

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

	Individual Quarter 3 Months Period Ended		Cumulative Quarter 6 Months Period Ended	
	30/6/2022 (Unaudited) RM '000	30/6/2021 (Unaudited) RM '000	30/6/2022 (Unaudited) RM '000	30/6/2021 (Unaudited) RM '000
Revenue	187,201	124,851	289,543	267,562
Other operating costs	(196,988)	(146,843)	(300,905)	(309,436)
Other income	6,714	340	6,668	59,900
<b>Loss from operations</b>	<b>(3,073)</b>	<b>(21,652)</b>	<b>(4,694)</b>	<b>18,026</b>
Share of losses in associate companies	-	308	-	31
Fair value loss on other quoted investment	(4,657)	(17,705)	(19,920)	(35,867)
<b>EBITDA</b>	<b>(7,730)</b>	<b>(39,049)</b>	<b>(24,614)</b>	<b>(17,810)</b>
Depreciation & amortisation	(2,427)	(1,733)	(5,038)	(3,609)
Finance costs	(401)	(204)	(727)	(409)
Loss before tax	(10,558)	(40,986)	(30,379)	(21,828)
Income tax expense	(23)	(111)	(176)	(430)
<b>Loss for the period</b>	<b>(10,581)</b>	<b>(41,097)</b>	<b>(30,555)</b>	<b>(22,258)</b>
<b>Other comprehensive loss</b>				
Fair value loss on long term quoted investment	(12,210)	(70,818)	(73,260)	(143,467)
Foreign currency translation	2,094	1,239	1,236	553
<b>Total other comprehensive loss for the period</b>	<b>(10,116)</b>	<b>(69,579)</b>	<b>(72,024)</b>	<b>(142,914)</b>
<b>Total comprehensive loss for the period</b>	<b>(20,697)</b>	<b>(110,676)</b>	<b>(102,579)</b>	<b>(165,172)</b>
Loss attributable to:				
Owners of the Company	(10,427)	(49,244)	(30,404)	(30,436)
Non-controlling interests	(154)	8,147	(151)	8,178
<b>Loss for the period</b>	<b>(10,581)</b>	<b>(41,097)</b>	<b>(30,555)</b>	<b>(22,258)</b>
Total comprehensive loss attributable to:				
Owners of the Company	(20,543)	(118,823)	(102,428)	(173,350)
Non-controlling interests	(154)	8,147	(151)	8,178
<b>Total comprehensive loss for the period</b>	<b>(20,697)</b>	<b>(110,676)</b>	<b>(102,579)</b>	<b>(165,172)</b>
Basic loss per ordinary share (cent):	(0.7)	(4.0)	(2.1)	(2.5)
Diluted loss per ordinary share (cent):	(0.7)	(4.0)	(2.1)	(2.5)

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 30 JUNE 2022**

	<b>As at 30/6/2022 (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	4,555	6,499
Rights-of-use assets	2,171	2,550
Other investments	7,344	91,712
Goodwill	12,178	12,178
Development costs	4,871	7,817
<b>Total non-current assets</b>	<b>36,769</b>	<b>126,406</b>
Inventories	7,479	1,567
Trade receivables	173,739	84,821
Other receivables, deposits and prepayments	34,554	30,198
Fixed deposits with licensed banks	5,004	6,884
Cash and bank balances	47,447	58,814
<b>Total current assets</b>	<b>268,223</b>	<b>182,284</b>
<b>TOTAL ASSETS</b>	<b>304,992</b>	<b>308,690</b>
<b>EQUITY</b>		
Share capital	343,306	327,656
Reserves	(269,100)	(166,672)
<b>Total equity attributable to owners of the Company</b>	<b>74,206</b>	<b>160,984</b>
<b>Non-controlling interests</b>	<b>178</b>	<b>329</b>
<b>Total equity</b>	<b>74,384</b>	<b>161,313</b>
<b>LIABILITIES</b>		
Long term borrowings	5,966	5,966
Lease liabilities	959	1,268
Deferred tax liabilities	1,104	1,104
<b>Total non-current liabilities</b>	<b>8,029</b>	<b>8,338</b>
Trade payables	132,502	69,839
Other payables and accruals	80,188	58,525
Amount owing to related parties	-	211
Short term borrowings	8,846	9,085
Lease liabilities	1,043	1,379
<b>Total current liabilities</b>	<b>222,579</b>	<b>139,039</b>
<b>TOTAL LIABILITIES</b>	<b>230,608</b>	<b>147,377</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>304,992</b>	<b>308,690</b>
<b>Net asset per share attributable to ordinary equity holders of the parent (cent)</b>	<b>5</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.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022

	-----Attributable to owners of the Company-----						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	
<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	-	-	-	-	-	(30,404)	(30,404)	(151)	(30,555)
Fair value loss on other quoted investment	-	-	-	-	(73,260)	-	(73,260)	-	(73,260)
Foreign currency translation	-	-	1,236	-	-	-	1,236	-	1,236
Issuance of ordinary shares pursuant to: - private placement	15,800	-	-	-	-	-	15,800	-	15,800
Share issuance expenses	(150)	-	-	-	-	-	(150)	-	(150)
	15,650	-	1,236	-	(73,260)	(30,404)	(86,778)	(151)	(86,929)
Disposal of equity investment	-	-	-	-	6,070	(6,070)	-	-	-
At 30 June 2022	343,306	(12,217)	6,585	-	24,117	(287,585)	74,206	178	74,384

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.

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 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	-	-	-	-	-	(30,436)	(30,436)	8,178	(22,258)
Fair value loss on other quoted investment	-	-	-	-	(143,467)	-	(143,467)	-	(143,467)
Foreign currency translation	-	-	553	-	-	-	553	-	553
Issuance of ordinary shares pursuant to: - private placement	36,230	-	-	-	-	-	36,230	-	36,230
Acquisition of a subsidiary	-	-	-	-	-	-	-	141	141
Share Grant Scheme exercised	481	-	-	(414)	-	(67,000)	-	-	-
Share issuance expenses	(1,025)	-	-	-	-	-	(1,025)	-	(1,025)
	35,686	-	553	(414)	(143,467)	(30,503)	(138,145)	8,319	(129,826)
At 30 June 2021	303,948	(12,217)	4,817	-	91,308	(125,892)	261,964	753	262,717

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 30 JUNE 2022**

	<b>Financial period ended</b>	
	<b>30/6/2022</b>	<b>30/6/2021</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	(30,379)	(21,828)
Adjustments for non cash items:-		
Amortisation of development cost	3,018	1,200
Depreciation of property, plant and equipment	1,306	1,528
Depreciation of rights of use of assets	714	881
Fair value loss on other investments	19,920	35,867
Gain on disposal of equity interest in an associate	-	(57,516)
Gain on recognition of other investments	(18,315)	-
Interest income	(115)	(160)
Interest expense	468	113
Interest expense on lease liabilities	75	139
Loss on disposal on other investments	3,000	-
Loss on disposal of plant and equipment	289	-
Reversal of impairment loss on trade receivables, deposits and prepayments	(6,264)	-
Unrealised loss/(gain) on foreign exchange	(317)	(215)
Write back of inventories written off	(6,491)	-
	<hr/>	<hr/>
Operating loss before working capital changes	(34,088)	(40,022)
Changes in working capital		
Decrease/(Increase) in inventories	579	(3,205)
Increase in assets	(87,010)	(35,605)
Increase in liabilities	84,432	21,747
Decrease in fiduciary cash	4,041	723
	<hr/>	<hr/>
<b>Cash for operating activities</b>	(32,046)	(56,362)
Tax (paid)/received	(176)	(431)
	<hr/>	<hr/>
<b>Net cash for operating activities</b>	(32,222)	(56,793)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiary	-	(3,362)
Acquisition of an associate	-	(2)
Disposal of other investments	7,500	(3,417)
Development costs incurred	(72)	(281)
Purchase of property, plant and equipment	349	(1,359)
Proceeds from disposal of equity interests in associate	-	63,016
Interest received	115	160
Net withdrawal/(placement) of fixed deposit pledged with a licensed bank	1,883	(148)
	<hr/>	<hr/>
<b>Net cash from investing activities</b>	9,775	54,607
	<hr/>	<hr/>

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD  
ENDED 30 JUNE 2022 (CONT'D)**

	<b>Financial period ended</b>	
	<b>30/6/2022</b>	<b>30/6/2021</b>
	<b>RM'000</b> <b>(Unaudited)</b>	<b>RM'000</b> <b>(Unaudited)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net (repayment)/drawdown of borrowings	(239)	585
Interest paid	(543)	(252)
Proceeds from issuance of ordinary shares	15,800	24,095
Repayment of lease liabilities	(980)	(960)
Share issuance expenses	(150)	(1,025)
<b>Net cash from financing activities</b>	<b>13,888</b>	<b>22,443</b>
Net (decrease)/increase in cash and cash equivalents	(8,559)	20,257
Foreign exchange translation differences	1,236	553
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	44,135	55,813
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	47,447	59,360
Fixed deposit with licensed bank	5,004	6,866
	52,451	66,226
Fixed deposit pledged with licensed bank	(4,755)	(6,621)
Fiduciary cash	(3,561)	(3,792)
	44,135	55,813

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 30 JUNE 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 30 JUNE 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 30 June 2022 except for the follows:

- a) On 29 April 2022, the Company has allotted and issued 200,000,000 new ordinary shares at an issue price of RM 0.079 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 June 2022</b>	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
<b>Revenue</b>				
Digital Devices & Infrastructure	2,597	39,588	(1,661)	40,524
Communications	-	241,355	-	241,355
Digital & Financial Services	8,451	-	(841)	7,610
Corporate Unit	11,173	-	(11,119)	54
	<u>22,221</u>	<u>280,943</u>	<u>(13,621)</u>	<u>289,543</u>
<b>Results</b>				
Digital Devices & Infrastructure	2,662	(263)	2,047	4,446
Communications	4,166	(623)	1,169	4,712
Digital & Financial Services	(10,129)	-	1,324	(8,805)
Corporate Unit	(5,660)	-	(4,540)	(10,200)
	<u>(8,961)</u>	<u>(886)</u>	<u>-</u>	<u>(9,847)</u>
Fair value loss on other quoted investment				(19,920)
Finance costs				(727)
Finance income				115
Loss before taxation				(30,379)
Income tax expense				(176)
Loss after taxation				(30,555)
Non-controlling interests				151
Loss after taxation & non-controlling interests				<u>(30,404)</u>



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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>30 June 2021</b>	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Digital Devices & Infrastructure	4,847	24,425	(2,551)	26,721
Communications	-	233,156	-	233,156
Digital & Financial Services	8,101	-	(451)	7,650
Corporate Unit	18,660	-	(18,625)	35
	<u>31,608</u>	<u>257,581</u>	<u>(21,627)</u>	<u>267,562</u>
<b>Results</b>				
Digital Devices & Infrastructure	(6,246)	(2,865)	3,455	(5,656)
Communications	(1,097)	(827)	2,492	568
Digital & Financial Services	(15,402)	-	7,063	(8,339)
Corporate Unit	40,694	-	(13,010)	27,684
	<u>17,949</u>	<u>(3,692)</u>	<u>-</u>	<u>14,257</u>
Fair value loss on other quoted investment				(35,867)
Finance costs				(409)
Finance income				160
				<u>(21,859)</u>
Share of net loss of associate				31
Loss before taxation				(21,828)
Income tax expense				(430)
Loss after taxation				<u>(22,258)</u>
Non-controlling interests				(8,178)
Loss after taxation & non-controlling interests				<u>(30,436)</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 8 July 2022, the Company proposes to undertake the Proposed Variation of the utilisation of proceeds arising from the disposal of ordinary shares of G3 Global Berhad. Extraordinary General Meeting to be held on 25 August 2022.
- b) On 12 July 2022, the Company announced that it had on 12 July 2022 submitted an application to Bursa Securities seeking its approval for an extension of time of six months until 27 January 2023 for the Company to complete the implementation of the Private Placement. On 18 July 2022, Bursa Securities has resolved to grant the Company an extension of time.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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)

- c) On 5 August 2022, the Company announced that it entered into a Shares Sale Agreement ("SSA") to acquire 6,000 ordinary shares in eMedAsia Sdn Bhd from HS Bio Sdn Bhd for a purchase consideration of RM 20.0 million which is subject to the terms and conditions stipulated in the SSA.
- d) On 9 August 2022, the Company announced that it had on 8 August 2022 sold 40.0 million G3 Global Berhad's ("G3") Shares via direct business transaction for a total gross cash consideration of RM2.0 million by way of the Disposal Mandate. On 10 August 2022, the Company announced that it had on 9 August 2022 sold the remaining balance of 115,250,000 G3 Shares (representing approximately 3.97% equity interest in G3) in open market and direct business transaction for a total gross cash consideration of RM5,777,953.28 by way of the Disposal Mandate. The G3 Shares sold pursuant to the Disposal Mandate are part of the Tranche 2 Disposal Shares. The Company has ceased as shareholder of G3.

**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 2022 except as follows:

- a) On 28 April 2022, incorporation of Green Packet Device Sdn. Bhd. in Malaysia being wholly-owned indirect subsidiary of the Company, with a total issued and paid-up capital of RM1.

**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 30-Jun-22 RM'000	Financial year ended 31-Dec-21 RM'000
<u>Utilised Portion:</u>		
Green Packet Global Pte Ltd	12,276	11,600
Worldline Enterprise Sdn Bhd	4,015	4,290
<b>Total</b>	<b>16,292</b>	<b>15,890</b>

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 (CONT'D)**

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

**A14 Capital commitments**

Capital expenditure of the Group not provided for as at 30 June 2022 in relation to property were as follows:

	Financial period ended 30-Jun-22 RM'000	Financial year ended 31-Dec-21 RM'000
Authorised and contracted for	-	-

**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-Jun-22 RM'000	Financial year ended 31-Dec-21 RM'000
<u>Purchase from associates:</u>		
- Atilze Digital Sdn Bhd	-	2,248
- 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 30 JUNE 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	6 months period ended		% Change
	30-Jun-22	30-Jun-21		30-Jun-22	30-Jun-21	
	RM million	RM million		RM million	RM million	
Revenue	187.20	124.85	50%	289.54	267.56	8%
Operating Loss	(3.07)	(21.65)	86%	(4.69)	18.03	-126%
EBITDA	(7.73)	(39.05)	80%	(24.61)	(17.81)	-38%
Loss Before Tax	(10.56)	(40.99)	74%	(30.38)	(21.83)	-39%
Loss After Tax	(10.58)	(41.10)	74%	(30.56)	(22.26)	-37%
Loss Attributable to Ordinary Equity Holders of the Parent	(10.43)	(49.24)	79%	(30.40)	(30.44)	0%

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM 187.20 million, RM 7.73 million and RM 10.58 million respectively for the current financial quarter ended at 30 June 2022 ("2Q22") as compared with total revenue, EBITDA losses and LAT of the Group stands at approximately RM 124.85 million, RM 39.05 million and RM 41.10 million respectively for the previous same quarter ended at 30 June 2021 ("2Q21").

**Group's Segmental Analysis:**

Revenue contribution comprises the following:

	3 months quarter ended		% Change	6 months period ended		% Change
	30-Jun-22	30-Jun-21		30-Jun-22	30-Jun-21	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	12.43	17.45	-61%	40.52	26.72	430%
Communications	169.88	103.55	64%	241.35	233.16	4%
Digital & Financial Services	4.90	3.82	28%	7.61	7.65	-1%
Corporate Unit	-	0.03	-100%	0.05	0.03	58%
Total	187.20	124.85	50%	289.54	267.56	8%

- Digital Devices & Infrastructure business registered 61% slower sales in the current quarter as compared to previous same quarter mainly due to lower devices shipment to America and Middle East.
- Communications business recorded a higher revenue of 64% in the current quarter as compared to previous same quarter mainly due to increased inbound traffic on voice minutes.
- Digital & Financial Services business recorded a higher revenue of 28% in the current quarter as compared to previous same quarter mainly due to higher revenue from projects implementation.
- Corporate Unit recorded a lower revenue of 100% in the current quarter as compared to previous same quarter mainly due to lower interest income.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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):**

EBITDA comprises the following:

	3 months quarter ended			6 months period ended		
	30-Jun-22	30-Jun-21	% Change	30-Jun-22	30-Jun-21	% Change
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	(0.10)	(3.53)	97%	4.85	(4.98)	197%
Communications	(0.77)	0.43	-278%	5.43	0.90	500%
Digital & Financial Services	(2.68)	(3.28)	18%	(6.18)	(7.09)	13%
Corporate Unit	(4.18)	(32.67)	87%	(28.72)	(6.64)	-333%
<b>Total</b>	<b>(7.73)</b>	<b>(39.05)</b>	<b>80%</b>	<b>(24.61)</b>	<b>(17.81)</b>	<b>-38%</b>

The EBITDA losses in the current quarter of RM 7.73 million as compared to EBITDA losses of RM 39.05 million in the previous corresponding quarter mainly due to lower fair value loss on other quoted investment.

Profit/(Loss) after tax comprises the following:

	3 months quarter ended			6 months period ended		
	30-Jun-22	30-Jun-21	% Change	30-Jun-22	30-Jun-21	% Change
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	(0.30)	(3.87)	92%	4.45	(5.66)	179%
Communications	(0.96)	0.16	-717%	5.16	0.18	2770%
Digital & Financial Services	(4.11)	(3.77)	-9%	(9.34)	(8.27)	-13%
Corporate Unit	(0.15)	(16.01)	99%	(10.17)	27.74	-137%
Finance cost*	(5.52)	(23.50)	76%	(9.91)	13.99	-171%
Fair value loss on other quoted investment	(0.40)	(0.20)	-97%	(0.73)	(0.41)	-78%
Share of loss of associate	(4.66)	(17.71)	74%	(19.92)	(35.87)	44%
Share of loss of associate	-	0.31	-100%	-	0.03	-100%
<b>Total</b>	<b>(10.58)</b>	<b>(41.10)</b>	<b>74%</b>	<b>(30.56)</b>	<b>(22.26)</b>	<b>-37%</b>

\*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
	30-Jun-22	31-Mar-22	
	RM million	RM million	
Revenue	187.20	102.34	83%
Operating Loss	(3.07)	(1.62)	-90%
EBITDA	(7.73)	(16.88)	54%
Loss Before Tax	(10.56)	(19.82)	47%
Loss After Tax	(10.58)	(19.98)	47%
Loss Attributable to Ordinary Equity Holders of the Parent	(10.43)	(19.98)	48%

Total revenue and LAT of the Group for the current financial quarter ended 30 June 2022 ("2Q22") were RM 187.20 million and RM 10.58 million respectively as compared to the revenue and LAT of the Group for the preceding financial quarter ended at 31 March 2022 ("1Q22") of RM 102.34 million and RM 19.98 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 30 JUNE 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>30-Jun-22</u>	<u>31-Mar-22</u>	
	RM million	RM million	
Digital Devices & Infrastructure Communications	12.43	28.10	-56%
Digital & Financial Services	169.88	71.48	138%
Corporate Unit	4.90	2.71	81%
	-	0.05	-100%
<b>Total</b>	<b>187.20</b>	<b>102.34</b>	<b>83%</b>

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

EBITDA comprises the following:

	3 months period ended		% Change
	<u>30-Jun-22</u>	<u>31-Mar-22</u>	
	RM million	RM million	
Digital Devices & Infrastructure Communications	(0.10)	4.95	-102%
Digital & Financial Services	(0.77)	6.42	-112%
Corporate Unit	(2.68)	(3.71)	28%
	(4.18)	(24.54)	83%
<b>Total</b>	<b>(7.73)</b>	<b>(16.88)</b>	<b>54%</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>30-Jun-22</u>	<u>31-Mar-22</u>	
	RM million	RM million	
Digital Devices & Infrastructure Communications	(0.30)	4.75	-106%
Digital & Financial Services	(0.96)	6.11	-116%
Corporate Unit	(4.11)	(5.22)	21%
	(0.15)	(10.03)	99%
Finance cost	(5.52)	(4.39)	-26%
Fair value loss on other quoted investment*	(0.40)	(0.33)	-22%
	(4.66)	(15.26)	69%
<b>Total</b>	<b>(10.58)</b>	<b>(19.98)</b>	<b>47%</b>

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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:**

- 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 30-Jun-22 RM'000
Current period tax expense	176

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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 25 May 2022 are as follows:

Purpose	Proposed		Actual	Balance as at 30	Intended timeframe for Utilisation
	Utilisation	Variation	Utilisation up to 30 Jun 2022	Jun 2022	
	RM '000	RM '000	RM '000	RM '000	
(i) Issued capital for Labuan Investment Bank	10,000	-	10,000	-	Within 12 months
(ii) Expenses in relation to the Proposals	717	-	570	147	Immediately
(iii) General working capital	17,031	-	15,557	1,474	Within 12 months
(iv) New businesses related to IT	5,879	-	-	5,879	Within 12 months
Total	33,627	-	26,127	7,500	



**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 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 (cont'd)**

- c) The utilisation of Private Placement first tranche proceeds completed on 29 April 2022 are as follows:

Purpose	Proposed Utilisation RM '000	Variation RM '000	Actual	Balance as at 30 Jun 2022 RM '000	Intended timeframe for Utilisation
			Utilisation up to 30 Jun 2022 RM '000		
(i) General working capital	15,355	-	13,594	1,761	Within 12 months
- Personnel cost	11,109	-	11,109	-	Within 12 months
- Administrative and general expenses	2,022	-	952	1,070	Within 12 months
- IT operating expenditure	1,698	-	1,325	373	Within 12 months
- Sales and marketing expenses	526	-	208	318	Within 12 months
(ii) Expenses for the Proposed Private Placement	445	-	127	318	Within 6 months
<b>Total</b>	<b>15,800</b>	<b>-</b>	<b>13,721</b>	<b>2,079</b>	

**B8 Group borrowings and debt securities**

Total borrowings of the Group are as follows:

	As at 30 June 2022		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	5,966	1,085	7,051
- Revolving credits	-	7,761	7,761
- Lease liabilities, which are denominated in Ringgit Malaysia.	959	1,043	2,002
<b>Total</b>	<b>6,925</b>	<b>9,889</b>	<b>16,814</b>

	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
<b>Total</b>	<b>7,234</b>	<b>10,464</b>	<b>17,698</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.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022  
(CONT'D)**

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

**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		6 months period ended	
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
Loss attributable to ordinary equity holders of the Company (RM'000)	(10,427)	(49,244)	(30,404)	(30,436)
Weighted average numbers of ordinary shares in issue ('000)	1,471,676	1,220,546	1,471,676	1,220,546
Basic loss per share (cent)	(0.7)	(4.0)	(2.1)	(2.5)

**Diluted loss per share**

	3 months quarter ended		6 months period ended	
	30-Jun-22	30-Jun-21	30-Jun-22	30-Jun-21
Loss attributable to ordinary equity holders of the Company (RM'000)	(10,427)	(49,244)	(30,404)	(30,436)
Weighted average numbers of ordinary shares in issue for basic loss per share ('000)	1,471,676	1,220,546	1,471,676	1,220,546
Shares deemed to be issued for no consideration: - Warrants ('000)*	-	-	-	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,471,676	1,220,546	1,471,676	1,220,546
Diluted loss per share (cent)	(0.7)	(4.0)	(2.1)	(2.5)

\* 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.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022  
(CONT'D)**

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

**B12 Loss for the Period**

	3 months quarter ended		6 months period ended	
	30-Jun-22 RM'000	30-Jun-21 RM'000	30-Jun-22 RM'000	30-Jun-21 RM'000
<b>Loss for the period is arrived at after charging :</b>				
Amortisation of :				
- development cost	1,490	494	3,018	1,200
Depreciation of :				
- plant and equipment	635	790	1,306	1,528
- right-of-use assets	301	450	714	881
Lease expenses :				
- short term leases	30	85	132	162
- rental of equipment	588	-	1,101	-
Loss on disposal on other investments	3,000	-	3,000	-
Loss on disposal of plant and equipment	100	-	289	-
Loss/(Gain) on foreign exchange				
- realised	410	92	640	135
- unrealised	(882)	(6)	(317)	(215)
Staff costs:				
- defined contribution plan	380	1,527	1,659	3,033
- salaries and other benefits	10,544	20,059	27,232	37,405
Interest expense:				
- lease liabilities	32	72	75	139
- other interest expenses	369	132	652	270
Inventories written down/written off	172	-	(6,491)	-
<b>and after crediting :</b>				
Interest income	(77)	(118)	(115)	(160)
Gain on disposal of equity interest in an associate	-	-	-	(57,516)
Gain on recognition of other investments	(18,315)	-	(18,315)	-
Reversal of impairment loss on other investments	-	-	(997)	-

**B13 Authorisation for issue**

The interim financial statements were authorised for release by the Board of Directors on 25 August 2022.