

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

	Individual Quarter 3 Months Period Ended		Cumulative Quarter 3 Months Period Ended	
	30/06/2023 (Unaudited) RM '000	30/06/2022 (Unaudited) RM '000	30/06/2023 (Unaudited) RM '000	30/06/2022 (Unaudited) RM '000
Revenue	162,049	187,201	162,049	187,201
Other operating costs	(169,123)	(196,988)	(169,123)	(196,988)
Other income	12,861	6,714	12,861	6,714
Profit/(Loss) from operations	5,787	(3,073)	5,787	(3,073)
Share of losses in associate companies	(255)	-	(255)	-
Fair value loss on other quoted investment	-	(4,657)	-	(4,657)
EBITDA	5,532	(7,730)	5,532	(7,730)
Depreciation & amortisation	(1,251)	(2,427)	(1,251)	(2,427)
Finance costs	(344)	(401)	(344)	(401)
Profit/(Loss) before tax	3,937	(10,558)	3,937	(10,558)
Income tax expense	-	(23)	-	(23)
Profit/(Loss) for the period	3,937	(10,581)	3,937	(10,581)
Other comprehensive gain/(loss)				
Fair value loss on long term quoted investment	-	(12,210)	-	(12,210)
Foreign currency translation	2,315	2,094	2,315	2,094
Total other comprehensive gain/(loss) for the period	2,315	(10,116)	2,315	(10,116)
Total comprehensive gain/(loss) for the period	6,252	(20,697)	6,252	(20,697)
Profit/(Loss) attributable to:				
Owners of the Company	3,975	(10,427)	3,975	(10,427)
Non-controlling interests	(38)	(154)	(38)	(154)
Profit/(Loss) for the period	3,937	(10,581)	3,937	(10,581)
Total comprehensive gain/(loss) attributable to:				
Owners of the Company	6,290	(20,543)	6,290	(20,543)
Non-controlling interests	(38)	(154)	(38)	(154)
Total comprehensive gain/(loss) for the period	6,252	(20,697)	6,252	(20,697)
Basic earnings/(loss) per ordinary share (cent):	0.2	(0.7)	0.2	(0.7)
Diluted earnings/(loss) per ordinary share (cent):	0.2	(0.7)	0.2	(0.7)

Notes:

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2023

	As at 30/06/2023 (Unaudited) RM '000	As at 31/03/2023 (Audited) RM '000
ASSETS		
Investments in associates	22,373	22,627
Investment property	5,650	5,650
Property, plant and equipment	2,288	3,438
Rights-of-use assets	678	839
Other investments	137	137
Goodwill	1,647	1,647
Total non-current assets	32,773	34,338
Inventories	38	80
Trade receivables	210,962	164,097
Other receivables, deposits and prepayments	15,140	14,057
Fixed deposits with licensed banks	5,385	5,181
Cash and bank balances	18,088	23,990
Total current assets	249,613	207,405
Asset of disposal group classified as held for sale	-	14,831
TOTAL ASSETS	282,386	256,574
EQUITY		
Share capital	362,483	360,139
Reserves	(292,878)	(298,824)
Total equity attributable to owners of the Company	69,605	61,315
Non-controlling interests	99	137
Total equity	69,704	61,452
LIABILITIES		
Long term borrowings	2,015	3,875
Lease liabilities	104	113
Deferred tax liabilities	1,104	1,104
Total non-current liabilities	3,223	5,092
Trade payables	158,083	136,373
Other payables and accruals	39,157	42,321
Short term borrowings	11,517	9,589
Lease liabilities	702	765
Total current liabilities	209,459	189,048
Liabilities of disposal group classified as held for sale	-	982
TOTAL LIABILITIES	212,682	195,122
TOTAL EQUITY AND LIABILITIES	282,386	256,574
Net asset per share attributable to ordinary equity holders of the parent (cent)	3	4

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the period ended 31 March 2023 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 PERIOD ENDED 30 JUNE 2023

	-----Attributable to owners of the Company -----					Sub-total	Non-controlling Interests	Total Equity
	Shares Capital	Treasury Shares	Foreign Exchange Translation Reserve	Fair Value Reserve / Warrant Reserve	Accumulated Losses			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Unaudited								
At 1 April 2023	360,139	(12,217)	9,596	23,428	(319,631)	61,315	137	61,452
Profit for the period	-	-	-	-	3,975	3,975	(38)	3,937
Foreign currency translation	-	-	2,315	-	-	2,315	-	2,315
Issuance of ordinary shares pursuant to:								
- warrants exercise	2,000	-	-	-	-	2,000	-	2,000
Crystallisation of warrant reserve	344	-	-	(344)	-	-	-	-
	2,344	-	2,315	(344)	3,975	8,290	(38)	8,252
At 30 June 2023	362,483	(12,217)	11,911	23,084	(315,656)	69,605	99	69,704

Notes:

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the period ended 31 March 2023 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 2023

	-----Attributable to owners of the Company -----					Sub-total	Non-controlling Interests	Total Equity
	----- Non-Distributable -----							
	Shares Capital	Treasury Shares	Foreign Exchange Translation Reserve	Fair Value Reserve / Warrant Reserve	Accumulated Losses			
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
<u>Audited</u>								
At 1 January 2022	327,656	(12,217)	5,349	91,307	(251,111)	160,984	329	161,313
Loss after taxation for the financial period	-	-	-	-	(62,444)	(62,444)	(198)	(62,642)
Fair value changes of equity instrument	-	-	-	(73,260)	-	(73,260)	-	(73,260)
Foreign currency translation	-	-	4,247	-	-	4,247	-	4,247
Issuance of ordinary shares pursuant to:								
- private placement	26,151	-	-	-	-	26,151	-	26,151
- acquisition of subsidiaries	1,847	-	-	-	-	1,847	-	1,847
- warrants exercise	4,000	-	-	-	-	4,000	-	4,000
Crystallisation of warrant reserve	689	-	-	(689)	-	-	-	-
Changes in ownership interests in a subsidiary	-	-	-	-	(6)	(6)	6	-
Share issuance expenses	(204)	-	-	-	-	(204)	-	(204)
	32,483	-	4,247	(73,949)	(62,450)	(99,669)	(192)	(99,861)
Disposal of equity investment	-	-	-	6,070	(6,070)	-	-	-
At 31 March 2023	360,139	(12,217)	9,596	23,428	(319,631)	61,315	137	61,452

Notes:

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

	Financial period ended	
	30/06/2023	31/03/2023
	RM'000	RM'000
	(Unaudited)	(Audited)
CASH FLOW FOR OPERATING ACTIVITIES		
Profit/(Loss) before taxation	3,937	(62,848)
Adjustments for non cash items:-		
Amortisation of development cost	402	798
Amortisation of other intangible assets	-	6,022
Deposits and prepayments written off	-	776
Depreciation of plant and equipment	415	3,038
Depreciation of rights of use of assets	434	1,911
Equipment written off	-	421
Impairment loss on:		
- investments in associates	-	4,878
- trade receivables	-	1,768
- other receivables	-	5,128
- deposits and prepayments	-	855
- amount owing by joint ventures	-	757
Fair value loss on other investments	-	19,920
Interest expense	260	885
Interest expense on lease liabilities	14	148
Inventories written down	-	284
Loss on disposal on other investments	-	1,245
Loss/(Gain) on disposal of plant and equipment	148	(329)
Share of loss of associates	254	495
Unrealised loss/(gain) on foreign exchange	1,565	43
Interest income	(74)	(278)
Gain on disposal of a subsidiary	-	(13,796)
Gain on disposal of asset classified as held for sale	(3,924)	-
Gain on recognition of other investments	-	(18,315)
Gain on settlement of contingent consideration	-	(4,694)
Reversal of impairment loss on other investments	-	(997)
Reversal of impairment loss on trade receivables, deposits and prepayments	-	(12,243)
Write back of inventories written off	(6,652)	(22)
	<hr/>	<hr/>
Operating loss before working capital changes	(3,221)	(64,150)
Changes in working capital		
Decrease in inventories	6,694	676
Increase in assets	(47,148)	(71,539)
Increase in liabilities	16,981	78,345
Decrease in fiduciary cash	202	3,693
	<hr/>	<hr/>
Cash for operating activities	(26,492)	(52,975)
Tax (paid)/received	-	(16)
	<hr/>	<hr/>
Net cash for operating activities	(26,492)	(52,991)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL PERIOD
ENDED 30 JUNE 2023 (CONT'D)**

	Financial period ended	
	30/06/2023	31/03/2023
	RM'000 (Unaudited)	RM'000 (Audited)
CASH FLOW FROM/(FOR) INVESTING ACTIVITIES		
Acquisition of associates	-	(28,000)
Addition of right-of-use assets	-	(173)
Disposal of asset classified as held for sale	17,500	-
Disposal of a subsidiary, net of cash and cash equivalents disposed of	-	3,400
Purchase of property, plant and equipment	(213)	(1,460)
Proceeds from disposal of plant and equipment	-	1,228
Proceeds from disposal of other investments	-	16,462
Interest received	74	278
Net (placement)/withdrawal of fixed deposit pledged with a licensed bank	(201)	1,709
Net cash from/(for) investing activities	17,160	(6,556)
CASH FLOW FROM FINANCING ACTIVITIES		
Net drawdown/(repayment) of borrowings	68	(2,027)
Interest paid	(274)	(1,033)
Proceeds from issuance of ordinary shares	2,000	31,794
Repayment of lease liabilities	(345)	(1,747)
Net cash from financing activities	1,449	26,987
Net decrease in cash and cash equivalents	(7,883)	(32,560)
Foreign exchange translation differences	2,186	1,435
Cash and cash equivalents at the beginning of the financial period	20,333	51,458
Cash and cash equivalents at the end of the financial period	14,636	20,333
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	18,088	23,990
Fixed deposit with licensed bank	5,385	5,181
	23,473	29,171
Fixed deposit pledged with licensed bank	(5,130)	(4,929)
Fiduciary cash	(3,707)	(3,909)
	14,636	20,333

Notes:

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the period ended 31 March 2023 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023

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 March 2023.

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 period ended 31 March 2023 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 2023 as set out below:

- a) MFRS 17 - Insurance Contracts
- b) Amendments to MFRS 17 - Insurance Contracts - Initial Application of MFRS 17 and MFRS 9 - Comparative Information
- c) Amendments to MFRS 108 - Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates
- d) Amendments to MFRS 101 - Presentation of Financial Statements - Disclosures of Accounting Estimates
- e) Amendments to MFRS 112 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- f) Amendments to MFRS 112 - International Tax Reform-Pillar Two Model Rules

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 2024, and have yet to be adopted by the Group:

- a) Amendments to MFRS 16 - Leases - Lease Liability in a Sale and Leaseback
- 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 101 - Non-current Liabilities with Covenants
- d) Amendments to MFRS 107 and MFRS 7 - Supplier Finance Arrangements

A3 Auditors' report on preceding annual financial statements

The auditors issued an unqualified audit opinion on the financial statements for the period ended 31 March 2023.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(CONT'D)**

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

A4 Seasonal or cyclical of operations

The Group's operations were not materially affected by any seasonal and cyclical factors.

A5 Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

A6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial period under review.

A7 Changes in debts or equity securities

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the period ended 30 June 2023 except for the follows:

- a) On 18 April 2023, 5,000,000 warrants were converted into ordinary shares at an issue price of RM 0.40 per share.

A8 Dividends payment

There were no dividends paid or proposed during the current financial period under review.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(CONT'D)**

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

A9 Segmental information

Segmental information is provided based on geographical segment by customers' location as follows:

Results for the financial year ended 30 June 2023	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
Revenue				
Digital Devices & Infrastructure	546	-	-	546
Communications	-	159,342	-	159,342
Digital & Financial Services	2,037	-	-	2,037
Corporate Unit	2,100	-	(1,976)	124
	<u>4,683</u>	<u>159,342</u>	<u>(1,976)</u>	<u>162,049</u>
Results				
Digital Devices & Infrastructure	5,970	-	243	6,213
Communications	424	74	157	655
Digital & Financial Services	(1,237)	-	1,575	338
Corporate Unit	(581)	(188)	(1,975)	(2,744)
	<u>4,576</u>	<u>(114)</u>	<u>-</u>	<u>4,462</u>
Finance costs				(344)
Finance income				74
				<u>4,192</u>
Share of net loss of associate				(255)
Profit before taxation				3,937
Income tax expense				-
Profit after taxation				3,937
Non-controlling interests				38
Profit after taxation & non-controlling interests				<u>3,975</u>

Results for the financial year ended 30 June 2022	Malaysia RM'000	Overseas RM'000	Inter-segment RM'000	Group RM'000
Revenue				
Digital Devices & Infrastructure	629	12,063	(267)	12,425
Communications	-	169,879	-	169,879
Digital & Financial Services	4,792	-	105	4,897
	<u>5,421</u>	<u>181,942</u>	<u>(162)</u>	<u>187,201</u>
Results				
Digital Devices & Infrastructure	(183)	842	(961)	(302)
Communications	216	(706)	(442)	(932)
Digital & Financial Services	(2,452)	-	(1,701)	(4,153)
Corporate Unit	(3,293)	-	3,104	(189)
	<u>(5,712)</u>	<u>136</u>	<u>-</u>	<u>(5,576)</u>
Fair value loss on other quoted investment				(4,657)
Finance costs				(401)
Finance income				76
				<u>(10,558)</u>
Share of net loss of associate				-
Loss before taxation				(10,558)
Income tax expense				(23)
Loss after taxation				(10,581)
Non-controlling interests				154
Loss after taxation & non-controlling interests				<u>(10,427)</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023 (CONT'D)

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

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

There is no material event announced subsequent to the end of the quarter.

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 2023 except as follows:

- a) On 26 April 2023, the shares sale agreement in respect of the entire issued share capital of Xendity Sdn Bhd between Xendity Pte Ltd and Innov8tif Holdings Sdn Bhd has been completed, following the fulfilment of the Conditions Precedent. To that effect, Xendity Sdn Bhd ceased to be a wholly-owned subsidiary of the Group.

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, as follows:

	Financial period ended 30-Jun-23 RM'000	Financial year ended 31-Mar-23 RM'000
<u>Utilised Portion:</u>		
Green Packet Global Pte Ltd	12,992	12,301
Worldline Enterprise Sdn Bhd	3,590	3,698
Total	16,582	16,000

A14 Capital commitments

There was no material capital commitment as at the end of the current financial quarter.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023 (CONT'D)

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

A15 Significant related party transactions

Identity of related parties:

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

	Financial period ended 30-Jun-23 RM'000	Financial year ended 31-Mar-23 RM'000
Terminal maintenance fee charged by a related party - Revenue Solution Sdn Bhd	21	29

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(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
	30-Jun-23	30-Jun-22		30-Jun-23	30-Jun-22	
	RM million	RM million		RM million	RM million	
Revenue	162.05	187.20	-13%	162.05	187.20	-13%
Operating Profit/(Loss)	5.79	(3.07)	288%	5.79	(3.07)	288%
EBITDA	5.53	(7.73)	172%	5.53	(7.73)	172%
Profit/(Loss) Before Tax	3.94	(10.56)	137%	3.94	(10.56)	137%
Profit/(Loss) After Tax	3.94	(10.58)	137%	3.94	(10.58)	137%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	3.98	(10.43)	138%	3.98	(10.43)	138%

Total revenue, EBITDA and profit after tax ("PAT") of the Group stands at approximately RM 162.05 million, RM 5.53 million and RM 3.94 million respectively for the current financial quarter ended at 30 June 2023 ("1Q24") as compared with 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 previous same quarter ended at 30 June 2022 ("2Q23").

Group's Segmental Analysis:

Revenue contribution comprises the following:

	3 months quarter ended		% Change	3 months period ended		% Change
	30-Jun-23	30-Jun-22		30-Jun-23	30-Jun-22	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure	0.55	12.43	-96%	0.55	12.43	-96%
Communications	159.34	169.88	-6%	159.34	169.88	-6%
Digital & Financial Services	2.04	4.90	-58%	2.04	4.90	-58%
Corporate Unit	0.12	-	100%	0.12	-	100%
Total	162.05	187.20	-13%	162.05	187.20	-13%

- Digital Devices & Infrastructure business registered 96% 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 lower revenue of 6% 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 58% in the current quarter as compared to previous same quarter mainly due to lower revenue from projects implementation and terminal.
- Corporate Unit recorded a higher revenue of 100% in the current quarter as compared to previous same quarter mainly due to higher interest income.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(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	3 months period ended		% Change
	<u>30-Jun-23</u>	<u>30-Jun-22</u>		<u>30-Jun-23</u>	<u>30-Jun-22</u>	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure Communications	6.24	(0.10)	6408%	6.24	(0.10)	6408%
Digital & Financial Services	0.89	(0.46)	296%	0.89	(0.46)	296%
Corporate Unit	0.81	(3.00)	127%	0.81	(3.00)	127%
	(2.41)	(4.18)	42%	(2.41)	(4.18)	42%
Total	5.53	(7.73)	172%	5.53	(7.73)	172%

EBITDA in the current quarter of RM 5.53 million as compared to EBITDA losses of RM 7.73 million in the previous corresponding quarter mainly due to write back of slow-moving inventories as well as gain on disposal of asset classified as held for sale in current quarter.

Profit/(Loss) after tax comprises the following:

	3 months quarter ended		% Change	3 months period ended		% Change
	<u>30-Jun-23</u>	<u>30-Jun-22</u>		<u>30-Jun-23</u>	<u>30-Jun-22</u>	
	RM million	RM million		RM million	RM million	
Digital Devices & Infrastructure Communications	6.21	(0.30)	2162%	6.21	(0.30)	2162%
Digital & Financial Services	0.70	(0.64)	209%	0.70	(0.64)	209%
Corporate Unit	0.37	(4.43)	108%	0.37	(4.43)	108%
	(2.74)	(0.15)	-1731%	(2.74)	(0.15)	-1731%
Finance cost*	4.54	(5.52)	182%	4.54	(5.52)	182%
	(0.34)	(0.40)	14%	(0.34)	(0.40)	14%
Fair value loss on other quoted investment	-	(4.66)	100%	-	(4.66)	100%
Share of loss of associate	(0.26)	-	-100%	(0.25)	-	-100%
Total	3.94	(10.58)	137%	3.94	(10.58)	137%

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

Overall, PAT in current quarter of RM 3.94 million was mainly due to write back of slow-moving inventories as well as gain on disposal of asset classified as held for sale.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(CONT'D)**

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

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

Financial review for current quarter compared with immediate preceding quarter:

	3 months period ended		% Change
	<u>30-Jun-23</u> RM million	<u>31-Mar-23</u> RM million	
Revenue	162.05	150.36	8%
Operating Profit/(Loss)	5.79	(16.93)	134%
EBITDA	5.53	(17.18)	132%
Profit/(Loss) Before Tax	3.94	(19.21)	120%
Profit/(Loss) After Tax	3.94	(19.21)	120%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	3.98	(19.17)	121%

Total revenue and PAT of the Group for the current financial quarter ended 30 June 2023 ("1Q24") were RM 162.05 million and RM 3.94 million respectively as compared to the revenue and LAT of the Group for the preceding financial quarter ended at 31 March 2023 ("5Q23") of RM 150.36 million and RM 19.21 million respectively. PAT in 1Q24 was mainly due to write back of slow-moving inventories as well as gain on disposal of asset classified as held for sale.

Group's Segmental Analysis:

Revenue contribution comprises the following:

	3 months period ended		% Change
	<u>30-Jun-23</u> RM million	<u>31-Mar-23</u> RM million	
Digital Devices & Infrastructure Communications	0.55	0.55	-1%
Digital & Financial Services	159.34	145.61	9%
Corporate Unit	2.04	4.20	-52%
Corporate Unit	0.12	-	100%
Total	162.05	150.36	8%

Overall, revenue for current quarter was higher than the preceding quarter mainly due to the higher inbound traffic on voice minutes and data from Communications business.

EBITDA comprises the following:

	3 months period ended		% Change
	<u>30-Jun-23</u> RM million	<u>31-Mar-23</u> RM million	
Digital Devices & Infrastructure Communications	6.24	(7.55)	183%
Digital & Financial Services	0.89	6.92	-87%
Corporate Unit	0.81	(1.76)	146%
Corporate Unit	(2.41)	(14.79)	84%
Total	5.53	(17.18)	132%

EBITDA in current quarter was mainly due to write back of slow-moving inventories as well as gain on disposal of asset classified as held for sale.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(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)

Profit/(Loss) after tax comprises the following:

	3 months period ended		% Change
	30-Jun-23 RM million	31-Mar-23 RM million	
Digital Devices & Infrastructure	6.21	(7.58)	182%
Communications	0.70	6.77	-90%
Digital & Financial Services	0.37	(3.01)	112%
Corporate Unit	(2.74)	(15.25)	82%
	4.54	(19.07)	124%
Finance cost	(0.34)	0.10	-444%
Share of loss of associate	(0.26)	(0.24)	-6%
Total	3.94	(19.21)	121%

B3 Financial year ending 31 March 2024 prospects

a) To remain competitive in its business environment, the Group focuses on:

- Improve operational efficiency for wholesale voice traffic and rapid diversification into wholesale data and application to person messaging 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-23 RM'000
Current period tax expense	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(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 Private Placement first and second tranches proceeds completed on 29 April 2022 and 26 October 2022 respectively are as follows:

Purpose	Proposed Utilisation RM '000	Excess proceeds reallocated RM '000	Actual	Balance as at 30 Jun 2023 RM '000	Intended timeframe for Utilisation
			Utilisation up to 30 Jun 2023 RM '000		
(i) General working capital	25,415	550	25,965	-	Within 12 months
- Personnel cost	18,388	-	18,388	-	Within 12 months
- Administrative and general expenses	3,346	550	3,896	-	Within 12 months
- IT operating expenditure	2,811	-	2,811	-	Within 12 months
- Sales and marketing expenses	870	-	870	-	Within 12 months
(ii) Expenses for the Proposed Private Placement	736	(550)	186	-	Within 6 months
Total	26,151	-	26,151	-	

B8 Group borrowings and debt securities

Total borrowings of the Group are as follows:

	As at 30 June 2023		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	2,015	3,305	5,320
- Revolving credits	-	8,212	8,212
- Lease liabilities, which are denominated in Ringgit Malaysia.	104	702	806
Total	2,119	12,219	14,338

	As at 31 March 2023		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Term loan	3,875	1,860	5,735
- Revolving credits	-	7,729	7,729
- Lease liabilities, which are denominated in Ringgit Malaysia.	113	765	878
Total	3,988	10,354	14,342

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(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 Earnings/(Loss) per share

Basic earnings/(loss) per share

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

	3 months quarter ended		3 months period ended	
	30-Jun-23	30-Jun-22	30-Jun-23	30-Jun-22
Profit/(Loss) attributable to ordinary equity holders of the Company (RM'000)	3,975	(10,427)	3,975	(10,427)
Weighted average numbers of ordinary shares in issue ('000)	2,001,640	1,471,676	2,001,640	1,471,676
Basic earnings/(loss) per share (cent)	0.2	(0.7)	0.2	(0.7)

Diluted earnings/(loss) per share

	3 months quarter ended		3 months period ended	
	30-Jun-23	30-Jun-22	30-Jun-23	30-Jun-22
Profit/(Loss) attributable to ordinary equity holders of the Company (RM'000)	3,975	(10,427)	3,975	(10,427)
Weighted average numbers of ordinary shares in issue for basic earnings/(loss) per share ('000)	2,001,640	1,471,676	2,001,640	1,471,676
Shares deemed to be issued for no consideration: - Warrants ('000)*	-	-	-	-
Weighted adjusted numbers of ordinary shares in issue ('000)	2,001,640	1,471,676	2,001,640	1,471,676
Diluted earnings/(loss) per share (cent)	0.2	(0.7)	0.2	(0.7)

* 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 earnings/(loss) per share.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2023
(CONT'D)**

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

B12 Profit/(Loss) for the Period

	3 months quarter ended		3 months period ended	
	30-Jun-23 RM'000	30-Jun-22 RM'000	30-Jun-23 RM'000	30-Jun-22 RM'000
Profit/(Loss) for the period is arrived at after charging :				
Amortisation on :				
- development cost	402	1,490	402	1,490
Depreciation of :				
- plant and equipment	415	635	415	635
- right-of-use assets	434	301	434	301
Lease expenses :				
- short term leases	5	30	5	30
- rental of equipment	517	588	517	588
Loss on disposal on other investments	-	3,000	-	3,000
Loss on disposal of plant and equipment	148	100	148	100
Loss/(Gain) on foreign exchange				
- realised	206	410	206	410
- unrealised	1,565	(882)	1,565	(882)
Staff costs:				
- defined contribution plan	427	380	427	380
- salaries and other benefits	5,301	10,544	5,301	10,544
Interest expense:				
- lease liabilities	14	32	14	32
- other interest expenses	330	369	330	369
Inventories written down/written off	-	172	-	172
and after crediting :				
Interest income	(74)	(77)	(74)	(77)
Gain on disposal of asset classified as held for sale	(3,924)	-	(3,924)	-
Gain on recognition of other investments	-	(18,315)	-	(18,315)
Write back of inventories written off	(6,652)	-	(6,652)	-

B13 Authorisation for issue

The interim financial statements were authorised for release by the Board of Directors on 30 August 2023.