

G3 GLOBAL BERHAD (Company No. 200201002733 (570396-D))**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 30 JUNE 2024****(The figures have not been audited)**

	As At End Of Current Quarter (Unaudited) 30.06.2024 RM'000	As At Preceding Financial Year Ended (Audited) 31.12.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	19	25
	19	25
Current assets		
Inventories	3,532	3,523
Trade receivables	3,440	8,241
Other receivables and deposits	3,910	13,554
Contract asset	81,531	52,268
Cash and bank balances	23,937	29,616
	116,350	107,202
TOTAL ASSETS	116,369	107,227
EQUITY & LIABILITIES		
Equity attributable to owners of the parent		
Share capital	127,518	127,518
Accumulated losses	(66,120)	(66,078)
	61,398	61,440
Non-controlling interest	(404)	(376)
Total equity	60,994	61,064
Current liabilities		
Trade payables	22,836	29,135
Other payables and accruals	32,539	17,028
	55,375	46,163
Total liabilities	55,375	46,163
TOTAL EQUITY & LIABILITIES	116,369	107,227
Net Assets per Share (RM)	0.02	0.02

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 2023.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024
(The figures have not been audited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter (Unaudited) 30.06.2024 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30.06.2023 RM'000	Current Year To Date (Unaudited) 30.06.2024 RM'000	Preceding Year Corresponding Quarter (Unaudited) 30.06.2023 RM'000
Revenue	28,258	20,348	43,081	33,055
Operating expenses	(28,409)	(20,831)	(43,209)	(34,972)
Other operating income	29	2,367	58	3,898
Profit / (Loss) from operations	(122)	1,884	(70)	1,981
Finance cost	-	(1)	-	(3)
Profit / (Loss) before tax	(122)	1,883	(70)	1,978
Taxation	-	-	-	-
Total comprehensive profit / (loss) for the financial period	(122)	1,883	(70)	1,978
Total comprehensive loss for the financial year attributable to:-				
Non-controlling interest	(17)	12	(28)	(24)
Total comprehensive profit / (loss) for the financial period attributable to owners of the parent	(105)	1,871	(42)	2,002
	<u>(122)</u>	<u>1,883</u>	<u>(70)</u>	<u>1,978</u>
Basic profit / (loss) per share attributable to owners of the parent (sen)	(0.00)	0.05	(0.00)	0.05
Diluted profit / (loss) per share (sen)	(0.00)	0.05	(0.00)	0.06

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 2023.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024
(The figures have not been audited)**

	-----Attributable to owners of the parent-----			Non-	Total
	Share	Accumulated	Total	controlling	Equity
	Capital	Losses		Interests	
	RM'000	RM'000	RM'000	RM'000	RM'000
Financial Period Ended					
<u>30.06.2024</u>					
Balance at 1.1.2024	127,518	(66,078)	61,440	(376)	61,064
Total comprehensive profit / (loss) for the financial period	-	(42)	(42)	(28)	(70)
Balance at 30.06.2024	<u>127,518</u>	<u>(66,120)</u>	<u>61,398</u>	<u>(404)</u>	<u>60,994</u>
Financial Period Ended					
<u>31.12.2023</u>					
Balance at 1.1.2023	108,580	(67,969)	40,611	(112)	40,499
Transactions with owners:					
Issue of new shares pursuant to private placement	19,507	-	19,507		19,507
Share issuance expenses pursuant to private placement	(569)	-	(569)		(569)
Total comprehensive profit / (loss) for the financial period	-	1,891	1,891	(264)	1,627
Balance at 31.12.2023	<u>127,518</u>	<u>(66,078)</u>	<u>61,440</u>	<u>(376)</u>	<u>61,064</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 2023. The accompanying notes are an integral part of this statement.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

(The figures have not been audited)

	Cumulative Current Year Period 30.06.2024 RM'000 (Unaudited)	Cumulative Preceding Year Period 30.06.2023 RM'000 (Unaudited)
Cash flows from operating activities		
Profit / (Loss) before taxation	(70)	1,978
Adjustments for:		
- Non-cash items	6	192
- Non-operating items	(62)	(25)
Operating loss before working capital changes	(126)	2,145
Inventories	-	(9)
Receivables	14,445	(8,481)
Contract asset	(29,263)	(19,719)
Payables	9,212	16,031
Cash generated / (used) in operations	(5,732)	(10,033)
Income tax paid	-	(50)
Net cash used in operating activities	(5,732)	(10,083)
Cash flows from investing activities		
Interest received	53	29
Placement of fixed deposit with licensed bank	-	(11,838)
Net cash used in investing activities	53	(11,809)
Cash flows from financing activities		
Proceeds from issuance of shares	-	18,937
Interest paid	-	(3)
Repayment of finance lease liabilities	-	(129)
Net cash from financing activities	-	18,805
Net changes in cash and cash equivalents	(5,679)	(3,087)
Effect of foreign currency translation differences	-	-
Cash and cash equivalents at beginning	29,616	27,435
Cash and cash equivalents at end	23,937	24,348
Represented by:		
Cash and bank balances	23,937	24,348
Fixed deposit with licensed bank	(11,838)	11,838
	12,099	36,186
Less: Fixed deposit pledged	11,838	(11,838)
	23,937	24,348

Note :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2023 and the accompanying notes to interim financial statements.

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting
30 June 2024**

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 2023. 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 2023.

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 2023.

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 2023. 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 2023 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

There are no issuance or repayment of debt or equity securities for the current financial year to date. The share capital of the Company on 30 June 2024 stands at RM127,518,316, 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 2024 (Cont'd)

A9 Segmental Reporting

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

Period ended 30 June 2024	ICT Division RM'000	Healthcare RM'000	Total RM'000
Revenue	43,081	-	43,081
Profit / (Loss) before tax	(12)	(58)	(70)
As at 30 June 2024			
Assets Employed	99,669	16,700	116,369

Period ended 30 June 2023	ICT Division RM'000	Healthcare RM'000	Total RM'000
Revenue	33,055	-	33,055
Profit / (Loss) before tax	2,028	(50)	1,978
As at 30 June 2023			
Assets Employed	71,257	13,800	85,057

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 2023.

A11 Utilisation of proceeds

Proceeds amounting to RM18.18 million from the Private Placement Exercise on 24 June 2022 has been fully utilised as follows as at 31 July 2024:

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
	18,179,670.60	18,179,670.60	-	

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

**A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting
30 June 2024 (Cont'd)**

A11 Utilisation of proceeds

Proceeds amounting to RM19.5 million from the Private Placement Exercise on 12 May 2023 has been fully utilised as follows as at 31 July 2024:

Utilisation Purpose	Actual proceeds raised from the completion of the Private Placement 2023	Relocation of proceeds	Actual proceeds utilised to date	Balance proceeds unutilised	Expected timeframe for utilisation of proceeds from the date of completion of Private Placement 2023
	RM	RM	RM	RM	
(i) Funding for existing and future projects	14,500,000.00	2,799,510.40	17,299,510.40	-	Within 12 months
(ii) Working capital	4,206,502.40	(2,617,086.40)	1,589,416.00	-	Within 12 months
(iii) Expenses for the Proposals	800,000.00	(182,424.00)	617,576.00	-	Within 1 month
	19,506,502.40	-	19,506,502.40	-	

A12 Significant and Subsequent Events

There are no significant and/or subsequent event occur during the reporting period.

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 30.06.2024 RM'000	As at 31.12.2023 RM'000
Performance bond provided in favour of third parties pursuant to the construction and/or development projects of the Group	11,838	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

	30.06.2024
	RM'000
Cash and Bank Balances	23,937
Less: Deposits with licensed banks restricted in use	(11,838)
	12,099

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			Cumulative Quarter		
	Current Year	Preceding Year	% Change	Current Year	Preceding Year	% Change
	Quarter	Corresponding Quarter		To Date	Corresponding Quarter	
	30.06.2024	30.06.2023		30.06.2024	30.06.2023	
	RM'000	RM'000		RM'000	RM'000	
Revenue	28,258	20,348	39%	43,081	33,055	30%
Operating Profit / (Loss)	(122)	1,884	106%	(70)	1,981	104%
Profit / (Loss) Before Tax	(122)	1,883	106%	(70)	1,978	104%
Profit / (Loss) After Tax	(122)	1,883	106%	(70)	1,978	104%
Profit / (Loss) Attributable to Owners of the Parent	(105)	1,871	106%	(42)	2,002	102%

Group's Segmental Analysis:-

a. Revenue contribution comprises the following:-

	Individual Quarter			Cumulative Quarter		
	Current Year	Preceding Year	% Change	Current Year	Preceding Year	% Change
	Quarter	Corresponding Quarter		To Date	Corresponding Quarter	
	30.06.2024	30.06.2023		30.06.2024	30.06.2023	
	RM'000	RM'000		RM'000	RM'000	
ICT	28,258	20,348	39%	43,081	33,055	30%
Healthcare	-	-	0%	-	-	0%
	28,258	20,348		43,081	33,055	

The Group recorded a cumulative revenue of RM43.08 million in Q2, 2024 an increase of 30% compared to RM33.06 million in Q2, 2023. 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 Q2, 2024.

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

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

	Individual Quarter			Cumulative Quarter		
	Current Year	Preceding Year	% Change	Current Year	Preceding Year	% Change
	30.06.2024	30.06.2023		30.06.2024	30.06.2023	
	RM'000	RM'000		RM'000	RM'000	
ICT	(87)	1,910	-105%	(12)	2,030	-105%
Healthcare	(35)	(26)	4%	(58)	(49)	4%
	<u>(122)</u>	<u>1,884</u>		<u>(70)</u>	<u>1,981</u>	

The Group recorded a quarterly loss from operations of RM 0.070 million in Q2, 2024 which represent a decrease of RM 2.05 million or deficit of more than 100% compared to profit from operations of RM 1.98 million in Q2,2023. The loss from operation of RM0.70 million was mainly contributed to a one off item write-off in relation to the striking off exercise of one of the subsidiary of the Company.

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	Preceding Year	% Change	Current Year	Preceding Year	% Change
	30.06.2024	30.06.2023		30.06.2024	30.06.2023	
	RM'000	RM'000		RM'000	RM'000	
ICT	(87)	1,909	-36%	(12)	2,027	-36%
Healthcare	(35)	(26)	4%	(58)	(49)	4%
	<u>(122)</u>	<u>1,883</u>		<u>(70)</u>	<u>1,978</u>	

The Group recorded a quarterly loss after tax of RM 0.070 million in Q2, 2024 which represent a decrease of RM 2.05 million or deficit of more than 100% compared to profit from operations of RM 1.98 million in Q2,2023. The loss from operation of RM0.70 million was mainly contributed to a one off item write-off in relation to the striking off exercise of one of the subsidiary of the Company.

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		
	Current Year Quarter 30.06.2024 RM'000	Immediate Preceding Quarter 31.03.2024 RM'000	% Change
Revenue	28,258	14,823	91%
Operating Profit / (Loss)	(122)	52	335%
Profit / (Loss) Before Tax	(122)	52	335%
Profit / (Loss) After Tax	(122)	52	335%
Profit / (Loss) Attributable to Owners of the Parent	(105)	63	267%

Group's Segmental Analysis:-

a. Revenue contribution comprises the following:-

	Individual Quarter		
	Current Year Quarter 30.06.2024 RM'000	Immediate Preceding Quarter 31.03.2024 RM'000	% Change
ICT	28,258	14,823	91%
Healthcare	-	-	-
	<u>28,258</u>	<u>14,823</u>	

The Group recorded a revenue of RM28.26 million in Q2, 2024 compared to RM14.82 million in Q1, 2024. 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 Q1, 2024.

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

	Individual Quarter		
	Current Year Quarter 30.06.2024 RM'000	Immediate Preceding Quarter 31.03.2024 RM'000	% Change
ICT	(87)	75	216%
Healthcare	(35)	(23)	4%
	<u>(122)</u>	<u>52</u>	

The Group recorded a quarterly loss from operations of RM 0.12 million in Q2, 2024 which represent a decrease of RM 0.19 million or deficit of more than 100% compared to profit from operations of RM 0.05 million in Q1,2024. The loss from operation of RM0.12 million was mainly contributed to a one off item write-off in relation to the striking off exercise of one of the subsidiary of the Company.

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 30.06.2024 RM'000	Immediate Preceding Quarter 31.03.2024 RM'000	
ICT	(87)	75	216%
Healthcare	(35)	(23)	4%
	<u>(122)</u>	<u>52</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

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

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 30.06.2024 RM'000	Preceding Year Corresponding Quarter 30.06.2023 RM'000	Current Year To Date 30.06.2024 RM'000	Preceding Year Corresponding Quarter 30.06.2023 RM'000
Current Tax	-	-	-	-

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 30.06.2024	Preceding Year Corresponding Quarter 30.06.2023	Current Year To Date 30.06.2024	Preceding Year Corresponding Quarter 30.06.2023
Profit / (Loss) attributable to ordinary equity holders of the Company (RM'000)	(105)	1,871	(42)	2,002
Weighted average numbers of ordinary shares in issue ('000)	3,773,580	3,773,580	3,773,580	3,139,812
Basic profit / (loss) per share (sen)	(0.00)	0.05	(0.00)	0.06

b. Diluted earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2024	Preceding Year Corresponding Quarter 30.06.2023	Current Year To Date 30.06.2024	Preceding Year Corresponding Quarter 30.06.2023
Profit / (Loss) attributable to ordinary equity holders of the Company (RM'000)	(105)	1,871	(42)	2,002
Weighted average numbers of ordinary shares in issue ('000)	3,773,580	3,773,580	3,773,580	3,139,812
Adjustment for dilutive effect of warrants ('000) **	-	-	-	-
	<u>3,773,580</u>	<u>3,773,580</u>	<u>3,773,580</u>	<u>3,139,812</u>
** Warrants expired on 30 September 2022				
Diluted profit / (loss) per share (sen)	(0.00)	0.05	(0.00)	0.06

B9 Loss Before Taxation

This is arrived at:

	Current Year Quarter 30.06.2024 RM'000	Current Year To Date 30.06.2024 RM'000
After charging :		
Depreciation and amortization	3	6
Interest expense on lease liability	-	-
And crediting :		
Interest income	<u>25</u>	<u>53</u>

B10 Authorisation for issue

The interim financials statements were authorised for release by the Board of Directors on 12 August 2024.