

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022

	Individual Quarter 3 Months Period Ended		Cumulative Quarter 3 Months Period Ended	
	31/3/2022	31/3/2021	31/3/2022	31/3/2021
	(Unaudited) RM '000	(Unaudited) RM '000	(Unaudited) RM '000	(Unaudited) RM '000
Revenue	102,342	142,711	102,342	142,711
Other operating costs	(103,917)	(162,593)	(103,917)	(162,593)
Other income	(47)	59,560	(47)	59,560
<b>(Loss)/Profit from operations</b>	<b>(1,622)</b>	<b>39,678</b>	<b>(1,622)</b>	<b>39,678</b>
Share of losses in associate companies	-	(277)	-	(277)
Fair value loss on other quoted investment	(15,263)	(18,162)	(15,263)	(18,162)
<b>EBITDA</b>	<b>(16,885)</b>	<b>21,239</b>	<b>(16,885)</b>	<b>21,239</b>
Depreciation & amortisation	(2,611)	(1,876)	(2,611)	(1,876)
Finance costs	(326)	(205)	(326)	(205)
(Loss)/Profit before tax	(19,822)	19,158	(19,822)	19,158
Income tax expense	(153)	(319)	(153)	(319)
<b>(Loss)/Profit for the period</b>	<b>(19,975)</b>	<b>18,839</b>	<b>(19,975)</b>	<b>18,839</b>
<b>Other comprehensive loss</b>				
Fair value loss on long term quoted investment	(61,050)	(72,649)	(61,050)	(72,649)
Foreign currency translation	(858)	(686)	(858)	(686)
<b>Total other comprehensive loss for the period</b>	<b>(61,908)</b>	<b>(73,335)</b>	<b>(61,908)</b>	<b>(73,335)</b>
<b>Total comprehensive loss for the period</b>	<b>(81,883)</b>	<b>(54,496)</b>	<b>(81,883)</b>	<b>(54,496)</b>
(Loss)/Profit attributable to:				
Owners of the Company	(19,978)	18,808	(19,978)	18,808
Non-controlling interests	3	31	3	31
<b>(Loss)/Profit for the period</b>	<b>(19,975)</b>	<b>18,839</b>	<b>(19,975)</b>	<b>18,839</b>
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(81,886)	(54,527)	(81,886)	(54,527)
Non-controlling interests	3	31	3	31
<b>Total comprehensive (loss)/income for the period</b>	<b>(81,883)</b>	<b>(54,496)</b>	<b>(81,883)</b>	<b>(54,496)</b>
Basic (loss)/earnings per ordinary share (cent):	(1.4)	1.6	(1.4)	1.6
Diluted (loss)/earnings per ordinary share (cent):	(1.4)	1.6	(1.4)	1.6


The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2022**

	<b>As at 31/3/2022 (Unaudited) RM '000</b>	<b>As at 31/12/2021 (Audited) RM '000</b>
<b>ASSETS</b>		
Investment property	5,650	5,650
Property, plant and equipment	5,552	6,499
Rights-of-use assets	2,687	2,550
Other investments	16,396	91,712
Goodwill	12,178	12,178
Development costs	6,333	7,817
<b>Total non-current assets</b>	<b>48,796</b>	<b>126,406</b>
Inventories	8,900	1,567
Trade receivables	101,394	84,821
Other receivables, deposits and prepayments	43,863	30,198
Fixed deposits with licensed banks	6,931	6,884
Cash and bank balances	41,050	58,814
<b>Total current assets</b>	<b>202,138</b>	<b>182,284</b>
<b>TOTAL ASSETS</b>	<b>250,934</b>	<b>308,690</b>
<b>EQUITY</b>		
Share capital	327,656	327,656
Reserves	(248,558)	(166,672)
<b>Total equity attributable to owners of the Company</b>	<b>79,098</b>	<b>160,984</b>
<b>Non-controlling interests</b>	<b>332</b>	<b>329</b>
<b>Total equity</b>	<b>79,430</b>	<b>161,313</b>
<b>LIABILITIES</b>		
Long term borrowings	5,966	5,966
Lease liabilities	1,229	1,268
Deferred tax liabilities	1,104	1,104
<b>Total non-current liabilities</b>	<b>8,299</b>	<b>8,338</b>
Trade payables	85,593	69,839
Other payables and accruals	67,296	58,525
Amount owing to related parties	211	211
Short term borrowings	8,768	9,085
Lease liabilities	1,337	1,379
<b>Total current liabilities</b>	<b>163,205</b>	<b>139,039</b>
<b>TOTAL LIABILITIES</b>	<b>171,504</b>	<b>147,377</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>250,934</b>	<b>308,690</b>
<b>Net asset per share attributable to ordinary equity holders of the parent (cent)</b>	<b>6</b>	<b>13</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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

	-----Attributable to owners of the Company -----								
	----- Non-Distributable -----						Sub-total	Non-controlling Interests	Total Equity
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 2022	327,656	(12,217)	5,349	-	91,307	(251,111)	160,984	329	161,313
Loss for the period	-	-	-	-	-	(19,978)	(19,978)	3	(19,975)
Fair value loss on other quoted investment	-	-	-	-	(61,050)	-	(61,050)	-	(61,050)
Foreign currency translation	-	-	(858)	-	-	-	(858)	-	(858)
	0	-	(858)	-	(61,050)	(19,978)	(81,886)	3	(81,883)
At 31 March 2022	327,656	(12,217) 	4,491	-	30,257	(271,089)	79,098	332	79,430

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	-----Attributable to owners of the Company -----								
	----- Non-Distributable -----							Non-controlling Interests	Total Equity
	Shares Capital	Treasury Shares	Foreign Exchange Translation Reserves	Share Grant Scheme Reserve	Fair Value Reserves / Warrants Reserves	Accumulated Losses	Sub-total		
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)	5,067	712	234,775	(94,290)	402,309	(7,570)	394,739
Profit for the period	-	-	-	-	-	18,808	18,808	31	18,839
Fair value loss on other quoted investment	-	-	-	-	(72,649)	-	(72,649)	-	(72,649)
Foreign currency translation	-	-	(686)	-	-	-	(686)	-	(686)
Issuance of ordinary shares pursuant to:									
- private placement	36,230	-	-	-	-	-	36,230	-	36,230
Acquisition of a subsidiary	-	-	-	-	-	-	-	145	145
Share Grant Scheme exercised	-	-	-	(298)	-	-	(298)	-	(298)
	36,230	-	(686)	(298)	(72,649)	18,808	(18,595)	176	(18,419)
At 31 March 2021	304,492	(12,217)	4,381	414	162,126	(75,482)	383,714	(7,394)	376,320

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD  
ENDED 31 MARCH 2022**

	Financial period ended	
	31/3/2022	31/3/2021
	RM'000 (Unaudited)	RM'000 (Unaudited)
<b>CASH FLOW FOR OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(19,822)	19,158
Adjustments for non cash items:-		
Amortisation of development cost	1,528	706
Depreciation of property, plant and equipment	671	738
Depreciation of rights of use of assets	412	432
Fair value loss	15,262	18,163
Gain on disposal of equity interest in an associate	-	(57,516)
Interest income	(39)	(42)
Interest expense	193	59
Interest expense on lease liabilities	43	67
Share of loss of associates	-	277
Reversal of impairment loss on trade receivables	(7,253)	-
Unrealised loss/(gain) on foreign exchange	565	(209)
Write back of inventories written off	(6,663)	-
Operating loss before working capital changes	(15,103)	(18,167)
Changes in working capital		
Increase in inventories	(670)	(2,983)
Increase in assets	(22,985)	(11,246)
Increase in liabilities	23,960	11,706
Increase in fiduciary cash	1,463	-
<b>Cash for operating activities</b>	(13,335)	(20,690)
Tax (paid)/received	(153)	(320)
<b>Net cash for operating activities</b>	(13,488)	(21,010)
<b>CASH FLOW (FOR)/FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiary	-	(3,362)
Development costs incurred	(44)	(256)
Purchase of property, plant and equipment	276	(397)
Purchase of intangible assets	-	(11)
Proceeds from disposal of equity interests in associate	-	63,016
Interest received	39	42
Net (placement)/withdrawal of fixed deposit pledged with a licensed bank	(46)	(140)
<b>Net cash (for)/from investing activities</b>	(771)	58,892

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD  
ENDED 31 MARCH 2022 (CONT'D)**

	<b>Financial period ended</b>	
	<b>31/3/2022</b>	<b>31/3/2021</b>
	<b>RM'000</b> <b>(Unaudited)</b>	<b>RM'000</b> <b>(Unaudited)</b>
<b>CASH FLOW (FOR)/FROM FINANCING ACTIVITIES</b>		
Net (repayment)/drawdown of borrowings	(317)	1,131
Interest paid	(236)	(126)
Proceeds from issuance of ordinary shares	-	24,095
Repayment of lease liabilities	(630)	(503)
<b>Net cash (for)/from financing activities</b>	<b>(1,183)</b>	<b>24,597</b>
Net (decrease)/increase in cash and cash equivalents	(15,442)	62,479
Foreign exchange translation differences	(858)	117
Cash and cash equivalents at the beginning of the financial period	51,458	35,003
Cash and cash equivalents at the end of the financial period	35,158	97,599
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	41,050	91,870
Fixed deposit with licensed bank	6,931	16,857
	47,981	108,727
Fixed deposit pledged with licensed bank	(6,684)	(6,613)
Fiduciary cash	(6,139)	(4,515)
	35,158	97,599

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022**

**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 2021.

**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 2021 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 2022 as set out below:

- a) Amendments to MFRS 3 - Reference to the Conceptual Framework
- b) Amendments to MFRS 116 - Property, Plant and Equipment – Proceeds before Intended Use
- c) Amendments to MFRS 137 - Onerous Contracts – Cost of Fulfilling a Contract
- d) Annual Improvements to MFRS Standards 2018 – 2020

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 2023, and have yet to be adopted by the Group:

- a) MFRS 17 - Insurance Contracts
- b) Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- c) Amendments to MFRS 17 - Insurance Contracts
- d) Amendments to MFRS 17 - Insurance Contracts – Initial Application of MFRS 17 and MFRS 9 – Comparative Information
- 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

**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 2021.

**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.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (CONT'D)**

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

**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 31 March 2022.

**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 31 March 2022</b>	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
<b><u>Revenue</u></b>				
Digital Devices & Infrastructure	1,968	27,525	(1,394)	28,099
Communications	-	71,476	-	71,476
Digital & Financial Services	3,659	-	(946)	2,713
Corporate Unit	11,173	-	(11,119)	54
	<b>16,800</b>	<b>99,001</b>	<b>(13,459)</b>	<b>102,342</b>
<b><u>Results</u></b>				
Digital Devices & Infrastructure	2,845	(1,105)	3,008	4,748
Communications	3,950	83	1,611	5,644
Digital & Financial Services	(7,677)	-	3,025	(4,652)
Corporate Unit	(2,368)	-	(7,644)	(10,012)
	<b>(3,250)</b>	<b>(1,022)</b>	<b>-</b>	<b>(4,272)</b>
Fair value loss on other quoted investment				(15,263)
Finance costs				(326)
Finance income				39
Loss before taxation				(19,822)
Income tax expense				(153)
Loss after taxation				(19,975)
Non-controlling interests				(3)
Loss after taxation & non-controlling interests				<b>(19,978)</b>



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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>31 March 2021</b>	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Digital Devices & Infrastructure	1,979	8,733	(1,437)	9,275
Communications	-	129,601	-	129,601
Digital & Financial Services	4,038	-	(203)	3,835
Corporate Unit	6,146	-	(6,146)	-
	<u>12,163</u>	<u>138,334</u>	<u>(7,786)</u>	<u>142,711</u>
<b>Results</b>				
Digital Devices & Infrastructure	(2,084)	(413)	710	(1,787)
Communications	(923)	(286)	1,090	(119)
Digital & Financial Services	(5,841)	-	1,747	(4,094)
Corporate Unit	47,308	-	(3,548)	43,760
	<u>38,459</u>	<u>(699)</u>	<u>-</u>	<u>37,760</u>
Fair value loss on other quoted investment				(18,162)
Finance costs				(205)
Finance income				42
				<u>19,435</u>
Share of net loss of associate				(277)
Profit before taxation				19,158
Income tax expense				(319)
Profit after taxation				18,839
Non-controlling interests				(31)
Profit after taxation & non-controlling interests				<u>18,808</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.

**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 27 April 2022, the issue price for the first tranche of the Private Placement Shares was fixed at RM0.079 each Placement Share. On 29 April 2022, the Company has allotted and issued 200,000,000 Placement Shares pursuant to the Private Placement which was approved and announced to Bursa Malaysia Securities Berhad on 28 January 2022 and 31 January 2022 respectively.

The cash proceeds of RM 15.8million raised is intended to be used by the Group for i) general working capital and ii) expenses for Private Placement. As of the date of issuance of this Interim Financial Results, the proceeds raised is being placed (pending utilisation) in Green Packet Group's bank accounts.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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 (cont'd)**

The material events announced subsequent to the end of the quarter are as follows: (cont'd)

- b) On 19 May 2022, the Company announced that the conditions precedent for Tranche 2 Sale Shares in relation to Disposal to CCPuan, Disposal Mandate and Revision to Disposal Mandate was not completed on or before the conditions precedent period for Tranche 2. As such, the terms of the SSA shall cease to apply to Tranche 2. Following that, Green Packet Berhad has no remaining obligation in respect of the SSA.
- c) On 19 May 2022, the Company announced the conversion of 305,250,000 G3 Warrants into 305,250,000 G3 Shares at the exercise price of RM0.03 each share for a total cash consideration of RM9,157,000. The Company becomes a new substantial shareholder of G3 with total equity interest of 12.36%.

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

There is no change in the composition of the Group during the current financial quarter ended 31 March 2022.

**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 subsidiaries, which will not result in potential financial liability to the Group, as follows:

	Financial period ended 31-Mar-22 RM'000	Financial year ended 31-Dec-21 RM'000
<b>Utilised Portion:</b>		
Green Packet Global Pte Ltd	11,714	11,600
Worldline Enterprise Sdn Bhd	4,096	4,290
<b>Total</b>	<b>15,810</b>	<b>15,890</b>

**A14 Capital commitments**

Capital expenditure of the Group not provided for as at 31 March 2022 in relation to property were as follows:

	Financial period ended 31-Mar-22 RM'000	Financial year ended 31-Dec-21 RM'000
Authorised and contracted for	-	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH  
2022 (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 31-Mar-22 RM'000	Financial year ended 31-Dec-21 RM'000
<u>Purchase from associates:</u>		
- Atilze Digital Sdn Bhd	-	2,248
- Memo Technology (HK) Ltd	-	-
- Shenzhen Memo Technology Co Ltd	-	4,160
<u>Annual maintenance fee charged by a related party</u>		
- IBI Holdings (M) Sdn Bhd	-	80

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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	3 months period ended		% Change
	31-Mar-22 RM million	31-Mar-21 RM million		31-Mar-22 RM million	31-Mar-21 RM million	
Revenue	102.34	142.71	-28%	102.34	142.71	-28%
Operating (Loss)/Profit	(1.62)	39.68	-104%	(1.62)	39.68	-104%
EBITDA	(16.88)	21.24	-180%	(16.88)	21.24	-180%
(Loss)/Profit Before Tax	(19.82)	19.16	-203%	(19.82)	19.16	-203%
(Loss)/Profit After Tax	(19.98)	18.84	-206%	(19.98)	18.84	-206%
(Loss)/Profit Attributable to Ordinary Equity Holders of the Parent	(19.98)	18.81	-206%	(19.98)	18.81	-206%

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM 102.34 million, RM 16.88 million and RM 19.98 million respectively for the current financial quarter ended at 31 March 2022 ("1Q22") as compared with total revenue, EBITDA and PAT of the Group stands at approximately RM 142.71 million, RM 21.24 million and RM 18.84 million respectively for the previous same quarter ended at 31 March 2021 ("1Q21").

**Group's Segmental Analysis:**

Revenue contribution comprises the following:

	3 months quarter ended		% Change	3 months period ended		% Change
	31-Mar-22 RM million	31-Mar-21 RM million		31-Mar-22 RM million	31-Mar-21 RM million	
Digital Devices & Infrastructure	28.10	9.27	268%	28.10	9.27	268%
Communications	71.48	129.60	-45%	71.48	129.60	-45%
Digital & Financial Services	2.71	3.84	-29%	2.71	3.84	-29%
Corporate Unit	0.05	-	100%	0.05	-	100%
Total	102.34	142.71	-28%	102.34	142.71	-28%

- Digital Devices & Infrastructure business registered 268% higher sales in the current quarter as compared to previous same quarter mainly due to higher devices shipment to America and Middle East.
- Communications business recorded a lower revenue of 45% 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 lower revenue of 29% in the current quarter as compared to previous same quarter mainly due to lower terminal sales.
- Corporate Unit recorded a higher revenue of 100% in the current quarter as compared to previous same quarter mainly due to higher interest income.

EBITDA comprises the following:

	3 months quarter ended		% Change	3 months period ended		% Change
	31-Mar-22 RM million	31-Mar-21 RM million		31-Mar-22 RM million	31-Mar-21 RM million	
Digital Devices & Infrastructure	4.95	(1.45)	1811%	4.95	(1.45)	1811%
Communications	6.42	0.47	1259%	6.42	0.47	1259%
Digital & Financial Services	(3.71)	(3.82)	3%	(3.71)	(3.82)	3%
Corporate Unit	(24.54)	26.03	-194%	(24.54)	26.03	-194%
Total	(16.88)	21.24	-180%	(16.88)	21.24	-180%

The EBITDA losses in the current quarter of RM 16.88 million as compared to EBITDA of RM 21.24 million in the previous corresponding quarter mainly due to fair value loss on other quoted investment.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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):**

Profit/(Loss) after tax comprises the following:

	3 months quarter ended		% Change	3 months period ended		% Change
	<u>31-Mar-22</u>	<u>31-Mar-21</u>		<u>31-Mar-22</u>	<u>31-Mar-21</u>	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure Communications	4.75	(1.79)	19835%	4.75	(1.79)	19835%
Digital & Financial Services	6.11	0.02	24705%	6.11	0.02	24705%
Corporate Unit	(5.22)	(4.50)	-16%	(5.22)	(4.50)	-16%
Finance cost*	(10.02)	43.74	-123%	(10.02)	43.74	-123%
Fair value loss on other quoted investment	(4.39)	37.48	-112%	(4.39)	37.48	-112%
Share of loss of associate	(0.33)	(0.21)	-59%	(0.33)	(0.21)	-59%
Total	(15.26)	(18.16)	16%	(15.26)	(18.16)	16%
	-	(0.28)	100%	-	(0.28)	100%
	(19.98)	18.84	-206%	(19.98)	18.84	-206%

\*Finance cost was mainly in relation to the term loan and lease liabilities.

Overall, LAT in current quarter was mainly due to fair value loss on other quoted investments.

**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>31-Mar-22</u>	<u>31-Dec-21</u>	
	RM million	RM million	
Revenue	102.34	160.61	-36%
Operating Loss	(1.62)	(100.49)	98%
EBITDA	(16.88)	(100.48)	83%
Loss Before Tax	(19.82)	(104.14)	81%
Loss After Tax	(19.98)	(104.02)	81%
Loss Attributable to Ordinary Equity Holders of the Parent	(19.98)	(103.98)	81%

Total revenue and LAT of the Group for the current financial quarter ended 31 March 2022 ("1Q22") were RM 102.34 million and RM 19.98 million respectively as compared to the revenue and LAT of the Group for the preceding financial quarter ended at 31 December 2021 ("4Q21") of RM 160.61 million and RM 104.02 million respectively. The LAT in current quarter was mainly due to fair value loss on other quoted investment.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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:**

Revenue contribution comprises the following:

	3 months period ended		% Change
	<u>31-Mar-22</u> RM million	<u>31-Dec-21</u> RM million	
Digital Devices & Infrastructure Communications	28.10	40.79	-31%
Digital & Financial Services	71.48	115.02	-38%
Corporate Unit	2.71	4.50	-40%
	0.05	0.30	-82%
<b>Total</b>	<b>102.34</b>	<b>160.61</b>	<b>-36%</b>

Overall, revenue for current quarter was lower than the preceding quarter mainly due to reduced inbound traffic on voice minutes.

EBITDA comprises the following:

	3 months period ended		% Change
	<u>31-Mar-22</u> RM million	<u>31-Dec-21</u> RM million	
Digital Devices & Infrastructure Communications	4.95	(31.86)	116%
Digital & Financial Services	6.42	(7.98)	180%
Corporate Unit	(3.71)	(16.78)	78%
	(24.54)	(43.86)	44%
<b>Total</b>	<b>(16.88)</b>	<b>(100.48)</b>	<b>83%</b>

EBITDA losses in current quarter was mainly due to fair value loss on other quoted investment.

Profit/(Loss) after tax comprises the following:

	3 months period ended		% Change
	<u>31-Mar-22</u> RM million	<u>31-Dec-21</u> RM million	
Digital Devices & Infrastructure Communications	4.75	(32.14)	115%
Digital & Financial Services	6.11	(8.01)	176%
Corporate Unit	(5.22)	(19.11)	73%
	(10.02)	(44.45)	77%
Finance cost	(4.39)	(103.70)	96%
Fair value loss on other quoted investment*	(0.33)	(0.32)	-2%
	(15.26)	-	-100%
<b>Total</b>	<b>(19.98)</b>	<b>(104.02)</b>	<b>81%</b>

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (CONT'D)**

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

**B3 Financial year ending 31 December 2022 prospects**

**a) Due to the ongoing Covid-19 pandemic, the overall business environment remains challenging. Consequentially, the Group is revamping its non-profitable business lines to remain competitive with the following focus and new business initiatives:**

- Expand the geographical reach and competitive supply chain arrangements for LTE products to improve shipment units for the Digital Devices & Infrastructure business.
- Improve operational efficiency for wholesale voice traffic and rapid diversification into wholesale data to improve earnings for the Communication business.
- Build strategic partnership, upsell additional modules and expand customer base for Digital & Financial Services business.
- Continue to evaluate and wind up the non-performing subsidiaries.

**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 31-Mar-22 RM'000
Current period tax expense	153

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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**

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.

- b) The utilisation of proceeds from the Disposals of G3 Global Berhad's shares from 18 August 2021 to 1 December 2021 are as follows:

Purpose	Proposed		Actual	Balance as at 31	Intended
	Utilisation	Variation	Utilisation		
	RM '000	RM '000	up to 31 March 2022 RM '000	March 2022 RM '000	timeframe for Utilisation
(i) Seed capital for X Bamboo Fund	1,287	(1,287)	-	-	Within 12 months
(ii) Issued capital for Labuan Investment Bank	10,000	-	10,000	-	Within 12 months
(iii) Cost of exercise for G3 warrants	5,894	(5,894)	-	-	Within 12 months
(iv) Expenses in relation to the Proposals	1,351	(781)	570	-	Immediately
(v) General working capital	7,595	7,962	15,557	-	Within 12 months
<b>Total</b>	<b>26,127</b>	<b>-</b>	<b>26,127</b>	<b>-</b>	



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (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 31 March 2022		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	5,966	1,362	7,328
- Revolving credits	-	7,406	7,406
- Lease liabilities, which are denominated in Ringgit Malaysia.	1,229	1,337	2,566
Total	7,195	10,105	17,300

	As at 31 December 2021		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	5,966	1,796	7,762
- Revolving credits	-	7,289	7,289
- Lease liabilities, which are denominated in Ringgit Malaysia.	1,268	1,379	2,647
Total	7,234	10,464	17,698

**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)/Earnings per share**

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

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

	3 months quarter ended		3 months period ended	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
(Loss)/Profit attributable to ordinary equity holders of the Company (RM'000)	(19,978)	18,808	(19,978)	18,808
Weighted average numbers of ordinary shares in issue ('000)	1,403,168	1,181,615	1,403,168	1,181,615
Basic loss per share (cent)	(1.4)	1.6	(1.4)	1.6

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022 (CONT'D)**

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

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

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

	3 months quarter ended		3 months period ended	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
(Loss)/Profit attributable to ordinary equity holders of the Company (RM'000)	(19,978)	18,808	(19,978)	18,808
Weighted average numbers of ordinary shares in issue for basic loss per share ('000)	1,403,168	1,181,615	1,403,168	1,181,615
Shares deemed to be issued for no consideration: - Warrants ('000)*	-	-	-	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,403,168	1,181,615	1,403,168	1,181,615
Diluted loss per share (cent)	(1.4)	1.6	(1.4)	1.6

\* 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)/Profit for the Period**

	3 months quarter ended		3 months period ended	
	31-Mar-22 RM'000	31-Mar-21 RM'000	31-Mar-22 RM'000	31-Mar-21 RM'000
<b>(Loss)/Profit for the period is arrived at after charging :</b>				
Amortisation of :				
- development cost	1,528	706	1,528	706
Depreciation of :				
- plant and equipment	671	738	671	738
- right-of-use assets	412	432	412	432
Lease expenses :				
- short term leases	102	77	102	77
- rental of equipment	512	-	512	-
Loss/(Gain) on foreign exchange				
- realised	230	44	230	44
- unrealised	565	(209)	565	(209)
Staff costs:				
- defined contribution plan	1,279	1,507	1,279	1,507
- salaries and other benefits	16,688	17,346	16,688	17,346
Interest expense:				
- lease liabilities	43	67	43	67
- other interest expenses	283	138	283	138
Inventories written down/written off	(6,663)	-	(6,663)	-
<b>and after crediting :</b>				
Interest income	(39)	(42)	(39)	(42)
Gain on disposal of equity interest in an associate	-	(57,516)	-	(57,516)

**B13 Authorisation for issue**

The interim financial statements were authorised for release by the Board of Directors on 24 May 2022.