

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

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended		9 Months Period Ended	
	30/9/2022	30/9/2021	30/9/2022	30/9/2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	RM '000	RM '000	RM '000	RM '000
Revenue	169,793	119,158	459,336	386,720
Other operating costs	(186,948)	(141,486)	(487,853)	(450,922)
Other income	15,062	4,728	21,729	64,628
Loss from operations	(2,093)	(17,600)	(6,788)	426
Share of losses in associate companies	-	(235)	-	(204)
Fair value loss on other quoted investment	-	-	(19,920)	(35,867)
EBITDA	(2,093)	(17,835)	(26,708)	(35,645)
Depreciation & amortisation	(2,339)	(1,470)	(7,377)	(5,079)
Finance costs	(356)	(225)	(1,083)	(634)
Loss before tax	(4,788)	(19,530)	(35,168)	(41,358)
Income tax expense	194	2	18	(428)
Loss for the period	(4,594)	(19,528)	(35,150)	(41,786)
Other comprehensive loss				
Fair value loss on long term quoted investment	-	-	(73,260)	(143,467)
Foreign currency translation	3,468	(809)	4,704	(256)
Total other comprehensive loss for the period	3,468	(809)	(68,556)	(143,723)
Total comprehensive loss for the period	(1,126)	(20,337)	(103,706)	(185,509)
Loss attributable to:				
Owners of the Company	(4,608)	(19,146)	(35,013)	(49,582)
Non-controlling interests	14	(382)	(137)	7,796
Loss for the period	(4,594)	(19,528)	(35,150)	(41,786)
Total comprehensive loss attributable to:				
Owners of the Company	(1,140)	(19,955)	(103,569)	(193,305)
Non-controlling interests	14	(382)	(137)	7,796
Total comprehensive loss for the period	(1,126)	(20,337)	(103,706)	(185,509)
Basic loss per ordinary share (cent):	(0.3)	(1.5)	(2.3)	(4.0)
Diluted loss per ordinary share (cent):	(0.3)	(1.5)	(2.3)	(4.0)

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 SEPTEMBER 2022

	As at 30/9/2022 (Unaudited) RM '000	As at 31/12/2021 (Audited) RM '000
ASSETS		
Investment property	5,650	5,650
Property, plant and equipment	3,970	6,499
Rights-of-use assets	2,036	2,550
Other investments	1,134	91,712
Goodwill	12,178	12,178
Development costs	3,419	7,817
Total non-current assets	48,387	126,406
Inventories	6,795	1,567
Trade receivables	138,668	84,821
Other receivables, deposits and prepayments	25,164	30,198
Fixed deposits with licensed banks	5,367	6,884
Cash and bank balances	39,822	58,814
Total current assets	215,816	182,284
TOTAL ASSETS	264,203	308,690
EQUITY		
Share capital	343,306	327,656
Reserves	(270,247)	(166,672)
Total equity attributable to owners of the Company	73,059	160,984
Non-controlling interests	198	329
Total equity	73,257	161,313
LIABILITIES		
Long term borrowings	5,966	5,966
Lease liabilities	900	1,268
Deferred tax liabilities	1,104	1,104
Total non-current liabilities	7,970	8,338
Trade payables	105,476	69,839
Other payables and accruals	67,637	58,525
Amount owing to related parties	-	211
Short term borrowings	8,884	9,085
Lease liabilities	979	1,379
Total current liabilities	182,976	139,039
TOTAL LIABILITIES	190,946	147,377
TOTAL EQUITY AND LIABILITIES	264,203	308,690
Net asset per share attributable to ordinary equity holders of the parent (cent)	5	13

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 SEPTEMBER 2022

	-----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	
Unaudited									
At 1 January 2022	327,656	(12,217)	5,349	-	91,307	(251,111)	160,984	329	161,313
Loss for the period	-	-	-	-	-	(35,013)	(35,013)	(137)	(35,150)
Fair value loss on other quoted investment	-	-	-	-	(73,260)	-	(73,260)	-	(73,260)
Foreign currency translation	-	-	4,704	-	-	-	4,704	-	4,704
Issuance of ordinary shares pursuant to:									
- private placement	15,800	-	-	-	-	-	15,800	-	15,800
Share issuance expenses	(150)	-	-	-	-	-	(150)	-	(150)
Changes in ownership interests in a subsidiary	-	-	-	-	-	(6)	(6)	6	-
	15,650	-	4,704	-	(73,260)	(35,019)	(87,925)	(131)	(88,056)
Disposal of equity investment	-	-	-	-	6,070	(6,070)	-	-	-
At 30 September 2022	343,306	(12,217)	10,053	-	24,117	(292,200)	73,059	198	73,257

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 30 SEPTEMBER 2021

	-----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	
Unaudited									
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	-	-	(256)	-	-	-	(256)	-	(256)
Issuance of ordinary shares pursuant to:									
- private placement	53,020	-	-	-	-	-	53,020	-	53,020
Acquisition of a subsidiary	-	-	-	-	-	-	-	141	141
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 2021 and the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD
ENDED 30 SEPTEMBER 2022**

	Financial period ended	
	30/9/2022	30/9/2021
	RM'000	RM'000
	(Unaudited)	(Unaudited)
CASH FLOW FOR OPERATING ACTIVITIES		
Loss before taxation	(35,168)	(41,358)
Adjustments for non cash items:-		
Amortisation of development cost	4,334	1,656
Depreciation of property, plant and equipment	1,892	2,081
Depreciation of rights of use of assets	1,150	1,299
Fair value loss on other investments	19,920	35,867
Gain on disposal of a subsidiary	(13,149)	-
Gain on disposal of equity interest in an associate	-	(62,926)
Gain on recognition of other investments	(18,315)	-
Interest income	(173)	(213)
Interest expense	709	178
Interest expense on lease liabilities	115	201
Loss on disposal on other investments	1,432	-
Loss on disposal of plant and equipment	304	-
Share of loss of associates	-	204
Reversal of impairment loss on other investments	(997)	-
Reversal of impairment loss on trade receivables, deposits and prepayments	(708)	-
Unrealised loss/(gain) on foreign exchange	1,599	(656)
Write back of inventories written off	(6,502)	-
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Operating loss before working capital changes	(43,557)	(63,667)
Changes in working capital		
Decrease/(Increase) in inventories	725	(4,801)
Increase in assets	(64,190)	(45,252)
Increase in liabilities	69,198	19,601
Decrease in fiduciary cash	(1,382)	(111)
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Cash for operating activities	(39,206)	(94,230)
Tax (paid)/received	18	(432)
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Net cash for operating activities	(39,188)	(94,662)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of subsidiary	-	(3,362)
Acquisition of an associate	(18,000)	(2)
Disposal/(Acquisition) of other investments	15,278	(3,445)
Disposal of a subsidiary, net of cash and cash equivalents disposed of	3,400	-
Development costs incurred	(17)	(281)
Purchase of property, plant and equipment	333	(6,576)
Proceeds from disposal of equity interests in associate	-	70,794
Interest received	173	213
Net withdrawal/(placement) of fixed deposit pledged with a licensed bank	1,520	(187)
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Net cash from investing activities	2,687	57,154
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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD
ENDED 30 SEPTEMBER 2022 (CONT'D)**

	Financial period ended	
	30/9/2022	30/9/2021
	RM'000 (Unaudited)	RM'000 (Unaudited)
CASH FLOW FROM FINANCING ACTIVITIES		
Net (repayment)/drawdown of borrowings	(201)	6,861
Interest paid	(824)	(379)
Proceeds from issuance of ordinary shares	15,800	40,885
Repayment of lease liabilities	(1,404)	(1,312)
Share issuance expenses	(150)	(1,346)
Net cash from financing activities	13,221	44,709
Net (decrease)/increase in cash and cash equivalents	(23,280)	7,201
Foreign exchange translation differences	2,909	(256)
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	31,087	41,948
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	39,822	46,328
Fixed deposit with licensed bank	5,367	6,906
	45,189	53,234
Fixed deposit pledged with licensed bank	(5,118)	(6,660)
Fiduciary cash	(8,984)	(4,626)
	31,087	41,948

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
SEPTEMBER 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 SEPTEMBER 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 September 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:

Results for the financial year ended 30 September 2022	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
<u>Revenue</u>				
Digital Devices & Infrastructure	3,081	41,910	(1,661)	43,330
Communications	-	402,610	-	402,610
Digital & Financial Services	14,183	-	(841)	13,342
Corporate Unit	8,674	-	(8,620)	54
	<u>25,938</u>	<u>444,520</u>	<u>(11,122)</u>	<u>459,336</u>
<u>Results</u>				
Digital Devices & Infrastructure	3,324	7,906	490	11,720
Communications	4,482	(1,598)	309	3,193
Digital & Financial Services	(16,008)	-	1,381	(14,627)
Corporate Unit	(12,444)	-	(2,180)	(14,624)
	<u>(20,646)</u>	<u>6,308</u>	<u>-</u>	<u>(14,338)</u>
Fair value loss on other quoted investment				(19,920)
Finance costs				(1,083)
Finance income				173
Loss before taxation				<u>(35,168)</u>
Income tax expense				18
Loss after taxation				<u>(35,150)</u>
Non-controlling interests				137
Loss after taxation & non-controlling interests				<u><u>(35,013)</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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):

Results for the financial year ended	Malaysia	Overseas	Inter-segment	Group
30 September 2021	RM'000	RM'000	RM'000	RM'000
Revenue				
Digital Devices & Infrastructure	11,733	34,646	(3,921)	42,458
Communications	-	334,080	-	334,080
Digital & Financial Services	12,140	-	(2,970)	9,170
Corporate Unit	32,480	-	(31,468)	1,012
	<u>56,353</u>	<u>368,726</u>	<u>(38,359)</u>	<u>386,720</u>
Results				
Digital Devices & Infrastructure	(10,457)	(4,456)	6,500	(8,413)
Communications	(3,426)	163	3,871	608
Digital & Financial Services	(23,320)	-	10,120	(13,200)
Corporate Unit	36,630	-	(20,491)	16,139
	<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 loss of associate				(204)
Loss before taxation				(41,358)
Income tax expense				(428)
Loss after taxation				<u>(41,786)</u>
Non-controlling interests				(7,796)
Loss after taxation & non-controlling interests				<u>(49,582)</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 18 October 2022, Green Packet Berhad ("GPB") fixed the issue price for the second and final tranche of 358,183,000 Placement Shares at RM0.0289 per Placement Share. On 26 October 2022, the 358,183,000 GPB Shares were allotted and issued pursuant to the Private Placement and marks the completion of the Private Placement.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 27 October 2022, the Company announced on the allotment and issuance of the Tranche 3 Consideration Shares to the Sellers based on the final value of Tranche 3 Consideration Shares to be issued of approximately USD417,228 (equivalent to approximately RM1,836,222) and the issue price of RM0.07 per Tranche 3 Consideration Shares, in relation to Proposed Acquisition of the entire equity interest in Xendity Pte Ltd.

A total of 26,231,733 Tranche 3 Consideration Shares will be allotted and issued to the Sellers based on the Gross Revenue Targets achieved by Xendity for the Financial Period 2.

On 7 November 2022, the allotment and issuance of 46,830 Tranche 2 Consideration Shares ("Mazarus Entitlement") at RM0.24 per share marks the completion of Tranche 2 Consideration Shares.

On 7 November 2022, the allotment and issuance of 26,231,733 Tranche 3 Consideration Shares at RM0.07 per share marks the full and final settlement by the Company of the entire equity interest in Xendity Pte Ltd from the Sellers for the Purchase Consideration of USD10.0 million.

- c) On 21 October 2022, the Company announced the change of its financial year end from 31 December 2022 to 31 March 2023, covering a period of 15 months. Thereafter, the financial year of the Company shall revert to 12 months ending 31 March, and for each subsequent year.

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 2022 except that the disposal of Green Packet Device Sdn Bhd and its holding company, Green Packet (S) Pte Ltd have been completed on 18 July 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 30-Sep-22 RM'000	Financial year ended 31-Dec-21 RM'000
<u>Utilised Portion:</u>		
Green Packet Global Pte Ltd	12,906	11,600
Worldline Enterprise Sdn Bhd	3,910	4,290
Total	16,816	15,890

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 September 2022 in relation to property were as follows:

	Financial period ended 30-Sep-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-Sep-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 SEPTEMBER 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	9 months period ended		% Change
	30-Sep-22 RM million	30-Sep-21 RM million		30-Sep-22 RM million	30-Sep-21 RM million	
Revenue	169.79	119.16	42%	459.34	386.72	19%
Operating Loss	(2.09)	(17.60)	88%	(6.79)	0.43	-1693%
EBITDA	(2.09)	(17.84)	88%	(26.71)	(35.65)	25%
Loss Before Tax	(4.79)	(19.53)	75%	(35.17)	(41.36)	15%
Loss After Tax	(4.59)	(19.53)	76%	(35.15)	(41.79)	16%
Loss Attributable to Ordinary Equity Holders of the Parent	(4.61)	(19.15)	76%	(35.01)	(49.58)	29%

Total revenue, EBITDA losses and loss after tax ("LAT") of the Group stands at approximately RM 169.79 million, RM 2.09 million and RM 4.59 million respectively for the current financial quarter ended at 30 September 2022 ("3Q22") as compared with total revenue, EBITDA losses and LAT of the Group stands at approximately RM 119.16 million, RM 17.84 million and RM 19.53 million respectively for the previous same quarter ended at 30 September 2021 ("3Q21").

Group's Segmental Analysis:

Revenue contribution comprises the following:

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-22 RM million	30-Sep-21 RM million		30-Sep-22 RM million	30-Sep-21 RM million	
Digital Devices & Infrastructure	2.81	15.74	-61%	43.33	42.46	462%
Communications	161.26	100.92	60%	402.61	334.08	21%
Digital & Financial Services	5.73	1.52	277%	13.34	9.17	45%
Corporate Unit	-	0.98	-100%	0.05	1.01	-95%
Total	169.79	119.16	42%	459.34	386.72	19%

- Digital Devices & Infrastructure business registered 61% slower sales in the current quarter as compared to previous same quarter mainly due to the disposal of a subsidiary involved in provision of wireless networking and telecommunication products.
- Communications business recorded a higher revenue of 60% 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 277% in the current quarter as compared to previous same quarter mainly due to higher revenue from projects implementation and terminal.
- 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 SEPTEMBER 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		% Change	9 months period ended		% Change
	30-Sep-22	30-Sep-21		30-Sep-22	30-Sep-21	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	7.34	(2.42)	403%	12.19	(7.40)	265%
Communications	(1.65)	1.75	-194%	3.79	2.66	43%
Digital & Financial Services	(4.08)	(6.20)	34%	(10.27)	(13.30)	23%
Corporate Unit	(3.70)	(10.97)	66%	(32.42)	(17.61)	-84%
Total	(2.09)	(17.84)	88%	(26.71)	(35.65)	25%

The EBITDA losses in the current quarter of RM 2.09 million as compared to EBITDA losses of RM 17.84 million in the previous corresponding quarter mainly due to gain on disposal of a subsidiary.

Profit/(Loss) after tax comprises the following:

	3 months quarter ended		% Change	9 months period ended		% Change
	30-Sep-22	30-Sep-21		30-Sep-22	30-Sep-21	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	7.27	(2.76)	364%	11.72	(8.41)	239%
Communications	(1.62)	1.59	-202%	3.85	1.77	118%
Digital & Financial Services	(5.47)	(6.35)	14%	(15.12)	(14.62)	-3%
Corporate Unit	(4.42)	(11.55)	62%	(14.59)	16.19	-190%
Finance cost*	(0.36)	(0.23)	-58%	(1.08)	(0.63)	-71%
Fair value loss on other quoted investment	-	-	0%	(19.92)	(35.87)	44%
Share of loss of associate	-	(0.24)	100%	-	(0.20)	100%
Total	(4.59)	(19.53)	76%	(35.15)	(41.79)	16%

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

Overall, improved LAT in current quarter was mainly due to gain on disposal of a subsidiary.

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

Financial review for current quarter compared with immediate preceding quarter:

	3 months period ended		% Change
	30-Sep-22	30-Jun-22	
	RM million	RM million	
Revenue	169.79	187.20	-9%
Operating Loss	(2.09)	(3.07)	32%
EBITDA	(2.09)	(7.73)	73%
Loss Before Tax	(4.79)	(10.56)	55%
Loss After Tax	(4.59)	(10.58)	57%
Loss Attributable to Ordinary Equity Holders of the Parent	(4.61)	(10.43)	56%

Total revenue and LAT of the Group for the current financial quarter ended 30 September 2022 ("3Q22") were RM 169.79 million and RM 4.59 million respectively as compared to the revenue and LAT of the Group for the preceding financial quarter ended at 30 June 2022 ("2Q22") of RM 187.20 million and RM 10.58 million respectively. The improved LAT in current quarter was mainly due to gain on disposal of a subsidiary.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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
	30-Sep-22 RM million	30-Jun-22 RM million	
Digital Devices & Infrastructure	2.81	12.43	-77%
Communications	161.26	169.88	-5%
Digital & Financial Services	5.73	4.89	17%
Total	169.79	187.20	-9%

Overall, revenue for current quarter was lower than the preceding quarter mainly due to the disposal of a subsidiary involved in provision of wireless networking and telecommunication products.

EBITDA comprises the following:

	3 months period ended		% Change
	30-Sep-22 RM million	30-Jun-22 RM million	
Digital Devices & Infrastructure	7.34	(0.10)	7439%
Communications	(1.65)	(0.77)	-114%
Digital & Financial Services	(4.08)	(2.68)	-52%
Corporate Unit	(3.70)	(4.18)	11%
Total	(2.09)	(7.73)	73%

EBITDA losses in current quarter was mainly due to operating expenses incurred to improve business efficiency.

Profit/(Loss) after tax comprises the following:

	3 months period ended		% Change
	30-Sep-22 RM million	30-Jun-22 RM million	
Digital Devices & Infrastructure	7.27	(0.30)	2525%
Communications	(1.62)	(0.96)	-69%
Digital & Financial Services	(5.47)	(4.11)	-33%
Corporate Unit	(4.42)	(0.15)	-2846%
Finance cost	(4.24)	(5.52)	23%
Fair value loss on other quoted investment*	(0.36)	(0.40)	11%
	-	(4.66)	100%
Total	(4.59)	(10.58)	57%

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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-Sep-22 RM'000
Current period tax expense	(18)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 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) The utilisation of proceeds from the Disposals of G3 Global Berhad's shares from 18 August 2021 to 9 August 2022 are as follows:

Purpose	Proposed Utilisation RM '000	Excess proceeds reallocated RM '000	Actual	Balance as at 30 Sep 2022 RM '000	Intended timeframe for Utilisation
			Utilisation up to 30 Sep 2022 RM '000		
(i) Issued capital for Labuan Investment Bank	10,000	-	10,000	-	Within 12 months
(ii) Expenses in relation to the Proposals	870	(243)	627	-	Immediately
(iii) General working capital	18,557	-	16,663	1,894	Within 12 months
- <i>Personnel and related expenses</i>	15,183	-	15,183	-	Within 12 months
- <i>General and administrative cost</i>	3,374	-	1,480	1,894	Within 12 months
(iv) New businesses related to IT	11,978	243	12,221	-	Within 12 months
Total	41,405	-	39,511	1,894	

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

Purpose	Proposed Utilisation RM '000	Excess proceeds reallocated RM '000	Actual	Balance as at 30 Sep 2022 RM '000	Intended timeframe for Utilisation
			Utilisation up to 30 Sep 2022 RM '000		
(i) General working capital	15,355	314	15,505	164	Within 12 months
- <i>Personnel cost</i>	11,109	-	11,109	-	Within 12 months
- <i>Administrative and general expenses</i>	2,022	314	2,336	-	Within 12 months
- <i>IT operating expenditure</i>	1,698	-	1,698	-	Within 12 months
- <i>Sales and marketing expenses</i>	526	-	362	164	Within 12 months
(ii) Expenses for the Proposed Private Placement	445	(314)	131	-	Within 6 months
Total	15,800	-	15,636	164	

B8 Group borrowings and debt securities

Total borrowings of the Group are as follows:

	As at 30 September 2022		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	5,966	725	6,691
- Revolving credits	-	8,159	8,159
- Lease liabilities, which are denominated in Ringgit Malaysia.	900	979	1,879
Total	6,866	9,863	16,729

	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

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

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

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-22	30-Sep-21	30-Sep-22	30-Sep-21
Loss attributable to ordinary equity holders of the Company (RM'000)	(4,608)	(19,146)	(35,013)	(49,582)
Weighted average numbers of ordinary shares in issue ('000)	1,515,988	1,243,143	1,515,988	1,243,143
Basic loss per share (cent)	(0.3)	(1.5)	(2.3)	(4.0)

Diluted loss per share

	3 months quarter ended		9 months period ended	
	30-Sep-22	30-Sep-21	30-Sep-22	30-Sep-21
Loss attributable to ordinary equity holders of the Company (RM'000)	(4,608)	(19,146)	(35,013)	(49,582)
Weighted average numbers of ordinary shares in issue for basic loss per share ('000)	1,515,988	1,243,143	1,515,988	1,243,143
Shares deemed to be issued for no consideration: - Warrants ('000)*	-	-	-	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,515,988	1,243,143	1,515,988	1,243,143
Diluted loss per share (cent)	(0.3)	(1.5)	(2.3)	(4.0)

* 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 SEPTEMBER 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		9 months period ended	
	30-Sep-22	30-Sep-21	30-Sep-22	30-Sep-21
	RM'000	RM'000	RM'000	RM'000
Loss for the period is arrived at after charging :				
Amortisation of :				
- development cost	1,316	494	4,334	1,656
Depreciation of :				
- plant and equipment	586	790	1,892	2,081
- right-of-use assets	436	450	1,150	1,299
Lease expenses :				
- short term leases	19	510	151	1,990
- rental of equipment	636	-	1,737	-
Loss on disposal on other investments	(1,568)	-	1,432	-
Loss on disposal of plant and equipment	14	-	304	-
Loss/(Gain) on foreign exchange				
- realised	(421)	92	219	171
- unrealised	1,916	(6)	1,599	(656)
Staff costs:				
- defined contribution plan	583	1,527	2,242	5,147
- salaries and other benefits	7,045	20,059	34,277	60,034
Interest expense:				
- lease liabilities	40	72	115	201
- other interest expenses	316	153	968	433
Inventories written down/written off	(11)	-	(6,502)	-
and after crediting :				
Interest income	(58)	(118)	(173)	(213)
Gain on disposal of a subsidiary	(13,149)	-	(13,149)	-
Gain on disposal of equity interest in an associate	-	-	-	(62,926)
Gain on recognition of other investments	-	-	(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 22 November 2022.