



**ACE INNOVATE ASIA BERHAD**  
**(Registration No. 201901007350 (1316677-U))**  
**(Incorporated in Malaysia under the Companies Act 2016)**

**FINANCIAL STATEMENTS FOR THE HALF-YEAR**  
**ENDED 31 DECEMBER 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 AND 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 ACE INNOVATE ASIA BERHAD (“AIAB” OR THE “COMPANY”). INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISK OF INVESTING IN AIAB AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.**



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE  
INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

	(Unaudited)		(Unaudited)	(Audited)
	Individual 6 months ended		Cumulative 12 months ended	
	31.12.2022	31.12.2021	31.12.2022	31.12.2021
	RM'000	RM'000	RM'000	RM'000
Revenue	618,688	629,494	1,243,627	1,587,492
Cost of sales	(616,787)	(625,968)	(1,235,455)	(1,578,222)
<b>Gross profit</b>	<b>1,901</b>	<b>3,526</b>	<b>8,172</b>	<b>9,270</b>
Other income	347	525	666	705
Administrative expenses	(3,498)	(5,366)	(8,002)	(8,581)
<b>Operating (loss)/profit</b>	<b>(1,250)</b>	<b>(1,315)</b>	<b>836</b>	<b>1,394</b>
Finance costs	(180)	(279)	(470)	(592)
Share of results of an associated company	Neg	Neg	Neg	Neg
<b>Loss/(profit) before tax</b>	<b>(1,430)</b>	<b>(1,594)</b>	<b>366</b>	<b>802</b>
Income tax credit/(expense)	185	101	(246)	(651)
<b>(Loss)/profit for the period, representing total comprehensive income for the period</b>	<b>(1,245)</b>	<b>(1,493)</b>	<b>120</b>	<b>151</b>
<b>(Loss)/profit attributable to:</b>				
Owners of the Company	(1,231)	(1,493)	136	152
Non-controlling interests	(14)	-	(16)	(1)
	(1,245)	(1,493)	120	151
Basic (loss)/earnings per ordinary share (sen)	(0.41)	(0.50)	0.04	0.05



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2022 (CONTINUED)**

**Note:**

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the Audited Financial Statements of Ace Innovate Asia Berhad and its subsidiaries (“Group”) for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report. Any discrepancy between the figures shown above and figures published in the Audited Financial Statements of the Group for the financial year ended 31 December 2021 is due to rounding adjustments.

Neg: Negligible amount



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**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022**

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>As at</b>	<b>As at</b>
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	4,720	4,755
Investment in associate company	Neg	Neg
<b>Total non-current assets</b>	<b>4,720</b>	<b>4,755</b>
<b>Current Assets</b>		
Inventories	18,532	18,757
Current tax assets	1,547	1,498
Trade and other receivables	21,647	13,218
Cash and short-term deposits	10,140	18,145
<b>Total current assets</b>	<b>51,866</b>	<b>51,618</b>
<b>TOTAL ASSETS</b>	<b>56,586</b>	<b>56,373</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	23,192	23,192
Reorganisation reserve	(12,052)	(12,052)
Retained earnings	13,423	13,287
	24,563	24,427
Non-controlling interests	(17)	(1)
<b>TOTAL EQUITY</b>	<b>24,546</b>	<b>24,426</b>



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**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022 (continued)**

	(Unaudited)	(Audited)
	As at	As at
	31.12.2022	31.12.2021
	RM'000	RM'000
<b>Non-current Liabilities</b>		
Loans and borrowings	2,786	3,095
Deferred tax liabilities	284	128
<b>Total non-current liabilities</b>	<u>3,070</u>	<u>3,223</u>
<b>Current Liabilities</b>		
Loan and borrowings	242	321
Contract liabilities	45	24
Trade and other payables	28,683	28,379
<b>Total current liabilities</b>	<u>28,970</u>	<u>28,724</u>
<b>TOTAL LIABILITIES</b>	<u>32,040</u>	<u>31,947</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>56,586</u>	<u>56,373</u>
<b>Net assets per ordinary share (RM)</b>	0.08	0.08
<b>Number of ordinary shares ('000)</b>	<u>300,033</u>	<u>300,033</u>

**Note:**

The unaudited condensed consolidated statements of financial position should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.

Neg: Negligible amount



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**UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

	Attributable to the owners of the Company			Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Reorganisation reserve RM'000	Retained earnings RM'000		
<b>At 1 January 2021 (Audited)</b>	<b>23,192</b>	<b>(12,052)</b>	<b>16,105</b>	-	<b>27,245</b>
Profit for the financial year, representing total comprehensive income for the financial year	-	-	152	(1)	151
<b>Transactions with owners</b>					
Dividends paid on shares	-	-	(2,970)	-	(2,970)
Total transaction with owners	-	-	(2,970)	(1)	(2,970)
<b>At 31 December 2021 (Audited)</b>	<b>23,192</b>	<b>(12,052)</b>	<b>13,287</b>	<b>(1)</b>	<b>24,426</b>
Profit for the financial period, representing total comprehensive income for the financial period	-	-	136	(16)	120
<b>At 31 December 2022 (Unaudited)</b>	<b>23,192</b>	<b>(12,052)</b>	<b>13,423</b>	<b>(17)</b>	<b>24,546</b>

**Note:**

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.



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**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE HALF-YEAR  
 ENDED 31 DECEMBER 2022**

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	366	803
Adjustments for:		
Depreciation of property, plant and equipment	476	272
Depreciation of right-of-use assets	49	259
Property, plant and equipment written off	-	1
Net unrealised gain on foreign exchange	(543)	(126)
Bad debts written off	2	-
Inventories written off		534
Finance costs	470	592
Interest income	(85)	(70)
<b>Operating profit before working capital changes</b>	<b>735</b>	<b>2,265</b>
<b><u>Changes in working capital</u></b>		
Contract liabilities	20	24
Inventories	225	(9,648)
Trade and other receivables	(8,289)	2,096
Trade and other payables	2,354	15,580
<b>Cash (used in)/from operations</b>	<b>(4,955)</b>	<b>10,317</b>
Income tax paid	(139)	(1,591)
Income tax refunded	-	160
Interests paid	(4)	(3)
Interests received	85	70
<b>Net cash (used in)/from operating activities</b>	<b>(5,013)</b>	<b>8,953</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(489)	(125)
Net change in pledged deposits	(6)	-
<b>Net cash used in investing activities</b>	<b>(495)</b>	<b>(125)</b>



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**UNAUDITED CONDENSED STATEMENTS OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022 (continued)**

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from financing activities</b>		
Net change in amount due from holding company	-	23
Net change in amount due to related parties	(1,947)	10,098
Repayment of lease liabilities	(48)	(260)
Repayment of term loan	(340)	(59)
Dividend paid	-	(2,970)
Interests paid	(466)	(589)
<b>Net cash (used in)/from financing activities</b>	<b>(2,801)</b>	<b>6,243</b>
Net (decrease)/increase in cash and cash equivalents	(8,309)	15,071
<b>Cash and cash equivalents at the beginning of the financial year</b>	<b>17,909</b>	<b>2,678</b>
Effects of exchange rate changes on cash and cash equivalents	298	160
<b>Cash and cash equivalents at the end of the financial year</b>	<b>9,898</b>	<b>17,909</b>

For the purpose of the statements of cash flows, cash and cash equivalents comprise of the following:

	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>31.12.2021</b>	<b>31.12.2022</b>
	<b>RM'000</b>	<b>RM'000</b>
Short-term deposits placed with licensed banks	242	236
Less: Pledged deposits	(242)	(236)
	-	-
Cash and bank balances	9,898	17,909
	<b>9,898</b>	<b>17,909</b>

**Note:**

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to this interim financial report.





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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

**A1 Compliance with Financial Reporting Standard and Listing Requirements of Bursa Securities**

**Basis of preparation**

The interim financial statements of the Group are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting. This is the interim financial report on the consolidated results for the half-year ended 31 December 2022 announced by the Company in compliance with the LEAP Market Listing Requirements of Bursa Securities.

This report should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 31 December 2021. The explanatory notes attached to this report provide an explanation of events and transactions that are significant to the understanding of changes in the financial position and performance of the Group since the financial year ended 31 December 2021.

**Changes in accounting policies**

The accounting policies adopted by the Group in the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2021, except for the adoption of the following new and revised MFRSs, Amendments to MFRS and IC interpretations:

**Amendments/Improvements to MFRSs**

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 3	Business Combinations
MFRS 9	Financial Instruments
MFRS 116	Property, Plant and Equipment
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 141	Agriculture

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## A1 Compliance with Financial Reporting Standard and Listing Requirements of Bursa Securities (continued)

### Changes in accounting policies (continued)

The Group has not adopted the following new MFRS and amendments/improvements to MFRSs that have been issued, but yet to be effective:

		<b>Effective for financial periods beginning on or after</b>
<u>New MFRS</u>		
MFRS 17	Insurance Contracts	1 January 2023
	<u>Amendments/Improvements to MFRSs</u>	
MFRS 1	First-time Adoption of MFRSs	1 January 2023 <sup>#</sup>
MFRS 3	Business Combinations	1 January 2023 <sup>#</sup>
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2023 <sup>#</sup>
MFRS 7	Financial Instruments: Disclosures	1 January 2023 <sup>#</sup>
MFRS 9	Financial Instruments	1 January 2023 <sup>#</sup>
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 15	Revenue from Contracts with Customers	1 January 2023 <sup>#</sup>
MFRS 17	Insurance Contracts	1 January 2023
MFRS 101	Presentation of Financial Statements	1 January 2023 <sup>#</sup>
MFRS 107	Statements of Cash Flows	1 January 2023 <sup>#</sup>
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
MFRS 112	Income Taxes	1 January 2023
MFRS 116	Property, Plant and Equipment	1 January 2023 <sup>#</sup>
MFRS 119	Employee Benefits	1 January 2023 <sup>#</sup>
MFRS 128	Investment in Associates and Joint Ventures	Deferred/ 1 January 2023 <sup>#</sup>
MFRS 132	Financial instruments: Presentation	1 January 2023 <sup>#</sup>
MFRS 136	Impairment of Assets	1 January 2023 <sup>#</sup>
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2023 <sup>#</sup>
MFRS 138	Intangible Assets	1 January 2023 <sup>#</sup>
MFRS 140	Investment Property	1 January 2023 <sup>#</sup>

<sup>#</sup> Amendments as to the consequence of MFRS 17 Insurance Contracts

The adoption of the above new standards and amendments is not expected to have significant impact on the financial position and financial performance of the Group.

## A2 Seasonal/Cyclical Factors

The Group does not experience any seasonality in its business as the demand for physical gold products is not subject to major seasonal fluctuations. However, its business is subject to economic conditions and fluctuations in global gold prices, which are affected by factors including but not limited to, market speculation of future inflation and interest rates, global and regional economic, global gold supply and consumption levels, as well as investment and trading activities in the market.

## A3 Unusual Items

There were no material unusual items affecting assets, liabilities, equity, net income and cash flows for the six months ended 31 December 2022.

#### A4 Material Changes in Estimates

There were no material changes in estimates of amounts reported in prior financial year that have a material effect during the six months ended 31 December 2022.

#### A5 Debt and Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the six months ended 31 December 2022.

#### A6 Segmental Information

Analysis of revenue

(i) By products and services

	<b>(Unaudited)</b>		<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>Individual 6 months ended</b>		<b>Cumulative 12 months ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Scrap gold bar	38,366	109,141	138,474	206,779
Cast gold bar	579,673	519,288	1,103,191	1,377,508
Minted gold bar	418	950	1,446	3,014
Assay services	152	104	319	166
Others	79	11	197	25
	<b><u>618,688</u></b>	<b><u>629,494</u></b>	<b><u>1,243,627</u></b>	<b><u>1,587,492</u></b>

(ii) By geographical location

	<b>(Unaudited)</b>		<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>Individual 6 months ended</b>		<b>Cumulative 12 months ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	618,688	629,494	1,217,467	1,544,348
Singapore	-	-	26,160	43,144
	<b><u>618,688</u></b>	<b><u>629,494</u></b>	<b><u>1,243,627</u></b>	<b><u>1,587,492</u></b>

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## A6 Segmental Information (continued)

Analysis of revenue (continued)

(iii) By sales channels

	<b>(Unaudited)</b>		<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>Individual 6 months ended</b>		<b>Cumulative 12 months ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Gold Trading Platform ("GTP") Easy platform	516,226	574,277	1,023,230	1,497,419
E-commerce	576	1,545	998	2,992
Banking	101,730	53,568	218,995	86,902
Assay services	152	104	319	166
Others	4	-	85	13
	<b>618,688</b>	<b>629,494</b>	<b>1,243,627</b>	<b>1,587,492</b>

## A7 Material Events Subsequent to the End of the Financial Period

There were no material events subsequent to the six months ended 31 December 2022 up to the date of this interim financial report.

## A8 Contingent Assets and Contingent Liabilities

There were no material changes in contingent assets and contingent liabilities during the six months ended 31 December 2022.

## A9 Changes in the Composition of the Group

There were no material changes in the composition of the Group during the six months ended 31 December 2022.

## A10 Capital Commitments

There were no material capital commitments during the six months ended 31 December 2022.

## A11 Recurrent Related Party Transactions

The Group has no other recurrent related party transaction which would have a significant impact on the financial position and business of the Group save as disclosed below:

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>As at</b>	<b>As at</b>
	<b>31.12.2022</b>	<b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest arising due to short term loan from Gosford Leather Industries Sdn. Bhd.	<u>378</u>	<u>360</u>

## **B ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**

### **B1 Review of Performance**

The Group recorded a total revenue for the six months period ended 31 December 2022 of RM618.69 million compared to preceding year corresponding period of RM629.49 million which represents a decline of 1.72% or RM10.8 million. The slight decline in revenue was primarily due to lower volume of gold being sold throughout the current period under review of 2,464,643 grams, which decreased by 145,162 grams or 5.56% as compared to the preceding year corresponding period of 2,609,805 grams.

For the financial year ended 31 December 2022, the total revenue decreased by RM0.35 billion or 22.01% to RM1.24 billion as compared to RM1.59 billion for the financial year ended 31 December 2021. The decrease in revenue was mainly attributable to a decrease in trading volume of cast gold bars by 25.37% or 1,471,083 grams and scrap gold bars by 37.69% or 323,485 grams resulting from lower demand for gold traded via GTP Easy platform.

For the financial year ended 31 December 2022, despite the decline in revenue, the gross profit margin improved from 0.58% to 0.66% due to the increase in the average selling price of gold bars from RM238 per gram in 2021 to RM256 per gram in 2022.

The Group's profit after tax of RM0.12 million for the financial year ended 31 December 2022 was 20.53% lower than the profit after tax of RM0.15 million for the financial year ended 31 December 2021, which is in line with the decrease in revenue.

### **B2 Prospect of the Group**

Amidst volatility driven by rising inflation and interest rates, the Company expects that the market outlook for 2023 remains challenging with intense competition and market volatility. In order to mitigate volatility and to sustain long term business growth of the Group, the Group has changed its business strategy from focussing on revenue growth to profitability growth via taking positions in financial instruments to hedge the sales orders to minimise the Group's exposure to foreign currency risk and fluctuations in gold bar prices.

Further, the Group will continue with its ongoing initiatives to further build trust-based partnerships via GTP Easy platform with new financial institutions, e-wallet providers and Islamic pawnbrokers to diversify its market reach and improve its profitability in the future.

### **B3 Profit Forecast/Profit Guarantee**

Not applicable as the Group did not publish any profit forecast or profit guarantee.

## C OTHER INFORMATION

### C1 Loans and Borrowings

The Group's total borrowings as at 31 December 2022 (all denominated in RM) are as follows:

	(Unaudited)	(Audited)
	As at	As at
	31.12.2022	31.12.2021
	RM'000	RM'000
<b>Non-current</b>		
Term loans	2,768	3,028
Finance lease liabilities	18	67
	<u>2,786</u>	<u>3,095</u>
<b>Current</b>		
Term loans	193	181
Finance lease liabilities	49	140
	<u>242</u>	<u>321</u>
<b>Total loans and borrowings</b>		
Term loans	2,961	3,209
Finance lease liabilities	67	207
	<u><b>3,028</b></u>	<u><b>3,416</b></u>

### C2 Material Litigation

During the financial year ended 31 December 2020, the Company ("Plaintiff") commenced a civil suit at the Kuala Lumpur High Court ("High Court") against Kua Kee Koon ("1st Defendant"), TTT Bullion Sdn Bhd ("2nd Defendant"), Cheang Kok Keet ("3rd Defendant"), Ho Kat Ann ("4th Defendant"), Leow Chee Wai ("5th Defendant") and Leow Chee Lip ("6th Defendant") (collectively, the "Defendants"). The matter has been fixed for case management before the Kuala Lumpur High Court on 5 January 2021.

The reliefs sought by the Company in said civil suit is seeking the following reliefs against the 1st to 6th Defendants: -

- a declaration that the 1st Defendant had acted in breach of his fiduciary and other duties to the Plaintiff;
- declaration that the 1st Defendant had acted in breach of Section 221 of the Companies Act 2016 or otherwise in failing to disclose to the Plaintiff of his personal interest in the 2nd Defendant;
- a declaration that the 1st Defendant had acted in breach of Section 213 of the Companies Act 2016 or otherwise in failing to exercise his powers for a proper purpose and in good faith in the best interest of the Plaintiff;
- a declaration that the 3rd, 4th, 5th and 6th Defendants had acted as individual co-conspirators and/or joint tortfeasors together with the 1st Defendant;
- an account be ordered to the profit made by each of the Defendants in respect of the business of the 2nd Defendant or otherwise resulting from their breach of duties or conspired acts and an order that such profits, as assessed by the Court, be paid by the Defendants to the Plaintiff;
- damages suffered by the Plaintiff as the result of the breach of duties by the 1st Defendant assisted by the 3rd, 4th, 5th and 6th Defendants;

## C2 Material Litigation (continued)

The reliefs sought by the Company in said civil suit is seeking the following reliefs against the 1st to 6th Defendants: - (continued)

- an injunction to restrain all the Defendants or acting by their directors, officers, servants, agents or any of them from doing the following acts: -
  - (i) using, divulging, disclosing and/or dealing in any manner whatsoever to which the 1st Defendant had unfettered access to the confidential information of the Plaintiff including information of a confidential, trade secret and/or proprietary character and developed by the Plaintiff, either alone or with others and pertaining to the Plaintiff's trade and Plaintiff's Business including information relating to the Plaintiff's products, customers, suppliers, pricing methods, historical, current and projected financial information, marketing information, technical data and know-how, confidential evaluations of technical and business information in the public domain ("Confidential Information").
  - (ii) soliciting, canvassing, taking and/or soliciting orders for gold bullion and/or other precious metals from any customers of the Plaintiff or person with whom the Plaintiff had a dealing or otherwise dealing with any such customer or person for the sale of products and/or services which are the same as the Plaintiff's products and/or services;
- an order that the Defendants do forthwith cause to deliver up all the copies of the customers list and any Confidential Information and/or trade secrets of the Plaintiff, which are in the possession, power or custody of the Defendants, the use or disclosure of which would offend against the foregoing injunction or any of them;
- aggravated damages;
- exemplary damages;
- interest on all sums adjudged to be payable to the Plaintiff at such rate and for such period as this Honourable Court deems fit and proper to grant;
- cost; and
- any further and other relief, which this Honourable Court deems fit and proper to be granted.

On 19 January 2022, the Company announced that the High Court has vacated the trial dates of the above matter on 14 February 2022 to 18 February 2022 pending the outcome of the Company's appeal to the Court of Appeal against the striking out of 4th to 6th Defendants as parties to the main suit.

The trial dates fixed for the High Court suit on 5 September 2022 to 8 September 2022 are maintained. The High Court has also fixed new case management date for the main suit on 17 February 2022 for parties to update the High Court on the status of the aforesaid striking out appeals.

On 8 February 2022, the Company announced that the Court of Appeal has fixed Civil Appeals No. W-02(IM)(NCC)-1640-09/2021 & W-02(IM)(NCC)-1642-09/2021 for hearing on 10 May 2022. The Court has also fixed the two appeals for case management on 26 April 2022 for parties to update the Court on the filing of the parties' respective Written Submissions.

On 17 February 2022, the Company announced that the High Court has fixed the above matter for further case management on 11 May 2022 pending the outcome of the Company's appeals at the Court of Appeal. Directions for the filing of the parties' respective witness statements for the above matter will also be given at the upcoming case management on 11 May 2022.

On 5 April 2022, the Company announced that the hearing of the motion for extension of time filed in respect of Court of Appeal, which has dismissed the motion with costs of RM5,000.00 to the Defendants.

On 10 May 2022, the Company announced that the Court of Appeals No. W-02(IM)(NCC)-1640-09/2021 & W-02(IM)(NCC)-1642-09/2021 have been dismissed with costs of RM5,000.00 for each appeal payable to the Defendants.

## C2 Material Litigation (continued)

On 6 September 2022, the Company announced that High Court has vacated the trial of the High Court suit fixed on 5 September 2022, 6 September 2022, 7 September 2022 and 8 September 2022. The High Court has refixed the trial of the High Court suit on 3 January 2023, 4 January 2023, 5 January 2023 and 6 January 2023. The High Court has also fixed the High Court suit for case management on 4 October 2022 for parties to obtain further directions from the High Court as regards the new trial dates.

On 4 January 2023, the Company announced that the Court of Appeal had on 3 January 2023 dismissed the Plaintiff's application for stay of court proceedings pending the Company's appeal (as against the dismissal of the Company's amendment application filed in the High Court) with costs in the cause and directed inter alia that the High Court Judge shall reserve His Lordship's decision after full trial pending determination of the Plaintiff's appeal to the Court of Appeal against the dismissal of Plaintiff's amendment application by the High Court Judge ("Amendment Appeal").

The Plaintiff had appeared before the High Court Judge and applied orally for the High Court's permission to discontinue the entire claim. The High Court Judge allowed the Plaintiff's oral application and further ordered that the discontinuance shall be without liberty to file afresh and costs of RM30,000.00 is to be paid to 1st Defendant and 2nd Defendant respectively. Consequent to the discontinuance, the Plaintiff proceeded to withdraw the Amendment Appeal with no liberty to file afresh and no order as to costs on the same day.

## C3 Dividend

There was no dividend declared or proposed as at the date of this report.

## C4 Earnings/(Loss) Per Ordinary Share

### (a) Basic earnings/(loss) per ordinary share

Basic earnings/(loss) per ordinary share is based on the profit/(loss) for the financial year/period attributable to owners of the Company and the weighted average number of ordinary shares in issue during the financial year/period, calculated as follows:

	<b>(Unaudited)</b>		<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>Individual 6 months ended</b>		<b>Cumulative 12 months ended</b>	
	<b>31.12.2022</b>	<b>31.12.2021</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
(Loss)/profit attributable to owners of the Company (RM'000)	<u>(1,231)</u>	<u>(1,493)</u>	<u>136</u>	<u>152</u>
Weighted average number of ordinary shares at end of period (RM'000)	<u>300,033</u>	<u>300,033</u>	<u>300,033</u>	<u>300,033</u>
<b>Basic (loss)/earnings per ordinary share (sen)</b>	<b><u>(0.41)</u></b>	<b><u>(0.50)</u></b>	<b><u>0.04</u></b>	<b><u>0.05</u></b>

### (b) Diluted earnings/(loss) per ordinary share

The diluted earnings/(loss) per ordinary share is equivalent to the basic earnings/(loss) per ordinary share as the Group and the Company do not have any potential ordinary shares outstanding at the end of the reporting period.



This report is dated 27.02.2023.