

**G3 GLOBAL BERHAD (Company No. 200201002733 (570396-D))****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 30 SEPTEMBER 2023****(The figures have not been audited)**

	As At End Of Current Quarter (Unaudited) 30.09.2023 RM'000	As At Preceding Financial Year Ended (Audited) 31.12.2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	253	513
Other receivable	-	3,852
	<u>253</u>	<u>4,365</u>
<b>Current assets</b>		
Inventories	5,445	738
Trade receivables	5,340	1,785
Other receivables and deposits	13,643	13,918
Contract asset	17,561	-
Cash and bank balances	34,740	27,435
	<u>76,729</u>	<u>43,876</u>
<b>TOTAL ASSETS</b>	<u>76,982</u>	<u>48,241</u>
<b>EQUITY &amp; LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	127,518	108,581
Accumulated losses	(63,571)	(67,969)
	<u>63,947</u>	<u>40,612</u>
Non-controlling interest	(149)	(112)
<b>Total equity</b>	<u>63,798</u>	<u>40,500</u>
<b>Current liabilities</b>		
Trade payables	6,316	5,478
Other payables and accruals	6,868	2,090
Lease liabilities	-	173
	<u>13,184</u>	<u>7,741</u>
<b>Total liabilities</b>	<u>13,184</u>	<u>7,741</u>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<u>76,982</u>	<u>48,241</u>
<b>Net Assets per Share (RM)</b>	<b>0.02</b>	<b>0.01</b>

Note :

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

(The figures have not been audited)

	Individual Quarter Current Year Quarter (Unaudited) 30.09.2023 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30.09.2022 RM'000	Cumulative Quarter Current Year To Date (Unaudited) 30.09.2023 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30.09.2022 RM'000
Revenue	2,723	1,145	35,778	11,828
Operating expenses	(5,703)	(2,260)	(40,676)	(14,742)
Other operating income	5,366	81	9,265	102
Profit / (Loss) from operations	2,386	(1,034)	4,367	(2,812)
Finance cost	(3)	(2)	(6)	(5)
Profit / (Loss) before tax	2,383	(1,036)	4,361	(2,817)
Taxation	-	(77)	-	(388)
Total comprehensive profit / (loss) for the financial period	2,383	(1,113)	4,361	(3,205)
Total comprehensive loss for the financial year attributable to:-				
Non-controlling interest	13	(100)	(37)	55
Total comprehensive profit / (loss) for the financial period attributable to owners of the parent	2,370	(1,013)	4,398	(3,260)
	2,383	(1,113)	4,361	(3,205)
Basic profit / (loss) per share attributable to owners of the parent (sen)	0.06	(0.03)	0.14	(0.12)
Diluted profit / (loss) per share (sen)	0.06	(0.05)	0.14	(0.10)

Note :

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**  
(The figures have not been audited)

	-----Attributable to owners of the parent-----			Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Accumulated Losses RM'000	Total RM'000		
<b>Financial Period Ended</b>					
<b><u>30.09.23</u></b>					
Balance at 1.1.2023	108,581	(67,969)	40,612	(112)	40,500
Transactions with owners:					
Issue of new shares	18,937	-	18,937	-	18,937
Total comprehensive profit / (loss) for the financial period	-	4,398	4,398	(37)	4,361
Balance at 30.09.2023	<u>127,518</u>	<u>(63,571)</u>	<u>63,947</u>	<u>(149)</u>	<u>63,798</u>
<b>Financial Period Ended</b>					
<b><u>30.09.2022</u></b>					
Balance at 1.1.2022	81,746	(59,182)	22,564	956	23,520
Transactions with owners:					
Issue of new shares pursuant to warrant exercise	9,170	-	9,170	-	9,170
Issue of new shares pursuant to private placement	18,180	-	18,180	-	18,180
Share issuance expenses pursuant to private placement	(515)	-	(515)	-	(515)
Acquisition of equity interest from non-controlling interests	-	(8)	(8)	8	-
Total comprehensive profit / (loss) for the financial period		(3,260)	(3,260)	55	(3,205)
Balance at 30.09.2022	<u>108,581</u>	<u>(62,450)</u>	<u>46,131</u>	<u>1,019</u>	<u>47,150</u>

Note :

The unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2022. The accompanying notes are an integral part of this statement.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

(The figures have not been audited)

	Cumulative Current Year Period 30.09.2023 RM'000 (Unaudited)	Cumulative Preceding Year Period 30.09.2022 RM'000 (Unaudited)
<b>Cash flows from operating activities</b>		
Profit / (Loss) before taxation	4,361	(2,817)
Adjustments for:		
- Non-cash items	259	328
- Non-operating items	(35)	5
Operating loss before working capital changes	<u>4,585</u>	<u>(2,484)</u>
Inventories	(4,707)	(548)
Receivables	650	(6,066)
Contract asset	(17,561)	-
Payables	5,617	6,177
Cash used in operations	<u>(11,416)</u>	<u>(2,921)</u>
Income tax paid	(79)	(984)
Net cash used in operating activities	<u>(11,495)</u>	<u>(3,905)</u>
<b>Cash flows from investing activities</b>		
Interest received	42	-
Placement of fixed deposit with licensed bank	(11,838)	-
Purchase of property, plant and equipment	-	(14)
Net cash used in investing activities	<u>(11,796)</u>	<u>(14)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	18,937	26,834
Interest paid	(6)	(5)
Repayment of finance lease liabilities	(173)	(193)
Net cash from financing activities	<u>18,758</u>	<u>26,636</u>
Net changes in cash and cash equivalents	<u>(4,533)</u>	<u>22,717</u>
Cash and cash equivalents at beginning	<u>27,435</u>	<u>9,387</u>
Cash and cash equivalents at end	<u><u>22,902</u></u>	<u><u>32,104</u></u>
<b>Represented by:</b>		
Cash and bank balances	22,902	32,104
Fixed deposit with licensed bank	11,838	-
	<u>34,740</u>	<u>32,104</u>
Less: Fixed deposit pledged	(11,838)	-
	<u><u>22,902</u></u>	<u><u>32,104</u></u>

Note :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2022 and the accompanying notes to interim financial statements.

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting  
30 September 2023**

**A1 Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS"), MFRS 134: Interim Financial Reporting and paragraph 9.22 and Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements are unaudited and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of G3 Global Berhad. ("G3" or "Company") and its subsidiaries (hereinafter referred to as the "Group") since the financial year ended 31 December 2022.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the financial year ended 31 December 2022.

**A2 Changes in accounting policies**

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2022. The Group intends to adopt these new and amended standards, if applicable, when they become effective in the respective period.

The following MFRS have been issued by the MASB and are effective for annual period commencing on or after 1 January 2024, and have yet to be adopted by the Group, where applicable:

- a) Amendments to MFRS 16 - Lease liability in a sale and leaseback
- b) Amendments to MFRS 101 - Presentation of financial statements: Non-current liabilities with covenants

The adoption of the above standards are not expected to have significant financial impact to the Group's consolidated financial statements.

**A3 Audit Report**

The auditors' report on the financial statements for the financial year ended 31 December 2022 was not qualified.

**A4 Seasonality or Cyclicity**

The Group's operations is not affected by any seasonal and cyclical factors.

**A5 Exceptional items**

There were no exceptional items for the financial period under review.

**A6 Estimates**

There were no changes to the estimates that have been used in the preparation of the current financial statements.

**A7 Changes in debt or equity securities**

On 12 May 2023, G3 Global Berhad completed the private placement exercise for 870,826,000 shares at issuance price of RM0.0224 per share. The share capital of the Company on 30 September 2023 stands at RM127,518,316 after deducting share issuance expenses, comprises of 3,773,579,548 ordinary shares.

**A8 Dividends**

No dividend has been proposed for the current financial period to date.

## A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting 30 June 2023 (Cont'd)

## A9 Segmental Reporting

The analysis of the Group by business activities is as follows:

Period ended 30 September 2023	ICT Division RM'000	Healthcare RM'000	Total RM'000
Revenue	35,778	-	35,778
Profit / (Loss) before tax	4,438	(77)	4,361
<u>As at 30 September 2023</u>			
Assets Employed	63,209	13,773	76,982

Period ended 30 September 2022	ICT Division RM'000	Healthcare RM'000	Total RM'000
Revenue	1,248	10,580	11,828
Profit / (Loss) before tax	(3,323)	506	(2,817)
<u>As at 30 September 2022</u>			
Assets Employed	39,083	19,543	58,626

Geographical Segments

The business of the Group is managed principally in Malaysia and its services provided are mainly in Malaysia. Geographical segmental information is not prepared as the Group's revenue, operating profit, assets employed, liabilities, capital expenditure, depreciation and non-cash expenses are mainly confined to one geographical segment.

## A10 Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the financial year ended 31 December 2022.

## A11 Utilisation of proceeds

Proceeds amounting to RM18.18 million from the Private Placement Exercise on 24 June 2022 has been utilised as follows as at 31 October 2023:

Utilisation Purpose	Actual proceeds raised from the completion of the Private Placement 2022 RM	Actual proceeds utilised to date RM	Balance proceeds unutilised RM	Expected timeframe for utilisation of proceeds from the date of completion of Private Placement 2022
(i) Healthcare Business	-	-	-	Within 12 months
(ii) Future Business projects / investments	17,664,755.60	17,664,755.60	-	Within 24 months
(iii) Working capital	-	-	-	Within 12 months
(iv) Expenses for the Proposals	514,915.00	514,915.00	-	Within 1 month
	<b>18,179,670.60</b>	<b>18,179,670.60</b>	-	

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting 30 June 2023 (Cont'd)**

**A11 Utilisation of proceeds**

Proceeds amounting to RM19.5 million from the Private Placement Exercise on 12 May 2023 has been utilised as follows as at 31 October 2023:

Utilisation Purpose	Actual proceeds raised from the completion of the Private Placement 2023	Actual proceeds utilised to date	Balance proceeds unutilised	Expected timeframe for utilisation of proceeds from the date of completion of Private Placement 2023
	RM			
(i) Funding for existing and future projects	14,500,000.00	7,481,413.45	7,018,586.55	Within 12 months
(ii) Working capital	4,206,502.40	-	4,206,502.40	Within 24 months
(iii) Expenses for the Proposals	800,000.00	617,576.75	182,423.25	Within 1 month
	<b>19,506,502.40</b>	<b>8,098,990.20</b>	<b>11,407,512.20</b>	

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting 30 September 2023 (Cont'd)**

**A12 Significant and Subsequent Events**

1. On 28 March 2023, G3 through General Meeting has approved the following:

- a. variation of the utilisation of proceeds raised from the private placement which was completed on 27 June 2022 to the intended utilisation; and
- b. proposed private placement of up to 870,826,000 new ordinary shares in G3 Global ("G3 Global Shares" or "Shares"), representing not more than 30% of the issued Shares in G3.

2. On 12 May 2023, G3's Private Placement has completed following the listing of the 870,826,000 Placement Shares at the issue price of RM0.0224 per Placement Share. The total of RM19.5million raised from the completion of the Private Placement of 870,826,000 Placement Shares.

**A13 Changes In The Composition of The Group**

There were no change in the composition of the Group for the financial period to date.

**A14 Contingent Liabilities and Contingent Assets**

Details of contingent liabilities of the Group as at end of the current quarter under review are as follows:

(a) Performance bond

	As at 30.09.2023 RM'000	As at 30.9.2022 RM'000
Performance bond provided in favour of third parties pursuant to the construction and/or development projects of the Group	11,838	-

**G3 GLOBAL BERHAD (Company No. 200201002733 (570396-D))**

**A15 Capital Commitments**

There are no outstanding capital commitments at the end of the current quarter.

**A16 Group Borrowings and Debt Securities**

There were no borrowings or debt securities as at end of the quarter.

**A17 Cash and Bank Balances**

30.09.2023

RM'000

Cash and Bank Balances

34,740

Less: Deposits with licensed banks restricted in use

(11,838)

22,902

**A18 Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

**A19 Material Litigation**

The Group does not have any material litigation as at the date of this report.

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities**

**B1 Review of the performance of the Group**

Financial review for current quarter and financial period to date:-

	Individual Quarter		% Change	Cumulative Quarter		% Change
	Current Year Quarter 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000		Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	
Revenue	2,723	1,145	138%	35,778	11,828	202%
Operating Profit / (Loss)	2,386	(1,034)	331%	4,367	(2,812)	255%
Profit / (Loss) Before Tax	2,383	(1,036)	330%	4,361	(2,817)	255%
Profit / (Loss) After Tax	2,383	(1,113)	314%	4,361	(3,205)	236%
Profit / (Loss) Attributable to Owners of the Parent	2,370	(1,013)	334%	4,398	(3,260)	235%

**Group's Segmental Analysis:-**

a. Revenue contribution comprises the following:-

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	% Change	Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	% Change
ICT	2,723	1,145	>100%	35,778	1,248	>100%
Healthcare	-	-	-	-	10,580	-100%
	<u>2,723</u>	<u>1,145</u>		<u>35,778</u>	<u>11,828</u>	

The Group recorded a cumulative revenue of RM35 million in Q3, 2023 an increase of RM24 million or 202% compared to RM11 million in Q3, 2022. The increase is attributable to revenue from ICT Division Artificial Intelligence Solutions, AIS3 project.

There are no revenue contributions from the Group's Healthcare division in Q3, 2023.



b. Profit / (Loss) from operations contribution comprises the following:-

	Individual Quarter			Cumulative Quarter		
	Current Year 30.09.2023 Quarter RM'000	Preceding Year Corresponding 30.09.2022 Quarter RM'000	% Change	Current Year 30.09.2023 To Date RM'000	Preceding Year Corresponding 30.09.2022 Quarter RM'000	% Change
ICT	2,410	(909)	>100%	4,443	(3,318)	>100%
Healthcare	(24)	(125)	-11%	(76)	506	>-100%
	<u>2,386</u>	<u>(1,034)</u>		<u>4,367</u>	<u>(2,812)</u>	

The Group recorded a quarterly profit from operations of RM2.4 million in Q3, 2023 which represent an increase of RM3.3 million or 365% compared to loss from operations of RM1.03 million in Q3,2022. The increase is attributable to revenue from ICT Division Artificial Intelligence Solutions, AIS3 project and other income from the reversal of impairment due to a debt settlement in the current quarter.

## B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)

### B1 Review of the performance of the Group (cont'd)

c. Profit / (Loss) after tax comprises the following:-

	Individual Quarter			Cumulative Quarter		
	Current Year 30.09.2023 Quarter RM'000	Preceding Year Corresponding 30.09.2022 Quarter RM'000	% Change	Current Year 30.09.2023 To Date RM'000	Preceding Year Corresponding 30.09.2022 Quarter RM'000	% Change
ICT	2,407	(910)	>100%	4,437	(3,323)	>100%
Healthcare	(24)	(203)	-61%	(76)	118	>-100%
	<u>2,383</u>	<u>(1,113)</u>		<u>4,361</u>	<u>(3,205)</u>	

The Group recorded a quarterly profit after tax of RM2.4 million in Q3, 2023 which represent an increase of RM3.49 million or 314% compared to loss after tax of RM1.1 million in Q3, 2022. The improvement in Q3, 2023 results is attributable to profit from ICT Division Artificial Intelligence Solutions, AIS3 project and other income from the reversal of impairment due to a debt settlement in the current quarter.

**B2 Material changes in the quarterly results compared to the results of the preceding quarter**

Financial review for current quarter compared with immediate preceding quarter:-

	Individual Quarter		% Change
	Current Year Quarter 30.09.2023 RM'000	Immediate Preceding Quarter 30.06.2023 RM'000	
Revenue	2,723	20,348	-87%
Operating Profit / (Loss)	2,386	1,884	27%
Profit / (Loss) Before Tax	2,383	1,883	27%
Profit / (Loss) After Tax	2,383	1,883	27%
Profit / (Loss) Attributable to Owners of the Parent	2,370	1,871	27%

**Group's Segmental Analysis:-**

a. Revenue contribution comprises the following:-

	Individual Quarter		% Change
	Current Year Quarter 30.09.2023 RM'000	Immediate Preceding Quarter 30.06.2023 RM'000	
ICT	2,723	20,348	-87%
Healthcare	-	-	-
	<u>2,723</u>	<u>20,348</u>	

The Group recorded a revenue of RM2.7 million in Q3, 2023 compared to RM20.3 million in Q2, 2023. The revenue is attributable to revenue from ICT Division Artificial Intelligence Solutions, AIS3 project.

There are no revenue contributions from the Group's Healthcare division in Q3, 2023.

b. Profit / (Loss) from operations contribution comprises the following:-

	Individual Quarter		% Change
	Current Year Quarter 30.09.2023 RM'000	Immediate Preceding Quarter 30.06.2023 RM'000	
ICT	2,410	1,910	27%
Healthcare	(24)	(26)	-8%
	<u>2,386</u>	<u>1,884</u>	

The Group profit from operations of RM2.39 million in Q3, 2023 is higher by 27% compared to a profit of RM1.88 million in Q2, 2023. The improvement in Q3, 2023 results is attributable to profit from ICT Division Artificial Intelligence Solutions, AIS3 project and other income from the reversal of impairment due to a debt settlement in the current quarter.

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)**

**B2 Material changes in the quarterly results compared to the results of the preceding quarter (cont'd)**

c. Profit / (Loss) after tax contribution comprises the following:-

	Individual Quarter		% Change
	Current Year Quarter 30.09.2023 RM'000	Immediate Preceding Quarter 30.06.2023 RM'000	
ICT	2,407	1,909	3%
Healthcare	(24)	(26)	-8%
	<u>2,383</u>	<u>1,883</u>	

**B3 Current prospects and progress on previously announced financial estimates**

The Group will continue to focus on the following initiatives, notwithstanding the impact from the current challenging economic situation:

1. Completing key ICT project and increase order book for ICT Division
2. Venture into collaboration with key industry players to expand the Group's ICT footprint
3. Increase business development efforts
4. Corporate exercise to raise funds

The Board remained vigilant in view of current challenging economic environment.

**Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced**

There was no financial forecast previously announced by the Group.

**B4 Statement of the Board of Directors' opinion on achievability of financial estimate, forecast, projection and internal targets previously announced**

Not applicable.

**B5 Financial estimate, forecast or projection / profit guarantee**

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

**B6 Income tax expense**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000	Current Year To Date 30.09.2023 RM'000	Preceding Year Corresponding Quarter 30.09.2022 RM'000
Current Tax	-	77	-	388

**B7 Dividends**

No dividend has been declared or recommended in respect of the current financial period under review.

**B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities (Cont'd)****B8 Earnings per share****a. Basic profit/ (loss) per share**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2023	Preceding Year Corresponding Quarter 30.09.2022	Current Year To Date 30.09.2023	Preceding Year Corresponding Quarter 30.09.2022
Profit / (Loss) attributable to ordinary equity holders of the Company (RM'000)	2,370	(1,013)	4,398	(3,260)
Weighted average numbers of ordinary shares in issue ('000)	3,773,580	2,902,666	3,139,812	2,613,458
Basic profit / (loss) per share (sen)	0.06	(0.03)	0.14	(0.12)

**b. Diluted earnings per share**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2023	Preceding Year Corresponding Quarter 30.09.2022	Current Year To Date 30.09.2023	Preceding Year Corresponding Quarter 30.09.2022
Profit / (Loss) attributable to ordinary equity holders of the Company (RM'000)	2,370	(1,013)	4,398	(3,260)
Weighted average numbers of ordinary shares in issue ('000)	3,773,580	2,902,666	3,139,812	2,613,458
Adjustment for dilutive effect of warrants ('000) **	-	-	-	-
	<u>3,773,580</u>	<u>2,902,666</u>	<u>3,139,812</u>	<u>2,613,458</u>

\*\* Warrants expired on 30 September 2022

Diluted profit / (loss) per share (sen)	0.06	(0.03)	0.14	(0.12)
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**B9 Loss Before Taxation**

This is arrived at:

	Current Year Quarter 30.09.2023 RM'000	Current Year To Date 30.09.2023 RM'000
After charging :		
Depreciation and amortization	72	264
Interest expense on lease liability	3	6
And crediting :		
Interest income	<u>13</u>	<u>42</u>

**B10 Authorisation for issue**

The interim financials statements were authorised for release by the Board of Directors on 29 Nov 2023.