



ONE GLOVE GROUP BERHAD

(formerly known as Gets Global Berhad)

Company No: 200201029469 | 597132-A

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2022

ONE GLOVE GROUP BERHAD

(formerly known as Gets Global Berhad)

Company No: 200201029469 | 597132-A

Unaudited Interim Financial Report

for the financial period ended 30 September 2022

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ONE GLOVE GROUP BERHAD

(formerly known as Gets Global Berhad)

Company No: 200201029469 | 597132-A

Unaudited Condensed Consolidated Statement of Comprehensive Income for the financial period ended 30 September 2022

	Current Quarter Ended 30-Sep-22 RM'000	Corresponding Quarter Ended 30-Sep-21 RM'000	Current Period Ended 30-Sep-22 RM'000	Corresponding Period Ended 30-Sep-21 RM'000
Revenue	1,745	16,419	32,905	-
Cost of sales	(4,066)	(8,861)	(33,588)	-
Gross profit/(loss)	(2,321)	7,558	(683)	-
Other income	548	410	3,247	-
Administrative expenses	(4,693)	(5,505)	(16,067)	-
Selling and distribution expenses	(120)	-	(406)	-
Profit/(Loss) from operations	(6,586)	2,463	(13,909)	-
Finance costs	(2,222)	(728)	(7,391)	-
Profit/(Loss) before taxation	(8,808)	1,735	(21,300)	-
Taxation	(739)	1,309	(1,122)	-
Profit/(Loss) for the period	(9,547)	3,044	(22,422)	-
Profit/(Loss) after taxation attributable to:-				
Owners of the Company	(9,537)	3,822	(22,412)	-
Non-controlling interests	(10)	(778)	(10)	-
	(9,547)	3,044	(22,422)	-
Total comprehensive Profit/(loss) attributable to:-				
Owners of the Company	(9,537)	3,822	(22,412)	-
Non-controlling interests	(10)	(778)	(10)	-
	(9,547)	3,044	(22,422)	-
Earning/(loss) per ordinary share (sen) (Note B14)				
Basic	(3.36)	1.35	(7.89)	-
Diluted	(3.75)	1.66	(8.82)	-

Note:

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial report.

ONE GLOVE GROUP BERHAD

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Unaudited Condensed Consolidated Statement of Financial Position for the financial period ended 30 September 2022

	Unaudited as at 30-Sep-22 RM'000	Audited as at 30-Sep-21 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	423,846	136,885
Right of use assets	33,494	27,459
WIP - Factory & Machinery	72,949	40,173
Trade and non-trade receivable	2,020	-
Total non-current assets	<u>532,309</u>	<u>204,517</u>
Current assets		
Inventories	68,346	34,193
Trade and non-trade receivables	13,784	14,655
Tax recoverable	110	
Other investment	-	101
Cash and bank balances	6,591	40,580
Total current assets	<u>88,831</u>	<u>89,529</u>
TOTAL ASSETS	<u><u>621,140</u></u>	<u><u>294,046</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Ordinary shares	156,045	156,045
Irredeemable convertible preference shares	89,356	-
Reserves	<u>(85,750)</u>	<u>(63,263)</u>
Equity attributable to owners of the Company	159,651	92,782
Non-controlling interests	143,890	(2)
TOTAL EQUITY	<u>303,541</u>	<u>92,780</u>
Non-current liabilities		
Loans and borrowings	132,890	87,761
Other payables	102,815	67,015
Lease liability	5,000	2,002
Deferred tax liabilities	26,181	6,005
Total non-current liabilities	<u>266,886</u>	<u>162,783</u>
Current liabilities		
Trade and other payables	21,251	27,788
Borrowings	26,546	9,269
Lease liabilities	2,916	1,416
Tax payables	-	10
Total current liabilities	<u>50,713</u>	<u>38,483</u>
TOTAL LIABILITIES	<u>317,599</u>	<u>201,266</u>
TOTAL EQUITY AND LIABILITIES	<u><u>621,140</u></u>	<u><u>294,046</u></u>
Net assets per ordinary share (RM)	<u>0.56</u>	<u>0.33</u>
Total Ordinary Shares Issued	<u>284,000</u>	<u>284,000</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the period ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial statements.

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Unaudited Condensed Consolidated Statement of Changes In Equity for the financial period ended 30 September 2022

	← Attributable to owners of the Company →				Total	Non-controlling Interests	Total Equity
	Ordinary Shares	Irredeemable Convertible Preference Shares	Non-Distributable Reserves - Revaluation Reserves	Distributable Reserves - Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000			
As at 1 October 2021	156,045	-	17,414	(80,677)	92,782	(2)	92,780
Total comprehensive (loss)/income for the financial period	-	-	-	(22,422)	(22,422)	143,892	121,470
Realisation of revaluation reserve	-	-	(529)	464	(65)	-	(65)
Issuance of irredeemable convertible preference shares	-	89,356	-	-	89,356	-	89,356
As at 30 September 2022	156,045	89,356	16,885	(102,635)	159,651	143,890	303,541
As at 1 July 2020	69,145	-	17,959	(65,918)	21,186	1,603	22,789
Total comprehensive (loss)/income for the financial period	-	-	-	(15,292)	(15,292)	(1,605)	(16,897)
Realisation of revaluation reserve	-	-	(545)	533	(12)	-	(12)
Issuance of new ordinary shares	86,900	-	-	-	86,900	-	86,900
As at 30 September 2021	156,045	-	17,414	(80,677)	92,782	-2	92,780

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the period ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial report.

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Unaudited Condensed Consolidated Statement of Cash Flows for the financial period ended 30 September 2022

	Unaudited Current Year-To-Date Ended 30-Sep-22 RM'000	Unaudited Corresponding Year-To-Date 30-Sep-21 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(21,300)	-
Adjustments for:-		
Depreciation of property, plant and equipment	8,682	-
Amortisation of right-of-use assets	1,084	-
Interest income	(203)	-
Interest expenses	7,315	-
Other adjustments	(131)	-
Operating profit before working capital changes	(4,553)	-
Changes in working capital:-		
Decrease/(Increase) in inventories	(34,153)	-
Decrease/(Increase) in receivables	(1,446)	-
Increase/(Decrease) in payables	(9,808)	-
Cash generated from operations	(49,960)	-
Tax paid	(598)	-
Net Operating Cash Flows	(50,558)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	203	-
Proceeds from disposal of property, plant and equipment	446	-
Purchase of property, plant and equipment	(71,755)	-
Placement of unit trust fund	101	-
Net Investing Cash Flows	(71,005)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(7,315)	-
Interest paid for lease liability	(76)	-
Advances from shareholders	35,800	-
Drawdown of banker acceptance	9,716	-
Drawdown of hire purchases payables, net	21,030	-
Drawdown of term loan, net	31,039	-
Repayment of lease liability	(2,620)	-
Net Financing Cash Flows	87,574	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	(33,989)	-

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Unaudited Condensed Consolidated Statement of Cash Flows for the financial period ended 30 September 2022

CASH AND CASH EQUIVALENTS BROUGHT FORWARD	40,580	-
CASH AND CASH EQUIVALENTS CARRIED FORWARD	<u>6,591</u>	<u>-</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS: -		
Cash and bank balances	6,491	-
Fixed deposit	100	-
	<u>6,591</u>	<u>-</u>

Note:

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the period ended 30 September 2021 and the accompanying explanatory notes attached to the interim financial report.

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Unaudited Interim Financial Report

for the financial period ended 30 September 2022

Part A | Explanatory Notes Pursuant to MFRS 134 Interim Financial Reporting

A1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134 "Interim Financial Reporting", IAS 34 Interim Financial Reporting, and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report is in compliance with Malaysian Financial Reporting Standards ("MFRSs") and International Financial Reporting Standards ("IFRSs").

This interim financial report should be read in conjunction with our audited financial statements for the period ended 30 September 2021. The explanatory notes attached to this interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the period ended 30 September 2021.

The accounting policies and methods of computation adopted for this interim financial report are consistent with those of the audited financial statements for the period ended 30 September 2021 except for the adoption of the following amendments to Malaysian Financial Reporting standards ("MFRS"):

Description	Effective for annual periods beginning on or after
Amendments to MFRS 9, Financial Instruments, MFRS 139, Financial Instruments: Recognition and Measurement, MFRS 7, Financial Instruments: Disclosures, MFRS 4, Insurance Contracts and MFRS 16, Leases: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 16, Leases: Covid-19-Related Rent Concessions	1 April 2021

Adoption of these MFRS did not have any material impact to the financial performance or position of the Group.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Annual Improvements to MFRSs 2018-2021 Cycle:	
Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards	1 January 2022
Amendments to MFRS 9, Financial Instruments	1 January 2022
Amendments to MFRS 16, Leases	1 January 2022
Amendments to MFRS 141, Agriculture	1 January 2022
Amendments to References to the Conceptual Framework in MFRS Standards:	
Amendments to MFRS 3, Business Combinations: Reference to the Conceptual Framework	1 January 2022
Amendment to MFRS 116, Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022

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Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
MFRS 17, Insurance Contracts	1 January 2023
Amendments to MFRS 17, Initial Application of MFRS 17 and MFRS 9 – Comparative Information	1 January 2023
Amendments to MFRS 101, Presentation of Financial Statements: Classifications of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 101, Presentation of Financial Statements: Disclosure of Accounting Policies	1 January 2023
Amendments to MFRS 4, Extension of the Temporary Exemption from Applying MFRS 9	1 January 2023
Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	1 January 2023
Amendments to MFRS 112, Income Tax: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures: Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture	Deferred

A2. Auditors' Report on Preceding Annual Financial Statements

There were no audit qualifications on the annual financial statements for the period ended 30 September 2021.

A3. Seasonal or Cyclical Factors

The Group's operations were not materially affected by any major seasonal or cyclical factors.

A4. Unusual Items due to their Nature, Size or Incidence

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

A5. Material Changes in Estimates

There were no changes in estimates used for accounting estimates which may have a material effect for the quarter under review.

A6. Debt and Equity Securities

The Company issued 102,708,314 new irredeemable convertible preference shares ("ICPS") at an issue price of RM0.87 per ICPS in settlement of the purchase consideration of RM89,356,233 at completion of its acquisition of 1,900,000 ordinary shares in and representing a 38% equity interest of One Glove Venture Sdn. Bhd. (formerly known as Great Stylish Venture Sdn. Bhd.) ("OGVSB") on 1 August 2022. This was in accordance with the terms and conditions of a Share Sale Agreement dated 29 March 2022 and made between BT Capital Sdn. Bhd. ("BT Capital") (as vendor) and the Company (as purchaser) ("OGV SSA").

There was no issuance or repayment of debts securities during the quarter under review.

A7. Dividend Paid

There was no dividend paid during the quarter under review.

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

A8. Segmental Information

The segmental reporting by business units based on their products and services provided is set out below:

(a) (i) For the three (3) months ended 30 September 2022:

	Others* RM'000	Express Bus Services RM'000	Glove Manufacturing RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External customers	89	-	1,656	-	1,745
Inter-segment revenue	-	-	-	-	-
Total revenue	89	-	1,656	-	1,745
Results					
Segment results	(1,902)	(44)	(2,552)	-	(4,498)
Depreciation and amortisation	(75)	(50)	(2,229)	-	(2,354)
Amortisation of right-of-use asset	(49)	-	(251)	-	(300)
Reversal of impairment of subsidiary	3,876	-	-	(3,876)	-
Gain/(Loss) on disposal of subsidiary	(26,234)	-	-	26,366	132
Finance costs	(4)	-	(2,218)	-	(2,222)
Interest income	-	-	21	-	21
Tax (under)/over provision	-	-	(333)	7	(326)
Consolidated Profit/(Loss) after taxation					(9,547)

**Others" consist of investment holding, rental and sale of oil palm FFB.

(a) (ii) For the twelve (12) months ended 30 September 2022:

	Others* RM'000	Express Bus Services RM'000	Glove Manufacturing RM'000	Elimination RM'000	Consolidated RM'000
Revenue					
External customers	89	-	32,816	-	32,905
Inter-segment revenue	-	-	-	-	-
Total revenue	89	-	32,816	-	32,905
Results					
Segment results	(5,583)	(395)	962	-	(5,016)
Depreciation and amortisation	(78)	(484)	(8,120)	-	(8,682)
Amortisation of right-of-use asset	(73)	(28)	(983)	-	(1,084)
Reversal of impairment of subsidiary	3,876	-	-	(3,876)	-
Gain/(Loss) on disposal of subsidiary	(26,234)	-	-	26,366	132
Finance costs	(4)	-	(7,387)	-	(7,391)
Interest income	-	-	203	-	203
Tax (under)/over provision	-	347	287	(1,218)	(584)

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

Consolidated Profit/(Loss) after taxation

(22,422)

* "Others" consist of investment holding, rental and sale of oil palm FFB.

(b) No geographical segment is presented as the Group operates principally in Malaysia.

A9. Revaluation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment during the quarter under review.

A10. Material Events Subsequent to the End of the Quarter Under Review

There were no material events subsequent to 30 September 2022 up to the date of this report which would substantially affect the result of the Group.

A11. Changes in the Composition of the Group

1. Additions as Subsidiaries

At completion of the OGV SSA on 1 August 2022 (see *Note A6*), **OGVSB** and its wholly owned subsidiaries, **One Glove Industrial Sdn. Bhd. (formerly known as Stylish Technology Sdn. Bhd.) ("OGISB")** and **Stylish Energy Sdn. Bhd. ("SESB")** (collectively, "**OGV Group**") became deemed subsidiaries of the Company. Please see *Note A15* for further information.

2. Cessation as Subsidiaries

Pursuant to a Share Sale Agreement dated 3 August 2022 and made between the Company and Yap Chor Hwee and Lim Chee Aik ("**Purchasers**"), the Company agreed to sell and the Purchaser agreed to purchase a 100% equity interest in **Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("KBESM") ("Proposed Disposal")**. The Proposed Disposal was completed on 3 August 2022. As a result, **KBESM** and its subsidiaries, namely **Super Ria Bas Transport Sdn. Bhd.**, **Wonrey Travel & Tours Sdn. Bhd.** and **HigerX Malaysia Marketing Sdn. Bhd.** are no longer subsidiaries of the Company (and no longer form part of the Group) with effect from 3 August 2022.

A12. Contingent Liabilities

The Group has no material contingent liabilities as at the date of this announcement.

A13. Capital Commitments

Capital expenditure approved and contracted for as at the end reporting date:

RM '000

27,571

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

A14. Significant Related Party Transactions

For the twelve month period ended 30 September 2022, the group had related party transactions of a revenue or trading nature as follows:

	Related Parties	Nature of Transactions	Current Year-To-Date 30-Sep-22 RM'000
1)	ASF	Security services	79
2)	CPSB	Rental of premises	114
			<u>193</u>

- 1) ASF | Arca Security Force Sdn Bhd is wholly owned by ACSB. Datuk Che Azizuddin and his wife are also directors of ASF.
- 2) CPSB | Child's Partner (M) Sdn Bhd is owned by Low Bok Tek, his wife Teong Lian Imm and his son Low Khai Loon. CPSB directors are Low Bok Tek, Low Khai Loon and his daughter Low Siew Hoon.

A15. Investment in Subsidiary

(i) Acquisition of Subsidiary – OGVSB (and its subsidiaries, OGISB and SESB)

Pursuant to completion of the OGV SSA (see *Note A6*), BT Capital, the Company, Low Bok Tek and Low Khai Loon (“**OGV Shareholders**”) executed a Shareholders’ Agreement dated 1 August 2022 (“**SHA**”) pursuant to which the OGV Shareholders have agreed that the Company shall control the boards of directors and management and operations of the OGV Group subject to the terms of the SHA notwithstanding that the Company owns only a 38% equity interest and members of the OGV Group are accordingly deemed subsidiaries of the Company.

As a result, the acquisition of OGV is accounted for as an acquisition of assets in accordance with MFRS 3 (*Business Combinations*) and their results consolidated in the Company’s financial statements in accordance with *Malaysian Financial Reporting Standards (“MFRS”) 10 (Consolidated Financial Statements)*.

The amounts recognised in respect of the identifiable assets acquired and liabilities assumed are as set out in the table below.

	Group 1-Aug-22 RM'000
Purchase consideration	<u>89,356</u>
Property, plant and equipment	261,192
Trade and other receivables	145
Cash and bank balances	37
Other payables	(9,142)
Borrowings	(648)

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Deferred tax liabilities	(19,501)
Total identifiable net assets	<u>232,083</u>
Attributable to:	
The Group	89,356
Non-controlling interests	<u>142,727</u>
	<u>232,083</u>

(ii) Disposal of Subsidiary - Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. (“KBESM”)

Pursuant to a Share Sale Agreement dated 3 August 2022 and made between the Company and Yap Chor Hwee and Lim Chee Aik (“**Purchaser**”), the Company agreed to sell and the Purchaser agreed to purchase a 100% equity interest in KBESM for a nominal cash consideration of RM1.00.

The transaction was completed on 3 August 2022.

Details of the assets and liabilities on the date of disposal are disclosed below.

	Group 3-Aug-22 RM'000
Property, plant and equipment	5,197
Trade and other receivables	199
Cash and bank balances	19
Trade and other payables	(5,456)
Reserve	(65)
Deferred tax liabilities	(26)
Net liabilities	<u>(132)</u>
Consideration received	-
Net liabilities disposed	<u>132</u>
Gain on disposal of subsidiary	<u>132</u>
Net cash outflow arising from disposal	<u>(19)</u>

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

Part B | Explanatory Notes Pursuant to Appendix 9B of Bursa's Listing Requirements

B1. Review of Performance

	4th Quarter Ended	4th Quarter Ended	Current Period Ended	Corresponding Period Ended
	30-Sep-22 RM'000	30-Sep-21 RM'000	30-Sep-22 RM'000	30-Sep-21 RM'000
Revenue from:-				
Others	89	-	89	-
Glove Manufacturing	1,656	16,419	32,816	-
	1,745	16,419	32,905	-
Inter segment elimination	-	-	-	-
Total Revenue	1,745	16,419	32,905	-
Profit/(Loss) before taxation	(8,808)	1,735	(21,300)	-

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding period.

Current Period vs Corresponding Period

The Group recorded total revenue of RM32.905 million for the twelve-month period ended 30 September 2022, 99.7% of which was derived from its glove manufacturing business.

The Group recorded Loss Before Tax of RM21.300 million for the twelve-month period ended 30 September 2022. The Loss Before Tax in the period under review was attributed to low-capacity utilisation arising from soft market demand, declining average selling price ("ASP") coupled with increased operating costs and fixed overhead costs

Current Quarter vs Preceding Year Corresponding Quarter

The Group recorded total revenue of RM1.745 million for the three-month quarter ended 30 September 2022 which is approximately 90% lower compared to preceding year corresponding quarter.

The Group recorded Loss Before Tax of RM8.808 million for the three-month quarter ended 30 September 2022. The Loss Before Tax in the quarter under review was attributed to continued low-capacity utilisation arising from continued soft market demand, declining ASP coupled with increased operating costs and fixed overhead costs

B2. Comparison with the Preceding Quarter's Results

	Current Quarter Ended 30-Sep-22	Preceding Quarter Ended 30-Jun-22	Variance	
	RM'000	RM'000	RM'000	%
Revenue	1,745	2,762	(1,017)	(36.8)
Operating profit / (loss)	(6,586)	(6,844)	258	3.8
Profit / (loss) before interest and tax	(6,586)	(6,844)	258	3.8
Profit / (loss) before tax	(8,808)	(8,785)	(23)	(0.3)
Profit / (loss) after tax	(9,547)	(7,834)	(1,713)	(21.9)

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

The Group recorded Revenue of RM1.745 million in the quarter under review (which is approximately 36.8% lower compared to RM2.762 million in the preceding quarter) and a Loss Before Tax of RM8.808 million (as compared with loss before tax of RM8.785 million in the preceding quarter). In the quarter under review, the decrease in revenue and the increase in Loss Before Tax were attributed to continued low-capacity utilisation arising from continued soft market demand, declining ASP coupled with increased operating costs and fixed overhead costs.

B3. Prospects

The glove manufacturing industry continues to experience strong headwinds. Market demand remains soft due to the lingering oversupply position and increased market competition. Added to this are the increases in energy costs (driven by the ongoing Russia-Ukraine conflict) and in manpower costs (driven by the increase in minimum wage).

The Group's business continues to be challenging in this post-pandemic business environment. However, the Group continues to see global demand for gloves trending upward in the mid to long term because of an increase in healthcare and hygiene awareness across various sectors and of glove usage, particularly in countries with low per capita usage.

Given this, the Group is cognisant of the continuing need and will use its best efforts to maintain and improve the quality of its products and range of its product offerings, operational efficiencies and to manage costs to remain competitive. In parallel, the Group continues to develop and improve its ESG practice.

The Group remains cautiously optimistic that it will be placed on a stronger operational and financial footing moving forward.

B4. Profit Forecast or Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in the quarter under review or in the prior financial period.

B5. Profit/(Loss) Before Tax

Profit/(Loss) before tax was arrived at after crediting/(charging) the following items:

	Quarter Ended 30-Sep-22 RM'000	Period Ended 30-Sep-22 RM'000
Interest Income	21	203
Interest Expense	(2,146)	(7,315)
Depreciation and amortisation	(2,655)	(9,766)
Realised gain/(loss) on foreign exchange	22	33
Unrealised gain/(loss) on foreign exchange	(162)	198
Gain on disposal of subsidiary	132	132

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Notes to the Unaudited Interim Financial Report for the financial period ended 30 September 2022

B6. Taxation

	Quarter Ended 30-Sep-22 RM'000	Period Ended 30-Sep-22 RM'000
Income tax	-	-
Property gain tax	(413)	(538)
Deferred tax	(326)	(584)
	<u>(739)</u>	<u>(1,122)</u>

B7. Disposal of Unquoted Investments and/or Properties

There were no material disposals of unquoted investments or properties during the quarter under review.

B8. Quoted Securities

There were no acquisitions or disposals of quoted securities during the quarter under review.

B9. Status of Corporate Proposals

Proposed Rights Issue with Warrants

On 3 November 2022, the Company announced its proposal to undertake a renounceable rights issue of 284,000,000 new ordinary shares in the Company ("**One Glove Share(s)**" or "**Share(s)**") ("**Rights Share(s)**") at the issue price of RM0.30 per Rights Share, on the basis of 1 Rights Share for every 1 existing One Glove Share held, together with 142,000,000 free detachable warrants in One Glove ("**Warrant(s)**") on the basis of 1 Warrant for every 2 Rights Shares subscribed for, on an entitlement date to be determined and announced later ("**Proposed Rights Issue with Warrants**").

The Proposed Rights Issue with Warrants is not conditional upon any other proposal undertaken or to be undertaken by the Company but remains subject to, amongst others, the following approvals being obtained:

1. Bursa Malaysia Securities Berhad ("**Bursa Securities**");
2. shareholders of the Company at an EGM to be convened; and
3. any other relevant authorities and/ or parties, if required.

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B10. Group Borrowing

The details of the Group's loans and borrowing, all of which are denominated in Ringgit Malaysia are as follows:

	As at 30-Sep-22 RM'000	As at 30-Sep-21 RM'000
Short term:-		
Hire purchase payables	16,830	9,269
Banker Acceptance	9,716	-
	<u>26,546</u>	<u>9,269</u>
Long term:-		
Term loans	71,039	40,000
Hire purchase payables	61,851	47,761
	<u>132,890</u>	<u>87,761</u>

B11. Off Balance Sheet Financial Instruments

There was no financial instrument with off-balance sheet risk as at the date of this announcement applicable to the Group.

B12. Material Litigation

In respect of the legal suit between, Onetexx Sdn Bhd ("**Onetexx**"), the Company's 100% subsidiary, together with Canrich Sdn Bhd against MNA Gloves Sdn. Bhd. ("**MNA Gloves**") under Civil Suit No: WA-22NCC-325-07/2022 and as announced on 9 November 2022, a Consent Judgement dated 7 November 2022 ("**Judgement Date**") (and sealed by the High Court of Malaya, Kuala Lumpur ("**Court**") on 8 November 2022) has been obtained against MNA Gloves.

B13. Dividends

The Board of Directors does not recommend any dividend for the quarter under review.

B14. Earnings/(Loss) Per Share

(a) Basic earnings/(loss) per share

	Current quarter ended 30-Sep-22	Corresponding quarter ended 30-Sep-21	Current Period ended 30-Sep-22	Corresponding Period ended 30-Sep-21
Net profit/(loss) attributable to owners of the company (RM '000)	(9,537)	3,822	(22,412)	-
Weighted average number of ordinary shares in issue ('000)	284,000	284,000	284,000	-
Basic earnings/(loss) per ordinary share (sen)	<u>(3.36)</u>	<u>1.35</u>	<u>(7.89)</u>	<u>-</u>

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The basic earnings/(loss) per ordinary share is calculated by dividing the consolidated net profit/(loss) attributable to equity owners of the Company by the weighted average number of ordinary shares in issue during the financial period.

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding periods.

(b) Diluted earnings per share

	Current quarter ended 30-Sep-22	Corresponding quarter ended 30-Sep-21	Current Period ended 30-Sep-22	Corresponding Period ended 30-Sep-21
Net profit/(loss) attributable to owners of the company (RM '000)	(9,537)	3,822	(22,412)	-
Weighted number of ordinary shares in issue ('000)	126,000	126,000	126,000	-
Effect of dilution for the issuance of new shares ('000)	128,207	104,411	128,207	-
Adjusted weighted average number of ordinary shares for the purpose of diluted EPS ('000)	254,207	230,411	254,207	-
Diluted earnings/(loss) per ordinary share (sen)	(3.75)	1.66	(8.82)	-

The diluted earnings/(loss) per ordinary share is calculated by dividing the consolidated net profit/(loss) attributable to equity owners of the Company by the weighted average number of ordinary shares including the effects of all dilutive potential ordinary shares. The diluted loss per share is however similar to basic EPS due to antidilution effect.

As announced on 25 August 2022, the financial year end of the Group has been changed from 30 September 2022 to 31 March 2023. As such, no comparative financial information is available for the preceding year's corresponding periods.

B15. The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.

BY ORDER OF THE BOARD

Dated 21 November 2022