



RTS TECHNOLOGY HOLDINGS BERHAD

(Registration No. 201901002350 (1311676-A))

(Incorporated in Malaysia under the Companies Act, 2016)

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE
2ND 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 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 US. SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN US AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND HALF YEAR ENDED 31 DECEMBER 2021⁽¹⁾

	UNAUDITED INDIVIDUAL 6 MONTHS ENDED		UNAUDITED CUMULATIVE 12 MONTHS ENDED	AUDITED
	31.12.2021 ⁽¹⁾ RM'000	31.12.2020 ⁽²⁾ RM'000	31.12.2021 ⁽¹⁾ RM'000	31.12.2020 RM'000
Revenue	9,840	N/A	12,824	16,776
Cost of sales	(5,252)	N/A	(6,503)	(8,126)
Gross profit	4,588	N/A	6,321	8,650
Other operating income	54	N/A	87	559
Administrative expenses	(2,398)	N/A	(4,880)	(5,431)
Other operating expenses	(111)	N/A	(130)	(321)
Share of result of an associate company	(44)	N/A	(42)	316
Finance costs	(138)	N/A	(234)	(344)
Profit before tax	1,951	N/A	1,122	3,429
Tax expense	(496)	N/A	(538)	(908)
Profit for the financial period	1,455	N/A	584	2,521
Other comprehensive loss	(46)	N/A	(22)	(3)
Total comprehensive profit for the financial period	1,409	N/A	562	2,518
Profit for the financial period attributable:				
- Owners of the Company	1,455	N/A	584	2,521
Total comprehensive profit for the financial period attributable to:				
Owners of the Company	1,455	N/A	584	2,521
Profit per ordinary share (sen) ⁽³⁾				
- Basic	1.17	N/A	0.47	2.03
- Diluted	N/A	N/A	N/A	N/A

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

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- (2) There are no comparative figures for the preceding 6-month financial period ended ("**FPE**") 31 December 2021 as this is the second interim financial report announced in compliance with the LEAP Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**").
- (3) Earnings per share is computed based on the Company's total number of issued shares of 124,404,208 as at the end of the respective reporting period.
- N/A Not applicable

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	UNAUDITED As at 31.12.2021 ⁽¹⁾ RM'000	AUDITED As at 31.12.2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,837	1,877
Right-of-use assets	90	73
Investment in associate company	1,091	1,155
Other investment	909	909
	3,927	4,014
Current assets		
Trade receivables	7,678	5,593
Other receivables, deposits and prepayments	384	353
Contract assets	3,920	686
Tax recoverable	133	63
Deposits with licensed banks	2,000	1,244
Cash and bank balances	2,989	5,538
	17,104	13,477
TOTAL ASSETS	21,031	17,491
EQUITY AND LIABILITIES		
Equity		
Share capital	13,526	12,696
Retained profits	8,167	7,583
Merger reserve	(8,245)	(8,245)
Foreign exchange reserve	209	231
Total equity attributable to owners of the Group	13,657	12,265
Non-current liabilities		
Deferred tax liabilities	43	11
Hire purchase payables	373	416
Lease liabilities	55	48
Term loans	1,355	1,748
	1,826	2,223
Current liabilities		
Trade Payables	2,798	296
Other payables, deposits received and accruals	340	260
Contract liabilities	223	203
Hire purchase payables	122	137
Lease liabilities	37	25
Term loans	454	487
Bankers' acceptance	937	909
Bank overdrafts	466	-
Provision for taxation	171	686
	5,548	3,003
Total liabilities	7,374	5,226
TOTAL EQUITY AND LIABILITIES	21,031	17,491
Net asset per share (RM) ⁽²⁾	0.11	0.10

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Group's total number of issued shares as at the end of the respective financial reporting period of 124,404,208.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021

	Share Capital RM'000	Merger Deficit RM'000	Foreign exchange reserve RM'000	Retained Profits RM'000	Total Equity RM'000
<u>Unaudited financial period ended 31 December 2021</u> ⁽¹⁾					
As at 1 January 2021	12,696	(8,245)	231	7,583	12,265
Transaction with owners:		-			
Issuance of shares	852	-	-	-	852
Share issuance expenses	(22)	-	-	-	(22)
Total comprehensive income for the period	-	-	(22)	584	562
As at 31 December 2021	13,526	(8,245)	209	8,167	13,657
<u>Audited financial year ended 31 December 2020</u>					
As at 1 January 2020	10,595	(8,245)	234	5,512	8,096
Transaction with owners:	2,101	-	-	(450)	1,651
Conversion of redeemable convertible preference shares	1,950			(450)	1,500
Issuance of shares pursuant to acquisition of additional interest in associate company	151				151
Total comprehensive income for the period	-	-	(3)	2,521	2,518
As at 31 December 2020	12,696	(8,245)	231	7,583	12,265

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021

	12 MONTHS ENDED	
	31.12.2021⁽¹⁾	31.12.2020
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,122	3,429
Adjustments for:		
Allowance for impairment loss in trade receivables	94	55
Bad debts written off	22	-
Depreciation of property, plant and equipment	255	215
Depreciation of right-of-use assets	41	40
Property, plant and equipment written off	-	8
Gain on disposal of property, plant and equipment	-	(55)
Interest expenses	234	344
Interest income	(26)	(30)
Recovery of allowance for impairment loss	(9)	-
Unrealised (gain) on foreign exchange	(34)	26
Waiver of lease payment	(1)	(14)
Bargain purchase on acquisition of additional interest in associate	-	(260)
Share of result of an associate company	42	(316)
Operating (loss)/ profit before working capital changes	1,740	3,442
Inventories	-	-
Receivables	(2,223)	1,166
Payables	2,583	(1,494)
(Increase)/decrease in contract assets	(3,234)	93
(Decrease)/increase in contract liabilities	20	203
Cash generated from operations	(1,114)	3,410
Interest paid	(227)	(237)
Interest received	26	32
Tax paid	(1,091)	(418)
Tax refunded	-	31
Net cash generated from operating activities	(2,406)	2,819
CASH FLOWS USED IN INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(127)	(259)
Proceed from disposal of property, plant and equipment	1	87
Net cash generated from investing activities	(126)	(172)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown from bankers' acceptance	1,714	575
Drawdown from term loan	400	-
(Increase)/decrease in deposits pledged to licensed banks	(155)	(93)
Dividend paid for RPS	-	(98)
Interest paid on lease liabilities	(7)	(5)
Repayment of lease liabilities	(38)	(26)
Proceeds from issuance of shares	852	N/A
Share issuance expenses	(22)	-
Repayment of hire purchase payable	(148)	(51)
Repayment of bankers' acceptance	(1,686)	-
Repayment of term loans	(826)	(158)
Net cash used in financing activities	84	144
NET INCREASE IN CASH AND CASH EQUIVALENTS	(2,448)	2,791
Effects of exchange rate	34	(17)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE FINANCIAL PERIOD	5,659	2,885
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL PERIOD	3,245	5,659

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

	12 MONTHS ENDED	
	31.12.2021 ⁽¹⁾	31.12.2020
	RM'000	RM'000
Cash and cash equivalents at end of the financial period		
comprises:		
- Fixed deposits placed with licensed banks	2,000	1,244
- Cash and bank balances	2,989	5,538
- Bank overdrafts	(466)	-
	<u>4,523</u>	<u>6,782</u>
Less: Fixed deposits pledged to licensed banks	<u>(1,278)</u>	<u>(1,123)</u>
	<u>3,245</u>	<u>5,659</u>

Note:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.

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PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021

A1 Basis of Preparation

RTS Technology Holdings Berhad (“**RTS**” or the “**Company**”) was incorporated in Malaysia on 18 January 2019 as a public limited company under the Companies Act 2016. The Company’s registered office is located at Unit V3-08-06, Sunway Velocity Designer Office, Lingkaran SV, Sunway Velocity, Cheras, 55100 Kuala Lumpur. RTS was listed on the LEAP Market on 11 June 2021.

The interim financial statements of RTS Technology 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.

The unaudited interim financial statements for the 6-month FPE 31 December 2021 should be read in conjunction with the audited financial statements of the Group for the FYE 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 by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the FYE 31 December 2020 of the Group, except for the adoption of the following new MFRS, Amendments to MFRSs and Annual Improvements to MFRS Standards:

a) New MFRSs adopted during the financial year

On 1 January 2021, the Group adopted the following Amendments to the Standards that are mandatory for annual periods beginning on or after 1 January 2021.

Title	Effective Date
Amendments to MFRS9, MFRS139, MFRS 7, MFRS4 and MFRS 16 Interest Rate Benchmark Reform-Phase 2	1 January 2021
Amendment to MFRS 16 <i>COVID-19 Related Rent Concessions</i>	1 June 2020
MFRS 101 <i>Classification of Liabilities as Current or Non-Current</i>	17 August 2020 [^]
Amendments to MFRS 4 <i>Extension of the Temporary Exemption from Applying MFRS 9</i>	17 August 2020 [^]

[^] Effective immediately.

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group

b) The following are MFRSs, Amendments to MFRSs and IC Interpretations that have been issued by Malaysian Accounting Standards Board (“**MASB**”) but are not yet effective and have not been adopted by the Group:

Title	Effective Date
Amendment to MFRS 16 <i>COVID-19 Related Rent Concessions beyond 30 June 2021</i>	1 April 2021
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment Proceeds before Intended Use</i>	1 January 2022

PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021 (CONT'D)

Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-Current</i>	1 January 2023
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 17 <i>Insurance Contracts Disclosure of Accounting Policies</i> (Amendments to MFRS 101 <i>Presentation of Financial Statements</i>)	1 January 2023
<i>Disclosure of Accounting Estimates</i> (Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>)	1 January 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to MFRS 112)	1 January 2023

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

A3 Seasonal and Cyclical Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

A4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the financial period under review.

A5 Material changes in Estimates

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

A6 Debt and Equity Securities

On 24 May 2021, the Company issued a Supplementary Information Memorandum to revise the issuance size for the Proposed Excluded Issue from 13,320,000 new Shares to 5,325,000 new Shares at the same issue price of RM0.16 per Issue Share and revised the enlarged issued share capital to 124,404,208 shares. On the same day, Bursa Securities granted the Company the approval to list the Company's revised entire enlarged issued share capital of 124,404,208 shares on the LEAP Market of Bursa Securities.

The Company's entire enlarged issued share capital of 124,404,208 shares was listed on the LEAP Market of Bursa Securities on 11 June 2021.

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the 6-month FPE 31 December 2021.

A7 Dividends Paid

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

PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021 (CONT'D)

A8 Segmental Reporting

The reportable segments are summarised as follows:

- (i) Analysis of revenue breakdown by product/service category

	Unaudited				Unaudited		Audited	
	Individual 6 months ended				Cumulative 12 months ended			
	31.12.2021		31.12.2020		31.12.2021		31.12.2020	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
Design, engineering and system integration of expressway toll collection system	7,915	80.4	N/A	N/A	9,258	72.2	4,926	29.4
Sale of goods and service rendered	1,925	19.6	N/A	N/A	3,566	27.8	11,850	70.6
Total revenue	9,840	100.0	N/A	N/A	12,824	100.0	16,776	100.0

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PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021 (CONT'D)

(ii) Analysis of revenue breakdown by geographical locations

	Unaudited				Unaudited		Audited	
	Individual 6 months ended				Cumulative 12 months ended			
	31.12.2021		31.12.2020		31.12.2021		31.12.2020	
	RM'000	%	RM'000	%	RM'000	%	RM'000	%
<u>Local Revenue</u>								
Malaysia	4,335	44.0	N/A	N/A	6,348	49.5	6,463	38.5
Total Local Revenue	4,335	44.0	N/A	N/A	6,348	49.5	6,463	38.5
<u>Overseas Revenue</u>								
Philippines	5,132	52.2	N/A	N/A	5,879	45.8	9,472	56.5
Myanmar	373	3.8	N/A	N/A	597	4.7	841	5.0
Total Overseas Revenue	5,505	56.0	N/A	N/A	6,476	50.5	10,313	61.5
Total revenue	9,840	100.0	N/A	N/A	12,824	100.0	16,776	100.0

Notes:

N/A Not applicable

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PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021 (CONT'D)

A9 Profit before taxation

Profit before taxation is arrived after charging/(crediting):-

	Unaudited		Unaudited	Audited
	Individual 6 months ended		Cumulative 12 months ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Auditors' remuneration				
- Statutory audit				
- current year	43	N/A	43	40
- (over)/under provision in prior year	(4)	N/A	(4)	2
- Others	2	N/A	4	67
Depreciation of property, plant and equipment	127	N/A	255	215
Depreciation of right-of-use assets	17	N/A	41	40
Rental of equipment	-	N/A	-	0
Rental of indoor plant	1	N/A	2	0
Rental of office	4	N/A	18	27
Rental of parking lot (office)	3	N/A	10	8
Rental of Photostat machine	8	N/A	13	7
Rental of skylift	-	N/A	13	15
Staff costs:		N/A		
- Allowance	4	N/A	12	6
- Bonus	5	N/A	76	-
- Employees' Provident Fund contribution	122	N/A	231	231
- E.I.S. contribution	0	N/A	1	3
- Salaries	895	N/A	1,777	1,843
- SOCSO contribution	12	N/A	23	25

Notes:

N/A Not applicable

A10 Valuation of property, plant and equipment

There was no valuation on property, plant and equipment during the 6-month FPE 31 December 2021.

A11 Material Events after the End of the Reporting Period

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

A12 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial period, including business combinations, acquisition and disposal of subsidiaries and long-term investments, restructurings and discontinued operations.

PART A – EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND HALF-YEAR ENDED 31 DECEMBER 2021 (CONT'D)

A13 Contingent Liabilities and Contingent Assets

Save as disclosed below, there were no other contingent liabilities as at the date of this interim report.

	<u>Unaudited</u>	<u>Audited</u>
	As at 31.12.2021	As at 31.12.2020
	RM	RM
Secured		
Corporate guarantees extended to third parties	1,904,522	1,904,522

There were no contingent assets as at the date of this interim report.

A14 Capital Commitments

There are no material capital commitments as at the date of this unaudited interim report.

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PART B – ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (“LISTING REQUIREMENTS”)

B1 Review of Performance

The Group recorded revenue of RM9.84 million for the current 6-month FPE 31 December 2021 with 19.6% of the revenue derived from sale of goods and service rendered segment and 80.4% from the design, engineering and system integration of expressway toll collection system segment. In terms of the revenue breakdown by geographical locations, the Group’s revenue was predominantly generated from overseas customers from Philippines and Myanmar which contributed 52.2% and 3.8% respectively to the Group’s revenue in the 6-month FPE 31 December 2021 whereas Malaysian customers contributed 44.0% of the Group’s revenue.

The Group recorded a profit before tax of RM1.95 million for the current 6-month FPE 31 December 2021 after deducting administrative expenses of RM2.40 million which mainly comprises staff costs, directors’ remuneration, insurance, amortisation and depreciation charges as well as professional fees that were charged out to the statements of profit or loss during the current financial period under review. No comparative figures for the preceding 6-month FPE 31 December 2020 are available as this is the second interim financial report announced in compliance with the Listing Requirements.

The Group’s revenue and profitability had been affected by the COVID-19 pandemic which disrupted the Group’s businesses. In addition, the implementation of the Movement Control Order by the Malaysian Government has affected the timing of delivery and acceptances of projects by some of the Group’s customers and has adversely impacted the Group’s business operations, revenue recognition and financial performance.

Comparison between current 12 months financial year (“FYE2021”) and the preceding year 12 months financial year (“FYE2020”)

During the financial year ended 31 December 2021, the Group has achieved revenue of RM12.82 million as compared with RM16.78 million recorded for the last financial year ended 31 December 2020, representing a decline of RM3.96 million or 23.6% mainly due to significant drop in revenue from the segment of sale of goods and service rendered by RM8.28 million or 69.9% in line with the decline in sales orders received from the Group’s existing and new customers. However, the decline in the sale of goods and service rendered segment is mitigated by the increase in revenue from design, engineering and system integration of expressway toll collection system segment by RM4.32 million or 87.9%.

Design, engineering and system integration of expressway toll collection system segment continues to be the main revenue contributor which contributed 72.2% of the Group’s revenue in the current financial year ended 31 December 2021 as compared to 29.4% in the last financial year ended 31 December 2020. In term of the contribution by geographical locations, overseas customers from Philippines and Myanmar have contributed 50.5% of the Group’s revenue in the financial year ended 31 December 2021 as compared to 61.5% of the Group’s revenue in the last financial year ended 31 December 2020.

B2 Commentary on Prospect

The Group anticipates the economic outlook arising from the emergence and surge of COVID-19 Omicron variant cases worldwide will continue to be challenging in FYE 2022. Notwithstanding the above, the Malaysian Government has continued efforts to contain the COVID-19 pandemic in Malaysia and promote economic recovery through various measures.

Nevertheless, the Group will continuously monitor the impact of COVID-19 on the operations and financial performance and will also take appropriate and timely measures to minimise the impact of the pandemic on the Group’s operations.

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PART B – ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA SECURITIES (“LISTING REQUIREMENTS”) (CONT’D)

Premised on the above and barring unforeseen circumstances, the Board of Directors of the Company expects the Group’s financial performance for the financial year 2022 to be satisfactory in line with the gradual recovery of Malaysia’s economy.

B3 Profit Forecast, Profit Guarantee and Internal Targets

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 Proposal

There was no corporate proposal announced but pending completion as at the date of this unaudited interim report.

C2 Utilisation of Proceeds

The status utilisation of the proceeds as stated below which has been raised from the Excluded Issue is as follows:

Utilisation of Proceeds		Estimated timeframe for utilisation upon Listing	Proposed Utilisation RM'000	Actual Utilisation ⁽¹⁾ RM'000	Balance Unutilised RM'000
(i)	Working capital for new business expansion	Within 24 months	340	(10)	330
(ii)	Capital expenditure	Within 12 months	298	-	298
(iii)	Estimated listing expenses	Upon listing	214	(130)	84
Total			852	(140)	712

Note:

(1) As at 31 December 2021, RM 130,000 has been utilised for listing expenses and RM10,000 for working capital for new business expansion.

The utilisation of proceeds as disclosed above should be read in conjunction with the Supplementary Information Memorandum dated 24 May 2021.

C3 Material Litigation

The Company was not engaged in any material litigation as at the date of this unaudited interim report.

C4 Dividend

There were no dividends paid during the financial period under review.

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