

ADVANCE INFORMATION MARKETING BERHAD

(Registration No. 200401006266 (644769-D))

(Incorporated in Malaysia)

FINANCIAL REPORT

UNAUDITED FOR THE 4TH QUARTER

ENDED 31 DECEMBER 2022

ADVANCE INFORMATION MARKETING BERHAD
(Registration No. 200401006266 (644769-D))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

		As at 31.12.2022	As at 31.12.2021
	Note	RM'000	RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment	8	4,365	4,445
Right-of-use assets		1,551	1,417
Intangible assets		83	100
Other investments		4,137	3,483
Deferred tax assets		50	71
		<u>10,186</u>	<u>9,516</u>
Current Assets			
Inventories		226	98
Trade receivables		173	837
Other receivables, deposits and prepayments		150	190
Tax recoverable		-	22
Other investment - money market fund		28	1,002
Fixed deposits with licensed banks		-	1,309
Cash and bank balances		567	2,766
		<u>1,144</u>	<u>6,224</u>
TOTAL ASSETS		<u><u>11,330</u></u>	<u><u>15,740</u></u>
EQUITY			
Share capital		28,052	28,052
Accumulated losses		(17,893)	(13,391)
Treasury shares		-	-
Fair value reserve		(755)	(1,410)
Foreign currency translation reserve		(793)	(725)
TOTAL EQUITY		<u>8,611</u>	<u>12,526</u>
LIABILITIES			
Non-Current Liabilities			
Employee benefits		172	266
Borrowing and lease liabilities	21	1,689	1,482
		<u>1,861</u>	<u>1,748</u>
Current Liabilities			
Trade payables		198	223
Other payables and accruals		481	512
Borrowing and lease liabilities	21	127	731
Provision for taxation		52	-
		<u>858</u>	<u>1,466</u>
TOTAL LIABILITIES		<u>2,719</u>	<u>3,214</u>
TOTAL EQUITY AND LIABILITIES		<u><u>11,330</u></u>	<u><u>15,740</u></u>
Net Assets per share (RM)		0.0324	0.0471

This unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

ADVANCE INFORMATION MARKETING BERHAD
(Registration No. 200401006266 (644769-D))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2022

	Note	Individual Quarter		Cumulative Quarter	
		Current Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	Current Year To Date 31.12.2022 RM'000	Preceding Year Corresponding Period 31.12.2021 RM'000
Revenue		374	944	4,046	7,752
Cost of sales and services		(339)	(809)	(3,077)	(6,798)
Gross profit		35	135	969	954
Other income		51	(100)	234	168
Administrative and other operating expenses		(2,041)	(2,156)	(5,585)	(6,218)
Operating loss		(1,955)	(2,121)	(4,382)	(5,096)
Finance costs		(29)	(32)	(149)	(91)
Loss before taxation	18	(1,984)	(2,153)	(4,531)	(5,187)
Taxation	19	(9)	26	(9)	26
Loss after tax for the period		(1,993)	(2,127)	(4,540)	(5,161)
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Remeasurement of defined benefit liability		49	173	49	173
Income tax relating to remeasurement of defined benefit liability		(11)	(38)	(11)	(38)
		38	135	38	135
<i>Items that are or may be reclassified subsequently to profit or loss</i>					
Exchange translation differences for foreign operations		(143)	70	(68)	71
Equity instrument measured at fair value through other comprehensive income		409	(1,382)	655	(5,674)
Total other comprehensive income/(loss) for the period		266	(1,312)	587	(5,603)
Total comprehensive loss for the period		(1,689)	(3,304)	(3,915)	(10,629)
Loss for the period attributable to:					
Owners of the Company		(1,993)	(2,127)	(4,540)	(5,161)
Total comprehensive loss attributable to:					
Owners of the Company		(1,689)	(3,304)	(3,915)	(10,629)
Loss per share :-					
- Basic (sen)	26	(0.749)	(0.799)	(1.706)	(1.940)
- Diluted (sen)		-	-	-	-

This unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

The annexed notes are an integral part of this statement.

ADVANCE INFORMATION MARKETING BERHAD
(Registration No. 200401006266 (644769-D))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2022

For the year ended 31 December 2022

	Share capital RM'000	Treasury Shares RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Accumulated losses RM'000	Total Equity RM'000
Balance as at 1 January 2022	28,052	-	(725)	(1,410)	(13,391)	12,526
Loss for the period	-	-	-	-	(4,540)	(4,540)
Other comprehensive loss for the period	-	-	(68)	655	38	625
Total comprehensive loss for the period	-	-	(68)	655	(4,502)	(3,915)
Balance as at 31 December 2022	28,052	-	(793)	(755)	(17,893)	8,611

For the year ended 31 December 2021

	Ordinary Shares RM'000	Treasury Shares RM'000	Foreign Currency Translation Reserve RM'000	Fair Value Reserve RM'000	Accumulated losses RM'000	Total RM'000
Balance as at 1 January 2021	28,052	(4,058)	(796)	4,264	(7,895)	19,567
Disposal of treasury shares	-	4,058	-	-	(470)	3,588
Loss for the period	-	-	-	-	(5,161)	(5,161)
Other comprehensive loss for the period	-	-	71	(5,674)	135	(5,468)
Total comprehensive loss for the period	-	-	71	(5,674)	(5,026)	(10,629)
Balance as at 31 December 2021	28,052	-	(725)	(1,410)	(13,391)	12,526

This unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

ADVANCE INFORMATION MARKETING BERHAD
(Registration No. 200401006266 (644769-D))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 DECEMBER 2022

	Current Year To Date 31.12.2022 RM'000	Preceding Year Corresponding Period 31.12.2021 RM'000
Cash flow from operating activities		
Loss before taxation	(4,531)	(5,187)
Adjustment for:-		
Depreciation of property, plant & equipment	223	256
Interest expense	149	91
Depreciation of right-of-use assets	116	97
Amortisation of intangible assets	39	11
Realised loss on foreign exchange	19	-
Defined benefits obligations	-	118
Loss on disposal of investment in quoted shares	-	73
Property, plant and equipment written off	-	4
Fair value gain on other investment - money market fund	(26)	-
Gain on disposal of property, plant and equipment	(12)	-
Interest income	(8)	(46)
Dividend from money market fund	-	(2)
Operating loss before working capital changes	<u>(4,031)</u>	<u>(4,585)</u>
(Increase) / Decrease in inventories	(128)	502
Decrease in receivables	713	1,215
Increase / (Decrease) in payables	10	(105)
Cash used in operations	<u>(3,436)</u>	<u>(2,973)</u>
Interest received	8	46
Tax refunded	16	-
Tax paid	-	(45)
Interest paid	(149)	(91)
Employee benefits paid	(41)	(2)
Net cash used in operating activities	<u>(3,602)</u>	<u>(3,065)</u>
Cash flows from investing activities		
Redemption from other investment - money market fund (net)	1,000	(1,000)
Proceeds from disposal of property, plant and equipment	69	-
Acquisition of property, plant & equipment	(200)	(29)
Acquisition of intangible assets	(24)	(74)
Net cash generated / (used) in investing activities	<u>845</u>	<u>(1,103)</u>
Cash flows from financing activities		
Net proceed from disposal of treasury shares	-	3,588
Drawdown of loan	368	656
Repayment of term loan	(1,051)	(16)
Repayment of lease liabilities	(24)	(26)
Net Cash used in financing activities	<u>(707)</u>	<u>4,202</u>
Net decrease in cash and cash equivalents	(3,464)	34
Exchange differences on cash and cash equivalents	(44)	72
Cash and cash equivalents at beginning of the period	4,075	3,969
Cash and cash equivalents at the end of the period	<u>567</u>	<u>4,075</u>
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	-	1,309
Cash and bank balances	567	2,766
	<u>567</u>	<u>4,075</u>

This unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.

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

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting and the provisions of the Companies Act 2016, Interim Financial Reporting and paragraph 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The interim financial statements of the Group should be read in conjunction with the audited financial statements for the financial year ended ("FYE") 31 December 2021. The 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. The interim financial statements of the Group for financial year ended ("FYE") 31 December 2022 are prepared under the historical cost convention unless otherwise indicated in the summary of significant accounting policies.

2 Significant Accounting Policies

The accounting policies adopted in the preparation of this report are consistent with those followed in the preparation of the Group's audited financial statements for the FYE 31 December 2021.

2.1 Adoption of Standards, Amendments and IC Interpretations

The accounting policies adopted are consistent with those of previous financial year except for the adoption of the following new and amended MFRSs and IC Interpretation which are effective for accounting period beginning on or after 1 January 2022 :-

Amendments to MFRS 3, MFRS 116, MFRS 137 and Annual Improvements to MFRS Standards 2018-2020.

The initial application of the above-mentioned MFRSs and amendments to MFRSs have no significant impact on the financial statements of the Group and the Company.

2.2 MFRSs, Amendments to MFRS and IC Interpretation Issued But Not Yet Effective

The Group and the Company have not early adopted the following new MFRSs and IC Interpretation and amendments to MFRSs that have been issued by the MASB but are not yet effective :-

Effective immediately for annual periods beginning before 1 January 2023

Amendments to MFRS 4, Extension of the Temporary Exemption from Applying MFRS 9

Effective for annual periods beginning on or after 1 January 2023

MFRS 17, Insurance Contracts

Amendments to MFRS 17, Insurance Contracts

Amendments to MFRS 101, Classification of Liabilities as Current or Non-Current

Amendments to MFRS 101, Disclosure of Accounting Policies

Amendments to MFRS 108, Definition of Accounting Estimates

Amendments to MFRS 112, Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 17, Initial Application of MFRS 9 and MFRS 17 - Comparative Information

Effective date deferred to a date to be announced by the MASB

Amendments to MFRS 10 and MFRS 128 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The Group and the Company will apply the above new MFRSs and IC Interpretation and amendments to MFRSs that are applicable once they become effective. The above standards and amendments are not expected to have any material financial impact on the financial statements of the Group on initial adoption.

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

3. Auditors' Report on preceding annual financial statements

The auditors' reports on the financial statements of the Company and its subsidiaries for the FYE 31 December 2021 were not subject to any qualification.

4. Seasonality or cyclicity

The Group's operations have not been materially affected by any seasonal/cyclical factors.

5. Nature and amount of unusual items affecting assets, liabilities, equity, net income or cash flows

There was no item or event that was unusual by reason of its nature, size or incidence during the current quarter which affected the assets, liabilities, equity, net income or cash flows of the Group.

6. Changes in estimates

There was no material change in the estimates used for the preparation of these interim financial statements.

7. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review.

8. Valuation of property, plant and equipment

There was no change in the valuation of the property, plant and equipment reported in the previous audited financial statements that would have an effect on the current quarter's financial statements.

9. Significant events during the interim period

On 6 October 2022, AMS entered into a Franchise Agreement with Medicconstant Holding Sdn Bhd ("the Franchisor") for the purpose of obtaining the rights and franchise to operate the business system of the Franchisor in the retailing business of pharmaceutical products and services under the name of "Constant Pharmacy".

On 21 November 2022, the Company announced to undertake Proposed Share Consolidation, Proposed Rights Issue and Proposed Diversification (collectively, the "Proposal"). The application in relation to the Proposal has been submitted to Bursa Securities on 22 November 2022.

10. Material events subsequent to the end of the interim period

On 14 February 2023, the Company announced the implementation of Private Placement ("PP") by fixing the issue price for the first and final tranche of the PP at RM0.0769 per Placement Share ("Issue Price").

The Issue Price is at a discount of RM0.0085 or approximately 9.95% to the 5-day volume weighted average market price of the Company's shares up to and including 13 February 2023 (being the last market day immediately preceding the Price-fixing Date) of RM0.0854 per Company's share.

On 20 February 2023, the Company announced that 26,605,000 units of shares were allotted and issued pursuant to the first and final Tranche of the PP, which marked the completion of the PP. Subsequent to this, the Company's total share capital is 292,663,666 units, amounted to RM30,097,924.

11. Contingent assets and contingent liabilities

There was no contingent asset and contingent liability during the financial quarter under review.

12. Capital commitments

There were no capital commitments since the last audited Statement of Financial Position as at 31 December 2021.

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

13. Segmental information

The revenue and loss before taxation of the Group for the current quarter were generated from the following segments:

	Managed Customer Loyalty Services RM'000	Others RM'000	Consolidated RM'000
Segment Revenue			
Malaysia	196	2	198
Indonesia	176	-	176
	<u>372</u>	<u>2</u>	<u>374</u>
Segment Loss			
Malaysia	809	(1,900)	(1,091)
Indonesia	(902)	-	(902)
	<u>(93)</u>	<u>(1,900)</u>	<u>(1,993)</u>
Segment Assets as per year to date			
Malaysia	4,404	5,110	9,514
Indonesia	1,816	-	1,816
	<u>6,220</u>	<u>5,110</u>	<u>11,330</u>
Segment Liabilities as per year to date			
Malaysia	1,252	1,240	2,492
Indonesia	227	-	227
	<u>1,479</u>	<u>1,240</u>	<u>2,719</u>

The segment assets and segment liabilities as per year to date by taking into consideration of the non-current assets, current assets, non-current liabilities and current liabilities.

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

14. Review of performance

TABLE 1: FINANCIAL REVIEW FOR CURRENT QUARTER AND FINANCIAL YEAR TO DATE
FOR THE QUARTER ENDED 31 DECEMBER 2022

	Individual Quarter				Cumulative Quarter			
	Current Quarter	Preceding Year Corresponding Quarter	Changes Amount	Changes %	Current Year To Date	Preceding Year Corresponding Period	Changes Amount	Changes %
	31.12.2022 RM'000	31.12.2021 RM'000	RM'000		31.12.2022 RM'000	31.12.2021 RM'000	RM'000	
Revenue	374	944	(570)	-60%	4,046	7,752	(3,706)	-48%
Operating loss	(1,955)	(2,121)	166	-8%	(4,382)	(5,096)	714	-14%
Loss before taxation	(1,984)	(2,153)	169	-8%	(4,531)	(5,187)	656	-13%
Loss after tax for the period	(1,993)	(2,127)	134	-6%	(4,540)	(5,161)	621	-12%
Loss for the period attributable to: Owners of the Company	(1,993)	(2,127)	134	-6%	(4,540)	(5,161)	621	-12%

During the quarter and period ended 31 December 2022, the Group recorded an unaudited revenue of RM0.37 million, which had decreased significantly by 60%, as compared to the revenue recorded at RM0.94 million in the corresponding quarter of the preceding year, mainly contributed by segments in Indonesia.

Despite the significant decrease in Managed Customer Loyalty Services ("MCLS") revenue in current period, the segment of MCLS in Indonesia was still the main contributor of the Groups' revenue compared to MCLS business in Malaysia. The revenue of MCLS business in Indonesia had decreased significantly by 78% in current quarter as compared to preceding year corresponding quarter. This was due to change of management team which had caused disruption in the business processes including the absence of projects sales in current quarter.

For the revenue of MCLS segment in Malaysia, RM0.2 million was recorded for the quarter and period under review and it showed an improvement of 26% compared to preceding year corresponding quarter's and period's recorded revenue. This was resulted from the increased in new customers and sales volume.

The Group's unaudited loss before tax for the quarter and period ended 31 December 2022 recorded at RM1.98 million, as compared to the loss before tax recorded at RM2.15 million in the corresponding quarter and period of the preceding year. The slight decrease in loss before tax was mainly due to higher operating expenses incurred in preceding year corresponding quarter such as legal fee on fraud case and loss in derecognising the other investment due to expiry of warrant, which were absence in current quarter under review.

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

15. Material Changes in The Loss Before Tax As Compared To the Immediate Preceding Quarter

TABLE 2: FINANCIAL REVIEW FOR CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER

	Individual Quarter			
	Current Quarter 31.12.2022 RM'000	Immediate Preceding Quarter 30.09.2022 RM'000	Changes Amount RM'000	Changes %
Revenue	374	443	(69)	-16%
Operating loss	(1,955)	(939)	(1,016)	108%
Loss before taxation	(1,984)	(991)	(993)	100%
Loss after tax for the period	(1,993)	(991)	(1,002)	101%
Loss for the period attributable to: Owners of the Company	(1,993)	(991)	(1,002)	101%

The Group recorded a revenue of RM0.37 million in this quarter which decreased by 16% compared to revenue of RM0.44 million in the preceding quarter which was mainly contributed by the Group's Indonesian subsidiary company as a result of change of management team which led to disruption of business processes in current quarter, as well market turned slow during year end and festive seasons.

The Group recorded an unaudited loss before tax of RM1.98 million as compared to the unaudited loss before tax of RM0.99 million in the preceding quarter. The increased in losses was mainly due to decrease in gross profit of Indonesian's segment to cover the other operating expenses.

16. Prospects

The 4th and final quarter of 2022 continued to be challenging.

The key direction of this quarter involves the commencement of operations of the Company's 1st pharmacy retail outlet chain in Bukit Raja, Klang under the franchisor's brandname CONSTANT during the end of the 4th quarter. The entry of the new business augurs well for the Company thereby reducing reliance of existing MCLS business.

Moving forward to the next quarter, it is hoped that the new pharmacy business to contribute positively to the Group's revenue. Growth in the existing business continue to grow albeit at slower pace. Contributions from Indonesian operations are expected also to grow in 2023. This realignment of business strategies for both the Malaysian and Indonesian operations is now yielding positive results in the near future.

17. Profit forecast

The Group did not disclose or announce any profit forecast or profit guarantee in any public document in the financial quarter under review.

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

18. Loss before taxation

This is arrived at after charging/(crediting) amongst other, the following items :

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	Current Year To Date 31.12.2022 RM'000	Preceding Year Corresponding Period 31.12.2021 RM'000
Depreciation of property, plant and equipment	39	-	223	257
Interest expense	29	-	149	59
Depreciation of right-of-use assets	41	-	116	8
Amortisation of intangible assets	15	-	39	8
Realised loss on foreign exchange	19	-	19	-
Property, plant and equipment written off	-	-	-	4
Loss on derecognition of other investment	-	73	-	73
Defined benefits obligations	-	118	-	118
Fair value gain on other investment - money market fund	(9)	-	(26)	-
Gain on disposal of property, plant and equipment	-	-	(12)	-
Interest income	(2)	-	(8)	(38)
Dividend from money market fund	-	(2)	-	(2)

19. Taxation

	Current Quarter 31.12.2022 RM'000	Current Year To Date 31.12.2022 RM'000
Deferred tax provision	9	9

Currently there is no provision for taxation as all subsidiary companies were incurring losses.

20. Status of corporate proposals

Multiple Proposals ("Proposals")

On 21 November 2022, the Company announced the undertaking of Proposed Share Consolidation, Proposed Rights Issue and Proposed Diversification. The Proposed Share Consolidation, admission of Warrants to the Official List of Bursa Securities and listing of and quotation for Rights Shares, Warrants and new AIM Shares to be issued pursuant to the exercise of the Warrants on the ACE Market of Bursa Securities has been submitted to Bursa Securities on 22 November 2022.

21. Borrowing and lease liabilities

		As at 31.12.2022 RM'000	As at 31.12.2021 RM'000
Short-term - secured:			
Term loan	(a)	65	722
Lease liabilities	(b)	62	9
		<u>127</u>	<u>731</u>
Long-term - secured:			
Term loan	(a)	1,472	1,482
Lease liabilities	(b)	217	-
		<u>1,689</u>	<u>1,482</u>
Total borrowing and lease liabilities - secured:			
Term loan	(a)	1,537	2,204
Lease liabilities	(b)	279	9
		<u>1,816</u>	<u>2,213</u>

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

21. Borrowing and lease liabilities (Cont'd)

- (a) The term loan is secured by the following:
- (i) First party legal charge over the freehold land and building of a subsidiary company.
 - (ii) Corporate guarantee by the Company.
- (b) The bank loan stated was denominated in foreign currency as follows:-

	As at 31.12.2022		As at 31.12.2021	
	IDR'000	RM'000	IDR'000	RM'000
Term loan	-	-	2,247,000	656.00

The facility was secured by legal charge over the leasehold building of a subsidiary company. The facility was fully settled during current quarter under review.

22. Material litigations

The Company had, on 20 January 2017, been served with a Writ (Kuala Lumpur High Court Suit No.: WA-22NCC-17-01/2017) issued by Customer Loyalty Solutions Sdn Bhd (in liquidation) ("the Plaintiff", hereby known as "CLS") claiming that the payment of RM6,524,652 from the Plaintiff to the Company are void or voidable. The Claim included two (2) other defendants i.e. a current and a former director of the Company to be jointly and severally liable to pay the Plaintiff the sum of RM6,524,652. On 7 July 2011, the Plaintiff was no longer a subsidiary of the Company.

The trial was concluded on 16 January 2019. The Court fixed 20 February 2019 for oral submissions and had fixed 4 March 2019 for further submissions. The Court had on 4 March 2019 heard further submissions by the Defendants and then fixed 10 May 2019 for further clarification/decision and it was then postponed to 30 September 2019 for decision.

On 30 September 2019, the Court dismissed the Plaintiff's claim against all the Defendants with costs of RM15,000 to each Defendant (subject to allocatur fee of 4%). On 29 October 2019, the Plaintiff filed a Notice of Appeal against the decision of the Kuala Lumpur High Court. The Court of Appeal had fixed the next case management on 24 May 2021 pending the grounds of judgment from the Kuala Lumpur High Court.

The Court of Appeal had fixed case management dates on 19 December 2019, 27 February 2020, 29 April 2020, 7 July 2020, 3 September 2020, 8 October 2020, 14 December 2020, 25 February 2021, 24 May 2021, 25 August 2021, 30 November 2021, 27 January 2022, 30 March 2022, 31 May 2022, 5 August 2022, 27 December 2022 and 19 January 2023.

The Court of Appeal has fixed 28 February 2023 to update the status of the Grounds of Judgement, 27 March 2023 to ensure compliance of Court's decisions and 11 April 2023 for hearing of Appeal.

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

23. Dividend

There was no dividend proposed or declared during the quarter under review.

24. Procurement of new contract/termination of existing contract

There was no procurement of new contract or termination of existing contract during the quarter under review.

25. Fair value on investment

Included in the other investment is an amount of RM4.09 million which is the fair value of investment in quoted shares that is determined directly by reference to their published market price as at 31 December 2022.

26. Basis of calculation of loss per share

The basic and fully diluted loss per share for the quarter and cumulative year to date are computed as follows:

	Current Quarter 31.12.2022	Preceding Year Corresponding Quarter 31.12.2021	Current Year To Date 31.12.2022	Preceding Year Corresponding Period 31.12.2021
Net loss attributable to equity holders of the parent for the period (RM'000)	(1,993)	(2,127)	(4,540)	(5,161)
Weighted average number of shares of RM0.10 each in issue ('000)	<u>266,059</u>	<u>266,059</u>	<u>266,059</u>	<u>266,059</u>
- Basic loss per share (sen)	(0.749)	(0.799)	(1.706)	(1.940)
- Diluted earnings per share (sen)*	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**Fully diluted earnings per share was not computed as there was no outstanding ordinary share to be issued as at the end of the reporting period.*

27. Significant Related Party Transactions

There is no significant related party transaction during the financial quarter under review.

28. Date of Authorisation for Issue

This interim financial statements were authorised for issue by the Board of Directors on 23 February 2023.