

**A. Notes To The Condensed Consolidated Interim Financial Statements
For The Three Months Ended 31 December 2022**

A1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The condensed consolidated interim financial statements also comply with International Accounting Standard 34: Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2022.

The significant accounting policies adopted by the Group in this condensed consolidated interim financial statements are consistent with those adopted in the audited financial statements for the year ended 30 September 2022 except for the adoption of the following Amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) which are mandatory for annual periods beginning on or after 1 January 2022.

Effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 3	Business Combinations – Reference to the Conceptual Framework
Amendments to MFRS 9	Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 16	Leases (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts - Cost of Fulfilling a Contract
Amendments to MFRS 141	Agriculture (Annual Improvements to MFRS Standards 2018-2020)

The adoption of the above Amendments to MFRSs did not have any significant impact on the financial statements of the Group.

A2. MFRSs and Amendments to MFRSs yet to be effective

Effective for financial periods beginning on or after 1 January 2023

MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts
Amendments to MFRS 17	Insurance Contracts – Initial Application of MFRS 17 and MFRS 9 – Comparative Information
Amendments to MFRS 101	Presentation of Financial Statements – Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Presentation of Financial Statements – Disclosure of Accounting Policies
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates
Amendments to MFRS 112	Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 16	Leases – Lease Liability in a Sale and Leaseback
Amendments to MFRS 101	Presentation of Financial Statements – Non-current Liabilities with Covenants

Effective date to be announced by Malaysian Accounting Standard Board

Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)

A2. MFRSs and Amendments to MFRSs yet to be effective (Cont'd.)

The adoption of the above MFRSs and Amendments to MFRSs is not expected to result in significant financial impact to the Group, except as disclosed below:

- MFRS 17: Insurance Contracts and Amendments to MFRS 17

MASB has issued MFRS 17 Insurance Contracts ("MFRS 17"), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure, which will replace MFRS 4 Insurance Contracts ("MFRS 4") upon adoption. MFRS 17 applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply. The overall objective of MFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in MFRS 4, which are largely based on grandfathering previous local accounting policies, MFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of MFRS 17 is the general model, supplemented by:

- A simplified approach (the premium allocation approach) mainly for short-duration contracts
- A specific adaptation for contracts with direct participation features (the variable fee approach)

MFRS 17 and Amendments to MFRS 17 are effective for reporting periods beginning on or after 1 January 2023, with comparative figures required. Early application is permitted, provided the entity also applies MFRS 9 and MFRS 15 on or before the date it first applies MFRS 17.

The Group intends to adopt MFRS 17 on the required effective date. The Group has completed the documentation of business and technical requirements in technical papers, and is currently in the progress of designing and implementing the necessary system solutions and processes.

A3. Audit Qualification of the Preceding Annual Financial Statements

There was no qualification in the audit report of the preceding annual financial statements of the Group.

A4. Seasonality or Cyclicity of Operations

The businesses of the Group are not subject to seasonal or cyclical fluctuations.

A5. Unusual Items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items that affected the assets, liabilities, equity, net income or cash flows of the Group for the period under review other than as disclosed in Note A16.

A6. Change in Estimates

There were no changes in estimates of amounts reported in prior periods that have a material effect in the period under review.

A7. Issuances, Repurchases, Resale and Repayments of Debts and Equity Securities

(i) Issuance of shares

During the three months period ended 31 December 2022, 92,000 new ordinary shares each fully paid were issued pursuant to the exercise of options granted under the Company's Employees' Share Option Scheme ("ESOS") at the exercise price of RM0.89 per share. Details of the issued and paid up capital of the Company as at 31 December 2022 are as follows:

	<u>No. of shares</u>	<u>RM'000</u>
As at 1 October 2022	287,988,333	148,293
Ordinary shares issued pursuant to the ESOS	<u>92,000</u>	<u>90</u> ⁽¹⁾
As at 31 December 2022	<u><u>288,080,333</u></u>	<u><u>148,383</u></u>

⁽¹⁾ Includes capitalisation of share option reserves of RM7,977

A7. Issuances, Repurchases, Resale and Repayments of Debts and Equity Securities (Cont'd.)

(ii) Share buy-back

On 11 March 2022, the shareholders approved the renewal of the Company's plan to purchase its own ordinary shares. There was no purchase or resale of treasury shares during the period under review.

Of the total 288,080,333 issued and fully paid ordinary shares as at 31 December 2022, 19,303,493 are held as treasury shares by the Company. The number of outstanding ordinary shares in issue and fully paid after deduction of treasury shares is therefore 268,776,840 ordinary shares.

(iii) There were no issuance or repayment of debt securities during the period under review.

A8. Material Events Subsequent to End of Reporting Period

There were no material events subsequent to the end of the period reported up to the date of this report.

A9. Effect of Changes in Composition of the Group

There were no changes in the composition of the Group for the quarter ended 31 December 2022 except for the acquisition of a subsidiary company - Acumentive Limited as disclosed in Note A16(ii).

A10. Segment Information

	Insurance	Information Technology	Investment Holding	Investment in Start-ups	Others	Consolidation adjustments	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year to date ended							
<u>31 December 2022</u>							
REVENUE							
External sales	69,949	2,003	223	-	32	-	72,207
Inter-segment sales	61	5,807	3,824	-	43	(9,735)	-
Total segment Revenue	<u>70,010</u>	<u>7,810</u>	<u>4,047</u>	<u>-</u>	<u>75</u>	<u>(9,735)</u>	<u>72,207</u>
RESULTS							
Segment loss	(128)	(2,533)	(6,277)	(1,519)	(1,259)	(247)	(11,963)
Share of losses of associated companies	-	-	-	(433)	-	-	(433)
Segment loss before tax after accounting for :	<u>(128)</u>	<u>(2,533)</u>	<u>(6,277)</u>	<u>(1,952)</u>	<u>(1,259)</u>	<u>(247)</u>	<u>(12,396)</u>
Interest income	-	92	-	230	-	(31)	291
Finance cost	(58)	(1,156)	(119)	(1,155)	(736)	3,010	(214)
Depreciation	(844)	(723)	(112)	(131)	(118)	291	(1,637)
Amortisation	(74)	(22)	(3)	(1)	-	19	(81)
Unrealised foreign exchange losses	-	(7)	(5,538)	(666)	(3)	-	(6,214)
Gain on fair value of investments held at fair value through profit or loss	<u>3,922</u>	<u>-</u>	<u>232</u>	<u>27</u>	<u>-</u>	<u>-</u>	<u>4,181</u>

A10. Segment Information (Cont'd.)

	Insurance RM'000	Information Technology RM'000	Investment Holding RM'000	Investment in Start-ups RM'000	Others RM'000	Consolidation adjustments RM'000	Group RM'000
Year to date ended 31 December 2021							
REVENUE							
External sales	71,719	3,848	176	-	55	-	75,798
Inter-segment sales	67	5,743	3,594	-	42	(9,446)	-
Total segment Revenue	<u>71,786</u>	<u>9,591</u>	<u>3,770</u>	<u>-</u>	<u>97</u>	<u>(9,446)</u>	<u>75,798</u>
RESULTS							
Segment (loss)/profit	(1,140)	551	8,705	69,551	(656)	(8,904)	68,107
Share of losses of associated companies	-	-	-	(1,383)	-	-	(1,383)
Segment (loss)/profit before tax after accounting for :	(1,140)	551	8,705	68,168	(656)	(8,904)	66,724
Interest income	-	85	-	99	-	(48)	136
Finance cost	(1,401)	(1,081)	(807)	(1,352)	(62)	3,112	(1,591)
Depreciation	(1,107)	(678)	(100)	(139)	(36)	365	(1,695)
Amortisation	(111)	(36)	(3)	(1)	1	22	(128)
Unrealised foreign exchange gains/(losses)	-	235	(171)	121	-	-	185
Gain/(loss) on fair value of investments held at fair value through profit or loss	363	-	(275)	(34)	-	-	54
Gain on disposal of an associated company	-	-	-	71,345	-	255	71,600

A11. Changes in Contingent Assets and Contingent Liabilities

The Group does not have any contingent assets since financial year ended 30 September 2022.

Details of the Group's contingent liabilities are as follow:

	<u>Year To Date</u>	
	31 Dec 2022 RM'000	31 Dec 2021 RM'000
(i) Performance guarantees - secured	<u>291</u>	<u>396</u>

A11. Changes in Contingent Assets and Contingent Liabilities

Details of the Group's contingent liabilities are as follow: (Cont'd.)

(ii) On-going litigation

On 10 August 2016, the Malaysia Competition Commission ("MyCC") through its powers granted under the Competition Act 2010 [Act 712] ("Competition Act") commenced investigations into an alleged infringement by the Persatuan Insurans Am Malaysia ("PIAM") and its 22 members including the insurance subsidiary company (Pacific & Orient Insurance Co. Berhad) under the Section 4 of the Competition Act.

The alleged infringement was in relation to an agreement reached pursuant to a requirement of Bank Negara Malaysia ("BNM") between PIAM and the Federation of Automobile Workshop Owners' Association of Malaysia ("FAWOAM") on trade discount rates for parts of certain vehicle makes and labour hour rates for workshops under the PIAM Approved Repairers Scheme.

On 22 February 2017, MyCC issued its Proposed Decision on the alleged infringement which includes proposed financial penalties amounting to a total of RM213,454,814 on all the 22 members of PIAM. The proposed financial penalty on the insurance subsidiary company was RM2,108,452. The Proposed Decision was subject to both written and oral representations from various parties including PIAM and the respective insurers.

The insurance subsidiary company had via its legal counsel submitted its written representation on 25 April 2017, and delivered several oral representations to MyCC between 2017 and 2019. BNM and FAWOAM were invited at a hearing of the oral representations in 2019. The oral representations from all relevant insurers, as represented by legal counsels, was concluded on 18 June 2019.

On 14 September 2020, MyCC had issued its final decision against PIAM and its 22 members for violating Section 4 of the Competition Act, in relation to the above infringement. As a result, MyCC had imposed financial penalties of RM173,655,300 on all 22 insurance companies, and granted a 25% reduction on the final penalties after taking into consideration the economic impact arising from the COVID-19 pandemic.

MyCC had also served an official notice, dated 25 September 2020, to the insurance subsidiary company, informing of its findings on the infringement of the Competition Act and the financial penalty imposed on the insurance subsidiary company was RM1,581,339, net of the 25% discount granted arising from the COVID-19 pandemic.

On 30 September 2020, BNM had released a press statement, which said it regrets the MyCC's decision on the matter, as the arrangement was put in place through the facilitation and direction of BNM with the general insurers to address disputes between workshops and general insurance companies that had adversely impacted consumers in terms of delayed claims settlement.

A11. Changes in Contingent Assets and Contingent Liabilities (Cont'd.)

Details of the Group's contingent liabilities are as follow: (Cont'd.)

(ii) On-going litigation (Cont'd.)

PIAM, in a statement on 30 September 2020, had also expressed its disappointment with the MyCC's decision on the infringement, as PIAM and its members have always placed the motoring public and policyholders at the forefront.

PIAM has appealed against MyCC's decision that it infringed the Competition Act in connection with motor vehicle repairs. The insurance subsidiary company has also, through its legal counsel, submitted its notice of appeal with the Competition Appeal Tribunal ("CAT") on 13 October 2020 and a stay application (pending the disposal of the appeal) on 16 March 2021. On 23 March 2021, the CAT granted a stay for all members including the insurance subsidiary company in respect of both the cease and desist order and the financial penalty with no order as to costs. The CAT proceedings started in November 2021 with the insurance subsidiary company's legal counsel, together with other legal counsels representing the insurers and PIAM making its submissions. On 21 April 2022, the CAT concluded the proceedings after hearing from all parties including MyCC.

On 2 September 2022, the CAT unanimously decided and ordered, inter alia, that the appeal by PIAM and the insurers be allowed and that the whole of the MyCC Decision be set aside. Consequently, the financial penalties imposed on all the insurers amounting to an aggregate quantum of penalty of RM173,655,300 (including the insurance subsidiary company's share of the penalty of RM1,581,339) was also set aside.

MyCC has filed an application for leave to commence judicial review proceedings in the High Court to review the decision of CAT dated 2 September 2022. The High Court has fixed the hearing date for this matter on 8 May 2023.

As at the date of this report, the Group has not made any provision, and will continue to disclose the matter as an on-going litigation until further development.

A12. Capital Commitments

There are no capital commitments for the purchase of property, plant and equipment and intangible asset (either approved and contracted for or approved but not contracted for) as at 31 December 2022.

A13. Significant Related Party Transactions

The following transactions with related parties were carried out under the terms and conditions negotiated with the related parties:

	Year To Date	
	31 Dec 2022 RM'000	31 Dec 2021 RM'000
(a) Substantial shareholders of the Insurance subsidiary company - Expenditure:		
Product and pricing services	<u>63</u>	<u>63</u>
(b) Associated companies - Advances:		
Advances to associated companies by a foreign subsidiary company	<u>319</u>	<u>2,284</u>

A14. Risk-Based Capital (“RBC”) Framework of the Insurance Subsidiary

As at 31 December 2022, the insurance subsidiary has a capital adequacy ratio in excess of the minimum requirement as stipulated in the RBC Framework.

A15. Employees' Share Option Scheme

The Employees' Share Option Scheme ("ESOS") was approved by the shareholders at the Annual General Meeting held on 20 February 2019 and came into effect on 17 June 2019. The ESOS shall be in force for a period of up to five years until 16 June 2024.

The fair values of share options were estimated by the Group using the Black-Scholes-Merton option pricing model, taking into account the terms and conditions upon which the options were granted.

The fair values of share options granted are between RM0.075 and RM0.117 per share.

The movements in share options pursuant to the ESOS during the financial period ended 31 December 2022 and 31 December 2021 are as follows:

<u>2023</u>			<----- Number of Options ----->					
Grant Date	Expiry Date	Exercise Price	Outstanding as at 1 Oct 2022	Granted	Forfeited	Exercised	Outstanding as at 31 Dec 2022	Vested and exercisable as at 31 Dec 2022
13 Sept 2019	16 June 2024	RM0.89	17,242,000	-	-	(92,000)	17,150,000	14,880,000
28 Sept 2020	16 June 2024	RM0.73	3,934,000	-	-	-	3,934,000	3,007,500
30 Sept 2021	16 June 2024	RM0.84	75,000	-	-	-	75,000	49,000
30 Sept 2022	16 June 2024	RM0.95	1,616,000	-	-	-	1,616,000	847,000
			<u>22,867,000</u>	<u>-</u>	<u>-</u>	<u>(92,000)</u>	<u>22,775,000</u>	<u>18,783,500</u>
Weighted average share price (RM)			RM0.87	-	-	RM0.89	RM0.87	RM0.87
<u>2022</u>			<----- Number of Options ----->					
Grant Date	Expiry Date	Exercise Price	Outstanding as at 1 Oct 2021	Granted	Forfeited	Exercised	Outstanding as at 31 Dec 2021	Vested and exercisable as at 31 Dec 2021
13 Sept 2019	16 June 2024	RM0.89	18,569,000	-	-	-	18,569,000	14,029,000
28 Sept 2020	16 June 2024	RM0.73	4,256,000	-	-	-	4,256,000	2,187,000
30 Sept 2021	16 June 2024	RM0.84	244,000	-	-	(11,000)	233,000	85,000
			<u>23,069,000</u>	<u>-</u>	<u>-</u>	<u>(11,000)</u>	<u>23,058,000</u>	<u>16,301,000</u>
Weighted average share price (RM)			RM0.86	-	-	RM0.84	RM0.86	RM0.87

A15. Employees' Share Option Scheme (Cont'd.)

The movements of share options reserve during the period are presented as follows:

	Year To Date	
	31 Dec 2022 RM'000	31 Dec 2021 RM'000
Share options reserve at 1 October 2022/2021	1,865	1,737
Option charge recognised from share options granted	28	38
Option exercised during the period	(8)	(1)
Share options reserve at 31 December 2022/2021	<u>1,885</u>	<u>1,774</u>

A16. Significant Events

- (i) Disposal of ordinary shares of Ancom Nylex Berhad (formerly known as Ancom Berhad)

The Group has disposed an aggregate of 34,000,000 ordinary shares of Ancom Nylex Berhad ("Ancom Shares") for a total gross consideration of RM29,580,000 on Bursa Malaysia Securities Berhad via direct business transactions from 17 November 2022 to 23 November 2022. Prior to the disposal, the Ancom Shares were classified as financial assets at fair value through other comprehensive income ("FVOCI") and had been stated at fair value at each reporting date.

The fair value loss in respect of the disposed shares, that arose during the current quarter and which was recognised in the statement of other comprehensive income up to the date of disposal, amounted to RM2,720,000 for the Group.

Arising from the disposal, the accumulated gain recognised in FVOCI reserve of the Group of RM23,013,000 in relation to this tranche of shares disposed has been transferred to retained profits during the quarter ended 31 December 2022.

A16. Significant Events (Cont'd.)

(ii) Acquisition of a subsidiary company

On 27 December 2022, the Company's wholly owned subsidiary company, Pacific & Orient Properties Limited ("POPL"), entered into a share purchase agreement for the acquisition of an additional 68.48% equity interest in Acumentive Limited ("ACM") for a purchase consideration of GBP1,253,000 (equivalent to approximately RM6,667,000) to be satisfied entirely via cash ("the Acquisition").

Prior to the Acquisition, ACM was a 31.52% owned associated company of POPL. Following the Acquisition, POPL's equity interest in ACM increased from 31.52% to 100.00%. ACM has consequently ceased to be an associated company of the Group and is regarded as a subsidiary company of the Group.

The financial effects of the Acquisition are disclosed as below:

(a) Identified assets acquired and liabilities assumed

	RM'000
Property, plant and equipment	79
Intangible assets	1,605
Cash and bank balances	732
Total assets	<u>2,416</u>
Deferred tax liabilities	(16)
Trade and other payables	(5,630)
Borrowings	(195)
Total liabilities	<u>(5,841)</u>
Total identifiable net liabilities acquired	<u>(3,425)</u>

(b) Net cash outflow arising from the Acquisition

	RM'000
Purchase consideration settled in cash and cash equivalents	6,667
Less: Cash and bank balances acquired	(732)
	<u>5,935</u>

A16. Significant Events (Cont'd.)

(ii) Acquisition of a subsidiary company (Cont'd.)

(c) Loss on remeasurement of previously held interests

RM'000

Carrying amount of 31.52% previously held interests
as at 27 December 2022

4,465

Less: Fair value of 31.52% previously held interests

(3,069)

Loss on remeasurement of previously held interests

1,396

(d) Goodwill on consolidation

RM'000

Consideration transferred

6,667

Fair value of previously held interest

3,069

9,736

Add: Fair value of identifiable net liabilities

3,425

Goodwill on consolidation

13,161

B. Additional Notes Pursuant To The Main Market Listing Requirements of Bursa Malaysia For The Three Months Ended 31 December 2022

B1. Review of Results

Financial review for current quarter and year to date

	Individual/Cumulative Period		Changes (Amount) RM'000	Changes (%)
	Current Quarter/Year To-date Ended 31 Dec 2022 RM'000	Preceding Year Corresponding Quarter/Year To-date Ended 31 Dec 2021 RM'000		
Revenue	72,207	75,798	(3,591)	(5%)
Operating (loss)/profit	(11,749)	69,698	(81,447)	(117%)
(Loss)/profit before tax	(12,396)	66,724	(79,120)	(119%)
(Loss)/profit after tax	(12,864)	66,871	(79,735)	(119%)
(Loss)/profit attributable to equity holders of the Company	(12,779)	67,330	(80,109)	(119%)

Financial Review for Current Quarter/Year to Date compared with Preceding Year Corresponding Quarter/Year to Date

Group revenue was RM72,207,000 compared to RM75,798,000 in the preceding year corresponding quarter. Loss before tax of RM12,396,000 was reported compared to pre-tax profit of RM66,724,000 in the preceding year corresponding quarter.

Insurance segment – Revenue decreased by RM1,770,000 to RM69,949,000 for the current quarter compared to the preceding year corresponding quarter. The decrease was primarily due to lower gross earned premium and investment income. However, a higher profit before tax of RM4,640,000 was reported for the current quarter as compared to a pre-tax profit of RM4,165,000 in the preceding year corresponding quarter. This was largely attributed to gain in fair value of investments held at fair value through profit or loss (“FVTPL”) and lower interest expense.

Information technology (IT) segment – Revenue decreased by RM1,845,000 to RM2,003,000 for the current quarter compared to the preceding year corresponding quarter, principally due to lower income from software customisation services. Consequently, a higher pre-tax loss of RM4,505,000 was reported for the current quarter as compared to a pre-tax loss of RM2,348,000 in the preceding year corresponding quarter.

Investment in start-ups segment – Loss before tax of RM1,675,000 was reported for the current quarter as compared to a pre-tax profit of RM70,222,000 in the preceding year corresponding quarter. The decrease was principally due to the absence of gain on disposal of an associated company in the current quarter. In the preceding year corresponding quarter, the Group recorded a gain on disposal of an associated company of RM71,600,000.

B1. Review of Results (Cont'd.)

Consolidated Statement of Comprehensive Income

Group's total other comprehensive loss for the current quarter ended 31 December 2022 amounted to RM73,000 as compared to a total other comprehensive income of RM24,032,000 in the preceding year corresponding quarter, mainly due to the fair value loss on FVOCI quoted shares.

Consolidated Statement of Financial Position

The Group's total assets as at 31 December 2022 was RM1,080,353,000, a decrease from RM1,088,071,000 as of 30 September 2022 mainly due to disposal of investments.

The Group's total liabilities as at 31 December 2022 was RM627,561,000, an increase from RM616,002,000 as of 30 September 2022. The increase was principally due to the higher insurance contract liabilities and insurance payables.

The Group's equity attributable to equity holders of the Company was RM329,336,000 as at 31 December 2022 compared to RM349,739,000 as of 30 September 2022. The decrease was mainly due to lower retained profits from net losses and payment of dividends.

Consolidated Statement of Cash Flows

The Group's cash and cash equivalents as at 31 December 2022 was RM79,849,000.

The net cash used in operating activities of RM39,079,000 arose mainly from the additional direct expenditure of land held for development. The net cash generated from investing activities of RM24,238,000 was mainly from disposal of investments. The net cash used in financing activities of RM4,518,000 was principally for payment of dividends.

B2. Current Quarter compared with Immediate Preceding Quarter's Results

	Current Quarter 31 Dec 2022 RM'000	Immediate Preceding Quarter 30 Sept 2022 RM'000	Changes (Amount) RM'000	Changes (%)
Revenue	72,207	76,391	(4,184)	(5%)
Operating (loss)/profit	(11,749)	13,881	(25,630)	(185%)
(Loss)/profit before tax	(12,396)	13,813	(26,209)	(190%)
(Loss)/profit after tax	(12,864)	13,103	(25,967)	(198%)
(Loss)/profit attributable to equity holders of the Company	(12,779)	10,365	(23,144)	(223%)

Group revenue was RM72,207,000 compared to RM76,391,000 reported in the immediate preceding quarter. Loss before tax of RM12,396,000 was recorded compared to pre-tax profit of RM13,813,000 in the immediate preceding quarter.

Insurance segment – Revenue decreased by RM3,795,000 to RM69,949,000 for the current quarter compared to the immediate preceding quarter, primarily due to lower gross earned premium. Consequently, a lower profit before tax of RM4,640,000 was reported for the current quarter as compared to a pre-tax profit of RM10,672,000 in the immediate preceding quarter.

IT segment – Revenue decreased by RM445,000 to RM2,003,000 for the current quarter mainly due to lower income from sales of hardware. A pre-tax loss of RM4,505,000 was reported for the current quarter as compared to a pre-tax profit of RM794,000 in the immediate preceding quarter, mainly due to higher operating expenses.

Investment in start-ups segment – Loss before tax of RM1,675,000 was reported for the current quarter as compared to a pre-tax profit of RM3,075,000 in the immediate preceding quarter. The decrease was principally due to unfavourable foreign exchange translation differences in the current quarter.

B3. Current Year Prospects

The ongoing phased detariffication in the insurance industry and the persistent global inflationary pressures continue to pose challenges to the environment in which the Group operates. The insurance subsidiary company and the IT Division continue to address these issues through improvements to the quality of customer service, development of newer and more relevant products and investment in digitalisation.

Notwithstanding the uncertainty that world events have brought to the Malaysian economy, the Board is generally confident that barring unforeseen circumstances, the steps that management has taken will result in a satisfactory outcome for the financial year ending 30 September 2023.

B4. Profit Forecast and Profit Guarantee

No forecast has been issued by the Group for the period ended 31 December 2022.

B5. Taxation

The taxation figures include the following:

	Quarter/Year To Date	
	31 Dec 2022	31 Dec 2021
	RM'000	RM'000
Income tax:		
Current year's provision		
- Malaysian tax	8	52
Deferred tax:		
- Relating to timing differences	460	(199)
	<u>468</u>	<u>(147)</u>

The effective rates of taxation of the Group are lower than the statutory rate of taxation principally due to certain expenses which are not deductible for tax purposes.

B6. Status of Corporate Proposal

There were no other corporate proposal announced but not completed as of the date of this report.

B7. Material Litigation

As at 31 December 2022 there was no material litigation against the Group other than those arising in the normal course of the insurance subsidiary's business and as disclosed in Note A11(ii).

B8. Group Borrowings

			As at 31 December 2022		As at 30 September 2022	
	Secured/ Unsecured	Currency	Foreign Currency '000	RM equivalent RM'000	Foreign Currency '000	RM equivalent RM'000
Long term						
a. Lease liabilities	Secured	GBP	106	564	125	645
	Secured	Baht	5,008	637	5,474	667
	Secured	USD	-	-	10	46
	Secured	RM	-	4,062	-	4,727
				5,263		6,085
b. Term loan	Secured	USD	163	719	163	755
c. Bounce back loan ⁽¹⁾	Unsecured	GBP	27	142	-	-
Total Long Term Borrowings				6,124		6,840
Short term						
a. Lease liabilities	Secured	GBP	75	396	76	393
	Secured	Baht	2,520	321	2,909	354
	Secured	USD	105	465	112	519
	Secured	RM	-	3,013	-	3,234
				4,195		4,500
b. Revolving credit facilities	Secured	RM	-	10	-	10
	Unsecured	RM	-	1,000	-	1,000
				1,010		1,010
c. Bounce back loan ⁽¹⁾	Unsecured	GBP	10	53	-	-
Total Short Term Borrowings				5,258		5,510
Total				11,382		12,350

- (1) The bounce back loan (“BBL”) was assumed by the Group through acquisition of a subsidiary as disclosed in Note A16(ii). The BBL scheme is 100% guaranteed by the UK government as a means to support businesses during the COVID-19 pandemic and has a fixed interest rate of 2.5%. The BBL of the Group is repayable over 72 months until 17 August 2026.

B9. Dividends

	RM'000	Date of payment
In respect of financial year ended 30 September 2022:		
(i) A fifth interim single tier dividend of 1.20 sen per share declared on 21 October 2022	3,224	23 November 2022
In respect of financial year ending 30 September 2023:		
(ii) A first interim single tier dividend of 1.20 sen per share declared on 20 December 2022	3,226	20 January 2023
	<u>6,450</u>	

- (iii) The Directors had on 28 February 2023 declared a second interim single tier dividend of 1.20 sen per share in respect of the current financial year, payable on 28 March 2023. This dividend has not been reflected in the financial statements for the current quarter ended 31 December 2022 but will be accounted for in equity as an appropriation of retained profits for the next quarter ending 31 March 2023.

The total single tier dividend in respect of the current period was 2.40 sen per share (Previous corresponding period: single tier dividend of 5.00 sen per share).

B10. (Loss)/Earnings Per Share

		Quarter/Year To Date	
		31 Dec 2022	31 Dec 2021
Net (loss)/profit for the period (A)	(RM'000)	(12,779)	67,330
Weighted average number of ordinary shares in issue (B)	('000)	268,754	267,765
Weighted average number of ordinary shares for diluted (loss)/earnings per share (C) ^(See note below)	('000)	* ⁽¹⁾	268,488
(Loss)/earnings per share:			
Basic (A ÷ B)	(sen)	(4.75)	25.15
Diluted (A ÷ C)	(sen)	* ⁽¹⁾	<u>25.08</u>
Note:			
Weighted average number of ordinary shares in issue	('000)	* ⁽¹⁾	267,765
Effects of dilution of ESOS	('000)	* ⁽¹⁾	723
Weighted average number of ordinary shares for diluted (loss)/earnings per share (C)	('000)	* ⁽¹⁾	<u>268,488</u>

*⁽¹⁾ Not disclosed as it is anti-dilutive.

B11. (Loss)/Profit For The Period

	Quarter/Year To Date	
	31 Dec	31 Dec
	2022	2021
	RM'000	RM'000
(Loss)/profit for the period is arrived at after charging/(crediting):		
Interest expense	163	1,558
Depreciation of:		
- property, plant and equipment	503	479
- right-of-use assets	1,134	1,216
Amortisation of intangible assets	81	128
(Write back of allowance for)/ allowance for impairment:		
- amount due from an associated company	(820)	-
- insurance receivables	180	231
Property, plant and equipment written off	1	-
Gain on fair value of investments held at fair value through profit or loss (net)	(4,181)	(54)
Loss on remeasurement of previously held interests	1,396	-
Loss/(gain) on disposal of:		
- property, plant and equipment	-	27
- intangible assets	-	28
- investments (net)	11	(303)
- an associated company	-	(71,600)
Unrealised foreign exchange loss/(gain) (net)	6,214	(185)
Realised foreign exchange gain (net)	(24)	(6)
Interest income	(291)	(136)

There were no (i) write off of inventories, (ii) gain or loss on derivatives and (iii) exceptional items for the current quarter and period ended 31 December 2022.

BY ORDER OF THE BOARD
YONG KIM FATT
Company Secretary
Kuala Lumpur

28 February 2023