

MLABS SYSTEMS BERHAD
Company No. 200401014724 (653227-V)
(Incorporated in Malaysia)

**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 31 DECEMBER 2023**

The Board of Directors of Mlabs Systems Berhad is pleased to announce the following unaudited consolidated financial statements for the quarter ended 31 December 2023 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 30 June (“FYE”) 2023 and the accompanying explanatory notes attached to the unaudited consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER Quarter Ended		CUMULATIVE Period Ended	
		31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)
Revenue	A8	8,503	6,505	13,782	11,014
Cost of sales		(4,842)	(2,568)	(7,496)	(4,864)
Gross profit		3,661	3,937	6,286	6,150
Other income		823	3,960	1,379	4,660
Administrative and operating expenses		(4,603)	(4,395)	(9,433)	(8,568)
Selling and distribution expenses		(1,246)	(349)	(1,942)	(768)
Other operating expenses		(45)	(1,679)	(1,944)	(2,679)
(Loss)/Profit from operations		(1,410)	1,474	(5,654)	(1,205)
Finance costs		(81)	(43)	(151)	(81)
Share of results of associates, net of tax		-	12	-	12
(Loss)/Profit before tax	B14	(1,491)	1,443	(5,805)	(1,274)
Tax expense	B7	(181)	-	(181)	-
(Loss)/Profit for the financial period		(1,672)	1,443	(5,986)	(1,274)
Other comprehensive (loss)/income:					
Item that will be subsequently reclassified to profit or loss					
Exchange differences on translating foreign operations		(1,135)	(1,268)	(978)	675
Other comprehensive (loss)/income for the financial period		(1,135)	(1,268)	(978)	675
Total comprehensive (loss)/income for the financial period		(2,807)	175	(6,964)	(599)
(Loss)/Profit for the financial period attributable to:					
- Owners of the Company		(1,490)	1,792	(5,005)	(622)
- Non-controlling interests		(182)	(349)	(981)	(652)
		(1,672)	1,443	(5,986)	(1,274)
Total comprehensive (loss)/income attributable to:					
- Owners of the Company		(2,613)	627	(5,951)	36
- Non-controlling interests		(194)	(452)	(1,013)	(635)
		(2,807)	175	(6,964)	(599)
(Loss)/Earnings per share attributable to Owners of the Company	B13				
Basic & diluted (sen)		(0.10)	0.12	(0.35)	(0.04)

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As At 31.12.2023 RM'000 (unaudited)	As At 30.06.2023 RM'000 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment		11,742	13,837
Right-of-use assets		2,296	2,590
Land development rights		11,215	11,215
Investment properties		18,449	18,424
Intangible assets		3,167	4,536
Other investments		5,775	4,725
Finance lease receivables		821	1,387
Trade receivables		69	239
Total non-current assets		<u>53,534</u>	<u>56,953</u>
Current assets			
Inventories		1,676	1,501
Finance lease receivables		1,075	959
Trade receivables	B15	20,134	11,541
Other receivables, deposits and prepayments		2,769	3,452
Tax recoverable		24	-
Other investments		7,586	-
Cash, bank balances and short-term fund		49,490	60,883
Total current assets		<u>82,754</u>	<u>78,336</u>
Total assets		<u>136,288</u>	<u>135,289</u>
EQUITY AND LIABILITIES			
EQUITY			
Share capital		110,049	110,049
Reserves		10,434	16,385
Equity attributable to Owners of the Company		<u>120,483</u>	<u>126,434</u>
Non-controlling interests		458	1,471
Total equity		<u>120,941</u>	<u>127,905</u>

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

	Note	As At 31.12.2023 RM'000 (unaudited)	As At 30.06.2023 RM'000 (audited)
LIABILITIES			
Non-current liabilities			
Lease liabilities		1,448	1,843
Deferred tax liabilities		198	198
		1,646	2,041
Total non-current liabilities			
Current liabilities			
Trade payables		3,763	698
Other payables and accruals		8,417	3,416
Contract liabilities		187	71
Lease liabilities		1,032	944
Amount due to directors		3	3
Provision of taxation		298	211
		13,701	5,343
Total current liabilities			
Total liabilities		15,347	7,384
Total equity and liabilities		136,288	135,289
Net asset per share (RM)		0.083	0.088

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

< ----- Non-distributable ----- > **Distributable**

	Share capital RM'000	Foreign currency translation reserve RM'000	Warrants reserve RM'000	Accumulated losses/Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total RM'000
As at 30 June 2023	110,049	3,592	44,798	(32,005)	126,434	1,471	127,905
Loss for the financial period	-	-	-	(5,005)	(5,005)	(981)	(5,986)
Other comprehensive loss for the financial period	-	-	-	-	-	-	-
- Exchange translation differences	-	(946)	-	-	(946)	(32)	(978)
Total comprehensive loss for the financial period	-	(946)	-	(5,005)	(5,951)	(1,013)	(6,964)
Issuance of ordinary shares pursuant to exercise of Warrants C	*	-	-	-	*	-	*
Transfer of reserves upon expiry of Warrants C	-	-	(44,798)	44,798	-	-	-
As at 31 December 2023	110,049	2,646	-	7,788	120,483	458	120,941
As at 30 June 2022	110,049	1,395	44,798	(24,718)	131,524	541	132,065
Loss for the financial period	-	-	-	(622)	(622)	(652)	(1,274)
Other comprehensive income for the financial period	-	-	-	-	-	-	-
- Exchange translation differences	-	658	-	-	658	17	675
Total comprehensive loss for the financial period	-	658	-	(622)	36	(635)	(599)
Dilution of interest in subsidiaries	-	-	-	-	-	2,377	2,377
As at 31 December 2022	110,049	2,053	44,798	(25,340)	131,560	2,283	133,843

* On 12 December 2023, the Company increased its issued and paid up ordinary share capital from RM110,048,856.00 to RM110,048,887.50 by way of issuance of 350 new ordinary shares through the exercise of the warrants at an issue price of RM0.09 per share which amounted to RM31.50.

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CONSOLIDATED STATEMENT OF CASH FLOWS

	Period Ended	
	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)
Operating activities		
Loss before tax	(5,805)	(1,274)
Adjustments for:		
Amortisation of intangible assets	1,317	1,278
Depreciation of investment properties	88	84
Depreciation of property, plant and equipment	2,113	738
Depreciation of right-of-use assets	478	562
Fair value gain on other investments	(714)	(1,344)
Fair value loss on quoted shares	1,650	450
Gain on disposal of right-of-use assets	-	(35)
Gain on derecognition of right-of-use assets	-	(136)
Gain on dilution of interest in subsidiaries	-	(2,671)
Income distribution from short-term fund	(19)	(134)
Interest expense	151	81
Interest income	(409)	(5)
Inventories written off	-	5
Preferences shares dividend income	-	(7)
Property, plant and equipment written off	-	6
Reversal of impairment on trade receivables	(116)	(4)
Share of results of associates	-	(12)
Unrealised loss on foreign exchange	144	924
Operating loss before working capital changes	(1,122)	(1,494)
Changes in working capital:		
Inventories	(176)	(106)
Payables and contract liabilities	8,052	2,086
Receivables and contract assets	(7,529)	(5,683)
Cash used in operating activities	(775)	(5,197)
Tax paid	(119)	(140)
Net cash used in operating activities	(894)	(5,337)
Investing activities		
Acquisition of:		
- Property, plant and equipment	(59)	(5,483)
- Investment properties	(113)	-
Fair value change from short-term investment	-	191
Income received from short-term fund	19	134
Interest received	409	5
Net cash outflow from dilution of interest in subsidiaries	-	(196)
Placement of investments	(9,696)	(5,507)
Proceeds from disposal of property, plant and equipment	-	1
Proceeds from disposal of right-of-use assets	-	270
Net cash used in investing activities	(9,440)	(10,585)

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CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

	31.12.2023	31.12.2022
	RM'000	RM'000
	(unaudited)	(unaudited)
Financing activities		
Advance from directors	-	35
Interest paid	(151)	(81)
Payment of lease liabilities	(337)	(650)
Proceeds from issuance of shares pursuant to exercise of Warrants C	*	-
	(488)	(696)
Net cash used in financing activities	(488)	(696)
CASH AND CASH EQUIVALENTS		
Net changes	(10,822)	(16,618)
Effects of changes in foreign exchange rate	(571)	(172)
Brought forward	60,883	66,969
Carried forward	49,490	50,179
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash, bank balances and short-term fund	49,490	50,179

* Denotes amount below RM1,000.

**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A1. Basis of Preparation (Cont'd)

The Group has not adopted the following and amendments/improvements to MFRSs issued by the Malaysian Accounting Standards Board:

Amendments/improvements to MFRSs effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to MFRS 101	<i>Non-current Liabilities with Covenants</i>
Amendments to MFRS 107 and MFRS 7	<i>Supplier Finance Arrangements</i>

Amendments/improvements to MFRSs effective for financial periods beginning on or after 1 January 2025

Amendments to MFRS 121	<i>Lack of Exchangeability</i>
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Amendments/improvements to MFRSs which the effective date is deferred to a date to be determined and announced

Amendments to MFRS 10 and MFRS 128	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>
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The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for the future financial years.

A2. Auditors' Report on the Preceding Annual Financial Statements

The auditors' report on the annual audited financial statements for the financial year ended 30 June 2023 was not qualified.

A3. Seasonal or Cyclical Factors of Interim Operations

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current financial quarter and period.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

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

A5. Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial period, which may have a material effect in the current financial quarter and period results.

A6. Issues, Repurchases, and Repayments of Debt and Equity Securities

The Company had on 11 December 2023 announced the issuance of 350 new ordinary shares through the exercise of Warrants C at an issue price of RM0.09 per share which amounted to RM31.50.

**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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A7. Dividends Paid

There were no dividends declared and paid for the current financial quarter.

A8. Segmental Information

Segmental information is presented in respect of the Group's business and geographical segments. The primary format of business segments is based on the Group's management and internal reporting structure.

Business segments

The Group is organised into business units based on their products and services, and has four reportable segments as follows:

ICT and fintech	: Research and development, and trading of ICT and fintech related products and services.
Trading	: Trading of alcohol products, kitchen equipment and related products, distribution of household appliances and computer hardware, software and peripherals.
Factoring	: Business of factoring, development financing, leasing and building credit.
Others	: Investment holding, property management agent and related activities, employment agency services and provide all types of training and business management consultancy services, event management services and related activities.

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A8. Segmental Information (Cont'd)

Business segments (Cont'd)

Period Ended 31.12.2023	ICT and fintech	Trading	Factoring	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	8,154	1,624	4,140	740	(876)	13,782
Results:						
Segment results	(2,763)	(972)	885	(4,365)	31	(7,184)
Other income	866	109	3	176	(167)	1,379
(Loss)/profit before tax	(1,897)	(863)	888	(3,797)	(136)	(5,805)
Segment assets	43,557	51,708	35,388	175,008	(169,373)	136,288
Segment liabilities	17,217	52,846	29,547	41,553	(125,816)	15,347

Geographical segments

The business segments are managed in two principal locations namely Malaysia and Taiwan. In presenting information on the basis of geographical segments, segmental revenue is presented based on the geographical location of customers.

The geographical segmental information of the Group is as follows:

Period Ended 31.12.2023	Malaysia	Outside Malaysia	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000
Revenue	12,862	1,796	(876)	13,782
Results:				
Segment results	(4,163)	(3,052)	31	(7,184)
Other income	392	1,154	(167)	1,379
Loss before tax	(3,771)	(1,898)	(136)	(5,805)

A9. Valuation of Property, Plant and Equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter.

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A10. Events after the End of the Quarter

On 5 February 2024, Bursa Securities had approved the Group Proposed Share Consolidation and up to 217,411,362 Right Shares and up to 86,964,544 new Shares to be issued arising from the exercise of the Warrants D.

A11. Changes in Composition of the Group

There were no changes in the composition of the Group for the current financial quarter and period.

A12. Contingent Assets or Changes on Contingent Liabilities

There were no contingent assets or contingent liabilities as at 31 December 2023.

A13. Significant Related Party Transaction

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current financial quarter and period.

A14. Fair Value Measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Group.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair value is recognised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Unobservable inputs for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole.

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A14. Fair Value Measurement (Cont'd)

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the financial year end.

	As at 31.12.2023 RM'000 (unaudited)	As at 30.06.2023 RM'000 (audited)
Group		
Financial assets		
<u>Level 1</u>		
Quoted shares	5,775	4,725

The Group does not have any financial liabilities carried at fair value nor any financial instruments classified as Level 2 and 3 as at 31 December 2023.

A15. Capital Commitments

Capital commitments as at 31 December 2023 are as follows:

	As at 31.12.2023 RMB	As at 31.12.2023 RM
Approved and contracted for:		
Registered share capital of Shenzhen Carbon Champagne Development Limited to be paid up by 31 December 2046	1,000,000	645,800

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EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review of Performance

Statement of Profit & Loss and Other Comprehensive Income

Group Results	INDIVIDUAL QUARTER Quarter Ended			CUMULATIVE Period Ended		
	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)	Changes (%)	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)	Changes (%)
Revenue	8,503	6,505	31	13,782	11,014	25
Gross profit	3,661	3,937	7	6,286	6,150	2
Gross profit margin (%)	43.1	60.5		45.6	55.8	
(Loss)/Profit before interest and tax	(1,410)	1,474	(196)	(5,654)	(1,205)	(369)
(Loss)/Profit before tax	(1,491)	1,443	(203)	(5,805)	(1,274)	(356)
(Loss)/Profit after tax	(1,672)	1,443	(216)	(5,986)	(1,274)	(370)
(Loss)/Profit after tax margin (%)	(19.7)	22.2		(43.4)	(11.6)	
(Loss)/Profit attributable to Owners of the Company	(1,490)	1,792	(183)	(5,005)	(622)	(705)

In the current quarter, the Group recorded increase in revenue amounting to RM2.0 million as compared to the preceding year quarter mainly due to increase in revenue from factoring business and ICT business amounting to RM0.50 million and RM1.28 million respectively.

However, the reduced in gross profit and gross profit margin for the current quarter in comparison to the preceding financial year quarter was mainly due to lower gross profit derived from the trading of ICT products business amounting to RM0.40 million and mitigated by increase in factoring business amounting to RM0.48 million.

In the current quarter, the Group recorded loss after tax of RM1.67 million as compared to preceding year's quarter profit after tax of RM1.44 million mainly due to increase depreciation of property, plant and equipment amounting RM0.54 million in current financial year quarter and one-off gain arising from dilution of interest in subsidiaries amounting RM2.67 million, gain on disposal and derecognition of right-of-use assets amounting to RM0.18 million in the preceding financial year quarter.

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B2. Material Changes in Financial Performance for the Quarter Compared with Immediate Preceding Quarter

Group Results	Quarter Ended		Changes (%)
	31.12.2023 RM'000 (unaudited)	30.09.2023 RM'000 (unaudited)	
Revenue	8,503	5,279	61
Gross profit	3,661	2,625	39
Gross profit margin (%)	43.1	49.7	
Loss before interest and tax	(1,410)	(4,244)	67
Loss before tax	(1,491)	(4,314)	65
Loss after tax	(1,672)	(4,314)	61
Loss after tax margin (%)	(19.7)	(81.7)	
Loss attributable to Owners of the Company	(1,490)	(3,515)	58

The Group registered higher revenue and gross profit of RM8.50 million and RM3.66 million respectively for the current quarter as compared to the immediate preceding quarter's revenue and gross profit of RM5.28 million and RM2.63 million respectively. The increase in revenue and gross profit was mainly attributed to higher revenue from the factoring business increased by RM0.32 million and trading of ICT products business increased by RM2.39 million in the current quarter.

The Group recorded loss after tax of RM1.67 million as compared to the immediate preceding quarter's loss after tax of RM4.31 million mainly due to fair value loss on quoted shares of amounting to RM1.73 million in the preceding quarter and provision of taxation amounting to RM0.18 million in the current financial year quarter.

B3. Commentary on Prospects

The Malaysia economy achieved 3.9% GDP growth for the year 2023 despite the challenging external headwinds throughout 2023; supported by private consumption, recovering tourism industry, and robust domestic labour market. For the current quarter, we are within our expectation with our financial services, and ICT and fintech segments contributing over 80.0% of the Group total revenue. Our trading segment also had achieved better results (about 13.8% of the Group's total revenue) in this quarter supported by year end festive season.

Our ICT segment is in final negotiation stage for a major project in One Northern Hub located in Bukit Kayu Hitam, Kedah, to construct an integrated logistics hub for the Royal Malaysian Customs Department to cater an annual throughput of 200,000 containers along with the warehouses and cross-dock facilities for cargo consolidation and container stuffing.

At the same time, the Group will be looking forward to complete the recently approved corporate exercise application to raise up to RM 34.786million that is intended to boost our financial services segment business expansion.

The Group remains cautiously optimistic entering 2024 as the Government effort to implement the economy growth under the Madani Economy Framework. The various implementations from strategic developments and flagship projects under the 12th Malaysia Plan Mid-Term Review (12MP MTR), New Energy Transition Roadmap (NETR) and New Industrial Master Plan (NIMP) 2030 will present new opportunities for the Group to tap on.

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B4. Variation on Revenue or Profit Estimate, Forecast, Projection or Internal Targets

Not applicable.

B5. Variance of Actual Profit After Tax and Minority Interest and the Forecast Profit After Tax and Minority Interest

Not applicable.

B6. Shortfall in the Profit Guarantee

Not applicable.

B7. Taxation

	INDIVIDUAL QUARTER		CUMULATIVE	
	Quarter Ended		Period Ended	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
	RM'000	RM'000	RM'000	RM'000
Current income tax				
- Current period	181	-	181	-
	181	-	181	-

Domestic income tax is calculated at the Malaysian statutory income tax rate of 24% (2023: 24%) of the estimated assessable profit for the financial quarter and period.

B8. Status of Corporate Proposals

(a) Bursa Securities had vide its letter dated 05 February 2024, approved the following:

- (i) Proposed Share Consolidation;
- (ii) admission to the Official List and listing and quotation of up to 86,964,544 Warrants D; and
- (iii) listing and quotation of:
 - a. up to 217,411,362 Rights Shares; and
 - b. up to 86,964,544 new Shares to be issued arising from the exercise of the Warrants D.

The above are now pending approval from the shareholders at an extraordinary general meeting to be convened.

(b) On 7 December 2023, the exercise period of Warrants C had lapsed. Accordingly, 440,487,990 units of Warrants C not exercised were delisted from the Official List of Bursa Securities on 8 December 2023. The conversion request of 350 new ordinary shares through the exercise of Warrants C at an issue price of RM0.09 per share which amounted to RM31.50 has been issued and listing accordingly.

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B9. Utilisation of Proceeds Raised from Corporate Proposals

On 14 December 2020, the Company raised total proceeds of RM68.0 million from the right issues by issuance of 755,123,412 new ordinary shares.

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance RM'000	Intended Timeframe for Utilisation
Remote meeting and videotelephony enablers	23,000	-	23,000	Within 48 months
Broadcasting and livestreaming centre	7,600	7,600	-	Within 6 months
Acquisition and/or investments in complementary business and/or assets	25,000	25,000	-	Within 36 months
Working capital	11,561	11,561	-	Within 36 months
Expenses in relation to the proposals	800	800	-	Immediate
	67,961	44,961	23,000	

B10. Borrowings and Debts Securities

There were no borrowings or debt securities as at 31 December 2023.

B11. Material Litigation

There was no material litigation as at the date of this report.

B12. Dividends

No dividend was declared or paid during the current financial quarter and period.

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B13. Loss per share

- (a) The basic (loss)/earnings per share is computed by dividing the Group's (loss)/profit attributable to Owners of the Company with the weighted average number of ordinary shares in issue as follows:

	INDIVIDUAL QUARTER Quarter Ended		CUMULATIVE Period Ended	
	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)
(Loss)/Profit attributable to Owners of the Company (RM'000)	(1,490)	1,792	(5,005)	(622)
Weighted average number of ordinary shares in issue ('000)	1,449,409	1,449,409	1,449,409	1,449,409
Basic & diluted (loss)/profit per share (sen)	(0.10)	0.12	(0.35)	(0.04)

- (b) Diluted

The Group has no potential dilutive ordinary share outstanding as at 31 December 2023.

B14. Note to the Statements of Profit or Loss and Other Comprehensive Income

Loss before tax has been determined after charging/(crediting), amongst others, the following items:

	INDIVIDUAL QUARTER Quarter Ended		CUMULATIVE Period Ended	
	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)	31.12.2023 RM'000 (unaudited)	31.12.2022 RM'000 (unaudited)
Amortisation of intangible assets	663	645	1,317	1,278
Depreciation of investment properties	46	42	88	84
Depreciation of property, plant and equipment	1,059	523	2,113	738
Depreciation of right-of-use assets	246	301	478	562
Fair value gain on other investments	(514)	(706)	(714)	(1,344)
Fair value (gain)/loss on quoted shares	(75)	(450)	1,650	450
Gain on disposal of right-of-use assets	-	(35)	-	(35)
Gain on derecognition of right-of-use assets	-	(136)	-	(136)
Gain on dilution of interest in subsidiaries	-	(2,671)	-	(2,671)
Income distribution from short-term fund	(6)	(102)	(19)	(134)
Interest expense	81	43	151	81
Interest income	122	(5)	(409)	(5)
Inventories written off	-	-	-	5
Preferences shares dividend income	-	(7)	-	(7)
Property, plant and equipment written off	-	-	-	6
Realised loss on foreign exchange	1	-	65	-
Reversal of impairment on trade receivables	(116)	(4)	(116)	(4)
Share of result of associates	-	(12)	-	(12)
Unrealised loss on foreign exchange	52	832	144	924

Save for the above, the other items as required under Chapter 9 Appendix 9B (16) of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

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B15. Trade Receivables

	As at 31.12.2023 RM'000 (unaudited)	As at 30.06.2023 RM'000 (audited)
Trade receivables		
Non-current assets	69	239
Current assets	23,462	14,869
Total	23,531	15,108
Less: Impairment losses	(3,328)	(3,328)
	<u>20,203</u>	<u>11,780</u>

Ageing analysis of trade receivables of the Group are as follows:

	As at 31.12.2023 RM'000 (unaudited)	As at 30.06.2023 RM'000 (audited)
Neither past due nor impaired	14,078	10,015
Past due but not impaired:		
Less than 3 months	3,630	1,107
3 to 6 months	1,142	658
More than 6 months	1,353	-
Past due and impaired	3,328	3,328
Trade receivables (gross)	<u>23,531</u>	<u>15,108</u>

B16. Authorisation for Issue

The interim financial statements are authorised for issue by the Board of Directors in accordance with a resolution of the directors.