

**ADVANCE INFORMATION MARKETING BERHAD**

(Registration No. 200401006266 (644769-D))

(Incorporated in Malaysia)

**FINANCIAL REPORT**

**UNAUDITED FOR THE 2ND QUARTER**

**ENDED 30 JUNE 2023**

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2023**

		As at 30.06.2023	As at 31.12.2022
	Note	<u>RM'000</u>	<u>RM'000</u>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	8	4,269	4,365
Right-of-use assets		1,599	1,552
Intangible assets		117	130
Other investments		3,483	4,137
Deferred tax assets		54	50
		<u>9,522</u>	<u>10,234</u>
<b>Current Assets</b>			
Inventories		300	228
Trade receivables		858	173
Other receivables, deposits and prepayments		205	103
Tax recoverable		19	39
Other investment - money market fund		36	28
Cash and bank balances		435	567
		<u>1,853</u>	<u>1,138</u>
<b>TOTAL ASSETS</b>		<u><u>11,375</u></u>	<u><u>11,372</u></u>
<b>EQUITY</b>			
Share capital		30,098	28,052
Accumulated losses		(20,019)	(17,796)
Treasury shares		-	-
Fair value reserve		(1,410)	(755)
Foreign currency translation reserve		(837)	(796)
<b>TOTAL EQUITY</b>		<u>7,832</u>	<u>8,705</u>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Employee benefits		189	172
Borrowing and lease liabilities	21	<u>1,627</u>	<u>1,689</u>
		1,816	1,861
<b>Current Liabilities</b>			
Trade payables		963	198
Other payables and accruals		636	481
Borrowing and lease liabilities	21	128	127
Provision for taxation		-	-
		<u>1,727</u>	<u>806</u>
<b>TOTAL LIABILITIES</b>		<u>3,543</u>	<u>2,667</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>11,375</u></u>	<u><u>11,372</u></u>
Net Assets per share (RM)		0.0803	0.0327

This unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2022 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 30 JUNE 2023**

	Note	Individual Quarter		Cumulative Quarter	
		Current Quarter 30.06.2023 RM'000	Preceding Year Corresponding Quarter 30.06.2022 RM'000	Current Year To Date 30.06.2023 RM'000	Preceding Year Corresponding Period 30.06.2022 RM'000
Revenue		1,169	1,753	1,691	3,229
Cost of sales and services		(1,046)	(1,142)	(1,508)	(2,421)
Gross profit		123	611	183	808
Other income		6	32	11	87
Administrative and other operating expenses		(1,050)	(1,302)	(2,358)	(2,383)
Operating loss		(921)	(659)	(2,164)	(1,488)
Finance costs		(30)	(29)	(59)	(68)
Loss before taxation	18	(951)	(688)	(2,223)	(1,556)
Taxation	19	-	-	-	-
<b>Loss after tax for the period</b>		<b>(951)</b>	<b>(688)</b>	<b>(2,223)</b>	<b>(1,556)</b>
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Remeasurement of defined benefit liability		-	-	-	-
Income tax relating to remeasurement of defined benefit liability		-	-	-	-
		-	-	-	-
<i>Items that are or may be reclassified subsequently to profit or loss</i>					
Exchange translation differences for foreign operations		67	27	(40)	35
Equity instrument measured at fair value through other comprehensive income		-	328	(655)	246
<b>Total other comprehensive income/(loss) for the period</b>		<b>67</b>	<b>355</b>	<b>(695)</b>	<b>281</b>
		-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>		<b>(884)</b>	<b>(333)</b>	<b>(2,918)</b>	<b>(1,275)</b>
<b>Loss for the period attributable to:</b>					
Owners of the Company		(951)	(688)	(2,223)	(1,556)
<b>Total comprehensive loss attributable to:</b>					
Owners of the Company		(884)	(333)	(2,918)	(1,275)
Loss per share :-					
- Basic (sen)	26	(0.975)	(0.259)	(2.279)	(0.585)
- 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 2022 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 30 JUNE 2023**

**For the period ended 30 June 2023**

	Share capital 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 2023	28,052	(797)	(755)	(17,796)	8,704
Loss for the period	-	-	-	(2,223)	(2,223)
Other comprehensive loss for the period	-	(40)	(655)	-	(695)
Total comprehensive loss for the period	-	(40)	(655)	(2,223)	(2,918)
Issuance of shares through to private placement	2,046	-	-	-	2,046
Balance as at 30 June 2023	30,098	(837)	(1,410)	(20,019)	7,832

**For the period ended 30 June 2022**

	Ordinary 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 2022	28,052	(725)	(1,410)	(13,391)	12,526
Loss for the period	-	-	-	(1,556)	(1,556)
Other comprehensive loss for the period	-	35	246	-	281
Total comprehensive loss for the period	-	35	246	(1,556)	(1,275)
Balance as at 30 June 2022	28,052	(690)	(1,164)	(14,947)	11,251

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 2022 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 30 JUNE 2023**

	Current Year To Date 30.06.2023 RM'000	Preceding Year Corresponding Period 30.06.2022 RM'000
<b>Cash flow from operating activities</b>		
Loss before taxation	(2,223)	(1,556)
Adjustment for:-		
Depreciation of property, plant & equipment	107	128
Depreciation of right-of-use assets	81	50
Interest expense	59	68
Amortisation of intangible assets	18	16
Fair value gain on other investment - money market fund	(7)	(17)
Interest income	(1)	(6)
Gain on disposal of property, plant and equipment	-	(12)
Operating loss before working capital changes	<u>(1,966)</u>	<u>(1,329)</u>
Increase in inventories	(72)	(42)
Increase in receivables	(788)	(869)
Increase in payables	919	453
Cash used in operations	<u>(1,907)</u>	<u>(1,787)</u>
Tax paid	21	(23)
Interest received	1	6
Interest paid	(59)	(68)
<b>Net cash used in operating activities</b>	<u>(1,944)</u>	<u>(1,872)</u>
<b>Cash flows from investing activities</b>		
Redemption of other investment - money market fund	1,000	-
Placement to other investment - money market fund	(1,000)	(1,300)
Acquisition of property, plant & equipment	(6)	(8)
Acquisition of intangible assets	-	(15)
Proceeds from disposal of property, plant and equipment	-	64
<b>Net cash used in investing activities</b>	<u>(6)</u>	<u>(1,259)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares through to private placement	2,046	-
Drawdown of loan	-	367
Repayment of term loan	(32)	(664)
Repayment of lease liabilities	(31)	(5)
<b>Net Cash generated from / (used in) financing activities</b>	<u>1,983</u>	<u>(302)</u>
<b>Net decrease in cash and cash equivalents</b>	33	(3,433)
Exchange differences on cash and cash equivalents	(165)	15
Cash and cash equivalents at beginning of the period	<u>567</u>	<u>4,075</u>
<b>Cash and cash equivalents at the end of the period</b>	<u><u>435</u></u>	<u><u>657</u></u>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	435	657
	<u><u>435</u></u>	<u><u>657</u></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 2022 and the accompanying explanatory notes attached to the interim financial statements.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 30 JUNE 2023**

**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 2022. 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 2022. The interim financial statements of the Group for financial period ended ("FPE") 31 March 2023 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 2022.

**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 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

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 for annual periods beginning on or after 1 January 2024***

- Amendments to MFRS 16, Lease Liability in Sale and Leaseback
- Amendments to MFRS 101, Non-current Liabilities with Convenants

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

- Amendments to MFRS 10 and MFRS 128 - Consolidated Financial Statements, Investments in Associates and Joint ventures, 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 30 JUNE 2023**

**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 2022 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**

There was no significant events incurred during the quarter under review.

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

There was no material events subsequent to the end of the interim period.

**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 2022.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 30 JUNE 2023

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	Trading RM'000	Others RM'000	Consolidated RM'000
<b>Segment Revenue</b>				
Malaysia	265	229	-	494
Indonesia	675	-	-	675
	<u>940</u>	<u>229</u>	<u>-</u>	<u>1,169</u>
<b>Segment Loss</b>				
Malaysia	(200)	(100)	(434)	(734)
Indonesia	(217)	-	-	(217)
	<u>(417)</u>	<u>(100)</u>	<u>(434)</u>	<u>(951)</u>
<b>Segment Assets as per year to date</b>				
Malaysia	4,392	974	3,799	9,165
Indonesia	2,210	-	-	2,210
	<u>6,602</u>	<u>974</u>	<u>3,799</u>	<u>11,375</u>
<b>Segment Liabilities as per year to date</b>				
Malaysia	(1,594)	(883)	(287)	(2,764)
Indonesia	(779)	-	-	(779)
	<u>(2,373)</u>	<u>(883)</u>	<u>(287)</u>	<u>(3,543)</u>

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



**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 30 JUNE 2023**

**14. Review of performance**

**TABLE 1: FINANCIAL REVIEW FOR CURRENT QUARTER AND FINANCIAL YEAR TO DATE  
FOR THE QUARTER ENDED 30 JUNE 2023**

	Individual Quarter				Cumulative Quarter			
	Current Quarter	Preceding Year Corresponding Quarter	Changes Amount	Changes %	Current Year To Date	Preceding Year Corresponding Period	Changes Amount	Changes %
	30.06.2023 RM'000	30.06.2022 RM'000	RM'000		30.06.2023 RM'000	30.06.2022 RM'000	RM'000	
Revenue	1,169	1,753	(584)	-33%	1,691	3,229	(1,538)	-48%
Operating loss	(921)	(659)	(262)	40%	(2,164)	(1,488)	(676)	45%
Loss before taxation	(951)	(688)	(263)	38%	(2,223)	(1,556)	(667)	43%
Loss after tax for the period	(951)	(688)	(263)	38%	(2,223)	(1,556)	(667)	43%
Loss for the period attributable to: Owners of the Company	(951)	(688)	(263)	38%	(2,223)	(1,556)	(667)	43%

During the quarter and period ended 30 June 2023, the Group recorded an unaudited revenue of RM1.17 million, which represents a 33% decrease compared to the revenue of RM1.75 million in the corresponding quarter of the preceding year.

The Managed Customer Loyalty Services ("MCLS") segment remained the major revenue contributor to the Group, with the MCLS segment in Indonesia contributing a significant portion compared to the MCLS business in Malaysia. Although the revenue from the MCLS business in Indonesia decreased by 59%, it still remained the main Group's revenue contributor for the quarter and period under review, accounting for approximately 58% of the total revenue. The revenue from Indonesia has been gradually picking up under the new management team.

In Malaysia, the revenue from the MCLS segment contributed 23% of the total revenue, showing substantial growth from RM0.13 million to RM0.27 million, representing a 112% increment from the preceding corresponding quarter. This significant improvement was the result of an increase in new customers and sales volume.

In addition to the MCLS business, a new retail trading segment resulting from the franchise pharmacy business was reported in the current quarter, contributing RM0.16 million, which accounts for 20% of the Group's total revenue.

The Group's unaudited loss before tax for the quarter and period ended 30 June 2023 amounted to RM0.95 million, representing an increase compared to the loss before tax of RM0.69 million in the corresponding quarter and period of the preceding year. This rise in loss before tax was primarily due to a decrease in the gross profit margin from the Indonesia segment, as the new management team focused on attracting new customers and building the customer portfolio in the competitive market of Indonesia. Unlike the preceding year's correspondent quarter, where higher profit margin project-based sales were incurred under the previous management, the new management had to adjust its sales pricing strategy to attract individual sales, which led to reduced profit margins.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 30 JUNE 2023

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 30.06.2023 RM'000	Immediate Preceding Quarter 31.03.2023 RM'000	Changes Amount RM'000	Changes %
Revenue	1,169	522	647	124%
Operating loss	(921)	(1,243)	322	-26%
Loss before taxation	(951)	(1,272)	321	-25%
Loss after tax for the period	(951)	(1,272)	321	-25%
Loss for the period attributable to: Owners of the Company	(951)	(1,272)	321	-25%

The Group recorded a revenue of RM1.17 million in the current quarter, representing a significant increase of 124% compared to the revenue of RM0.52 million in the preceding quarter. This substantial growth was mainly attributed to the Group's Indonesian subsidiary company, where the new management team's efforts in building new customer portfolios and generating more sales were particularly impactful. Additionally, the pharmacy retail business also experienced a 49% increase in revenue, benefiting from both retail and corporate sales, which contributed to the expansion of the customer base.

The Group recorded an unaudited loss before tax of RM0.95 million, showing improvement compared to the unaudited loss before tax of RM1.27 million in the preceding quarter. This decrease in losses was primarily attributed to a reduction in professional fees incurred. In the previous quarter, professional fees were incurred for the completion of certain corporate exercises, such as Private Placement and Consolidation of Shares.

16. Prospects

The 2nd quarter revenue showed improvements with the inclusion of the CONSTANT pharmacy franchise retail business and improvements of existing business.

Moving forward to the 3rd quarter, the Group's revenue is expected to improve though margins continue to be competitive in line with the current economic market sentiment. The realignment of business strategies and the CONSTANT pharmacy franchise retail had begun to bring fruition and is expected to further enhance the next quarter's performance. On the development and application of a digital insurance platform is still in the planning stage and has yet to come live.

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 30 JUNE 2023

18. Loss before taxation

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

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.06.2023 RM'000	Preceding Year Corresponding Quarter 30.06.2022 RM'000	Current Year To Date 30.06.2023 RM'000	Preceding Year Corresponding Period 30.06.2022 RM'000
Depreciation of property, plant and equipment	53	63	107	128
Depreciation of right-of-use assets	52	25	81	50
Interest expense	19	29	59	68
Amortisation of intangible assets	8	8	18	16
Fair value gain on other investment - money market fund	(4)	(11)	(7)	(17)
Interest income	(1)	(2)	(1)	(6)
Gain on disposal of property, plant and equipment	-	-	-	(12)

19. Taxation

	Current Quarter 30.06.2023 RM'000	Current Year To Date 30.06.2023 RM'000
Current provision	-	-

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.

On 18 January 2023, the Company has obtained approval from Bursa for the multiple proposals. On 3 March 2023, the Company has obtained approval from its shareholders for the multiple proposals.

On 17 March 2023, the Company has consolidated the existing 292,663,666 ordinary shares into 97,554,209 consolidated shares.

On 2 June 2023, the Company submitted an application to Bursa Securities seeking its approval for an extension of time of up to 17 January 2024 for the Company to complete the implementation of the Rights Issue and it was approved on 4 July 2023.

21. Borrowing and lease liabilities

		As at 30.06.2023 RM'000	As at 30.06.2022 RM'000
<b>Short-term - secured:</b>			
Term loan	(a)	64	431
Lease liabilities	(b)	64	4
		<u>128</u>	<u>435</u>
<b>Long-term - secured:</b>			
Term loan	(a)	1,442	1,492
Lease liabilities	(b)	185	-
		<u>1,627</u>	<u>1,492</u>
<b>Total borrowing and lease liabilities - secured:</b>			
Term loan	(a)	1,506	1,923
Lease liabilities	(b)	249	4
		<u>1,755</u>	<u>1,927</u>

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30 JUNE 2023**

**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 30.06.2023		As at 30.06.2022	
	IDR'000	RM'000	IDR'000	RM'000
Term loan	-	-	1,243,000	431

The facility was secured by legal charge over the leasehold building of a subsidiary company. The facility was fully settled in the quarter four of previous year.

**22. Material litigations**

1. Customer Loyalty Solutions Sdn Bhd vs Advance Information Marketing Berhad & 2 others

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.

On 28 February 2023, the Court informed that the Ground of Judgement was being prepared. On 27 March 2023, the Appellant informed that the Grounds of Judgement had not been obtained.

The Court of Appeal vacated the hearing date on 11 April 2023 and fixed 17 August 2023 for hearing of Appeal. The Court further direct parties to file Written Submissions on or before 19 July 2023 and Written Submission in Reply on or before 2 August 2023.

The Court of Appeal had fixed case management dates on 2 August 2023 and 16 August 2023.

On 16 August 2023 via the Court's EFS system, the Appellant solicitors informed the Court that the Appellant is withdrawing the Appeal. The Appellant solicitors on even date sent the Notice of Discontinuance dated 16 August 2023 ("NOD") for the Respondents' approval. The Company thereafter had duly approved the NOD.

In this regard, the Appeal had been concluded.

2. Advance Information Marketing Berhad vs former Executive Director- Chean Meng Hee

The Company had, on 18 May 2023, filed an Originating Summons (Kuala Lumpur High Court No: WA-22NCC-279-05/2023) against the former Executive Director, Chean Meng Hee ("the Defendant") ("Originating Summons") alleging breach of fiduciary duties that resulted in damages amounting to RM2,597,665.71 from the disposal of 24,090,500 Treasury shares on 5 October, 2021.

On 7 June 2023, the solicitors representing the Company informed the Court that the sealed Originating Summons and Affidavit in Support has been served on the Defendant. The Defendant was absent and was not represented. The Court has fixed the next case management on 26 June 2023 for the Defendant to appoint his solicitors.

On 26 June 2023, the High Court has given parties directions on filing of affidavits and submissions. The hearing of the matter has been fixed on 26 October 2023.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30 JUNE 2023**

**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 RM3.44 million which is the fair value of investment in quoted shares that is determined directly by reference to their published market price as at 30 June 2023.

**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 30.06.2023	Preceding Year Corresponding Quarter 30.06.2022	Current Year To Date 30.06.2023	Preceding Year Corresponding Period 30.06.2022
Net loss attributable to equity holders of the parent for the period (RM'000)	(951)	(688)	(2,223)	(1,556)
Weighted average number of shares of RM0.10 each in issue ('000)	<u>97,554</u>	<u>266,059</u>	<u>97,554</u>	<u>266,059</u>
- Basic loss per share (sen)	(0.975)	(0.259)	(2.279)	(0.585)
- 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 24 August 2023.