

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Notes	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Quarter Ended 31/12/2017	Preceding Year Corresponding Quarter Ended 31/12/2016 <sup>(2)</sup>	Current Year To Date Ended 31/12/2017	Preceding Year To Date Ended 31/12/2016 <sup>(2)</sup>
		RM	RM	RM	RM
Revenue		13,337,949	N/A	23,492,564	N/A
Cost of sales		(8,461,138)	N/A	(14,637,561)	N/A
Gross profit		4,876,811	N/A	8,855,003	N/A
Other income		36,532	N/A	117,792	N/A
Administrative and other operating expenses		(1,956,565)	N/A	(3,777,506)	N/A
Finance costs		(56,432)	N/A	(113,250)	N/A
Profit before tax		2,900,346	N/A	5,082,039	N/A
Taxation		(741,504)	N/A	(1,320,525)	N/A
Profit for the financial period		2,158,842	N/A	3,761,514	N/A
Attributable to:					
- Owners of the Parent		2,067,982	N/A	3,599,435	N/A
- Non-controlling interests		90,860	N/A	162,079	N/A
		2,158,842	N/A	3,761,514	N/A
Attributable to equity holders of the Company:					
- Basic earnings per share (sen) <sup>(3)</sup>	B10	1.19	N/A	2.07	N/A
- Diluted earnings per share (sen) <sup>(3)</sup>	B10	1.19	N/A	2.07	N/A

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 13 December 2017 and the accompanying explanatory notes as attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter and preceding year-to-date are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.
- (3) Based on the Company's issued share capital of 174,021,000 ordinary shares in the Company as at 31 December 2017.

N/A - Not applicable

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2017**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>UNAUDITED AS AT 31.12.2017 RM</b>	<b>AUDITED AS AT 30.06.2017 RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	7,768,357	8,060,728
Investment properties	4,487,284	4,460,659
Deferred Tax Assets	53,000	53,000
	<u>12,308,641</u>	<u>12,574,387</u>
<b>CURRENT ASSETS</b>		
Trade receivables	16,944,879	18,275,313
Other receivables, deposits and prepayments	2,693,622	1,646,477
Cash and bank balances	12,687,552	11,296,548
	<u>32,326,053</u>	<u>31,218,338</u>
<b>TOTAL ASSETS</b>	<u>44,634,694</u>	<u>43,792,725</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	17,402,102	17,402,102
Merger deficits	(16,052,000)	(16,052,000)
Retained profits	27,654,481	24,055,046
Equity attributable to owners of the Company	<u>29,004,583</u>	<u>25,405,148</u>
Non-controlling interests	300,992	138,913
<b>TOTAL EQUITY</b>	<u>29,305,575</u>	<u>25,544,061</u>
<b>NON-CURRENT LIABILITIES</b>		
Hire purchase payables	604,267	647,710
Term loans	6,858,296	6,866,817
	<u>7,462,563</u>	<u>7,514,527</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	4,020,896	6,976,620
Other payables, deposits and accruals	2,775,189	2,059,439
Amount owing to directors	79,050	202,039
Hire purchase payables	230,799	240,929
Term loans	717,876	894,080
Current tax liabilities	42,746	361,030
	<u>7,866,556</u>	<u>10,734,137</u>
<b>TOTAL LIABILITIES</b>	<u>15,329,119</u>	<u>18,248,664</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>44,634,694</u>	<u>43,792,725</u>
Net asset per share (RM) <sup>(2)</sup>	<u>0.17</u>	<u>0.15</u>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 13 December 2017 and the accompanying explanatory notes as attached to this interim financial report.
- (2) Based on the Company's issued share capital of 174,021,000 ordinary shares in the Company.

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

	<b>Non-Distributable</b>		<b>Distributable</b>		<b>Non-Controlling Interests</b>	<b>Total</b>
	<b>Share Capital</b>	<b>Merger Deficits</b>	<b>Retained Profits</b>	<b>Attributable to Owners of the Company</b>		
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Balance at 1.7.2017</b>	17,402,102	(16,052,000)	24,055,046	25,405,148	138,913	25,544,061
Total comprehensive income for the financial period	-	-	3,599,435	3,599,435	162,079	3,761,514
<b>Balance at 31.12.2017</b>	<b>17,402,102</b>	<b>(16,052,000)</b>	<b>27,654,481</b>	<b>29,004,583</b>	<b>300,992</b>	<b>29,305,575</b>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 13 December 2017 and the accompanying explanatory notes as attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2017**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Current Year To Date Ended 31.12.2017</b>	<b>Preceding Year To Date Ended 31.12.2016<sup>(2)</sup></b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	5,082,039	N/A
Adjustments for:		
Depreciation	572,486	N/A
Gain on disposal of property, plant and equipment	(35,472)	N/A
Interest expenses	113,122	N/A
Interest income	(780)	N/A
	<u>5,731,395</u>	<u>N/A</u>
Changes in working capital:		
Receivables	283,289	N/A
Payables	(2,239,974)	N/A
	<u>3,774,710</u>	<u>N/A</u>
Tax paid	(1,638,810)	N/A
Interest paid	(113,122)	N/A
Interest received	780	N/A
<b>Net cash flows from operating activities</b>	<u>2,023,558</u>	<u>N/A</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(108,929)	N/A
Proceeds from disposal of property, plant and equipment	35,472	N/A
Purchase of Investment Properties	(67,810)	N/A
<b>Net cash flows from investing activities</b>	<u>(141,267)</u>	<u>N/A</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of term loans	67,810	N/A
Repayment to directors	(122,989)	N/A
Repayment of hire purchase obligations	(183,573)	N/A
Repayment of term loans	(252,535)	N/A
<b>Net cash flows from financing activities</b>	<u>(491,287)</u>	<u>N/A</u>
<b>Net change in cash and cash equivalents</b>	1,391,004	N/A
Cash and cash equivalents at beginning of financial year	11,296,548	N/A
<b>Cash and cash equivalents at end of financial year</b>	<u>12,687,552</u>	<u>N/A</u>
Cash and cash equivalents consist of:		
Cash and bank balances	<u>12,687,552</u>	<u>N/A</u>

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 13 December 2017 and the accompanying explanatory notes as attached to this interim financial report.
- (2) No comparative figures for the preceding year's quarter are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

N/A - Not applicable

**A Explanatory notes to the Unaudited Interim Financial Report for the second quarter ended 31 December 2017**

**A1 Basis of Preparation**

The interim financial report of the Group are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard 134: “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

This is the second interim financial report on the Company’s consolidated results for the second quarter ended 31 December 2017 announced in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding year’s corresponding period.

The interim financial report should be read in conjunction with the Accountants' Report as disclosed in the Prospectus of the Company dated 13 December 2017.

**A2 Summary of Significant Accounting Policies**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2017 as disclosed in the Accountants’ Report in the Prospectus of the Company dated 13 December 2017 except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs effective for financial year beginning on or after 1 July 2017.

Amendments/Improvements to MFRSs:

MFRS 12 Disclosure of Interests in Other Entities

MFRS 107 Statement of Cash Flows

MFRS 112 Income Taxes

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

**A3 Auditors’ Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 30 June 2017.

**A4 Comments about Seasonal and Cyclical Factors**

The Group does not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial quarter under review.

**A5 Items or Unusual Nature and Amount**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter under review.

**A6 Material Changes in Estimates**

There were no material changes in estimates of amounts reported in the current financial quarter or changes in estimates of amounts reported in prior financial years that may have a material effect in the current financial quarter under review and the financial period to date.

**A7 Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current financial quarter under review.

**A Explanatory Notes to the Unaudited Interim Financial Report for the second quarter ended 31 December 2017 (Cont'd)**

**A8 Dividends Paid**

There is no dividend paid in the current quarter under review.

**A9 Segmental Reporting**

Information about operating segments has not been reported separately as the Group's revenue, profit or loss, assets and liabilities are mainly confined to a single operating segment, namely in the provision of support services for satellite, mobile and fibre optic telecommunications networks.

**A10 Valuation of Property, Plant and Equipment**

There was no valuation of property, plant and equipment in the current quarter under review

**A11 Capital Commitments**

There were no capital commitments as at 31 December 2017.

**A12 Material Subsequent Event**

In conjunction with the Company's listing on the ACE Market of Bursa Securities, on 13 December 2017, the Company issued its Prospectus for its initial public offering ("IPO") entailing the following:

- (1) Public issue of 85,979,000 new ordinary shares in the Company comprising:-
  - a) 13,000,000 new ordinary shares for application by the public;
  - b) 13,000,000 new ordinary shares for application by eligible directors, employees and persons who have contributed to the success of the Group; and
  - c) 59,979,000 new ordinary shares for placement to selected investors.
- (2) Offer for sale of 40,000,000 existing ordinary shares in the Company by way of private placement to selected investors.

At an issue/offer price of RM0.46 per share.

Upon completion of the above, the share capital of the Company will increase to RM56,952,441.80 comprising 260,000,000 ordinary shares. Pursuant thereto, the Company's entire enlarged share capital is expected to be listed and quoted on the ACE Market of Bursa Securities on 8 January 2018.

**A13 Changes in Composition of the Group**

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

**A14 Contingent Assets or Liabilities**

There were no contingent assets as at the date of this interim report. Contingent liabilities of the Group as at 31 December 2017 comprise of bank guarantees issued to our customers for the purpose of performance bonds amounting to RM 3,704,781.

**A15 Significant Related Party Transactions**

There were no related party transactions in the current quarter under review.

**B Additional Information Required by the Listing Requirement**

**B1 Group Performance Review**

The Group recorded a revenue of RM13.34 million and profit before tax of RM2.90 million for the current financial quarter ended 31 December 2017.

No comparative figures for the preceding year's quarter are available as this is the second interim financial report on the consolidated results for the second quarter ended 31 December 2017 being announced by the Company in compliance with the Listing Requirements.

**B2 Comparison with Immediate Preceding Quarter Results**

	<b>Unaudited Current Quarter 31/12/2017</b>	<b>Unaudited Preceding Quarter 30/09/2017</b>
	<b>RM</b>	<b>RM</b>
Revenue	13,337,949	10,154,615
Profit before taxation	2,900,346	2,181,692

The Group's revenue for the current financial quarter ended 31 December 2017 has increased by RM3.18 million or 31.3% to RM13.33 million as compared to RM10.15 million in the preceding financial quarter ended 30 September 2017. The increase in revenue was mainly contributed by higher engineering and operation & maintenance (O&M) revenue of RM1.66 million and RM1.38m respectively. In addition, the satellite downlink services for live telecast also recorded a higher revenue of RM0.14 million in the current financial quarter.

As a result, the Group's profit before taxation has increased by RM0.72 million or 32.9% for the current financial quarter as compared to RM2.18 million in the preceding financial quarter.

**B3 Prospects for the Current Financial Year**

The Group operates within the support services for the telecommunication network industry in Malaysia. The Group is expected to benefit from the future plans and strategies as disclosed in the Prospectus of the Company dated 13 December 2017. These include building a new teleport facility, enhancing our operations and maintenance service and fiber optic installation and commissioning capability and sourcing for business opportunities in ASEAN countries, particularly Vietnam, Myanmar and Laos.

Barring unforeseen circumstances, the Board expects the financial performance for the current year to be satisfactory.

**B4 Profit Forecast**

The Company did not issue any profit forecast or guarantee during the current financial quarter under review and the financial period to date.

**B Additional Information required by the Listing Requirement (cont'd)**

**B5 Taxation**

	<b>Current Quarter Ended 31/12/2017 RM</b>	<b>Preceding Year Corresponding Quarter Ended 31/12/2016<sup>(1)</sup> RM</b>	<b>Current Year To Date Ended 31/12/2017 RM</b>	<b>Preceding Year To Date Ended 31/12/2016<sup>(1)</sup> RM</b>
Income Tax	741,504	N/A	1,320,525	N/A
Deferred Tax	-	N/A	-	N/A
	<u>741,504</u>	<u>N/A</u>	<u>1,320,525</u>	<u>N/A</u>
Effective tax rate <sup>(2)</sup>	25.6%	N/A	26.0%	N/A

Notes:

- 1) No comparative figures for the preceding year's quarter and preceding year-to-date are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.
- 2) The Group's effective tax rate for the current quarter is higher than the statutory tax rate of 24% mainly due to adjustment for non-deductible expenses.
- 3) Tax expense is recognised based on management's best estimate

N/A - Not applicable

**B6 Status of Corporate Proposals**

Save for the Public Issue as disclosed in Note A12, there were no corporate proposals announced but not completed as at the date of this report.

**B7 Utilisation of Proceeds Raised from Public Issue**

The gross proceeds from the Public Issue amounting to RM39.55 million is intended to be utilised in the following manner:

<b>Details of use of proceeds</b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Deviation RM'000</b>	<b>Estimated Timeframe for Utilisation<sup>(1)</sup></b>
1. Setting up a teleport	14,360	-	-	Within 24 months
2. Enhancing operations and maintenance services capability	4,900	-	-	Within 12 months
3. Enhancing fibre optic network installation and commissioning services capability	4,800	-	-	Within 12 months
4. Regional business expansion particularly into Vietnam, Myanmar and Laos	1,500	-	-	Within 18 months
5. Working capital	10,790	-	-	Within 24 months
6. Estimated listing expenses	3,200	-	-	Within 3 months
	<u>39,550</u>	<u>-</u>	<u>-</u>	

Note:

- 1) From the date of listing of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus. As at the date of this report, the IPO is pending completion and hence there is no utilisation of proceeds.



**B Additional Information required by the Listing Requirement (cont'd)**

**B8 Group Borrowings**

	As at 31/12/2017 RM	As at 31/12/2016 <sup>(1)</sup> RM
<b>Non-current:</b>		
Hire Purchase Payables (secured)	604,267	N/A
Term Loans (secured)	6,858,296	N/A
	7,462,563	N/A
<b>Current:</b>		
Hire Purchase Payables (secured)	230,799	N/A
Term Loans (secured)	717,876	N/A
	948,675	N/A

All the Group's borrowings are dominated in Ringgit Malaysia.

Note:

- 1) No comparative figures for the preceding year are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

N/A - Not applicable

**B9 Material Litigation**

As at the date of this report, the Group was not engaged in any material litigation.

**B10 Earnings per Share**

The basic and diluted earnings per share for the current quarter and financial year-to-date are computed as follows:

	Current Quarter Ended 31/12/2017	Preceding Year Corresponding Quarter Ended 31/12/2016 <sup>(3)</sup>	Current Year To Date Ended 31/12/2017	Preceding Year To Date Ended 31/12/2016 <sup>(3)</sup>
Profit after taxation attributable to owners of the Company (RM)	2,067,982	N/A	3,599,435	N/A
Total number of shares in issue	174,021,000	N/A	174,021,000	N/A
Basic earnings per share (sen) <sup>(1)</sup>	1.19	N/A	2.07	N/A
Diluted earnings per share (sen) <sup>(2)</sup>	1.19	N/A	2.07	N/A

Notes:

- 1) The basic earnings per share is computed based on the profit attributable to the equity shareholders of the Company divided by the total number of ordinary shares in issue for the period under review.
- 2) Diluted earnings per share is equivalent to the basic earnings per share as the Group does not have convertible securities as at 31 December 2017.
- 3) No comparative figures for the preceding year's quarter and preceding year-to-date are available as this is the second interim financial report on its consolidated results being announced by the

**B Additional Information required by the Listing Requirement (cont'd)****B11 Notes to the Statement of Comprehensive Income**

Profit before tax is arrived at after charging/(crediting):

	<b>Current Quarter Ended 31/12/2017 RM</b>	<b>Preceding Year Corresponding Quarter Ended 31/12/2016<sup>(1)</sup> RM</b>	<b>Current Year To Date Ended 31/12/2017 RM</b>	<b>Preceding Year To Date Ended 31/12/2016<sup>(1)</sup> RM</b>
Depreciation	289,137	N/A	572,486	N/A
Interest expense	56,304	N/A	113,122	N/A
Rental income	(13,850)	N/A	(33,200)	N/A
Interest income	(342)	N/A	(780)	N/A
Gain on disposal of property, plant and equipment	-	N/A	(35,472)	N/A
Other income	(500)	N/A	(26,500)	N/A

Note:

- 1) No comparative figures for the preceding year's corresponding quarter and preceding year-to-date are available as this is the second interim financial report on its consolidated results being announced by the Company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

N/A- Not applicable

**B12 Declared Dividend**

On 15 January 2018, the Board of Directors approved and declared a first interim single-tier dividend of 0.5 sen per share in respect of the financial year ending 30 June 2018, amounting to RM1,300,000. The entitlement date was 30 January 2018 and the dividend was paid on 13 February 2018.

**BY ORDER OF THE BOARD**

**TAI YIT CHAN (MAICSA 7009143)  
TAN AI NING (MAICSA 7015852)  
COMPANY SECRETARIES**

**KUALA LUMPUR  
27 FEBRUARY 2018**