

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DEC 2022**

	As at 31.12.2022 RM'000	As at 31.12.2021 RM'000
Assets:		
Non-current assets		
Property, plant and equipment	1,032	1,139
Right-of-use assets	3,706	2,283
Intangible assets	4,450	4,436
Investment in an associate	659	705
Deferred tax assets	703	698
	10,550	9,261
Current assets		
Inventories	35	78
Trade receivables	27,861	37,432
Other receivables, deposits, contract assets and prepayments	5,322	6,442
Tax recoverable	593	-
Fixed deposits with licensed banks	6,012	2,780
Cash and bank balances	29,427	27,248
	69,250	73,980
Total Assets	79,800	83,241
Equity:		
Share capital	19,477	19,477
Reserves	20,074	19,062
Equity attributable to Owners of the Company	39,551	38,539
Non-controlling interests	1,342	1,700
Total Equity	40,893	40,239
Liabilities:		
Non-current liabilities		
Deferred tax liabilities	934	531
Lease liabilities	1,535	584
Retirement benefit obligations	442	503
Borrowings	278	309
	3,189	1,927

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DEC 2022 (CONT'D)**

	As at 31.12.2022 RM'000	As at 31.12.2021 RM'000
Current liabilities		
Trade payables	21,431	26,272
Other payables, contract liabilities and accruals	13,007	13,295
Lease liabilities	1,187	742
Borrowings	32	31
Tax payable	61	735
	<hr/> 35,718	<hr/> 41,075
Total Liabilities	<hr/> 38,907	<hr/> 43,002
Total Equity and Liabilities	<hr/> 79,800	<hr/> 83,241
Net Assets per share attributable to Owners of the Company (sen)	<hr/> 28.37	<hr/> 27.65

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE PERIOD ENDED 31 DEC 2022**

	Current quarter ended	Comparative quarter ended	Current year-to-date ended	Preceding year-to-date ended
Note	31.12.2022 RM'000	31.12.2021 RM'000	31.12.2022 RM'000	31.12.2021 RM'000
Revenue	27,252	34,680	119,216	119,971
Direct costs	(12,212)	(16,619)	(69,076)	(69,354)
Gross profit	15,040	18,061	50,140	50,617
Other operating income	(643)	(575)	1,704	1,341
Other operating expenses	(13,997)	(14,462)	(51,174)	(46,785)
Profit from operations	400	3,024	670	5,173
Finance costs	(30)	(30)	(137)	(149)
Share of profit/(loss) in equity-accounted associates, net of tax	117	73	(57)	252
Profit before tax	487	3,067	476	5,276
Taxation	(72)	(1,023)	(1,108)	(2,215)
Profit/(loss) after tax	415	2,044	(632)	3,061

Other Comprehensive (loss)/Income for the period, net of tax

*Item that may be reclassified subsequently
to profit or loss:*

Foreign currency translation

(365)	(17)	1,153	(48)
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*Item that will not be reclassified subsequently
to profit or loss:*

Remeasurement of retirement benefit obligations

167	136	167	135
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**Total Other Comprehensive (loss)/income
for the period, net of tax**

(198)	119	1,320	87
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Total Comprehensive income

217	2,163	688	3,148
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QUARTERLY REPORT FOR THE FOURTH QUARTER 2022
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE PERIOD ENDED 31 DEC 2022 (CONT'D)**

	Current quarter ended	Comparative quarter ended	Current year-to-date ended	Preceding year-to-date ended
Note	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) attributable to:				
Owners of the Company	406	1,828	(80)	3,122
Non-controlling interests	9	216	(552)	(61)
	415	2,044	(632)	3,061
Total Comprehensive profit/(loss) attributable to:				
Owners of the Company	270	1,915	1,012	3,159
Non-controlling interests	(53)	248	(324)	(11)
	217	2,163	688	3,148
Earning per share attributable to Owners of the Company (sen)				
Basic	0.29	1.31	(0.06)	2.24

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 DEC 2022**

	Note	Current year-to-date ended 31.12.2022 RM'000	Preceding year-to-date ended 31.12.2021 RM'000
Cash Flows From Operating Activities			
Profit before tax		476	5,276
Adjustments for:			
Non-cash and non-operating items	B6(i)	3,488	3,653
(Loss)/gain on lease modification		47	(18)
Share of (loss)/profit in equity-accounted associates, net of tax		57	(252)
Operating profit before working capital changes		<u>4,068</u>	8,659
Decrease/(Increase) in inventories		42	(78)
Decrease in trade and other receivables, deposits and prepayments		10,806	228
Decrease/(Increase) in trade and other payables, contract liabilities and accruals		<u>(5,983)</u>	4,873
Cash generated from operations		<u>8,933</u>	13,682
Income tax paid		(2,085)	(1,953)
Income tax refunded		35	934
Net cash inflow from operating activities		<u>6,883</u>	12,663
Cash Flows From Investing Activities			
Expenditure incurred on development expenditure		(1,599)	(1,459)
(Placements)/Withdrawals of fixed deposits pledged to licensed banks		(78)	16
Interest received		120	120
Proceeds from disposals of plant and equipment		2	2
Purchase of plant and equipment		(439)	(260)
Purchase of right-of-use assets		(67)	-
Repayment from associates		304	355
Net cash used in investing activities		<u>(1,757)</u>	(1,226)
Cash Flows From Financing Activities			
Dividend paid to non-controlling interests		(35)	(19)
Interest paid		(48)	(40)
Repayment of lease liabilities		(1,013)	(1,435)
Repayments of term loans		(31)	(17)
Net cash used in financing activities		<u>(1,127)</u>	(1,511)
Net increase in Cash and Cash Equivalents		3,999	9,926
Effects of exchange rate changes		1,334	82
Cash and Cash Equivalents at beginning of period		28,050	18,042
Cash and Cash Equivalents at end of period		33,383	28,050

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIOD ENDED 31 DEC 2022 (CONT'D)**

	Note	Current year-to-date ended 31.12.2022 RM'000	Preceding year-to-date ended 31.12.2021 RM'000
Cash and Cash Equivalents comprised:			
Bank overdrafts		-	-
Cash and bank balances		29,427	27,248
Fixed deposits with licensed banks		6,012	2,780
		35,439	30,028
Less: fixed deposits pledged		(2,056)	(1,978)
		33,383	28,050

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DEC 2022**

	Attributable to Owners of the Company					Total	Non-controlling interests	Total equity
	Share capital	Reverse acquisition reserve	Foreign exchange reserve	Other reserves	Retained profits			
	RM'000	RM'000	RM'000	RM'000	RM'000			
Balance as at 1.1.2022	19,477	(2,512)	(223)	-	21,797	38,539	1,700	40,239
Loss for the period	-	-	-	-	(80)	(80)	(552)	(632)
Other comprehensive income	-	-	962	-	130	1,092	228	1,320
Total Comprehensive Income/(Loss)	-	-	962	-	50	1,012	(324)	688
Dividends paid to non-controlling interests	-	-	-	-	-	-	(34)	(34)
Issuance of ordinary shares pursuant to ESS	-	-	-	-	-	-	-	-
Total transaction with Owners and changes in ownership interests	-	-	-	-	-	-	(34)	(34)
Balance as at 31.12.2022	19,477	(2,512)	739	-	21,847	39,551	1,342	40,893
Balance as at 1.1.2021	19,342	(2,512)	(156)	-	18,571	35,245	1,730	36,975
Profit/(Loss) for the period	-	-	-	-	3,122	3,122	(61)	3,061
Other comprehensive (loss)/income	-	-	(67)	-	104	37	50	87
Total Comprehensive (loss)/income	-	-	(67)	-	3,226	3,159	(11)	3,148
Dividends paid to non controlling interest	-	-	-	-	-	-	(19)	(19)
Issuance of ordinary shares pursuant to ESS	135	-	-	-	-	135	-	135
Total transaction with Owners and changes in ownership interests	135	-	-	-	-	135	(19)	116
Balance as at 31.12.2021	19,477	(2,512)	(223)	-	21,797	38,539	1,700	40,239

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2021)

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

The unaudited interim financial report (“the quarterly report”) have been prepared in accordance with MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Chapter 9, Part K - Periodic Disclosures of the Listing Requirements of Bursa Malaysia Securities Berhad

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting (“MFRS 134”) issued by the MASB
A1. Basis of preparation

This quarterly report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2021 and the accompanying explanatory notes, which 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 year ended 31 December 2021.

A2. Significant accounting policies

The significant accounting policies and methods of computation applied in preparing the unaudited interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2021 except for the newly-issued MFRSs, interpretations and amendments to standards to be applied for the financial periods beginning on or after 1 January 2022:

a) New MFRSs effective for annual period beginning on or after 1 January 2022

The Group adopted the following Amendments to the Standards effective from the current quarter 2022, that are mandatory for annual periods beginning on or after 1 January 2022.

<u>Title</u>	<u>Effective date</u>
Annual Improvements to MFRS Standards 2018 -2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022

The adoption of the above Standards did not have any material effect on the financial performance or position of the Group and the Company.

b) New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2023

The following are the Standards of the MFRSs Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been early adopted by the Group and the Company.

<u>Title</u>	<u>Effective date</u>
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
<i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i> (Amendments to MFRS 17 <i>Insurance Contracts</i>)	1 January 2023
<i>Disclosure of Accounting Policies</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2023
<i>Definition of Accounting Estimates</i> (Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>)	1 January 2023
Amendments to MFRS 101 <i>Non-current liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 112 <i>Deferred tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024

The Group and the Company are still in the process of assessing the impact of the above standard and amendments since the effects would be observable in the future financial years.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A3. Seasonality or cyclicity of interim operations

In general, online advertising activities would pick up during the second half of the calendar year especially towards year end.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group because of their nature, size or incidence.

A5. Changes in estimates of amounts reported previously

There were no changes in estimates of amounts reported in prior interim periods or prior financial years that have a material effect in the current financial period.

A6. Issues, repurchases and repayments of debts and equity securities

There were no issuance, cancellations, repurchases, resales and repayments of debt and equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter and current year-to-date ended 31 Dec 2022.

A7. Dividends paid

There were no dividend paid by the Company during the current quarter and current year-to-date ended 31 Dec 2022.

A8. Segmental information

The Group's core activities are principally for the provision of technology-based online advertising solutions and other internet related services. The segment information is presented in respect of the Group's geographical areas which are based on the Group's management and internal reporting structure.

The Group operates mainly in ten geographical areas as follows:-

- i) Malaysia;
- ii) Singapore;
- iii) Vietnam;
- iv) Indonesia;
- v) Hong Kong and China;
- vi) Philippines;
- vii) Taiwan;
- viii) South Korea;
- ix) Cambodia; and
- x) Myanmar.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A8. Segmental information (Cont'd)

The segment's financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates ("functional currency"). The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is the Company's functional currency.

The assets and liabilities of foreign operations are translated into Ringgit Malaysia at the rates of exchange ruling at the reporting date and income and expenses are translated at the dates of transactions. The exchange differences arising from the translation are taken directly to other comprehensive income. However, if the operation is a non wholly-owned subsidiary, then the relevant proportionate share of the translation difference is allocated to the non-controlling interest.

The principal exchange rates for every unit of foreign currency used are as follows:

	31 Dec 2022		31 Dec 2021	
	Closing rate	Average rate	Closing rate	Average rate
	RM	RM	RM	RM
1 Singapore Dollar	3.290	3.191	3.091	3.084
1 Hong Kong Dollar	0.565	0.562	0.535	0.533
1 Chinese Renminbi	0.640	0.650	0.656	0.642
1 US Dollar	4.413	4.400	4.171	4.144
100 Indonesian Rupiah	0.028	0.030	0.029	0.029
100 Thai Baht	-	12.560	-	12.970
100 Philippines Peso	7.915	8.079	8.168	8.411
100 Vietnamese Dong	0.019	0.019	0.018	0.018
100 New Taiwan Dollar	14.374	14.771	15.050	14.838
100 South Korean Won	0.350	0.341	0.351	0.362

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A8. Segmental information (Cont'd)

Current year-to-date ended 31 Dec 2022

Operating Segments

	Malaysia RM'000	Singapore RM'000	Vietnam RM'000	Indonesia RM'000	Hong Kong and China RM'000	Philippines RM'000	Taiwan RM'000	South Korea RM'000	Cambodia RM'000	Myanmar RM'000	Inter- segment eliminations RM'000	Group RM'000
<u>Revenue</u>												
Revenue from external customers	49,106	9,864	19,210	3,703	17,533	13,320	4,974	82	1,420	4	-	119,216
Inter-segment revenue	5,324	429	55	235	41	116	29	-	10	14	(6,253)	-
Total revenue	54,430	10,293	19,265	3,938	17,574	13,436	5,003	82	1,430	18	(6,253)	119,216
<u>Segment Results</u>												
Results from operating activities	1,389	(532)	531	(1,258)	1,167	728	(1,067)	38	3	(112)	(217)	670
Finance costs	(96)	(29)	(87)	(7)	(6)	(10)	(91)	(7)	(8)	(13)	217	(137)
Share of loss in equity- accounted associates, net of tax	(57)	-	-	-	-	-	-	-	-	-	-	(57)
Profit/(Loss) before tax	1,236	(561)	444	(1,265)	1,161	718	(1,158)	31	(5)	(125)	-	476
Taxation	(913)	3	(33)	5	(79)	(201)	110	-	-	-	-	(1,108)
Profit/(Loss) after tax	323	(558)	411	(1,260)	1,082	517	(1,048)	31	(5)	(125)	-	(632)
Non-controlling interests	144	-	(81)	640	(225)	(26)	229	(173)	-	44	-	552
Profit/(Loss) attributable to Owners of the Company	467	(558)	330	(620)	857	491	(819)	(142)	(5)	(81)	-	(80)
<u>Assets</u>												
Segment assets	42,664	8,398	11,520	3,562	21,551	11,832	1,828	-	385	93	(22,033)	79,800
<u>Liabilities</u>												
Segment liabilities	16,421	3,967	11,984	3,667	5,956	6,647	8,509	-	437	885	(19,566)	38,907

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A8. Segmental information (Cont'd)

Current year-to-date ended 31 Dec 2022 (cont'd)

Operating Segments (cont'd)

	Singapore SGD'000	Vietnam VND'Mil	Indonesia IDR'Mil	Hong Kong HKD'000	China CNY'000	Philippines PHP'000	Taiwan TWD'000	South Korea KRW'000	Cambodia USD'000	Myanmar USD'000
<u>Revenue</u>										
Revenue from external customers	3,091	101,105	12,342	31,197	-	164,868	33,676	24,004	323	1
Inter-segment revenue	134	288	783	73	-	1,436	197	-	2	3
Total revenue	3,225	101,393	13,125	31,270	-	166,304	33,873	24,004	325	4
<u>Segment Results</u>										
Results from operating activities	(167)	2,796	(4,194)	2,153	(67)	9,005	(7,221)	11,171	1	(26)
Finance costs	(9)	(457)	(23)	(11)	-	(122)	(619)	(2,007)	(2)	(3)
(Loss)/Profit before tax	(176)	2,339	(4,217)	2,142	(67)	8,883	(7,840)	9,164	(1)	(29)
Taxation	1	(175)	16	(140)	-	(2,490)	745	-	-	-
(Loss)/Profit after tax	(175)	2,164	(4,201)	2,002	(67)	6,393	(7,095)	9,164	(1)	(29)
Non-controlling interests	-	(428)	2,134	(400)	-	(327)	1,551	(50,832)	-	10
(Loss)/Profit attributable to Owners of the Company	(175)	1,736	(2,067)	1,602	(67)	6,066	(5,544)	(41,668)	(1)	(19)
<u>Assets</u>										
Segment assets	2,553	60,629	12,722	37,540	533	149,489	12,718	191	87	21
<u>Liabilities</u>										
Segment liabilities	1,206	63,075	13,096	9,516	906	83,978	59,198	-	99	200

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A8. Segmental information (Cont'd)

Preceding year-to-date ended 31 Dec 2021

Operating Segments (cont'd)

	Malaysia RM'000	Singapore RM'000	Vietnam RM'000	Indonesia RM'000	Hong Kong and China RM'000	Philippines RM'000	Taiwan RM'000	South Korea RM'000	Cambodia RM'000	Myanmar RM'000	Inter- segment eliminations RM'000	Group RM'000
Revenue												
Revenue from external customers	48,260	13,757	14,465	5,380	17,791	12,553	5,222	383	2,119	41	-	119,971
Inter-segment revenue	5,232	22	218	276	233	73	93	-	10	-	(6,157)	-
Total revenue	53,492	13,779	14,683	5,656	18,024	12,626	5,315	383	2,129	41	(6,157)	119,971
Segment Results												
Results from operating activities	2,326	797	292	158	1,083	1,375	(466)	(104)	59	(136)	(211)	5,173
Finance costs	(77)	(31)	(114)	(3)	-	(32)	(63)	(8)	(22)	(10)	211	(149)
Share of profit in equity- accounted associates, net of tax	252	-	-	-	-	-	-	-	-	-	-	252
Profit/(Loss) before tax	2,501	766	178	155	1,083	1,343	(529)	(112)	37	(146)	-	5,276
Taxation	(1,347)	(59)	-	(256)	(97)	(424)	(12)	-	(20)	-	-	(2,215)
Profit/(Loss) after tax	1,154	707	178	(101)	986	919	(541)	(112)	17	(146)	-	3,061
Non-controlling interests	124	-	(38)	49	(210)	(46)	108	23	-	51	-	61
Profit/(Loss) attributable to Owners of the Company	1,278	707	140	(52)	776	873	(433)	(89)	17	(95)	-	3,122
Assets												
Segment assets	48,435	9,107	9,022	5,418	17,824	13,067	2,404	86	849	83	(23,054)	83,241
Liabilities												
Segment liabilities	21,998	4,157	9,848	4,258	4,046	7,652	8,239	971	894	712	(19,773)	43,002

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A8. Segmental information (Cont'd)

Preceding year-to-date ended 31 Dec 2021 (cont'd)

Operating Segments (cont'd)

	Singapore SGD'000	Vietnam VND'Mil	Indonesia IDR'Mil	Hong Kong HKD'000	China CNY'000	Philippines PHP'000	Taiwan TWD'000	South Korea KRW'000	Cambodia USD'000	Myanmar USD'000
<u>Revenue</u>										
Revenue from external customers	4,461	80,360	18,552	33,380	-	149,249	35,193	105,734	511	10
Inter-segment revenue	7	1,213	950	438	-	868	628	-	2	-
Total revenue	4,468	81,573	19,502	33,818	-	150,117	35,821	105,734	513	10
<u>Segment Results</u>										
Results from operating activities	258	1,621	545	2,080	(40)	16,342	(3,143)	(28,663)	14	(32)
Finance costs	(10)	(631)	(11)	-	-	(385)	(423)	(2,346)	(5)	(2)
Profit/(Loss) before tax	248	990	534	2,080	(40)	15,957	(3,566)	(31,009)	9	(34)
Taxation	(19)	-	(881)	(183)	-	(5,042)	(83)	-	(5)	-
Profit/(Loss) after tax	229	990	(347)	1,897	(40)	10,915	(3,649)	(31,009)	4	(34)
Non-controlling interests	-	(210)	170	(394)	-	(550)	730	6,242	-	12
Profit/(Loss) attributable to Owners of the Company	229	780	(177)	1,503	(40)	10,365	(2,919)	(24,767)	4	(22)
<u>Assets</u>										
Segment assets	2,946	50,120	18,683	32,690	509	159,981	15,974	24,593	204	20
<u>Liabilities</u>										
Segment liabilities	1,345	54,711	14,681	6,474	888	93,681	54,747	276,583	214	171

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

A9. Valuation of property, plant and equipment

There were no valuation of property, plant and equipment in the current quarter and current year-to-date ended 31 Dec 2022.

A10. Material events subsequent to the end of the current quarter that have not been reflected in this quarterly report

There were no material events subsequent to the end of the current quarter.

A11. Effects of changes in the composition of the Group for the current year-to-date

There were no changes in the composition of the Group in the current quarter and current year-to-date ended 31 Dec 2022.

A12. Changes in contingent liabilities or contingent assets

The Directors are of the opinion that the Group having the following contingent liabilities which, upon crystallisation would impact on the financial position and business of the Group as at reporting date.

	RM'000
Guarantees given to third parties in respect of trade performance of subsidiaries	130
Guarantees given to financial institutions in respect of credit facilities	2,557
	2,687
	2,687

A13. Significant unrecognised contractual commitments

The Group has no material contractual capital commitments in respect of property, plant and equipment.

A14. Significant related party transactions

The following were the significant related party transactions:-

	Current year-to-date ended 31.12.2022 RM	Preceding year-to-date ended 31.12.2021 RM
Sales of advertisement space	640,267	910,789
Purchase of advertisement space and others	188,799	271,549
Purchase of online recruitment services	1,097	3,089
Bookkeeping fees	-	17,200
Royalty fees	131,838	206,893
Management fees	256,094	240,899
	256,094	240,899

The above transactions had been entered into the ordinary course of business on normal commercial terms and not materially different from those obtainable in transactions with unrelated parties.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022**PART B - Explanatory Notes Pursuant to Chapter 9, Part K - Periodic Disclosures, Appendix 9B, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")****B1. Performance analysis of the Group for the current quarter and year-to-date**

The Group's review of financial performance are analysed as follows:

	Current quarter ended 31.12.2022 RM'000	Comparative quarter ended 31.12.2021 RM'000	% change	Current year-to-date ended 31.12.2022 RM'000	Preceding year-to-date ended 31.12.2021 RM'000	% change
Overall performance analysis						
Revenue	27,252	34,680	(21%)	119,216	119,971	1%
Profit from operations	400	3,024	(87%)	670	5,173	(87%)
Finance costs	(30)	(30)	-	(137)	(149)	8%
Share of profit/(loss) of equity-accounted associates, net of tax	117	73	60%	(57)	252	>(100%)
Profit before tax	487	3,067	(84%)	476	5,276	(91%)
Profit/(Loss) after tax	415	2,044	(80%)	(632)	3,061	>(100%)
Profit/(loss) attributable to Owners of the Company	406	1,828	(78%)	(80)	3,122	>(100%)

Current Year-To-Date ("12M22") compared with Preceding Year-To-Date ("12M21")

(i) Group's overview of Revenue, Gross Profit and Profit/(Loss) Before Tax

In 12M22, South-East Asia digital advertising spending is slowing after years of expansion, slowing sharply from pandemic highs as advertisers adopting more cautious spending amid economic headwinds. A marginal improvement of 1% in group's revenue was recorded comparing 12M22 with 12M21. Malaysia, Vietnam, Hong Kong and the Philippines are the business units that contributed to the marginal growth in the group revenue. Profit before tax ("PBT") of RM0.48 million was posted in 12M22 as compared to PBT of RM5.28 million in 12M21. The drop in PBT was mainly due to lower revenue achieved in the year and higher operating costs incurred for the year under review.

(ii) Group's overview of Other Income and Other Operating Expenses**Other income**

Other income has increased by RM0.36 million or 27% to RM1.70 million in 12M22 compared with RM1.34 million in 12M21. The increase in other income was mainly derived from a higher unrealised foreign exchange gain registered in the current quarter.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B1. Performance analysis of the Group for the current quarter and year-to-date (Cont'd)

Current Year-To-Date ("12M22") compared with Preceding Year-To-Date ("12M21") (Cont'd)

(ii) Group's overview of Other Income and Other Operating Expenses (cont'd)

Other operating expenses

The Group's other operating expenses consist of staff costs, amortisation and depreciation costs, selling and distribution costs and administration expenses.

Other operating expenses increased by approximately 9% or RM4.39 million to RM51.17 million in 12M22 from RM46.79 million in 12M21.

Group's overview of Liquidity and Financial Ratio

The Group's principal sources of liquidity are cash from operations and overdrafts.

The following summarises the various sources of cash flows as at 31 December 2022 against 31 December 2021:

	Current year- to-date ended 31.12.2022 <u>RM'000</u>	Preceding year- to-date ended 31.12.2021 <u>RM'000</u>
Net cash generated from/(used in)		
- Operating activities	6,883	12,663
- Investing activities	(1,757)	(1,226)
- Financing activities	(1,127)	(1,511)
- Exchange difference	1,334	82
Net increase in cash and cash equivalents	5,333	10,008

Group cash and cash equivalents of RM33.38 million was recorded as at 31 December 2022 as compared to RM28.05 million as at 31 December 2021. The debts to equity ratio as at 31 December 2022 has increased to 0.08 (12M21: 0.04).

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B1. Performance analysis of the Group for the current quarter and year-to-date (Cont'd)

Current Quarter ("4Q22") compared with Comparative Quarter of Preceding Year ("4Q21")

(i) Group's overview of Operating Segments

	Revenue from external customers			Profit/(Loss) before tax		
	Current quarter ended 31.12.2022 RM'000	Comparative quarter ended 31.12.2021 RM'000	% change	Current quarter ended 31.12.2022 RM'000	Comparative quarter ended 31.12.2021 RM'000	% change
Operating segments						
- Malaysia	9,809	14,271	(31%)	(231)	956	>(100%)
- Singapore	2,320	3,440	(33%)	(425)	49	>(100%)
- Vietnam	4,354	3,989	9%	149	283	(47%)
- Indonesia	768	1,961	(61%)	(261)	513	>(100%)
- Hong Kong and China	4,792	5,409	(11%)	742	806	(8%)
- Philippines	3,720	3,758	(1%)	305	474	(36%)
- Taiwan	1,213	1,352	(10%)	78	(127)	>100%
- South Korea	-	41	(100%)	1	(20)	>100%
- Cambodia	276	449	(39%)	168	171	(2%)
- Myanmar	-	10	(100%)	(39)	(38)	(3%)
	27,252	34,680	(21%)	487	3,067	(84%)

In 4Q22, a 21% contraction in the group's revenue was recorded where only Vietnam's business unit managed to achieve a positive revenue growth as compared to 4Q21. This is due to advertisers continuing to adopt cautious spending behavior in view of the weakened consumer sentiment as well as consumers slowing down spending amid rising living costs. Lower PBT of RM0.49 million was recorded in 4Q22 as compared to RM3.07 million in 4Q21, representing 84% decline in PBT. The drop in PBT was due to the lower revenue achieved in the current quarter.

For the quarter under review, Malaysia's business unit continued to record a decline in revenue as advertisers are more cautious on their advertising spending caused by the weakening consumer sentiment. Revenue fell to RM9.81 million in 4Q22 from RM14.27 million in 4Q21. The business unit registered LBT of RM0.23 million in the quarter as compared to PBT of RM0.96 million in the same quarter in the preceding year, the negative results was in tandem with the decline in revenue.

Singapore's business unit revenue fell by 33% to a total of RM2.32 million in 4Q22 from RM3.44 million in 4Q21 as compared to same quarter in the preceding year. The business unit continues remains challenging in view of the local economic slowdown and digital advertising spending moved to out-of home advertising. The LBT of RM0.42 million incurred in the quarter as compared to PBT of RM49,000, was in tandem with the lower revenue achieved.

For 4Q22, Vietnam business unit's revenue grew to RM4.35 million in 4Q22 from RM3.99 million in the corresponding quarter in the preceding year. The encouraging performance was attributed from new customers and repeated advertising spending from a few customers who started spending in the second half of the year. Despite the improvement in revenue, a lower PBT was recorded in the current quarter, representing 47% or RM0.13 million drop in PBT due to higher operating costs incurred in 4Q22.

Indonesia business unit's revenue decreased to RM0.77 million in 4Q22 from RM1.96 million in 4Q21, representing a 61% decline from 4Q21. The deteriorated revenue was continued affected by reduced spending from existing customers and consequently led to LBT

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022**B1. Performance analysis of the Group for the current quarter and year-to-date (Cont'd)**

Current Quarter ("4Q22") compared with Comparative Quarter of Preceding Year ("4Q21") (Cont'd)

(i) Group's overview of Operating Segments (cont'd)

For the quarter under review, Hong Kong business unit's revenue dipped 11% or RM0.62 million to RM4.79 million in 4Q22 from RM5.41 million in 4Q21. Customer's spending remained cautious in Hong Kong amid uncertainty concerns of the deterioration of the global economy. PBT dropped to RM0.74 million from RM0.81 million, representing a 8% drop in PBT. The decrease in PBT was mainly due to lower revenue achieved in 4Q22. China growth outlook remained challenging, stemming from uncertainty of the trajectory pandemic, highly uncertain global growth prospect and heighten geopolitical tension. Due to these multiple factors, has put China business at a pause.

For the 4Q22, The Philippines business unit experience a slow down in digital spending, consumer started to go out for outdoor spending as a result advertisers shifted the advertising budget from digital to offline. Nevertheless, the business unit is gaining positive momentum, none spending agencies started spending during the quarter which has contributed to the slight drop of 1% in revenue as compared to corresponding quarter in last year. PBT dipped by 36% or RM0.17 million to RM0.31 million from RM0.47 million, mainly due to lower product margin.

Taiwan business unit's achieved RM1.21 million revenue and PBT of RM0.08 million as compared to RM1.35 million revenue and LBT of RM0.13 million respectively in same quarter of the preceeding year. Taiwan business unit's reported negative growth with a 10% decline in revenue in the current quarter. This was mainly due to advertisers adopting more cautious advertising spending behaviour amid weak economy conditions. Despite revenue dipping by 10%, the business unit managed to achieved a PBT in 4Q22, this was mainly due to the lower losses on foreign exchange being recorded in the current quarter as compared to 4Q21.

In 4Q22, South Korea business unit has ceased business effective from June 2022. No revenue and PBT were recorded in 4Q22 as compared to RM0.04 million revenue and LBT of RM20,000 respectively posted in 4Q21.

The Cambodia business unit posted lower revenue in 4Q22 at RM0.28 million as compared with revenue of RM0.45 million in 4Q21, representing 39% or RM0.17 million lower than 4Q21. The business unit is experiencing a shortfall of digital advertising spending from brands which led to the dropped in revenue. Nevertheless, it is in the midst of revival by improving and increasing the sales team to generate stronger revenue. Despite a bigger drop in revenue, the drop in PBT was at minimal by 2% in 4Q22 compared to 4Q21.

Myanmar business unit's business environment continues to face challenges on ongoing political instability and global economy headwinds. No revenue was recorded in the current quarter as compared to RM10,000 revenue generated in the corresponding quarter in the preceeding year. In view of the current business condition, the business unit has incurred a RM39,000 LBT in 4Q22 as compared to LBT of RM38,000 In 4Q21.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B2. Commentary on current quarter compared with immediate preceding quarter

The Group's review of financial performance are analysed as follows:

	Current quarter ended 31.12.2022 RM'000	Immediate preceding quarter ended 30.09.2022 RM'000	% change
Overall performance analysis			
Revenue	27,252	26,513	3%
Profit from operations	400	(449)	>100%
Finance costs	(30)	(31)	3%
Share of profit/(loss) in equity-accounted associates, net of tax	117	(135)	>100%
Profit/(loss) before tax	487	(615)	>100%
Profit/(loss) after tax	415	(1,019)	>100%
Profit/(loss) attributable to Owners of the Company	406	(793)	>100%

For 4Q22, growth in the group's revenue continued to be affected by concerns about slowing economics, therefore a smaller growth of 3% or RM0.74 million in group's revenue was posted compared to the immediate preceding quarter. Majority of the business units contributed higher revenue in the current quarter except Malaysia, Cambodia and Myanmar business units.

The Group recorded a PBT of RM0.48 million in 4Q22 as compared to LBT of RM0.62 million in 3Q22, representing RM1.10 million increase in PBT. The increase in PBT was mainly due to the higher product margin after offsetting lower increment in operating costs.

B3. Commentary on current year prospects and progress on previously announced revenue or profit forecast

(a) Prospects for the financial year ending 31 December 2023

The global economy continues to face steep challenges, shaped by the Russian invasion of Ukraine, cost of living crisis caused by persistent and broadening inflation pressures and the lingering covid-19 pandemic all weighed heavily on the economic outlook. The directors are of the opinion that the Group's prospects for the financial year ending 31 December 2023 would be challenging as advertisers would remain cautious in light of economic uncertainty. Nevertheless, the management continues to maintain sustainable business by delivering effective data-driven online advertising solutions. The solutions will mainly focus on Shoppable Media which will be an innovative combination of ads with digital commerce, social commerce, as well as influencer marketing to help advertisers, including SMEs better engage with their audience and drive better returns.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection or internal targets previously announced

There was no revenue or profit forecast previously announced by the Company.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B4. Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There was no revenue or profit forecast previously announced by the Company.

B5. Profit forecast/profit guarantee previously announced

There was no profit forecast or profit guarantee previously announced by the Company.

B6. Profit before tax

(Loss)/Profit before tax is arrived at after charging:	Note	Current quarter ended 31.12.2022 RM'000	Comparative quarter ended 31.12.2021 RM'000	Current year-to-date ended 31.12.2022 RM'000	Preceding year-to-date ended 31.12.2021 RM'000
Amortisation of development expenditure	(i)	397	435	1,585	1,778
Allowance for doubtful debts	(i)	(62)	-	16	-
Bad debt written off	(i)	1	(73)	74	-
Depreciation	(i)	353	434	1,528	1,911
Impairment of development expenditure	(i)	-	257	-	257
Impairment loss on financial assets					
- trade receivable	(i)	(4)	23	118	56
Interest expense					
- bank overdraft	(i)	1	1	35	29
- lease rental interest	(i)	25	27	89	109
- Term loan interest	(i)	4	3	13	12
Inventory written off	(i)	-	-	2	-
Loss on foreign exchange					
- realised		196	8	370	116
- unrealised	(i)	(83)	(44)	817	26
Loss on lease modification	(i)	-	-	47	-
Property, plant and equipment written off	(i)	-	-	2	9
Retirement benefits	(i)	159	(38)	175	(8)
Share-based payment					
Shares granted under ESS	(i)	-	-	-	135
And (crediting):					
Allowance for doubtful debts no longer required	(i)	-	644	(10)	-
Gain on disposal of plant and equipment	(i)	-	-	(1)	-
Gain on lease modification	(i)	(1)	-	(1)	(18)
Gain on foreign exchange					
- realised		34	(85)	(61)	(115)
- unrealised	(i)	715	135	(820)	(541)
Interest income	(i)	(31)	(36)	(120)	(120)
Other income					
Reversal of impairment losses on financial assets					
- trade receivable	(i)	24	-	(14)	-
- miscellaneous		(98)	(83)	(677)	(547)

(i) represents non-cash and operating items for Statements of Cash Flows.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B7. Taxation

	Current quarter ended 31.12.2022 RM'000	Comparative quarter ended 31.12.2021 RM'000	Current year-to- date ended 31.12.2022 RM'000	Preceding year-to- date ended 31.12.2021 RM'000
In respect of the current year				
Malaysian income tax	78	808	457	1,643
Outside Malaysia	264	438	359	680
Under/(over)provision in respect of prior years				
Malaysian income tax	(27)	13	(23)	13
Outside Malaysia	(12)	(79)	(12)	(5)
Deferred taxation	(231)	(157)	327	(116)
	72	1,023	1,108	2,215

Group effective tax rate in 12M22 and 4Q22 were higher than the statutory tax rate was mainly due to the following:

- i) Malaysia business unit's effective tax rate in 12M22 and 4Q22 are higher than the statutory tax rate in the profitable subsidiaries, was mainly due to deferred tax liability was recorded for an income tax payable in future period in respect of taxable temporary differences;
- ii) Vietnam business unit effective tax rate was lower than the statutory tax rate however Philippines effective tax rate was higher than the statutory tax rate in 12M22 and 4Q22, the lower effective tax rate recorded in Vietnam business unit was due to the effect of offsetting unabsorbed losses brought forward against current year taxable profit whereas the higher effective tax rate recorded in Philippines business unit was primarily due to certain expenses not deductible for tax purposes. Hong Kong business unit effective tax rate was consistent with current year statutory tax rate.

B8. Borrowings

The details of the Group's borrowings are as follows:-

	Non-current RM'000	Current RM'000	Total RM'000
Secured:-			
As at 31.12.2022			
Term loan	278	32	310
	278	32	310
As at 31.12.2021			
Term loan	309	31	340
	309	31	340

The Group does not have any foreign currency borrowings as of 31 Dec 2022.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B9. Changes in material litigation

As at 15 February 2023 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), saved as disclosed below, the Group was not engaged in any material litigation, claims nor arbitration either as plaintiff or defendant and the Directors are not aware of any proceeding pending or threatened against the Group or of any facts likely to give rise to any proceeding which might materially and adversely affect the financial position or business operations of the Group.

(a) Claims made by Innity China Co., Limited (“ICCL”) (the “Plaintiff”) against LETV Sports Culture Develop (HK) Company Limited (“LeSports HK”) (the “Defendant”)

The Company had on 11 May 2017 announced that ICCL, a subsidiary of the Company, had on 4 May 2017, via its solicitors, Messrs. Chau & Associates, filed a Writ of Summons and Statement of Claim and Mediation Certificate in the High Court of the Hong Kong Special Administrative Region at Hong Kong against LeSports HK (“the Defendants”) for the claim sum of HK\$3,849,755.55 in respect of outstanding advertising fees for services provided by ICCL. ICCL is also claiming interest on overdue advertising fees and costs of the litigation action against the Defendants. A sum of HK\$3,849,755.55 doubtful debts was provided in the 1st quarter of year 2017.

ICCL had on 16 June 2017 received an offer letter together with HKD515,000 settlement amount from LeSports HK, inclusive of HKD15,000 legal cost. The amount of HKD500,000 write back of trade receivable was effected in the quarter.

Subsequently, ICCL entered into a settlement agreement with LeSports HK which recorded the full and final settlement of ICCL claim on 19 June 2017. The said settlement is to be made over 3 instalments: -

- (i) a sum of HKD515,000, inclusive of HKD15,000 legal costs, which was paid by LeSports HK by way of a cheque dated 15 June 2017 (received on 16 June 2017);
- (ii) a sum of HKD1,674,877.78 of the outstanding sum to be paid by LeSports HK on or before 31 August 2017; and
- (iii) the balance of the outstanding sum in the sum of HKD1,674,877.78 to be paid by LeSports HK on or before 30 September 2017.

Within 3 working days from receiving payment under (iii) above, ICCL shall cause its solicitors to take all necessary steps to discontinue this litigation action, which includes the service of notice of discontinuance on LeSports HK.

Subject to and conditional upon the fulfilment of payment obligations under item (ii) and (iii) above by LeSports HK, ICCL undertakes to withhold further proceedings, and withhold from giving further instructions to its solicitors to proceed with this litigation action.

On 5 September 2017, LeSports HK had failed to perform their payment obligations in accordance with Clause 1(b) of the settlement agreement which stipulates that a sum of HKD1,674,877.78 of the Outstanding Sum to be paid by LeSports HK on or before 31 August 2017.

LeSports HK had subsequently requested and ICCL had consented to give an extension of time until 30 September 2017 to fully settle the balance of the Outstanding Sum amounting to HKD3,349,755.55.

However, on 2 October 2017, LeSports HK had also failed to perform their payment obligations in accordance with Clause 1(a) and (b) of the settlement agreement which stipulate that the balance of the Outstanding Sum amounting to HKD3,349,755.55 is supposed to be fully settled on or before 30 September 2017.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B9. Changes in material litigation (Cont'd)

(a) Claims made by Innity China Co., Limited (“ICCL”) (the “Plaintiff”) against LETV Sports Culture Develop (HK) Company Limited (“LeSports HK”) (the “Defendant”) (cont’d)

Accordingly, the Company had on 17 October 2017 further announced that ICCL, had on 16 October 2017, via its solicitors, Messrs. Chau & Associates, re-filed a Writ of Summons and Amended Statements of Claim in the High Court of the Hong Kong Special Administrative Region at Hong Kong against LeSports HK.

The particulars of the Amended Statement of Claim under the Writ of Summons (“the Writ”) are as follows:

- (i) Repayment of the debt sum HK\$3,349,755.55 (after taking into account the partial settlement of HK\$500,000 by LeSports HK on the 15 June 2017);
- (ii) Interest pursuant to Section 48 and 49 of the High Court Ordinance of the Hong Kong Special Administrative Region, Cap.4 on any and all sums found to be due to it at such rate and for such periods as the Court deems fit and proper (the amount claimed is not stated in the Writ);
- (iii) Costs of this litigation action; and
- (iv) Further and other relief as the Court deems fit.

On 28 October 2017, LeSports HK after having acknowledged the service of ICCL’s Writ of Summon, had on 29 November 2017, via its solicitors, Messrs. K&L Gates, filed an application for an Order in the High Court of the Hong Kong Special Administrative Region that the Defendant’s obligation to file and serve its Defence to Counterclaim (if any) be extended for 28 days from the date of the order to be made.

Subsequently, on 2 January 2018, LeSports HK filed another application for an Order in the High Court of the Hong Kong Special Administrative Region via its solicitors, Messrs. K&L Gates that: -

- (i) The time for the Defendant to file and serve its Defence and Counterclaim (if any) pursuant to the Order of Master S.Lo dated 5 December 2017 be extended for 28 days from the date of the order to be made therein; and
- (ii) Costs of the application be charged to the Plaintiff.

The hearing of the above application on the part of the Defendant had been fixed on 8 January 2018.

ICCL and LeSports HK had on 5 January 2018, via their respective solicitors, Messrs. Chau & Associates and Messrs. K&L Gates, jointly filed an application for an Order (Consent Summons) in the High Court of the Hong Kong Special Administrative Region (“the Court”) that: -

- (i) Unless by 4.00 p.m. on 5 February 2018 the Defendant do file and serve its Defence and Counterclaims (if any), the Defendant be debarred from doing the same and the Plaintiff be at liberty to apply for judgment to be entered against the Defendant with costs;
- (ii) The hearing of the Defendant’s summons (the “Defendant’s Summons”) dated 2 January 2018 scheduled before Master Gary C C Lam on 8 January 2018 at 2.30 p.m. be vacated; and
- (iii) Costs of the Defendant’s Summons and its application agreed at HK\$1,040 be paid by the Defendant to the Plaintiff.

The above Order was consented by the Court on the 8 January 2018.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B9. Changes in material litigation (Cont'd)

(a) Claims made by Innity China Co., Limited (“ICCL”) (the “Plaintiff”) against LETV Sports Culture Develop (HK) Company Limited (“LeSports HK”) (the “Defendant”) (cont'd)

On 5 February 2018, LeSports HK via its solicitors, Messrs. K&L Gates, filed and served its Defence in the High Court of the Hong Kong Special Administrative Region against ICCL’s Amended Statement of Claim dated on 16 October 2017.

Accordingly, ICCL had caused its solicitors to take all necessary steps to continue this litigation action including the application for summary judgement, and any further material development of the matter will be announced in due course.

Subsequently, on 6 February 2018, ICCL and LeSports HK, via their respective solicitors, Messrs. Chau & Associates and Messrs. K&L Gates, jointly filed an application for an Order (Consent Order) in the High Court of the Hong Kong Special Administrative Region that all proceedings be stayed except for the purpose of carrying out the Consent Order and the agreed terms set forth thereto:

- (i) That the Defendant do pay the Plaintiff the sum of HK\$3,349,755.55 [the “Settlement Sum”] (inclusive of interest) in full and final settlement of the Plaintiff’s claim in the following manner:
 - (a) HK\$500,000.00 on 5 February 2018 (received on 5 February 2018);
 - (b) HK\$1,424,878.00 on 15 March 2018; and
 - (c) HK\$1,424,877.55 on 15 April 2018.
- (ii) That Defendant do pay the Plaintiff’s costs of this action from 16 June 2017 up to the date hereof on a party-and-party basis to be taxed, if not agreed; and
- (iii) That upon payment of the Settlement Sum including the payment of costs as aforesaid, the Plaintiff shall apply for leave to withdraw this action with no order as to costs and the Defendant shall give its respective consent to such application.

On 12 March 2018, LeSports HK had been issued with a winding-up petition by two listed applicants, namely MP & Silva Pte and Media Partners & Silva. Their first hearing for the present winding-up action has been scheduled on 16 May 2018.

Due to this petition, LeSports HK would not perform its payment obligations in accordance with Schedule 1(b) and (b) of the Consent Order dated 6 February 2018 until the petition is withdrawn.

Accordingly, ICCL had caused its solicitors to take all necessary steps to deal with this litigation.

On 4 June 2018, LeSports HK had been issued with a winding-up order by The High Court of the Hong Kong Special Administrative Region (“the Court”). The Court has made a normal winding-up order of which the costs of the supporting contributory are paid out of the assets of LeSports HK.

ICCL had accordingly filed a Proof of Debt to the Court in the prescribed form on 15 June 2018.

On 9 June 2020, ICCL received a Notice of Adjudication of Proof of Debt dated 3 June 2020 from the Joint and Several Liquidator of the Defendant, KPMG Advisory (Hong Kong) Limited (“the Liquidator”). In the Notice of Adjudication of Proof of Debt, the Liquidator had admitted ICCL’s claim in the sum of HK\$2,849,755.55 in full as unsecured claim against the Defendant.

On 27 May 2022, ICCL received a notice of dividend from the Joint and Several Liquidator of the Defendant, KPMG Advisory (Hong Kong) Limited (“the Liquidator”) of LeSports HK in accordance to Section 264 of the Companies (Winding up) Rules. ICCL was given the option on the mode of collection for this First Interim Ordinary Dividend of HK\$34,197.07.

B10. Dividends

There is no dividend declared and paid for the current quarter or the current year-to-date ended 31 December 2022.

QUARTERLY REPORT FOR THE FOURTH QUARTER 2022

B11. Profit Per Share (“PPS”)/Earnings Per Share (“EPS”) attributable to Owners of the Company

	Current quarter ended 31.12.2022	Comparative quarter ended 31.12.2021	Current year-to-date ended 31.12.2022	Preceding year-to-date ended 31.12.2021
Basic EPS				
Profit attributable to Owners of the Company (RM'000)	406	1,828	(80)	3,122
Weighted average number of ordinary shares in issue ('000)	139,403	139,348	139,403	139,348
Basic EPS (sen)	0.29	1.31	(0.06)	2.24

Diluted earnings per share is not computed as the Company does not have any convertible financial instruments as at 31 Dec 2022.

B12. Audit report of preceding annual financial statements

The audit report of the Group’s annual financial statements for the preceding year were not subject to any qualification.

B13. Status of corporate proposals

There were no corporate proposals announced but not yet completed as at 15 February 2023 (being the date not earlier than 7 days before the date of this announcement).

B14. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the Board of Directors’ meeting held on 22 February 2023.

By Order of the Board

Phang Chee Leong
Executive Chairman

22 February 2023