

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIFTH QUARTER  
 ENDED 31 MARCH 2023**
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(THE FIGURES HAVE NOT BEEN AUDITED)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS		
	3-MONTH PERIOD ENDED		15-MONTH PERIOD ENDED		
	Note	31 MARCH 2023	31 MARCH 2022	31 MARCH 2023	31 MARCH 2022
	RM	RM	Unaudited RM	RM	
Revenue		48,177,248	N/A	227,676,634	N/A
Cost of sales		(18,380,966)	N/A	(90,353,084)	N/A
Gross Profit		29,796,282	N/A	137,323,550	N/A
Other income		39,529,145	N/A	45,544,614	N/A
Administrative expenses		(17,221,826)	N/A	(90,286,112)	N/A
Profit / (Loss) from operations		52,103,601	N/A	92,582,052	N/A
Share of results of associate		-	N/A	-	N/A
Profit / (Loss) before interest and taxation		52,103,601	N/A	92,582,052	N/A
Interest Expenses		(3,991,541)	N/A	(19,000,886)	N/A
Interest Income		89,871	N/A	351,775	N/A
Profit / (Loss) before taxation		48,201,930	N/A	73,932,940	N/A
Taxation		(56,778)	N/A	(1,027,492)	N/A
Profit / (Loss) for the period		48,145,152	N/A	72,905,448	N/A
<b>Profit / (Loss) attributable to:</b>					
Owners of the Company		44,453,982	N/A	55,786,958	N/A
Non-controlling interests		3,691,170	N/A	17,118,490	N/A
		48,145,152	N/A	72,905,448	N/A

**Earnings per share attributable to**
**Owner of the Company**

- Basic (sen)	B9	10.40	N/A	13.06	N/A
- Diluted (sen)	B9	10.40	N/A	13.06	N/A

**Note:**

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

In view of the change in financial year end from 31 December 2022 to 30 June 2023, there were no comparable financial information available for the 15 months financial period end to 31 March 2022.

QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIFTH QUARTER  
ENDED 31 MARCH 2023

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

(THE FIGURES HAVE NOT BEEN AUDITED)

Note	INDIVIDUAL QUARTER 3-MONTH PERIOD ENDED		CUMULATIVE QUARTERS 12-MONTH PERIOD ENDED	
	31 MARCH 2023	31 MARCH 2022	31 MARCH 2023	-
	RM	RM	Unaudited RM	Audited RM
(Loss)/Profit for the period	48,145,152	N/A	72,905,448	N/A
<b>OTHER COMPREHENSIVE INCOME</b>				
Exchange difference arising on translation of foreign operations	(136,557)	N/A	(270,097)	N/A
Other comprehensive (loss)/income, net of tax	(136,557)	N/A	(270,097)	N/A
<b>TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD</b>	<b>48,008,595</b>	<b>N/A</b>	<b>72,635,351</b>	<b>N/A</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owners of the Company	44,317,425	N/A	55,516,861	N/A
Non-controlling interests	3,691,170	N/A	17,118,490	N/A
	<b>48,008,595</b>	<b>N/A</b>	<b>72,635,351</b>	<b>N/A</b>

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**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIFTH QUARTER  
 ENDED 31 MARCH 2023**
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<i>Unaudited</i> <b>31 MARCH 2023</b>	<i>Audited</i> <b>31 DECEMBER 2021</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	74,046,767	78,143,727
Right-of-use assets	58,585,242	142,742,098
Investment in associate	14,700,000	1,661,038
Goodwill on consolidation	2,821,789	29,991,752
Intangible assets	95,363,593	95,952,739
Contract Cost	2,735,581	2,735,581
Deferred tax assets	6,958,518	7,280,142
	<u>255,211,490</u>	<u>358,507,076</u>
<b>CURRENT ASSETS</b>		
Inventories	2,212,203	2,342,620
Trade and other receivables	289,280,050	41,442,382
Contract Assets	-	6,298,617
Contract costs	7,601,888	2,665,768
Current tax assets	526,487	538,601
Deposits placed with licensed banks	583,444	16,411,233
Cash and bank balances	14,357,287	28,789,128
	<u>314,561,359</u>	<u>98,488,349</u>
Non-current assets held for sale	27,725,158	27,725,159
	<u>597,498,007</u>	<u>484,720,584</u>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	88,794,521	88,794,521
Treasury shares	(294,252)	(294,252)
Revaluation reserve	5,396,382	5,396,382
Foreign currency translation reserve	(358,734)	(88,637)
Retained earnings	68,591,937	18,506,306
	<u>162,129,854</u>	<u>112,314,320</u>
Non-controlling interests	136,435,507	91,390,712
	<u>298,565,360</u>	<u>203,705,031</u>
<b>TOTAL EQUITY</b>		
<b>NON-CURRENT LIABILITIES</b>		
Loans and borrowings	164,980,585	16,460,679
Lease liabilities	25,832,006	145,437,076
Deferred tax liabilities	29,908,361	29,880,012
	<u>220,720,952</u>	<u>191,777,767</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	45,042,463	46,141,460
Loans and borrowings	784,008	3,223,823
Overdraft	2,967,327	61,990
Lease liabilities	151,012	9,821,038
Contract liabilities	29,092,943	29,926,087
Tax payables	173,941	63,387
	<u>78,211,694</u>	<u>89,237,785</u>
	<u>298,932,647</u>	<u>281,015,553</u>
<b>TOTAL LIABILITIES</b>		
<b>TOTAL EQUITY AND LIABILITIES</b>		
	<u>597,498,007</u>	<u>484,720,584</u>
Number of ordinary shares (unit)	447,523,075	447,523,075
Net assets per share attributable to owners of the Company (sen)	36.2	25.1

Note:

The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**SMRT HOLDINGS BERHAD (659523-T)**

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIFTH QUARTER  
ENDED 31 MARCH 2023**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Share Capital	Treasury Shares	Share Based Payment Reserve	Foreign Currency Translation Reserve	Revaluation Reserve	Statutory Reserve	Retained Profits	Sub-total	Non Controlling Interests	Total Equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
<b>15 months ended 31 MARCH 2023</b>										
As at 01 JANUARY 2022	88,794,521	(294,252)	-	(88,637)	5,396,382	-	18,506,303	112,314,317	91,390,715	203,705,030
<b>Total comprehensive income for the period</b>										
(Loss)/Profit for the period	-	-	-	-	-	-	55,861,958	55,861,958	17,118,490	72,980,448
Other Comprehensive income for the period	-	-	-	(270,097)	-	-	-	(270,097)	-	(270,097)
Total comprehensive income	-	-	-	(270,097)	-	-	55,861,958	55,591,861	17,118,490	72,710,351
<b>Transaction with owners</b>										
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	(2,835,000)	(2,835,000)
Change ownership in interests in subsidiaries	-	-	-	-	-	-	-	-	30,761,302	30,761,302
Acquisition of investment in subsidiaries	-	-	-	-	-	-	-	-	-	-
Transfer of Non-Controlling Interest due to change of Ownership	-	-	-	-	-	-	(5,776,323)	(5,776,323)	-	(5,776,323)
Total transactions with owners	-	-	-	-	-	-	(5,776,323)	(5,776,323)	27,926,302	22,149,978
Balance as at 31 MARCH 2023	88,794,521	(294,252)	-	(358,734)	5,396,382	-	68,591,938	162,129,854	136,435,507	298,565,360

Note:

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIFTH QUARTER  
ENDED 31 MARCH 2023**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	<b>15 MONTHD ENDED 31 MARCH 2023 RM'000</b>	<b>15 MONTHS ENDED 31 MARCH 2022 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	73,933	N/A
Adjustments for:		
Amortisation of intangible assets	666	N/A
Depreciation of Property and equipment	8,817	N/A
Depreciation of Right-of-use assets	17,024	N/A
Interest income	(352)	N/A
Interest expense	19,002	N/A
Fair Value loss on quoted equity securities	(2,400)	N/A
Gain on lease modification	(22,276)	N/A
Loss/(gain) on disposal of property, plant and equipment	79	N/A
Loss/(gain) on disposal of investment in subsidiary	(19,139)	N/A
Loss/(gain) on disposal of other investment	(789)	N/A
Loss/(gain) on disposal of assets held for sale	289	N/A
Impairment loss on goodwill on consolidation	27,170	N/A
Impairment loss on trade receivables	1,137	N/A
Impairment loss for right-of-use assets	(28,003)	N/A
Reversal of impairment loss in trade receivables	1,321	N/A
Provision for doubtful debts	(287)	N/A
Operating profit /(loss) before working capital changes	76,192	N/A
Changes in working capital		
Inventories	130	N/A
Receivables	(9,819)	N/A
Contract cost	1,364	N/A
Payables	(14,639)	N/A
Lease liabilities	(11,810)	N/A
Contract liabilities	(182)	N/A
Cash (used in)/generated from operations	41,236	N/A
Tax paid	(571)	N/A
Interest expense	(7,120)	N/A
Interest received	352	N/A
<b>Net cash generated from/(used in) operating activities</b>	<b>33,897</b>	<b>N/A</b>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment	(209,345)	N/A
Acquisition of Intangible Asset	(77)	N/A
Acquisition of Right-of-Use Asset	(305)	N/A
Proceeds from disposal of:		N/A
- investment in subsidiary, net of cash outflows	330	N/A
- non-current assets held for sale	16,088	N/A
- quoted equity securities	4,849	N/A
<b>Net cash generated from/(used in) investing activities</b>	<b>(188,459)</b>	<b>N/A</b>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Fixed deposit pledged to licences bank	(36,450)	N/A
Placement of bank accounts pledged for term loan	(224)	N/A
Withdrawal of fixed deposit	46,130	N/A
Drawdown of term loan	151,760	N/A
Repayment of:		N/A
- lease liabilities	(18,158)	N/A
- borrowings	(5,413)	N/A
Dividend paid to non-controlling interest	(1,350)	N/A
Issuance of share capital to non-controlling interest by a subsidiary	-	N/A
<b>Net cash generated from/(used in) financing activities</b>	<b>136,295</b>	<b>N/A</b>

**Net increase/(decrease) in cash and cash equivalents** (18,267) N/A

Effect of foreign exchange rate change (235) N/A

Opening balance of cash and cash equivalents 25,004 N/A

**Closing balance of cash and cash equivalents** **6,502** **N/A**

**Cash and cash equivalents**

Fixed deposits with licensed bank	1,525	N/A
Cash and bank balances	13,416	N/A
Overdraft	(2,967)	N/A
	11,974	N/A
Less: Deposits held as security	(1,525)	N/A
Less: Bank accounts pledged for Sukuk Wakalah	-	N/A
Less: Bank accounts pledged for term loan	(3,947)	N/A
<b>Closing balance of cash and cash equivalents</b>	<b>6,502</b>	<b>N/A</b>

## Note:

The unaudited condensed consolidated Statement of Cash Flow should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 31 December 2021.

**NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIFTH QUARTER  
ENDED 31 MARCH 2023**

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1 Basis of Preparation**

- a) These interim financial statements of SMRT Holdings Berhad ("SMRT" or the "Company") and its subsidiaries (the "Group") are unaudited and have been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Financial Standards Board ("MASB") and Appendix 9B of the Bursa Malaysia Securities Berhad's ("Bursa Securities") ACE Market Listing Requirements ("AMLR").

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2021. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the FYE 31 December 2021.

**b) Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group in this quarterly report are consistent with those of the annual financial statements for the FYE 31 December 2021 except that the Group has adopted the Malaysian Financial Reporting Standards (MFRS) framework issued by Malaysian Accounting Standards Boards (MASB) which are effective for annual periods beginning on or after 1 January 2022 as disclosed below: -

- Amendments to MFRS 4	Insurance Contracts
- Amendments to MFRS 7	Financial Instruments Disclosure
- Amendments to MFRS 9	Financial Instruments
- Amendments to MFRS 139	Financial Instruments: Recognition and Measurement

\*Early adopted the amendments to MFRS 16 Leases issued by the Malaysian Accounting Standards Board ("MASB") on 5 June 2020 or/and 6 April 2021.

The adoption of the above-mentioned accounting standards and amendments have no material impact on the financial statements of the Group upon their initial application except for the following:

**c) Standards issued but not yet effective**

At the date of authorisation of the interim financial report, the Standards issued by Malaysian Accounting Standards Board ("MASB") but not yet effective are disclosed below. The Group intends to adopt these applicable standards, when they become effective.

- Amendments to MFRS 101 Presentation of Financial Statements
- Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors
- Amendments to MFRS 116 Property, Plant and Equipment

**A2 Audit Report of the preceding Annual Financial Statements**

The audit report for the annual financial statements of the Group for the FYE 31 December 2021 was not subject to any qualification.

**A3 Seasonal or Cyclical Factors**

The Group's operations were not materially affected by seasonal or cyclical changes.

**A4 Changes in Estimates**

There were no estimates provided for the last financial quarter under review.

**A5 Debt and Equity Securities**

There was no issuance, cancellation or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review.

The detailed movements of the issued and paid up capital and share premium reserved for the Company for the current quarter under review are as follows:-

	No. of shares Issued and fully paid up ordinary shares of RM0.10 '000	Share Capital  RM '000
As at 1 January 2022	447,523	88,794
Issuance of shares via Private Placement	-	
As at 31 MARCH 2023	<b>447,523</b>	<b>88,794</b>

**A6 Valuation of Property, Plant and Equipment**

The value of property, plant and equipment has been brought forward, without amendments from the previous year's annual audited financial statements.

**A7 Dividend Paid**

No dividend was paid during the current quarter under review.

**A8 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items or events, which affected the assets, liabilities, equity, net income or cash flows of the Group since the last annual audited financial statements, other than changed of year end from 31 December 2022 to 30 June 2023, which was announced by the Company on 5 April 2023.

**A9 Segmental Information****(a) Analysis of segmental revenue and results**

	Education RM'000	Technology RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<b>15 Months Ended</b>	<b>31 MARCH 2023</b>				
<b>Revenue</b>					
External customers	154,459	73,218	-	-	227,677
Inter-company sales	-	-	-	-	-
Dividend income	-	-	4,215	(4,215)	-
	<u>154,459</u>	<u>73,218</u>	<u>4,215</u>	<u>(4,215)</u>	<u>227,677</u>
<b>Results:</b>					
<i>Included in the measure of segment (loss) / profit</i>					
Interest income	18	333	1	-	352
Interest expenses					
- Borrowings	(3,088)	-	-	-	(3,088)
- Right-of-use assets	(3,866)	(92)	(11,792)	-	(15,750)
Depreciation of:					
- Properties and equipment	(10,264)	(247)	(18)	-	(10,529)
- Right-of-use assets	(7,671)	(191)	(7,375)	-	(15,237)
Amortisation	-	-	-	-	-
Other non cash income	(25,579)	3,154	47,021	-	24,596
Share of results of associate	-	-	-	-	-
Profit before tax	<u>10,840</u>	<u>29,618</u>	<u>33,475</u>	<u>-</u>	<u>73,933</u>
Income tax expense	(875)	(153)	-	-	(1,027)
Segment profit/(loss)	<u>9,966</u>	<u>29,465</u>	<u>33,475</u>	<u>-</u>	<u>72,905</u>
<b>Earnings before interest, taxation, depreciation and amortisation ("EBITDA")</b>	<b>51,989</b>	<b>30,148</b>	<b>33,329</b>		<b>115,466</b>

**(b) Analysis of segmental in financial position**

	Education RM'000	Technology RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
<b>Assets</b>					
Segments assets	310,361	67,038	267,304	(54,690)	590,013
Deferred tax assets	6,798	160	-	-	6,959
Tax recoverable	525	2	-	-	526
<b>Total assets</b>	<u>317,684</u>	<u>67,200</u>	<u>267,304</u>	<u>(54,690)</u>	<u>597,498</u>
<b>Liabilities</b>					
Segmental liabilities	238,498	7,131	57,221	(33,998)	268,852
Deferred tax liabilities	29,908	-	-	-	29,908
Tax payables	192	(18)	-	-	174
<b>Total liabilities</b>	<u>268,598</u>	<u>7,113</u>	<u>57,221</u>	<u>(33,998)</u>	<u>298,934</u>

**(c) Analysis by geographical areas**

	3-months ended 31 MARCH 2023			
	Malaysia RM'000	Overseas RM'000	Elimi- nations RM'000	Conso- lidated RM'000
<b>Revenue</b>				
External sales	45,596	2,582	-	48,177
Inter-segment	-	-	-	-
<b>Total</b>	<u>45,596</u>	<u>2,582</u>	<u>-</u>	<u>48,177</u>
	15-months ended 31 MARCH 2023			
	Malaysia RM'000	Overseas RM'000	Elimi- nations RM'000	Total Operations RM'000
<b>Revenue</b>				
External sales	220,228	7,449	-	227,677
Inter-segment	-	-	-	-
<b>Total</b>	<u>220,228</u>	<u>7,449</u>	<u>-</u>	<u>227,677</u>



**A10 Material Events Subsequent to the End of the Current Quarter**

There were no material events subsequent to the end of the current quarter under review, other than saved as below..

- (i) On 5 April 2023, the Company's financial year end has been changed from 31 December to 30 June. Following the change in financial year end, the next set of audited financial statements shall be for a period of 18 months from 1 January 2022 to 30 June 2023. Thereafter, the financial year end of the Company shall revert to 12 months ending 30 June, for each subsequent year. The change of financial year end is to allow for better allocation of management resources in managing statutory audits and annual reporting. This is also in alignment with the business planning cycles and provides a better focus for strategic planning, business analysis and expansion.
- (ii) On 18 April 2023, the Company had announced that the conditions precedent of the Share Sale Agreement ("SSA") of N'Osairis Technology Solutions Sdn Bhd ("NTS") were fulfilled on 18 April 2023, and the SSA NTS has turned unconditional on even date. On 18 May 2023, the purchase consideration of the SSA NTS has been effected in full. Accordingly, the Proposed Acquisition of NTS has been completed on the even date.
- (iii) On 19 May 2023, the Company had announced that the conditions precedent of the Share Sale Agreement ("SSA") of SMR Education Sdn Bhd ("SMRE") were fulfilled and the Disposal Consideration has been effected in full on even date. Accordingly, the SSA SMRE has turned unconditional and the Proposed Disposal has been completed on 19 May 2023.

As disclosed under the Pro-forma financial statement in our circular dated 31 March 2023, the completion of both transactions stated in (ii) and (iii) above will result in a one-off non-cash financial impact in the coming Q6 Quarter Report ending 30 June 2023. Commencing from 1 July 2023, being the new financial year for the Group, we do not expect any other non-ordinary financial impacts to the Group resulting from the corporate proposals stated above.

**A11 Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the financial period ended 31 March 2023 up to the date of this report, other than saved as below:-

- (i) On 31 March 2023, the Company had completed the disposal of SMR Properties Management Sdn Bhd ("SMRPM") to Cekal Akasia Sdn Bhd. Hence on the even date, SMRPM has ceased to be the wholly-owned subsidiary of the Company.
- (ii) On 18 April 2023, the Company had announced that the conditions precedent of the Share Sale Agreement ("SSA") of N'Osairis Technology Solutions Sdn Bhd ("NTS") were fulfilled on 18 April 2023, and the SSA NTS has turned unconditional on even date. On 18 May 2023, the purchase consideration of the SSA NTS has been effected in full. Accordingly, the Proposed Acquisition of NTS has been completed on the even date.
- (iii) On 19 May 2023, the Company had announced that the conditions precedent of the Share Sale Agreement ("SSA") of SMR Education Sdn Bhd ("SMRE") were fulfilled and the Disposal Consideration has been effected in full on even date. Accordingly, the SSA SMRE has turned unconditional and the Proposed Disposal has been completed on 19 May 2023.

**A12 Capital Commitments**

There were no capital commitments for the current quarter under review.

**B1 Review of Performance****Financial review for current quarter and financial year-to-date**

	Individual Period			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Variance	Current Year Period - 15 months ending	Preceding Year Corresponding Period	Variance
	31 MARCH 2023 RM'000	31 MARCH 2022 RM'000		31 MARCH 2023 RM'000	31 MARCH 2022 RM'000	
Revenue	48,177	N/A	N/A	227,677	N/A	N/A
Operating Profit	52,104	N/A	N/A	92,582	N/A	N/A
Profit /(Loss) Before Interest and Tax	52,104	N/A	N/A	92,582	N/A	N/A
Profit / (Loss) Before Tax	48,202	N/A	N/A	73,933	N/A	N/A
Profit /(Loss) After Tax	48,145	N/A	N/A	72,905	N/A	N/A
Profit /(Loss) Attributable to Ordinary Equity Holders of the Parent	44,454	N/A	N/A	55,787	N/A	N/A

On 5th April 2023, Subsequent to the announcement by the Company on the change of Financial Year End from 31st December 2022 to 30th June 2023, the Company is currently reporting a 15 months collectively financial results. Hence the comparison of the preceding year's corresponding quarter results is not applicable for the current report.

**B2 Material Change in Profit Before Tax for the Current Quarter as Compared with the Immediate Preceding Quarter****Financial review for current quarter compared with immediate preceding quarter**

	Current Year Quarter	Immediate Preceding Quarter	Variance
	31 MARCH 2023	31 DECEMBER 2022	
	RM'000	RM'000	
Revenue	48,177	45,890	5%
Operating Profit	52,104	12,947	302%
Profit /(Loss) Before Interest and Tax	52,104	12,947	302%
Profit /(Loss) Before Tax	48,202	7,872	512%
Profit /(Loss) After Tax	48,145	7,292	560%
Profit / (Loss) Attributable to Ordinary Equity Holders of the Parent	44,454	2,545	1647%

The Group recorded an increase in revenue by RM2.29 million or 5%, amounted to RM48.18 million for the current quarter as compared to RM 45.9 million in the immediate preceding quarter, mainly resulted from higher revenue contribution from IOT division by approximately RM3.5 million during the quarter under review. Subsequent to the disposal of SMRPM on 31st March 2023, resulted an one-off gain amounted to approximately RM 66.45 million offset-ted with a goodwill impairment amounted to approximately RM27.17 million, the Group recorded a major improvement in PBT and PAT of approximately RM48.20 million and RM48.14 million respectively for the current quarter under review as compared to PBT and PAT of approximately RM7.87 million and RM7.29 million for immediate preceding quarter respectively.

**B3 Prospects for the Current Financial Year**

With the completion of our restructuring exercises, SMRT Holdings Berhad (via N'osairis Technology Solutions) will operate as a pure play Internet-of-Things ("IOT") solution provider moving forwards.

With our new strategic direction, the Group expects to gain and to participate in the growing prospects of the region's digital transformation aspiration. It is the management's primary focus to:-

- (1) strengthen our core IOT business in our existing geographies (Malaysia and Indonesia),
- (2) identify new geographies for further expansion, and
- (3) continue research and development activities to continue developing new products for new verticals.

**B4 Variance of Actual Profit from Profit Forecast and Profit Guarantee**

The Group has not announced or provided any profit forecast or profit guarantee for the current quarter under review.

**B5 Income Tax Expenses**

	Current Quarter Ended		Cumulative 15 months To Date	
	31 MARCH 2023 RM'000	31 MARCH 2022 RM'000	31 MARCH 2023 RM'000	31 MARCH 2022 RM'000
Income tax				
Current	327	N/A	719	N/A
Under/(Over) provision of tax in prior year	-	N/A	37	N/A
Deferred tax	310	NA	272	N/A
	<b>637</b>	<b>N/A</b>	<b>1,027</b>	<b>N/A</b>

The taxation included the estimation of deferred tax arising from the recognition of lease liabilities.

**B6 Status of Corporate Proposals**

There were no other corporate proposals announced but not yet completed as at the date of this quarterly announcement saved as below:

**B7 Group Borrowings**

	Cumulative Year To Date	
	31 MARCH 2023 RM'000	31 MARCH 2022 RM'000
<u>Secured short -term</u>		
Overdraft	2,967	N/A
Hire purchase payable	-	N/A
Lease assets payable	151	N/A
Term Loan	784	N/A
<u>Secured long -term</u>		
Hire purchase payable	28	N/A
Lease assets payable	25,832	N/A
Term Loan	164,946	N/A
Total borrowings	<b>194,708</b>	<b>N/A</b>

All borrowings are denominated in Ringgit Malaysia.

**B8 Material Litigation**

The Company and its subsidiary companies are not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against these companies as at the date of this quarterly report.

**B9 Earnings Per Share ("EPS")**

The basic EPS is calculated based on the Group's profit attributable to ordinary equity holders of the parent for the current quarter and cumulative year-to-date, and divided by the weighted average number of shares in issue for the current quarter and cumulative year-to-date as follows :-

**(a) Basic EPS**

	Current Quarter Ended		Cumulative 15 months To Date	
	31 MARCH 2023	31 MARCH 2022	31 MARCH 2023	31 MARCH 2022
	RM'000	RM'000	RM'000	RM'000
Earnings attributable to ordinary equity holders of the parent	44,454	N/A	55,787	N/A
Weighted average number of ordinary shares in issue				
As At 1 JANUARY 2022	427,285	N/A	427,285	N/A
Add: Effect of issuance of shares	-	N/A	-	N/A
As at 31 MARCH 2023	427,285	N/A	427,285	N/A
Basic earnings per ordinary shares (sen)	10.40	N/A	13.06	N/A

**(b) Fully diluted earnings per share**

Diluted earnings per share amounts are calculated by dividing the Group's profit for the financial period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period 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.

	Current Quarter Ended		Cumulative 15 months To Date	
	31 MARCH 2023	31 MARCH 2022	31 MARCH 2023	31 MARCH 2022
	Earnings attributable to ordinary equity holders of the parent	44,454	N/A	55,787
Weighted average no. of ordinary shares in issue	427,285	N/A	427,285	N/A
Effect of dilution for :-				
ESOS ('000)	-	N/A	-	N/A
Warrants ('000)*	-	N/A	-	N/A
Adjusted weighted average number of ordinary shares in issue and issuable	427,285	N/A	427,285	N/A
Diluted earnings per shares (sen)	10.40	N/A	13.06	N/A

**B10 Proposed Dividend**

There was no proposed dividend declared for the current quarter under review.

**B11 Operating Profit**

	Current Quarter ended		Cumulative Year-to-date	
	31 MARCH 2023	31 MARCH 2022	31 MARCH 2023	31 MARCH 2022
	RM'000	RM'000	RM'000	RM'000
Operating profit has been arrived at after charging:-				
Amortisation of intangible assets	411	N/A	569	N/A
Depreciation of property, plant and equipment	4,313	N/A	10,529	N/A
Depreciation of Right-of-use assets	4,616	N/A	15,237	N/A
Expected credit losses	1,321	N/A	1,321	N/A
Interest expense on borrowings	2,544	N/A	3,251	N/A
Interest expense on Right-of use assets	6,587	N/A	15,750	N/A
Impairment of Goodwill	27,169	N/A	27,169	N/A
Impairment of other investment / Intangible assets	(2,400)	N/A	(2,400)	N/A
Impairment of Right-of-use assets	(28,003)	N/A	(28,003)	N/A
Loss on disposal of property, plant and equipment	79	N/A	79	N/A
(Gain) / Loss on disposal of subsidiary	73	N/A	73	N/A
Property, plant and equipment / Accounts Receivable written off	122	N/A	182	N/A
After crediting:-				
Interest Income	154	N/A	352	N/A
Rental Income	(387)	N/A	1,041	N/A
Realised (loss)/gain on foreign exchange	133	N/A	673	N/A
Unrealised gain on foreign exchange	2	N/A	2	N/A

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.