

WAJA KONSORTIUM BERHAD

**INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022**

WAJA KONSORTIUM BERHAD
Company no. 200301016513 (618933-D)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE
FOURTH QUARTER ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 DECEMBER 2022 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 DECEMBER 2021 RM'000	CURRENT YEAR TO-DATE 31 DECEMBER 2022 RM'000	PRECEDING YEAR CORRESPONDING YEAR 31 DECEMBER 2021 RM'000
Continuing operations					
Revenue	B1	19,741	23,316	36,120	60,736
Cost of sales		(19,390)	(22,949)	(35,048)	(57,932)
Gross profit		351	367	1,072	2,804
Other income		(67)	117	569	217
Administration expense		(947)	(535)	(3,858)	(4,276)
Distribution and selling expenses		-	-	-	-
Other expenses		(121)	16	(181)	-
(Loss)/Profit from operations		(784)	(35)	(2,398)	(1,255)
Finance costs, net		(3)	86	(38)	(23)
(Loss)/Profit before tax	B1	(787)	51	(2,436)	(1,278)
Income tax income/(expense)	B5	32	(177)	(109)	(530)
(Loss)/Profit from continuing operations		(755)	(126)	(2,545)	(1,808)
Discontinued operations					
Loss from discontinued operations, net of tax	B9 (i)	(5,922)	(14,602)	(7,889)	(21,941)
Loss for the period		(6,677)	(14,728)	(10,434)	(23,749)
Other comprehensive (expenses)/income					
Foreign currency translation differences for foreign operation		(267)	(192)	285	873
Total comprehensive expenses for the year		(6,944)	(14,920)	(10,149)	(22,876)
(Loss)/Profit attributable to:					
Owners of the Company					
from continuing operations		(707)	(483)	(2,717)	(2,616)
from discontinued operations		(5,922)	(14,602)	(7,889)	(21,941)
		(6,629)	(15,085)	(10,606)	(24,557)
Non-controlling interests		(48)	357	172	808
		(6,677)	(14,728)	(10,434)	(23,749)
Total comprehensive (expenses)/ income attributable to:					
Owners of the Company					
from continuing operations		(422)	(675)	(2,432)	(1,743)
from discontinued operations		(6,474)	(14,602)	(7,889)	(21,941)
		(6,896)	(15,277)	(10,321)	(23,684)
Non-controlling interests		(48)	357	172	808
		(6,944)	(14,920)	(10,149)	(22,876)
(Loss)/Profit per ordinary share attributable to Owners of the Company					
Basic (loss)/profit per ordinary share (sen)					
from continuing operations	B10 (i)	(0.07)	(0.05)	(0.28)	(0.32)
from discontinued operations	B10 (i)	(0.60)	(1.63)	(0.83)	(2.65)
		(0.67)	(1.68)	(1.11)	(2.97)
Diluted (loss)/profit per ordinary share (sen)					
from continuing operations	B10 (ii)	(0.07)	(0.05)	(0.28)	(0.32)
from discontinued operations	B10 (ii)	(0.60)	(1.63)	(0.83)	(2.65)
		(0.67)	(1.68)	(1.11)	(2.97)

(The unaudited condensed consolidated statement 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 this interim financial statements.)

WAJA KONSORTIUM BERHAD
Company no. 200301016513 (618933-D)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE
FOURTH QUARTER ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 31 DECEMBER 2022 (UNAUDITED) RM'000	AS AT 31 DECEMBER 2021 (AUDITED) RM'000
Note		
ASSETS		
Non-current assets		
Plant and equipment	197	1,143
Right-of-use assets	433	2,847
Other investment	920	334
	<u>1,550</u>	<u>4,324</u>
Current assets		
Inventories	-	4,960
Contract assets	21,771	6,684
Trade receivables	4,133	35,496
Other receivables	12,063	1,452
Short term investment	260	4,824
Tax recoverable	186	162
Deposits, cash and bank balances	4,369	14,348
Total current assets	42,782	67,926
Assets classified as held for sale	B9 14,030	-
Total current assets	<u>56,812</u>	<u>67,926</u>
TOTAL ASSETS	<u>58,362</u>	<u>72,250</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	99,087	90,893
Irredeemable convertible preference shares ("ICPS")	-	-
Reserve of disposal group held for sale	1,505	-
Warrants reserve	-	-
Fair value reserve	(1,080)	(1,080)
Foreign currency translation reserve	-	1,220
Accumulated losses	B10 (60,862)	(50,256)
Equity attributable to owners of the Company	38,650	40,777
Non-controlling interests	1,348	1,176
TOTAL EQUITY	<u>39,998</u>	<u>41,953</u>
Non-current liabilities		
Lease liabilities	169	1,033
	<u>169</u>	<u>1,033</u>
Current liabilities		
Lease liabilities	122	1,768
Contract liabilities	-	245
Trade payables	9,434	21,435
Other payables	176	5,694
Tax payable	-	122
Total current liabilities	9,732	29,264
Liabilities classified as held for sale	B9 8,463	-
Total current liabilities	<u>18,195</u>	<u>29,264</u>
TOTAL LIABILITIES	<u>18,364</u>	<u>30,297</u>
TOTAL EQUITY AND LIABILITIES	<u>58,362</u>	<u>72,250</u>
Net assets per share (RM)	<u>0.04</u>	<u>0.05</u>

(The unaudited condensed consolidated statement 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 this interim financial statements.)

WAJA KONSORTIUM BERHAD
Company no. 200301016513 (618933-D)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE
FOURTH QUARTER ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Note	Attributable to owners of the Company							Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	ICPS - Equity Component RM'000	Warrants Reserve RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Reserve of disposal group held for sale RM'000	Accumulated Losses RM'000			
At 1 January 2021	63,201	3,896	1,971	(1,080)	1,419	(1,072)	(23,787)	44,548	(2,037)	42,511
Loss for the financial year	-	-	-	-	-	-	(24,557)	(24,557)	808	(23,749)
Other comprehensive (expenses)/income:										
Foreign currency translation differences for foreign operations	-	-	-	-	(199)	1,072	-	873	-	873
Total other comprehensive (expenses)/income	-	-	-	-	(199)	1,072	-	873	-	873
Total comprehensive (expenses)/income	-	-	-	-	(199)	1,072	(24,557)	(23,684)	808	(22,876)
Transactions with Owners of the Company										
Issurance of ordinary shares pursuant to:										
- conversion of ICPS	19,663	(4,973)	-	-	-	-	-	14,690	-	14,690
- exercise of Warrant-A	3,691	-	-	-	-	-	-	3,691	-	3,691
- exercise of Warrant-B	4,483	-	(1,846)	-	-	-	-	2,637	-	2,637
Lapse of Warrants-B	-	-	(125)	-	-	-	125	-	-	-
Arising from dilution of equity interest in subsidiary company	-	-	-	-	-	-	(2,037)	(2,037)	2,405	368
Effects on deferred tax asset on conversion of ICPS	(61)	(295)	-	-	-	-	-	(356)	-	(356)
Reclassification from ICPS liability component	(84)	1,372	-	-	-	-	-	1,288	-	1,288
Total transaction with Owners of the Company	27,692	(3,896)	(1,971)	-	-	-	(1,912)	19,913	2,405	22,318
At 31 December 2021	90,893	-	-	(1,080)	1,220	-	(50,256)	40,777	1,176	41,953
At 1 January 2022	90,893	-	-	(1,080)	1,220	-	(50,256)	40,777	1,176	41,953
Loss for the financial year	-	-	-	-	-	-	(10,606)	(10,606)	172	(10,434)
Other comprehensive expenses:										
Foreign currency translation differences for foreign operations	-	-	-	-	285	-	-	285	-	285
Total other comprehensive expenses	-	-	-	-	285	-	-	285	-	285
Total comprehensive expenses	-	-	-	-	285	-	(10,606)	(10,321)	172	(10,149)
Transactions with Owners of the Company										
Issurance of ordinary shares pursuant to:										
- Private Placement	8,194	-	-	-	-	-	-	8,194	-	8,194
Reclassification arising from disposal group held for sale	-	-	-	-	(1,505)	1,505	-	-	-	-
Total transaction with Owners of the Company	8,194	-	-	-	(1,505)	1,505	-	8,194	-	8,194
At 31 December 2022	99,087	-	-	(1,080)	-	1,505	(60,862)	38,650	1,348	39,998

(The unaudited 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 this interim financial statements.)

WAJA KONSORTIUM BERHAD
Company no. 200301016513 (618933-D)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS FOR THE
FOURTH QUARTER ENDED 31 DECEMBER 2022**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CURRENT YEAR-TO-DATE 31 DECEMBER 2022 RM'000	PRECEDING YEAR CORRESPONDING CUMULATIVE PERIOD 31 DECEMBER 2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax		
- continuing operations	(2,436)	(1,278)
- discontinued operations	(13,327)	(21,968)
	<u>(15,763)</u>	<u>(23,246)</u>
<i>Adjustments for:</i>		
Depreciation of plant and equipment	144	899
Depreciation of right-of-use assets	1,506	1,887
Gain on extinguishment of debt	-	(600)
Loss on disposal of plant and equipment	101	-
Loss on disposal of a subsidiary	5,339	6,397
Interest income	(345)	(119)
Addition of loss allowance on trade receivables	-	155
Allowance for impairment of former subsidiaries	47	6,514
Development cost written off	-	4,237
Recovery of goods written off	(48)	-
Loss on lease termination on right-of-use assets	(8)	(3)
Gain on foreign exchange - unrealised	(297)	(107)
Loss on fair value in quoted shares	80	-
Lease interest	61	181
Impairment loss on plant and equipment	-	4,618
Rental concession	-	(4)
	<u>(9,183)</u>	<u>809</u>
Operating (loss)/profit before working capital changes	(9,183)	809
Inventories	5,335	(73)
Receivables	6,461	(39,366)
Payables	(18,681)	22,917
	<u>(16,068)</u>	<u>(15,713)</u>
Cash used in operations	(16,068)	(15,713)
Interest paid	(61)	(181)
Tax paid	(188)	(439)
	<u>(16,317)</u>	<u>(16,333)</u>
Net cash used in operating activities	(16,317)	(16,333)
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition in other investment	(666)	-
Addition of right-of-use asset	-	(334)
Interest received	345	119
Discontinued operations, net of cash and cash and cash equivalents disposed off	(1,570)	(2,188)
Subscription of ordinary shares by NCI	-	368
Changes in assets group held for sale	-	(71)
Purchase of plant and equipment	(15)	(5,410)
	<u>(1,906)</u>	<u>(7,516)</u>
Net cash used in investing activities	(1,906)	(7,516)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares pursuant to conversion of ICPS	-	19,518
Proceeds from issue of shares upon exercise of warrants	-	6,328
Proceeds from issuance of ordinary shares pursuant to placement	8,194	-
Conversion of ICPS- liability component	-	(1,228)
Conversion of ICPS- equity component	-	(3,601)
Repayment of lease liabilities	(1,578)	(1,992)
Advance from a related party	-	295
	<u>6,616</u>	<u>19,320</u>
Net cash used in financing activities	6,616	19,320
Net decrease in cash and cash equivalents	(11,607)	(4,529)
Effects of exchange rate changes	577	330
Cash and cash equivalents at beginning of financial year	19,172	23,371
Cash and cash equivalents of disposal group classified as held for sale	(3,513)	-
Cash and cash equivalents at end of financial year	<u>4,629</u>	<u>19,172</u>
Cash and cash equivalents comprise the followings		
Short term investment	260	4,824
Cash on hand and at banks	4,318	14,297
Deposits with licensed bank	51	51
	<u>4,629</u>	<u>19,172</u>

(The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial statements.)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022**

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS
 (“MFRS”) 134 ON INTERIM FINANCIAL REPORTING**

A1 BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the requirement of MFRS134: Interim Financial Reporting and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

As announced on 30 September 2022, the financial year end of the Group has been changed from 31 December to 30 June.

A2 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the Group’s annual audited financial statements for the year ended 31 December 2021.

The Group has adopted the new and revised Malaysian Financial Reporting Standards (“**MFRSs**”) and IC Interpretations that became mandatory for the current reporting period. The adoption of these new and revised MFRSs and IC Interpretations does not result in significant changes in the accounting policies of the Group.

A3 AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no audit qualification on the respective financial statements of the Company and its subsidiaries for the financial year ended 31 December 2021.

A4 SEASONALITY OR CYCLICALITY OF OPERATIONS

The business of the Group is such that some of its products, particularly those relating to digital equipment are subjected to seasonal variations. Demand for these products tends to increase in the second half of the year. However, it is pertinent to note that the demand of the Group’s products is also dependent on the actual overall global economic environment; and the turnaround time of product delivery. Further explanation notes are disclosed in Note B1.

A5 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

During the current financial period under review, there were no items or events that arose, which affected the assets, liabilities, equity, net income or cash flows that are unusual by reasons of their nature, size or incidence, except those disclosed in Note A14.

A6 MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates that have had effect on the current financial year under review.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022**

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS
 (“MFRS”) 134 ON INTERIM FINANCIAL REPORTING (CONT'D)**

**A7 ISSUANCE, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENT OF DEBT AND
EQUITY SECURITIES**

During the financial period under review, the number of issued shares capital of the Company was increased from 896,074,148 to 985,134,148 by way of allotment and issuance of:

- 89,060,000 new ordinary shares arising from placement of up to 10% of the total number of issued shares.

A8 VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no revaluation on any of the Group's property, plant and equipment during the current financial period under review. The valuation of property, plant and equipment has been brought forward, without amendment from the previous audited financial statements.

A9 DIVIDENDS

There was no dividend declared or paid during the current financial period under review.

A10 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM REPORTING PERIOD

Save as disclosed below and in Notes A14 and B6, there were no other material events subsequent to the end of the current quarter.

A11 CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There was no contingent liabilities and contingent assets since the last audited financial report and up to the date of this report.

A12 CAPITAL COMMITMENTS

There were no capital commitments as at the current financial period under review.

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS (“MFRS”) 134 ON INTERIM FINANCIAL REPORTING

A13 SEGMENTAL INFORMATION

	Malaysia	Malaysia -	China -	Singapore -	USA -			
	RM'000	discontinued	discontinued	discontinued	discontinued	Total	Elimination	Consolidated
		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31 DECEMBER 2022								
REVENUE								
External sales:								
- Interconnect	-	-	-	1,863	25,802	27,665	-	27,665
- General construction	36,120	-	-	-	-	36,120	-	36,120
- ICT services	-	1,434	-	-	-	1,434	-	1,434
	36,120	1,434	-	1,863	25,802	65,219	-	65,219
RESULTS								
Operating profit/(loss)	10,844	(1,733)	-	(394)	(757)	7,960	(18,209)	(10,249)
Finance cost, net	(38)	(2)	-	(7)	(25)	(72)	-	(72)
Profit/(Loss) before tax	10,806	(1,735)	-	(401)	(782)	7,888	(18,209)	(10,321)
Taxation	(109)	-	-	-	(4)	(113)	-	(113)
Profit/(Loss) after tax	10,697	(1,735)	-	(401)	(786)	7,775	(18,209)	(10,434)
Minority interest	(172)	-	-	-	-	(172)	-	(172)
Net profit/(loss) attributable to owners of the Company	10,525	(1,735)	-	(401)	(786)	7,603	(18,209)	(10,606)
ASSETS AND LIABILITIES								
Segment assets								
Consolidated total assets	87,797	-	-	-	14,030	101,827	(43,465)	58,362
Segment liabilities								
Consolidated total liabilities	34,527	-	-	-	8,463	42,990	(24,626)	18,364
OTHER INFORMATION								
Depreciation	291	-	-	77	1,282	1,650	-	1,650
Capital expenditure	15	-	-	-	-	15	-	15

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS (“MFRS”) 134 ON INTERIM FINANCIAL REPORTING (CONT’D)

A13 SEGMENTAL INFORMATION (CONT’D)

	Malaysia RM’000	Malaysia - discontinued RM’000	China - discontinued RM’000	Singapore RM’000	USA RM’000	Total RM’000	Elimination RM’000	Consolidated RM’000
31 DECEMBER 2021								
REVENUE								
External sales:								
- Interconnect	-	-	2,385	2,823	30,991	36,199	(582)	35,617
- General construction	60,736	-	-	-	-	60,736	-	60,736
- ICT services	31	-	-	-	-	31	-	31
	<u>60,767</u>	<u>-</u>	<u>2,385</u>	<u>2,823</u>	<u>30,991</u>	<u>96,966</u>	<u>(582)</u>	<u>96,384</u>
RESULTS								
Operating (loss)/profit	(7,996)	-	(316)	(9,206)	(799)	(18,317)	(4,746)	(23,063)
Finance cost, net	(37)	-	(3)	(12)	(145)	(197)	14	(183)
(Loss)/Profit before tax	<u>(8,033)</u>	<u>-</u>	<u>(319)</u>	<u>(9,218)</u>	<u>(944)</u>	<u>(18,514)</u>	<u>(4,732)</u>	<u>(23,246)</u>
Taxation	(530)	-	-	-	27	(503)	-	(503)
(Loss)/Profit after tax	<u>(8,563)</u>	<u>-</u>	<u>(319)</u>	<u>(9,218)</u>	<u>(917)</u>	<u>(19,017)</u>	<u>(4,732)</u>	<u>(23,749)</u>
Minority interest	(808)	-	-	-	-	(808)	-	(808)
Net (loss)/profit attributable to owners of the Company	<u>(9,371)</u>	<u>-</u>	<u>(319)</u>	<u>(9,218)</u>	<u>(917)</u>	<u>(19,825)</u>	<u>(4,732)</u>	<u>(24,557)</u>
ASSETS AND LIABILITIES								
Segment assets								
Consolidated total assets	<u>78,217</u>	<u>-</u>	<u>-</u>	<u>5,355</u>	<u>15,070</u>	<u>98,642</u>	<u>(26,392)</u>	<u>72,250</u>
Segment liabilities								
Consolidated total liabilities	<u>48,946</u>	<u>-</u>	<u>-</u>	<u>13,349</u>	<u>8,809</u>	<u>71,104</u>	<u>(40,807)</u>	<u>30,297</u>
OTHER INFORMATION								
Depreciation	489	-	-	722	1,575	2,786	-	2,786
Capital expenditure	225	-	-	4,641	544	5,410	-	5,410

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS (“MFRS”) 134 ON INTERIM FINANCIAL REPORTING (CONT’D)

A14 CHANGES IN THE COMPOSITION OF THE GROUP

Save for below, there was no change in the composition of the Group during the financial year-to-date.

1. The Company had on 3 October 2022, entered into a Share Sale and Purchase Agreement (“Agreement”) with Mrs. Goh Mee Chin (“Purchaser”) to dispose the entire issued share capital of SGD10,290,903.00 of Rapid Conn (S) Pte. Ltd. (“RCS”) for a total consideration of RM10,000.00 only (“Consideration”), subject to and upon the terms and conditions of the Agreement (“Proposed Disposal”).
2. On 31 October 2022, the Company had entered into a Share Sale and Purchase Agreement (“Agreement”) with Mr. Hooi Den Yen (“Purchaser”) to dispose the entire issued share capital of RM10,500,000.00 of Connect Tech Sdn. Bhd. (“CTSB”) for a total consideration of RM100.00 only (“Consideration”), subject to and upon the terms and conditions of the Agreement (“Proposed Disposal”).
3. On 31 October 2022, the Company had entered into a Share Sale and Purchase Agreement (“Agreement”) with Mrs. Goh Mee Fong (“Purchaser”) to dispose the entire issued share capital of USD731,580.00 of Rapid Conn Inc. (“RCI”) for a total consideration of USD100.00 only (“Consideration”), subject to and upon the terms and conditions of the Agreement (“Proposed Disposal”).

[the remainder of this page is intentionally left blank]

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET

B1 REVIEW OF PERFORMANCE

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 31 December 2022 RM'000	Preceding Year Corresponding Quarter 31 December 2021 RM'000	%	Current Year To-Date 31 December 2022 RM'000	Preceding Year Corresponding Period 31 December 2021 RM'000	%
Continuing operations						
Revenue:						
- Interconnect	-	-		-	-	
- General construction	19,741	23,316	-15.3%	36,120	60,736	-40.5%
- ICT services	-	-		-	-	
	<u>19,741</u>	<u>23,316</u>	-15.3%	<u>36,120</u>	<u>60,736</u>	-40.5%
Operating loss	(784)	(35)	-2140.0%	(2,398)	(1,255)	-91.1%
(Loss)/Profit before tax	(787)	51	1643.1%	(2,436)	(1,278)	-90.6%
Loss after tax	(755)	(126)	-499.2%	(2,545)	(1,808)	-40.8%
Discontinued operations						
Loss from discontinued operations, net of tax	<u>(5,922)</u>	<u>(14,602)</u>	59.4%	<u>(7,889)</u>	<u>(21,941)</u>	64.0%
Loss for the period	<u>(6,677)</u>	<u>(14,728)</u>	54.7%	<u>(10,434)</u>	<u>(23,749)</u>	56.1%
Loss attributable to owners of the company						
- from continuing operations	(707)	(483)	-46.4%	(2,717)	(2,616)	-3.9%
- from discontinued operations	<u>(5,922)</u>	<u>(14,602)</u>	59.4%	<u>(7,889)</u>	<u>(21,941)</u>	64.0%
	<u>(6,629)</u>	<u>(15,085)</u>	56.1%	<u>(10,606)</u>	<u>(24,557)</u>	56.8%

The following average exchange rates were used in the calculation of currency translation:

USD:RM	4.3933	4.1296
--------	--------	--------

Current Year-To-Date vs Preceding Year Corresponding Period

Overall Review of Group's Financial Performance

For the current financial period ended 31 December 2022, the Group's revenue and loss before tax were RM36.1 million and RM2.4 million respectively compared to its preceding year's corresponding period's revenue and loss before tax of RM60.7 million and RM1.3 million respectively.

Segmental Analysis

The revenue decreased in General Construction was mainly due to the lower certified project cost in current period and the completion of an ad hoc construction project in last year. Higher loss before tax was in tandem with lower sales.

Other income mainly consists of interest income, rental income, government grant, unrealised forex exchange gain.

**NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022**

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)**

B1 REVIEW OF PERFORMANCE (CONT'D)

Current Quarter vs Preceding Year Corresponding Quarter

Overall Review of Group's Financial Performance

For the current quarter under review, the Group's revenue and loss before tax were RM19.7 million and RM0.8 million respectively compared to its preceding year's corresponding period's revenue and loss before tax of RM23.3 million and RM0.05 million respectively.

Segmental Analysis

The revenue decreased in General Construction was mainly due to the lower certified project cost in current period. Higher loss before tax was recorded due to lower sales.

Other income mainly consists of interest income, rental income, government grant, unrealised forex exchange gain.

B2 COMPARISON WITH PRECEDING QUARTER'S RESULTS

	Current Quarter 31 December 2022 RM'000	Immediate Preceding Quarter 30 September 2022 RM'000
Continuing operations		
Revenue:		
- General construction	19,741	5,392
	19,741	5,392
Operating loss	(784)	(263)
Loss before tax	(787)	(270)
Loss after tax	(755)	(351)
Discontinued operations		
Loss from discontinued operations, net of tax	(5,922)	(621)
Loss for the period	(6,677)	(972)

In current quarter, the Group recorded a revenue of RM19.7 million and a loss before tax of RM0.8 million as compared to the revenue and loss before tax at RM5.4 million and RM0.3 million respectively for the preceding quarter ended 30 September 2022.

Higher loss in current quarter was mainly due to the increase in construction costs.

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B3 PROSPECTS FOR THE FINANCIAL YEAR 2023

The Company anticipate a challenging outlook due to continuing issues in labour shortages, higher construction’s material and labour costs for on-going projects.

Higher costs may lead to the deferring of new project launch which may affect our project tenders. Nevertheless, the Company remain vigilant by undertaking necessary measures to mitigate the adverse impacts.

We are cautious of performance in construction business to improve and broaden our earning base to achieve improved financial performance.

B4 VARIANCE OF FORECAST AND PROFIT GUARANTEE

The Group did not issue any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5 TAXATION

	Quarter Ended		Year to Date	
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Domestic				
- current year's taxation	32	(238)	(110)	(530)
- prior year's taxation	-	-	1	-
Deferred taxation	-	61	-	-
	32	(177)	(109)	(530)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)**

B6 STATUS OF CORPORATE PROPOSAL (CONT'D)

Save as disclosed below, there were no other corporate proposals announced but not completed as at to-date.

Placement, Diversification, ESOS and Change of Name (“Proposals”)

On behalf of the Board of Directors, Mercury Securities Sdn Bhd has on 13 April 2021 announced that the Company proposes to undertake the following:

Proposed placement of up to 30% of Company's total number of issued shares;
Proposed diversification of the principal activities of Company and its subsidiaries (“Group”) to include the undertaking of construction, project management and related activities;
Employees' share option scheme (“ESOS”) involving up to 30% of total number of issued shares;
Proposed change of name of the Company from “ConnectCounty Holdings Berhad” To “Waja Konsortium Berhad” (“Proposed Change of Name”)
(Collectively, referred to as the “**Proposals**”)

The proposals were approved by shareholders at Extraordinary General Meeting on 15 June 2021. Subsequently, the effective date for the implementation of the ESOS has been fixed on 16 June 2021, being the date of full compliance of the ESOS and the proposed change of name effected on 28 July 2021.

The Board had on 29 April 2022 (“Price Fixing Date”), fixed the issue price at RM0.092 per Placement Share (“Issue Price”).

The Issue Price represented a discount of approximately 9.2% to the 5-day VWAMP of the Shares up to and including 28 April 2022, being the last full trading day immediately prior to the Price Fixing Date, of RM0.1013 per Share.

Subsequently on 17 May 2022, the Company had completed the Placement on the ACE Market of Bursa Malaysia Securities Berhad following the listing of and quotation for 89,060,000 Shares on the ACE Market of Bursa Securities.

The Company raised actual total gross proceeds of RM8,193,520 and the utilisation of which has been revised accordingly.

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B6 STATUS OF CORPORATE PROPOSAL (CONT'D)

Placement, Diversification, ESOS and Change of Name (“Proposals”) (Cont'd)

As at 22 February 2023, the status of utilisation of proceeds is as follow: -

Description	Proposed Utilisation RM'000	Revised Utilisation RM'000	Actual Utilisation as at 22 February 2023 RM'000	Balance RM'000	Intended Timeframe for Utilisation of Proceeds
Construction Business	43,459	3,519	3,519	-	Completed
Working capital	3,152	3,152	3,152	-	Completed
Estimated expenses	1,523	1,523	1,523	-	Completed
Total	48,134	8,194	8,194	-	

B7 MATERIAL LITIGATIONS

There is no pending material litigation as at the date of this announcement.

B8 DIVIDENDS

The Directors did not propose any dividends as at the date of this announcement.

B9 DISCONTINUED OPERATIONS /ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE

On 31 October 2022, the Company had entered into a Share Sale and Purchase Agreement (“Agreement”) to dispose the entire issued share capital of Rapid Conn Inc. (“RCI”). Accordingly, the assets and liabilities of RCI are classified as disposal group classified as held for sale and the financial results of RCI Group are classified as discontinued operations.

The comparative consolidated statement of profit or loss and other comprehensive income has been re-presented to show the discontinued operation separately from continuing operation.

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B9 DISCONTINUED OPERATIONS/ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE
(CONT'D)

(i) Assets and associated liabilities held for sale as at 31 December 2022 are as follows:

The carrying value of plant and equipment and right-of-use assets of the disposal group is the same as its carrying amount before it was being reclassified to current asset.

	31 December 2023
Assets classified as held for sale	RM'000
Plant and equipment	57
Right-of-use assets	478
Trade receivables, net of impairment loss	4,883
Other receivables, net of impairment loss	564
Inventories	4,535
Deposits, cash and bank balances	3,513
Total assets classified as held for sale	<u><u>14,030</u></u>
Liabilities classified as held for sale	
Lease liabilities	563
Trade payables	6,132
Other payables	1,768
Total liabilities classified as held for sale	<u><u>8,463</u></u>

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B9 DISCONTINUED OPERATIONS/ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE
(CONT'D)

(ii) Analysis of the results of the discontinued operations is as follows:

	CUMULATIVE QUARTER CURRENT YEAR TO-DATE 31 DECEMBER 2022 RM'000	PRECEDING YEAR CORRESPONDING YEAR 31 DECEMBER 2021 RM'000
Revenue	25,803	30,992
Cost of sales	(21,193)	(25,564)
Gross profit	4,610	5,428
Other income	1,462	2,183
Administration expense	(3,309)	(5,248)
Distribution and selling expenses	(1,763)	(2,554)
Other expenses	(1,756)	(607)
Loss from operations	(756)	(798)
Finance costs, net	(25)	(145)
Loss before tax	(781)	(943)
Income tax expense	(4)	27
Loss for the period	(785)	(916)

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B10 LOSS PER SHARE (“LPS”)

(i) Basic LPS

The Basic loss per share amounts are calculated by dividing loss from the continuing and discontinued operations for the financial year net of tax, attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial year.

The following reflect the loss and shares data used in the computation of basic loss per share for the period ended 31 December:

	Quarter Ended		Year to Date	
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Net loss attributable to shareholders				
- from continuing operations	(707)	(483)	(2,717)	(2,616)
- from discontinued operations	(5,922)	(14,602)	(7,889)	(21,941)
	<u>(6,629)</u>	<u>(15,085)</u>	<u>(10,606)</u>	<u>(24,557)</u>
Weighted average number of ordinary shares ('000 in units)	985,134	896,074	955,854	828,952
- from continuing operations	(0.07)	(0.05)	(0.28)	(0.32)
- from discontinued operations	(0.60)	(1.63)	(0.83)	(2.65)
Basic loss per share (sen)	<u>(0.67)</u>	<u>(1.68)</u>	<u>(1.11)</u>	<u>(2.97)</u>

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT’D)

B10 LOSS PER SHARE (“LPS”) (CONT’D)

(ii) Diluted LPS

Diluted earnings per share amounts are calculated by dividing profit from continuing and discontinued operations for the financial year, net of tax, attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Quarter Ended		Year to Date	
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Net loss attributable to shareholders				
- from continuing operations	(707)	(483)	(2,717)	(2,616)
- from discontinued operations	(5,922)	(14,602)	(7,889)	(21,941)
	<u>(6,629)</u>	<u>(15,085)</u>	<u>(10,606)</u>	<u>(24,557)</u>
Weighted average number of shares ('000 in units)	985,134	896,074	955,854	828,952
- from continuing operations	(0.07)	(0.05)	(0.28)	(0.32)
- from discontinued operations	(0.60)	(1.63)	(0.83)	(2.65)
Diluted loss per share (sen)	<u>(0.67)</u>	<u>(1.68)</u>	<u>(1.11)</u>	<u>(2.97)</u>

WAJA KONSORTIUM BERHAD (“WAJA” or the “Company”)
Company No. 200301016513 (618933-D)
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED
31 DECEMBER 2022

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF
BURSA SECURITIES FOR THE ACE MARKET (CONT'D)

B11 NOTE TO THE STATEMENT OF COMPREHENSIVE INCOME

Loss for the year from continuing operations and discontinued operations was arrived after charging
/(crediting):

	Quarter Ended		Year to Date	
	31 December 2022 RM'000	31 December 2021 RM'000	31 December 2022 RM'000	31 December 2021 RM'000
Bad debts written off on trade receivables	-	(5,748)	-	-
Depreciation of plant and equipment	22	299	144	899
Depreciation of right-of-use assets	110	438	1,506	1,887
Gain on extinguishment of debt	-	(2)	-	(600)
Loss on disposal of plant and equipment	101	-	101	-
Loss on disposal of a subsidiary	5,386	13,560	5,386	12,911
Interest income	(312)	(21)	(345)	(119)
Addition of loss allowance on trade receivables	-	155	-	155
Reversal of loss allowance on other receivables	-	(612)	-	-
Development cost written off	-	2,646	-	4,237
Recovery of goods written off	298	-	(48)	-
Loss on lease termination on right-of-use assets	-	(3)	(8)	(3)
(Gain)/Loss on foreign exchange - unrealised	-	(279)	(297)	(107)
Loss on fair value in quoted shares	20	-	80	-
Lease interest	10	56	61	181
Impairment loss on plant and equipment	-	4,618	-	4,618
Rental concession	-	(4)	-	(4)