



**Matrix Parking**

**MATRIX PARKING SOLUTION HOLDINGS BERHAD**

[Registration No. 201801021141 (1283160-X)]

(Incorporated in Malaysia)

**FINANCIAL STATEMENTS FOR THE  
31<sup>ST</sup> DECEMBER 2020**

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES BERHAD ("BURSA SECURITIES")**

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY SEERS BERHAD. SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATIONS, AND, IF APPROPRIATE, CONSULTATION WITH STOCKBROKER, MANAGER, SOLICITOR, ACCOUNTANT AND OTHER PROFESSIONAL ADVISERS.

**UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR 31<sup>ST</sup> DECEMBER 2020**

	Individual 6 months ended	Individual 6 months ended	Cumulative 12 months ended	
	31 <sup>st</sup> December 2020	31 <sup>st</sup> December 2019	31 <sup>st</sup> December 2020	31 <sup>st</sup> December 2019
	RM	RM	RM	RM
Revenue	3,754,341	6,198,453	8,253,907	11,827,718
Direct costs	(2,461,467)	(1,802,974)	(5,385,029)	(5,526,207)
<b>Gross profit</b>	<b>1,292,874</b>	<b>4,395,479</b>	<b>2,868,878</b>	<b>6,301,511</b>
Other operating income	562,078	32,029	875,915	69,256
Other operating expenses	(3,705,231)	(3,480,547)	(5,114,096)	(4,814,175)
Operating (Loss)/Profit	(1,850,279)	946,961	(1,369,303)	1,556,592
Share of associates results	(153,103)	-	(153,103)	-
Finance costs	(525,438)	(889,157)	(919,013)	(971,655)
<b>(Loss)/Profit before tax</b>	<b>(2,528,820)</b>	<b>57,804</b>	<b>(2,441,419)</b>	<b>584,937</b>
Income tax expenses	47,773	(182,337)	24,352	(274,740)
	<b>(2,481,047)</b>	<b>(124,533)</b>	<b>(2,417,067)</b>	<b>310,197</b>
Corporate exercise / Listing expenses	(280,219)	(707,270)	(285,219)	(707,270)
<b>Net loss for the financial year</b>	<b>(2,761,266)</b>	<b>(831,803)</b>	<b>(2,702,286)</b>	<b>(397,073)</b>
<b>Other comprehensive income</b>	<b>562,078</b>	<b>32,029</b>	<b>875,915</b>	<b>69,256</b>
<b>Total comprehensive income for the financial period</b>	<b>562,078</b>	<b>32,029</b>	<b>875,915</b>	<b>69,256</b>
<b>Loss for the financial period attributable: Owners of the Company</b>	<b>(2,761,266)</b>	<b>(831,803)</b>	<b>(2,702,286)</b>	<b>(397,073)</b>
<b>LOSS PER ORDINARY SHARE (SEN)</b>	<b>(1.24)</b>	<b>(0.42)</b>	<b>(1.33)</b>	<b>(0.20)</b>

The Unaudited Consolidated Statement of Profit and Loss and other Comprehensive Income should read in conjunction with the accompanying explanation notes attached to this interim financial statement.

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**MATRIX PARKING SOLUTION HOLDINGS BERHAD [Registration No. 201801021141 (1283160-X)]  
(Incorporated in Malaysia)**

**UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31<sup>ST</sup> DECEMBER 2020**

	<b>31.12.2020</b>	<b>31.12.2019</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	4,761,842	4,821,949
Investment in associates	2,312,897	-
Right of use Asset	9,906,219	9,727,335
<b>TOTAL NON-CURRENT ASSETS</b>	<b>16,980,958</b>	<b>14,549,284</b>
<b>CURRENT ASSETS</b>		
Receivables	2,926,957	2,985,543
Amount owing by related company	1,785	-
Deposits with financial institution	96,750	1,148,406
Other investment	1,593,466	-
Cash and bank balances	618,607	511,799
Tax recoverable	215,329	-
<b>TOTAL CURRENT ASSETS</b>	<b>5,452,894</b>	<b>4,645,748</b>
<b>TOTAL ASSETS</b>	<b>22,433,852</b>	<b>19,195,032</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share capital	9,257,000	5,601,000
Retained earnings	(2,114,186)	429,121
Reserves	(451,919)	(285,233)
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>6,690,895</b>	<b>5,744,888</b>
<b>NON-CURRENT LIABILITIES</b>		
Loan and borrowings	2,974,792	1,320,380
Lease liability	4,526,667	5,424,333
Deferred tax liabilities	465,280	485,719
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>7,966,739</b>	<b>7,230,432</b>
<b>CURRENT LIABILITIES</b>		
Payables	2,531,939	1,157,477
Lease liability	4,519,276	4,823,326
Loan and borrowing	725,003	237,379
Tax liabilities	-	1,530
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,776,218</b>	<b>6,219,712</b>
<b>TOTAL LIABILITIES</b>	<b>15,742,957</b>	<b>13,450,144</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>22,433,852</b>	<b>19,195,032</b>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.033	0.028

The Unaudited Consolidated Statement of Financial Position should read in conjunction with the accompanying explanation notes attached to this interim financial statement.

**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR 31<sup>ST</sup> DECEMBER 2020**

<b>GROUP</b>	<b>Share Capital</b> <b>RM</b>	<b>Revaluation Reserve</b> <b>RM</b>	<b>Merger Reserve</b> <b>RM</b>	<b>Capital Reserve</b> <b>RM</b>	<b>Retained Earnings</b> <b>RM</b>	<b>Total</b> <b>RM</b>
Balance as at 1 <sup>st</sup> January 2019	3,001,000	1,473,387	(2,000,000)	241,380	1,521,956	4,237,723
Adjustment on initial application of MFRS 16	-	-	-	-	(195,760)	(195,760)
Loss for the financial year	-	-	-	-	(397,073)	(397,073)
Dividend paid for year	-	-	-	-	(500,002)	(500,002)
Issuance of shares	2,600,000	-	-	-	-	2,600,000
<b>Balance as at 31<sup>st</sup> December 2019</b>	<b>5,601,000</b>	<b>1,473,387</b>	<b>(2,000,000)</b>	<b>241,380</b>	<b>429,121</b>	<b>5,744,888</b>
At 1 <sup>st</sup> January 2019, previously stated	5,601,000	1,473,387	(2,000,000)	241,380	429,121	5,744,888
Prior year adjustment	-	(156,268)	-	-	148,561	(7,707)
<b>At 1<sup>st</sup> January 2019, restated</b>	<b>5,601,000</b>	<b>1,317,119</b>	<b>(2,000,000)</b>	<b>241,380</b>	<b>577,682</b>	<b>5,737,181</b>
Net (loss)/profit for the period	-	-	-	-	(2,702,286)	(2,702,286)
Issuance of shares	3,656,000	-	-	-	-	3,656,000
Realisation of revaluation reserve	-	(10,418)	-	-	10,418	-
<b>Balance as at 31<sup>st</sup> December 2020</b>	<b>9,257,000</b>	<b>1,306,701</b>	<b>(2,000,000)</b>	<b>241,380</b>	<b>(2,114,186)</b>	<b>6,690,895</b>

The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to this interim financial statement.

**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR 31<sup>ST</sup> DECEMBER 2020**

	<b>31.12.2020</b>	<b>31.12.2019</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	(2,726,638)	(122,333)
Adjustment for:		
Adjustment on initial application of MFRS 16	-	(195,760)
Adjustment for bargain purchase	(49,210)	-
Depreciation of property, plant and equipment	452,551	501,049
Depreciation of right-of-use asset	5,395,454	4,961,435
Gain on disposal of properties, plant and equipment	(1,760)	-
Fair value gain on other investment	(22,152)	-
Impairment loss on trade receivables	3,637	46,013
Impairment loss on other receivables	16,525	132,626
Impairment loss on right of use assets	1,719,396	-
Gain on lease modification	(117,567)	-
Waiver of rental	(2,999,181)	-
Finance costs	919,012	136,413
Interest income	(23,340)	(13,420)
PPE write off	56,788	-
Share of result of associates	153,103	-
Operating profit/(loss) before working capital changes	2,776,618	5,446,023
<b>Changes in working capital: -</b>		
Decrease/(Increase) in receivables	47,804	(1,729,059)
Increase/(Decrease) in payables	657,586	(52,689)
Cash generated from/(used in) operations	3,482,008	3,664,275
Interest paid	(919,012)	(136,413)
Interest income	-	13,420
Tax paid	(221,546)	(348,032)
Tax refund	-	49,996
<b>Net cash from/(used in) operating activities</b>	<b>2,341,450</b>	<b>3,243,246</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(877,105)	(912,443)
Acquisition of associates	(341,000)	-
Acquisition of subsidiary, net of cash acquired	14,301	-
Advance to an associate	(1,785)	-
(placement)/withdrawal of fixed deposits	(4,658)	-
Interest received	23,340	-
Purchase of other investment	(515,000)	(942,612)
Proceeds from disposal of properties, plant and equipment	153,684	32,430
<b>Net cash used in investing activities</b>	<b>(1,548,223)</b>	<b>(1,822,625)</b>



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	<b>31.12.2020</b>	<b>31.12.2019</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of ordinary shares	-	2,600,000
Payment of lease liabilities	(2,652,655)	(4,441,111)
Drawdown of term loan	1,880,000	500,000
Repayment of term loan	(86,139)	-
Repayment of HP loans	(10,904)	-
Repayment of term loan obligations	-	(415,811)
Increase of fixed deposit pledged with licensed bank	-	-
Dividend paid	-	(500,002)
<b>Net cash (used in)/from financing activities</b>	<b>869,698</b>	<b>(2,256,924)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(76,471)</b>	<b>(836,303)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINING OF YEAR/DATE OF INCORPORATION</b>	<b>511,799</b>	<b>1,110,723</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>435,328</b>	<b>274,420</b>
Cash and cash equivalents at end of year consist of:		
Cash and bank balances	618,607	511,799
Bank overdraft	(183,279)	(237,379)
	<b>435,328</b>	<b>274,420</b>

The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory note attached to this interim financial statement.



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**PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR  
31<sup>ST</sup> DECEMBER 2020**

**A1. BASIS OF PREPARATION**

Matrix Parking Solution Holdings Berhad (“Matrix” or “the Company”) was incorporated in Malaysia on 8 June 2018 as a private limited company under the Companies Act 2016. The Company was later converted into a public limited company on 14 December 2018. The Company’s business office is located at Y-BG-02, D’Aman Kayangan, No.1, Jalan PJU 1A/41, Ara Jaya, 47301 Petaling Jaya, Selangor Darul Ehsan.

The interim financial statements of Matrix Parking Solution Holdings Berhad and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting.

This is the interim financial report on the consolidated results for 31<sup>st</sup> December 2020 announced by the Company in compliance with Paragraph 6.12 of the LEAP Market’s Listing Requirements of Bursa Securities.

The unaudited interim financial statements ended 31<sup>st</sup> December 2020 should be read in conjunction with the audited combined financial statements of the Group for the financial year ended 31<sup>st</sup> December 2019.

The comparative financial statements figure of the Group for the financial year ended 31<sup>st</sup> December 2019 had been adjusted to reflect the implementation of MFRS 16, at the retain earning only.

**A2. CHANGES IN ACCOUNTING POLICIES**

At the date of authorization of the unaudited interim financial statements, the accounting policies, adopted are consistent with those disclosed in the latest set of audited financial statements as at 31<sup>st</sup> December 2019.

**PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR  
31<sup>ST</sup> DECEMBER 2020**

**A2. CHANGES IN ACCOUNTING POLICIES (CONT'D)**

The Group had reflected in the financial statements the impact of implementing these MASB.

**A3. SEASONAL OR CYCLICAL FACTORS**

The businesses of the Group were not affected by any seasonal or cyclical factors during the current financial period.

**A4. UNUSUAL ITEMS**

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial period.

**A5. MATERIAL CHANGES IN ESTIMATES**

There were no material changes in accounting estimates in the current financial period.

**A6. DEBT AND EQUITY SECURITIES**

During the financial year the following new shares equity had been issue :-

- a) 8,281,250 new ordinary shares in Matrix at an issue price of RM0.16 each for the acquisition of 40% equity interest in Smart Integra Tech Sdn Bhd.
- b) 14,568,750 new ordinary shares in Matrix at an issue price of RM0.16 each for the acquisition of 100% equity interest in Prospect Builders Sdn Bhd.

**A7. SEGMENTAL INFORMATION**

The Group's revenue based on its products is presented as follows: -

	6 months ended 31/12/2020 <b>RM</b>	6 month ended 31/12/2019 <b>RM</b>	12 months ended 31/12/2020 <b>RM</b>	12 months ended 31/12/2019 <b>RM</b>
Car park operator And Jockey services	3,391,301	5,643,251	7,497,273	10,725,407
Management Consultancy	363,040	555,202	756,634	<u>1,102,311</u>
	<u>3,754,341</u>	<u>6,198,453</u>	<u>8,253,907</u>	<u>11,827,718</u>



**PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR  
THE 2<sup>ND</sup> HALF-YEAR ENDED 31 DECEMBER 2020 (CONT'D)**

**A8. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD**

There were no other material events subsequent to the end of the current financial period.

**A9. CHANGES IN THE COMPOSITION OF THE GROUP**

During the year the group had acquired the following company:-

- a) 40% equity interest in Smart Integra Tech Sdn Bhd
- b) 100% equity interest in Prospect Builders Sdn Bhd
- c) 40% equity interest in Ola Pay Sdn Bhd

**A10. CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

There were no contingent assets and contingent liabilities as at the date of this current financial report.

**A11. CAPITAL COMMITMENTS**

Capital expenditure commitment as below: -

	<b>As At</b>	<b>As At</b>
	31/12/2020	31/12/2019
Car park		
Contracted by not provided for	<u>1,172,000</u>	<u>1,222,000</u>



**PART B - ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET  
LISTING REQUIREMENTS**

**B1. REVIEW OF PERFORMANCE**

The Group achieved a revenue of RM8.25 million for the 12 months period to 31<sup>st</sup> December 2020 as compared to RM11.83 million for the previous 12 months period to 31<sup>st</sup> December 2019, an decrease of 30%.

The Group incurred a loss before tax of RM2.7 million for the 12 month period to 31 Dec 2020 as compare to profit before tax of RM0.40 million. The loss before tax for 31 Dec 2020 is mainly due to :-

- a) The decrease in the revenue of 30% compare to the 31 Dec 2019 period of RM3.57 million;
- b) The impairment losses of right of use assets of RM1.72 million ; and
- c) The share of associate result of RM0.15 million.

The Group revenue had been affected during the period from 18 March 2020 onward till today due to Movement Control Order (MCO),Control Movement Control Order(CMCO) and Recovery Movement Control Order (RMCO) and this also affected our profit before tax.

The outbreak of Covid-19 pandemic in January 2020 has shocked the world economic structure and had impact Malaysia economy substantially and expected to take a long period to recover.

The Movement Control Order (MCO) and Recovery Movement Control Order (RMCO) that imposed from 18 March 2020 to 31 March 2021, has stalled most business economy activities where our business of parking management are depending on these business activities. Our recovery will depend on how fast the business economy recover. All sectors are affected, particularly small and medium enterprises who are most susceptible to cash flow pressures and our Group are no exceptional to this pressure. The Group's major cost is the rental expenses and the Group's survival will be depending on the rental waiver or rental reduction that the Group will seek to obtain from the car park facilities' owners.

The rental waiver or the rental reduction , will be an on going negotiation between the car park owner and some until today have not been finalize, include the period for year 2020. However the Group take a conservation approach by provide the full rental due to the owner and will only adjust the rental amount unless and until being finalize.



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## **B2. PROSPECTS OF THE GROUP**

The Group remains committed to continuously looking for new parking site and new investment so as to increase its revenue base. There were no changes in the business direction of the Group which may have an impact on the business segments of the Group.

The Group leverage on technology to improve the operations of parking facilities by deploying and integrating the latest applications, improving the infrastructure and ultimately make the most of what we have to offer to move our business forward. The Group has a joint venture with a technology-based company in order to jointly build and develop a mobile application, Internet of things and licensed plate recognition system for the Group namely "Olapay". The cashless payment system had been roll out and had implement in some of our exiting car park facilities.

The intelligent platform will integrate the data across all aspects of the parking process thus, creating a more efficient data-driven payment processes. With this addition into our parking management and operation, it would strengthen our ability in cash controls, customer service and will lower the operating expenses.

## **B3. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE**

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.



## **PART C - OTHER INFORMATION**

### **C1. STATUS OF CORPORATE PROPOSALS**

#### 1) Proposed Acquisition

On 7 February 2020 the Company had entered into a conditional share sale agreement ("SSA") with Mohd Izzuddin Bin Osman, Rafizuddin Bin Ramly and Mohd Hata Bin Hashim (collectively, the "Vendors") for the purchase by the Company from the Vendors of 40% equity interest in Smart Integra Tech Sdn Bhd ("SITSB") for a purchase consideration of RM1,400,000 ("Purchase Consideration") to be satisfied by a cash consideration of RM75,000 and the issuance of 8,281,250 new ordinary shares in Matrix ("Matrix Shares") at an issued price of RM0.16 each ("Consideration Shares") ("Proposed Acquisition"). On the even date, in conjunction with the Proposed Acquisition and subject to its completion, Matrix also proposed to subscribe for new redeemable convertible preference shares in SITSB amounting to a total of RM3,500,000 ("Proposed Subscription of RCPS"). This proposed acquisition had been completed on 2nd November 2020 and currently the company has subscribed for RM800,000.00 of the RCPS.

#### 2) Private Placement

On 7 February 2020, the Company had proposed to undertake a private placement of up to 40,000,200 new Matrix Shares ("Placement Shares") representing up to 20% of the issued shares in Matrix ("Proposed Private Placement"). This proposed is still pending completion.

#### 3) Proposed Bonus Issue of warrants

On 18 February 2020, the Company proposed to undertake a proposed bonus issue of 100,000,500 new warrants ("Warrants") on the basis of 1 Warrant for every 2 existing ordinary shares in Matrix ("Matrix Shares" or "Shares") held by shareholders of the Company ("Entitled Shareholders") on an entitlement date. This proposed had been completed on 16<sup>th</sup> October 2020.

#### 4) Proposed Acquisition of Prospect Builders Sdn Bhd (PBSB)

The conditional share sale agreement ("SSA 2") entered on 29 May 2020 for the Purchase of 100% equity interest in PBSB for a consideration of RM2,331,000. This Proposed acquisition had been completed on 18<sup>th</sup> November 2020.

## **C2. BORROWINGS**

As at the reporting date, the Group's borrowings ( all denominated in RM) are as follows:-

	<b>12 months Ended 31.12.2020 RM</b>	<b>12 months Ended 31.12.2019 RM</b>
<u>Current liabilities</u>		
<b>Secured</b>		
Term loan	531,703	351,073
Overdraft	183,279	237,379
Hire purchase	10,021	-
Sub-total	725,003	588,452
<u>Non-current liabilities</u>		
<b>Secured</b>		
Term loan	2,800,430	969,307
Hire purchase	174,362	-
Sub-total	2,974,792	969,307
<b>Total</b>	3,699,795	1,557,759

## **C3. MATERIAL LITIGATION**

As at the date of this report, save as disclosed below, we are not engaged in any material litigation, claim or arbitration either as plaintiff or defendant and our Directors do not know of any proceeding pending or threatened or of any fact likely to give rise to any proceeding which might materially or adversely affect our financial position or our subsidiaries.

### **Johor Bahru High Court Suit No: JA-22NCVC-62-04/2016**

**Plaintiff : Luxury Connection Sdn Bhd**

**Defendant : Matrix Parking Solution Sdn Bhd**

The Plaintiff had sued the Defendant in respect of dispute arising from a License Agreement dated 31st July 2012. Pursuant to the License Agreement, the Defendant as the licensee was to manage and operate the car park at Menara Zurich located at No. 15, Jalan Dato' Abdullah Tahir, 80300 Johor Bahru.

The dispute was mainly on the extension of the license period under the License Agreement. The Plaintiff in their court action is suing for amongst others for the Court to declare that the extension of the license period by the Defendant to be invalid and that the Defendant's services had been terminated. The Plaintiff also contended that the Defendant had breached the terms of the license agreement. The Plaintiff is asking for damages on the basis that the Defendant was to vacate the car park based on a court order obtained by the Plaintiff but failed to do so.

The Defendant on the other hand amongst others counter claimed that the extension of the license period was valid and asked that the Plaintiff specifically performed the License Agreement or in the alternative damages. The Defendant also claimed for the sum of RM188,430.90 for over payment of licence fee as a result of the setting aside of a previously agreed arrangement between the Plaintiff and Defendant in a separate court action.

The trial of the court action had proceeded on 25th October 2018, 18th November 2018 and 2nd December 2018. The Court subsequently delivered its decision on 21st March 2019.

The Court had allowed the Plaintiff's claim and dismissed the Defendant's counterclaim. The Court had also ordered the Defendant to pay the Plaintiff cost of RM35,000.00 which had been paid.

The Defendant had lodged an appeal to the Court of Appeal against the decision of the High Court and the appeal is now fixed for hearing on 24<sup>th</sup> June 2020 and now had been further postpone to 20<sup>th</sup> April 2021 due to MCO.

The solicitors acting for the Defendant is of the view that the Defendant has a reasonable chance of success in their Appeal because the extension of the license period as prescribed under the terms of the license agreement is valid and the Defendant had not breached the terms of the license agreement to the extent rendering it sufficient for the Plaintiff to terminate the license agreement.

**As at the date of this report, our Directors confirm that there are no contingent liabilities incurred by us or our subsidiaries, which upon becoming enforceable, may have a material effect on our financial position or our subsidiaries.**

#### **C4. DIVIDENDS**

The Directors did not declare any interim dividend in respect of the financial year ending 31 December 2020.

#### **C5. (LOSS)/EARNINGS PER SHARE**

- (i) The basic (loss)/earnings per share for the current financial year and financial year-to-date are computed as follows: -

	<b>Cumulative 12 months ended</b>	
	<b>Unaudited</b>	<b>Unaudited</b>
	<b>31.12.2020</b>	<b>31.12.2019</b>
Profit attributable to owners of the group (RM'000)	(2,702,286)	(397,073)
Weighted number of ordinary shares in issue ('000)	203,809,333	200,001,000
Basic earnings per share (sen)	(1.33)	(0.20)

- (ii) Diluted earnings per share is the same as the basic earnings per share as there were no potential dilutive instruments.