



REDPLANET BERHAD

Company No.: 201901014292 (1323620-A)
(Incorporated in Malaysia under the Companies Act, 2016)

**INTERIM FINANCIAL STATEMENTS FOR THE SECOND HALF
OF FINANCIAL YEAR ENDED 30 JUNE 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 REDPLANET BERHAD ("REDPLANET" 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.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2020

	As at 30.06.20	As at 30.06.19
	RM	RM
NON-CURRENT ASSETS		
Equipment	960,798	N/A
	960,798	N/A
CURRENT ASSETS		
Trade receivables	251,624	N/A
Other receivables, deposits and prepayments	2,971,317	N/A
Contract assets	1,861,060	N/A
Short-term investment	5,718,256	N/A
Cash and bank balances	1,459,583	N/A
	12,261,840	N/A
TOTAL ASSETS	13,222,638	N/A
EQUITY AND LIABILITIES		
EQUITY		
Share capital	2,064,910	N/A
Merger deficit	(1,318,043)	N/A
Retained profits	5,751,531	N/A
Foreign exchange translation reserve	280	N/A
TOTAL EQUITY	6,498,678	N/A
CURRENT LIABILITIES		
Trade payables	1,224,570	N/A
Contract liabilities	4,449,507	N/A
Others payables and accruals	1,019,919	N/A
Current tax liabilities	29,964	N/A
TOTAL LIABILITIES	6,723,960	N/A
TOTAL EQUITY AND LIABILITIES	13,222,638	N/A
NET ASSETS PER ORDINARY SHARE (SEN)*	4.66	

*Based on a total number of 139,466,700 ordinary shares

The unaudited condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2020

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.20	30.06.19	30.06.20	30.06.19
	RM	RM	RM	RM
REVENUE	6,273,393	N/A	16,599,588	N/A
Cost of sales	(3,951,230)	N/A	(11,144,992)	N/A
GROSS PROFIT	2,322,163	N/A	5,454,596	N/A
Other income	166,876	N/A	209,328	N/A
	2,489,039	N/A	5,663,924	N/A
Administrative expenses	(989,613)	N/A	(2,336,026)	N/A
Other expenses	(161,855)	N/A	(274,887)	N/A
Listing expenses	(246,703)	N/A	(246,703)	N/A
PROFIT BEFORE TAXATION	1,090,868	N/A	2,806,308	N/A
Income tax expense	(10,953)	N/A	(124,546)	N/A
PROFIT AFTER TAXATION	1,079,915	N/A	2,681,762	N/A
Other comprehensive income				
<u>Item that will be reclassified subsequently to profit or loss</u>				
Foreign currency translation differences	940	N/A	879	N/A
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	1,080,855	N/A	2,682,641	N/A
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	1,079,915	N/A	2,681,762	N/A
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	1,080,855	N/A	2,682,641	N/A
EARNINGS PER SHARE ATTRIBUTABLE TO:-				
Owners of the Company				
- Basic (sen)*	0.77	N/A	1.92	N/A

*Based on a total number of 139,466,700 ordinary shares

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2020

Group	Share Capital	Merger Deficit	Retained Profits	Foreign Exchange Translation Reserve	Total Equity
RM	RM	RM	RM	RM	RM
As at 1 July 2019 (unaudited)	1	-	-	-	1
Total transactions with owners					
- Shares issued for acquisition of a subsidiary	2,064,909	-	-	-	2,064,909
- Effect of merger of subsidiary	-	(1,318,043)	3,069,769	(599)	1,751,127
	2,064,909	(1,318,043)	3,069,769	(599)	3,816,036
Profit after taxation/Total comprehensive income for the financial period	-	-	2,681,762	879	2,682,641
Balance as at 30 June 2020	2,064,910	(1,318,043)	5,751,531	280	6,498,678

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2020

	Second Half of Financial Year Ended	
	30.06.20	30.06.19
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,806,308	N/A
Adjustments for:-		
Depreciation of equipment	246,749	N/A
Interest income	(63,256)	N/A
Listing expenses	246,703	N/A
Operating profit before working capital changes	3,236,504	N/A
Changes in working capital		
Trade and other receivables	(1,005,210)	N/A
Trade and other payables	1,569,923	N/A
Contract liabilities	4,049,242	N/A
Accrued billing	(431,225)	N/A
Cash from operations	7,419,234	N/A
Income tax paid	(145,384)	N/A
Income tax refund	40,464	N/A
Net cash from operating activities	7,314,314	N/A
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(422,575)	N/A
Interest income received	63,256	N/A
Net cash for investing activities	(359,319)	N/A
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds from issuance of shares	1	N/A
Payment of listing expenses	(273,793)	N/A
Net cash for financing activity	(273,792)	N/A
Net increase in cash and cash equivalents	6,681,203	N/A
Cash and cash equivalents at beginning of the financial period	495,759	N/A
Exchange rate adjustment	877	N/A
Cash and cash equivalents at end of the financial period	7,177,839	N/A

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE SECOND HALF OF FINANCIAL YEAR ENDED 30 JUNE 2020

A. NOTES TO THE FINANCIAL STATEMENTS

A1. Corporate Information

RedPlanet Berhad ("**RedPlanet**" or "**Company**") was incorporated in Malaysia on 22 April 2019 as a private limited company under the Companies Act, 2016 under the name of RedPlanet Sdn Bhd. The Company was later converted to a public company on 5 December 2019 and adopted its current name. The registered office of the Company is located at Unit 30-01, Level 30, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No.8, Jalan Kerinchi, 59200 Kuala Lumpur.

A2. Basis of Preparation

The interim financial statements of RedPlanet and its subsidiary ("**the Group**") are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("**MFRS**") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 6.12 and Appendix 6A of the Listing Requirements.

There are no comparative figures for the preceding year's corresponding period as this is the Group's second interim financial statements for the financial year ended 30 June 2020.

The interim financial statements should be read in conjunction with the Auditors' Report as disclosed on the Information Memorandum ("**IM**") dated 24 December 2019 and the accompanying explanatory notes attached to this interim financial statements.

A3. Significant Accounting Policies

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted as disclosed in the Auditors' Report in the IM.

The accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2019, except for the adoption of the following new MFRSs, amendments to MFRSs and IC interpretation that are effective for annual periods beginning on or after 1 January 2019:

Title	Effective Date
MFRS 16 Leases	1 January 2019
IC Interpretation 23 Uncertainty Over Income Tax Treatments	1 January 2019
Amendments to MFRS 9: Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures	1 January 2019
Annual improvements to MFRS Standards 2015 - 2017 Cycles	1 January 2019

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

A3. Significant Accounting Policies (Cont'd)

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) have no material impact on this interim financial statements of the Group upon their initial application.

A4. Seasonal or Cyclical Factors

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

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The Board of Directors of RedPlanet ("**Board**") is not aware of any items or incidence of an unusual nature not otherwise dealt with in this interim financial statements which may or has substantially affected the value of assets, liabilities, equity, net income or cash flows of the Group for the current financial period under review.

A6. Material Changes in Estimates

There were no changes in estimates that had a material effect in the current financial period under review.

A7. Debt and Equity Securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current financial period under review.

A8. Segmental Information

(i) Analysis of revenue by segment

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.20	30.06.19 ⁽¹⁾	30.06.20	30.06.19 ⁽¹⁾
	RM	RM	RM	RM
GIS solutions	3,769,338	N/A	8,543,194	N/A
Maintenance and support services	2,380,538	N/A	4,742,407	N/A
ICT solutions	123,517	N/A	3,313,987	N/A
	6,273,393	N/A	16,599,588	N/A

Notes:

⁽¹⁾ No comparative figures for the preceding year as this is the second interim financial

N/A Not applicable

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

A8. Segmental Information (Cont'd)

(ii) Analysis of revenue by geographical location

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.20	30.06.19 ⁽¹⁾	30.06.20	30.06.19 ⁽¹⁾
	RM	RM	RM	RM
Malaysia	4,667,270	N/A	13,886,284	N/A
Philippines	852,616	N/A	1,518,522	N/A
Others ⁽²⁾	753,507	N/A	1,194,782	N/A
	6,273,393	N/A	16,599,588	N/A

Notes:

(1) No comparative figures for the preceding year as this is the second interim financial statements of the Group.

(2) Comprising Australia, Singapore and Nigeria.

N/A Not applicable

A9. Material Events Subsequent to the End of the Current Period

Save as disclosed below, there were no material events subsequent to the end of the current period.

On 29 July 2020, the Company issued 19,930,000 new ordinary shares at an issue price of RM0.18 per share in conjunction with the Listing. Subsequently, on 4 August 2020, the Company's entire enlarged issued share capital of RM5,679,400 comprising of 159,396,700 shares were listed in the LEAP Market of Bursa Securities.

A10. Contingent Assets and Contingent Liabilities

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

A11. Changes in the Composition of the Group

Save as disclosed in the Part I : Section 3.1 of the Information Memorandum and Note A7 above, there were no changes in the composition of the Group for the current financial period.

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REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

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

B1. Review of Performance

The Group recorded revenue of RM6.27 million and gross profit of RM2.32 million, which translated to 37.02% gross profit margin for the second half year ended 31 December 2019. RedPlanet has three (3) revenue segments, namely; GIS solutions segment, maintenance and support services segment as well as ICT solutions segment with revenue contribution of RM8.54 million, RM4.74 million and RM3.31 million respectively for financial year ended 30 June 2020.

The Group's profit before tax ("**PBT**") and profit after tax ("**PAT**") for the second half year ended 30 June 2020 was RM1.09 million and RM1.08 million respectively, translated to an earnings per share ("**EPS**") of 0.77 sen for the period.

This is the second interim financial statements of the Group announced in compliance with Listing Requirements and as such, there are no comparative figures for the preceding year's corresponding period.

B2. Prospects

Most business sectors were negatively impacted by the Covid-19 pandemic and Movement Control Order ("**MCO**") or lockdown imposed by the Government globally and GIS sector is not spared from the impact, albeit less severe compared to other sectors such as tourism and food & beverages sector.

The Covid-19 pandemic has changed the business landscape dramatically over the last few months and is expected to do so in the future with every business adopting the "new normal" to ensure business sustainability. The pandemic coupled with MCO or lockdown had propelled the world to move faster towards 5G and IoT technologies to reduce human intervention as well as improve efficiencies and GIS sector is expected to benefit from the greater adoption of technology.

The World Bank projected that Malaysia's economy to be on the recovery path starting from the end of this year and return to growth into 2021. Barring any unforeseen circumstances, our Board is cautiously optimistic of the Group's prospects post 2020, after taking into consideration the business dynamics post Covid-19, Group's future plans, key competitive strengths as well as the prospects of GIS in Malaysia, Australia and the ASEAN region such as the Philippines as elaborated and disclosed in the IM.

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.

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REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

C. OTHER INFORMATION

C1. Status of Corporate Proposals

There were no corporate proposals announced as at the date of this financial statements, except for the Proposed Placement as set out in Note A9 above.

C2. Utilisation of Proceeds

The gross proceeds arising from the Proposed Placement of approximately RM3.59 million shall accrue entirely to our Group and will be utilised in the following manner:

Purpose	Proposed Utilisation	Actual Utilisation ⁽¹⁾	Deviation	Balance	Estimated timeframe for utilisation
	RM	RM	RM	RM	RM
General working capital	2,017,000	-	-	2,017,000	Within 24 months
R&D expenses	500,000	-	-	500,000	Within 24 months
Office renovation expenses	220,000	-	-	220,000	Within 24 months
Estimated listing expenses	850,000	-	-	850,000	Immediately after Proposed Listing
Total	3,587,000	-	-	3,587,000	

Note:

⁽¹⁾ No actual utilisation as at 30 June 2020, pending proceeds from the Proposed Placement.

C3. Earnings Per Share ("EPS")

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.20	30.06.19 ⁽¹⁾	30.06.20	30.06.19 ⁽¹⁾
	RM	RM	RM	RM
Profit attributable to owners of the Company	1,079,915	N/A	2,681,762	N/A
Weighted average number of shares at end of period	139,466,700	N/A	139,466,700	N/A
Basic earnings per ordinary share (sen)	0.77	N/A	1.92	N/A

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

C3. Earnings Per Share ("EPS") (Cont'd)

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

	Second Half of Financial Year Ended		Cumulative Half of Financial Year Ended	
	30.06.20	30.06.19 ⁽¹⁾	30.06.20	30.06.19 ⁽¹⁾
Shares issued pursuant to:				
- Incorporation of the Company	100	N/A	100	N/A
- Acquisition of a subsidiary ⁽²⁾	139,466,600	N/A	139,466,600	N/A
	<u>139,466,700</u>	<u>N/A</u>	<u>139,466,700</u>	<u>N/A</u>

Notes:

- (1) No comparative figures for the preceding year as this is the first interim financial statements of the Group.
- (2) Shares arising from the acquisition of a subsidiary is assumed to be issued throughout the second half year ended 30 June 2020 as the acquisition of subsidiary was accounted under common control using merger accounting method of consolidation.

N/A : Not applicable

Diluted earnings per share is the same as the basic earnings per share as there was no potential dilutive instrument.

C4. Material Litigation

There is no material litigations pending as at the date of this interim financial statements.

C5. Dividends

On 28 August 2020, the Board has resolved to declare an interim single tier dividend of 0.75 sen per share on 159,396,700 shares amounting to RM1,195,475.25 in respect of the financial year ended 30 June 2020, to be paid on 30 September 2020. The entitlement date for the dividend payment is 15 September 2020.

BY ORDER OF THE BOARD
 REDPLANET BERHAD
 Kuala Lumpur
 28 August 2020

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