



XOX BHD

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

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



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
	RM'000	RM'000	RM'000	RM'000
Revenue	69,933	82,685	69,933	82,685
Operating Expenses	(75,369)	(160,984)	(75,369)	(160,984)
Other Income	419	743	419	743
Finance Costs	(405)	(386)	(405)	(386)
Share of results of associates and joint venture, net of tax	2,065	1,987	2,065	1,987
Loss Before Tax	(3,357)	(75,955)	(3,357)	(75,955)
Tax Expenses	(90)	(9)	(90)	(9)
Loss for the period, net of tax	(3,447)	(75,964)	(3,447)	(75,964)
Other comprehensive income, net of tax Item that may be reclassified subsequently to profit or loss				
Foreign currency translation	8,891	641	8,891	641
Total comprehensive income for the financial period	5,444	(75,323)	5,444	(75,323)
Loss for the period, net of tax Attributable to:				
- Owners of the Company	(2,845)	(75,751)	(2,845)	(75,751)
- Non-controlling Interest	(602)	(213)	(602)	(213)
	(3,447)	(75,964)	(3,447)	(75,964)
Total comprehensive income Attributable to:				
- Owners of the Company	5,979	(75,112)	5,979	(75,112)
- Non-controlling Interest	(535)	(211)	(535)	(211)
	5,444	(75,323)	5,444	(75,323)
Basic loss per ordinary share attributable to Owners of the Company (sen):				
- Basic	(0.06)	(1.83)	(0.06)	(1.83)
- Diluted	(0.06)	(1.83)	(0.06)	(1.83)

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 2022 and the accompanying explanatory notes attached to this interim financial statements.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited as at 31-Dec-22 RM'000	Audited as at 30-Sep-22 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	77,737	76,634
Intangible assets	34,635	34,196
Investment in associates	47,284	39,623
Investment in a joint venture	3,490	2,299
Other investment	60,227	18,597
Goodwill	14,282	14,282
Finance lease receivable	-	55
Other receivables	206	207
Deferred tax assets	305	305
	<u>238,166</u>	<u>186,198</u>
Current assets		
Inventories	10,560	10,464
Trade receivables	12,384	11,875
Finance lease receivable	189	176
Other receivables, deposits and prepayments	40,848	51,980
Tax recoverables	1,981	1,533
Cash and short term deposits	64,691	83,301
	<u>130,653</u>	<u>159,329</u>
TOTAL ASSETS	<u><u>368,819</u></u>	<u><u>345,527</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	468,848	468,848
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	(9,203)	(18,027)
Accumulated losses	(224,176)	(221,331)
Total equity attributable to owners of the Company	<u>239,618</u>	<u>233,639</u>
Non-controlling interest	(3,447)	(2,912)
	<u>236,171</u>	<u>230,727</u>



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

	Unaudited as at 31-Dec-22 RM'000	Audited as at 30-Sep-22 RM'000
Non-current liability		
Lease liabilities	9,193	7,265
Deferred tax liabilities	2,127	2,053
	11,320	9,318
Current Liabilities		
Trade payables	23,176	22,764
Other payable and accruals	66,839	53,372
Contract liability	25,897	25,045
Tax payable	-	1
Lease liabilities	5,416	4,300
	121,328	105,482
TOTAL LIABILITY	132,648	114,800
TOTAL EQUITY AND LIABILITIES	368,819	345,527
Net assets per share attributable to equity holders of the Company (sen) #	4.74	4.63

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 2022 and the accompanying explanatory notes attached to this interim financial statements.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent							Total	Non-Controlling Interest	Total Equity	
	Share Capital	ICPS	Other Reserve	Sub-total	Capital Reserve	Warrants Reserve	Exchange Reserves				Accumulated Losses
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 October 2022	468,848	1,949	(2,527)	468,270	2,200	2,527	(18,027)	(221,331)	233,639	(2,912)	230,727
Loss for the financial period	-	-	-	-	-	-	-	(2,845)	(2,845)	(602)	(3,447)
Other comprehensive income											
Foreign currency translations	-	-	-	-	-	-	8,824	-	8,824	67	8,891
Total comprehensive income for the financial period	-	-	-	-	-	-	8,824	(2,845)	5,979	(535)	5,444
At 31 December 2022	468,848	1,949	(2,527)	468,270	2,200	2,527	(9,203)	(224,176)	239,618	(3,447)	236,171



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

	Attributable to owners of the parent								Non-Controlling Interest	Total Equity	
	Non-distributable										
	Share Capital	ICPS	Other Reserve	Sub-total	Capital Reserve	Warrants Reserve	Exchange Reserves	Accumulated Losses	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2021	432,150	1,949	(2,527)	431,572	2,200	2,527	(1,694)	(131,927)	305,714	(1,776)	303,938
Loss for the financial period	-	-	-	-	-	-	-	(75,751)	(75,751)	(213)	(75,964)
Other comprehensive income											
Foreign currency translations	-	-	-	-	-	-	639	-	639	2	641
Total comprehensive income the financial period	-	-	-	-	-	-	639	(75,751)	(75,112)	(211)	(75,323)
Transactions with owners of the Company:											
Issuance of ordinary shares pursuant to:											
- Share options exercised	27,398	-	-	27,398	-	-	-	-	22,238	-	22,238
Share options granted	-	-	-	-	-	-	-	-	4,521	-	4,521
Share options expired	-	-	-	-	-	-	-	7	-	-	-
Total transactions with owners of the company	27,398	-	-	27,398	-	-	-	7	26,759	-	26,759
At 31 December 2021	459,548	1,949	(2,527)	458,970	2,200	2,527	(1,055)	(207,671)	257,361	(1,987)	255,374

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 2022 and the accompanying explanatory notes attached to this interim financial statements.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Period Ended 31-Dec-22 RM'000	Period Ended 31-Dec-21 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Loss before taxation	(3,357)	(75,955)
Adjustments for:		
Depreciation of property, plant and equipment	3,703	3,204
Amortisation of intangible assets	836	870
Share-based payment expenses	-	4,521
Gain on modification of lease contract:		
- Modification of right-of-use assets	121	46
- Modification of Lease liability	(153)	(65)
Fair value adjustment on other investment	570	18,464
Impairment loss on:		
- trade receivables	739	890
- investment in associates	-	56,258
Reversal of Impairment loss on investment in associates	(6,786)	-
Interest expense	405	386
Interest income	(248)	(582)
Lease interest income	(7)	(12)
Share of joint venture's (profit)/loss	(1,191)	452
Share of associate's profit	(874)	(2,439)
Covid-19 related rent concession	(9)	(86)
Unrealised loss on foreign exchange	8,874	2,461
Operating profit before working capital changes	2,623	8,413
Changes in working capital:		
Inventories	(96)	(76)
Trade and other receivables	9,937	(3,146)
Finance lease receivables	42	37
Trade and other payables	(8,295)	9,470
	1,588	6,285
Cash generated from operations	4,211	14,698



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

	Period Ended 31-Dec-22 RM'000	Period Ended 31-Dec-21 RM'000
Interest received	246	580
Lease interest income	7	12
Interest paid	(405)	(386)
Tax paid	(464)	(180)
	<u>(616)</u>	<u>26</u>
Net cash generated from operating activities	<u>3,595</u>	<u>14,724</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(380)	(9,828)
Acquisition of intangible assets	(1,274)	(4,777)
Acquisition of other investments	-	(4,008)
Investments in associate	-	(50,199)
Acquisition of subsidiary, net of cash and cash equivalent acquired	(18,775)	-
Net cash used in investing activities	<u>(20,429)</u>	<u>(68,812)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability	(1,340)	(1,113)
Proceeds from issuance of shares	-	22,237
Net cash (used in)/generated from financing activities	<u>(1,340)</u>	<u>21,124</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(18,174)	(32,964)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	83,301	163,767
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS HELD	(436)	(64)
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>64,691</u>	<u>130,739</u>

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 2022 and the accompanying explanatory notes attached to this interim financial statements.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 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 2022.

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 2022 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 2022

Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	Onerous Contracts - Cost of Fulfilling a contract
Annual Improvements to MFRSs 2018 - 2020	

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

2. Seasonality or cyclicity 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.

6. Dividends Paid

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



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A. Explanatory Notes Pursuant to MFRS 134 (Cont'd)

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 10 February 2023, XOX Pro Sport Sdn. Bhd a wholly-owned subsidiary of XOX Bhd had entered into a Memorandum of Understanding (“MOU”) with Kuala Lumpur City FC Sdn. Bhd. for the purpose to explore a business collaboration between the parties particularly in the scope of commercial activities, including sports marketing and management.
- (b) On 17 February 2023, XOX Pro Sport Sdn. Bhd a wholly-owned subsidiary of XOX Bhd had entered into a MOU with Negeri Sembilan Football Club Sdn. Bhd. for the purpose to explore a business collaboration between the parties particularly in the scope of commercial activities, including sports marketing and management.
- (c) On 18 February 2023, XOX Pro Sport Sdn. Bhd a wholly-owned subsidiary of XOX Bhd had entered into a MOU with Darulaman Football Club Sdn. Bhd. for the purpose to explore a business collaboration between the parties particularly in the scope of commercial activities, including sports marketing and management.
- (d) On 20 February 2023, XOX Pro Sport Sdn. Bhd a wholly-owned subsidiary of XOX Bhd had entered into a MOU with Sri Pahang Football Club Sdn. Bhd. for the purpose to explore a business collaboration between the parties particularly in the scope of commercial activities, including sports marketing and management.
- (e) On 25 February 2023, Perak FC Sdn. Bhd an indirect wholly-owned subsidiary of XOX Bhd had entered into a MOU with Tourism Perak Management Berhad for the purpose to explore a collaboration in assisting Perak Tourism particularly in the scope of tourism and promotional activities in the state of Perak.

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 followings:-

- (a) Acquisition of 100% shares in Theron Holdings Sdn Bhd was completed on 13 December 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.



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A. Explanatory Notes Pursuant to MFRS 134 (Cont'd)

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:-

	RM'000
Approved and contracted for:	
- Capital Expenditure	<u>8,573</u>

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:

	Quarter Ended 31 December 2022 RM'000	Quarter Ended 31 December 2022 RM'000
(i) Services to a related party:		
- Web blasting	44	56
- Mobile services	2	1
- E-commerce services	32	26
- Rental income	49	48
(ii) Services from related parties:		
- Rental charged	58	48
- Marketing and consultancy related expenses	1,038	1,357
- Printing & packaging	178	220
- Healthcare product	141	15
- Renovation	-	12
- Apparels	120	-
- Purchase of software/hardware	68	1,255

13. Other Investments

Save for the funds of RM42.626 million placed with a licensed bank, invested in money market investments and short to medium-term fixed income instruments as at 31 December 2022, details of other investments are as follows:-

Company	Nos of Share Held	Market Value RM
XOX Networks Berhad	171,000,000	5,130,000
Nexion Technologies Limited	117,848,500	2,919,343
DGB Asia Berhad	256,000,000	3,840,000
BioAlpha Holdings Berhad	68,000,000	7,140,000
Symphony Life Berhad	98,090,536	41,198,025
Total		<u><u>60,227,368</u></u>



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 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")

	Individual Quarter				Cumulative Quarter			
	Quarter Ended	Quarter Ended	Changes		Period Ended	Period Ended	Changes	
	31-Dec-22	31-Dec-21	RM'000	%	31-Dec-22	31-Dec-21	RM'000	%
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	69,933	82,685	(12,752)	-15%	69,933	82,685	(12,752)	-15%
Earnings/(Losses) Before Interest Tax Depreciation & Amortisation ("EBITDA/LBITDA")	1,332	(72,089)	73,421	-102%	1,332	(72,089)	73,421	-102%
Loss Before Tax ("LBT")	(3,357)	(75,955)	72,598	-96%	(3,357)	(75,955)	72,598	-96%
Loss After Tax ("LAT")	(3,447)	(75,964)	72,517	-95%	(3,447)	(75,964)	72,517	-95%
Loss Attributable to Ordinary Equity Holders of the Parent	(2,845)	(75,751)	72,906	-96%	(2,845)	(75,751)	72,906	-96%

The lower revenue from postpaid plans and devices recorded in the current quarter has resulted the Group's revenue trimmed to RM69.93 million, a 15% down compared to the previous corresponding quarter.

EBITDA stood at RM1.33 million, up 102% versus the previous corresponding quarter, attributed to the marginal impact of the quoted share investment in the reporting quarter compared to the fair value changes of RM74.72 million and RM4.51 million share-based payment expenses recorded in the corresponding quarter.



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B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

2. Performance of the current quarter against the preceding quarter

	Current Quarter 31-Dec-22 RM'000	Immediate Preceding Quarter 30-Sep-22 RM'000	Changes	
			RM'000	%
Revenue	<u>69,933</u>	<u>68,633</u>	<u>1,300</u>	<u>2%</u>
Earnings/(Loss) Before Interest Tax Depreciation & Amortisation ("EBITDA/LBITDA")	<u>1,332</u>	<u>(12,820)</u>	<u>14,152</u>	<u>-110%</u>
Loss Before Tax ("LBT")	<u>(3,357)</u>	<u>(17,302)</u>	<u>13,945</u>	<u>-81%</u>
Loss After Tax ("LAT")	<u>(3,447)</u>	<u>(19,788)</u>	<u>16,341</u>	<u>-83%</u>
Loss Attributable to Ordinary Equity Holders of the Parent	<u>(2,845)</u>	<u>(19,364)</u>	<u>16,519</u>	<u>-85%</u>

The Group's revenue remained stable at RM69.93 million in the first quarter of 2023, up 2% on a quarterly basis; attributed to the healthy growth in the prepaid segment, which was driven by the acceleration of targeted campaigns and on-ground activities under the WAWA18 plan.

EBITDA stood at RM1.33 million, up 110% on a quarterly basis, attributed to the marginal impact of the quoted share investment in the current quarter compared to the fair value changes of RM20.85 million in Q4 2022.

3. Prospects and business outlook

The telecommunications and technology industries have so far been resilient to the effects of the pandemic. However, the cost of digital transformation and the macro headwinds from weaker economic growth and higher inflation will have an impact in the ensuring period.

Premised on the challenges and outlook of the telecommunications and technology industry with the accelerating macroeconomic trends such as technology proliferation and digitalisation, uncertainty associated with lower economic growth and higher inflation; the Board is optimistic, albeit cautiously about the future prospects of the Group.

The Group will continue to invest in new technology, hire the best talent, develop strategic partnerships, deliver innovative products and services to serve our customers, and focus on curating an engaging and seamless digital journey to increase customer acquisition and retention rates.

4. Profit forecast or profit guarantee

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



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B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

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 2022.

6. Loss before tax

	Individual Quarter		Cumulative Quarter	
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
	RM'000	RM'000	RM'000	RM'000
Amortisation of Intangible assets	836	870	836	870
Depreciation of property, plant and equipment	3,703	3,204	3,703	3,204
Fair value adjustment on other investment	570	18,464	570	18,464
Interest expense	405	386	405	386
Interest income	(248)	(582)	(248)	(582)
Lease Interest Income	(7)	(12)	(7)	(12)
Impairment loss:				
- Trade receivables	739	890	739	890
- Investment in Associates	-	56,258	-	56,258
Reversal of Impairment loss on investment in associates	(6,786)	-	(6,786)	-
Share options granted under ESOS/SIS	-	4,521	-	4,521

7. Income Tax Expense

	Individual Quarter		Cumulative Quarter	
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
	RM'000	RM'000	RM'000	RM'000
Income Tax:				
- Current	16	-	16	-
Deferred Tax				
- Relating to origination & reversal of temporary differences	74	9	74	9
Income tax expenses	90	9	90	9

The effective tax rate of the Group for the current quarter and financial year to-date is slightly lower than the statutory income tax rate mainly due to utilisation of tax losses and unabsorbed capital allowances.



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B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

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. On 12 October 2022, Perak FC Sdn Bhd, an indirect wholly-owned subsidiary of XOX Bhd had entered into a MOU with VfL Wolfsburg-Fußball GmbH ("Wolfsburg") to setup a working executive committee to build a commercial and professional sporting partnership framework between both football clubs, focusing on 3 key areas, youth development, technology transfer and merchandising opportunities. To date, both parties are still in the midst of discussion.

C. Utilisation of proceeds from various corporate exercises as at 31 December 2022:-

Private Placement (Completed on 23 July 2020)

Details	Proposed Utilisation (based on acceptance 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	10,010,000	9,053,140
(b) Expenses incurred for the Private Placement	600,000	600,000	-
Total	19,663,140	10,610,000	9,053,140

Private Placement (Completed on 15 December 2020)

Details	Proposed Utilisation (based on acceptance applications for Private Placement) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) Fintech Business Expansion	48,000,000	33,202,023	14,797,977
(b) Rebranding exercise to reposition the XOX brand into a Fintech solution and telecommunication provider	5,000,000	1,678,635	3,321,365
(c) Marketing and promotional expenses for the Fintech Business Expansion	7,060,845	6,268,928	791,917
(d) Expenses for the Private Placement	570,000	570,000	-
	60,630,845	41,719,586	18,911,259



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

10. Group Borrowings

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

	Unaudited As at 31-Dec-22 RM'000	Audited As at 30-Sep-22 RM'000
Lease Liabilities		
Short-term	5,416	4,300
Long-term	9,193	7,265

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

	Unaudited As at 31-Dec-22 RM'000	Audited As at 30-Sep-22 RM'000
Descriptions		
Trade Receivables	19,568	18,321
Less: Allowance for impairment losses	(7,184)	(6,446)
	<u>12,384</u>	<u>11,875</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.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2022

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

13. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Quarter Ended	Quarter Ended	Period Ended	Period Ended
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
Basic loss per share: Loss after tax attributable to the Owners of the Company (RM,000)	<u>(2,845)</u>	<u>(75,751)</u>	<u>(2,845)</u>	<u>(75,751)</u>
Weighted average number of ordinary shares ('000)	5,050,831	4,141,742	5,050,831	4,141,742
Basic loss per share (sen)	<u>(0.06)</u>	<u>(1.83)</u>	<u>(0.06)</u>	<u>(1.83)</u>

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.