

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED
30 JUNE 2020**

	Individual Quarter 3 Months Period Ended		Cumulative Quarter 6 Months Period Ended	
	30/06/2020	30/06/2019	30/06/2020	30/06/2019
	(Unaudited) RM '000	(Unaudited) RM '000	(Unaudited) RM '000	(Unaudited) RM '000
Revenue	144,986	124,326	292,040	222,262
Operating expenses				
-Depreciation & amortisation	(1,492)	(1,548)	(3,139)	(3,198)
-Other operating costs	(161,345)	(136,728)	(319,843)	(242,297)
Other income	900	158	1,347	787
Loss from operations	(16,950)	(13,792)	(29,595)	(22,446)
Share of losses in associate companies	(440)	(770)	(1,011)	(1,674)
Fair value gain/(loss) on other quoted investment	9,005	9,432	(8,242)	9,432
Finance costs	(5,154)	(5,058)	(9,673)	(10,056)
Loss before tax	(13,539)	(10,188)	(48,521)	(24,743)
Income tax income/(expense)	261	(730)	(63)	(952)
Loss for the period	(13,279)	(10,918)	(48,584)	(25,695)
Fair value gain/(loss) on long term quoted investment	36,020	37,729	(32,967)	38,034
Foreign currency translation differences for foreign operations	(106)	654	1,080	(831)
Total other comprehensive income/(expenses) for the period	35,913	38,383	(31,887)	37,203
Total comprehensive income/(loss) for the period	22,635	27,465	(80,471)	11,508
Loss attributable to:				
Owners of the Company	(11,982)	(9,311)	(46,056)	(23,195)
Non-controlling interests	(1,296)	(1,607)	(2,527)	(2,500)
Loss for the Period	(13,279)	(10,918)	(48,584)	(25,695)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	23,931	29,072	(77,943)	14,008
Non-controlling interests	(1,296)	(1,607)	(2,527)	(2,500)
Total comprehensive income/(loss) for the period	22,635	27,465	(80,471)	11,508
Basic loss per ordinary share (sen):	(1.3)	(1.0)	(4.9)	(2.6)
Diluted loss per ordinary share (sen):	(0.9)	(1.0)	(3.5)	(2.6)

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

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

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2020

	As at 30/06/2020 (Unaudited) RM '000	As at 31/12/2019 (Audited) RM '000
ASSETS		
Investment in associates	18,810	19,820
Property, plant and equipment	3,329	3,446
Rights of use of assets	589	1,385
Other long term investments	388,195	429,403
Intangible assets	7,495	7,495
Development costs	8,136	9,418
Total non-current assets	426,554	470,968
Inventories	14,069	17,535
Trade receivables	111,904	147,047
Other receivables, deposits and prepayments	43,797	30,995
Fixed deposits with licensed banks	8,592	8,331
Cash and bank balances	31,490	38,335
Total current assets	209,852	242,244
TOTAL ASSETS	636,406	713,212
EQUITY		
Share capital	188,805	153,408
Reserves	23,690	106,831
Total equity attributable to owners of the Company	212,495	260,239
Non-controlling interests	(9,617)	(7,090)
Total equity	202,878	253,149
LIABILITIES		
Long term borrowings	283,412	272,710
Lease liabilities	187	187
Deferred tax liabilities	1,316	1,075
Total non-current liabilities	284,915	273,972
Trade payables	98,011	121,871
Other payables and accruals	41,515	55,516
Short term borrowings	8,549	7,452
Lease liabilities	538	1,251
Total current liabilities	148,613	186,091
TOTAL LIABILITIES	433,528	460,063
TOTAL EQUITY AND LIABILITIES	636,406	713,212
Net asset per share attributable to ordinary equity holders of the parent (sen)	22	28

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2020

	-----Attributable to owners of the Company -----							Total Equity RM '000
	Non-Distributable					Sub-total RM '000	Non- controlling Interests RM '000	
	Shares Capital RM '000	Foreign Exchange Translation Reserves RM '000	Treasury Shares RM '000	Fair Value Reserves / Warrants Reserves RM '000	Accumulated Losses RM '000			
Unaudited								
At 1 January 2020	153,408	4,266	(12,217)	199,085	(84,303)	260,239	(7,090)	253,149
Conversion of Warrants into Ordinary Shares	35,397	-	-	(5,198)	-	30,199	-	30,199
Fair value loss on other quoted investment	-	-	-	(32,967)	-	(32,967)	-	(32,967)
Foreign currency translation differences for foreign operations	-	1,080	-	-	-	1,080	-	1,080
Loss for the period	-	-	-	-	(46,056)	(46,056)	(2,527)	(48,584)
	35,397	1,080	-	(38,165)	(46,056)	(47,745)	(2,527)	(50,272)
At 30 June 2020	188,805	5,346	(12,217)	160,920	(130,359)	212,495	(9,617)	202,878

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

GREEN PACKET BERHAD (534942-H)
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2019

	-----Attributable to owners of the Company -----							Total Equity
	Non-Distributable				Accumulated Losses	Sub-total	Non- controlling Interests	
	Shares Capital	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves / Warrants Reserves				
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
Unaudited								
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
Fair value gain on other quoted investment	-	-	-	38,034	-	38,034	-	38,034
Foreign currency translation differences for foreign operations	-	(831)	-	-	-	(831)	-	(831)
Capital Reduction	(455,515)	-	-	-	455,515	-	-	-
Loss for the period	-	-	-	-	(23,195)	(23,195)	(2,500)	(25,695)
	(455,515)	(831)	-	38,034	432,320	14,008	(2,500)	11,508
At 30 June 2019	141,860	4,479	(12,217)	111,527	(61,766)	183,882	(4,048)	179,834

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

GREEN PACKET BERHAD (534942-H)
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2020

	Financial period ended	
	30/06/2020	30/06/2019
	RM'000	RM'000
	(Unaudited)	(Unaudited)
CASH FLOW FOR OPERATING ACTIVITIES		
Loss before taxation	(48,520)	(24,743)
Adjustments for non cash items:-		
Amortisation of development cost	1,684	1,730
Depreciation of property, plant and equipment	1,454	1,468
Impact on adoption of rights of use of assets	-	(287)
Interest income	(224)	(457)
Interest expense	9,538	9,945
Share of loss of associates	1,011	1,674
Fair value loss/(gains)	8,242	(9,508)
	(26,815)	(20,178)
Operating loss before working capital changes		
Changes in working capital		
Decrease/(Increase) in inventories	3,466	(8,384)
Decrease/(Increase) in assets	22,342	70
(Decrease)/Increase in liabilities	(37,861)	22,502
	(38,868)	(5,990)
Cash for operating activities		
Interest paid	(150)	453
Tax paid	178	334
	(38,840)	(5,203)
CASH FLOW FOR INVESTING ACTIVITIES		
Addition of ROU	70	-
Purchase of property, plant and equipment	(611)	(168)
Development costs incurred	(402)	(845)
Net placement of fixed deposit pledged with a licensed bank	(272)	-
	(1,215)	(1,013)
CASH FLOW FROM/(FOR) FINANCING ACTIVITIES		
Conversion of warrants into ordinary shares	30,199	-
Net drawdown/(repayment) of borrowings	2,634	(2,593)
Net drawdown of fixed deposit pledged with a licensed bank	-	104
Impact of adoption MFRS 16 Leases - Borrowing	-	(490)
Repayment of hire purchase obligations	(56)	(60)
Repayment of lease liabilities	(657)	-
	32,120	(3,039)
Net cash from/(for) financing activities		
Net decrease in cash and cash equivalents	(7,935)	(9,255)
Foreign exchange translation differences	1,080	(836)
Cash and cash equivalents at the beginning of the financial period	40,152	53,429
Cash and cash equivalents at the end of the financial period	33,297	43,338
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	31,490	26,446
Fixed deposit with licensed bank	8,592	23,590
	40,082	50,036
Fixed deposit pledged with licensed bank	(6,786)	(6,698)
	33,296	43,338

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2019.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2020

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 2019.

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 2019 except for the new standards, amendments to publish standards and interpretations that are mandatory for the Group's financial year beginning on or after 1 January 2020 as set out below:

- a) Amendments to MFRS 101 and MFRS 108- Definition of Material
- b) Amendments to MFRS 3- Definition of Business
- c) Amendments to MFRS 9, MFRS 139 and MFRS 7 - Interest Rate Benchmark Reform
- d) Amendments to Reference to the Conceptual Framework in MFRS Standards

The adoption of the above standards and interpretations does not have significant financial impact to the Group's consolidated financial statements.

The following MFRS have been issued by the MASB and are effective for annual period commencing on or after 1 January 2021, and have yet to be adopted by the Group:

- a) MFRS 17 - Insurance Contracts
- b) Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
- c) Amendments to MFRS 116 - Property, Plant and Equipment
- d) Amendments to MFRS 137 - Onerous Contracts-Cost of Fulfilling a Contract

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 2019.

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 June 2020 except for the follows:

- a) The conversion of 75,495,557 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:-

Results for the financial period ended 30 June 2020	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	8,585	18,336	26,921
Communication Services	-	259,579	259,579
Digital Services	5,540	-	5,540
	<u>14,125</u>	<u>277,915</u>	<u>292,040</u>
Results			
Software and Devices	(1,674)	(3,575)	(5,249)
Communication Services	-	(2,624)	(2,624)
Digital Services	(13,490)	-	(13,490)
Investment Holding	(8,457)	-	(8,457)
	<u>(23,621)</u>	<u>(6,199)</u>	<u>(29,820)</u>
Fair value loss on other quoted investment			(8,242)
Finance costs			(9,673)
Finance income			224
			<u>(47,511)</u>
Share of net loss of associate			(1,010)
Loss before taxation			(48,521)
Income tax expense			(63)
			<u>(48,584)</u>
Loss after taxation			(48,584)
Non-controlling interests			2,527
			<u>(46,056)</u>
Loss after taxation & non-controlling interests			<u>(46,056)</u>

Results for the financial period ended 30 June 2019	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	-	8,152	8,152
Communication Services	-	211,281	211,281
Digital Services	2,829	-	2,829
	<u>2,829</u>	<u>219,433</u>	<u>222,262</u>
Results			
Software and Devices	-	(6,569)	(6,569)
Communication Services	-	(3,602)	(3,602)
Digital Services	(9,791)	-	(9,791)
Investment Holding	(2,940)	-	6,492
	<u>(3,299)</u>	<u>(10,171)</u>	<u>(13,470)</u>
Fair value gain on other quoted investment			9,432
Finance costs			(10,056)
Finance income			457
			<u>(23,069)</u>
Share of net loss of associate			(1,674)
Loss before taxation			(24,743)
Income tax expense			(952)
			<u>(25,695)</u>
Loss after taxation			(25,695)
Non-controlling interests			2,500
			<u>(23,195)</u>
Loss after taxation & non-controlling interests			<u>(23,195)</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

The material events announced subsequent to the end of the quarter are as follow :

- a) On 5 June 2020, the Company announced that it proposes to diversify the existing principal activities of the Company and its subsidiaries to include cloud computing solutions and its related services ("Proposed Diversification"). Subsequently, on 23 July 2020, the Company obtained its shareholders' approval for the Proposed Diversification. On 7 August 2020, the Company incorporate a wholly-owned subsidiary, Green Packet Cloud Sdn Bhd with a total issued and paid-up capital of RM1,000,000.
- b) On 13 July 2020, the Company has issued a total of 100,134,000 Private Placement Shares ("Placement Shares") representing 9.99% of the issued share capital of the Company (excluding treasury shares) as at 2 July 2020, pursuant the Company announcement of the Private Placement on 10 September 2019 and bursa approval on 25 September 2019 and 17 March 2019.
- c) On 12 August 2020, the Company announced that it proposes to undertake the private placement of new ordinary shares in GPB ("GPB Shares" or "Shares") ("Placement Shares"), representing up to 10% of the total number of issued shares in GPB (excluding treasury shares) ("Proposed Private Placement"), at an issue price to be determined and fixed at a future date, under the general mandate pursuant to Sections 75 and 76 of the Companies Act 2016 ("Act") approved by its shareholders at the Company's 18th annual general meeting ("AGM") convened on 23 July 2020.
- d) On 24 July 2020, the Company, Mobikom Sdn Bhd, RHB Investment Bank, CIMB Investment Bank Berhad and Malaysian Trustees Berhad had entered into a supplemental agreement to vary certain terms contained in the programme agreement dated 22 September 2014 relating to the issuance of up to RM210.00 million nominal value of eight (8)-year redeemable exchangeable medium term notes by the Company ("Proposed Variation"). The Supplemental Agreement has become unconditional on 13 August 2020 following the fulfilment of all conditions precedent set out in the Supplemental Agreement. On 24 August 2020, Mobikom Sdn Bhd issued a notice to exchange all of its RM186,782,377.19 nominal value of the Exchangeable MTNs upon the terms and conditions of the Programme Agreement and Supplemental Agreement.

A12 Changes in the composition of the Group

There is no change in the composition of the Group during the current financial quarter ended 30 June 2020 except as follow:

- a) On 5 June 2020, Packet Interactive Sdn Bhd ("PISB") has incorporated a wholly-owned subsidiary, Kiple ID Sdn Bhd with a total issued and paid-up capital of RM1.
- b) On 17 June 2020, PISB has incorporated a wholly-owned subsidiary, Kiple Go Sdn Bhd with a total issued and paid-up capital of RM1.

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	6 months period ended		% Change
	30-Jun-20	30-Jun-19		30-Jun-20	30-Jun-19	
	RM million	RM million		RM million	RM million	
Revenue	144.99	124.33	17%	292.04	222.26	31%
Operating Loss	(16.95)	(13.79)	-23%	(29.60)	(22.45)	-32%
EBITDA	(15.46)	(12.24)	-26%	(26.46)	(19.25)	-37%
Loss Before Tax	(13.54)	(10.19)	-33%	(48.52)	(24.74)	-96%
Loss After Tax	(13.28)	(10.92)	-22%	(48.58)	(25.70)	-89%
Loss Attributable to Ordinary Equity Holders of the Parent	(11.98)	(9.31)	-29%	(46.06)	(23.20)	-99%

Total revenue, EBITDA loss and loss after tax ("LAT") of the Group stands at approximately RM144.99 million, RM15.46 million and RM13.28 million respectively for the current financial quarter ended at 30 June 2020 ("2Q20").

Total revenue, EBITDA loss and loss after tax ("LAT") of the Group stands at approximately RM124.33 million, RM12.24 million and RM10.92 million respectively for the financial quarter ended at 30 June 2019 ("2Q19").

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months quarter ended		% Change	6 months period ended		% Change
	30-Jun-20	30-Jun-19		30-Jun-20	30-Jun-19	
	RM million	RM million		RM million	RM million	
Software and Devices	15.02	5.55	171%	26.92	8.15	230%
Communication Services	127.50	117.31	9%	259.58	211.28	23%
Digital Services	2.47	1.47	68%	5.54	2.83	96%
Total	144.99	124.33	17%	292.04	222.26	31%

- Software and Devices business registered 171% higher sales in the current quarter compared to year on year basis mainly due to higher shipment to ASEAN, Europe, Middle East and Latin America.
- The Communication Services business recorded a higher revenue of 9% in the current quarter as compared to the previous year on year mainly due to substantial increase in sales from telecommunication carriers in ASEAN, Hong Kong and China.
- The Digital Services business recorded a higher revenue of 68% in the current quarter as compared to the previous year on year mainly due to increase contribution from the new SME merchants, Perak Prihatin ("PPP"), Kedah Ibu Darul Aman ("KIDA") and increase in online ecommerce transactions during the MCO period.

EBITDA comprises the following:-

	3 months quarter ended		% Change	6 months period ended		% Change
	30-Jun-20	30-Jun-19		30-Jun-20	30-Jun-19	
	RM million	RM million		RM million	RM million	
Software and Devices	(1.80)	(2.51)	28%	(3.45)	(5.50)	37%
Communication Services	(2.21)	(2.12)	-4%	(2.06)	(3.06)	33%
Digital Services	(6.51)	(6.24)	-4%	(11.88)	(8.30)	-43%
Investment Holding	(4.93)	(1.37)	-261%	(9.07)	(2.38)	-281%
Total	(15.46)	(12.24)	-26%	(26.46)	(19.25)	-37%

The EBITDA losses in the current quarter of RM15.46 million is higher compared to a EBITDA losses of RM12.24 million in the previous corresponding quarter mainly due to higher business development costs incurred for the Digital Services business coupled with higher costs incurred to strengthen the Group engineering center of excellence in Chengdu, PRC and increase in marketing costs to promote the new workplace safety solution .

Loss after tax comprises the following:-

	3 months quarter ended		% Change	6 months period ended		% Change
	30-Jun-20	30-Jun-19		30-Jun-20	30-Jun-19	
	RM million	RM million		RM million	RM million	
Software and Devices	(2.21)	(2.98)	26%	(4.25)	(6.56)	35%
Communication Services	(2.22)	(2.99)	26%	(2.65)	(4.29)	38%
Digital Services	(7.13)	(6.97)	-2%	(13.32)	(9.72)	-37%
Investment Holding	(5.12)	(1.58)	-224%	(9.45)	(2.83)	-234%
	(16.69)	(14.52)	-15%	(29.66)	(23.40)	-27%
Finance cost*	(5.15)	(5.06)	-2%	(9.67)	(10.06)	4%
Fair value gain/(loss) on other quoted investment	9.00	9.43	-5%	(8.24)	9.43	-100%
Share of loss of associate	(0.44)	(0.77)	43%	(1.01)	(1.67)	40%
Total	(13.28)	(10.92)	-22%	(48.58)	(25.70)	-89%

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

The higher LAT was mainly due to higher business development costs incurred for the Digital Services business coupled with higher costs incurred to strengthen the Group engineering center of excellence in Chengdu, PRC and increase in marketing costs to promote the new workplace safety solution .

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-Jun-20	31-Mar-20	
	RM million	RM million	
Revenue	144.99	147.05	-1%
Operating Profit/(loss)	(16.95)	(12.64)	-34%
EBITDA	(15.46)	(11.00)	-41%
Loss Before Tax	(13.54)	(34.98)	61%
Loss After Tax	(13.28)	(35.31)	62%
Loss Attributable to Ordinary Equity Holders of the Parent	(11.98)	(34.07)	65%

Total revenue and LAT of the Group for the current financial quarter ended 30 June 2020 ("2Q20") were RM144.99 million and RM13.28 million respectively as compared to the revenue and LAT of the Group for the previous preceding financial quarter ended at 31 March 2020 ("1Q20") of RM147.05 million and RM35.31 million respectively. The substantial improvement in LAT in the current quarter was mainly due to fair value gain from a quoted investment of RM 9.00 million as compared to a fair value loss of RM 17.25 million in the previous preceding quarter.

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months period ended		% Change
	30-Jun-20	31-Mar-20	
	RM million	RM million	
Software and Devices	15.02	11.90	26%
Communication Services	127.50	132.08	-3%
Digital Services	2.47	3.07	-20%
Total	144.99	147.05	-1%

Overall, revenue for current quarter was slightly lower than the previous preceding quarter mainly due to slight drop in the revenue from Communication Services.

EBITDA comprises the following:-

	3 months period ended		% Change
	<u>30-Jun-20</u>	<u>31-Mar-20</u>	
	RM million	RM million	
Software and Devices	(1.80)	(1.65)	-9%
Communication Services	(2.21)	0.15	-100%
Digital Services	(6.51)	(5.36)	-21%
Investment Holding	(4.93)	(4.14)	19%
Total	(15.46)	(11.00)	-41%

Overall, the increase in the EBITDA loss in the current quarter as compared to the last preceding quarter was mainly due to restructuring costs incurred for the communication retail business.

Loss after tax comprises the following:-

	3 months period ended		% Change
	<u>30-Jun-20</u>	<u>31-Mar-20</u>	
	RM million	RM million	
Software and Devices	(2.21)	(2.03)	-9%
Communication Services	(2.22)	(0.43)	-422%
Digital Services	(7.13)	(6.18)	-15%
Investment Holding	(5.12)	(4.33)	-18%
	(16.69)	(12.97)	-29%
Finance cost*	(5.15)	(4.52)	-14%
Fair value gain/(loss) on other quoted investment**	9.00	(17.25)	-100%
Share of loss of associate	(0.44)	(0.57)	23%
Total	(13.28)	(35.31)	62%

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

** Fair value adjustment on quoted investment as at 31 March 2020

B3 Financial year ending 31 December 2020 prospects

- a) The Board expects a better performance for the current financial year, despite the impact of Covid-19 pandemic, due to the progressive market response to the rapid digital connectivity of workplace safety processes by both the private and public sectors. In addition, the Group's on-going initiatives indicated below, has started to show positive traction in the Group's overall business:-
- Expand the geographical reach and competitive supply chain arrangements for LTE products.
 - Improve operational efficiency for wholesale voice traffic and wholesale data business to improve earnings for the communication business.
 - Adopt Artificial Intelligence application and the introduction of new digital solutions for workplace safety to achieve synergistic and vertical integration with eKYC solution and cloud technology.
- 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 period ended 30-Jun-20 RM'000
Current period tax expense	63

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 16 June 2020, the Company announced that it has entered into a Term Sheet with the shareholders of Xendity Pte Ltd ("Xendity") ("the Sellers") for the proposed acquisition of the entire equity interest in Xendity (Company No: 201704574Z) ("Target Company"), comprising 3,105,263 ordinary shares in the Target Company ("Sale Shares") from the Sellers for a purchase consideration of up to United States Dollar ("USD") 10.0 million ("Purchase Price") ("Proposed Acquisition"). The Purchase Price is intended to be satisfied through a combination of cash amounting to USD1.5 million and the remaining USD8.5 million via the issuance of new ordinary shares in Green Packet at an issue price to be determined later. The Proposed Acquisition is subject to the Company and Sellers (collectively referred to as the "Parties") entering into the Definitive Agreements upon completion of due diligence and other Condition Precedents.
- 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	25,935
(ii) Future viable investments	10,000	-
(iii) Working capital for media and digital services	10,000	10,000
(iv) Working capital for Fintech solutions	5,000	5,000
(v) General working capital	8,346	8,346
(vi) Estimated expenses	800	800
Total	60,081	50,081

B8 Group borrowings and debt securities

Total borrowings of the Group are as follows:

	As at 30 June 2020		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	283,262	-	283,262
- Term loan	151	110	260
- Trade facilities	-	877	877
- Revolving Credits	-	7,562	7,562
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia.	187	538	725
Total	283,599	9,087	292,686

	As at 30 June 2019		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	262,225	-	262,225
- Term loan	388	55	443
- Trade facilities	-	-	-
- Revolving Credits	-	7,279	7,279
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia.	150	1,812	1,962
Total	262,763	9,146	271,910

B9 Material litigations

There were no material litigations involving the Group as at the date of this announcement.

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-Jun-20 RM'000	As at 30-Jun-19 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised accumulated losses	(575,188)	(501,671)
- Unrealised retained profit/(loss)	20	(115)
Consolidation adjustments	444,808	440,020
Total Group accumulated losses	(130,359)	(61,766)

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		6 months period ended	
	30-Jun-20	30-Jun-19	30-Jun-20	30-Jun-19
Loss attributable to ordinary equity holders of the Company (RM'000)	(11,982)	(9,311)	(46,056)	(23,195)
Weighted average numbers of ordinary shares in issue ('000)	946,738	908,923	946,738	908,923
Basic earnings/(loss) per share (sen)	(1.3)	(1.0)	(4.9)	(2.6)

Diluted earnings/(loss) per share

	3 months quarter ended		6 months period ended	
	30-Jun-20	30-Jun-19	30-Jun-20	30-Jun-19
Loss attributable to ordinary equity holders of the Company (RM'000)	(11,982)	(9,311)	(46,056)	(23,195)
Weighted average numbers of ordinary shares in issue ('000)	946,738	908,923	946,738	908,923
Assuming exercise of outstanding warrants ('000)	372,707	-	372,707	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,319,446	908,923	1,319,446	908,923
Diluted loss per share (sen)	(0.9)	(1.0)	(3.5)	(2.6)

B13 Profit/(Loss) for the Period

	3 months quarter ended		6 months period ended	
	<u>30-Jun-20</u> RM'000	<u>30-Jun-19</u> RM'000	<u>30-Jun-20</u> RM'000	<u>30-Jun-19</u> RM'000
Loss for the period is arrived at after charging :				
Amortisation/Impairment of :				
- development cost	936	814	1,684	1,730
Depreciation of plant and equipment	358	735	728	1,468
Rental of premises	112	(26)	218	127
Loss/(Gain) on foreign exchange				
- realised	(11)	128	(30)	(906)
- unrealised	230	(19)	(203)	96
Staff costs:				
- defined contribution plan	879	729	1,650	1,360
- salaries and other benefits	11,980	9,858	22,171	17,736
Interest expense:	5,154	5,058	9,673	10,056
and after crediting :				
Interest income	140	129	224	457

B14 Authorisation for issue

The interim financial statements were authorised for release by the Board of Directors on 26 August 2020.