



REDPLANET BERHAD

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

**UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST HALF
YEAR ENDED 31 DECEMBER 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 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 31 DECEMBER 2021

	As at 31.12.21	As at 30.06.21
	(Unaudited)	(Audited)
	RM	RM
NON-CURRENT ASSETS		
Equipment	825,402	814,255
Right-of-use assets	204,834	375,215
Deferred tax assets	520,543	520,543
	<u>1,550,779</u>	<u>1,710,013</u>
CURRENT ASSETS		
Trade receivables	2,999,213	1,983,274
Other receivables, deposits and prepayments	3,866,965	2,633,086
Contract assets	4,766,152	4,407,663
Short-term investments	7,270,585	1,794,026
Fixed deposits with licensed banks	441,561	260,198
Cash and bank balances	3,824,434	7,087,029
	<u>23,168,910</u>	<u>18,165,276</u>
TOTAL ASSETS	<u>24,719,689</u>	<u>19,875,289</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	5,544,129	5,544,129
Reorganisation deficit	(1,318,043)	(1,318,043)
Retained profits	10,428,241	9,521,728
Foreign exchange translation reserve	(1,951)	(2,666)
TOTAL EQUITY	<u>14,652,376</u>	<u>13,745,148</u>
NON-CURRENT LIABILITY		
Lease liabilities	7,389	185,319
CURRENT LIABILITIES		
Trade payables	802,762	1,146,039
Contract liabilities	6,178,528	3,127,942
Other payables and accruals	2,131,767	1,457,834
Lease liabilities	199,464	193,625
Current tax liabilities	747,403	19,382
TOTAL LIABILITIES	<u>10,067,313</u>	<u>6,130,141</u>
TOTAL EQUITY AND LIABILITIES	<u>24,719,689</u>	<u>19,875,289</u>
Net assets per ordinary share (sen)	9.19	8.62
Total number of ordinary shares	159,396,700	159,396,700

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 FIRST HALF YEAR ENDED 31 DECEMBER 2021**

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM	RM	RM	RM
REVENUE	10,495,664	9,630,584	10,495,664	9,630,584
Cost of sales	(5,867,420)	(6,082,235)	(5,867,420)	(6,082,235)
GROSS PROFIT	4,628,244	3,548,349	4,628,244	3,548,349
Other income	130,315	202,460	130,315	202,460
	4,758,559	3,750,809	4,758,559	3,750,809
Administrative expenses	(1,221,334)	(1,020,466)	(1,221,334)	(1,020,466)
Other expenses	(327,237)	(251,078)	(327,237)	(251,078)
Listing expenses	(163,420)	(310,306)	(163,420)	(310,306)
Finance costs	(12,075)	-	(12,075)	-
PROFIT BEFORE TAXATION	3,034,493	2,168,959	3,034,493	2,168,959
Income tax expense	(820,930)	(66,691)	(820,930)	(66,691)
PROFIT AFTER TAXATION	2,213,563	2,102,268	2,213,563	2,102,268
Other comprehensive income				
<u>Item that will be reclassified</u> <u>subsequently to profit or loss</u>				
Foreign currency translation differences	715	936	715	936
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD/YEAR	2,214,278	2,103,204	2,214,278	2,103,204
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	2,213,563	2,102,268	2,213,563	2,102,268
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	2,214,278	2,103,204	2,214,278	2,103,204
EARNINGS PER SHARE ATTRIBUTABLE TO:-				
Owners of the Company				
- Basic (sen)	1.39	1.34	1.39	1.34

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 FIRST HALF YEAR ENDED 31 DECEMBER 2021

Group	Share Capital	Reorganisation Deficit	Retained Profits	Foreign Exchange Translation Reserve	Total Equity
RM	RM	RM	RM	RM	RM
As at 1 July 2021	5,544,129	(1,318,043)	9,521,728	(2,666)	13,745,148
Contribution by and distribution to owners of the Company:					
- Dividends	-	-	(1,307,050)	-	(1,307,050)
Total transactions with owners	-	-	(1,307,050)	-	(1,307,050)
Profit after taxation for the financial year	-	-	2,213,563	-	2,213,563
Other comprehensive income for the financial year:					
- Foreign currency translation differences	-	-	-	715	715
Total comprehensive income for the financial year	-	-	2,213,563	715	2,214,278
Balance as at 31 December 2021	5,544,129	(1,318,043)	10,428,241	(1,951)	14,652,376

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 CHANGES IN EQUITY FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2021
(CONT'D)**

Group	Share Capital	Reorganisation Deficit	Retained Profits	Foreign Exchange Translation Reserve	Total Equity
RM	RM	RM	RM	RM	RM
As at 1 July 2020	2,064,910	(1,318,043)	5,749,304	280	6,496,451
Contribution by and distribution to owners of the Company:					
- Issuance of shares	3,587,400	-	-	-	3,587,400
- Listing expenses	(108,181)	-	-	-	(108,181)
- Dividends	-	-	(2,104,036)	-	(2,104,036)
Total transactions with owners	3,479,219	-	(2,104,036)	-	1,375,183
Profit after taxation for the financial year	-	-	5,876,460	-	5,876,460
Other comprehensive income for the financial year:					
- Foreign currency translation differences	-	-	-	(2,946)	(2,946)
Total comprehensive income for the financial year	-	-	5,876,460	(2,946)	5,873,514
Balance as at 30 June 2021	5,544,129	(1,318,043)	9,521,728	(2,666)	13,745,148

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 FIRST HALF YEAR ENDED 31 DECEMBER 2021

	First Half Year Ended	
	31.12.21	31.12.20
	(Unaudited)	(Unaudited)
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,034,493	2,168,959
Adjustments for:-		
Depreciation of equipment	170,403	149,638
Depreciation of right-of-use assets	97,851	95,697
Interest expense on lease liabilities	4,982	2,571
Income from short-term investments	(62,560)	(59,337)
Interest income	(2)	-
Listing expenses	163,420	310,306
Unrealised gain on foreign exchange	(53,008)	-
Gain on lease modification	(3,142)	-
Operating profit before working capital changes	3,352,437	2,667,834
Changes in working capital		
Trade and other receivables	(2,249,818)	(2,199,637)
Trade and other payables	330,656	(120,302)
Contract liabilities	3,050,586	156,691
Contract assets	(358,489)	55,341
Cash from operations	4,125,372	559,927
Income tax paid	(92,909)	(57,861)
Net cash from operating activities	4,032,463	502,066
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(181,550)	(139,237)
Income received from short-term investments	62,560	59,337
Interest income received	2	-
Increase of fixed deposit pledged with a licensed bank	(181,363)	(10,000)
Net cash for investing activities	(300,351)	(89,900)
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares	-	3,587,400
Dividends paid	(1,307,053)	(1,195,475)
Listing expenses paid	(163,420)	(377,885)
Repayment of lease liabilities	(101,401)	(98,829)
Net cash (for)/from financing activities	(1,571,874)	1,915,211
Net increase in cash and cash equivalents	2,160,238	2,327,377

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

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FIRST HALF OF FINANCIAL YEAR ENDED 31 DECEMBER 2021 (CONT'D)

	First Half Year Ended	
	31.12.21	31.12.20
	RM	RM
Net increase in cash and cash equivalents (Cont'd)	2,160,238	2,327,377
Cash and cash equivalents at beginning of the financial year	8,881,055	7,177,840
Effects of foreign exchange translation	53,726	936
Cash and cash equivalents at end of the financial year	<u>11,095,019</u>	<u>9,506,153</u>
The cash and cash equivalents comprise the following:		
Short-term investments	7,270,585	7,456,961
Fixed deposits with licensed banks	441,561	10,000
Cash and bank balances	3,824,434	2,049,192
	<u>11,536,580</u>	<u>9,516,153</u>
Less: Fixed deposit pledged with a licensed bank	<u>(441,561)</u>	<u>(10,000)</u>
	<u>11,095,019</u>	<u>9,506,153</u>

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 UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2021

A. NOTES TO THE FINANCIAL STATEMENTS

A1. Corporate Information

RedPlanet Berhad ("**RedPlanet**" or "**the Company**") was listed on the LEAP Market of Bursa Malaysia Securities Berhad on 4 August 2020. 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**") 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.

The interim financial statements of the Group should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial statements.

A3. Significant Accounting Policies

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 2021, except for the adoption of the following amendments to MFRSs that are effective for annual periods beginning on or after 1 January 2021:

Title	Effective Date
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform - Phase 2	1 January 2021
Amendments to MFRS 16: COVID-19-Related Rent Concessions beyond 30 June 2021	1 April 2021

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 did 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.

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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 for the current financial period under review.

A8. Segmental Information

(i) Analysis of revenue by segment

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM	RM	RM	RM
GIS solutions	6,637,455	5,185,525	6,637,455	5,185,525
Maintenance and support services	3,060,120	2,380,538	3,060,120	2,380,538
ICT solutions	798,089	2,064,521	798,089	2,064,521
	<u>10,495,664</u>	<u>9,630,584</u>	<u>10,495,664</u>	<u>9,630,584</u>

(ii) Analysis of revenue by geographical location

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM	RM	RM	RM
Malaysia	8,305,470	8,228,496	8,305,470	8,228,496
New Zealand	1,032,760	22,267	1,032,760	22,267
Philippines	563,723	729,819	563,723	729,819
Others ⁽¹⁾	593,711	650,002	593,711	650,002
	<u>10,495,664</u>	<u>9,630,584</u>	<u>10,495,664</u>	<u>9,630,584</u>

Note:

⁽¹⁾ Comprising Netherlands, Qatar, United Kingdom, South Africa, India, Singapore and Australia.

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

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

A10. Contingent Assets and Contingent Liabilities

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

A11. Changes in the Composition of the Group

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

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

B1. Review of Performance

The Group recorded RM10.50 million revenue for the first half year ended 31 December 2021 ("1H2022"), higher by RM0.87 million or 9.0% against the first half year ended 31 December 2020 ("1H2021") mainly due to higher sales contribution from the GIS solutions segment and maintenance and support segment.

The Group's gross profit ("GP") increased by RM1.08 million or 30.4% for 1H2022 compared to 1H2021 primarily due to securing new projects of higher profit margin and profit recognition due to projects completion. This resulting in improved overall Group GP margin of 44.1% for 1H2022 compared to 36.8% for 1H2021.

In 1H2022, the Group recorded higher tax expenses of RM0.82 million compared to RM0.07 million for 1H2021 as effective 1 July 2021, its subsidiary, RedPlanet Solutions (M) Sdn Bhd is no longer enjoying the income tax exemption granted by Malaysia Digital Economy Corporation Sdn Bhd ("MDEC") pursuant to the revised guidelines set by MDEC on 1 January 2019. After accounting for higher tax expenses, the Group recorded profit after tax of RM2.21 million for 1H2022 compared to RM2.10 million for 1H2021, representing an increase of 5.3% or RM0.11 million.

B2. Prospects

The outbreak of Covid-19 across the world has brought uncertainty to the economies. There is no assurance that the Covid-19 pandemic will end in year 2022 as the Omicron variant is rewriting the timetable. In view of evolving circumstances, the Group is currently unable to quantify nor determine the extent of the direct or indirect impact to the economy.

The International Monetary Fund (IMF) has sharply cut its growth forecast for 2022 with a warning that higher-than-expected inflation and the Omicron variant have worsened the outlook for the global economy. The global economy will expand 4.4% this year, down from an estimate of 4.9% in October 2021, the Washington-based IMF said in its World Economic Outlook on 25 January 2022.

The Board will continue to sustain the Group's performance and explore opportunities for long term growth. Meanwhile, the Board remain cautious in managing the Group's business and will continue to take the necessary precautions approach in its strategic planning in order mitigate such impact.

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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C. OTHER INFORMATION

C1. Status of Corporate Proposals

There were no corporate proposals announced as at the date of this interim financial statements.

C2. Utilisation of Proceeds

The gross proceeds arising from the placement of shares 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 upon listing 4 Aug 2020 ("Listing")
	RM	RM	RM	RM	RM
General working capital	2,017,000	(2,085,952)	68,952	-	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 ⁽²⁾	850,000	(781,048)	(68,952)	-	Immediately after Listing
Total	3,587,000	(3,087,000)	-	500,000	

Note:

⁽¹⁾ Utilisation as at 31 December 2021.

⁽²⁾ The proceeds amounting to RM0.78 million had been utilised to defray the professional fee, fees payable to the relevant authorities as well as other miscellaneous expenses relating to the listing exercise. Variation to the listing expenses has adjusted to the working capital requirement.

C3. Earnings Per Share ("EPS")

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM	RM	RM	RM
Profit attributable to owners of the Company	2,213,563	2,102,268	2,213,563	2,102,268
Weighted average number of ordinary shares	159,396,700	156,363,874	159,396,700	156,363,874
Basic EPS (sen)	1.39	1.34	1.39	1.34

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

The number of shares in issue is computed as follows:

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.21	31.12.20	31.12.21	31.12.20
Weighted average number of ordinary shares in issue:				
Ordinary shares at beginning of period/year	159,396,700	139,466,700	159,396,700	139,466,700
- listing on the LEAP Market of Bursa Malaysia ⁽¹⁾	-	16,897,174	-	16,897,174
	<u>159,396,700</u>	<u>156,363,874</u>	<u>159,396,700</u>	<u>156,363,874</u>

Notes:

(1) In conjunction with the Listing, the Company issued new ordinary shares to sophisticated investors.

Diluted EPS is equivalent to basic EPS as there was no potential dilutive instrument.

C4. Material Litigation

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

C5. Dividends

On 28 February 2022, the Board has resolved to declare an interim single tier dividend of 0.55 sen per share on 159,396,700 shares amounting to RM876,681.85 in respect of the financial year ended 30 June 2022, to be paid on 31 March 2022. The entitlement date for the dividend payment is 15 March 2022.

BY ORDER OF THE BOARD
REDPLANET BERHAD
Kuala Lumpur
28 February 2022

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