

APPASIA BERHAD

Company No. 200401005180 (643683-U)
(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(The figures have not been audited)

	As At 30 June 2021 (Unaudited) RM'000	As At 31 Dec 2020 (Audited) RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	385	507
Investment properties	2,227	2,252
Right-of-use assets	186	181
Research and development expenditure	2,545	2,744
Trade receivables	784	784
Intangible asset	-	87
	<u>6,127</u>	<u>6,555</u>
Current Assets		
Inventories	40	65
Trade receivables	5,467	11,093
Other receivables	1,469	2,194
Tax recoverable	372	295
Cash and bank balances	12,726	14,409
	<u>20,074</u>	<u>28,056</u>
TOTAL ASSETS	<u>26,201</u>	<u>34,611</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	29,789	28,927
Treasury Shares	(7,173)	(991)
Warrants reserve	16,959	17,960
Other reserve	(16,959)	(17,960)
Share issuance scheme option reserve	709	709
Retained Earnings	114	280
	<u>23,439</u>	<u>28,925</u>
Non-Controlling Interests	(143)	(70)
Total Equity	<u>23,296</u>	<u>28,855</u>
LIABILITIES		
Non-Current Liability		
Lease liabilities	67	67
Current Liabilities		
Trade payables	638	626
Other payables	2,075	5,004
Provision for taxation	65	9
Lease liabilities	60	50
	<u>2,838</u>	<u>5,689</u>
Total Liabilities	<u>2,905</u>	<u>5,756</u>
TOTAL EQUITY AND LIABILITIES	<u>26,201</u>	<u>34,611</u>
Net assets per ordinary share attributable to owners of the parent (sen)	2.19	2.69

Notes:

(1) The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial statement.

(2) Net assets per share is calculated based on the Company's weighted average number of ordinary shares at the end of the reporting period.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Quarter Ended	Quarter Ended	Period Ended	Period Ended
		30 June 2021	30 June 2020	30 June 2021	30 June 2020
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	18,845	20,259	30,501	42,446
Cost of sales		(17,766)	(19,136)	(27,941)	(40,152)
Gross profit		1,079	1,123	2,560	2,294
Other income		52	10	69	22
Administrative expenses		(1,469)	(1,083)	(2,842)	(2,360)
Finance costs		(2)	(1)	(6)	(1)
(Loss)/Profit before taxation		(340)	49	(219)	(45)
Taxation	B5	(14)	(30)	(20)	(41)
Net (loss)/profit for the period		(354)	19	(239)	(86)
Other comprehensive income					
Exchange translation differences for foreign operation		-	-	-	-
Total comprehensive (loss)/profit for the period		(354)	19	(239)	(86)
(Loss)/Profit for the period attributable to:					
Owners of the parent		(352)	19	(166)	(86)
Non-controlling interests		(2)	-	(73)	-
		(354)	19	(239)	(86)
(Loss)/Earnings Per Share (sen)					
Basic	B10	(0.03)	0.00	(0.02)	(0.01)
Diluted	B10	(0.08)	0.01	(0.04)	(0.03)

Notes:

(1) The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial statement.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	Attributable to Owners of the Parent					Distributable Retained Earnings/ (Accumulated Losses)	Total	Non- controlling Interests	Total Equity
	Non-Distributable				Share Issuance Scheme Option				
	Share Capital	Treasury Shares	Warrants Reserve	Other Reserve					
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Period ended 30 June 2021									
As at 1 Jan 2021	28,927	(991)	17,960	(17,960)	709	280	28,925	(70)	28,855
Conversion of warrants	862	-	(1,001)	1,001	-	-	862	-	862
Shares buyback	-	(6,182)	-	-	-	-	(6,182)	-	(6,182)
Total comprehensive loss for the year	-	-	-	-	-	(166)	(166)	(73)	(239)
As at 30 June 2021	29,789	(7,173)	16,959	(16,959)	709	114	23,439	(143)	23,296
Period ended 30 June 2020									
As at 1 Jan 2020	26,463	(317)	20,489	(20,489)	789	(399)	26,536	-	26,536
Shares buyback	-	(101)	-	-	-	-	(101)	-	(101)
Conversion of warrants	604	-	(701)	701	-	-	604	-	604
Exercised of shares options	153	-	-	-	(43)	-	110	-	110
Total comprehensive loss for the year	-	-	-	-	-	(86)	(86)	-	(86)
As at 30 June 2020	27,220	(418)	19,788	(19,788)	746	(485)	27,063	-	27,063

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial statement.)

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Period Ended 30 June 2021	Period Ended 30 June 2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(219)	(45)
Adjustments for:-		
Depreciation of investment properties	25	25
Depreciation of property, plant and equipment	122	113
Amortisation of research and development expenditure	450	297
Amortisation of intangible asset on consolidation	87	130
Amortisation of right-of-use assets	114	17
Reversal of impairment loss of trade receivables	(2)	-
Interest expense	6	1
Interest income	(73)	(15)
Operating profit before working capital changes	510	523
Changes in working capital:		
Inventories	25	(66)
Trade receivables	5,628	(4,608)
Other receivables	725	(342)
Trade payables	12	(198)
Other payables	(2,929)	(2,178)
	3,461	(7,392)
Cash generated from/(used in) operations	3,971	(6,869)
Interest paid	(6)	(1)
Interest received	73	15
Tax paid	(41)	(73)
Net cash generated from/(used in) operating activities	3,997	(6,928)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(12)
Addition of research and development expenditure	(252)	(552)
Net cash used in investing activities	(252)	(564)
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from conversion of warrants	862	604
Proceeds from exercise of SIS options	-	110
Purchase of treasury shares	(6,182)	(101)
Repayment of lease liabilities	(108)	(17)
Net cash (used in)/from financing activities	(5,428)	596
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,683)	(6,896)
CASH AND CASH EQUIVALENTS		
AT THE BEGINNING OF THE FINANCIAL YEAR	14,409	10,826
CASH AND CASH EQUIVALENTS		
AT THE END OF THE FINANCIAL YEAR	12,726	3,930

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2021

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Period Ended 30 June 2021	Period Ended 30 June 2020
	RM'000	RM'000
Cash and cash equivalents comprise:		
Cash and bank balances	12,726	3,930
	<u>12,726</u>	<u>3,930</u>

Notes:

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached in this interim financial statement.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

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

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” and Paragraph 9.22 of Bursa Malaysia Securities Berhad ACE Market Listing Requirements (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020 and the accompanying explanatory notes. The explanatory notes attached to the interim financial statements provides 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 financial year ended 31 December 2020.

The accounting policies and methods of computation adopted by the Company and its subsidiaries ("Group") in the interim financial statements are consistent with those adopted for the annual audited statements for the year ended 31 December 2020.

The adoption of the new/amended MFRS and its amendments does not give rise to any adjustment to the opening balances of retained profit of prior and current years or changes in comparatives.

A2. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report on the preceding annual financial statements of the Group for the financial year ended 31 December 2020 was not subject to any qualification.

A3. SEASONALLY OR CYCLICAL FACTORS

The operation of the Group was not significantly affected by any major seasonal or cyclical factors during the current financial quarter under review and financial year-to-date.

A4. UNUSUAL ITEMS

There were no significant unusual items or events that arose, which affecting assets, liabilities, equity, net income or cash flows.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

A5. MATERIAL CHANGE IN ESTIMATES

There were no material changes in estimates that have had material effect on the current financial quarter under review and financial year-to-date.

A6. DEBT AND EQUITY SECURITIES

In second quarter of 2021, the Company has issued additional 5,287,200 new ordinary shares of RM 0.13 each pursuant to the conversion of warrants.

Furthermore, the Company purchased 6,987,100 ordinary shares of its issued share capital from open market, at an average cost of RM 0.61 each, none of the shares purchased have been sold or cancelled.

Save for the above, there were no other issuance, cancellations, or repayments of debts 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.

A7. DIVIDEND PAID

No dividend was declared, approved or paid during the current financial quarter under review and financial year-to-date.

A8. SEGMENTAL INFORMATION

In line with the Group's strategy to penetrate into different IT consumers market, the management has currently segregated the Group into the following core business units based on different products, services and market segments as follows:

Investment Holding

Investment holding and provision of management services.

Digital Solutions

Provision of digital platform related solutions and services.

E-Commerce Business

Provision of online marketplace for e-commerce activities.

Others

Provision of other complementary activities.

APPASIA BERHAD

Company No. 200401005180
(Incorporated in Malaysia)

A8. SEGMENTAL INFORMATION (CONT'D)

The Group management strategically dedicates the operation of each business units to the respective subsidiaries and monitors the operation separately for effective resource allocation and performance assessment. Each business unit's performance is evaluated based on the long-term business value and profitability.

Results for current quarter ended 30 June 2021

	Investment Holding	Digital Solutions	E-Commerce Business	Others	Eliminations	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	27	1,265	17,407	146	-	18,845
Inter segment	375	270	-	-	(645)	-
Total revenue	402	1,535	17,407	146	(645)	18,845
Segment Results						
Interest income	14	26	6	-	-	46
Finance costs	-	(2)	-	-	-	(2)
Depreciation and amortisation	(41)	(252)	(45)	-	(22)	(360)
Other non-cash items ⁽¹⁾	-	(2)	-	-	-	(2)
Segment (loss)/gain before tax	(171)	(30)	(121)	4	(22)	(340)

Results for current quarter ended 30 June 2020

	Investment Holding	Digital Solutions	E-Commerce Business	Others	Eliminations	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	10	527	19,462	260	-	20,259
Inter segment	780	75	3	-	(858)	-
Total revenue	790	602	19,465	260	(858)	20,259
Segment Results						
Interest income	1	(1)	3	1	-	4
Finance costs	(1)	-	-	-	-	(1)
Depreciation and amortisation	(50)	(143)	(44)	-	(66)	(303)
Other non-cash items ⁽¹⁾	-	(5)	-	-	-	(5)
Segment gain/(loss) before tax	423	(362)	194	(140)	(66)	49

(1) Other non-cash items consist of the following as presented in the respective notes to the financial statements:

	As at 30 June 2021	As at 30 June 2020
	RM'000	RM'000
Reversal of impairment loss of trade receivables	(2)	(5)
	(2)	(5)

APPASIA BERHAD

Company No. 200401005180

(Incorporated in Malaysia)

A8. SEGMENTAL INFORMATION (CONT'D)

The Group management strategically dedicates the operation of each business units to the respective subsidiaries and monitors the operation separately for effective resource allocation and performance assessment. Each business unit's performance is evaluated based on the long-term business value and profitability.

Results for period ended 30 June 2021

	Investment Holding	Digital Solutions	E-Commerce Business	Others	Eliminations	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	52	2,865	27,307	277	-	30,501
Inter segment	750	354	500	-	(1,604)	-
Total revenue	802	3,219	27,807	277	(1,604)	30,501
Segment Results						
Interest income	28	34	10	1	-	73
Finance costs	-	(6)	-	-	-	(6)
Depreciation and amortisation	(84)	(538)	(89)	-	(87)	(798)
Other non-cash items ⁽¹⁾	-	2	-	-	-	2
Segment (loss)/gain before tax	(193)	(233)	289	5	(87)	(219)

Results for period ended 30 June 2020

	Investment Holding	Digital Solutions	E-Commerce Business	Others	Eliminations	Consolidated Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External revenues	27	1,515	40,459	445	-	42,446
Inter segment	780	150	5	-	(935)	-
Total revenue	807	1,665	40,464	445	(935)	42,446
Segment Results						
Interest income	4	3	6	2	-	15
Finance costs	(1)	-	-	-	-	(1)
Depreciation and amortisation	(101)	(261)	(89)	-	(131)	(582)
Other non-cash items ⁽¹⁾	-	-	-	-	-	-
Segment gain/(loss) before tax	5	(114)	410	(215)	(131)	(45)

(1) Other non-cash items consist of the following as presented in the respective notes to the financial statements:

	As at 30 June 2021	As at 30 June 2020
	RM'000	RM'000
Reversal of impairment loss of trade receivables	2	-
	2	-

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

The valuations of property, plant and equipment and investment properties have been brought forward without any amendments from the previous audited financial statements.

A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER

On 5 July 2021, on behalf of the Board of Directors of AppAsia ("Board"), UOB Kay Hian Securities (M) Sdn Bhd ("UOBKH") has announced that the Share Split involving the subdivision of every existing ordinary shares in the Company into 3 shares has been completed following the listing and quotation for 1,109,250,600 Split Shares pursuant to the Share Split on the ACE Market of Bursa Securities with effect from 9.00 a.m. on 5 July 2021.

Subsequently, on 13 July 2021, UOBKH has announced that the 106,920,802 Warrants B issued pursuant to the Bonus Issue of Warrants on the basis of 1 warrant for every 10 existing ordinary shares held on 2 July 2021 were listed and quoted on the ACE Market of Bursa Malaysia Securities Berhad with effect from 9.00 a.m. on Tuesday, 13 July 2021, marking the completion of the Proposals.

Save for the above, there were no material events subsequent to the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

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

A12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Save for the material events disclosed in Notes A10 in this quarterly report, there were no contingent liabilities and contingent assets at the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A13. CAPITAL COMMITMENTS

There were no capital commitments during the period under review.

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

Significant related party transactions of the Group are as follows:

Transactions with companies in which a Director of the Company has substantial financial interest

	As at 30 June 2021	As at 30 June 2020
	RM'000	RM'000
Rental of premises	104	104

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

FOR THE ACE MARKET

B1. PERFORMANCE REVIEW

	Current quarter ended		Cumulative quarter ended	
	30 June 2021 RM'000	30 June 2020 RM'000	30 June 2021 RM'000	30 June 2020 RM'000
Revenue	18,845	20,259	30,501	42,446
(Loss)/Profit before interest and taxation (LBIT/PBIT)	(338)	50	(213)	(44)
(Loss)/Profit before taxation (LBT/PBT)	(340)	49	(219)	(45)
(Loss)/Profit after taxation (LAT/PAT)	(354)	19	(239)	(86)
(Loss)/Profit attributable to ordinary equity holders of the parent	(352)	19	(166)	(86)

Review of results for current quarter

For the current quarter financial period ended 30 June 2021, the Group registered a revenue of RM 18.85 million, LBIT and LBT of RM 0.34 million as compared to a revenue of RM 20.26 million, PBIT and PBT of RM 0.05 million in the same quarter for the financial period ended 30 June 2020.

Commentary on revenue

The Group recorded a lower revenue for the current quarter, mainly due to a decrease in sales from RM 19.46 million to RM 17.41 million under E-commerce division caused by the logistics restriction in the business-to-business transactions during the Full Movement Control Order ("FMCO") period as compared to the same quarter for the financial period ended 30 June 2020.

Commentary on LBIT/ LBT

The Group recorded a LBIT and LBT for the current quarter compared to a PBIT and PBT for the same quarter of financial period ended 30 June 2020, mainly due to lower gross profit from E-commerce division of RM 0.13 million compared to RM 0.64 million in the same quarter for the financial period ended 30 June 2020.

Review of results for the financial period ended 30 June 2021

The Group registered a revenue of RM 30.50 million, LBIT and LBT of RM 0.21 million and RM 0.22 million respectively for the financial period ended 30 June 2021 as compared to a revenue of RM 42.45 million, LBIT and LBT of RM 0.04 million and RM 0.05 million respectively in the financial period ended 30 June 2020.

Commentary on revenue

The Group recorded a lower revenue for the current financial period, mainly due to a decrease in revenue from RM 40.46 million to RM 27.31 million under E-commerce division as compared to the financial period ended 30 June 2020.

Commentary on LBIT/ LBT

The Group recorded a higher LBIT and LBT for current financial period compared to the same financial period ended 30 June 2020 and it was mainly due to a decrease of RM 0.74 million in gross profit under E-commerce division in current financial period.

APPASIA BERHAD

Company No. 200401005180 (643683-U)
(Incorporated in Malaysia)

B2. COMMENTS ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION

	Current quarter 30 June 2021 RM'000	Preceding quarter 31 Mar 2021 RM'000
Revenue	18,845	11,656
(Loss)/Profit from operations	(338)	125
(Loss)/Profit before taxation	(340)	121
(Loss)/Profit after taxation	(354)	115
(Loss)/Profit attributable to ordinary equity holders of the parent	(352)	186

The Group recorded a loss before taxation of RM 0.34 million for the current financial quarter under review as compared to the profit before taxation of RM 0.12 million recorded in the immediate preceding quarter ended 31 March 2021.

The loss before taxation was recorded due to a decrease of RM 0.38 million in gross profit under Digital Solutions division and RM 0.10 million professional fee incurred in relation to corporate exercise in current quarter compared to preceeding quarter.

B3. PROSPECTS FOR FINANCIAL YEAR 2021

With the opening up of more business sectors despite the Covid-19 pandemic, the Group shares the same optimism with the government in expectation of an economic recovery and is thus sanguine of its business prospect.

The Group is expecting to enhance its performance especially in the Digital Solutions segment with the improved participation in the E-Confirm.my platform and the implementation of other new digital platforms.

B4. VARIANCE ON PROFIT FORECAST AND PROFIT GUARANTEE

Not applicable as no profit forecast or profit guarantee was provided.

APPASIA BERHAD

Company No. 200401005180 (643683-U)
(Incorporated in Malaysia)

B5. TAXATION

Income tax expense comprises the followings:

	Individual Quarter Ended		Cumulative Quarter Ended	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
In respect of the current period:-	RM'000	RM'000	RM'000	RM'000
Provision for taxation	14	30	20	41
Total income tax expense	14	30	20	41

B6. STATUS OF CORPORATE PROPOSALS

Save for the material events disclosed above and in Notes A10 of this quarterly report, there was no other corporate proposal at the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

B7. GROUP BORROWINGS AND DEBT SECURITIES

The Group's borrowings denominated in Ringgit Malaysia as at the end of the current financial quarter under review are as follows:

	Current	Non-Current	Total
	Liabilities	Liabilities	
	RM'000	RM'000	RM'000
Secured			
Lease liabilities	60	67	127

B8. MATERIAL LITIGATION

As at the date of this report, there was no material litigation or arbitration, which has a material effect on the financial position of the Group and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

B9. EARNINGS/(LOSS) PER SHARE

(a) Basic (loss)/earnings per share

The basic (loss)/earnings per share for the current financial quarter and financial period to-date are computed as follows:

	Current quarter ended		Cumulative quarter ended	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
(Loss)/Profit attributed to owners of the parent for the period (RM'000)	(352)	19	(166)	(86)
Weighted average number of issued ordinary shares ('000)	353,648	340,944	354,825	341,263
Adjustment for share split ('000)	707,295	681,887	709,649	682,526
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,060,943	1,022,831	1,064,474	1,023,789
Basic (loss)/earnings per share (sen)	(0.03)	0.00	(0.02)	(0.01)

(b) Diluted (loss)/earnings per share

The diluted (loss)/earnings per share for current financial quarter and financial period to-date are computed as follows:

	Current quarter ended		Cumulative quarter ended	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
(Loss)/Profit attributed to owners of the parent for the period (RM'000)	(352)	19	(166)	(86)
Weighted average number of issued ordinary shares ('000)	455,726	342,993	455,726	341,772
Adjustment for share split ('000)	900,464	685,985	911,451	683,545
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	1,356,190	1,028,978	1,367,177	1,025,317
Diluted (loss)/earnings per share (sen)	(0.08)	0.01	(0.04)	(0.03)

The basic earnings per share is computed based on the profit attributable to the equity shareholders of the Company divided by weighted average number of ordinary shares in issue for the financial period under review.

APPASIA BERHAD

Company No. 200401005180 (643683-U)

(Incorporated in Malaysia)

B10. DERIVATIVE FINANCIAL INSTRUMENTS

(a) Disclosure of derivative financial instruments

As at 30 June 2021, the Group does not hold any derivative financial instruments.

(b) Disclosure of gains/losses arising from fair value changes of financial liabilities

There were no gains/losses arising from fair value changes of financial liabilities reported by the Group during the financial period under review.

B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Total comprehensive income for the period was derived after charging/(crediting) the following items:

	Current quarter ended		Cumulative quarter ended	
	30 June 2021 RM'000	30 June 2020 RM'000	30 June 2021 RM'000	30 June 2020 RM'000
Depreciation and amortisation	360	303	798	582
Reversal of impairment of trade receivables	2	5	(2)	-
Finance costs	2	1	6	1
Interest income	(46)	(4)	(73)	(15)
Rental income	(14)	(13)	(25)	(26)

Save for items disclosed above and in the Condensed Consolidated Statement of Comprehensive Income, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

B12. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue on 20 August 2021 in accordance with resolution of the board of directors.