

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended		9 Months Period Ended	
	30/9/2021	30/9/2020	30/9/2021	30/9/2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
Revenue	119,158	162,669	386,720	454,709
Other operating costs	(141,486)	(186,820)	(450,922)	(506,663)
Other income	4,728	13,946	64,628	15,293
<b>Loss from operations</b>	(17,600)	(10,205)	426	(36,662)
Share of gain/(losses) in associate companies	(235)	(504)	(204)	(1,515)
Fair value (loss)/gain on other quoted investment	-	10,226	(35,867)	1,984
<b>EBITDA</b>	(17,835)	(483)	(35,645)	(36,193)
Depreciation & amortisation	(1,470)	(1,665)	(5,079)	(4,804)
Finance costs	(225)	(5,433)	(634)	(15,107)
Loss before tax	(19,530)	(7,582)	(41,358)	(56,103)
Income tax expense	2	(167)	(428)	(230)
<b>Loss for the period</b>	(19,528)	(7,749)	(41,786)	(56,333)
<b>Other comprehensive (loss)/income</b>				
Fair value (loss)/gain on long term quoted investment	-	40,904	(143,467)	7,937
Foreign currency translation differences for foreign operations	(809)	(722)	(256)	358
Conversion of warrants into ordinary shares	-	(5,215)	-	(5,215)
Fair value gain on settlement of debt instrument	-	63,112	-	63,112
<b>Total other comprehensive (loss)/income for the period</b>	(809)	98,079	(143,723)	66,192
<b>Total comprehensive (loss)/income for the period</b>	(20,337)	90,330	(185,509)	9,859
Loss attributable to:				
Owners of the Company	(19,146)	(6,809)	(49,582)	(52,865)
Non-controlling interests	(382)	(941)	7,796	(3,468)
<b>Loss for the period</b>	(19,528)	(7,749)	(41,786)	(56,333)
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(19,955)	91,270	(193,305)	13,327
Non-controlling interests	(382)	(941)	7,796	(3,468)
<b>Total comprehensive (loss)/income for the period</b>	(20,337)	90,330	(185,509)	9,859
Basic loss per ordinary share (cent):	(1.5)	(0.7)	(4.0)	(5.3)
Diluted loss per ordinary share (cent):	(1.5)	(0.5)	(4.0)	(4.2)

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021**

	<b>As at 30/9/2021 (Unaudited) RM '000</b>	<b>As at 31/12/2020 (Audited) RM '000</b>
<b>ASSETS</b>		
Investments in associates	8,269	16,339
Property, plant and equipment	12,991	8,401
Rights-of-use assets	3,278	3,067
Other investments	96,099	271,988
Goodwill	28,797	1,544
Other intangible assets	5,951	5,951
Development costs	7,862	4,551
<b>Total non-current assets</b>	<b>163,247</b>	<b>311,841</b>
Inventories	19,161	14,360
Trade receivables	111,248	111,083
Other receivables, deposits and prepayments	80,758	35,574
Fixed deposits with licensed banks	6,906	11,715
Cash and bank balances	46,328	34,276
<b>Total current assets</b>	<b>264,401</b>	<b>207,008</b>
<b>TOTAL ASSETS</b>	<b>427,648</b>	<b>518,849</b>
<b>EQUITY</b>		
Share capital	320,417	268,262
Reserves	(61,939)	131,847
<b>Total equity attributable to owners of the Company</b>	<b>258,478</b>	<b>400,109</b>
<b>Non-controlling interests</b>	<b>371</b>	<b>(7,566)</b>
<b>Total equity</b>	<b>258,849</b>	<b>392,543</b>
<b>LIABILITIES</b>		
Long term borrowings	6,611	-
Lease liabilities	1,998	1,995
Deferred tax liabilities	1,172	1,178
<b>Total non-current liabilities</b>	<b>9,781</b>	<b>3,173</b>
Trade payables	68,479	59,269
Other payables and accruals	81,520	55,492
Amount owing to related parties	372	165
Short term borrowings	7,328	7,078
Lease liabilities	1,319	1,129
<b>Total current liabilities</b>	<b>159,018</b>	<b>123,133</b>
<b>TOTAL LIABILITIES</b>	<b>168,799</b>	<b>126,306</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>427,648</b>	<b>518,849</b>
<b>Net asset per share attributable to ordinary equity holders of the parent (cent)</b>	<b>21</b>	<b>38</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

GREEN PACKET BERHAD [Registration No. 200001032335 (534942-H)]  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

	-----Attributable to owners of the Company-----						Sub-total	Non-controlling Interests	Total Equity
	----- Non-Distributable -----								
	Shares Capital	Treasury Shares	Foreign Exchange Translation Reserves	Share Grant Scheme Reserve	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 2021	268,262	(12,217)	4,264	414	234,775	(95,389)	400,109	(7,566)	392,543
Loss for the period	-	-	-	-	-	(49,582)	(49,582)	7,796	(41,786)
Fair value loss on other quoted investment	-	-	-	-	(143,467)	-	(143,467)	-	(143,467)
Foreign currency translation differences for foreign operations	-	-	(256)	-	-	-	(256)	-	(256)
Acquisition of a subsidiary	-	-	-	-	-	-	-	141	141
Issuance of ordinary shares	53,020	-	-	-	-	-	53,020	-	53,020
Share Grant Scheme exercised	481	-	-	(414)	(67)	-	-	-	-
Share issuance expenses	(1,346)	-	-	-	-	-	(1,346)	-	(1,346)
	52,155	-	(256)	(414)	(143,534)	(49,582)	(141,631)	7,937	(133,694)
At 30 September 2021	320,417	(12,217)	4,008	-	91,241	(144,971)	258,478	371	258,849

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

GREEN PACKET BERHAD [Registration No. 200001032335 (534942-H)]  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2020

	Attributable to owners of the Company						Sub-total	Non-controlling Interests	Total Equity
	Non-Distributable								
	Shares Capital	Treasury Shares	Foreign Exchange Translation Reserves	Share Grant Scheme Reserve	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 2020	153,408	(12,217)	4,266	-	199,085	(84,303)	260,239	(7,090)	253,149
Loss for the period	-	-	-	-	-	(52,865)	(52,865)	(3,468)	(56,333)
Conversion of Warrants into Ordinary Shares	35,509	-	-	-	(5,215)	-	30,294	-	30,294
Fair value gain on other quoted investment	-	-	-	-	7,937	-	7,937	-	7,937
Foreign currency translation differences for foreign operations	-	-	358	-	-	-	358	-	358
Fair value gain on settlement of debt instrument	-	-	-	-	63,112	-	63,112	-	63,112
Issuance of ordinary shares	52,070	-	-	-	-	-	52,070	-	52,070
Share issuance expenses	(119)	-	-	-	-	-	(119)	-	(119)
	87,460	-	358	-	65,834	(52,865)	100,787	(3,468)	97,319
At 30 September 2020	240,868	(12,217)	4,624	-	264,919	(137,168)	361,026	(10,558)	350,468

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD  
ENDED 30 SEPTEMBER 2021**

	<b>Financial period ended</b>	
	<b>30/9/2021</b>	<b>30/9/2020</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>CASH FLOW FOR OPERATING ACTIVITIES</b>		
Loss before taxation	(41,358)	(56,103)
Adjustments for non cash items:-		
Amortisation of development cost	1,656	2,665
Depreciation of property, plant and equipment	2,081	1,100
Depreciation of rights of use of assets	1,299	1,039
Fair value loss	35,867	61,129
Gain on disposal of equity interest in an associate	(62,926)	-
Gain on dilution of interest in an associate	-	-
Interest income	(213)	(372)
Interest expense	178	14,902
Interest expense on lease liabilities	201	-
Share of loss of associates	204	1,515
Unrealised gain on foreign exchange	(656)	-
Operating (loss)/profit before working capital changes	(63,667)	25,875
Changes in working capital		
(Increase)/Decrease in inventories	(4,801)	894
(Increase)/Decrease in assets	(45,252)	21,343
Increase/(Decrease) in liabilities	19,601	(55,723)
Decrease in fiduciary cash	(111)	-
<b>Cash for operating activities</b>	(94,230)	(7,611)
Interest (paid)/received	-	(139)
Tax (paid)/received	(432)	11
<b>Net cash for operating activities</b>	(94,662)	(7,739)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiary	(3,362)	-
Acquisition of an associate	(2)	-
Acquisition of other investments	(3,445)	-
Development costs incurred	(281)	(545)
Disposal of other investments	-	209,486
Purchase of property, plant and equipment	(6,576)	(1,233)
Purchase of right-of-use assets	-	(569)
Proceeds from disposal of equity interests in associate	70,794	-
Interest received	213	-
Net (placement)/withdrawal of fixed deposit pledged with a licensed bank	(187)	(272)
<b>Net cash from investing activities</b>	57,154	206,867

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD  
ENDED 30 SEPTEMBER 2021 (CONT'D)**

	Financial period ended	
	30/9/2021	30/9/2020
	RM'000 (Unaudited)	RM'000 (Unaudited)
<b>CASH FLOW FROM/(FOR) FINANCING ACTIVITIES</b>		
Conversion of warrants into ordinary shares	-	30,294
Net drawdown/(repayment) of borrowings	6,861	(284,797)
Interest paid	(379)	-
Proceeds from issuance of ordinary shares	40,885	52,070
Repayment of lease liabilities	(1,312)	(404)
Share issuance expenses	(1,346)	(119)
<b>Net cash from/(for) financing activities</b>	<b>44,709</b>	<b>(202,956)</b>
Net increase/(decrease) in cash and cash equivalents	7,201	(3,828)
Foreign exchange translation differences	(256)	358
Cash and cash equivalents at the beginning of the financial period	35,003	40,152
Cash and cash equivalents at the end of the financial period	41,948	36,682
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	46,328	36,608
Fixed deposit with licensed bank	6,906	6,860
	53,234	43,468
Fixed deposit pledged with licensed bank	(6,660)	(6,786)
Fiduciary cash	(4,626)	-
	41,948	36,682

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30  
SEPTEMBER 2021**

**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 2020.

**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 2020 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 2021 as set out below:

- a) Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2

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 2022, and have yet to be adopted by the Group:

- a) MFRS 17 - Insurance Contracts
- b) Amendments to MFRS 3 - Reference to the Conceptual Framework
- c) Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- d) Amendments to MFRS 17 - Insurance Contracts
- e) Amendments to MFRS 101 - Classification of Liabilities as Current or Non-current
- f) Amendments to MFRS 101 - Disclosure of Accounting Policies
- g) Amendments to MFRS 108 - Definition of Accounting Estimates
- h) Amendments to MFRS 112 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- i) Amendments to MFRS 116 - Property, Plant and Equipment – Proceeds before Intended Use
- j) Amendments to MFRS 137 - Onerous Contracts – Cost of Fulfilling a Contract
- k) Annual Improvements to MFRS Standards 2018 – 2020

**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 2020.

**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.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

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

**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 2021 except for the follows:

- a) On 26 July 2021, the Company has issued 29,500,000 new ordinary shares at an issue price of RM 0.22 per share pursuant to the Company's Private Placement.
- b) On 25 August 2021, the Company has issued 18,000,000 new ordinary shares at an issue price of RM 0.20 per share pursuant to the Company's Private Placement.
- c) On 28 September 2021, the Company has issued 46,206,800 new ordinary shares at an issue price of RM 0.145 per share pursuant to the Company's Private Placement.

**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 year ended 30 September 2021</b>	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
<b><u>Revenue</u></b>				
Digital Devices & Infrastructure				
- Smart Devices	4,412	34,646	(3,921)	35,137
- Smart City, Urban Tech	7,321	-	-	7,321
Digital Services				
- Communications	-	334,080	-	334,080
- Digital & Financial Services	12,140	-	(2,970)	9,170
Investment	1,012	-	-	1,012
Corporate Unit	31,468	-	(31,468)	-
	<u>56,353</u>	<u>368,726</u>	<u>(38,359)</u>	<u>386,720</u>
<b><u>Results</u></b>				
Digital Devices & Infrastructure				
- Smart Devices	296	(4,456)	2,169	(1,991)
- Smart City, Urban Tech	(10,753)	-	4,331	(6,422)
Digital Services				
- Cloud	(3,426)	-	1,544	(1,882)
- Communications	-	163	2,327	2,490
- Digital & Financial Services	(23,320)	-	10,120	(13,200)
Investment	(3,442)	-	2,921	(521)
Corporate Unit	40,072	-	(23,412)	16,660
	<u>(573)</u>	<u>(4,293)</u>	<u>-</u>	<u>(4,866)</u>
Fair value loss on other quoted investment				(35,867)
Finance costs				(634)
Finance income				213
				<u>(41,154)</u>
Share of net profit of associate				<u>(204)</u>
Loss before taxation				<u>(41,358)</u>
Income tax expense				<u>(428)</u>
Loss after taxation				<u>(41,786)</u>
Non-controlling interests				<u>(7,796)</u>
Loss after taxation & non-controlling interests				<u>(49,582)</u>



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

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

**A9 Segmental information (cont'd)**

Segmental information is provided based on geographical segment by customers' location as follows (cont'd):

<b>Results for the financial year ended</b>	Malaysia	Overseas	Inter-segment	Group
<b>30 September 2020</b>	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>				
Digital Devices & Infrastructure				
- Smart Devices	25,915	31,313	(4,390)	52,838
- Smart City, Urban Tech	1,788	-	-	1,788
Digital Services				
- Communications	-	394,944	-	394,944
- Digital & Financial Services	5,994	-	(855)	5,139
Corporate Unit	11,263		(11,263)	-
	<u>44,960</u>	<u>426,257</u>	<u>(16,508)</u>	<u>454,709</u>
<b><u>Results</u></b>				
Digital Devices & Infrastructure				
- Smart Devices	(5,278)	(10,152)	1,773	(13,657)
- Smart City, Urban Tech	(9,003)	-	1,735	(7,268)
Digital Services				
- Communications	-	(5,502)	2,714	(2,788)
- Digital & Financial Services	(10,787)	-	1,342	(9,445)
Corporate Unit	(1,115)	-	(7,564)	(8,679)
	<u>(26,183)</u>	<u>(15,654)</u>	<u>-</u>	<u>(41,837)</u>
Fair value gain on other quoted investment				1,984
Finance costs				(15,107)
Finance income				372
				<u>(54,588)</u>
Share of net loss of associate				(1,515)
Loss before taxation				(56,103)
Income tax expense				(230)
Loss after taxation				(56,333)
Non-controlling interests				3,468
Loss after taxation & non-controlling interests				<u>(52,865)</u>

\* The reportable segments have changed from the previous reporting period due to internal reorganisation.

**A10 Valuation of property, plant and equipment**

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

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

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

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

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

- a) On 1 July 2021, the Company proposes to undertake the proposed private placement of GPB Shares, representing not more than 20% of the enlarged number of issued shares in GPB (excluding any treasury shares). Additional listing application has been submitted to Bursa Securities on 2 July 2021. On 16 July 2021, Bursa Securities approved the listing and quotation for up to 209,246,100 new GPB Shares to be issued, subject to certain conditions.

Shares allotted and issued subsequent to the end of the quarter:

Date	No. of new GPB shares	Issue price per share RM
12.10.21	36,424,500	0.115

- b) On 13 October 2021, the Company announce the termination of the shares subscription and redeemable convertible exchangeable preference shares by its wholly-owned subsidiary, Green Packet Global Holding Sdn. Bhd. (formerly known as Next Telecommunications Sdn. Bhd.) in Mirai HDC 1 Sdn. Bhd. and Mirai Alpha Sdn. Bhd.
- c) On 15 October 2021, the Company proposes to undertake the Proposed Revision to Shareholders' Mandate for the disposal of ordinary shares of G3 Global Berhad ("G3") to buyer(s) to be identified and at price(s) to be determined later in the open market and/or via direct business transaction(s), in cash. The Ordinary Resolution tabled at the Extraordinary General Meeting held on 24 November 2021 were duly passed by the Shareholders.
- d) On 28 October 2021, the Company announce on the allotment and issuance of a total of 13,674,676 Tranche 2 Consideration Shares to the shareholders of Xendity Pte Ltd ("the Sellers") based on final value of approximately USD 790,730 (equivalent to approximately RM 3,281,924) and the issue price of RM 0.24 per Tranche 2 Consideration Share, based on the Gross Revenue Targets achieved by Xendity for the Financial Period 1. On 8 November 2021, a total of 13,627,846 Tranche 2 Consideration Shares has been allotted and issued to the Sellers at value of RM 3,270,683.
- e) On 25 November 2021, the Company was notified by liquidator that, Roadmio Technologies Corporation has been liquidated on 22 November 2021.
- f) On 26 November 2021, the Company and Tencent Holdings Ltd ("Tencent") signed a supplemental addendum to further crystallize the business operation plans and commitments over a 3-year period.
- g) Circulars to shareholders of GPB dated 29 July 2021 (for the Disposal to CCPUAN and Disposal Mandate) and 9 November 2021 (for the Revision to Disposal Mandate) were approved by the shareholders of GPB at the Extraordinary General Meetings held on 13 August 2021 and 24 November 2021, respectively.

On 26 November 2021, the Board announce that GPB had sold 41,250,000 G3 Shares in the open market for a total gross consideration of RM 5.77 million. After the Disposal, GPB holds 199,111,000 G3 Shares together with 305,250,000 G3 Warrants.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

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

**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 September 2021 except as follows:

- a) On 7 September 2021, incorporation of Oasis Capital Investment Bank Ltd. in Labuan being wholly-owned subsidiary of the Company.

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

At the end of the current quarter under review, the Company has provided corporate guarantees for banking facilities to the subsidiary, which will not result in potential financial liability to the Group, as follows:

	Financial period ended 30-Sep-21 RM'000	Financial year ended 31-Dec-20 RM'000
<u>Utilised Portion:</u>		
Green Packet Global Pte Ltd	11,661	7,170

**A14 Capital commitments**

Capital expenditure of the Group not provided for as at 30 September 2021 in relation to property were as follows:

	Financial period ended 30-Sep-21 RM'000	Financial year ended 31-Dec-20 RM'000
Authorised and contracted for	2,340	7,445

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

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

**A15 Significant related party transactions**

Identity of related parties:

The Group carried out the following significant transaction with its related parties during the financial period under review :-

	Financial period ended 30-Sep-21 RM'000	Financial year ended 31-Dec-20 RM'000
<u>Sales to an associate:</u>		
- Atilze Digital Sdn Bhd	-	1,520
- Shenzhen Memo Technology Co Ltd	13,279	-
<u>Purchase from associates:</u>		
- Atilze Digital Sdn Bhd	1,931	3,985
- Memo Technology (HK) Ltd	783	106
- Shenzhen Memo Technology Co Ltd	4,801	2,569
<u>Consultancy fee charged by an associate</u>		
- Memo Technology (HK) Ltd	-	2,472
<u>Annual maintenance fee charged by a related party</u>		
- IBI Holdings (M) Sdn Bhd	80	-
<u>Subscription of shares in an associate</u>		
- Mirai HDC Sdn Bhd	2	-
<u>Subscription of Redeemable Convertible Exchangeable Preference Shares in an associate</u>		
- Mira Alpha Sdn Bhd	2,097	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**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-21 RM million	30-Sep-20 RM million		30-Sep-21 RM million	30-Sep-20 RM million	
Revenue	119.16	162.67	-27%	386.72	454.71	-15%
Operating Profit/(Loss)	(17.60)	(10.21)	-72%	0.43	(36.66)	101%
EBITDA*	(17.84)	(0.48)	-3590%	(35.64)	(36.19)	2%
Loss Before Tax	(19.53)	(7.58)	-158%	(41.36)	(56.10)	26%
Loss After Tax	(19.53)	(7.75)	-152%	(41.79)	(56.33)	26%
Loss Attributable to Ordinary Equity Holders of the Parent	(19.15)	(6.81)	-181%	(49.58)	(52.87)	6%

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM 119.16 million, RM 17.84 million and RM 19.53 million respectively for the current financial quarter ended at 30 September 2021 ("3Q21") as compared with total revenue, EBITDA losses and LAT of the Group stands at approximately RM 162.67 million, RM 0.48 million and RM 7.75 million respectively for the previous same quarter ended at 30 September 2020 ("3Q20").

\* EBITDA include share of gain/(loss) on associate and fair value gain/(loss) on other quoted investment

**Group's Segmental Analysis:**

Revenue contribution comprises the following:

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-21 RM million	30-Sep-20 RM million		30-Sep-21 RM million	30-Sep-20 RM million	
Digital Devices & Infrastructure						
- Smart Devices	10.39	25.92	-60%	35.14	52.84	-34%
- Smart City, Urban Tech	5.35	0.67	698%	7.32	1.79	309%
Digital Services						
- Communications	100.92	135.36	-25%	334.08	394.94	-15%
- Digital & Financial Services	1.52	0.72	112%	9.17	5.14	78%
Investment	0.98	-	100%	1.01	-	100%
Total	119.16	162.67	-27%	386.72	454.71	-15%

- Smart Devices business registered 60% lower sales in the current quarter as compared to previous same quarter mainly due to lower devices shipment.
- Smart City, Urban Tech business registered 698% higher sales in the current quarter as compared to previous same quarter mainly due to higher setup fees.
- Communications business recorded a lower revenue of 25% in the current quarter as compared to previous same quarter mainly due to reduced inbound traffic on voice minutes.
- Digital & Financial Services business recorded a higher revenue of 112% in the current quarter as compared to previous same quarter mainly due to contribution from e-KYC setup fees and onboarding license fees.
- Investment business recorded a higher revenue of 100% in the current quarter as compared to previous same quarter as a result of expansion into investment pillar starting from December 2020.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B1 Review of the performance of the Group (cont'd)**

**Group's Segmental Analysis (cont'd):**

EBITDA comprises the following:

	3 months quarter ended			9 months period ended		
	30-Sep-21 RM million	30-Sep-20 RM million	% Change	30-Sep-21 RM million	30-Sep-20 RM million	% Change
Digital Devices & Infrastructure						
- Smart Devices	(0.27)	(8.34)	97%	(1.02)	(12.49)	92%
- Smart City, Urban Tech	(2.15)	(1.25)	-72%	(6.38)	(7.24)	12%
Digital Services						
- Cloud	(0.17)	-	-100%	(0.34)	-	-100%
- Communications	1.92	0.06	3224%	2.99	(2.00)	250%
- Digital & Financial Services	(6.20)	(3.01)	-106%	(13.30)	(7.02)	-90%
Investment	3.15	-	100%	(0.39)	-	-100%
Corporate Unit	(14.12)	12.05	-217%	(17.21)	(7.45)	-131%
Total*	(17.84)	(0.48)	-3590%	(35.64)	(36.19)	2%

The EBITDA losses in the current quarter of RM 17.84 million as compared to EBITDA losses of RM 0.48 million in the previous corresponding quarter mainly due to one-off gain on settlement of EMTN borrowings via the exchange/transfer of the Webe Digital Sdn. Bhd.'s shares held by the Group to Mobikom Sdn. Bhd., the EMTN notes holder amounting to RM 14.30 million coupled with fair value gain in other quoted investment of RM 10.23 million in previous corresponding quarter, offset with continued investments and business expansion.

\* EBITDA include share of gain/(loss) on associate and fair value gain/(loss) on other quoted investment

Profit/(Loss) after tax comprises the following:

	3 months quarter ended			9 months period ended		
	30-Sep-21 RM million	30-Sep-20 RM million	% Change	30-Sep-21 RM million	30-Sep-20 RM million	% Change
Digital Devices & Infrastructure						
- Smart Devices	(0.59)	(8.71)	93%	(1.99)	(13.66)	85%
- Smart City, Urban Tech	(2.16)	(1.26)	-72%	(6.42)	(7.27)	12%
Digital Services						
- Cloud	(0.17)	-	-100%	(0.34)	-	-100%
- Communications	1.76	(0.33)	632%	2.10	(2.98)	171%
- Digital & Financial Services	(6.35)	(3.84)	-65%	(14.62)	(9.24)	-58%
Investment	3.06	-	100%	(0.52)	-	-100%
Corporate Unit	(14.61)	2.10	-795%	16.71	(8.55)	295%
Finance cost*	(19.07)	(12.04)	-58%	(5.08)	(41.70)	88%
Fair value (loss)/gain on other quoted investment	(0.22)	(5.43)	96%	(0.63)	(15.11)	96%
Share of gain/(loss) of associate	-	10.23	-100%	(35.87)	1.98	-1908%
Share of gain/(loss) of associate	(0.23)	(0.50)	53%	(0.20)	(1.51)	87%
Total	(19.53)	(7.75)	-152%	(41.79)	(56.33)	26%

\*Finance cost in previous corresponding quarter was mainly in relation to the Exchangeable Medium Term Notes.

Overall, LAT increased in current quarter was mainly due to one-off gain in 3Q20, continued investments and business expansion.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**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
	<u>30-Sep-21</u> RM million	<u>30-Jun-21</u> RM million	
Revenue	119.16	124.85	-5%
Operating Loss	(17.60)	(21.65)	19%
EBITDA*	(17.84)	(39.05)	54%
Loss Before Tax	(19.53)	(40.99)	52%
Loss After Tax	(19.53)	(41.10)	52%
Loss Attributable to Ordinary Equity Holders of the Parent	(19.15)	(49.24)	61%

Total revenue and LAT of the Group for the current financial quarter ended 30 September 2021 ("3Q21") were RM 119.16 million and RM 19.53 million respectively as compared to the revenue and LAT of the Group for the preceding financial quarter ended at 30 June 2021 ("2Q21") of RM 124.85 million and RM 41.10 million respectively. The LAT in previous quarter was mainly due to the fair value loss in other quoted investment of RM 17.71 million.

\* EBITDA include share of gain/(loss) on associate and fair value gain/(loss) on other quoted investment

**Group's Segmental Analysis:**

Revenue contribution comprises the following:

	3 months period ended		% Change
	<u>30-Sep-21</u> RM million	<u>30-Jun-21</u> RM million	
Digital Devices & Infrastructure			
- Smart Devices	10.39	17.22	-40%
- Smart City, Urban Tech	5.35	0.23	2273%
Digital Services			
- Communications	100.92	103.56	-3%
- Digital & Financial Services	1.52	3.81	-60%
Investment	0.98	0.03	2732%
Total	119.16	124.85	-5%

Overall, revenue for current quarter was lower than the preceding quarter mainly due to lower devices shipment to America.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B2 Material changes in the quarterly results compared to the results of the preceding quarter (cont'd)**

**Group's Segmental Analysis: (cont'd)**

EBITDA comprises the following:

	3 months period ended		% Change
	<u>30-Sep-21</u>	<u>30-Jun-21</u>	
	RM million	RM million	
Digital Devices & Infrastructure			
- Smart Devices	(0.27)	(1.10)	75%
- Smart City, Urban Tech	(2.15)	(2.42)	11%
Digital Services			
- Cloud	(0.17)	(0.09)	-95%
- Communications	1.92	0.52	270%
- Digital & Financial Services	(6.20)	(3.28)	-89%
Investment	3.15	(0.76)	517%
Corporate Unit	(14.12)	(31.92)	56%
<b>Total*</b>	<b>(17.84)</b>	<b>(39.05)</b>	<b>54%</b>

EBITDA losses in current quarter was mainly due to continued investments and business expansion. Improved EBITDA losses mainly due to fair value loss in other quoted investment in previous quarter.

\* EBITDA include share of gain/(loss) on associate and fair value gain/(loss) on other quoted investment

Profit/(Loss) after tax comprises the following:

	3 months period ended		% Change
	<u>30-Sep-21</u>	<u>30-Jun-21</u>	
	RM million	RM million	
Digital Devices & Infrastructure			
- Smart Devices	(0.59)	(1.43)	58%
- Smart City, Urban Tech	(2.16)	(2.44)	11%
Digital Services			
- Cloud	(0.17)	(0.09)	-94%
- Communications	1.76	0.24	629%
- Digital & Financial Services	(6.35)	(3.77)	-68%
Investment	3.06	(0.79)	487%
Corporate Unit	(14.61)	(15.22)	4%
	(19.07)	(23.50)	19%
Finance cost	(0.22)	(0.20)	-10%
Fair value loss on other quoted investment*	-	(17.71)	100%
Share of gain/(loss) of associate	(0.23)	0.31	-174%
<b>Total</b>	<b>(19.53)</b>	<b>(41.10)</b>	<b>52%</b>

\* Fair value adjustment on quoted investment as at 30 September 2021



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30  
SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities  
(cont'd)**

**B3 Financial year ending 31 December 2021 prospects**

**a) Due to the ongoing Covid-19 pandemic, the overall business environment remains challenging. However, the Group is confident that it will remain competitive with the following focus and business initiatives:**

- Continuous focus on firming up investments in new high growth businesses such as making headways into Cloud and Hyperscale Data Centres, strengthening the existing and potential partnerships, and continuously innovating to support the nation's digital transformation.
- Expand the Communications business offerings and extend the wholesale voice services footprint to capture a broader pool of clients.
- Deliver wireless devices with 5G internet speeds of up to 4.6Gbps, not only significantly improve the data transfer speed and greater connectivity, but also making it one of the most cost-effective solutions within a single device.
- Kiplepay recently launched KipleMall, an online marketplace accessible through the Kiple mobile application that offers a one-stop shop for students' essential educational needs.

**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.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B6 Income tax expense**

	Financial period ended 30-Sep-21 RM'000
Current period tax expense	428

**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, comprising 3,105,263 ordinary shares from the Sellers for a purchase consideration of up to USD 10.0 million ("Purchase Price") ("Proposed Acquisition").

On 15 September 2020, the Company announce that pursuant to a letter received from Xendity on 14 September 2020 which was accepted by the Company on 15 September 2020, the Parties have mutually agreed to extend the validity of the Term Sheet to 31 December 2020.

On 2 December 2020, the Company entered into a share sale agreement with the Sellers for the proposed acquisition of the entire equity interest in Xendity from the Sellers ("SSA") for an aggregate purchase consideration through a combination of cash amounting to USD1.5 million or RM6.25 million and the remaining amount of up to USD8.5 million or RM35.42 million through the allotment and issuance of new ordinary shares in GPB at an issue price to be determined later.

On 8 January 2021, Bursa Securities has approved the listing and quotation of up to 147,581,250 Consideration Shares to be issued pursuant to the Proposed Acquisition.

On 2 February 2021, the Proposed Acquisition has been completed following the fulfilment of all conditions precedent as set out in the SSA. Xendity is now a wholly-owned subsidiary of the Company.

On 11 March 2021, the Company announced the allotment and issuance of 28,892,853 new ordinary shares at an issue price of RM0.42 each.

On 8 November 2021, a total of 13,627,846 Tranche 2 Consideration Shares has been allotted and issued to the Sellers at value of RM 3,270,683.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B7 Status of corporate proposals and utilisation of proceeds (cont'd)**

- b) On 4 November 2020, the Company announce its indirect wholly-owned subsidiary, Roadmio Technologies Corporation (“RTC”), a company incorporated in Taiwan has commenced member’s voluntary winding-up made pursuant to Taiwan Company Act (Sections 83 & 326). On 25 November 2021, the Company was notified by liquidator that, RTC has been liquidated on 22 November 2021.
- c) The utilisation of Private Placement first, second and third tranche proceeds completed on 27 July 2021, 26 August 2021 and 29 September 2021 respectively are as follows:

Purpose	Proposed Utilisation RM '000	Variation RM '000	Actual	Balance as at	Intended timeframe for Utilisation
			Utilisation up to date of Announcement RM '000	date of Announcement RM '000	
(i) Working capital for GPB Group	20,297	-	16,108	4,189	Within 12 months
(ii) Expenses for the Proposed Private Placement	682	-	682	-	Immediately
<b>Total</b>	<b>20,979</b>	<b>-</b>	<b>16,790</b>	<b>4,189</b>	

- d) The utilisation of proceeds from the Disposals of G3 Global Berhad’s shares, completed from 18 August 2021 to 10 September 2021 are as follows:

Purpose	Proposed Utilisation RM '000	Variation RM '000	Actual	Balance as at	Intended timeframe for Utilisation
			Utilisation up to date of Announcement RM '000	date of Announcement RM '000	
(i) Seed capital for X Bamboo Fund	2,000	-	-	2,000	Within 12 months
(ii) Issued capital for Labuan Investment Bank	10,000	-	-	10,000	Within 12 months
(iii) Cost of exercise for G3 warrants	9,158	-	-	9,158	Within 12 months
(iv) Expenses in relation to the Proposals	2,100	-	448	1,652	Immediately
(v) General working capital	11,801	-	7,330	4,471	Within 12 months
<b>Total</b>	<b>35,059</b>	<b>-</b>	<b>7,778</b>	<b>27,281</b>	

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B8 Group borrowings and debt securities**

Total borrowings of the Group are as follows:

	As at 30 September 2021		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	6,611	-	6,611
- Revolving credits	-	7,328	7,328
- Lease liabilities, which are denominated in Ringgit Malaysia.	1,998	1,319	3,317
<b>Total</b>	<b>8,609</b>	<b>8,647</b>	<b>17,256</b>

	As at 30 September 2020		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Bankers' acceptances	-	2,424	2,424
- Revolving credits	-	7,333	7,333
- Lease liabilities, which are denominated in Ringgit Malaysia.	187	847	1,034
<b>Total</b>	<b>187</b>	<b>10,604</b>	<b>10,791</b>

**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 Loss per share**

**Basic loss per share**

Basic 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-21	30-Sep-20	30-Sep-21	30-Sep-20
Loss attributable to ordinary equity holders of the Company (RM'000)	(19,146)	(6,809)	(49,582)	(52,865)
Weighted average numbers of ordinary shares in issue ('000)	1,243,143	993,873	1,243,143	993,873
Basic loss per share (cent)	(1.5)	(0.7)	(4.0)	(5.3)

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONT'D)**

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (cont'd)**

**B11 Loss per share (cont'd)**

**Diluted loss per share**

	3 months quarter ended		9 months period ended	
	30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20
(Loss)/Profit attributable to ordinary equity holders of the Company (RM'000)	(19,146)	(6,809)	(49,582)	(52,865)
Weighted average numbers of ordinary shares in issue for basic loss per share ('000)	1,243,143	993,873	1,243,143	993,873
Shares deemed to be issued for no consideration:				
- Warrants ('000)*	-	272,334	-	272,334
Weighted adjusted numbers of ordinary shares in issue ('000)	1,243,143	1,266,207	1,243,143	1,266,207
Diluted (loss)/earnings per share (cent)	(1.5)	(0.5)	(4.0)	(4.2)

\* The conversion of warrants was anti-dilutive as their exercise prices were higher than the average market price of the Company's ordinary shares during the current financial period. Accordingly, the exercise of warrants has been ignored in the calculation of dilutive loss per share.

**B12 Loss for the Period**

	3 months quarter ended		9 months period ended	
	<u>30-Sep-21</u> RM'000	<u>30-Sep-20</u> RM'000	<u>30-Sep-21</u> RM'000	<u>30-Sep-20</u> RM'000
<b>Loss for the period is arrived at after charging :</b>				
Amortisation/Impairment of :				
- development cost	494	980	1,656	2,665
Depreciation of :				
- plant and equipment	790	372	2,081	1,100
- right-of-use assets	450	-	1,299	-
Lease expenses :				
- rental of office	510	73	1,990	291
Loss/(Gain) on foreign exchange				
- realised	92	12	171	(18)
- unrealised	(6)	467	(656)	264
Staff costs:				
- defined contribution plan	1,527	831	5,147	2,481
- salaries and other benefits	20,059	11,124	60,034	33,295
Interest expense:				
- lease liabilities	72	3	201	9
- other interest expenses	153	5,430	433	15,098
<b>and after crediting :</b>				
Interest income	(118)	(148)	(213)	(372)
Gain on disposal of equity interest in an associate	-	-	(62,926)	-

**B13 Authorisation for issue**

The interim financial statements were authorised for release by the Board of Directors on 29 November 2021.