

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended		12 months ended	
		30/09/2021 RM'000 (Unaudited)	30/09/2020 RM'000 (Audited)	30/09/2021 RM'000 (Unaudited)	30/09/2020 RM'000 (Audited)
Continuing Operations					
Revenue	B1, B2	10,920	12,349	10,920	12,349
Less: Cost of sales	B6, B7	(10,004)	(10,967)	(10,004)	(10,967)
Gross Profit		916	1,382	916	1,382
Other operating income		170	56	170	56
Employee benefits	B7	(711)	(595)	(711)	(595)
Key management personnels's remuneration	B7	(481)	(361)	(481)	(361)
Depreciation & amortisation	B7	(542)	(867)	(542)	(867)
Other operating expenses	B7	(927)	(430)	(927)	(430)
Profit / (Loss) from operations		(1,575)	(815)	(1,575)	(815)
Finance costs	B6, B7	(54)	(85)	(54)	(85)
Profit / (Loss) before taxation	B1, B2	(1,629)	(900)	(1,629)	(900)
Income tax recover / (expenses)	B5	-	-	-	-
Profit / (Loss) from continuing operations for the period		(1,629)	(900)	(1,629)	(900)
Discontinued Operations					
Profit / (Loss) from discontinued operations, net of tax		-	(418)	-	(418)
Profit / (Loss) for the period		(1,629)	(1,318)	(1,629)	(1,318)
Other Comprehensive income					
- Currency translation difference not recognised in income statement		-	-	-	-
Total comprehensive Profit / (loss) for the period		(1,629)	(1,318)	(1,629)	(1,318)
Profit / (Loss) Attributable to:					
Owner of the Parent		(1,620)	(1,105)	(1,620)	(1,105)
Non-controlling interest		(9)	(213)	(9)	(213)
		(1,629)	(1,318)	(1,629)	(1,318)
Total comprehensive Profit / (Loss) attributable to :					
Owner of the Parent		(1,620)	(1,105)	(1,620)	(1,105)
Non-controlling interest		(9)	(213)	(9)	(213)
		(1,629)	(1,318)	(1,629)	(1,318)
Profit / (loss) per share (sen)					
- Basic	B12	(0.20)	(0.14)	(0.20)	(0.14)
- Diluted	B12	(0.20)	(0.14)	(0.20)	(0.14)

Note:

The unaudited Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying note attached to this interim financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	Unaudited As At 30/09/2021 RM'000	Audited As At 30/06/2021 RM'000
Assets			
Non-current Assets			
Property, plant and equipment		746	784
Right of use assets		788	943
Intangible asset		3,016	3,362
Goodwill on consolidation		2,194	2,194
Lease receivables		335	1,879
Total Non-current Assets		7,079	9,162
Current Assets			
Trade receivables		9,663	9,714
Other receivables, deposits and prepayments		3,492	1,443
Lease receivables		5,317	5,413
Other Investments		1,094	-
Inventory		3,209	4,372
Current tax asset		211	271
Fixed deposits with licensed banks		10,859	17,264
Cash and bank balances		2,354	1,344
Total Current Assets		36,199	39,821
Total Assets		43,278	48,983
Equity and Liabilities			
Share capital		54,857	54,857
Capital Reserve		-	-
Accumulated (losses)		(22,998)	(21,378)
Non controlling interest		13	22
Total Equity		31,872	33,501
Non-current Liabilities			
Lease Liabilities	B9	1,724	2,853
Deferred tax liability		10	10
Deferred Income		-	23
Total Non-current Liabilities		1,734	2,886
Current Liabilities			
Trade payables		559	2,399
Other payables & accruals		1,459	1,877
Bank overdraft		2,245	2,613
Lease Liabilities	B9	5,318	5,572
Deferred Income		91	91
Tax Payables	B5	-	44
Total Current Liabilities		9,672	12,596
Total Liabilities		11,406	15,482
Total Equity and Liabilities		43,278	48,983
Net assets per share attributable to ordinary equity holders of the parent company (RM)		0.04	0.04

Note:

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying note attached to this interim financial report.

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Note	Period ended 30/09/2021 Unaudited RM'000	Year ended 30/06/2021 Audited RM'000
Cash flows from/(for) operating activities			
Loss before taxation:			
-Continuing operation		(1,629)	(4,587)
-Discontinuing operation		-	(427)
		(1,629)	(5,014)
Adjustment for:-			
Amortisation of intangible assets - included discontinued operations		345	2,485
Depreciation of property, plant and equipment & right of use assets- included discontinued operations		197	826
Interest income		(54)	(152)
Finance income lease receivables		(96)	(566)
Lease liabilities interest expense	B6	111	653
Bank Overdraft interest expense		46	197
Fair value adjustments on other investment		282	-
Impairment loss of Intangible assets		-	2,011
Impairment of trade receivables		-	606
Gain from the disposal before waiver of owing by disposed subsidiary		-	(4,452)
Waiver of indebtedness owed by disposed subsidiary		-	1,900
Gain on lease modification		-	(70)
Written off Inventory		-	266
Bad debts of other receivables		-	8
		(798)	(1,302)
Operating loss before working capital changes		(798)	(1,302)
(Increase)/ Decrease in trade and other receivables		(1,997)	1,944
Increase/ (Decrease) in trade and other payables		(2,168)	1,191
Increase/ (Decrease) in deferred income		(23)	(27)
(Increase)/ Decrease in inventory		1,163	(1,067)
		(3,823)	739
Cash flows from/(for) operating activities			
Interest income		54	152
Bank overdraft interest expense		(46)	(197)
Taxation refund		43	114
Taxation paid		(116)	(248)
		(3,888)	560
Net cash from/(for) operating activities			
Cash flows from/(for) investing activities			
Purchase of property, plant and equipment		(4)	(84)
Addition of intangible assets		-	(53)
Repayment of lease receivables		1,735	5,679
Net cashflow from disposal of subsidiary		-	3,141
Purchase of quoted investments		(1,376)	-
Disposal of fixed assets, property, plant and equipment		-	-
		355	8,683
Net cash from/(for) investing activities			
Cash flows from/(for) financing activities			
Repayment of lease liabilities		(1,494)	(6,032)
Repayment to directors		-	-
Proceeds from issuance of shares from private placement		-	8,120
		(1,494)	2,088
Net cash from/(for) financing activities			
Net increase/(decrease) in cash and cash equivalents		(5,027)	11,331
Effects of foreign exchange translation		-	-
Cash and cash equivalents at beginning of the financial year		15,995	4,664
Cash and cash equivalents at end of the financial period		10,968	15,995
<u>Cash and cash equivalents at the end of the financial period comprises the following :-</u>			
Fixed deposits with licensed banks		10,859	17,264
Cash and bank balances		2,354	1,344
Bank overdraft		(2,245)	(2,613)
		10,968	15,995

Note:

The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying notes attached to this interim financial report.

TECHNODEX BHD

Registration No. 200301025214 (627634-A)

(Incorporated in Malaysia)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2021

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company			Attributable to owners of the Company RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Capital Reduction Reserve RM'000	Accumulated Losses RM'000			
- Disposal of shares in a subsidiary						
Balance at 1 July 2021	54,857	-	(21,378)	33,479	22	33,501
Contribution by Owners of the Company						
- Issuance of shares	-	-	-	-	-	-
Changes in ownership interests in subsidiaries						
- Disposal of shares in a subsidiary					-	-
- Acquisition of non-controlling interest					-	-
Total comprehensive loss for the financial period	-	-	(1,620)	(1,620)	(9)	(1,629)
	-	-	(1,620)	(1,620)	(9)	(1,629)
Balance at 30 June 2022	<u>54,857</u>	<u>-</u>	<u>(22,998)</u>	<u>31,859</u>	<u>13</u>	<u>31,872</u>
Balance at 1 July 2020	46,737	-	(16,424)	30,313	(943)	29,370
Contribution by Owners of the Company						
- Issuance of shares	8,120	-	-	8,120	-	8,120
Changes in ownership interests in subsidiaries						
- Disposal of shares in a subsidiary					1,232	1,232
- Acquisition of non-controlling interest			18	18	(18)	-
Total comprehensive loss for the financial year	-	-	(4,972)	(4,972)	(249)	(5,221)
	-	-	(4,972)	(4,972)	(249)	(5,221)
Balance at 30 June 2021	<u>54,857</u>	<u>-</u>	<u>(21,378)</u>	<u>33,479</u>	<u>22</u>	<u>33,501</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART A-Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting****A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standard ("MFRS") No. 134: Interim Financial Reporting, and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("AMLR").

The interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2021 and the accompanying notes attached to this interim financial report.

A2. Summary of Significant Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted as disclosed in the audited financial statements for the financial year ended 30 June 2021, except for the adoption of the following MFRSs, Amendments to MFRSs and new Interpretations that have become effective on 1 January 2021.

MFRSs and/or IC Interpretations. (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 7: Financial Instruments: Disclosure	1 January 2021
Amendments to MFRS 9: Financial Instruments	1 January 2021
Amendments to MFRS 16: Leases	1 January 2021
Amendments to MFRS 139: Financial Instruments: Recognition and Measurement	1 January 2021

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the MASB but are not yet effective for this interim financial report:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022
Amendments to MFRS 3: Definition of a Business Definition of a Business	1 January 2022
Amendments to MFRS 9: Financial Instruments	1 January 2022
Amendments to MFRS 116: Property, Plant & Equipment	1 January 2022
Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets	1 January 2022
Amendments to MFRS 101: Presentation of Financial Statements	1 January 2023
Amendments to MFRS 108: Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
Amendments to MFRS 112: Income Taxes	1 January 2023

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART A-Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting****A2. Summary of Significant Accounting Policies (Cont’d)**

The Group and the Company will adopt the above-mentioned standards, amendments or interpretations, if applicable, when they become effective in respective financial periods. The Directors do not expect any material impact to the financial statements of the above pronouncements.

A3. Audit Report of Preceding Annual Financial Statements

The audited annual financial statements for the financial year ended 30 June 2021 were not subject to any qualification.

A4. Comments on Seasonal or Cyclical Factors

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

A5. Nature and Amount of Exceptional and Extraordinary Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current quarter under review and the financial year-to-date.

A6. Material Changes in Estimates

There were no material changes in the estimates used for the preparation of this interim financial report.

A7. Debts and Equity Securities

There were no issuance or repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period ended 30 September 2021 under review.

A8. Dividend

There were no dividends paid during the current quarter under review and the financial year-to-date.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART A-Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting****A9. Segmental Information****a) Analysis of revenue by product categories**

Quarter Ended 30 September 2021	Hardware, Software and Professional Services RM'000	Manpower Outsourcing & Recruitments Services RM'000	E-Commerce & Specified Application Services RM'000	Investment Holding RM'000	Eliminations RM'000	Total RM'000
Sales	10,051	865	4	-	-	10,920
Intersegment sales	3	8	-	246	(257)	-
	10,054	873	4	246	(257)	10,920
Results						
Interest Income	5	-	-	136	(87)	54
Interest expenses	(197)	(41)	-	(6)	87	(157)
Depreciation & amortisation	(78)	(12)	(346)	(106)	-	(542)
Income Tax recover/(expenses)	-	-	-	-	-	-
Segment profit/(loss) after tax	23	(67)	(379)	(1,206)	-	(1,629)
Year to dated Ended 30 September 2021						
Sales	10,051	865	4	-	-	10,920
Intersegment sales	3	8	-	246	(257)	-
	10,054	873	4	246	(257)	10,920
Segment results						
Interest Income	5	-	-	136	(87)	54
Interest expenses	(197)	(41)	-	(6)	87	(157)
Depreciation & amortisation	(78)	(12)	(346)	(106)	-	(542)
Income Tax recover/(expenses)	-	-	-	-	-	-
Segment profit/(loss) after tax	693	(58)	(2,391)	127	-	(1,629)

b) In determining the geographical segments of the Group, segmental revenue is based on the country in which the customer is located.

The Group's segmental information by geographical location is not shown as the activities of the Group are in Malaysia.

A10. Valuation of Property, plant and equipment

There were no changes in the valuation of property, plant and equipment reported in the previous audited financial statements that will have an effect in the financial quarter under review.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART A-Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting****A11. Material Events Subsequent to the End of the Current Period**

Save as disclosed in Note B8, there were no material events subsequent to the end of the current period under review.

A12. Changes in Composition of the Group

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

A13. Discontinued Operations

The disposal of MyProperty Data Sdn Bhd. (“MDSB”) during financial year ended 30 June 2021 has been classified as discontinued operations in accordance with MFRS 5: Non-current Assets Held for Sale and Discontinued Operations whereby the comparative Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income has been presented to show the discontinued operations separately from continuing operations.

MYPROPERTY DATA SDN BHD

Loss attributable to the discontinued operations were as follows:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		3 months ended	
	30/09/2021	30/09/2020	30/09/2021	30/09/2020
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Revenue	-	228	-	228
Less: Cost of sales	-	-	-	-
Gross Profit	-	228	-	228
Other operating income	-	14	-	14
Employee benefits	-	(231)	-	(231)
Key management personnels's remuneration	-	(47)	-	(47)
Depreciation & amortisation	-	(94)	-	(94)
Other operating expenses	-	(288)	-	(288)
Loss from operations	-	(418)	-	(418)
Finance costs	-	-	-	-
Loss before taxation	-	(418)	-	(418)
Income tax recover /(expenses)	-	-	-	-
Loss from discontinued operations for the period	-	(418)	-	(418)

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART A-Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting****A14. Contingent Assets or Liabilities**

There were no changes in contingent liabilities and contingent assets since the end of the last annual reporting period.

A15. Capital Commitments

There were no capital commitments for the period under review.

A16. Related Party Transactions

The transactions entered into with the related parties of the Group as follows: -

	3 months ended 30-Sep-2021
Transactions with director:-	
Rental paid:	<u>RM5,500</u>

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B1. Review of Performance-Comparison with Preceding Year Corresponding Quarter**

A comparison of financial performance of the Group for the current quarter (“CQ”) ended 30 September 2021 with the preceding year’s corresponding quarter (“PYQ”) ended 30 September 2020 as follows: -

Descriptions	INDIVIDUAL QUARTER ENDED		VARIANCE	
	30/09/2021	30/09/2020		
	CQ	PYQ		
	RM'000	RM'000		
	Unaudited	Audited	RM'000	%
Revenue	10,920	12,349	(1,429)	(12)
Profit /(Loss) Before Tax ("PBT") ("LBT")				
Continuing Operations	(1,629)	(900)	(729)	(81)
Discontinued Operations	-	(418)	418	100
	(1,629)	(1,318)	(311)	(24)

For the current quarter under review, our Group recorded a revenue of RM10.9 million as compared to RM12.3 million recorded in the PYQ, representing a decrease of RM1.43 million or -12%.

We were faced with a challenge in July 2021 to September 2021 from the Government reimposed travel restrictions, lockdown and other precautionary measures nationwide due to a resurgence in COVID-19 cases.

These negative impacts *resulted in lower revenue* reported from the *manpower outsourcing and recruitment services segment* and *hardware, software and professional services segment* mainly attributed to overall softer market sentiment and lower sales order.

For the CQ under review, the Group recorded *higher Loss before Tax by RM0.3 million* or 24% (CQ: -RM1.6 million, PYQ: -RM1.3 million). This was *mainly due to lower gross profit* reported by *RM0.47 million* (CQ:RM0.91million, PYQ:RM1.38 million) as a result of lower revenue reported as explained on above, as well as the *increase in other operating expenses by RM0.49 million* (CQ2022:RM9.2 million, PYQ:RM0.43 million) mostly attributed to higher corporate exercise and advisory costs.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B2. Review of Performance-Comparison with Immediate Preceding Quarter's (PQ) Results.**

Descriptions	INDIVIDUAL QUARTER ENDED		VARIANCE	
	30/09/2021	30/06/2021		
	CQ	PQ		
	RM'000	RM'000	RM'000	%
	Unaudited	Audited		
Revenue	10,920	15,124	(4,204)	(28)
Profit /(Loss) Before Tax ("PBT") ("LBT")				
Continuing Operations	(1,629)	(2,026)	397	20
Discontinued Operations	-	-	-	-
	(1,629)	(2,026)	397	20

For the current quarter under review, our Group recorded a revenue of RM10.9 million as compared to RM15.1 million recorded in the PQ, representing a *decrease of RM4.2 million or -28%*.

Lower revenue was reported from the hardware, software and professional services segment due to reduced order from oversea export market as well as lower revenue from manpower sourcing segment as a result of overall softer market sentiment

The Group reported lower LBT by RM0.39 million or 20% (CQ: -RM1.63 million, PQ: -RM2.02 million). This was *mainly attributed* to improved gross profit reported by RM0.41 million (CQ:RM0.91 million, PQ:RM0.50 million) and *lower in Other Operating Expenses* by *RM0.16 million* (CQ:RM0.92 million, PQ:RM1.08 million).

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B3. Commentary on Prospects**

The past two years was not favourable to many businesses as impacted by the outbreak of Coronavirus Disease 2019 (“COVID-19”) since the end of 2019. The Malaysia Government announced the Movement Control Order (“MCO”) 1.0 starting from 18 March 2020 to 3 May 2020 and subsequently the MCO was extended and relaxed to different phases in 2020 and 2021.

While the near-term growth outlook has been affected by a resurgence in COVID-19 cases, the Malaysian economy remains on a recovery path and will be cushioned by several factors. These include continued allowances for essential economic sectors to operate, higher adaptability to remote working, as well as increased automation and digitalisation. Going forward, the growth trajectory will depend on the ability to contain the COVID-19 pandemic and materialisation of health outcomes from the nationwide vaccination programme.

On the positive outlook, the implementation of various phases of the MCO to curb the spread of COVID-19 has played a part in driving the Digital Economy in government and private sectors. This has forced government agencies and schools to adapt to work-from-home and study-from-home arrangements. ICT solutions will become increasingly essential for government agencies to increase the scope and quality of carrying out their daily public services. The private corporations and organisations have reconsidered their business working arrangement, product positioning and marketing strategies to leverage on the technologies and e-commerce platforms. In view of this, Our Group will anchor more IT contracts tenders in order to secure more IT contracts from the government agencies and private sectors. This initiative will enable the Group to capture the government’s digital transformation policies and tap into new opportunities for growth.

Forward-looking, the Group will continue to adopt the strategies of expand our Cybersecurity, Artificial Intelligence, Blockchain, Big Data Intelligence services in Malaysia and other countries in the South East Asia region with teaming and collaboration arrangements with prospective partners and principals and also will emphasising investment on higher growth and profit margin business. In addition, the Group is also eyeing mergers and acquisitions or joint ventures and diversification opportunities to achieve the Group growth objective.

Despite the economic uncertainty challenges, the Group is confident to perform satisfactorily amidst the economic uncertainty by taking pragmatic and well strategised action plans towards maintaining the financial performance of the Group.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B4. Profit Forecast and Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee in any public document.

B5. Taxation

There is no provision for taxation for this quarter as the Company is in an adjusted business loss position and there are unused tax losses and unabsorbed capital allowances available to be offset against taxable income.

B6. Interest Expenses

Breakdown of classification of interest expenses

	Current Quarter Ended		Cumulative Quarter Ended	
	30-Sep-2021	30-Sep-2020	30-Sep-2021	30-Sep-2020
	Unaudited	Audited	Unaudited	Audited
	RM'000	RM'000	RM'000	RM'000
i) Cost of sales				
Lease liabilities interest	103	168	103	168
ii) Finance costs				
Lease liabilities interest	8	20	8	20
Bank overdraft interest	46	65	46	65
Total Interest expenses	157	253	157	253

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B7. Comparative figures**

The presentation and classification of items in CQ financial statements are consistent with the previous financial period and the following comparative figures which have been classified to conform with current quarter's presentation and to reflect appropriately the nature of the transaction:

Statement of profit or loss	As previously classified	Discontinued operations	Reclassification	As reclassified
	RM'000	RM'000	RM'000	RM'000
For 3 months financial period ended 30 September 2020				
Revenue	12,445	(228)	132	12,349
Cost of sales	(10,951)	-	(16)	(10,967)
Other operating income	70	(14)	-	56
Employee benefits	(826)	231	-	(595)
Key management personnels's remuneration	(408)	47	-	(361)
Depreciation & amortisation	(961)	94	-	(867)
Other operating expenses	(602)	288	(116)	(430)

B8. Corporate Proposals

There corporate proposals announced has not completed as at the date of this report : -

The Board of Directors of the Company had on 28 September 2020 announced that the Company proposed to undertake the proposed placement of up to 10% of the total number of issued shares of TDEX. The listing of and quotation for the placement shares application has been approved by Bursa Malaysia Securities Berhad on 23 October 2020 (“Private Placement”).

On 2 March 2021, the Company has placed out the first tranche of the Private Placement, 40,000,000 new ordinary shares at an issue price of RM0.203 per placement share pursuant to the said Private Placement. On 28 October 2021, Bursa Malaysia Securities Berhad has approved the Company's application for extension of time of six (6) months up to 22 April 2022 to complete the Private Placement. As at report date, the Company has yet to allot any of the remaining said placement shares.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B9. Borrowings and Debt Securities**

Details of the Group's borrowings as at 30 September 2021 are as follows: -

	As at 30/9/2021 (RM'000)
Secured borrowings:-	
Current:	
Lease Liabilities	5,318
	5,318
Non-Current:	
Lease Liabilities	1,724
	1,724
Total	7,042

B10. Material Litigation

There was no material litigation as at the date of this report.

B11. Dividend

The Board of Directors does not recommend any dividend for the current quarter under review and the financial year-to-date.

B12. Earnings per Share

The basic earnings per share is calculated based on Group's net loss attributable to the owners of the parent of approximately RM1.620 million for the current quarter under review and net loss attributable to the owners of RM1.620 million for the current year-to-date, divided by the weighted average number of ordinary shares in issue as follows: -

	Current Quarter Ended	Cumulative Quarter Ended
	30/9/2021	30/9/2021
	Unaudited	Unaudited
Loss attributable to ordinary equity holders of the parent (RM'000)	(1,620)	(1,620)
Weighted Average Number of Ordinary Shares	807,087,723	807,087,723
Basic profit per share (sen)	(0.20)	(0.20)

The loss for the period attributable to ordinary equity holders of the parent is not subjected to any dilutive elements, thus diluted loss per shares is not presented.

Unaudited Quarterly Financial Report For The First Quarter Ended 30 September 2021**PART B. – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET****B13. Status of Utilisation of Proceeds**

- i) The status of the utilisation of proceeds from the Private Placement of up to 30% of the total number of issued shares of the Company as at the date of this report is as follows: -

Purpose	Proceed raised	Actual utilisation	Unutilised proceed	Timeframe for utilisation of proceeds (1)
	RM'000	RM'000	RM'000	
IT contracts and /or orders	4,175.00	4,175.00	-	Within 18 months
Business expansion (3)	1,500.00	0.00	1,500.00	Within 18 months
Expenses in relation to the Private Placement (2)	200.00	200.00	-	Within 1 months
Total	5,875.00	4,375.00	1,500.00	

Notes:

- (1) From 26 March 2020 and 22 May 2020, date of listing of the Previous Placement Shares.
(2) Only RM200,000 had been utilised for the expenses in relation to the Previous Private Placement.
(3) The business expansion to the South East Asia region has been delayed as a result of sanctions of travelling abroad due to various travel restrictions in response to the COVID-19 pandemic. Therefore, the unutilised proceed is expected to be fully utilised when the travel restrictions are lifted.

- ii) The Status of utilisation of Proceeds derived from the placement shares 40,000,000 in relation to the proposed private placement (“PP”) as disclosed in Note B8 as at the date of this report is as follows:

Purpose	Proceed raised	Actual utilisation	Unutilised proceed	Timeframe for utilisation of proceeds (1)
	RM'000	RM'000	RM'000	
Information technology (“IT”) contracts and orders	7,820.00	2,450.00	5,370.00	Within 18 months
Estimated expenses for the Proposed Private Placement (2)	300.00	121.00	179.00	Within 1 month
Total	8,120.00	2,571.00	5,549.00	

Notes:

- (1) From date of listing of the Placement Shares.
(2) Only RM2,571,000 had been utilised for the expenses in relation to the PP and the PP has yet to complete as at report date.