred tax liabilities	2,074	2,359
<b>Total non-current liabilities</b>	<b>269,918</b>	<b>255,238</b>
Trade payables	140,810	107,934
Other payables and accruals	34,526	27,643
Provision for taxation	1,093	-
Short term borrowings	7,488	9,878
Hire purchase and lease liabilities	1,396	110
<b>Total current liabilities</b>	<b>185,313</b>	<b>145,565</b>
<b>TOTAL LIABILITIES</b>	<b>455,230</b>	<b>400,803</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>725,414</b>	<b>569,417</b>
<b>Net asset per share attributable to ordinary equity holders of the parent (sen)</b>	<b>30</b>	<b>19</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019**

	-----Attributable to owners of the Company -----						Sub-total	Non-controlling Interests	Total Equity
	Non-Distributable								
	Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves / Warrants Reserves	Accumulated Losses			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
<b>Unaudited</b>									
At 1 January 2019	597,375	-	5,310	(12,217)	73,493	(493,799)	170,162	(1,548)	168,614
Cumulative effect of initial application of MFRS 16	-	-	-	-	-	(287)	(287)	-	(287)
	597,375	-	5,310	(12,217)	73,493	(494,086)	169,874	(1,548)	168,326
Conversion of Warrants into Ordinary Shares	2,081	-	-	-	(306)	-	1,775	-	1,775
Fair value gain on other quoted investment	-	-	-	-	122,405	-	122,405	-	122,405
Foreign currency translation differences for foreign operations	-	-	(527)	-	-	-	(527)	-	(527)
Capital Reduction	(455,515)	-	-	-	-	455,515	-	-	-
Loss for the period	-	-	-	-	-	(17,591)	(17,591)	(4,204)	(21,795)
	(453,435)	-	(527)	-	122,099	437,925	106,062	(4,204)	101,858
At 30 Sept 2019	143,941	-	4,783	(12,217)	195,592	(56,162)	275,936	(5,752)	270,184

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

**GREEN PACKET BERHAD ( 534942-H )**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

	-----Attributable to Equity Holders of the Parent -----						Sub-total	Non-controlling Interests	Total Equity
	Non-Distributable								
	Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves / Warrants Reserves	Accumulated Losses			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
<b>Unaudited</b>									
At 1 January 2018	155,880	412,796	4,438	(12,217)	40,328	(433,466)	167,758	1,723	169,481
Fair value on additional investment in subsidiary	-	-	-	-	(640)	-	(640)	-	(640)
Share issues expenses	(392)	-	-	-	-	-	(392)	-	(392)
Fair value gain on other quoted investment	-	-	-	-	2,137	-	2,137	-	2,137
Foreign currency translation differences for foreign operations	-	-	8,541	-	-	-	8,541	-	8,541
Acquisition of non-controlling interest	-	-	-	-	-	-	-	(460)	(460)
Loss for the period	-	-	-	-	-	(30,870)	(30,870)	(2,115)	(32,985)
	(392)	-	8,541	-	1,497	(30,870)	(21,223)	(2,575)	(23,798)
At 30 September 2018	155,488	412,796	12,979	(12,217)	41,825	(464,336)	146,535	(852)	145,683

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

**GREEN PACKET BERHAD ( 534942-H )**  
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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019**

	Financial period ended	
	30/9/2019	30/9/2018
	RM'000 (Unaudited)	RM'000 (Unaudited)
<b>CASH FLOW (FOR)/FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(19,892)	(32,851)
Adjustments for non cash items:-		
Amortisation of development cost	2,560	356
Depreciation of property, plant and equipment	2,210	1,649
Impact of Adoption MFRS 16 Leases	(287)	-
Interest income	(795)	(206)
Interest expense	15,152	14,172
Share of loss of associates	2,139	2,875
Fair value gains	(30,602)	(1,173)
Operating (loss)/profit before working capital changes	(29,515)	(15,178)
Changes in working capital		
Decrease/(Increase) in inventories	(2,635)	(15,067)
Decrease/(Increase) in assets	(19,270)	21,516
(Decrease)/Increase in liabilities	39,759	(18,083)
<b>Cash (for)/from operating activities</b>	(11,661)	(26,812)
Interest received	785	206
Tax paid	2,379	-
<b>Net cash (for)/from operating activities</b>	(8,497)	(26,606)
<b>CASH FLOW FOR INVESTING ACTIVITIES</b>		
Acquisition of subsidiary	-	(460)
Purchase of property, plant and equipment	(558)	(606)
Development costs incurred	(1,264)	(3,986)
<b>Net cash for investing activities</b>	(1,822)	(5,052)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Conversion of Warrants into Ordinary Shares	1,775	-
Net Drawdown/(Repayment) of borrowings	(2,561)	6,877
Net drawdown of fixed deposit pledged with a licensed bank	107	1,412
Share issues expenses	-	(392)
Impact of adoption MFRS 16 Leases - Borrowing	(878)	-
Repayment of hire purchase obligations	(90)	(117)
<b>Net cash from financing activities</b>	(1,647)	7,780
Net (decrease)/increase in cash and cash equivalents	(11,966)	(23,878)
Foreign exchange translation differences	(531)	8,541
Cash and cash equivalents at the beginning of the financial period	53,429	33,128
Cash and cash equivalents at the end of the financial period	40,932	17,791
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	31,459	16,580
Fixed deposit with licensed bank	16,173	8,756
	47,632	25,336
Fixed deposit pledged with licensed bank	(6,700)	(7,545)
	40,932	17,791

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2019**

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting**

**A1 Basis of preparation**

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of Chapter 9 Part K of the Main Listing Requirement of Bursa Malaysia Securities Berhad ("BMSB"). The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2018.

**A2 Changes in accounting policies**

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2018 except for MFRS 16 Leases which the Group has adopted from 1 January 2019.

MFRS 16 supercedes MFRS 117 : Leases, IC Interpretation 4 : Determining whether an Arrangement contains a Lease, IC Interpretation 115 : Operating Lease-Incentives and IC Interpretation 127 : Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard introduces a single lessee accounting model and requires a lessee to recognise a "rights-of-use" of the underlying asset and lease liability reflecting future payments for all leases with a term of more than 12 months, unless the underlying asset is of low value.

The right-of-use asset is depreciated in accordance with the principle in MFRS 116 : Property, Plant and Equipment and the lease liability is accreted over time with interest expense recognised in the income statement. For lessors, MFRS 16 retains most of the requirement in MFRS 117. Lessors continue to classify all leases as either operating leases or finance leases and account for them differently.

The standard will affect primarily the accounting for the Group's operating leases. For these lease commitments, there is an increase in total assets and total liabilities due to the recognition of right-of-use assets and lease liabilities. The cumulative effect of initial application of MFRS 16 is adjusted to the opening balance of retained earnings at the date of initial application, as shown below:-

	RM'000
Retained earnings as at 1 January 2019, as previously stated	(493,799)
Cummulative effect of the intial application of MFRS 16	<u>(287)</u>
Retained earnings as at 1 January 2019, as restated	<u><u>(494,086)</u></u>

**A3 Auditors' report on preceding annual financial statements**

The auditors issued an unqualified audit opinion on the financial statements for the year ended 31 December 2018.

**A4 Seasonal or cyclical of operations**

The Group's operations were not materially affected by any seasonal and cyclical factors.

**A5 Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

**A6 Material changes in estimates**

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial period under review.

**A7 Changes in debts or equity securities**

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the period ended 30 September 2019 except for the conversion of 4,437,700 warrants into ordinary shares at an exercise price of RM0.40 per share.

**A8 Dividends payment**

There were no dividends paid or proposed during the current financial period under review.

## A9 Segmental information

Segmental information is provided based on geographical segment by customers' location as follows:-

<b>Results for the financial period ended 30 September 2019</b>	Malaysia RM'000	Overseas RM'000	Group RM'000
<b>Revenue</b>			
Software and Devices	3,670	28,768	32,438
Communication Services	-	371,061	371,061
Digital Services	4,375	-	4,375
	<u>8,045</u>	<u>399,829</u>	<u>407,874</u>
<b>Results</b>			
Software and Devices	(742)	(5,815)	(6,557)
Communication Services	-	(5,274)	(5,274)
Digital Services	(17,148)	-	(17,148)
Investment Holding	25,759	-	25,759
	<u>7,869</u>	<u>(11,089)</u>	<u>(3,220)</u>
Finance costs			(15,328)
Finance income			794
			<u>(17,754)</u>
Share of net loss of associate			(2,139)
Loss before taxation			(19,893)
Income tax expense			(1,902)
Loss after taxation			(21,795)
Non-controlling interests			4,204
Loss after taxation & non-controlling interests			<u>(17,591)</u>

<b>Results for the financial period ended 30 September 2018</b>	Malaysia RM'000	Overseas RM'000	Group RM'000
<b>Revenue</b>			
Software and Devices	-	28,949	28,949
Communication Services	-	271,113	271,113
Digital Services	2,513	-	2,513
	<u>2,513</u>	<u>300,062</u>	<u>302,575</u>
<b>Results</b>			
Software and Devices	-	(3,778)	(3,778)
Communication Services	-	(1,125)	(1,125)
Digital Services	(8,711)	-	(8,711)
Investment Holding	(2,200)	-	(2,200)
	<u>(10,911)</u>	<u>(4,903)</u>	<u>(15,814)</u>
Finance costs			(14,369)
Finance income			206
			<u>(29,977)</u>
Share of net loss of associate			(2,875)
Loss before taxation			(32,852)
Income tax expense			(134)
Loss after taxation			(32,986)
Non-controlling interests			2,115
Loss after taxation & Non-controlling interests			<u>(30,870)</u>

## A10 Valuation of property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss.

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

There is no material events subsequent to the end of the quarter except for the following :

### a) Memorandum of Understanding with China Mobile Group Device Co. Ltd

On 1 November 2019, the Company entered into a Memorandum of Understanding with China Mobile Group Device Co. Ltd of 32 Xuanwumen West Street, Xicheng District, Beijing 100053, China ("China Mobile Group") to develop and explore a range of opportunities in promoting, selling and distributing each party's products and services for the mutual benefit of the parties. Subsequently, on 13 November 2019, Green Packet (S) Pte Ltd, a wholly owned-subsiary of Green Packet Berhad has entered into a Collaboration Agreement ("Agreement") with China Mobile Group (collectively referred to as "Parties") whereby both Parties will collaborate to promote, sell and distribute each other's Products and Services globally, subject to the terms and conditions of the Agreement.

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

There is no change in the composition of the Group during the current financial period ended 30 September 2019 except for the following.

- a) On 7 January 2019, NGT Networks Pte Ltd, a wholly-owned subsidiary of the Company, has incorporated a wholly-owned indirect new subsidiary known as NGT Networks Global Limited under the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), with an issued and paid-up share capital of HKD2.00.
- b) On 9 September 2019, Enrich Bonus Sdn Bhd, a wholly-owned subsidiary of the Company has incorporated a wholly-owned indirect new subsidiary known as Kiple Technology Co. Ltd. in the Republic of China with an issued capital of RMB10,000,000.

**A13 Contingent assets and changes in contingent liabilities**

The Group does not have any contingent assets at the date of this announcement and there were no changes in contingent liabilities since the last annual balance sheet date.

**A14 Capital commitments**

The Group does not have any capital commitments at the date of this announcement.

**A15 Significant related party transactions**

The Directors of GPB are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial period under review.



## B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

### B1 Review of the performance of the Group

Financial review for current quarter and financial period to date:-

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-19 RM million	30-Sep-18 RM million		30-Sep-19 RM million	30-Sep-18 RM million	
Revenue	185.61	92.44	101%	407.87	302.58	35%
Operating Profit/(loss)	10.59	(7.91)	100%	(2.43)	(15.61)	84%
EBITDA	12.16	(7.24)	100%	2.35	(13.60)	100%
Profit/(loss) Before Tax	4.85	(13.79)	100%	(19.89)	(32.85)	39%
Profit/(loss) After Tax	3.90	(13.97)	100%	(21.79)	(32.98)	34%
Profit/(loss) Attributable to Ordinary Equity Holders of the Parent	5.60	(13.60)	100%	(17.59)	(30.87)	43%

Total revenue, EBITDA and profit after tax ("PAT") of the Group stands at approximately RM185.61 million, RM12.16 million and RM3.90 million respectively for the current financial quarter ended at 30 Sep 2019 ("3Q19").

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM92.44 million, RM7.24 million and RM13.97 million respectively for the financial quarter ended at 30 Sep 2018 ("3Q18").

#### Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-19 RM million	30-Sep-18 RM million		30-Sep-19 RM million	30-Sep-18 RM million	
Software and Devices	24.29	4.28	468%	32.44	28.95	12%
Communication Services	159.78	87.48	83%	371.06	271.11	37%
Digital Services	1.55	0.69	125%	4.38	2.51	74%
Total	185.61	92.44	101%	407.87	302.58	35%

- Software and Devices business registered 468% higher sales in the current quarter compared to year on year basis mainly due to part of the orders in previous quarter was delivered in the current quarter, and substantial increase in sales from Middle East, Africa, Europe and North America coupled with the sales of the DTT set top box via the retail channel in Malaysia.
- The Communication Services business recorded a higher revenue of 83% in the current quarter as compared to the previous year on year mainly due to sales from new customers from Middle East, South India, Latin America and substantial increase in sales from existing customers in China.
- The Digital Services business recorded a higher revenue of 125% in the current quarter as compared to the previous year on year mainly due to increase contribution from the Kasih Ibu Smart Selangor ("KISS"), Perak Prihatin ("PPP"), Kedah Ibu Darul Aman ("KIDA") and Setel project.

EBITDA comprises the following:-

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-19 RM million	30-Sep-18 RM million		30-Sep-19 RM million	30-Sep-18 RM million	
Software and Devices	0.56	(1.60)	100%	(4.94)	(3.16)	-56%
Communication Services	(1.40)	(2.26)	38%	(4.47)	(0.50)	-100%
Digital Services	(6.63)	(2.77)	-100%	(14.93)	(8.18)	-83%
Investment Holding	19.63	(0.61)	100%	26.68	(1.76)	100%
Total	12.16	(7.24)	100%	2.35	(13.60)	100%

The EBITDA in the current quarter of RM12.16 million improved significantly compared to a EBITDA losses of RM7.24 million in the previous corresponding quarter mainly due to higher revenue from the Software and Devices business, Digital Services and the Communication Wholesales Voice business along with the fair value gain of RM19.63 million in a quoted investment, which mitigate the higher business development costs incurred for the Digital Services and Communication Retail business.

Profit/ (Loss) after tax comprises the following:-

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-19	30-Sep-18		30-Sep-19	30-Sep-18	
	RM million	RM million		RM million	RM million	
Software and Devices	0.01	(1.64)	100%	(6.55)	(3.25)	-100%
Communication Services	(2.56)	(2.61)	2%	(6.85)	(1.19)	-100%
Digital Services	(7.30)	(3.07)	-100%	(17.02)	(9.17)	-86%
Investment Holding	19.48	(0.77)	100%	26.09	(2.13)	100%
	9.64	(8.09)	100%	(4.33)	(15.74)	73%
Finance costs*	(5.27)	(4.95)	-6%	(15.33)	(14.37)	-7%
Share of loss of associate	(0.47)	(0.93)	50%	(2.14)	(2.87)	26%
<b>Total</b>	<b>3.90</b>	<b>(13.97)</b>	<b>100%</b>	<b>(21.79)</b>	<b>(32.98)</b>	<b>34%</b>

\*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

High business development costs incurred for the Digital Services and Communication Retail business coupled with finance costs accrued from the Exchangeable Medium Term Notes, were mitigated by fair value gain in a quoted investment and higher revenue from all the businesses in the current quarter which have resulted in the profit after tax of RM3.90 million in the current quarter.

## B2 Material changes in the quarterly results compared to the results of the preceding quarter

Financial review for current quarter compared with immediate preceding quarter:-

	3 months period ended		% Change
	30-Sep-19	30-Jun-19	
	RM million	RM million	
Revenue	185.61	124.33	49%
Operating Profit/(loss)	10.59	(4.36)	100%
EBITDA	12.16	(2.81)	100%
Profit/(loss) Before Tax	4.85	(10.19)	100%
Profit/(loss) After Tax	3.90	(10.92)	100%
Profit/(loss) Attributable to Ordinary Equity Holders of the Parent	5.60	(9.31)	100%

Total revenue and profit after tax ("PAT") of the Group for the current financial quarter ended 30 Sep 2019 ("3Q19") were RM185.61 million and RM3.90 million respectively as compared to the revenue and loss after tax ("LAT") of the Group for the previous preceding financial quarter ended at 30 June 2019 ("2Q19") of RM124.33 million and RM10.92 million respectively.

### Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months period ended		% Change
	30-Sep-19	30-Jun-19	
	RM million	RM million	
Software and Devices	24.29	5.55	338%
Communication Services	159.78	117.31	36%
Digital Services	1.55	1.47	5%
<b>Total</b>	<b>185.61</b>	<b>124.33</b>	<b>49%</b>

Overall, revenue for current quarter was substantially higher than the previous quarter mainly due to continual growth in revenue from all business segments i.e. Software and Devices, Communication Services and Digital Services.

EBITDA comprises the following:-

	3 months period ended		% Change
	30-Sep-19	30-Jun-19	
	RM million	RM million	
Software and Devices	0.56	(2.51)	100%
Communication Services	(1.40)	(2.12)	34%
Digital Services	(6.63)	(6.24)	-6%
Investment Holding	19.63	8.07	143%
<b>Total</b>	<b>12.16</b>	<b>(2.81)</b>	<b>100%</b>

EBITDA of RM12.16 million in the current quarter were substantially better as compared with the EBITDA losses of RM2.81 million in the preceding quarter were mainly due to improvement from Software & Devices and Communication Services coupled with fair value gain from a quoted investment.

Profit/(Loss) after tax comprises the following:-

	3 months period ended		% Change
	30-Sep-19 RM million	30-Jun-19 RM million	
Software and Devices	0.01	(2.98)	100%
Communication Services	(2.56)	(2.99)	14%
Digital Services	(7.30)	(6.97)	-5%
Investment Holding	19.48	7.85	148%
Finance costs*	9.64 (5.27)	(5.09) (5.06)	100% -4%
Share of loss of associate	(0.47)	(0.77)	40%
<b>Total</b>	<b>3.90</b>	<b>(10.92)</b>	<b>100%</b>

\*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

### B3 Current prospects and progress on previously announced financial estimates

- a) The Board expects the remaining financial period to be challenging in view of the slower overall global economic growth. Ongoing efforts to improve the Group's performance through initiatives indicated below, has started to show positive improvement in the overall Group business :-
- Enhance the geographical reach for cost competitive LTE products with new supply chain arrangements.
  - Improve operational efficiency for better profit margin for wholesale voice traffic markets.
  - Strengthen the Digital Services platform for Internet of Things and Artificial Intelligence applications to achieve synergistic and vertical integration with the 2 existing business pillars.
- b) **Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced**  
There was no financial forecast previously announced by the Group.

### B4 Statement of the Board of Directors' opinion on achievability of financial estimate, forecast, projection and internal targets previously announced

Not applicable

### B5 Financial estimate, forecast or projection/profit guarantee

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

### B6 Income tax expense

	Financial year ended 30-Sep-19 RM'000
Current period tax expense	1,902

### B7 Status of corporate proposals and utilisation of proceeds

The status of Corporate Proposals announced but not completed for the current financial period under review are as follow:

- a) On 10 September 2019, Green Packet Berhad ("GPB" or "the Company") announced that proposed placement of new ordinary shares ("Placement Shares") in GPB representing up to 10% of the issued and paid-up share capital of the company ("Proposed Placement"). On 13 September 2019, GPB submitted an application for the listing of and quotation for the Placement Shares to be issued pursuant to the Proposed Placement to Bursa Malaysia Securities Berhad. Bursa Malaysia Securities Berhad had in its letter dated 25 September 2019 approved the listing and quotation of up to 135,182,314 Placement Shares to be issued pursuant to the Proposed Placement.
- b) The utilisation of Right Issues proceeds completed on 4 Dec 2018 are as follows:

Purpose	Proposed Utilisation RM '000	Actual Utilisation RM '000
(i) Purchase of trade equipment	25,935	14,771
(ii) Future viable investments	10,000	-
(iii) Working capital for media and digital services	10,000	6,400
(iv) Working capital for Fintech solutions	5,000	5,000
(v) General working capital	8,346	8,346
(vi) Estimated expenses	800	800
<b>Total</b>	<b>60,081</b>	<b>35,317</b>

**B8 Group borrowings and debt securities**

Total borrowings of the Group are as follows:

	As at 30 Sep 2019		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	267,361	-	267,361
- Term loan	334	55	388
- Revolving Credits	-	7,433	7,433
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia.	150	1,396	1,546
<b>Total</b>	<b>267,845</b>	<b>8,884</b>	<b>276,728</b>

	As at 30 Sept 2018		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	247,558	-	247,558
- Term loan	381	227	608
- Trade facilities	0	0	0
- Revolving Credits	0	7,296	7,296
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia	260	19	279
<b>Total</b>	<b>248,199</b>	<b>7,542</b>	<b>255,740</b>

**B9 Material litigations**

On 4 February 2019, the Company has issued a Notice of Arbitration against MYTV Broadcasting Sdn Bhd ("MYTV") pursuant to Clause 42 of the Agreement For The Design, Supply, Assembly, Testing and Acceptance of DVB-T2 (T2000) Set-Top-Boxes ("STB") dated 23 January 2018 between MYTV and the Company ("STB Agreement")("DTT Project") for the Company to claim for the first batch of 200,000 STB units which has been supplied to MYTV and for MYTV to take up the supply and delivery of the balance 1,400,000 STB units. On 13 March 2019, the Company has registered with the Asian International Arbitration Centre ("AIAC") a Request for Arbitration to commence arbitration proceedings against MYTV.

**B10 Dividends**

No dividend has been declared or recommended in respect of the current financial period under review.

**B11 Realised and unrealised losses disclosure**

The Group's realised and unrealised accumulated losses disclosure are as follows:

	As at 30-Sep-19 RM'000	As at 30-Sep-18 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised accumulated losses	(518,451)	(908,777)
- Unrealised retained profit/(loss)	(500)	306
Consolidation adjustments	462,790	444,135
<b>Total Group accumulated losses</b>	<b>(56,162)</b>	<b>(464,336)</b>

**B12 Earnings per share****Basic earnings/(loss) per share**

Basic earnings/(loss) per share is calculated by dividing the net loss for the period by the weighted average number of ordinary shares in issue during the period.

	3 months quarter ended		9 months period ended	
	30-Sep-19	30-Sep-18	30-Sep-19	30-Sep-18
Profit/(Loss) attributable to ordinary equity holders of the Company (RM'000)	5,604	(13,602)	(17,591)	(30,870)
Weighted average numbers of ordinary shares in issue ('000)	909,237	758,721	909,237	758,721
Basic earnings/(loss) per share (sen)	0.6	(1.8)	(1.9)	(4.1)

**Diluted earnings/(loss) per share**

	3 months quarter ended		9 months period ended	
	30-Sep-19	30-Sep-18	30-Sep-19	30-Sep-18
Profit/(Loss) attributable to ordinary equity holders of the Company (RM'000)	5,604	(13,602)	(17,591)	(30,870)
Weighted average numbers of ordinary shares in issue ('000)	909,237	758,721	909,237	758,721
Assuming exercise of outstanding warrants ('000)	446,170	-	446,170	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,355,407	758,721	1,355,407	758,721
Diluted earnings/(loss) per share (sen)	0.4	(1.8)	(1.3)	(4.1)

**B13 Profit/(Loss) for the Period**

	3 months quarter ended		9 months period ended	
	30-Sep-19	30-Sep-18	30-Sep-19	30-Sep-18
	RM'000	RM'000	RM'000	RM'000
<b>Profit/(Loss) for the period is arrived at after charging :</b>				
Amortisation of :				
- development cost	830	123	2,560	355
- intellectual property	-	-	-	2
Depreciation of plant and equipment	741	545	2,211	1,650
Rental of premises	74	351	201	1,139
Loss/(Gain) on foreign exchange				
- realised	71	(15)	(835)	1,335
- unrealised	453	(99)	549	(294)
Staff costs:				
- defined contribution plan	759	555	2,119	1,456
- salaries and other benefits	9,684	5,102	27,420	16,612
Interest expense:				
- hire purchase	3	4	11	12
- exchangeable medium term notes	5,269	4,950	15,318	14,357
<b>and after crediting :</b>				
Interest income	337	70	794	206

**B14 Authorisation for issue**

The interim financial statements were authorised for release by the Board of Directors on 26 November 2019.