



## **XOX BHD**

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### Contents

Unaudited Condensed Consolidated Statement of Comprehensive Income

Unaudited Condensed Consolidated Statement of Financial Position

Unaudited Condensed Consolidated Statement of Changes in Equity

Unaudited Condensed Consolidated Statement of Cash Flow

Notes to the Interim Financial Report

Additional information required by the Bursa Malaysia Securities Listing Requirements  
("Bursa Securities LR")



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-Date	Preceding Year Corresponding Quarter
	30 June 2022 RM'000	30 June 2021 RM'000	30 June 2022 RM'000	30 June 2021 RM'000
Revenue	66,948	92,070	225,653	236,877
Operating Expenses	(64,095)	(124,555)	(296,038)	(286,485)
Other Income	587	715	1,651	10,897
Finance Costs	(354)	(387)	(1,107)	(1,132)
Share of results of associates and joint venture, net of tax	(2,239)	1,200	(2,085)	1,378
<b>Profit/(Loss) Before Tax</b>	847	(30,957)	(71,926)	(38,465)
Tax Expenses	(286)	(25)	(367)	(191)
<b>Profit/(Loss) for the period, net of tax</b>	561	(30,982)	(72,293)	(38,656)
<b>Other comprehensive income, net of tax</b>				
<b>Item that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation	(7,094)	(411)	(7,367)	(350)
<b>Total comprehensive income for the financial year</b>	(6,533)	(31,393)	(79,660)	(39,006)
<b>Profit/(Loss) for the period, net of tax</b>				
<b>Attributable to:</b>				
- Owners of the Company	770	(30,770)	(71,614)	(37,895)
- Non-controlling Interest	(209)	(212)	(679)	(761)
	561	(30,982)	(72,293)	(38,656)
<b>Total comprehensive income</b>				
<b>Attributable to:</b>				
- Owners of the Company	(6,315)	(31,183)	(78,972)	(38,255)
- Non-controlling Interest	(218)	(210)	(688)	(751)
	(6,533)	(31,393)	(79,660)	(39,006)
<b>Basic earnings/(loss) per ordinary share attributable to Owners of the Company (sen):</b>				
- Basic	0.02	(0.83)	(1.53)	(1.03)
- Diluted	0.02	(0.83)	(1.53)	(1.03)

**Notes:-**

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to this interim financial statements.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Descriptions	Unaudited as at 30 June 2022 RM'000	Audited as at 30 September 2021 RM'000
<b><u>ASSETS</u></b>		
<b><u>NON-CURRENT ASSETS</u></b>		
Property, plant and equipment	74,528	59,719
Intangible assets	32,327	33,911
Investment in associates	44,829	51,911
Investment in a joint venture	2,814	4,026
Other investment	25,950	37,043
Finance lease receivable	101	232
Other receivables	219	222
Deferred tax assets	1,227	1,227
<i>Total Non-Current Assets</i>	<b>181,995</b>	<b>188,291</b>
<b><u>CURRENT ASSETS</u></b>		
Inventories	10,398	8,834
Trade receivables	10,248	13,030
Finance lease receivable	171	155
Other receivables, deposits and prepayments	65,033	45,622
Tax recoverables	1,129	929
Cash and short term deposits	102,272	163,767
<i>Total Current Assets</i>	<b>189,251</b>	<b>232,337</b>
<b>TOTAL ASSETS</b>	<b>371,246</b>	<b>420,628</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
Share capital	468,848	432,150
Irredeemable Convertible Preference Shares (ICPS)	1,949	1,949
Capital reserve	2,200	2,200
Warrants B reserve	2,527	2,527
Other reserve	(2,527)	(2,527)
Exchange reserve	(9,052)	(1,694)
Share Issuance Scheme Options reserve	-	3,036
Accumulated losses	(201,969)	(131,927)
<i>Total Equity</i>	<b>261,976</b>	<b>305,714</b>
Non-controlling interest	(2,464)	(1,776)
	<b>259,512</b>	<b>303,938</b>



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

Descriptions	Unaudited as at	Audited as at
	30 June 2022	30 September 2021
	RM'000	RM'000
<b>NON-CURRENT LIABILITY</b>		
Lease liabilities	6,770	8,618
Deferred tax liabilities	374	300
<i>Total Non-Current Liability</i>	<b>7,144</b>	<b>8,918</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	24,787	24,371
Other payable and accruals	50,345	54,112
Contract liability	25,174	24,457
Tax payable	-	11
Lease liabilities	4,284	4,821
<i>Total Current Liability</i>	<b>104,590</b>	<b>107,772</b>
<b>TOTAL LIABILITY</b>	<b>111,734</b>	<b>116,690</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>371,246</b>	<b>420,628</b>
Net assets per share attributable to equity holders of the Company (sen) #	5.19	7.57

Notes: -

The net assets per share attributable to equity holders of the Company is computed based on the net assets divided by 5,050,830,575 ordinary shares of the Company. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to this interim financial statements.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent								Total	Non-Controlling Interest	Total Equity	
	Non-distributable											
	Share Capital	ICPS	Other Reserve	Sub-total	Capital Reserve	Warrants Reserve	Exchange Reserves	Share Issuance Scheme Option Reserve	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 October 2021</b>	432,150	1,949	(2,527)	431,572	2,200	2,527	(1,694)	3,036	(131,927)	305,714	(1,776)	303,938
<b>Loss for the financial period</b>	-	-	-	-	-	-	-	-	(71,614)	(71,614)	(679)	(72,293)
<b>Other comprehensive income</b>												
Foreign currency translations	-	-	-	-	-	-	(7,358)	-	-	(7,358)	(9)	(7,367)
<b>Total comprehensive income for the financial period</b>	-	-	-	-	-	-	(7,358)	-	(71,614)	(78,972)	(688)	(79,660)
<b>Transactions with owners of the Company:</b>												
<b>Issuance of ordinary shares pursuant to:</b>												
- Share Options exercised	36,698	-	-	36,698	-	-	-	(6,490)	-	30,208	-	30,208
Share options granted	-	-	-	-	-	-	-	5,026	-	5,026	-	5,026
Share options expired	-	-	-	-	-	-	-	(1,572)	1,572	-	-	-
<b>Total transactions with owners of the company</b>	36,698	-	-	36,698	-	-	-	(3,036)	1,572	35,234	-	35,234
<b>At 30 June 2022</b>	<b>468,848</b>	<b>1,949</b>	<b>(2,527)</b>	<b>468,270</b>	<b>2,200</b>	<b>2,527</b>	<b>(9,052)</b>	<b>-</b>	<b>(201,969)</b>	<b>261,976</b>	<b>(2,464)</b>	<b>259,512</b>



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)

	Attributable to owners of the parent								Total	Non-Controlling Interest	Total Equity	
	Non-distributable											
	Share Capital	ICPS	Other Reserve	Sub-total	Capital Reserve	Warrants Reserve	Exchange Reserves	Share Issuance Scheme Option Reserve	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 October 2020</b>	343,520	2,160	(2,528)	343,152	2,200	2,528	(23)	2,976	(89,409)	261,424	136	261,560
<b>Loss for the financial period</b>	-	-	-	-	-	-	-	-	(37,895)	(37,895)	(761)	(38,656)
<b>Other comprehensive income</b>												
Foreign currency translations	-	-	-	-	-	-	(360)	-	-	(360)	10	(350)
<b>Total comprehensive income the financial period</b>	-	-	-	-	-	-	(360)	-	(37,895)	(38,255)	(751)	(39,006)
<b>Transactions with owners of the Company:</b>												
<b>Issuance of ordinary shares pursuant to:</b>												
- Private placement	60,631	-	-	60,631	-	-	-	-	-	60,631	-	60,631
- Conversion of ICPS	422	(211)	-	211	-	-	-	-	-	211	-	211
- Exercised of warrants	5	-	1	6	-	(1)	-	-	-	5	-	5
- Share options exercised	22,436	-	-	22,436	-	-	-	(1,883)	-	20,553	-	20,553
Share options granted	-	-	-	-	-	-	-	(1,082)	2,971	1,889	-	1,889
<b>Total transactions with owners of the company</b>	83,494	(211)	1	83,284	-	(1)	-	(2,965)	2,971	83,289	-	83,289
<b>At 30 June 2021</b>	<b>427,014</b>	<b>1,949</b>	<b>(2,527)</b>	<b>426,436</b>	<b>2,200</b>	<b>2,527</b>	<b>(383)</b>	<b>11</b>	<b>(124,333)</b>	<b>306,458</b>	<b>(615)</b>	<b>305,843</b>

#### Notes:-

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



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

Descriptions	Quarter Ended 30 June 2022 RM'000	Preceding Year Corresponding Quarter Ended 30 June 2021 RM'000
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Loss before taxation	(71,926)	(38,465)
Adjustments for:		
Depreciation of property, plant and equipment	9,994	9,564
Amortisation of intangible assets	2,573	2,294
Share-based payment expenses	5,027	1,890
Gain on termination of lease contract		
- Derecognition of right-of-use assets	192	-
- Derecognition of Lease liability	(240)	-
Gain on remeasurement of lease liability	-	(15)
Gain on disposal of:		
- other investment	-	(8,791)
- property, plant and equipment	(200)	-
Fair value adjustment on other investment	16,129	39,631
Impairment loss on:		
- trade receivables	2,667	1,371
- investment in associates	62,859	-
Interest expense	1,107	1,132
Interest income	(1,019)	(1,942)
Lease interest income	(32)	(30)
Share of joint venture's loss	1,212	-
Share of associate's profit	873	-
Written off:		
- property, plant and equipment	3	9
- intangible assets	106	-
Covid-19 related rent concession	(135)	-
Unrealised loss on foreign exchange	(4,385)	(227)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>24,805</b>	<b>6,421</b>
<b>Changes in working capital:</b>		
Inventories	(1,563)	(4,220)
Trade and other receivables	(19,286)	(9,476)
Finance lease receivables	114	60
Trade and other payables	(6,281)	20,904
	<b>(27,016)</b>	<b>7,268</b>
<b>Cash (used in)/generated from operations</b>	<b>(2,211)</b>	<b>13,689</b>



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONT'D)

Descriptions	Quarter Ended	Preceding Year
	30 June 2022 RM'000	Corresponding Quarter Ended 30 June 2021 RM'000
Interest received	1,013	1,935
Lease interest income	32	30
Interest paid	(1,107)	(1,132)
Tax paid	(503)	(551)
	(565)	282
<b>Net cash (used in)/generated from operating activities</b>	<b>(2,776)</b>	<b>13,971</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(23,389)	(4,933)
Acquisition of intangible assets	(1,095)	(10,400)
Acquisition of other investments	(5,067)	(74,979)
Investments in associate	(56,650)	(44,583)
Proceeds from disposal of other investments	-	8,791
Proceeds from disposal of plant and equipment	200	-
<b>Net cash used in investing activities</b>	<b>(86,001)</b>	<b>(126,104)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liability	(3,617)	(3,323)
Proceeds from issuance of shares	30,207	81,400
<b>Net cash generated from financing activities</b>	<b>26,590</b>	<b>78,077</b>
<b>NET DECREASED IN CASH AND CASH EQUIVALENTS</b>	<b>(62,187)</b>	<b>(34,056)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b>163,767</b>	<b>182,275</b>
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS HELD</b>	<b>692</b>	<b>(122)</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>102,272</b>	<b>148,097</b>

Notes: -

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2021 and the accompanying explanatory notes attached to this interim financial statements.





## XOX BHD

(Company Registration No.: 201001016682 (900384-X))  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### A. Explanatory Notes Pursuant to MFRS 134

##### 1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The unaudited interim financial report should be read in conjunction with the latest audited financial statements of XOX Bhd ("XOX" or the "Company") and its subsidiaries ("Group") for the financial year ended 30 September 2021.

The accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 September 2021 except for the adoption of the following standard, interpretation and amendments to Malaysian Financial Reporting Standards ("MFRS"):

##### ***MFRS, Interpretation and Amendments to MFRSs effective for financial periods beginning on or after 1 January 2021***

Amendments to MFRS 9, MFRS 7,  
MFRS 4 and MFRS 16

Interest Rate Benchmark Reform – Phase 2

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

##### 2. Seasonality or cyclical factors

The business of the Group was not affected by any significant seasonal and cyclical factors for the current quarter under review and financial year-to-date.

##### 3. Nature and amount of exceptional and extraordinary items

There were no exceptional or extraordinary items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review and financial year-to-date.

##### 4. Changes in estimates

There were no material changes in estimates for the current quarter under review and financial year-to-date.

##### 5. Debt and equity securities

There were no other issuance, cancellations, repurchase, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter under review and financial year to date except for the issuance of 154,856,000 (YTD 1,014,964,800) ordinary shares through the exercise of the share options that was granted under Employees' Share Option Scheme.

##### 6. Dividends Paid

No dividends were declared or paid by the Group in the current quarter under review.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X))  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 7. Segment information

Segmental information is neither included in the internal management reports nor provided regularly to the Management as the Group operates principally in Malaysia and in one major business segment that is in the provision of mobile communication services and its related products.

#### 8. Material events subsequent to the end of the reporting quarter

There were no material events subsequent to the end of this current quarter that have not been reflected in the financial statement for this current financial quarter under review except for the following:

- (a) On 12 July 2022, XOX (Hong Kong) Limited, a wholly-owned subsidiary of XOX Bhd had entered into a Share Sale Agreement with Muar Ban Lee Group Berhad for the proposed acquisition of 2 ordinary shares in Theron Holdings Sdn. Bhd. ("Theron"), representing 100% of the total issued and paid-up share capital of Theron, for a total a total purchase consideration of RM19,254,590.00 only.
- (b) On 26 July 2022, XOX Bhd ("XOX" or "Company") proposed private placement of new ordinary shares in XOX, representing not more than 10% of the total number of issued shares of the company (excluding treasury shares, if any).
- (c) On 26 August 2022, XOX announced the Share Sale Agreement dated 17 May 2022 for the acquisition of shares in Perak FC Sdn. Bhd. has been completed.

#### 9. Changes in the composition of the Group

There were no material changes in the composition of the Group during the financial quarter under review except for the following:

- (a) A new subsidiary, XOX Pro Sport Sdn Bhd was incorporated on 11 May 2022.
- (b) XOXHK has acquired from the open market an aggregate of 2,764,600 ordinary shares in Jadi for a total purchase consideration of approximately RM264,423. Accordingly, XOXHK holds a total of 302,292,700 Jadi's shares, representing 28.08% equity interest in Jadi as at 30 June 2022.

#### 10. Contingent liabilities and assets

There are no material contingent liabilities or assets which may have material effect on the financial position of the Group as the date of this announcement.

#### 11. Capital commitment

Authorised capital expenditure not provided for in the interim financial report at the end of the current quarter under review is as follows:-

Approved and contracted for:  
- Capital Expenditure

RM'000

11,425



## XOX BHD

(Company Registration No.: 201001016682 (900384-X))  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 12. Significant related party transactions

(a) Identities of related parties

- (i) the Company has a controlling related party relationship with its subsidiaries;
- (ii) the directors who are the key management personnel; and
- (iii) entities controlled by certain key management personnel, directors and/or substantial shareholders.

(b) In addition to the information detailed elsewhere in the financial statements, the Group carried out the following significant transactions with the related parties during the quarter:

	Current quarter 30 June 2022 RM'000	Preceding year corresponding quarter 30 June 2021 RM'000
(i) Key management personnel compensation:		
- Short-term employee benefit	791	487
(ii) Services to a related party		
- Web blasting	46	56
- Mobile services	1	1
- E-commerce services	12	-
- Rental income	48	48
(iii) Services from related parties		
- Rental charged	24	78
- Vending machine	1,079	-
- Marketing and consultancy related expenses	1,674	809
- Printing of sim card	130	-
- Healthcare product	4	-
- Renovation	1,178	-
- Purchase of software	1,884	-

#### 13. Other Investments

Save for the funds of RM50.207 million placed with a licensed bank, invested in money market investments and short to medium-term fixed income instruments as at 30 June 2022, details of other investments are as follows:-

Company	Nos of Share Held	Market Value RM
XOX Networks Berhad	171,000,000	4,275,000
Nexion Technologies Limited	117,848,500	16,554,768
DGB Asia Berhad	256,000,000	5,120,000
<b>Total</b>		<b>25,949,768</b>



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

##### 1. Performance of the current quarter and financial year-to-date against preceding year corresponding quarter and year-to-date ("YTD")

Descriptions	Individual Period (3rd Quarter)				Cumulative Quarter			
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes		Current Year-to-date	Preceding Year Corresponding Quarter	Changes	
	30-Jun-22	30-Jun-21	RM'000	%	30-Jun-22	30-Jun-21	RM'000	%
Revenue	66,948	92,070	(25,122)	-27%	225,653	236,877	(11,224)	-5%
Earnings/(Loss) Before Interest Tax Depreciation & Amortisation ("EBITDA/LBITDA")	5,395	(27,284)	32,679	-120%	(59,304)	(27,439)	(31,866)	116%
Profit/(Loss) Before Tax ("PBT/LBT")	847	(30,957)	31,804	-103%	(71,926)	(38,465)	(33,461)	87%
Profit/(Loss) After Tax ("PAT/LAT")	561	(30,982)	31,543	-102%	(72,293)	(38,656)	(33,637)	87%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	770	(30,770)	31,540	-103%	(71,614)	(37,895)	(33,719)	89%

For the quarter and financial year to date ended 30 June 2022, XOX Group revenue down by 27% and 5% respectively, compared to the previous corresponding quarter and year to date. The lower revenue reported was mainly due to weaker activation resulted from softer on-ground activities and lack of competitive product offering, coupled with the lack of a non-recurring smart device with entry level plan revenue contribution under Jarigan Prihatin Programs reported in the previous corresponding reporting periods.

The Group reported a healthy PBT & EBITDA of RM0.85 million and RM5.40 million for the current reporting quarter compared to LBT & LBITDA of RM30.96 million and RM27.28 million recorded in the corresponding quarter. The better results were attributable to the lower negative impact from the fair value adjustment of other investments.

On year-to-date basis, the significant fair value changes in quoted share investment and impairment of associated companies' investment amounted to RM78.99 million resulted the Group YTD LBT & YTD LBITDA stood at RM71.93 million and RM59.30 million respectively.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 2. Performance of the current quarter against the preceding quarter

Descriptions	Current Quarter	Immediate Preceding Quarter	Changes	
	30 June 2022	31 March 2022	RM'000	%
Revenue	66,948	76,020	(9,072)	-12%
Earnings Before Interest Tax Depreciation & Amortisation ("EBITDA")	5,395	7,389	(1,994)	-27%
Profit Before Tax ("PBT")	847	3,181	(2,334)	-73%
Profit After Tax ("PAT")	561	3,110	(2,549)	-82%
Profit Attributable to Ordinary Equity Holders of the Parent	770	3,367	(2,597)	-77%

The Group revenue was down by 12% quarter-on-quarter ("QoQ") to RM66.95 million, largely attributed to weaker acquisition resulted from softer on-ground activities and lack of competitive product offering, coupled with softer commercial momentum.

As a result of the lower revenue reported, a lower PAT of RM0.56 million & EBITDA of RM5.40 million were reported compared to the previous quarter of RM3.11 million and RM7.39 million respectively.

#### 3. Prospects and business outlook

With the COVID-19 pandemic still not abating and with our business operating in an industry which is highly competitive, it will be a real challenge for us to provide an outlook on what the environment will be in the ensuing period. Notwithstanding this, the Group remains committed to our core business of offering attractive mobile subscription plans for connectivity services.

As we enter the 5G era, this could transform the network from something we carry around to something that takes us around, either virtually or in reality. The 5G outcome and benefits are beyond just faster connectivity but its true potential in terms of business models and timelines, remains largely uncertain. We will continue to grow our digital ecosystems to deepen engagement with our subscriber base to capture value and the opportunities that lie within.

Premised on the overview and outlook of the telecommunication industry and the accelerating macro trends such as technology proliferation and digitalisation, the Board is cautiously optimistic about the future prospects of the Group despite the challenges that may be in store.

#### 4. Profit forecast or profit guarantee

The Board of Directors wishes to inform that the XOX Group did not issue any profit forecast.

#### 5. Qualification of preceding audited financial statements

There was no audit qualification reported in the audited financial statements of the Group for the financial year ended 30 September 2021.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X))  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 6. Profit/(Loss) before tax

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-Date	Preceding Year Corresponding Period
	30 June 22 RM'000	30 June 21 RM'000	30 June 22 RM'000	30 June 21 RM'000
Amortisation of Intangible assets	833	773	2,573	2,294
Depreciation of property, plant and equipment	3,594	3,177	9,994	9,564
Gain on disposal				
- Other investment	-	(28)	-	(8,791)
- Property, plant & equipment	(200)		(200)	
Fair value adjustment on other investment	(3,322)	32,403	16,129	39,631
Interest expense	354	387	1,107	1,132
Interest income	(224)	(650)	(1,019)	(1,942)
Lease Interest Income	(9)	(14)	(32)	(30)
Impairment loss:				
- Trade receivables	813	465	2,667	1,371
- Investment in Associates	9,085	-	62,859	-
Share options granted under ESOS/SIS	(180)	11	5,027	1,890
Written off:				
- Property, plant and equipment	-	9	3	9
- Intangible assets	106	-	106	-

#### 7. Income Tax Expense

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-Date	Preceding Year Corresponding Period
	30 June 22 RM'000	30 June 21 RM'000	30 June 22 RM'000	30 June 21 RM'000
Income Tax:				
- Current	265	29	292	29
Deferred Tax				
- Relating to origination & reversal of temporary differences	22	(4)	74	162
Income tax expenses	286	25	367	191

The effective tax rate of the Group for the current quarter and financial year to-date is slightly higher than the statutory income tax rate mainly due to certain expenses not deductible for tax purposes.



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 8. Gain or loss on disposal of quoted and/or unquoted investments and/or properties

There were no other material disposal of quoted, unquoted and/or properties for the current quarter and financial year to date under review.

#### 9. Corporate proposals and utilisation of proceeds

Save as disclosed below, there were no other corporate proposals which had been announced by the Company and are pending for completion as at end of the reporting quarter except:-

A. On 24 May 2022, XOX Bhd has entered into a MOU with Majlis Bandaraya Ipoh (“MBI”) for the purpose to solidify the parameters and lay the foundation for formalisation of the strategic technology partnership to collectively enhance the current infrastructure and services provided by MBI to the residents of Ipoh, by virtue of digitalisation, augmented reality application, cashless applications and automation. To date, both parties are still in the midst of discussion.

B. Utilisation of proceeds from various corporate exercises as at 30 June 2022:-

##### Private Placement (Completed on 23 July 2020)

Details	Proposed Utilisation (based on acceptance of applications for Private Placement) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) Investment in the business of smart vending machine	19,063,140	8,891,577	10,171,563
(b) Expenses incurred for the Private Placement	600,000	600,000	-
<b>Total</b>	<b>19,663,140</b>	<b>9,491,577</b>	<b>10,171,563</b>

##### Private Placement (Completed on 15 December 2020)

Details	Proposed Utilisation (based on acceptance of applications for Private Placement) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) Fintech Business Expansion	48,000,000	30,548,671	17,451,329
(b) Rebranding exercise to reposition the XOX brand into a Fintech solution and telecommunication provider	5,000,000	1,761,837	3,238,163
(c) Marketing and promotional expenses for the Fintech Business Expansion	7,060,845	1,405,704	5,655,141
(d) Expenses for the Private Placement	570,000	570,000	-
	<b>60,630,845</b>	<b>34,286,212</b>	<b>26,344,633</b>



## XOX BHD

(Company Registration No.: 201001016682 (900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2022

#### 10. Group Borrowings

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

Descriptions	Audited	
	As at 30 June 2022	As at 30 September 2021
	RM'000	RM'000
<b>Lease Liabilities</b>		
Short-term	4,284	4,821
Long-term	6,770	8,618
	<u>6,770</u>	<u>8,618</u>

The lease liabilities are pertaining to the acquisition of motor vehicles, telecommunication network and right-of-use-assets. And the Group does not have any foreign currency denominated borrowings.

#### 11. Trade Receivables

Descriptions	Audited	
	As at 30 June 2022	As at 30 September 2021
	RM'000	RM'000
Trade Receivables	18,420	18,663
Less: Allowance for impairment losses	(8,172)	(5,633)
	<u>10,248</u>	<u>13,030</u>

Trade receivables are non-interest bearing and are generally within the stipulated current credit term. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

#### 12. Material litigation

There were no litigation or arbitration, which has a material effect on the financial position of the Group and the Board is not aware of any other proceedings pending or threatened or of any fact likely to give rise to any proceedings which has a material effect on the financial position of the Group.

#### 13. Earnings per share

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year quarter	Preceding Year Corresponding Quarter	Current Year-to-Date	Preceding Year Corresponding Quarter
	30 June 22	30 June 21	30 June 22	30 June 21
<b>Basic profit/(loss) per share:</b> Profit/(Loss) after tax attributable to the Owners of the Company (RM,000)	770	(30,770)	(71,614)	(37,895)
<b>Weighted average number of ordinary shares ('000)</b>	4,671,992	3,685,578	4,671,992	3,685,578
Basic earnings/(loss) per share (sen)	0.02	(0.83)	(1.53)	(1.03)

The fully diluted loss per share is not presented as there were no dilutive potential ordinary shares outstanding at the end of the reporting period.