

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

	INDIVIDUAL QUARTER UNAUDITED		CUMULATIVE PERIOD UNAUDITED	
	3 MONTHS 31-Mar-23 RM'000	3 MONTHS 31-Mar-22 RM'000	CURRENT PTD ENDED 9 MONTHS 31-Mar-23 RM'000	PRECEDING CORRESPONDING PTD ENDED 9 MONTHS 31-Mar-22 RM'000
<b>Continuing operations</b>				
Revenue	17,238	1,961	52,599	9,111
Cost of sales	(11,906)	(898)	(36,925)	(5,069)
Gross profit	5,332	1,063	15,674	4,042
Other operating income	83	96	446	4,684
Other operating expenses	(2,799)	(2,362)	(9,291)	(7,372)
Finance costs	(51)	(75)	(434)	(217)
Share of loss of an equity-accounted associate	(1)	(12)	(14)	(34)
<b>Profit/(Loss) before tax</b>	2,564	(1,290)	6,381	1,103
Tax (expense)/income	(468)	9	(1,143)	9
<b>Profit/(Loss) after tax from continuing operations</b>	2,096	(1,281)	5,238	1,112
<b>Discontinued operation</b>				
Loss from discontinued operation, net of tax	-	(270)	-	(879)
<b>Profit/(Loss) for the financial quarter/period</b>	2,096	(1,551)	5,238	233
<b>Other comprehensive (loss)/income, net of tax</b>				
- Item that will be reclassified subsequently to profit or loss				
Foreign currency translation for foreign operations, net of tax	(58)	(17)	(219)	20
<b>Other comprehensive (loss)/income for the financial quarter/period, net of tax</b>	(58)	(17)	(219)	20
<b>Total comprehensive income/(loss) for the financial quarter/period</b>	2,038	(1,568)	5,019	253
<b>Profit/(Loss) attributable to:-</b>				
Owners of the parent - continuing operations	1,553	(1,135)	3,511	1,530
- discontinued operation	-	(270)	-	(879)
Non-controlling interests	543	(146)	1,727	(418)
<b>Profit/(Loss) after tax from continuing operations</b>	2,096	(1,551)	5,238	233
<b>Total comprehensive income/(loss) attributable to:-</b>				
Owners of the parent - continuing operations	1,495	(1,152)	3,292	1,550
- discontinued operation	-	(270)	-	(879)
Non-controlling interests	543	(146)	1,727	(418)
<b>Total comprehensive income/(loss) for the financial quarter/period</b>	2,038	(1,568)	5,019	253
EPS attributable to owners of the parent (sen)				
- Basic and diluted				
Continuing operations	0.21	(0.15)	0.47	0.21
Discontinued operation	-	(0.04)	-	(0.12)
	0.21	(0.19)	0.47	0.09

(The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 30 June 2022.)

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2023**

	<b>UNAUDITED AS AT 31-Mar-23 RM'000</b>	<b>AUDITED AS AT 30-Jun-22 RM'000</b>
<b>Non-Current Assets</b>		
Property, plant and equipment	3,186	3,134
Right-of-use assets	249	439
Goodwill on consolidation	8,726	8,726
Investment in an associate	103	117
Cash and bank balances	525	525
	<u>12,789</u>	<u>12,941</u>
<b>Current Assets</b>		
Inventories	10,041	3,229
Trade receivables	15,008	6,733
Other receivables, deposits and prepayments	7,181	5,577
Current tax assets	527	566
Cash and bank balances	29,660	26,511
	<u>62,417</u>	<u>42,616</u>
<b>TOTAL ASSETS</b>	<u>75,206</u>	<u>55,557</u>
<b>Equity attributable to owners of the parent</b>		
Share capital	60,054	60,054
Reverse acquisition reserve	(131,013)	(131,013)
Exchange translation reserve	(3,543)	(3,324)
Retained earnings	103,608	100,097
	<u>29,106</u>	<u>25,814</u>
Non-controlling interest	5,817	4,196
<b>TOTAL EQUITY</b>	<u>34,923</u>	<u>30,010</u>
<b>Non-Current Liabilities</b>		
Lease liabilities/Finance lease liabilities	88	240
Borrowings	773	3,380
Provision for restoration cost	21	34
Other payables	525	525
Deferred tax liabilities	34	34
	<u>1,441</u>	<u>4,213</u>
<b>Current Liabilities</b>		
Trade payables	11,200	2,510
Other payables, deposits and accruals	22,846	12,218
Lease liabilities/Finance lease liabilities	211	230
Redeemable preference shares	4,000	-
Borrowings	78	5,570
Current tax payables	507	806
	<u>38,842</u>	<u>21,334</u>
	<u>40,283</u>	<u>25,547</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>75,206</u>	<u>55,557</u>
<b>Net assets per share (sen)</b>	<u>3.90</u>	<u>3.46</u>

\* Net assets per share attributable to owners of the Company is computed based on Total Shareholders' Funds (excluding Non-controlling interests) divided by the total number of ordinary shares in issue.

(The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 30 June 2022.)

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

	<----- Attributable to owners of the Parent ----->			Retained earnings RM'000	Total RM'000	Non-controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->		<-Distributable ->				
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000				
<b>Unaudited Nine Months Financial Period Ended 31 March 2023</b>							
Balance as at 1 July 2022	60,054	(131,013)	(3,324)	100,097	25,814	4,196	30,010
Profit for the financial period	-	-	-	3,511	3,511	1,727	5,238
Foreign currency translation for foreign operations, net of tax	-	-	(219)	-	(219)	-	(219)
Total comprehensive income for the financial period	-	-	(219)	3,511	3,292	1,727	5,019
<b>Transaction with owners</b>							
Dividend paid	-	-	-	-	-	(106)	(106)
Total transaction with owners	-	-	-	-	-	(106)	(106)
Balance as at 31 March 2023	<u>60,054</u>	<u>(131,013)</u>	<u>(3,543)</u>	<u>103,608</u>	<u>29,106</u>	<u>5,817</u>	<u>34,923</u>

	<----- Attributable to owners of the Parent ----->			Retained earnings RM'000	Total RM'000	Non-controlling interest RM'000	Total equity RM'000
	<----- Non-distributable ----->		<-Distributable ->				
	Share capital RM'000	Reverse acquisition reserve RM'000	Exchange translation reserve RM'000				
<b>Unaudited Nine Months Financial Period Ended 31 March 2022</b>							
Balance as at 1 July 2021	60,054	(131,013)	(3,488)	99,472	25,025	537	25,562
Deconsolidation of a subsidiary	-	-	233	-	233	-	233
Profit/(Loss) for the financial period	-	-	-	651	651	(418)	233
Foreign currency translation for foreign operations, net of tax	-	-	20	-	20	-	20
Total comprehensive income/(loss) for the financial period	-	-	20	651	671	(418)	253
Balance as at 31 March 2022	<u>60,054</u>	<u>(131,013)</u>	<u>(3,235)</u>	<u>100,123</u>	<u>25,929</u>	<u>119</u>	<u>26,048</u>

(The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 30 June 2022.)

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

	UNAUDITED CURRENT PERIOD TO DATE ENDED 31-Mar-23 RM'000	UNAUDITED PRECEDING FINANCIAL PERIOD ENDED 31-Mar-22 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax		
- continuing operations	6,381	1,103
- discontinued operation	-	(879)
	<u>6,381</u>	<u>224</u>
Adjustment for non-cash items:		
Amortisation of intangible assets	-	44
Depreciation of property, plant and equipment	506	495
Depreciation of right-of-use assets	190	103
Gain on disposal of property, plant and equipment	-	(6)
Gain on deconsolidation of a subsidiary	-	(4,339)
Impairment losses on trade and other receivables	55	15
Interest expense	434	217
Interest income	(168)	(125)
Inventories written off/written down	-	10
Net unrealised gain on foreign exchange	(141)	(61)
Property, plant and equipment written off	23	-
Reversal of obsolete stock	(15)	-
Share of loss of an equity-accounted associate	14	34
	<u>7,279</u>	<u>(3,389)</u>
Operating profit/(loss) before working capital changes		
Net changes in assets	(16,722)	1,855
Net changes in liabilities	19,563	263
	<u>10,120</u>	<u>(1,271)</u>
Cash generated from/(used in) operations		
Interest paid	(246)	(197)
Tax paid	(1,404)	(153)
	<u>8,470</u>	<u>(1,621)</u>
Net cash from/(used in) operating activities		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	168	125
Placement of deposits with licensed banks	(95)	(84)
Proceed from disposal of property, plant and equipment	13	14
Purchase of intangible assets	-	(798)
Purchase of property, plant and equipment	(593)	(1,169)
Repayment from an associate	9	3
Placement of deposits with licensed banks with maturity more than three months	(2,573)	-
Proceed from issue of redeemable preference shares to non-controlling interest in a subsidiary company	4,000	-
	<u>929</u>	<u>(1,909)</u>
Net cash from/(used in) investing activities		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities/finance lease liabilities	(171)	(91)
Repayment of borrowings	(2,853)	-
Repayment to related parties	(164)	(1,804)
Interest paid	(182)	(21)
Dividend paid to non-controlling interests	(106)	-
	<u>(3,476)</u>	<u>(1,916)</u>
Net cash used in financing activities		
Net change in cash and cash equivalents	5,923	(5,446)
Cash and cash equivalents at beginning of financial period	9,942	12,956
Effect of foreign exchange on opening balance	(197)	103
	<u>15,668</u>	<u>7,613</u>
Cash and cash equivalents at end of financial period		

*(The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these consolidated interim financial information and the audited financial statements for the financial year ended 30 June 2022.)*

**PART A:**  
**Notes to the Consolidated Interim Financial Information**

**1 Basis of preparation**

The consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standard ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The consolidated interim financial information should be read in conjunction with the audited financial statements for the financial year ended 30 June 2022. The explanatory notes attached to this consolidated interim financial information 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 financial year ended 30 June 2022.

**2 Significant Accounting Policies**

The accounting policies and methods of computation and presentation adopted by the Group in these interim consolidated financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2022, except for the adoption of the following new/revised MFRSs and Amendments to MFRSs:-

Amendments to MFRS 3	Reference to the Conceptual Frameworks
Amendments to MFRS 116	Property, plant and equipment – Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract
Amendments to MFRSs	Annual Improvements to MFRS Standards 2018 - 2020

The adoption of the above Amendments to MFRSs does not have significant financial impact to the Group.

The following are new standards, amendments and that have been issued by the MASB but have not been early adopted by the Group:

Amendments to MFRS 16	Lease liability in a Sale and Leaseback
MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Initial Application of MFRS 17 and MFRS 9 - Comparative Information
Amendments to MFRS 4	Extension of the Temporary Exemptions from Applying MFRS 9
Amendments to MFRS 101	Classification of liabilities as Current or Non-current
Amendments to MFRS 101	Disclosure of Accounting Policies
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 108	Definitions of Accounting Estimates
Amendments to MFRS 112	Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture

These new and amended standards will have no material impact on the financial statements of the Group upon their initial application.

**3 Qualification of independent auditors' report on preceding annual audited financial statements**

The auditors' report on the financial statements for the financial year ended 30 June 2022 was an unqualified opinion.

**4 Seasonal and cyclical factors**

The business of the Group was not affected by any seasonal and cyclical factors.

**5 Unusual items due to their nature, size or incidence**

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows during the quarter under review.

**6 Material changes in estimates**

There were no material changes in estimates during the quarter under review.

**PART A:**  
**Notes to the Consolidated Interim Financial Information**

**7 Debt and equity securities**

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

**8 Dividends paid**

There were no dividends paid during the quarter under review.

**9 Segmental information**

The Group's reportable segments were identified as follows:-

- Information and Communication Technology ("ICT") – Provision of a comprehensive range of tele/data communication, network infrastructure, industrial automation and network performance monitoring solutions and related services.

Others segment comprises operations related to investment holding activities, sales and distribution and reselling of hardware and software products, consumer food and related products and services and subsidiaries that have ceased operations and remained inactive.

Business Segments	Discontinued operations			----- Continuing operations -----			Eliminations RM'000	Consolidation RM'000
	Food Manufacturing RM'000	ICT RM'000	Others RM'000	Total Continuing Operations RM'000	Total Continuing and Discontinued Operation RM'000			
<b>Nine Months Financial Period Ended 31 March 2023</b>								
External sales	-	52,599	-	52,599	52,599	-	-	52,599
Inter segment sales	-	707	360	1,067	1,067	(1,067)	-	-
Total sales	-	53,306	360	53,666	53,666	(1,067)	-	52,599
Segment results	-	7,685	(350)	7,335	7,335	(688)	-	6,647
Finance costs	-	(434)	-	(434)	(434)	-	-	(434)
Interest Income	-	150	18	168	168	-	-	168
Profit/(Loss) before tax	-	7,401	(332)	7,069	7,069	(688)	-	6,381
Taxation	-	(1,143)	-	(1,143)	(1,143)	-	-	(1,143)
Profit/(Loss) for the period	-	6,258	(332)	5,926	5,926	(688)	-	5,238
Segment assets	-	57,550	47,792	105,342	105,342	(30,136)	-	75,206

<b>Nine Months Financial Period Ended 31 March 2022</b>								
External sales	983	8,510	601	9,111	10,094	-	-	10,094
Inter segment sales	490	3	360	363	853	(853)	-	-
Total sales	1,473	8,513	961	9,474	10,947	(853)	-	10,094
Segment results	(781)	(1,545)	2,683	1,138	357	(41)	-	316
Finance costs	(133)	(217)	-	(217)	(350)	133	-	(217)
Interest Income	-	84	345	429	429	(304)	-	125
Profit/(Loss) before tax	(914)	(1,678)	3,028	1,350	436	(212)	-	224
Taxation	-	9	-	9	9	-	-	9
Profit/(Loss) for the period	(914)	(1,669)	3,028	1,359	445	(212)	-	233
Segment assets	7,823	17,853	29,113	46,966	54,789	(18,605)	-	36,184

**Major Customers**

Major customers with revenue equal or more than 10% of the Group's total revenue for current financial period are as follows:

Customer A	RM'000
Customer B	17,607
	<u>14,723</u>

**PART A:**  
**Notes to the Consolidated Interim Financial Information**

**10 Related Party Disclosures**

Significant related party transactions are as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 MONTHS ENDED 31-Mar-23 RM'000	3 MONTHS ENDED 31-Mar-22 RM'000	9 MONTHS ENDED 31-Mar-23 RM'000	9 MONTHS ENDED 31-Mar-22 RM'000
Sale of goods and services to related parties	213	105	540	308
Purchase of goods and services from related parties	-	-	3	11
Disposal of property, plant and equipment to a related party	13	-	13	-
Corporate secretarial services fees paid/payable to related parties	17	71	98	117
Share office, network, data center and other services	59	97	359	289

**11 Carrying amount of revalued assets**

There were no changes to the valuation of property, plant and equipment during the quarter under review.

**12 Change in the composition of the Group**

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

**13 Changes in contingent liabilities or contingent assets**

Bank guarantee granted for the quarter under review are as follows:-

	RM'000
Bank guarantees given by financial institutions in respect of projects of the Group	1,540

**14 Cash and bank balances**

For the Consolidated Statement of Cash Flows, cash and cash equivalents include the following:

	AS AT 31-Mar-23 RM'000
Cash and bank balances	15,143
Fixed deposits with licensed financial institutions	15,042
	<u>30,185</u>
Less: Fixed deposits pledged with licensed banks	(6,990)
Less: Fixed deposits with licensed banks with maturity more than three months	(7,527)
	<u>15,668</u>

**PART B:****EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023****1 Detailed analysis of performance**

The detailed breakdown of revenue by operating segments of the Group are as follows:-

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 MONTHS ENDED 31-Mar-23 RM'000	3 MONTHS ENDED 31-Mar-22 RM'000	Variance %	9 MONTHS ENDED 31-Mar-23 RM'000	9 MONTHS ENDED 31-Mar-22 RM'000	Variance %
<b>Continuing operations</b>						
ICT	17,578	1,796	>+100.0	53,306	8,513	>+100.0
Others	120	285	(57.9)	360	961	(62.5)
	<u>17,698</u>	<u>2,081</u>	>+100.0	<u>53,666</u>	<u>9,474</u>	>+100.0
Less: Inter Segment Revenue	(460)	(120)		(1,067)	(363)	
External Revenue	<u>17,238</u>	<u>1,961</u>	>+100.0	<u>52,599</u>	<u>9,111</u>	>+100.0
<b>Revenue from discontinued operation</b>						
Food Manufacturing	-	369	>-100.0	-	983	>-100.0
<b>Total Group Revenue</b>	<u>17,238</u>	<u>2,330</u>	>+100.0	<u>52,599</u>	<u>10,094</u>	>+100.0

In the financial quarter under review, the ICT business segment recorded higher revenue of RM17.58 million, compared to revenue of RM1.80 million achieved in the previous corresponding quarter due to higher revenue contribution from all three ICT companies, Diversified Gateway Berhad ("DGB"), Excel Commerce Solutions Sdn. Bhd. ("EXCEL") and Finther Tecnologica Sdn. Bhd. ("FINHER").

The detailed breakdown of profit/(loss) before tax by business segments of the Group are as follow:-

	INDIVIDUAL QUARTER			CUMULATIVE PERIOD		
	3 MONTHS ENDED 31-Mar-23 RM'000	3 MONTHS ENDED 31-Mar-22 RM'000	Variance %	9 MONTHS ENDED 31-Mar-23 RM'000	9 MONTHS ENDED 31-Mar-22 RM'000	Variance %
<b>Continuing operations</b>						
ICT	3,260	(727)	>+100.0	7,764	(1,684)	>+100.0
Others	(696)	(563)	+23.6	(1,383)	2,787	>-100.0
Profit/(Loss) before tax	<u>2,564</u>	<u>(1,290)</u>		<u>6,381</u>	<u>1,103</u>	
<b>Loss before tax from discontinued operation</b>						
Food Manufacturing	-	(270)	>+100.0	-	(879)	>+100.0
<b>Profit/(Loss) before tax</b>	<u>2,564</u>	<u>(1,560)</u>	>+100.0	<u>6,381</u>	<u>224</u>	>+100.0

The Group recorded profit before tax of RM2.56 million, compared to loss before tax of RM1.56 million in the corresponding quarter of the preceding year due to profit contribution from ICT segment as a result of higher revenues.



**PART B:**

**EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

**2 Variation of results against preceding quarter**

	<b>3 MONTHS ENDED 31-Mar-23 RM'000</b>	<b>3 MONTHS ENDED 31-Dec-22 RM'000</b>
Revenue		
Continuing operations	17,238	29,699
Discontinued operation	-	-
	<u>17,238</u>	<u>29,699</u>
Profit before tax		
Continuing operations	2,564	3,471
Discontinued operation	-	-
	<u>2,564</u>	<u>3,471</u>

The Group recorded a lower revenue of RM17.24 million for the current quarter as compared to revenue of RM29.70 million in the immediate preceding quarter due to lower project billings during the quarter.

The Group recorded a lower profit before tax of RM2.56 million, compared to profit before tax of RM3.47 million in the immediate preceding quarter due to lower project billings during the quarter.

**3 Prospects**

The Group's key operations are focussed in the ICT business segment for FY2023.

For the current quarter ending 31 March 2023 under review, the Group's ICT business continued to show significant revenue growth year-on-year following post-pandemic rolling out of projects in the Malaysian economy.

DGB continued to experience backlogged deliveries despite improving lead times for its high-end network equipment business during the quarter. The Group expects supply times to continue to improve even though the high-end equipment sector is still subject to continued disruption brought about by evolving geo-political restrictions on technology transfers.

The ICT businesses of EXCEL and FINETHER continue to contribute positively to the Group's revenue and profit for the current quarter under review. The Group is continuing to integrate the businesses of DGB, EXCEL and FINETHER in the ICT segment over the next few quarters and the Group's outlook remains positive for the rest of FY2023 into FY2024.

**4 Profit forecast**

Not applicable.

**5 Tax expense**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE PERIOD</b>	
	<b>3 MONTHS ENDED 31-Mar-23 RM'000</b>	<b>3 MONTHS ENDED 31-Mar-22 RM'000</b>	<b>9 MONTHS ENDED 31-Mar-23 RM'000</b>	<b>9 MONTHS ENDED 31-Mar-22 RM'000</b>
Current tax expense				
- Malaysia taxation	468	-	1,151	-
Over provision in prior year				
- Malaysia taxation	-	(9)	(8)	(9)
	<u>468</u>	<u>(9)</u>	<u>1,143</u>	<u>(9)</u>

The Group's effective tax rate for the current financial period is disproportionate to the statutory tax rate due to certain expenses being not deductible for tax purposes.

**PART B:**

**EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

**6 Unquoted investments and properties**

There were no purchase or disposal of unquoted investments and properties during the financial quarter under review.

**7 Quoted securities**

There were no acquisitions or disposal of quoted securities during the financial quarter under review.

**8 Status of corporate proposals**

The Company is deemed an Affected Listed Corporation ("ALC") under the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements") on 6 January 2020, upon completion of the disposal of 24,500 ordinary shares, representing 100.0% equity interest in ISS Consulting (Thailand) Ltd ("ISST"). The Company was originally given 24 months from 6 January 2020 to regularise its condition.

On 28 January 2022, M & A Securities Sdn. Bhd. ("M & A Securities"), on behalf of the Board of DFX, announced that Bursa Malaysia Securities Berhad ("Bursa Securities") had vide its letter dated 27 January 2022 granted the Company an extension of time of 6 months up to 6 July 2022 to submit a regularisation plan to Bursa Securities.

On 5 July 2022, M & A Securities, on behalf of the Board of DFX, announced that the Company proposed to undertake the Proposed Regularisation Plan to regularise its financial condition in accordance with Rule 8.04(3) of the Listing Requirements, as follows:

- (i) a proposed renounceable rights issue on the basis of 1 new ordinary share in DFX ("Right Share(s)") for every 2 existing ordinary shares held in DFX ("DFX Share(s)" or "Share(s)"), together with free detachable warrants ("Warrants") on the basis of 1 Warrant for every 1 Rights Share subscribed for, by the entitled shareholders whose names appear in the record of depositors of DFX on an entitlement date to be determined later; and
- (ii) a proposed establishment of an employees' share option scheme of up to 15.0% of the total issued DFX Shares (excluding treasury shares, if any) at any point in time during the duration of the scheme, for the eligible directors and employees of DFX Group.

(Collectively, referred to as "Proposed Regularisation Plan").

On the same day, M & A Securities, on behalf of DFX, submitted an application to Bursa Securities for another 6-month extension of time up to 6 January 2023 to submit its regularisation plan to Bursa Securities.

On 5 August 2022, M & A Securities, on behalf of the Board of DFX, announced that Bursa Securities had vide its letter dated 4 August 2022 granted the Company an extension of time of 6 months up to 5 January 2023 to submit its regularisation plan to Bursa Securities.

On 3 January 2023, M & A Securities, on behalf of DFX, submitted another application to Bursa Securities for a further extension of time of 6 months up to 5 July 2023 to submit its regularisation plan to Bursa Securities.

On 7 February 2023, M & A Securities, on behalf of the Board of DFX, announced that Bursa Securities had vide its letter dated 3 February 2023 granted the Company a further extension of time of 6 months up to 5 July 2023 to submit its regularisation plan to Bursa Securities.

The due diligence work for the Proposed Regularisation Plan is still ongoing alongside the Group's continued efforts in growth of its business operations.

**PART B:**
**EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD  
 FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**
**9 Status of approved utilisation of proceeds of the disposal of ISST**

The status of the utilisation of the disposal proceeds of ISST are as follows: -

	Status	Original Utilisation of Proceeds	Variation of Utilisation of Proceeds	Utilisation To-date	Remaining Balance	Intended timeframe for utilisation (from the date of completion i.e. 06 January 2020)
Purpose		RM'000	RM'000	RM'000	RM'000	
For the operation of:-						
- QBI Packaging Sdn Bhd	Completed	10,000	5,000	5,000	-	Within 30 months
Payment of "Golden Handcuff" incentive to Wisit Wirayagorn	-	4,459	4,459	3,790	669	Note 1 - Extended by another 12 months to 48 months
Repayment of short-term borrowings	Completed	6,000	6,000	6,000	-	Within 12 months
Proposed special dividend	Completed	6,000	3,000	3,000	-	Within 9 months
DFX working capital	-	5,122	13,122	8,122	5,000	Note 1 - Extended by another 12 months to 48 months
Estimated expenses in relation to the disposal of ISST	Completed	450	450	450	-	Immediately
		<b>32,031</b>	<b>32,031</b>	<b>26,362</b>	<b>5,669</b>	

**Note 1** – The Company have extended the utilisation of the unutilised balance of RM5.67 million by another 12 months period.

**10 Borrowings and debts securities**

The Group's borrowings and debts securities as at 31 March 2023 are as follows:

**Bank Borrowings**

	<b>RM'000</b>
Short term bank borrowings	
- Term loan – secured	78
Long term bank borrowings	
- Term loan – secured	773
	<u>851</u>

**Debts Securities**

	<b>RM'000</b>
Redeemable Preference Shares ("RPS")	
RPS to non-controlling interest in a subsidiary company	<u>4,000</u>

**11 Changes in material litigation**

There was no material litigation against the Group as at reporting date.

**12 Dividends**

No dividends have been recommended during the quarter ended 31 March 2023.

**PART B:**

**EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

**13 Earnings per ordinary share**

**(a) Basic earnings per ordinary share**

Basic earnings per ordinary share for the financial period under review is calculated based on the Group's profit after tax and non-controlling interests divided by the weighted average ("WA") number of ordinary shares in issue during the financial period.

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 MONTHS ENDED 31-Mar-23 RM'000	3 MONTHS ENDED 31-Mar-22 RM'000	9 MONTHS ENDED 31-Mar-23 RM'000	9 MONTHS ENDED 31-Mar-22 RM'000
Profit/(Loss) after tax attributable to the owners of the parent				
Continuing operations	1,553	(1,135)	3,511	1,530
Discontinued operation	-	(270)	-	(879)
	<u>1,553</u>	<u>(1,405)</u>	<u>3,511</u>	<u>651</u>
WA number of ordinary shares in issue ('000)	745,731	745,731	745,731	745,731
Basic profit/(loss) per ordinary share (sen)				
Continuing operations	0.21	(0.15)	0.47	0.21
Discontinued operation	-	(0.04)	-	(0.12)
	<u>-</u>	<u>(0.04)</u>	<u>-</u>	<u>(0.12)</u>

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

The Group has no potential ordinary shares in issue as at reporting date and therefore, diluted earnings per share has not been presented.

**14 Profit before tax**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	3 MONTHS ENDED 31-Mar-23 RM'000	3 MONTHS ENDED 31-Mar-22 RM'000	9 MONTHS ENDED 31-Mar-23 RM'000	9 MONTHS ENDED 31-Mar-22 RM'000
Profit before tax is arrived at after charging:-				
Amortisation of intangible assets	-	15	-	44
Depreciation of property, plant and equipment	161	146	506	495
Depreciation of right-of-use assets	56	34	190	103
Inventories written off	-	7	-	10
Interest expenses	51	75	434	217
Impairment loss on receivables	-	-	55	15
Realised loss on foreign exchange	(36)	2	31	4
Unrealised loss on foreign exchange	-	12	-	12
Property, plant and equipment written off	20	-	23	-
	<u>20</u>	<u>-</u>	<u>23</u>	<u>-</u>

**PART B:**
**EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD  
 FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

And crediting:-

Gain on disposal of property, plant and equipment	-	-	-	6
Gain on deconsolidation of a subsidiary	-	-	-	4,339
Interest income	44	35	168	125
Realised gain on foreign exchange	-	-	53	4
Reversal of obsolete stock	-	-	15	-
Unrealised gain on foreign exchange	63	57	141	73
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