



MCOM HOLDINGS BERHAD
(Registration No.: 201701034106 (1248277-X))
(Incorporated in Malaysia)

**FINANCIAL STATEMENTS FOR THE HALF-YEAR
ENDED 30 JUNE 2021**

**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 MCOM HOLDINGS BERHAD (“MCOM” OR THE “COMPANY”). 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 CONSIDERATION.

THE ADMISSION OF MCOM HOLDINGS BERHAD TO THE LEAP MARKET WAS ADVISED BY OUR APPROVED ADVISOR, TA SECURITIES



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**UNAUDITED CONDENSED STATEMENTS OF PROFIT AND LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 30 JUNE 2021**

	INDIVIDUAL 6-MONTH ENDED		CUMULATIVE 6-MONTH ENDED	
	Unaudited 30.06.2021 RM'000	Unaudited 30.06.2020 RM'000	Unaudited 30.06.2021 RM'000	Unaudited 30.06.2020 RM'000
Revenue	4,151	5,129	4,151	5,129
Cost of Sales	(3,979)	(2,708)	(3,979)	(2,708)
Gross Profit	172	2,421	172	2,421
Other Income	198	182	198	182
Selling and distribution expenses	(11)	-	(11)	-
Administrative expenses	(3,066)	(2,956)	(3,066)	(2,956)
Other expenses	(619)	(375)	(619)	(375)
Loss from operating activities	(3,326)	(728)	(3,326)	(728)
Finance Costs	(36)	(24)	(36)	(24)
Loss before tax ("LBT")	(3,362)	(752)	(3,362)	(752)
Income tax expense	(192)	(34)	(192)	(34)
Loss after tax ("LAT") for the period	(3,554)	(786)	(3,554)	(786)
Other comprehensive income	467	417	467	417
Total comprehensive loss for the period	(3,087)	(369)	(3,087)	(369)
(LAT) / Profit after tax ("PAT") attributable to:				
Owners of the Company	(1,385)	22	(1,385)	22
Non-controlling interest	(2,169)	(808)	(2,169)	(808)
	(3,554)	(786)	(3,554)	(786)
Total comprehensive (loss) / income attributable to:				
Owners of the Company	(957)	491	(957)	491
Non-controlling interest	(2,130)	(860)	(2,130)	(860)
	(3,087)	(369)	(3,087)	(369)



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	INDIVIDUAL 6-MONTH ENDED		CUMULATIVE 6-MONTH ENDED	
	Unaudited 30.06.2021	Unaudited 30.06.2020	Unaudited 30.06.2021	Unaudited 30.06.2020
	RM'000	RM'000	RM'000	RM'000
EBITDA	(2,919)	(383)	(2,919)	(383)
Basic Earnings per share ("EPS") ⁽¹⁾ (Sen)	(0.73)	0.01	(0.73)	0.01
Gross profit Margin (%)	4.14	47.20	4.14	47.20
LBT Margin (%)	(80.99)	(14.66)	(80.99)	(14.66)
LAT Margin (%)	(85.62)	(15.32)	(85.62)	(15.32)

Notes:

- (1) Computed based on PAT / LAT attributable to the owners of the Company divided by the weighted average number of ordinary shares in MCOM ("MCOM Shares" or "Shares").**
- (2) The basis of preparation of the unaudited Condensed Statements of Comprehensive Income are detailed in Note A1 and the accompanying explanatory notes attached to this interim financial report.**



MCOM HOLDINGS BERHAD
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UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Unaudited	Audited
	As at 30.06.2021 (RM'000)	As at 31.12.2020 (RM'000)
ASSETS		
Non-current assets		
Equipment	1,185	1,392
Right-of-use assets	684	755
Deferred tax assets	82	86
Development costs	621	381
Other investments	200	-
Total non-current assets	2,772	2,614
Current assets		
Trade receivables	14,915	17,072
Other receivables, deposits and prepayments	1,481	2,030
Amount owing by immediate holding company	15	15
Amount owing by associate	3	-
Current tax assets	148	37
Fixed deposits with licensed banks	54	254
Cash and bank balances	673	1,843
Total current assets	17,289	21,251
TOTAL ASSETS	20,061	23,865
EQUITY		
Share capital	14,506	14,506
Merger deficit	(6,105)	(6,105)
Reserves	7,086	8,043
Equity attributable to owners of the Company	15,487	16,444
Non-controlling interests	(2,939)	(809)
TOTAL EQUITY	12,548	15,635
LIABILITIES		
Non-current liabilities		
Employee benefits obligation	193	200
Lease liabilities	435	511
Term loan	193	210
Deferred tax liabilities	58	58
Total non-current liabilities	879	979



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	Unaudited	Audited
	As at 30.06.2021	As at 31.12.2020
	(RM'000)	(RM'000)
Current liabilities		
Trade payables	4,390	4,545
Other payables and accruals	1,073	1,136
Amount owing to a director	70	-
Lease liabilities	227	215
Term loan	32	31
Current tax liabilities	842	1,324
Total current liabilities	6,634	7,251
TOTAL LIABILITIES	7,513	8,230
TOTAL EQUITY AND LIABILITIES	20,061	23,865
NET ASSETS PER SHARE⁽¹⁾ (RM)	0.0821	0.0872

Notes:

- (1) *Net assets per share is calculated based on 188,559,908 MCOM Shares in issue at the end of the reporting period.*
- (2) *The basis of preparation of the unaudited Condensed Statements of Financial Position are detailed in Note A1 and the accompanying explanatory notes attached to this interim financial report.*



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UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 30 JUNE 2021

	Share Capital (RM'000)	Appropriated Legal reserve (RM'000)	Foreign Exchange Translation Reserve (RM'000)	Merger Deficit (RM'000)	Retained Profits (RM'000)	Attributable to owners of the Company (RM'000)	Non- controlling interest (RM'000)	Total Equity (RM'000)
Balance as at 1 January 2021	14,506	20	(346)	(6,105)	8,369	16,444	(809)	15,635
Total income for the period	-	-	-	-	(1,385)	(1,385)	(2,169)	(3,554)
Foreign Currency Translation Differences for Foreign Operations	-	-	428	-	-	428	39	467
Total Comprehensive income/(expense) for the financial period	-	-	428	-	(1,385)	(957)	(2,130)	(3,087)
Balance as at 30 June 2021	<u>14,506</u>	<u>20</u>	<u>82</u>	<u>(6,105)</u>	<u>6,984</u>	<u>15,487</u>	<u>(2,939)</u>	<u>12,548</u>



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	Share Capital (RM'000)	Appropriated Legal reserve (RM'000)	Foreign Exchange Translation Reserve (RM'000)	Merger Deficit (RM'000)	Retained Profits (RM'000)	Attributable to owners of the Company (RM'000)	Non- controlling interest (RM'000)	Total Equity (RM'000)
Balance as at 1 January 2020	14,506	20	(122)	(6,105)	7,475	15,774	(241)	15,533
Total income for the period	-	-	-	-	22	22	(808)	(786)
Foreign Currency Translation Differences for Foreign Operations	-	-	474	-	-	474	(52)	422
Total Comprehensive income/(expense) for the financial period	-	-	474	-	22	496	(860)	(364)
Balance as at 30 June 2020	14,506	20	352	(6,105)	7,497	16,270	(1,101)	15,169



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**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE HALF-YEAR ENDED
30 JUNE 2021**

	CUMULATIVE 6-MONTH ENDED	
	Unaudited 30.06.2021 RM'000	Unaudited 30.06.2020 RM'000
Cash flows (for)/from operating activities		
Loss before taxation	(3,362)	(752)
<i>Adjustments for:</i>		
Depreciation of equipment	268	299
Depreciation of right-of-use assets	139	46
Interest expense	36	24
Unrealised (loss)/gain on foreign exchange	2	(91)
Interest income	(1)	(2)
Operating loss before working capital changes	(2,918)	(476)
Decrease in trade and other receivables	3,035	1,075
Increase in amount owing by penultimate holding company	-	(9)
Increase in amount owing by associate	(3)	-
(Decrease)/Increase in trade and other payables	(149)	682
Increase/(Decrease) in amount owing to director	70	(320)
Cash from operations	35	952
Income tax (paid)/refund	(817)	18
Interest paid	(36)	(24)
Net cash (for)/from operating activities	(818)	946
Cash flows for investing activities		
Acquisition of other investments	(200)	-
Addition of right-of-use assets	(68)	-
Development costs paid	(240)	-
Interest received	1	2
Purchase of equipment	(34)	(8)
Net cash for investing activities	(541)	(6)



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**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE HALF-YEAR ENDED
30 JUNE 2021**

	CUMULATIVE 6-MONTH ENDED	
	Unaudited 30.06.2021 RM'000	Unaudited 30.06.2020 RM'000
Cash flows for financing activities		
Acquisition of new leases	68	-
(Repayment)/Drawdown of term loans	(15)	2
Repayment of lease liabilities	(133)	(142)
Net cash for financing activities	(80)	(140)
Net changes in cash and cash equivalents	(1,439)	800
Effects of foreign exchange translation	69	37
Cash and cash equivalents at beginning of the financial period	2,043	1,859
Cash and cash equivalents at end of the financial period	673	2,696
Cash and cash equivalents at end of the financial period comprises of:		
Fixed deposits with a licensed bank	54	252
Cash and bank balances	673	2,444
	727	2,696
Less: Fixed deposit pledged to licensed bank	(54)	-
	673	2,696



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A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2021

A1 Compliance with Financial Reporting Standard and LEAP Market Listing Requirements of Bursa Malaysia Securities Berhad

Basis of Preparation

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

The interim financial report should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

A2 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of the unaudited combined interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2020, except for the following Amendments to MFRSs as disclosed below:

Effective for annual periods commencing on or after 1 January 2021

- Amendments to References to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 3 *Business Combinations – Definition of a Business*
- Amendments to MFRS 101 and MFRS 108 *Definition of Material*
- Amendments to MFRS 9, MFRS 139 and MFRS 7 *Interest Rate Benchmark Reform*
- Amendments to MFRS 4 *Insurance Contracts – Extension of the Temporary Exemption from Applying MFRS 9*

Effective for annual periods commencing on or after 1 January 2021

- Amendments to MFRS 16 *Leases – Covid-19 Related Rent Concessions*

The adoption of the above MFRS and Amendments to MFRSs did not have any significant financial impact to the Group.

The following MFRSs and Amendments to MFRSs have been issued by the MASB but are not early adopted by the Group:

Effective for annual periods commencing on or after 1 January 2021

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 *Interest rate Benchmark Reform – Phase 2*

Effective for annual periods commencing on or after 1 January 2022

- Annual Improvements to MFRS Standards 2018 – 2020
- Amendments to MFRS 3 *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 116 *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137 *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*



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A2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Effective for annual periods commencing on or after 1 January 2023

- MFRS 17 *Insurance Contracts*
- Amendments to MFRS 17 *Insurance Contracts*
- Amendments to MFRS 101 *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 101 *Presentation of Financial Statements – Disclosure of Accounting Policies*
- Amendments to MFRS 108 *Accounting Policies, Changes in Accounting Estimates Errors – Definition of Accounting Estimates*

Deferred (date to be determined by MASB)

- Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group is in the process of assessing the impact of implementing these accounting standards and amendments, since the effects would only be observable for the future financial years.

A3 SEASONAL OR CYCLICAL FACTORS

Except for our mobile advertising platform business, the business operations of our Group are not materially affected by any seasonal or cyclical factors. The mobile advertising platform business is dependent on the seasonal trend of the digital and mobile advertising spending.

A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASHFLOWS

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

A5 MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates during the period ended 30 June 2021.

A6 DEBTS AND EQUITY SECURITIES

There were no changes in the debt and equity securities for the 6-month financial period ended 30 June 2021.



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A7 SEGMENTAL INFORMATION

(i) Analysis of revenue by services

	INDIVIDUAL 6-MONTH ENDED				CUMULATIVE 6-MONTH ENDED			
	2021		2020		2021		2020	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Mobile payment solutions	1,557	37.51	1,279	24.94	1,557	37.51	1,279	24.94
Mobile advertising platform	2,591	62.42	3,850	75.06	2,591	62.42	3,850	75.06
Internet services	3	0.07	-	-	3	0.07	-	-
Management fee	-	-	-	-	-	-	-	-
Total	4,151	100.00	5,129	100.00	4,151	100.00	5,129	100.00

(ii) Analysis of revenue by geographical location

	INDIVIDUAL 6-MONTH ENDED				CUMULATIVE 6-MONTH ENDED			
	2021		2020		2021		2020	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Malaysia	167	4.02	476	9.28	167	4.02	476	9.28
Thailand	1,384	33.34	1,288	25.11	1,384	33.34	1,288	25.11
Hong Kong	396	9.54	3,319	64.71	396	9.54	3,319	64.71
China	1,456	35.08	3	0.06	1,456	35.08	3	0.06
British	732	17.64	-	-	732	17.64	2	0.04
Cambodia ⁽¹⁾	3	0.07	-	-	3	0.07	-	-
Others ⁽²⁾	13	0.31	43	0.84	13	0.31	41	0.80
Total	4,151	100.00	5,129	100.00	4,151	100.00	5,129	100.00

Notes:

(1) Revenue from the provision of internet services.

(2) Consists of customers, whom are advertisers, of the Company's mobile advertising platform business segment from the rest of the world.

The Group's revenue is mainly derived from the provision of mobile advertising platform and mobile payment solutions. The Group has also commenced the provision of internet services in Cambodia since June 2018.

The Group recorded a revenue of RM4.15 million during the 6-month period ended 30 June 2021 which was mainly contributed by the mobile advertising platform and mobile payment solutions business segments with revenue contribution of 62.42% and 37.51% respectively.



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A8 PBT

Included in the PBT are the following expenses / (income):

	INDIVIDUAL 6-MONTH ENDED		CUMULATIVE 6-MONTH ENDED	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortisation of assets	407	345	407	345
Assets written off and loss on disposal of assets	-	-	-	-
Unrealised loss/(gain) on foreign exchange	2	(91)	2	(91)
Realised loss/(gain) on foreign exchange	62	(9)	62	(9)
Interest income	(1)	(2)	(1)	(2)
Interest expense	36	24	36	24

A9 MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

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

A10 CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There are no contingent assets and contingent liabilities as at the date of this interim financial report.

A11 CHANGES IN THE COMPOSITION OF THE COMPANY

There were no material changes in the composition of the Company for the current financial period.

A12 CAPITAL COMMITMENTS

	CUMULATIVE 6-MONTH ENDED	
	30.06.2021	30.06.2020
	RM'000	RM'000
<u>Approved but not contracted for</u> Purchase of property, plant and equipment	-	-
<u>Approved and contracted for</u> Purchase of property, plant and equipment	-	37



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B ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 REVIEW OF PERFORMANCE

6-month financial period ended 30 June 2021 compared to 6-month financial period ended 30 June 2020

The Company's revenue decreased by approximately RM0.98 million or 19.07% during the 6-month financial period ended 30 June 2021 as compared to the previous corresponding period, mainly impacted by the revenue reduction from its mobile advertising platform segment as a result of decrease in CPA (cost per acquisition) revenue as a result of the movement restrictions imposed in various countries as a result of Covid-19 outbreak.

The Company's revenue was partially offset by higher revenue from the mobile payment solutions segment during the 6-month financial period ended 30 June 2021 as compared to the previous corresponding period due to increase in advertising activities and campaign during the first half of 2021.

In line with the lower revenue generated, the Company's gross profit decreased by approximately RM2.25 million or 92.90% to approximately RM0.17 million during the 6-month financial period ended 30 June 2021 (6-month financial period ended 30 June 2020: approximately RM2.42 million) due to abovementioned reduction in revenue generated from the mobile advertising platform.

The gross profit margin during the 6-month financial period ended 30 June 2021 decreased to 4.14% (6-month financial period ended 30 June 2020: 47.20%) due to higher cost of sales incurred by the Company's mobile advertising platform segment arising from the higher commission pay-outs to publishers in relation to the Group's mobile advertising platform segment.

The Company reported a higher LBT of approximately RM3.36 million during the 6-month financial period ended 30 June 2021 (6-month financial period ended 30 June 2019: LBT of approximately RM0.75 million) due to:

- (i) the abovementioned reduction in revenue generated from the mobile advertising platform during the 6-month financial period ended 30 June 2021 as compared to the previous corresponding period;
- (ii) the abovementioned increase in cost of sales incurred from the mobile advertising platform during the 6-month financial period ended 30 June 2021 as compared to the previous corresponding period; and
- (iii) higher other expenses during the 6-month financial period ended 30 June 2021 as compared to the previous corresponding period as a result of foreign exchange losses due to weakening of MYR to USD.



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The Company reported a higher LAT of approximately RM3.55 million during the 6-month financial period ended 30 June 2021 (6-month period ended 30 June 2020: LAT of approximately RM0.79 million) mainly due to reduction in revenue generated from the mobile advertising platform segment.

B2 PROSPECTS OF THE COMPANY

The outbreak of COVID-19 infection has affected the economy and revenue growth in many countries and many industries. The Group's performance remains challenging as a result of movement restriction and other precautionary measures imposed by the local authorities in various countries. Despite such challenging circumstances, the Group continues to streamline their internal processes and technology capabilities to meet the increasing demand for business digitalisation.

The Group continues to enhance its B2B2C platform service, which is an integrated platform solution aiming to connect warehouse manufacturers, logistic companies, online stores, digital marketers and customer support service. Various plans are being introduced to support such initiative. Meanwhile, the Board is committed to closely monitor the COVID-19 situation and mitigate its impact to the Group's business performance and financial position.

B3 VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

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



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C OTHER INFORMATION

C1 STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but pending completion as at the date of this report.

C2 BORROWINGS AND DEBT SECURITIES

The Group's total borrowings (all denominated in RM) are as follows:

	Unaudited As at 30.06.2021 (RM'000)	Audited As at 31.12.2020 (RM'000)
<u>Non-current liabilities</u>		
Term loan	193	210
Lease liabilities	435	511
Total	628	721
<u>Current liabilities</u>		
Term loan	32	31
Lease liabilities	227	215
Total	259	246

As at the reporting date, the Company has not issued any debt securities.

C3 MATERIAL LITIGATION

There are no material litigations pending as at the date of this report.

C4 DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year. The Directors do not recommend any dividend as at the date of this report.



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C5 EARNINGS/(LOSS) PER SHARE

	INDIVIDUAL 6-MONTH ENDED		CUMULATIVE 6-MONTH ENDED	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
(Loss)/Profit attributable to owners of the Company (RM)	(1,384,924)	21,604	(1,384,924)	21,604
Weighted average number of MCOM Shares at end of period	188,559,908	188,559,908	188,559,908	188,559,908
Basic (loss)/earnings per ordinary share (sen)	(0.73)	0.01	(0.73)	0.01

The weighted average number of MCOM Shares in issue is computed as follows:

	INDIVIDUAL 6-MONTH ENDED		CUMULATIVE 6-MONTH ENDED	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Shares issued pursuant to:				
- Incorporation of the Company	2	2	2	2
- Acquisition of subsidiaries [#]	164,989,900	164,989,900	164,989,900	164,989,900
- Effect of issuance of new ordinary shares	23,570,006	23,570,006	23,570,006	23,570,006
	188,559,908	188,559,908	188,559,908	188,559,908

Note:

Ordinary shares arising from the acquisition of subsidiaries are assumed to be issued throughout the financial years ended 31 December 2017 and 31 December 2018 as the acquisition of subsidiaries was accounted under common control using the merger accounting method of consolidation.

The Group has not issued any dilutive potential ordinary shares and hence, the diluted earnings per share is equal to the basic earnings per share.

Diluted earnings per share is not computed as the Company did not have any convertible financial instruments as at 30 June 2021.



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C6 UTILISATION OF PROCEEDS

As at 30 June 2021, the status of the utilisation of proceeds from the placement of RM5.28 million is as follows:

Purpose of use	Proposed Utilisation RM'000	Actual Utilisation RM'000	Re-allocation RM'000	Balance RM'000	Initial timeframe for utilisation	Previous extended timeframe for utilisation ⁽²⁾	Extended timeframe for utilisation
Capital expenditure for internet service provision	2,900	(2,015)	(885) ⁽³⁾	-	By 2 June 2020	By 2 July 2021	Utilised
Capital expenditure for mobile advertising platform	880	(1,376)	852 ⁽¹⁾⁽³⁾	356	By 2 June 2020	By 2 July 2021	By 1 July 2022
Listing expenses	1,500	(1,533)	33 ⁽¹⁾	-	Utilised	-	-
Total estimated proceeds	5,280	(4,924)	-	356			

Notes:

- (1) *As stated in Information Memorandum of the Company dated 23 January 2019, any shortfall or excess from listing expenses of RM1.50 million will be reallocated from/to the amount allocated for capital expenditure for mobile advertising platform.*
- (2) *On 29 June 2020, the Company announced the decision to extend the timeframe for the use of proceeds raised from the placement for an additional 12 months (i.e. by 2 July 2021). In view of the global business disruption caused by the COVID-19 pandemic, the Company expects a potential delay in setting up essential facilities in Cambodia to offer wired and wireless internet services as well as the expansion plan for mobile advertising platform due to the lockdown imposed in Cambodia and Malaysia. The lockdown has delayed the upgrade and installation works to be carried out at the respective location.*
- (3) *The amount of approximately RM0.89 million will be reallocated to the purpose of capital expenditure for mobile advertising platform which will be used to fund the "MConnect" project. Further detailed explanation of this reallocation can be found in a separate announcement made.*