

ADVANCE INFORMATION MARKETING BERHAD

(Registration No. 200401006266 (644769-D))

(Incorporated in Malaysia)

FINANCIAL REPORT

UNAUDITED FOR THE 3RD QUARTER

ENDED 30 SEPTEMBER 2023

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

		As at 30.09.2023	As at 31.12.2022
	Note	RM'000	RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment	8	5,549	4,365
Right-of-use assets		1,527	1,552
Intangible assets		104	130
Other investments		3,155	4,137
Deferred tax assets		53	50
		<u>10,388</u>	<u>10,234</u>
Current Assets			
Inventories		241	228
Trade receivables		715	173
Other receivables, deposits and prepayments		151	103
Tax recoverable		96	39
Other investment - money market fund		7	28
Cash and bank balances		35	567
		<u>1,245</u>	<u>1,138</u>
TOTAL ASSETS		<u><u>11,633</u></u>	<u><u>11,372</u></u>
EQUITY			
Share capital		30,098	28,052
Accumulated losses		(20,891)	(17,796)
Revaluation reserve		1,252	-
Fair value reserve		(1,737)	(755)
Foreign currency translation reserve		(868)	(796)
TOTAL EQUITY		<u>7,854</u>	<u>8,705</u>
LIABILITIES			
Non-Current Liabilities			
Employee benefits		185	172
Borrowing and lease liabilities	21	1,590	1,689
Deferred tax liabilities		80	-
		<u>1,855</u>	<u>1,861</u>
Current Liabilities			
Trade payables		813	198
Other payables and accruals		979	481
Borrowing and lease liabilities	21	132	127
Provision for taxation		-	-
		<u>1,924</u>	<u>806</u>
TOTAL LIABILITIES		<u>3,779</u>	<u>2,667</u>
TOTAL EQUITY AND LIABILITIES		<u><u>11,633</u></u>	<u><u>11,372</u></u>
Net Assets per share (RM)		0.0805	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 SEPTEMBER 2023

	Note	Individual Quarter		Cumulative Quarter	
		Current Quarter 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Period 30.09.2022 RM'000
Revenue		921	443	2,612	3,672
Cost of sales and services		(803)	(317)	(2,311)	(2,738)
Gross profit		118	126	301	934
Other income		113	96	124	183
Administrative and other operating expenses		(1,073)	(1,161)	(3,431)	(3,544)
Operating loss		(842)	(939)	(3,006)	(2,427)
Finance costs		(30)	(52)	(89)	(120)
Loss before taxation	18	(872)	(991)	(3,095)	(2,547)
Taxation	19	-	-	-	-
Loss after tax for the period		(872)	(991)	(3,095)	(2,547)
<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		(31)	40	(71)	75
Equity instrument measured at fair value through other comprehensive income		(327)	-	(982)	246
Revaluation on property plant and equipment		1,252	-	1,252	-
Total other comprehensive income for the period		894	40	199	321
Total comprehensive income/(loss) for the period		22	(951)	(2,896)	(2,226)
Loss for the period attributable to:					
Owners of the Company		(872)	(991)	(3,095)	(2,547)
Total comprehensive loss attributable to:					
Owners of the Company		22	(951)	(2,896)	(2,226)
Loss per share :-					
- Basic (sen)	26	(0.894)	(0.372)	(3.173)	(0.957)
- 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 30 SEPTEMBER 2023

For the period ended 30 September 2023

	Share capital RM'000	Revaluation Reserve 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	-	-	-	-	(3,095)	(3,095)
Other comprehensive loss for the period	-	1,252	(71)	(982)	-	199
Total comprehensive loss for the period	-	1,252	(71)	(982)	(3,095)	(2,896)
Issuance of shares through to private placement	2,046	-	-	-	-	2,046
Balance as at 30 September 2023	30,098	1,252	(868)	(1,737)	(20,891)	7,854

For the period ended 30 September 2022

	Ordinary Shares RM'000	Revaluation Reserve 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	-	-	-	-	(2,547)	(2,547)
Other comprehensive loss for the period	-	-	75	246	-	321
Total comprehensive loss for the period	-	-	75	246	(2,547)	(2,226)
Balance as at 30 September 2022	28,052	-	(650)	(1,164)	(15,938)	10,300

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 SEPTEMBER 2023

	Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Period 30.09.2022 RM'000
Cash flow from operating activities		
Loss before taxation	(3,095)	(2,547)
Adjustment for:-		
Depreciation of property, plant & equipment	159	184
Depreciation of right-of-use assets	122	75
Interest expense	89	120
Amortisation of intangible assets	32	24
Fair value gain on other investment - money market fund	(7)	(17)
Interest income	(1)	(6)
Gain on disposal of property, plant and equipment	-	(12)
Property, plant and equipment written off	-	-
Operating loss before working capital changes	<u>(2,701)</u>	<u>(2,179)</u>
Increase in inventories	(14)	(132)
Increase in receivables	(589)	(795)
Decrease / (Increase) in payables	1,113	(160)
Cash used in operations	<u>(2,191)</u>	<u>(3,266)</u>
Interest received	1	6
Tax refunded	-	36
Interest paid	(89)	(120)
Tax paid	(57)	-
Net cash used in operating activities	<u>(2,336)</u>	<u>(3,344)</u>
Cash flows from investing activities		
Redemption of other investment - money market fund	1,029	492
Placement to other investment - money market fund	(1,000)	-
Proceeds from disposal of property, plant and equipment	-	62
Acquisition of property, plant & equipment	(8)	(10)
Acquisition of intangible assets	-	(24)
Net cash generated from investing activities	<u>21</u>	<u>520</u>
Cash flows from financing activities		
Proceeds from issuance of shares through to private placement	2,046	-
Drawdown of loan	-	369
Repayment of term loan	(48)	(1,039)
Repayment of lease liabilities	(46)	(8)
Net Cash generated from / (used in) financing activities	<u>1,952</u>	<u>(678)</u>
Net decrease in cash and cash equivalents	(363)	(3,502)
Exchange differences on cash and cash equivalents	(169)	(14)
Cash and cash equivalents at beginning of the period	567	4,075
Cash and cash equivalents at the end of the period	<u>35</u>	<u>559</u>
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	-	-
Cash and bank balances	35	559
	<u>35</u>	<u>559</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 SEPTEMBER 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 SEPTEMBER 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 cyclical

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

In September 2023, a valuation was performed on the office building of a subsidiary company by an independent valuer. The property was valued at RM4.5 million with a net revaluation surplus of RM1.252 million.

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 SEPTEMBER 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	Retail RM'000	Others RM'000	Consolidated RM'000
Segment Revenue				
Malaysia	310	148	-	458
Indonesia	463	-	-	463
	<u>773</u>	<u>148</u>	<u>-</u>	<u>921</u>
Segment Loss				
Malaysia	(191)	(100)	(338)	(629)
Indonesia	(243)	-	-	(243)
	<u>(434)</u>	<u>(100)</u>	<u>(338)</u>	<u>(872)</u>
Segment Assets as per year to date				
Malaysia	5,678	949	3,181	9,808
Indonesia	1,825	-	-	1,825
	<u>7,503</u>	<u>949</u>	<u>3,181</u>	<u>11,633</u>
Segment Liabilities as per year to date				
Malaysia	(1,697)	(957)	(457)	(3,111)
Indonesia	(668)	-	-	(668)
	<u>(2,365)</u>	<u>(957)</u>	<u>(457)</u>	<u>(3,779)</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 30 SEPTEMBER 2023

14. Review of performance

TABLE 1: FINANCIAL REVIEW FOR CURRENT QUARTER AND FINANCIAL YEAR TO DATE
FOR THE QUARTER ENDED 30 SEPTEMBER 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 %
	30.09.2023 RM'000	30.09.2022 RM'000	RM'000		30.09.2023 RM'000	30.09.2022 RM'000	RM'000	
Revenue	921	443	478	108%	2,612	3,672	(1,060)	-29%
Operating loss	(842)	(939)	97	-10%	(3,006)	(2,427)	(579)	24%
Loss before taxation	(872)	(991)	119	-12%	(3,095)	(2,547)	(548)	22%
Loss after tax for the period	(872)	(991)	119	-12%	(3,095)	(2,547)	(548)	22%
Loss for the period attributable to: Owners of the Company	(872)	(991)	119	-12%	(3,095)	-	(548)	22%

During the quarter and period concluding on September 30, 2023, the Group reported unaudited revenue of RM0.92 million. This represents a significant increase compared to the revenue of RM0.44 million recorded during the same quarter in the previous year. Both the Malaysia and Indonesia segments displayed an upturn in their revenue.

The Managed Customer Loyalty Services ("MCLS") segment emerged as the primary contributor to the Group's revenue, constituting 84% of the total revenue. Particularly, the MCLS segment in Malaysia took the lead, contributing 79% of the MCLS revenue for the reviewed quarter and period, surpassing Indonesia. This increase in revenue for the MCLS business in Malaysia, from RM0.17 million to RM0.31 million, can be primarily attributed to a surge in new customers and sales volume.

Meanwhile, the revenue for the MCLS segment in Indonesia experienced a remarkable 71% increase compared to the corresponding quarter in the previous year. This growth was the result of the diligent efforts of the management team in expanding the customer portfolio.

In addition to the MCLS business, a new retail trading segment resulting from the the franchise pharmacy business was reported in current quarter, generating RM0.14 million in revenue, which accounts for 16% of the Group's total revenue.

For the quarter and period ending on September 30, 2023, the Group's unaudited loss before tax was recorded at RM0.87 million, which marks an improvement from the loss before tax of RM0.99 million in the same quarter and period of the preceding year. This reduction in the loss before tax can be attributed mainly to an enhanced gross profit margin in the MCLS business in the Malaysia segment, which partially offset other operating expenses. Additionally, management's cost-saving initiatives played a role in this positive outcome.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 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 30.09.2023 RM'000	Immediate Preceding Quarter 30.06.2023 RM'000	Changes Amount RM'000	Changes %
Revenue	921	1,169	(248)	-21%
Operating loss	(842)	(921)	79	-9%
Loss before taxation	(872)	(951)	79	-8%
Loss after tax for the period	(872)	(951)	79	-8%
Loss for the period attributable to: Owners of the Company	(872)	(951)	79	-8%

In this quarter, the Group reported a revenue of RM0.92 million, representing a slight decrease of 21% when compared to the revenue of RM1.17 million in the previous quarter. This decrease can be primarily attributed to reduced customer orders in both the Group's Indonesian subsidiary company and the pharmacy retail business.

The Group also recorded an unaudited loss before tax of RM0.87 million, a decrease from the unaudited loss before tax of RM0.95 million in the preceding quarter. This reduction in losses is primarily a result of decreased operating expenses, which reflects the management team's efforts to cut costs.

16. Prospects

The 3rd quarter revenue showed decline in revenue despite the inclusion of the CONSTANT pharmacy franchise retail business. The Group's performance is not expected to improve further in the 4th quarter as the Group's businesses are expected to see a slowdown in revenue particularly in December due to year end festivities.

The expected completion of the Proposed Rights Issue in the 4th quarter is only expected to bring benefits into the following year.

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 SEPTEMBER 2023

18. Loss before taxation

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

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Period 30.09.2022 RM'000
Depreciation of property, plant and equipment	52	56	159	184
Depreciation of right-of-use assets	41	25	122	75
Interest expense	30	52	89	120
Amortisation of intangible assets	14	8	32	24
Property, plant and equipment written off	-	-	-	-
Fair value gain on other investment - money market fund	-	-	(7)	(17)
Gain on disposal of property, plant and equipment	-	-	-	(12)
Interest income	-	-	(1)	(6)

19. Taxation

	Current Quarter 30.09.2023 RM'000	Current Year To Date 30.09.2023 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.

On 15 November 2023, the Company had fixed the followings:

- issue price of the Rights Shares at RM0.08 each, which is at a discount of RM0.0207 or 20.56% to the TEAP of RM0.1007, calculated based on the 5D-VWAP up to and including 14 November 2023 (being the last trading day prior to the Price-Fixing Date ("LTD")) of RM0.2043; and
- exercise price of the Warrants at RM0.08, which is at a discount of RM0.0207 or 20.56% to the TEAP of RM0.1007, calculated based on the 5D-VWAP up to and including the LTD of RM0.2043

21. Borrowing and lease liabilities

		As at 30.09.2023 RM'000	As at 30.09.2022 RM'000
Short-term - secured:			
Term loan	(a)	67	66
Lease liabilities	(b)	65	1
		<u>132</u>	<u>67</u>
Long-term - secured:			
Term loan	(a)	1,422	1,487
Lease liabilities	(b)	168	-
		<u>1,590</u>	<u>1,487</u>
Total borrowing and lease liabilities - secured:			
Term loan	(a)	1,489	1,553
Lease liabilities	(b)	233	1
		<u>1,722</u>	<u>1,554</u>

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 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.

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.

On 26 October 2023, the hearing was rescheduled to 6 February 2024.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 SEPTEMBER 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 RM3.11 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 September 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 30.09.2023	Preceding Year Corresponding Quarter 30.09.2022	Current Year To Date 30.09.2023	Preceding Year Corresponding Period 30.09.2022
Net loss attributable to equity holders of the parent for the period (RM'000)	(872)	(991)	(3,095)	(2,547)
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)	(0.894)	(0.372)	(3.173)	(0.957)
- 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 21 November 2023.