

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR 1ST QUARTER ENDED 31 MAY 2023

| | INDIVIDUAL QUARTER | | YEAR TO DATE | |
|---|--|---|--|--|
| | CURRENT YEAR QUARTER 31/5/2023 RM('000) | PRECEDING YEAR CORRESPONDING QUARTER 31/5/2022 RM('000) | CURRENT YEAR 31/5/2023 RM('000) | PRECEDING YEAR 31/5/2022 RM('000) |
| REVENUE | 1,931 | 2,335 | 1,931 | 2,335 |
| COST OF SALES | (889) | (1,166) | (889) | (1,166) |
| GROSS PROFIT | 1,042 | 1,169 | 1,042 | 1,169 |
| OTHER INCOME | 2,741 | 111 | 2,741 | 111 |
| | <u>3,783</u> | <u>1,280</u> | <u>3,783</u> | <u>1,280</u> |
| ADMINISTRATIVE EXPENSES | (2,634) | (2,818) | (2,634) | (2,818) |
| SELLING AND DISTRIBUTION EXPENSES | (158) | (168) | (158) | (168) |
| OTHER EXPENSES | (775) | (1,503) | (775) | (1,503) |
| FINANCE COSTS | (224) | (324) | (224) | (324) |
| SHARE OF RESULTS - ASSOCIATES | (320) | 78 | (320) | 78 |
| | <u>(328)</u> | <u>(3,455)</u> | <u>(328)</u> | <u>(3,455)</u> |
| LOSS BEFORE TAXATION | (328) | (3,455) | (328) | (3,455) |
| INCOME TAX EXPENSES | - | (7) | - | (7) |
| | <u>(328)</u> | <u>(3,462)</u> | <u>(328)</u> | <u>(3,462)</u> |
| LOSS AFTER TAXATION | (328) | (3,462) | (328) | (3,462) |
| OTHER COMPREHENSIVE INCOME, NET OF TAX - FOREIGN CURRENCY TRANSLATION | 313 | 345 | 313 | 345 |
| TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL PERIOD | <u>(15)</u> | <u>(3,117)</u> | <u>(15)</u> | <u>(3,117)</u> |
| LOSS AFTER TAXATION ATTRIBUTED TO: | | | | |
| Owners of the company | (319) | (3,308) | (319) | (3,308) |
| Minority Interest | (9) | (154) | (9) | (154) |
| | <u>(328)</u> | <u>(3,462)</u> | <u>(328)</u> | <u>(3,462)</u> |
| TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTED TO: | | | | |
| Owners of the company | (6) | (2,963) | (6) | (2,963) |
| Minority Interest | (9) | (154) | (9) | (154) |
| | <u>(15)</u> | <u>(3,117)</u> | <u>(15)</u> | <u>(3,117)</u> |
| EARNINGS PER SHARE (SEN) | | | | |
| (a) Basic | | | | |
| * based on weighted average number of ordinary shares of 360,918,375 shares. | (0.09) * | - | (0.09) * | - |
| ** based on weighted average number of ordinary shares of 3,046,287,361 shares. | | (0.11) ** | | (0.11) ** |
| (b) Diluted | N/A | N/A | N/A | N/A |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of Eduspec Holdings Berhad for the financial year ended 28 February 2023)

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2023

| | (Unaudited) 31-May-23 RM('000) | Audited 28-Feb-23 RM('000) |
|--|--------------------------------------|----------------------------------|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Investment in associates | - | 320 |
| Other Investment | 6,000 | 6,000 |
| Property & Equipment | 1,907 | 2,224 |
| Right of use assets | 19,554 | 19,869 |
| Intangible assets | 1,183 | 1,196 |
| Goodwill on consolidation | 2,577 | 2,577 |
| | <u>31,221</u> | <u>32,186</u> |
| CURRENT ASSETS | | |
| Inventories | 28,075 | 27,901 |
| Trade receivables | 923 | 850 |
| Other receivables, deposits and prepayments | 34,776 | 35,367 |
| Amount owing by associates | 2,532 | 2,375 |
| Tax recoverable | 1,133 | 1,173 |
| Fixed deposits with licensed banks | 13 | 13 |
| Cash and bank balances | 8,002 | 510 |
| | <u>75,454</u> | <u>68,189</u> |
| TOTAL ASSETS | <u><u>106,675</u></u> | <u><u>100,375</u></u> |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| Share capital | 126,015 | 98,598 |
| Reserves | (49,067) | (49,061) |
| TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY | <u>76,948</u> | <u>49,537</u> |
| NON-CONTROLLING INTERESTS | (109) | (210) |
| TOTAL EQUITY | <u>76,839</u> | <u>49,327</u> |
| NON-CURRENT LIABILITIES | | |
| Long-term borrowings | 2,175 | 2,438 |
| Lease liabilities | 6,160 | 6,056 |
| | <u>8,335</u> | <u>8,494</u> |
| CURRENT LIABILITIES | | |
| Trade payables | 590 | 883 |
| Other payables and accruals | 18,969 | 19,395 |
| Short-term borrowings | 825 | 20,747 |
| Lease liabilities | 797 | 1,156 |
| Bank overdrafts | 70 | 123 |
| Amount due to directors | 250 | 250 |
| | <u>21,501</u> | <u>42,554</u> |
| TOTAL LIABILITIES | <u>29,836</u> | <u>51,048</u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>106,675</u></u> | <u><u>100,375</u></u> |
| Net assets per share attributable to ordinary equity holders of the parent (sen) | 21.3 * | 1.6 ** |

* based on weighted average number of ordinary shares of 360,918,375 shares.

** based on weighted average number of ordinary shares of 3,046,287,361 shares.

Note: Following the reverse acquisition, the current year balance sheet is prepared using Reverse Acquisition Accounting principles.

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of Eduspec Holdings Berhad for the financial year ended 28 February 2023)

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR 1ST QUARTER ENDED 31 MAY 2023

(The figures have not been audited)

| | Share Capital | Reverse Acquisition Reserve | Foreign Exchange Translation Reserve | Retained Profits/ (Accumulated Loss) | Total | Minority Interest | Total |
|---|---------------|-----------------------------|--------------------------------------|--------------------------------------|----------|-------------------|----------|
| | RM('000) | RM('000) | RM('000) | RM('000) | RM('000) | RM('000) | RM('000) |
| 1st Quarter ended 31 May 2023 | | | | | | | |
| Balance at 1 March 2023 | 98,598 | (18,570) | 2,407 | (32,898) | 49,537 | (210) | 49,327 |
| Total comprehensive income for the quarter | - | - | 313 | (319) | (6) | (9) | (15) |
| Acquisition of a subsidiary | - | - | - | - | - | 110 | 110 |
| Issuance of new shares: | | | | | | | |
| - Right Issue | 27,417 | - | - | - | 27,417 | - | 27,417 |
| Balance at 31 May 2023 | 126,015 | (18,570) | 2,720 | (33,217) | 76,948 | (109) | 76,839 |
| Year ended 28 February 2023 (Audited) | | | | | | | |
| At 1.3.2022 | 98,598 | (18,570) | 658 | (32,111) | 48,575 | (673) | 47,902 |
| Loss after tax for the financial year | - | - | - | (787) | (787) | (476) | (1,263) |
| Other comprehensive loss for the financial year: | | | | | | | |
| - Foreign currency translation differences | - | - | 1,108 | - | 1,108 | - | 1,108 |
| Total comprehensive (loss)/income for the financial year | - | - | 1,108 | (787) | 321 | (476) | (155) |
| Transaction with non-controlling interests: | | | | | | | |
| - Disposal of subsidiaries | - | - | - | - | - | 939 | 939 |
| Total transactions with non-controlling interests | - | - | - | - | - | 939 | 939 |
| Contributions by and distributions to owners of the Company | | | | | | | |
| - Disposal of subsidiaries | - | - | 641 | - | 641 | - | 641 |
| Total transactions with owners | - | - | 641 | - | 641 | - | 641 |
| At 28.2.2023 | 98,598 | (18,570) | 2,407 | (32,898) | 49,537 | (210) | 49,327 |

EDUSPEC HOLDINGS BERHAD

Company No. 646756-X
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER 1 MARCH 2023 TO 31 MAY 2023**

(The figures have not been audited)

| | (Unaudited) CURRENT YEAR QUARTER 31-May-23 RM('000) | (Unaudited) PRECEDING YEAR QUARTER 31-May-22 RM('000) |
|---|---|---|
| CASH FLOWS USED IN OPERATING ACTIVITIES | | |
| Loss Before Taxation | (328) | (3,455) |
| Adjustments for: | | |
| Amortisation of development costs | 96 | 550 |
| Depreciation of plant and equipment | 254 | 472 |
| Depreciation of right of use assets | 315 | 481 |
| Gain on disposal of plant and equipment | (2) | (12) |
| Interest expenses | 224 | 324 |
| Waiver of bank borrowings | (2,690) | - |
| Share of results: - | | |
| - Associates | 320 | (78) |
| Unrealized foreign exchange loss | 300 | 670 |
| Operating loss before working capital changes | (1,511) | (1,048) |
| (Increase)/Decrease in inventories | (174) | 169 |
| Decrease in trade and other receivables | 518 | 747 |
| Decrease in trade and other payables | (719) | (394) |
| Decrease in amount owing by associates | - | 44 |
| CASH USED IN OPERATIONS | (1,886) | (482) |
| Income tax refund/(paid) | 40 | (104) |
| NET CASH USED IN OPERATING ACTIVITIES | (1,846) | (586) |
| CASH FLOWS USED IN INVESTING ACTIVITIES | | |
| Development costs incurred, net | (83) | (119) |
| Purchase of plant and equipment | (65) | - |
| Advances to associates | (157) | - |
| Proceeds from disposal of plant and equipment | 2 | 15 |
| Net cash outflow for acquisition of a subsidiary | - | (580) |
| NET CASH USED IN INVESTING ACTIVITIES | (303) | (684) |
| CASH FLOWS USED IN FINANCING ACTIVITIES | | |
| Repayment of borrowings | (17,719) | (103) |
| Repayment of lease liabilities | (317) | (354) |
| Proceeds from issuance of Right Issues | 27,417 | - |
| NET CASH FROM/(USED IN) FINANCING ACTIVITIES | 9,381 | (457) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 7,232 | (1,727) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL QUARTER | 400 | 3,352 |
| EFFECTS OF FOREIGN CURRENCY EXCHANGE | 313 | 345 |
| CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER | 7,945 | 1,970 |
| CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER: - | | |
| | RM('000) | RM('000) |
| Fixed deposits with a licenced bank | 13 | 13 |
| Cash and bank balances | 8,002 | 1,957 |
| Bank Overdraft | (70) | - |
| | 7,945 | 1,970 |