

NEXGRAM HOLDINGS BERHAD
(Company No. 660055-H)
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER ENDED 31 OCTOBER 2017**

NEXGRAM HOLDINGS BERHAD

Company No. 660055-H
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 OCTOBER 2017**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 OCTOBER 2017 RM	PRECEDING YEAR CORRESPONDING QUARTER 31 OCTOBER 2016 RM	CURRENT YEAR TO-DATE 31 OCTOBER 2017 RM	PRECEDING YEAR CORRESPONDING PERIOD 31 OCTOBER 2016 RM
Revenue		10,580,975	13,431,662	10,580,975	13,431,662
Operating expenses		(9,906,812)	(11,671,236)	(9,906,812)	(11,671,236)
Profit from operations		674,163	1,760,426	674,163	1,760,426
Depreciation and amortisation		(2,935,016)	(3,158,581)	(2,935,016)	(3,158,581)
Share of profit from associate		804,553	230,631	804,553	230,631
Finance costs		(986,211)	(1,118,799)	(986,211)	(1,118,799)
Interest income		58,037	29,117	58,037	29,117
Loss before taxation		(2,384,474)	(2,257,206)	(2,384,474)	(2,257,206)
Taxation	B5	46,729	37,736	46,729	37,736
Loss for the period		(2,337,745)	(2,219,470)	(2,337,745)	(2,219,470)
Other comprehensive loss, net of tax					
Foreign currency translation		(230,149)	(2,524,255)	(230,149)	(2,524,255)
Loss on fair value changes of available-for-sale financial assets		-	-	-	-
		(230,149)	(2,524,255)	(230,149)	(2,524,255)
Total comprehensive loss for the period, net of tax		(2,567,894)	(4,743,725)	(2,567,894)	(4,743,725)
Loss for the period attributable to:					
Equity holders of the Company		(2,897,267)	(2,300,632)	(2,897,267)	(2,300,632)
Non-controlling interests		559,522	81,162	559,522	81,162
Loss for the period		(2,337,745)	(2,219,470)	(2,337,745)	(2,219,470)
Total comprehensive loss attributable to:					
Equity holders of the Company		(3,127,416)	(4,678,245)	(3,127,416)	(4,678,245)
Non-controlling interests		559,522	(65,480)	559,522	(65,480)
Total comprehensive loss for the period		(2,567,894)	(4,743,725)	(2,567,894)	(4,743,725)
Earnings per share attributable to equity holders of the Company:-					
- Basic (sen)	B12	(0.16)	(0.12)	(0.16)	(0.12)
- Diluted (sen)		-	-	-	-

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 July 2017 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 16)

NEXGRAM HOLDINGS BERHAD

Company No. 660055-H
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 OCTOBER 2017**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AT 31 OCTOBER 2017 (UNAUDITED) RM	AT 31 JULY 2017 (AUDITED) RM
ASSETS		
Non-current assets		
Property, plant and equipment	11,326,716	12,178,167
Land held for property development	72,908,674	72,744,361
Investment properties	87,907,482	87,837,547
Development expenditure	783,694	915,968
Intangible assets	4,013,427	5,942,790
Goodwill on consolidation	59,810,612	59,810,612
Investment in associate	1,351,062	614,349
Other investment	27,804,544	28,078,161
Deferred tax assets	21,961	21,961
Total non-current assets	265,928,172	268,143,916
Current assets		
Inventories	4,681,085	4,272,546
Trade and other receivables	35,788,154	36,361,192
Other receivables, deposits and prepayments	5,179,578	5,817,778
Amount due from customers	3,685,192	3,685,192
Amount due from associate company	4,261,261	3,560,229
Tax recoverable	2,331,833	1,552,513
Fixed deposits with a licensed bank	4,891,991	7,147,289
Cash and bank balances	4,518,152	4,449,348
Total current assets	65,337,246	66,846,087
Total assets	331,265,418	334,990,003
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the parent:		
Share capital	94,156,724	94,156,724
Reserves	72,705,900	72,650,443
Retained earnings	29,072,644	31,969,911
	195,935,268	198,777,078
Non-controlling interests	8,496,406	8,288,244
Total equity	204,431,674	207,065,322
LIABILITIES		
Non-current liabilities		
Hire purchase creditors	3,912,332	4,009,926
Term loans	52,023,057	51,588,653
Deferred tax liabilities	1,314,103	1,053,413
Total non-current liabilities	57,249,492	56,651,992
Current liabilities		
Trade payables	28,147,038	29,253,570
Other payables and accruals	18,655,488	18,161,804
Hire purchase creditors	3,131,861	3,083,106
Term loans	8,200,413	8,741,677
Borrowings	711,971	1,487,594
Bank overdraft	3,467,054	3,351,635
Tax payable	7,270,427	7,193,303
Total current liabilities	69,584,252	71,272,689
Total liabilities	126,833,744	127,924,681
Total equity and liabilities	331,265,418	334,990,003
Net assets per share attributable to ordinary equity holders of the Company (sen)	10.40	10.56

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 July 2017 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 16)

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)

<----- Attributable to owners of the parent ----->

	Non-Distributable						Distributable		Non-controlling interests RM	Total equity RM	
	Share capital RM	Share premium RM	Warrants reserve RM	Fair value reserve RM	Capital reserve RM	Treasury share RM	Translation reserve RM	Retained earnings RM			Total RM
At 1 August 2017	94,156,724	5,460,724	6,281,395	(1,863,010)	94,156,725	(245,000)	(31,140,391)	31,969,911	198,777,078	8,288,244	207,065,322
Transaction with owners:											
- Foreign currency translation	-	-	-	-	-	-	285,606	-	285,606	(351,360)	(65,754)
Total transactions with owners	-	-	-	-	-	-	285,606	-	285,606	(351,360)	(65,754)
Loss for the financial period	-	-	-	-	-	-	-	(2,897,267)	(2,897,267)	559,522	(2,337,745)
Other comprehensive loss for the period	-	-	-	-	-	-	(230,149)	-	(230,149)	-	(230,149)
Total comprehensive (loss)/ income for the financial period	-	-	-	-	-	-	(230,149)	(2,897,267)	(3,127,416)	559,522	(2,567,894)
At 31 October 2017	<u>94,156,724</u>	<u>5,460,724</u>	<u>6,281,395</u>	<u>(1,863,010)</u>	<u>94,156,725</u>	<u>(245,000)</u>	<u>(31,084,934)</u>	<u>29,072,644</u>	<u>195,935,268</u>	<u>8,496,406</u>	<u>204,431,674</u>
At 1 August 2016	94,156,724	5,460,724	6,281,395	(1,268,270)	94,156,725	(243,500)	(27,843,234)	49,143,539	219,844,103	8,959,946	228,804,049
Prior year adjustment	-	-	-	-	-	-	-	117,154	117,154	-	117,154
	94,156,724	5,460,724	6,281,395	(1,268,270)	94,156,725	(243,500)	(27,843,234)	49,260,693	219,961,257	8,959,946	228,921,203
Transaction with owners:											
- Share buy back	-	-	-	-	-	(1,500)	-	-	(1,500)	-	(1,500)
- Foreign currency translation	-	-	-	-	-	-	4,811,162	-	4,811,162	-	4,811,162
Total transactions with owners	-	-	-	-	-	(1,500)	4,811,162	-	4,809,662	-	4,809,662
Loss for the financial period	-	-	-	-	-	-	-	(17,290,782)	(17,290,782)	(671,702)	(17,962,484)
Other comprehensive loss for the period	-	-	-	(594,740)	-	-	(8,108,319)	-	(8,703,059)	-	(8,703,059)
Total comprehensive loss for the financial period	-	-	-	(594,740)	-	-	(8,108,319)	(17,290,782)	(25,993,841)	(671,702)	(26,665,543)
At 31 July 2017	<u>94,156,724</u>	<u>5,460,724</u>	<u>6,281,395</u>	<u>(1,863,010)</u>	<u>94,156,725</u>	<u>(245,000)</u>	<u>(31,140,391)</u>	<u>31,969,911</u>	<u>198,777,078</u>	<u>8,288,244</u>	<u>207,065,322</u>

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 July 2017 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 16)

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)

	CUMULATIVE QUARTER	
	CURRENT YEAR TO-DATE 31 OCTOBER 2017	PRECEDING YEAR TO-DATE 31 OCTOBER 2016
	RM	RM
Cash flows from operating activities		
Loss before taxation	(2,384,474)	(2,257,206)
Adjustments for non-cash flow:		
Non-cash items	2,079,180	2,442,215
Finance costs	986,211	1,118,799
Interest income	(58,037)	(29,117)
Operating profit before working capital changes	<u>622,880</u>	<u>1,274,691</u>
Changes in working capital:		
Net change in current assets	72,896	(3,922,320)
Net change in current liabilities	(381,265)	4,043,656
Cash generated from operations	<u>314,511</u>	<u>1,396,027</u>
Interest paid	(986,211)	(1,118,799)
Income tax (paid)/refund	(746,137)	131,919
Net cash from operating activities	<u>(1,417,837)</u>	<u>409,147</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(10,791)	125,465
Proceeds from disposal of property, plant and equipment	-	100
Net cash used in investing activities	<u>(10,791)</u>	<u>125,565</u>
Cash flows from financing activities		
Issuance of share	-	(1,500)
Interest received	58,037	29,117
Repayment of hire purchase creditors	(48,839)	(635,996)
Drawdown of fixed deposit	2,255,298	(20,797)
Repayment of term loans	(882,483)	310,099
Net cash from financing activities	<u>1,382,013</u>	<u>(319,077)</u>
Net increase in cash and cash equivalents	(46,615)	215,635
Cash and cash equivalents at 1 May	1,097,713	4,973,042
Translation differences	-	-
Cash and cash equivalents at end of period	<u>1,051,098</u>	<u>5,188,677</u>
Cash and cash equivalents comprise of :-		
Cash and bank balances	4,518,152	7,369,546
Bank overdraft	(3,467,054)	(2,180,869)
	<u>1,051,098</u>	<u>5,188,677</u>

(The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 July 2017 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 16)

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 OCTOBER 2017

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134 “Interim Financial Reporting” and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the latest audited financial statements of Nexgram Holdings Berhad (“Nexgram” or the “Company”) and its subsidiaries (“Group”) for the financial year ended 31 July 2017.

The accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 July 2017.

A2. Qualification of financial statements

There was no audit qualification reported in the audited financial statements of the Group for the financial year ended 31 July 2017.

A3. Seasonal or cyclical factors

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

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 quarter under review.

A5. Material changes in estimates

There were no changes in the nature and amount of estimates reported in prior financial years that have a material effect in the current quarter under review.

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There were no issuance, repurchase, cancellation, resale, and repayment of debt and equity securities of the Company for the current quarter under review.

A7. Dividend paid

There was no dividend paid during the current quarter under review.

A8. Segmental information

The segmental analysis of revenue and profit before taxation of the Group for the financial period ended 31 October 2017 is tabulated below:

Segment	ICT RM	Property Investments RM	Logistics RM	Elimination RM	Total RM
Revenue	8,122,116	976,963	1,497,657	(15,761)	10,580,975
Loss before taxation	(1,413,282)	(750,755)	(220,437)	-	(2,384,474)

A9. Valuation of property, plant and equipment

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

A10. Valuation of investment properties

The Group did not revalue any of its investment properties during the current quarter under review.

A11. Material events subsequent to the end of the quarter

As at the date of the report, being the latest practicable date of this Report, there is no material events subsequent to the quarter ended 31 October 2017.

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A12. Changes in composition of the Group

Other than as disclosed below, there were no changes in the composition of the Group during the financial period ended 31 October 2017.

a) Acquisition of 100% equity interest in Vertical Paradise Sdn. Bhd. (“VPSB”)

On 28 November 2017, the company had acquired RM2.00 entire issued capital of VPSB from Company’s wholly-owned subsidiary Nexgram Land Sdn. Bhd. (“NLand”) at the cost of RM2.00, thus making VPSB now a wholly-owned subsidiary of the Company.

A13. Contingent assets or liabilities

Save as disclosed below, the Company does not have any contingent assets or liabilities as at the date of the report.

	RM
<u>Contingent liability :</u>	
Corporate guarantee granted to subsidiary companies	<u>61,825,218</u>

A14. Capital commitments

There were no capital commitments during the period under review.

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ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

(a) Performance of the current quarter/ period against the preceding year corresponding quarter/ period

The Group recorded revenue of RM10.6 million in the current 3-months financial period ended 31 October 2017 as compared to RM13.4 million reported in the previous year corresponding period. The Group's revenue decreased by 20.9 % mainly decrease in revenue from property division and a subsidiary involved in dealing with a wide-ranging choice of security and video surveillance equipment.

The Group recorded a loss before taxation of RM2.4 million for the current 3-months financial period ended 31 October 2017 as compared to a loss before taxation of RM2.3 million reported in the previous year corresponding period. The slightly increase in loss before taxation recorded in the current quarter was mainly due to ICT division.

(b) Performance of the financial year-to-date against preceding year corresponding period

The Group's revenue of RM10.6 million in the current 3-months financial period ended 31 October 2017 as compared to RM13.4 million reported in the previous year corresponding period. The Group's revenue decreased by 20.9 % mainly decrease in revenue from property division and a subsidiary involved in dealing with a wide-ranging choice of security and video surveillance equipment.

The Group recorded a loss before taxation of RM2.4 million for the current 3-months financial period ended 31 October 2017 as compared to a loss before taxation of RM2.3 million reported in the previous year corresponding period. The slightly increase in loss before taxation recorded in the current quarter was mainly due to ICT division.

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B1. Review of performance (cont'd)

(c) Performance of the current quarter against the preceding quarter

For the current quarter ended 31 October 2017, the Group recorded revenue of RM10.6 million as compared to RM18.5 million recorded in the previous quarter ended 31 July 2017. The Group's revenue decreased by 42.7% mainly decrease in revenue from property division and a subsidiary involved in logistics and a group of subsidiaries involved in dealing with a wide-ranging choice of security and video surveillance equipment.

The Group recorded a loss before taxation of RM2.4 million for the current quarter ended 31 October 2017 as compared to loss before taxation of RM2.8 million recorded in the previous quarter ended 31 July 2017. The increase mainly due to the increase in gross profit margin in ICT.

B2. Current year's prospect

The Company remained focus in the ICT segment, as the segment is in the midst of discussion on the several material projects with the potential customers from government and non-government sectors, the goods and services demand will be in providing security system and protection equipments. Sensorlink Holdings Sdn. Bhd. and its subsidiaries being the main contributor in this segment.

Whereby, the Group has earlier diversified into property development business. For the costs effective and efficiency working towards the success of the Angkasa Icon City Project, the Group had restructured by engaging its own project management team. With the recent new requirement in changes in the design and development plan by Myangkasa Bina Sdn Bhd ("MyAngkasa"), which its ultimately 100% owned by Angkatan Koperasi Kebangsaan Malaysia Bhd being the sole Purchaser of the Angkasa Icon City, the Group is in the midst of finalising the resubmission for approval.

Beside the above-mentioned businesses, the Group through Transeaways Shipping Sdn. Bhd. is also involved in logistic business, which has seen high demand recently. Malaysia has become a famous hub in the logistic business since earlier of 2017.

The Group is confident with the current intellectual capital in the organisation will be able to move forward, meanwhile, the Group will continue to look for other business opportunities in the market.

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B3. Variance of actual profit from forecast profit

The Group has not published or issued any profit forecast for the current period and financial year as at the date of the report.

B4. Loss before tax is stated after charging/ (crediting):

	Quarter ended 31.10.17 RM	Year to date 31.10.17 RM
Amortisation of development expenditure	132,274	132,274
Amortisation of intangible assets	1,929,363	1,929,363
Depreciation of property, plant and equipment	873,379	873,379
Gain on disposal of asset held for sale	-	-
Gain on disposal of property, plant equipment	-	-
Gain or loss on derivatives	-	-
Impairment of assets	-	-
Interest expense	986,211	986,211
Interest income	(58,618)	(58,618)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Realised loss on foreign exchange	-	-

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to-date	Preceding year corresponding period
	31.10.17 RM	31.10.16 RM	31.10.17 RM	31.10.16 RM
Current period's provision	-	-	-	-
Deferred tax provision	46,729	37,736	46,729	37,736
Total	46,729	37,736	46,729	37,736

NEXGRAM HOLDINGS BERHADCompany No. 660055-H
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As at the date of the report, being the latest practicable date of this Report, there were no other corporate proposals announced by the Company and pending for completion except the following:-

On 21 September 2016, on behalf of Nexgram Holdings Berhad (“the Company”), M&A Securities Sdn Bhd (“M&A”) announced that the Company proposes to undertake a private placement of up to 10% of the existing issued and paid-up share capital of the Company, entail the issuance of up to 188,073,400 new ordinary share of RM0.05 each (“Placement Shares”) (“Proposed Private Placement”).

On 21 September 2017, M&A announced that the Company intends to vary the utilisation of proceeds to be raised from Proposed Private Placement.

For illustrative purposes, assuming the Placement Shares are issued at an indicative issue price of RM0.04 per Placement Share, the Proposed Private Placement is expected to raise gross proceeds of RM7.52 million. The proceeds raised are expected to be utilised in the following manner:

	RM'000	Expected time frame for utilisation of proceeds (from listing date)
Repayment of bank borrowings	2,000 (i)	Within six (6) months
Working capital	5,213 (ii)	Within six (6) months
Estimated expenses for the Proposed Private Placement	310 (iii)	Immediately
Total estimated proceeds	<u>7,523</u>	

As at to-date, the Proposed Private Placement is yet to approve.

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B7. Borrowings and debt securities

Save as disclosed below, the Group does not have any loan outstanding or created, convertible debt securities, mortgages or charges outstanding as at 31 October 2017.

Secured borrowings	Payable within 12 months (RM)	Payable after 12 months (RM)
Denominated in: Malaysian Ringgit	15,511,299	55,935,389

The above borrowings are in the Malaysian currencies. There has been no default on payment of either interest and/or principal sum, in respect of the abovementioned borrowings throughout the past one (1) financial year.

B8. Off balance sheet financial instruments

The Group does not have any off balance sheet financial instruments as at the date of the report.

B9. Realised and unrealised profits

	As at 31.10.2017 RM	As at 31.10.2016 RM
Total accumulated profits of the Company and its subsidiary companies:		
- Realised	19,804,501	52,038,620
- Unrealised	(1,264,917)	(144,306)
	18,539,584	51,894,314
Total share of accumulated profit from the associate company:		
- Realised	804,553	230,631
	19,344,137	52,124,945
Less: Consolidation adjustments	9,728,507	(5,282,038)
Total retained earnings as per Consolidated Statements of Financial Position	29,072,644	46,842,907

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B10. Material litigation

There is no material litigation as at the date of the report except following:

- (a) NLand a wholly owned subsidiary of Nexgram had on the 18 July 2017 received a sealed Writ of Summons dated 13 July 2017 ("the Writ") and the Statement of Claim dated 12 July 2017 for RM12.5 million from Spacious Glory Sdn. Bhd.'s ("Plaintiff") Solicitors ("the Statement of Claim").

The Plaintiff is claiming RM12.5 million from NLand, being the purchase consideration for the 770,000 ordinary shares, representing 70% stake acquired in Blue Hill Development Sdn. Bhd. ("Blue Hill") by NLand from the Plaintiff pursuant to the Sale and Purchase Agreement dated 14 April 2016 ("SPA").

The claim had been categorically denied and disputed by the Nexgram or NLand and NLand had at the same time on 21 August 2017 filed a counter-claim against the Plaintiff for breach of warranties especially with regard to the no-litigations (current or future, written or verbal, and apparent, contingent or threatened) confirmation made by its directors during the due diligence exercise prior to signing of the SPA of the shares in Blue Hill between Plaintiff and NLand. The abovementioned litigation is currently ongoing in Court.

NLand had filed an application to remove the Plaintiff Solicitors by reasons of them having the confidential information regarding the transaction between NLand and the Plaintiff while they were acting as the Solicitors advising Nexgram on a legal opinion sought by Nexgram pertaining to a report pertaining to the transaction along with other matters. NLand application however, had been dismissed by the High Court and NLand had filed an appeal on the decision of the High Court to the Court of Appeal. The case management in the Court of Appeal has been fixed on 3rd January 2018. In the meantime, NLand had also filed an application for stay of proceeding pending the full disposal of the appeal at the Court of Appeal. The High Court has fixed 11th January 2018 as the date of hearing of the application.

- (b) Blue Hill, a 70% owned subsidiary of the Company has received multiple Writs of Summons and the Statement of Claims for a total of RM2.83 million from the respective Plaintiffs' Solicitors stated hereunder.

Blue Hill had obtained a restraining order from the Court of Appeal dated 29 August 2017 that a meeting of the creditors of Blue Hill be convened within 3 months from the date of the Order (with liberty to apply to the High Court to seek further extension of time) to consider if thought fit, approve a scheme of arrangement to proposed between Blue Hill and its creditors.

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 OCTOBER 2017**B10. Material litigation (cont'd)**

In accordance with the content of the Writs and the Statement of Claims, the Plaintiffs are claiming the following against Blue Hill:-

DATE OF WRIT	COURT	SUIT NO.	PLAINTIFF	CAUSE OF ACTION	CLAIM/ JUDGEMENT SUM (RM)	INTEREST (RM)	LEGAL COST (RM)	TOTAL (RM)
27/07/2017	Majistrate Court Klang	BL-A72NCC-565-07/2017	AYS MARKETING SDN. BHD.	Non-payment of building/construction materials sold and delivered.	45,424.38	4,254.81 / 1.5% per month up to the date of full settlement	870.00	50,549.19
13/06/2017	Majistrate Malaya Court Johor Baharu	JA-A72NCvC-278-06/2017	SAN LEE ENGINEERING TRADING SDN. BHD.	Non-payment for leasing of plastering machinery.	38,000.00	58,868.26 / 5% per annum from the date of the Writ	-	96,868.26
31/05/2017	Session Court Johor Baharu	JA-A52NCvC-71-05/2017	BRC PREFAB HOLDINGS SDN. BHD.	Non-payment of building/construction materials sold and delivered. Default Judgement by Appearance entered against BHD on 31/05/2017.	106,954.53	106,954.53 / 5% per annum from the date of the Writ	1,308.00	215,217.06
04/05/2017	Session Court Johor Baharu	JA-B52NCC-22-03/2017	KT POTENTIAL SDN. BHD.	Non-payment of goods sold and delivered. Default Judgement by Appearance entered against BHD on 04/05/2017.	359,234.98	75,726.68 / 1.5% per month up to the date of full settlement	-	434,961.66
25/04/2017	Majistrate Court Kuantan	CA-A72NcvC-317-04/2017	JAKAR JAYA HARDWARE SDN. BHD.	Non-payment of building/construction materials sold and delivered.	43,743.08	5% per annum from the date of the Writ	-	43,743.08
19/01/2017	Session Court Kuantan	CA-A52-01-01/2017	SADAGENE STEEL SDN. BHD.	Breach of credit guarantee. Default Judgement of Appearance entered against BHD on 09/02/2017.	241,076.30	3,133.99 / 1.3% per month up to the date of full settlement	1,790.00	246,000.29

NEXGRAM HOLDINGS BERHAD

Company No. 660055-H
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UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 OCTOBER 2017

B10. Material litigation (cont'd)

DATE OF WRIT	COURT	SUIT NO.	PLAINTIFF	CAUSE OF ACTION	CLAIM/ JUDGEMENT SUM (RM)	INTEREST (RM)	LEGAL COST (RM)	TOTAL (RM)
10/01/2017	Session Court Johor Baharu	JA-A52NCvC-5-01/2017	STEEL PARK MALAYSIA SDN. BHD.	Non-payment of building/construction materials (high tensile deformed bar) sold and delivered.	168,291.95	1,360.17 / 5% per annum from the date of the Writ	882.00	170,534.12
03/01/2017	Session Court Shah Alam	BA-A52NCC-2-01/2017	CMCM PERNIAGAAN SDN. BHD.	Non-payment of building/construction materials sold and delivered.	133,147.98	133,213.55 / 1.5% per month up to the date of full settlement	1,316.00	267,677.53
27/12/2016	Session Court Shah Alam	BA-B52NCC-154-12/2016	POSIM MARKETING SDN. BHD.	Breach of credit guarantee for good sold and delivered by credit. Default Judgement by Appearance entered against BHD on 18/01/2017.	695,527.43	203,657.15 / 18% per annum up to the date of full settlement	1,316.00	900,500.58
01/11/2016	Session Court Shah Alam	BA-B52NCC-95-11/2016	HUME MARKETING CO SDN. BHD.	Breach of credit guarantee for good sold and delivered by credit. Default Judgement by Appearance entered against BHD on 30/11/2016.	371,248.48	30,673.91 / 1.5% per month up to the date of full settlement	1,316.00	403,238.39
				TOTAL	2,202,649.11	617,843.05	8,798.00	2,829,290.16

NEXGRAM HOLDINGS BERHADCompany No. 660055-H
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER
ENDED 31 OCTOBER 2017****B10. Material litigation (cont'd)**

The Company and NLand had requested the update from Blue Hill and Spacious Glory on the latest update of the scheme of arrangement to be proposed between Blue Hill and its creditors but no avail. The Company and NLand through its Solicitors are currently seeking the Solicitors for Blue Hill to advice Blue Hill to provide the said update.

B11. Dividend

There is no dividend declared for the current quarter under review.

B12. Earnings per share**(a) Basic**

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

	Current Quarter	Current Year to date
Loss attributable to ordinary equity holders of the Company (RM)	(2,897,267)	(2,897,267)
Weighted average number of shares	1,865,896,124	1,865,896,124
Basic earnings per shares (sen)	(0.16)	(0.87)

(b) Diluted

Diluted earnings per shares is calculated by dividing the net loss for the period by the weighted average number of ordinary shares in issue and issuable during the period.

	Current Quarter	Current Year to date
Loss attributable to ordinary equity holders of the Company (RM)	(2,897,267)	(2,897,267)
Weighted average number of shares	1,865,896,124	1,865,896,124
Effects of dilution in outstanding warrants	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	1,865,894,124	1,865,896,124
Diluted earnings per shares (sen)	N/A	N/A