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## **MATRIX PARKING SOLUTION HOLDINGS BERHAD**

[Registration No. 201801021141 (1283160-X)]  
(Incorporated in Malaysia)

### **FINANCIAL STATEMENTS FOR THE 30<sup>TH</sup> JUNE 2022**

#### **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 30<sup>TH</sup> JUNE 2022**

	<b>INDIVIDUAL 6 MONTHS ENDED</b>	
	<b>30<sup>th</sup> June 2022</b>	<b>30<sup>th</sup> June 2021</b>
	<b>RM</b>	<b>RM</b>
Revenue	4,335,185	3,062,166
Direct costs	(2,780,937)	(1,645,628)
<b>Gross profit</b>	<b>1,554,248</b>	<b>1,416,538</b>
Other operating income	318,022	214,417
Other operating expenses	(1,960,421)	(1,337,323)
<b>Operating (Loss)/Profit</b>	<b>( 88,151)</b>	<b>293,632</b>
Finance costs	(136,663)	(391,265)
	<b>(224,814)</b>	<b>(97,633)</b>
Leap / Corporate exercise expenses	-	(9,696)
<b>(Loss)/Profit before tax</b>	<b>(224,814)</b>	<b>(107,329)</b>
Income tax expenses	-	-
<b>(Loss)/Profit after tax</b>	<b>(224,814)</b>	<b>(107,329)</b>
Other comprehensive income	<b>318,022</b>	<b>214,417</b>
<b>Total comprehensive income for the financial period</b>	<b>318,022</b>	<b>214,417</b>
<b>(Loss)/Profit for the financial period attributable to Owner of the Company</b>	<b>(224,814)</b>	<b>(107,329)</b>
<b>(Loss)/Profit Per Ordinary Share (Sen)</b>	<b>(0.10)</b>	<b>(0.048)</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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**UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30<sup>TH</sup> JUNE 2022**

	<b>As at 30.06.2022 RM</b>	<b>As at 30.06.2021 RM</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	4,214,779	4,701,023
Investment In Associate Companies	2,152,859	2,812,897
Right-of-use Asset	8,784,782	7,425,369
<b>TOTAL NON-CURRENT ASSETS</b>	<b>15,152,420</b>	<b>14,939,289</b>
<b>CURRENT ASSETS</b>		
Trade receivables	304,871	319,729
Other receivable	2,968,462	2,521,017
Amount owing by associate companies	-	56,037
Deposits with financial institution	-	96,750
Other Investment	1,424,117	1,255,368
Cash and bank balances	701,883	298,750
Tax recoverable	-	482,599
<b>TOTAL CURRENT ASSETS</b>	<b>5,399,333</b>	<b>5,108,080</b>
<b>TOTAL ASSETS</b>	<b>20,551,753</b>	<b>20,047,369</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share capital	9,257,000	9,257,000
Retained earnings	(1,071,958)	(2,221,516)
Reserves	(451,919)	(451,919)
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>7,733,123</b>	<b>6,583,565</b>
Loan and borrowings	2,862,440	3,040,600
Lease liability	3,954,128	3,606,418
Deferred tax liabilities	668,200	465,280
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>7,484,768</b>	<b>7,112,298</b>
<b>CURRENT LIABILITIES</b>		
Payables	2,738,154	3,383,318
Lease liability	2,185,012	2,412,150
Loan and borrowings	332,533	305,052
Bank overdraft	78,162	111,278
Tax liabilities	-	139,708
<b>TOTAL CURRENT LIABILITIES</b>	<b>5,333,861</b>	<b>6,351,506</b>
<b>TOTAL LIABILITIES</b>	<b>12,818,629</b>	<b>13,463,804</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>20,551,753</b>	<b>20,047,369</b>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.0347	0.0295

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 30<sup>TH</sup> JUNE 2022**

<b>GROUP</b>	<b>Share Capital RM</b>	<b>Revaluation Reserve RM</b>	<b>Merger Reserve RM</b>	<b>Capital Reserve RM</b>	<b>Retained Earnings RM</b>	<b>Total RM</b>
Balance as at 1 <sup>st</sup> January 2021	9,257,000	1,306,701	(2,000,000)	241,380	(2,114,186)	6,690,895
Profit for the financial year					1,267,042	1,267,042
Realisation of revaluation reserve						
Issuance of shares						
Balance as at 31 <sup>ST</sup> December 2021	9,257,000	1,306,701	(2,000,000)	241,380	(847,144)	7,957,937
Net Loss for the period					(224,814)	(224,814)
Balance as at 30 June 2022	9,257,000	1,306,701	(2,000,000)	241,380	(1,071,958)	7,733,123

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 30<sup>TH</sup> JUNE 2022**

	<b>30.06.2022</b>	<b>30.06.2021</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss)/ Profit before tax	(224,814)	(107,329)
Adjustment for:		
Depreciation of property, plant and equipment	176,445	222,548
Depreciation of right-of-use asset	2,083,731	1,783,448
Finance costs	136,663	391,265
Waiver of rental	(197,338)	(747,528)
Interest income	(13,895)	(11,900)
Operating profit before working capital changes	1,960,792	1,530,503
<b>Changes in working capital: -</b>		
Decrease in trade receivables	14,858	537,640
Increase in other receivables	(447,445)	915,422
Decrease in trade payables	(645,164)	862,975
Cash generated from operations	883,041	3,846,540
Interest paid	(136,663)	(391,265)
Interest income	13,895	11,900
Tax paid	-	(124,998)
Tax refund	37,992	-
<b>Net cash from operating activities</b>	798,265	3,342,177
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(592,512)	(197,664)
(Placement)/withdrawal of fixed deposits	-	(4,658)
Purchases of other investment	(155,000)	(905,369)
<b>Net cash used in investing activities</b>	(747,512)	(1,107,691)

	<b>30.06.2022</b>	<b>30.06.2021</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from drawdown of term loans	-	-
Proceeds from drawdown of HP loans	111,300	-
Proceeds from issuance of shares	-	-
Repayment of term loan obligations	-	(284,964)
Repayment of HP loan	(202,723)	(20,088)
Payment of lease liabilities	476,919	(2,506,542)
<b>Net cash used in financing activities</b>	<b>385,496</b>	<b>(2,811,594)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>436,249</b>	<b>(577,108)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>187,472</b>	<b>764,580</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>623,721</b>	<b>187,472</b>
Cash and cash equivalents at end of period consist of:		
Cash and bank balances	701,883	298,750
Bank overdraft	(78,162)	(111,278)
	<b>623,721</b>	<b>187,472</b>

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

## **PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR 30<sup>th</sup> JUNE 2022**

### **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 30<sup>th</sup> June 2022 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 for 30<sup>th</sup> June 2022 should be read in conjunction with the audited combined financial statements of the Group for the financial year ended 31 December 2021.

### **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 December 2021.

### **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**

There are no changes to the equity for the group.

**PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR  
30<sup>th</sup> JUNE 2022**

**A7. SEGMENTAL INFORMATION**

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

	<u>6 months ended</u> <u>30/06/2022</u> <b>RM</b>	<u>6 months ended</u> <u>30/06/2021</u> <b>RM</b>
Car park operator and Jockey services	3,978,245	2,691,185
Management Consultancy	<u>356,940</u> <u>4,335,185</u>	<u>370,981</u> <u>3,062,166</u>

**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 period there is no change to the composition of the group.

**A10. CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

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

**A11. CAPITAL COMMITMENTS**

Capital expenditure commitment as below: -

	<b>As At</b> 30/6/2022	<b>As At</b> 30/6/2021
Car park Contracted but not provided for	<u>1,172,000</u>	<u>1,172,000</u>



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

### **B1. REVIEW OF PERFORMANCE**

The Group achieved a revenue of RM4.33 million for the 6 months period up to 30 June 2022 as compared to RM3.06 million for the previous 6 months period to 30 June 2021, a increase of 41.5%.

The Group incurred a loss before tax of RM0.224 million for the 6 months period up to 30 June 2022 as compared to loss before tax of RM0.107 million for the previous 6 months period to 30 June 2021.

The government had announced on Apr 2022 the leaflet of the restoration movement control order had resulted in better result from then onwards.

However the minimum wages implemented on 1<sup>st</sup> May 2022 had resulted in the overall increase in staff cost, thus result in higher operation cost.

### **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 move our business forward.

The intelligent platform will integrate the data across all aspects of the parking process thus, creating a more efficient data-driven payment process. 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.

We had been progressively installing and converting the cashless payment system for our existing car park facilities and up to today we had achieved 80% as compare to our budget of 85% by the end 2022

### **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

There is no corporate proposals during the year.

### C2. BORROWINGS

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

	<b>6 months ended 30.6.2022 RM</b>	<b>6 months ended 30.6.2021 RM</b>
<b><u>Current liabilities</u></b>		
<b>Secured</b>		
Term loans	310,071	284,964
Overdraft	78,162	111,278
Hire purchase	<u>22,462</u>	<u>20,088</u>
Sub-total	<u>410,695</u>	<u>416,330</u>
<b><u>Non-current liabilities</u></b>		
<b>Secured</b>		
Term loans	2,651,857	2,896,393
Hire purchase	<u>210,583</u>	<u>144,207</u>
Sub-total	<u>2,862,440</u>	<u>3,040,600</u>
Total	<u>3,273,135</u>	<u>3,456,930</u>

### 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 31 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 25<sup>th</sup> October 2018, 18<sup>th</sup> November 2018 and 2<sup>nd</sup> December 2018. The Court subsequently delivered its decision on 21 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 we wish to inform that the Court of Appeal has held the following decision on 30 June 2021:

1. There was no fundamental breach of the license agreement.
2. The Court has allowed the Defendant's claim for refund of the excess license fee of RM188,430.00 subject to the signage rental fee of RM2,150 being deducted for the period from 21/10/2015-25/5/2018 with interest of 5% per annum from date of judgment to full settlement.
3. General damages to be assessed by another High Court Judge.

The Plaintiff has them filed and application for stay at the High Court for the assessment of damages, however this application was dismissed with cost of RM3,000.00

Further the Federal court has also dismissed the plaintiff's application for leave to appeal with cost of RM30,000.00

The hearing for assessment of damages is fixed on the 8<sup>th</sup> September 2022 and 6<sup>th</sup> October 2022 via zoom.

#### **C4. DIVIDENDS**

The Directors did not declare any interim dividend in respect of the financial year ending 31 December 2021.

**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>Unaudited 30.06.2022</b>	<b>Audited 30.06.2021</b>
Loss attributable to owners of the group (RM)	(224,814)	(107,329)
Weighted number of ordinary shares in issue	222,851,000	222,851,000
Basic earnings per share (sen)	(0.10)	(0.048)

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