

**M N C WIRELESS BERHAD**  
(REGISTRATION NO.200301033463 (635884-T))  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (UNAUDITED)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.10.2024 RM'000	Preceding Year Quarter 31.10.2023 RM'000	Current Year To Date 31.10.2024 RM'000	Preceding Year To Date 31.10.2023 RM'000
<b>Revenue</b>	3,030	3,576	7,381	6,933
Cost of sales	(2,607)	(3,051)	(5,708)	(5,877)
<b>Gross profit</b>	423	525	1,673	1,056
Operating expenses	(2,385)	(4,135)	(5,183)	(7,404)
Other operating income	300	367	698	517
<b>Operating loss</b>	(1,662)	(3,243)	(2,812)	(5,831)
Finance expenses	-	(2)	(1)	(5)
<b>Loss before taxation</b>	(1,662)	(3,245)	(2,813)	(5,836)
Taxation	11	4	22	9
<b>Loss for the period</b>	(1,651)	(3,241)	(2,791)	(5,827)
<b>Other comprehensive income:</b>				
Realisation of revaluation reserves	7	14	14	27
<b>Total comprehensive loss for the period</b>	(1,644)	(3,227)	(2,777)	(5,800)
Loss attributable to owners of the Company	(1,651)	(3,241)	(2,791)	(5,827)
Total comprehensive loss attributable to owners of the Company	(1,644)	(3,227)	(2,777)	(5,800)
Loss Per Share				
(i) Basic (Sen)	(0.70)	(1.39)	(1.18)	(2.50)
(ii) Diluted (Sen)	(0.63)	(1.25)	(1.07)	(2.24)

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to the interim financial statements.

**M N C WIRELESS BERHAD**  
(REGISTRATION NO.200301033463 (635884-T))  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024 (UNAUDITED)**

	As At 31.10.2024 Unaudited RM'000	As At 30.04.2024 Audited RM'000
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	8,383	8,413
Intangible assets	10,162	12,125
Other investments	3,372	3,939
	<u>21,917</u>	<u>24,477</u>
<b>Current Assets</b>		
Trade receivables	2,934	3,619
Other receivables, deposits and prepayments	23,239	25,523
Current tax assets	691	680
Terms deposits	35,651	27,791
Cash and bank balances	176	2,454
	<u>62,691</u>	<u>60,067</u>
<b>Total Assets</b>	<u><u>84,608</u></u>	<u><u>84,544</u></u>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Share capital	126,290	126,156
Irredeemable convertible preference shares	3,899	3,963
Revaluation reserve	2,533	2,547
Warrant reserve	1,351	1,351
Accumulated losses	(66,957)	(64,180)
<b>Total Equity</b>	<u>67,116</u>	<u>69,837</u>
<b>Current Liabilities</b>		
Trade payables	2,846	3,207
Other payables and accruals	13,525	10,581
Finance lease payables	11	84
Overdraft	297	-
	<u>16,679</u>	<u>13,872</u>
<b>Non-Current Liabilities</b>		
Deferred tax liabilities	813	835
<b>Total Liabilities</b>	<u>17,492</u>	<u>14,707</u>
<b>Total Equity and Liabilities</b>	<u><u>84,608</u></u>	<u><u>84,544</u></u>
No. of ordinary shares ('000)	237,377	236,493
<b>Net assets per ordinary share (sen)</b>	28.27	29.53

**Notes:**

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to the interim financial statements.

**M N C WIRELESS BERHAD**  
(REGISTRATION NO.200301033463 (635884-T))  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (UNAUDITED)**

	Attributable to Owners of the Company					Total Equity
	Share Capital	Irredeemable Convertible Preference Share ("ICPS")	Revaluation Reserve	Warrant Reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Three (6) months ended 31 October 2024</b>						
<b>As at 1 May 2024</b>	126,156	3,963	2,547	1,351	(64,180)	69,837
<i>Transactions with owners:</i>						
Conversion of ICPS to ordinary shares	64	(64)	-	-	-	-
Conversion of warrant C to ordinary shares	70		-	-	-	70
Total transactions with owners	134	(64)	-	-	-	70
Loss after taxation	-	-	-	-	(2,791)	(2,791)
Realisation of the revaluation reserve	-	-	(14)	-	14	-
Total comprehensive loss for the year	-	-	(14)	-	(2,777)	(2,791)
<b>As at 31 October 2024</b>	<b>126,290</b>	<b>3,899</b>	<b>2,533</b>	<b>1,351</b>	<b>(66,957)</b>	<b>67,116</b>
<b>Twelve (12) months ended 30 April 2024</b>						
<b>As at 1 May 2023</b>	125,596	4,151	2,601	1,351	(55,608)	78,091
<i>Transactions with owners:</i>						
Conversion of ICPS to ordinary shares	188	(188)	-	-	-	-
Conversion of warrant C to ordinary shares	372	-	-	-	-	372
Total transactions with owners	560	(188)	-	-	-	372
Loss after taxation	-	-	-	-	(8,626)	(8,626)
Realisation of the revaluation reserve	-	-	(54)	-	54	-
Total comprehensive loss for the year	-	-	(54)	-	(8,572)	(8,626)
<b>As at 30 April 2024</b>	<b>126,156</b>	<b>3,963</b>	<b>2,547</b>	<b>1,351</b>	<b>(64,180)</b>	<b>69,837</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to the interim financial statements.

**M N C WIRELESS BERHAD**  
**(REGISTRATION NO.200301033463 (635884-T))**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (UNAUDITED)**

	<b>Unaudited Curent Year To Date 31/10/2024 RM'000</b>	<b>Audited Preceding Year To Date 31/10/2023 RM'000</b>
<b>Cash Flows from Operating Activities</b>		
<b>Loss before taxation</b>	(2,813)	(5,836)
Adjustments for:-		
Non-cash items	2,832	3,425
Interest expenses	1	5
Interest income	(509)	(195)
<b>Operating loss before working capital changes</b>	(489)	(2,601)
Decrease/(Increase) in trade and other receivables	2,969	(15,242)
Increase in trade and other payables	2,583	1,618
<b>Cash generated from/(used in) operations</b>	5,063	(16,225)
Tax paid	(11)	(31)
Tax refund	-	55
<b>Net Cash generated from/(used in) operating activities</b>	5,052	(16,201)
<b>Cash Flows From Investing Activities</b>		
Interest received	49	211
Purchase of property,plant and equipment	(217)	(474)
Purchases of Intangible assets	-	(1,250)
Investment in quoted shares	-	(2,800)
Net (placement)/withdrawal of term deposits with maturity of more than three months	(18,173)	11,893
Proceed from disposal of property,plant and equipment	138	270
<b>Net cash (used in)/generated from investing activities</b>	(18,203)	7,850
<b>Cash Flows From Financing Activities</b>		
Interest paid	(1)	(5)
Proceeds from:		
- Conversion of ICPS into ordinary shares	(64)	(151)
- Issuance of shares pursuant to conversion of ICPS	64	151
- Issuance of shares pursuant to the conversion of Warrants C	70	232
Repayment of finance lease payables	(73)	(152)
<b>Net cash (used in)/generated from financing activities</b>	(4)	75
<b>Decrease in cash and cash equivalents</b>	(13,155)	(8,276)
<b>Cash and cash equivalents at beginning of the financial year</b>	13,034	22,546
<b>Cash and cash equivalents at end of the financial year</b>	(121)	14,270
<b><u>Cash and cash equivalents comprise:</u></b>		
Cash and bank balances	176	594
Term deposits at call	35,651	24,560
Bank overdraft	(297)	(466)
	35,530	24,688
Less: Deposits held more than 3 months	(35,651)	(10,418)
Cash equivalents as presented in the statement of cash flows	(121)	14,270

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 April 2024 and the accompanying explanatory notes attached to the interim financial statements.

**NOTES TO THE QUARTERLY REPORT – 31 OCTOBER 2024**

***Part A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting***

**1. Basis of preparation**

The unaudited interim financial statements have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Chapter 9 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2024.

The accounting policies and methods of computation adopted by the Group in this interim financial statement are consistent with those adopted in the financial statements for the year ended 30 April 2024 except for those standards, amendments and interpretations which are effective from the annual period beginning 1 May 2024 as listed below:

<b>MFRSs (Including the Consequential Amendments)</b>	<b>Effective Date</b>
Amendments to MFRS 121, The Effect of Changes in Foreign Exchange Rates - Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 and MFRS 7, Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
MFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19, Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investment in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred to a date to be determined

The adoption of these standards, amendments and interpretations has no material impact on these interim financial statements.

**2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the financial statements of the Group for the financial year ended **30 April 2024** was not subject to any qualification.

**3. Comments About Seasonal or Cyclical Factors**

The business of the Group is not affected by any significant seasonal or cyclical factors.

**4. Unusual Items Due to Their Nature, Size or Incidence**

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

**5. Changes in Estimates**

There were no significant changes in estimates which will have a material effect in the current quarter under review.

**Part A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting (continued)**

**6. Changes in Debt and Equity Securities**

There were no changes in debt and equity securities during the current quarter under review except for a total of 50,000 units of new ordinary shares (“MNC Shares”) were issued and allotted on the 16 August 2024 pursuant to the conversion of 100,000 ICPS at a conversion ratio of two (2) units ICPSs for one (1) unit of new MNC Share.

**7. Dividends Paid**

There were no dividends paid during the current quarter under review.

**8. Valuation of Property and Equipment**

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

**9. Subsequent Event**

On 6 September 2024, the Group proposed to undertake the following Proposals:

- i. Proposed renounceable rights issue of up to 998,490,198 new ordinary shares in MNC (“MNC Shares” or “Shares”) (“Rights Shares”) together with up to 332,830,066 free detachable warrants in MNC (“Warrants D”) on the basis of 3 Rights Shares together with 1 free Warrant D for every 1 existing Share held by the entitled shareholders of MNC on an entitlement date to be determined (“Proposed Rights Issue with Warrants”); and
- ii. Proposed variation of the utilisation of proceeds previously raised from the private placement exercise undertaken by the Company (“Proposed Variation”)

(Collectively, the “Proposals”)

On 21 November 2024, the Group announced that Bursa Securities had, vide its letter dated 20 November 2024, approved the above proposals with following:

- i. admission to the Official List and listing and quotation of up to 332,830,066 Warrants D to be issued pursuant to the Rights Issue with Warrants; and
- ii. listing and quotation of:
  - (a) up to 998,490,198 Rights Shares;
  - (b) up to 155,334,286 Additional Warrants C to be issued pursuant to the Adjustments;
  - (c) up to 332,830,066 new MNC Shares to be issued arising from the exercise of the Warrants D; and
  - (d) up to 155,334,286 new MNC Shares to be issued arising from the exercise of the Additional Warrants C.

On 27 December 2024, the above proposals have been approved by the shareholders of the Company in an Extraordinary General Meeting and the details of utilisation as set out in the Circular dated 5 December 2024.

There were no other material events subsequent to the end of the reporting period requiring adjustments.

**Part A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting (continued)**

**10. Changes in the Composition of the Group**

There were no changes in the composition of the group during the current quarter under review.

**11. Contingent Assets and Contingent Liabilities**

There were no material contingent assets and contingent liabilities as at the date of this report.

**12. Commitments**

There were no commitments as at the date of this report.

**13. Significant Related Party Disclosures**

There were no significant related party transactions during the current period under review.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market**

**1. Financial review for Current Quarter and Cumulative Quarter**

	Individual Period (1st Quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (Amount)	Current Year to-Date	Preceding Year Corresponding Period	Changes (Amount)
	31.10.2024	31.10.2023		31.10.2024	31.10.2023	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	<b>3,030</b>	3,576	(546)	<b>7,381</b>	6,933	448
<b>Loss Before Interest and Tax</b>	<b>(1,662)</b>	(3,243)	1,581	<b>(2,812)</b>	(5,831)	3,019
<b>Loss Before Tax</b>	<b>(1,662)</b>	(3,245)	1,583	<b>(2,813)</b>	(5,836)	3,023
<b>Loss After Tax</b>	<b>(1,651)</b>	(3,241)	1,590	<b>(2,791)</b>	(5,827)	3,036
<b>Loss Attributable to Ordinary Equity Holder of the Company</b>	<b>(1,651)</b>	(3,241)	1,590	<b>(2,791)</b>	(5,827)	3,036

The Group registered lower revenue for the current quarter compared to the preceding year corresponding quarter, due to lower contribution from wireless and mobile services.

The Group registered higher revenue for the year to date compared to the preceding year to-date, attributed to an improving contribution from wireless and mobile services.

The Group registered a lower loss before tax for the current quarter and year to-date, compared to the preceding year corresponding quarter and the preceding year to-date, attributable to higher operating expenditure incurred in preceding year corresponding quarter and preceding year to-date.

**2. Financial review for Current Quarter and Immediate Preceding Quarter**

	Current Quarter	Immediate Preceding Quarter	Changes (Amount)
	31.10.2024	31.07.2024	
	RM'000	RM'000	RM'000
<b>Revenue</b>	3,030	4,351	(1,321)
<b>Loss Before Interest and Tax</b>	(1,662)	(1,150)	(512)
<b>Loss Before Tax</b>	(1,662)	(1,151)	(511)
<b>Loss After tax</b>	(1,651)	(1,140)	(511)
<b>Loss Attributable to the Owners of the Company</b>	(1,651)	(1,140)	(511)

The Group registered a lower revenue for the current quarter, compared to the immediate preceding quarter, mainly due to lower contributions from wireless and multimedia services.

The Group registered a higher loss after tax for the current quarter as compared to immediate preceding quarter, attributable to higher operating expenditure incurred in the current quarter.



**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**3. Prospects**

The Group is principally engaged in sales, marketing, research and development of solutions and contents, which can be categorised into wireless and mobile application services, multimedia related service which includes provision of mobile messaging platforms for bulk short message services to enterprises as well as digital related service, which includes customised mobile applications development, social media management, web design and development and customised digital solutions.

Amidst the prevailing challenging operating environment, both the business and government sectors are accelerating their adoption of automation, digitalisation and data-driven strategies in their operations. This is fuelled by rapid advancements in smart devices, high-speed internet, and emerging technologies such as artificial intelligence, blockchain, big data, cloud and edge computing. Coupled with the evolution of online digital marketing, the advancements have fundamentally altered consumer and business interactions on a global scale.

The Group is strategically positioned to capitalise on these trends with its focus on customer-centric solutions in mobile and digital applications. By leveraging on emerging technologies and pursuing innovative ways to enhance customer experiences, we aim to deliver exceptional value to our customers and drive sustainable growth for our shareholders.

The Group's continuous improvement and upscaling of its infrastructure, along with enhancements in operational efficiency, allows the Group to offer customer-centric solutions to better respond to our clientele's ever-changing business needs.

Looking ahead, as the Group aims at ensuring long-term sustainability and growth, it will continue to pursue its on-going business strategies, which are as follows:

1. Continuously expand its market footprint by targeting high-growth segments within the domestic market, such as e-commerce and fintech, while exploring opportunities in regional markets with high mobile penetration rates.
2. Upscaling its technology capabilities to improve its operational efficiency while exercising prudence in its expenditures.
3. Focusing on improving the quality of our services and solutions to meet clients' evolving needs to inherently broadens our customer base.

**4. Profit Forecast and Profit Guarantee**

The Group has not issued any profit forecast or profit guarantee in any public documents.

**5. Taxation**

	Current Quarter		Cumulative Quarter	
	31 October 2024 RM'000	31 October 2023 RM'000	31 October 2024 RM'000	31 October 2023 RM'000
Current year tax	-	-	-	-
Deferred tax	(11)	(4)	(22)	(9)
Tax expense	(11)	(4)	(22)	(9)

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**6. Status of Corporate Proposals**

**(a) Rights Issue with Warrants A**

The Company had on 11 November 2016 completed the Rights Issue with Warrants A following the admission of the Warrants A to the Official List and the listing of and quotation for 283,420,500 Right Shares together with 188,946,927 Warrants A on the ACE Market of Bursa Malaysia Securities Berhad (“Bursa Securities”).

As at 31 October 2024, the status of utilisation of proceeds raised from the Rights Issue with Warrants A is as follows:

<b>No</b>	<b>Purpose</b>	<b>Proposed Utilisation (RM'000)</b>	<b>Actual Utilisation (RM'000)</b>	<b>Balance Unutilised (RM'000)</b>	<b>Timeframe *</b>
1	Wireless and mobile application services expenses	2,000	(1,925)	75	Within 108 months
2	Multimedia related service expenses - Infrastructure development expenditure	3,000	(2,100)	900	Within 108 months
3	Digital related service expenses - Purchases of advertising display panels	9,412	(8,412)	1,000	Within 108 months
4	Branch Expansion	4,000	(1,299)	2,701	Within 108 months
5	Repayment of bank borrowings	2,750	(2,750)	-	-
6	Working capital	6,609	(4,221)	2,388	Within 108 months
7	Expenses for the Corporate Exercises	571	(571)	-	-
	<b>Total</b>	<b>28,342</b>	<b>(21,278)</b>	<b>7,064</b>	<b>-</b>

\* The Board had, on 10 November 2024, approved an extension of time from 96 months for the utilisation to 108 months.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**6. Status of Corporate Proposals (continued)**

**(b) Rights Issue of Irredeemable Convertible Preference Shares (“ICPS”) with Warrants**

The Rights Issue of ICPS with Warrants B was completed following the listing of and quotation of 1,497,963,330 ICPS together with 29,959,264 Warrants B on the ACE market of Bursa Securities on 13 September 2019.

As at 31 October 2024, the status of utilisation of proceeds raised from the Rights Issue of ICPS with Warrants B is as follows:

No	Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance Unutilised (RM'000)	Timeframe for Utilisation ^
1	Upgrading of the Group bulk SMS messaging platform	10,500	(7,900)	2,600	Within 72 months
*2	Upgrading of the Group's premium mobile content platform	14,600	(6,800)	7,800	Within 72 months
3	Development of an online property management platform	8,950	(6,950)	2,000	Within 72 months
4	Acquisition and/or investments in other complementary business and/or assets	10,289	(8,052)	2,237	Within 72 months
*5	Expenses for the Corporate Exercises	600	(600)	-	-
	<b>Total</b>	<b>44,939</b>	<b>(30,302)</b>	<b>14,637</b>	-

\* Expenses for the Corporate Exercises surplus is adjusted accordingly to upgrading of the Group's premium mobile content platform.

^ The Board had, on 13 September 2024, approved an extension of time from 60 months for the utilisation to 72 months.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**6. Status of Corporate Proposals (continued)**

**(c) Private Placement**

The Private Placement was completed on 11 March 2022 following the listing and quotation of 527,642,000 new ordinary shares at an issue price of RM 0.0176 each amounting to RM9,286,499.20 on ACE Market of Bursa Securities.

As at 31 October 2024, the status of utilisation of proceeds raised from the Private Placement are as follows:

No	Purpose	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance Unutilised (RM'000) #	Intended Timeframe for Utilisation
1	Development of the Lifestyle E-commerce Platform	5,500	-	5,500	Within twenty-four (36) months *
2	Working capital for the Lifestyle E-commerce Platform	3,393	-	3,393	Within twenty-four (36) months
3	Estimated expenses for the Proposals	393	(393)	-	Immediate
	<b>Total</b>	<b>9,286</b>	<b>(393)</b>	<b>8,893</b>	

\* The Board, on 10 September 2024, approved an extension of time for the utilisation of proceeds for the development of the Lifestyle E-commerce Platform from 30 months to 36 months.

# The Group had, on 27 December 2024, obtained shareholders' approval at its Extraordinary General Meeting to vary the remaining unutilised proceeds of RM8.89 million, further details of the utilisation of proceeds should be read in conjunction with the circular dated 5 December 2024.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**6. Status of Corporate Proposals (continued)**

Status of corporate proposals announced but not completed

**(d) Multiple proposals**

On 6 September 2024, the Group proposed to undertake the following Proposals:

- iii. Proposed renounceable rights issue of up to 998,490,198 new ordinary shares in MNC (“MNC Shares” or “Shares”) (“Rights Shares”) together with up to 332,830,066 free detachable warrants in MNC (“Warrants D”) on the basis of 3 Rights Shares together with 1 free Warrant D for every 1 existing Share held by the entitled shareholders of MNC on an entitlement date to be determined (“Proposed Rights Issue with Warrants”); and
- iv. Proposed variation of the utilisation of proceeds previously raised from the private placement exercise undertaken by the Company (“Proposed Variation”)

(Collectively, the “Proposals”)

On 21 November 2024, the Group announced that Bursa Securities had, vide its letter dated 20 November 2024, approved the above proposals with following:

- iii. admission to the Official List and listing and quotation of up to 332,830,066 Warrants D to be issued pursuant to the Rights Issue with Warrants; and
- iv. listing and quotation of:
  - (e) up to 998,490,198 Rights Shares;
  - (f) up to 155,334,286 Additional Warrants C to be issued pursuant to the Adjustments;
  - (g) up to 332,830,066 new MNC Shares to be issued arising from the exercise of the Warrants D; and
  - (h) up to 155,334,286 new MNC Shares to be issued arising from the exercise of the Additional Warrants C.

On 27 December 2024, the above proposals have been approved by the shareholders of the Company in an Extraordinary General Meeting and the details of utilisation as set out in the Circular dated 5 December 2024.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**7. Group Borrowings and Debt Securities**

	<b>Non-current</b>	<b>Current</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>As at 2nd quarter ended 31 October 2024</b>			
<b>Secured</b>			
Lease liabilities	-	11	<b>11</b>
<b>Total</b>	<b>-</b>	<b>11</b>	<b>11</b>
<b>As at 2nd quarter ended 31 October 2023</b>			
<b>Secured</b>			
Lease liabilities	-	169	<b>169</b>
<b>Total</b>	<b>-</b>	<b>169</b>	<b>169</b>

**8. Trade Receivables**

The Group's normal trade credit terms range from 30 to 90 days term (2024: 30 to 90 days). Other credit terms are assessed and approved on a case-by-case basis. There are no trade receivables from related parties. The Group use ageing analysis to monitor the credit quality of the trade receivables. Any receivables having significant balances past due of more than 6 months, which are deemed to have higher credit risk, are monitored individually.

	<b>As at 2nd quarter ended 31 October 2024</b>				
	<b>Current</b>	<b>1-3 months</b>	<b>3-6 months</b>	<b>More than 6 months</b>	<b>Total</b>
<b>Denominated in RM</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Trade receivables	2,194	273	467	-	2,934

**9. Changes in Material Litigation**

There is no material outstanding litigation as at the date of issue of these interim financial statements.

**10. Dividend Payable**

The Board of Directors did not recommend any dividend for the current quarter under review.

**11. Off-balance sheet financial instruments**

There was no financial instrument with off-balance sheet risk as at the date of this announcement.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**12. Basic Loss per Share**

	<b>Current Year Quarter 31.10.2024</b>	<b>Preceding Year Corresponding Quarter 31.10.2023</b>	<b>Current Year To Date 31.10.2024</b>	<b>Preceding Year To Date 31.10.2023</b>
<b>Basic Loss Per share</b>				
Loss after taxation (RM'000)	(1,651)	(3,241)	(2,791)	(5,827)
Weighted average number of issued ordinary shares ('000) *	237,258	233,107	237,258	233,107
Basic loss per share (sen)	(0.70)	(1.39)	(1.18)	(2.50)

**13. Basic Diluted Loss Per Share**

<b>Diluted Loss Per Share</b>				
	<b>Current Year Quarter 31.10.2024</b>	<b>Preceding Year Corresponding Quarter 31.10.2023</b>	<b>Current Year To Date 31.10.2024</b>	<b>Preceding Year To Date 31.10.2023</b>
Loss attributable to equity holders (RM'000)	(1,651)	(3,241)	(2,791)	(5,827)
Weighted average number of issued ordinary shares in issue (basis) ('000)	237,258	233,107	237,258	233,107
Effect of dilution from:				
ICPS ('000) *	-	-	-	-
Warrants C ('000)	23,811	26,486	23,811	26,486
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	261,069	259,593	261,069	259,593
Diluted loss per share (sen)	(0.63)	(1.25)	(1.07)	(2.24)

\* The diluted loss per share was not applicable as the exercise price of the ICPS has exceeded the average market price of ordinary shares during financial year.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market (continued)**

**14. Loss Before Taxation**

Loss before taxation is arrived at after charging/(crediting):-

	<b>Current Year Quarter 31.10.2024 RM'000</b>	<b>Current Year To Date 31.10.2024 RM'000</b>
Interest income	(275)	(509)
Interest expense	-	1
Amortisation of intangible assets	982	1,963
Depreciation of property plant and equipment	123	247
Gain on disposal of property, plant and equipment	-	(138)
Fair value loss on investment in quoted shares	13	567
Impairment loss on term deposits	39	193

**15. Disclosure of nature of outstanding derivatives**

There was no outstanding derivative as at reporting date.

**16. Disclosure of gains or losses arising from fair value changes of financial liabilities**

There were no gains or losses arising from fair value changes of financial liabilities during the reporting period.