



[Registration No.: 200201003114 (Company No.: 570777-X)]  
(Incorporated in Malaysia)



Registration No. 200201003114 (570777-X)  
(Incorporated In Malaysia)

**UNAUDITED FINANCIAL STATEMENTS FOR  
THE FINANCIAL PERIOD ENDED  
30 June 2023**

**Interim Financial Report on Consolidated Results for the Financial Year Ended 30 June 2023**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**

*(The figures have not been audited)*

|   | Individual Financial |            | Year to date  |            |
|---|----------------------|------------|---------------|------------|
|   | Quarter Ended        |            | Ended         |            |
|   | 30.06.2023           | 30.06.2022 | 30.06.2023    | 30.06.2022 |
|   | RM'000               | RM'000     | RM'000        | RM'000     |
| Revenue   | 6,291                | -          | 43,379        | -          |
| Cost of sales                                       | (2,684)              | -          | (15,562)      | -          |
| <b>Gross profit</b>                                 | <b>3,607</b>         | <b>-</b>   | <b>27,817</b> | <b>-</b>   |
| Other income  | 61                   | -          | 328           | -          |
| Other operating expenses                            | (451)                | -          | (2,442)       | -          |
| Marketing expenses                                  | (32)                 | -          | (245)         | -          |
| Administrative expenses                             | (1,417)              | -          | (9,079)       | -          |
| Finance cost  | (6)                  | -          | (42)          | -          |
| Share of result of associates                       | 82                   | -          | 82            | -          |
| <b>Profit before tax</b>                            | <b>1,844</b>         | <b>-</b>   | <b>16,419</b> | <b>-</b>   |
| Tax expense   | (754)                | -          | (4,570)       | -          |
| <b>Profit for the year</b>                          | <b>1,090</b>         | <b>-</b>   | <b>11,849</b> | <b>-</b>   |
| Other comprehensive income for the year, net of tax | (2,949)              | -          | (2,949)       | -          |
| <b>Total comprehensive income for the year</b>      | <b>(1,859)</b>       | <b>-</b>   | <b>8,900</b>  | <b>-</b>   |
| <b>Profit for the year attributable to:</b>         |                      |            |               |            |
| <b>Owners of the parent</b>                         | <b>1,090</b>         | <b>-</b>   | <b>12,183</b> | <b>-</b>   |
| <b>Non-controlling interest</b>                     | <b>-</b>             | <b>-</b>   | <b>(334)</b>  | <b>-</b>   |
| <b>Total comprehensive income for the year :</b>    |                      |            |               |            |
| <b>attributable to owners of the parent</b>         | <b>(1,859)</b>       | <b>-</b>   | <b>9,234</b>  | <b>-</b>   |
| <b>Non-controlling interest</b>                     | <b>-</b>             | <b>-</b>   | <b>(334)</b>  | <b>-</b>   |
| Earnings per share                                  |                      |            |               |            |
| - Basic (sen)                                       | 0.19                 | -          | 2.12          | -          |
| - Diluted (sen)                                     | 0.19                 | -          | 2.12          | -          |

**Notes:**

- i) *The financial year end of the Group has been changed from 31 December to 30 June. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 January 2022 to 30 June 2023. There will be no comparative financial information available for the financial period ended 30 June 2023.*
- ii) *The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.*

**Interim Financial Report on Consolidated Results for the Financial Year Ended 30 June 2023**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*(The figures have not been audited)*

|   |      | (Unaudited)    | (Audited)            |
|---|------|----------------|----------------------|
|   |      | 30.06.2023     | (as restated)        |
|   | Note | RM'000         | 31.12.2021<br>RM'000 |
| <b>ASSETS</b>   |      |                |                      |
| <b>Non-current assets</b>                             |      |                |                      |
| Property, plant and equipment                         |      | 3,552          | 2,173                |
| Rights-of-use assets                                  |      | 20,125         | 20,416               |
| Product Development costs                             |      | 15,432         | 12,174               |
| Goodwill  |      | 59             | -                    |
| Investment in associate                               |      | 14,104         | -                    |
| Other investment                                      |      | 3,093          | 17,802               |
| <b>Total non-current assets</b>                       |      | <b>56,365</b>  | <b>52,565</b>        |
| <b>Current assets</b>                                 |      |                |                      |
| Inventories   |      | 31             | 31                   |
| Trade and other receivables                           | B7   | 25,161         | 25,311               |
| Tax recoverable                                       |      | 575            | 37                   |
| Deposits, cash and bank balances and short-term funds |      | 31,171         | 32,356               |
| <b>Total current assets</b>                           |      | <b>56,938</b>  | <b>57,735</b>        |
| <b>TOTAL ASSETS</b>                                   |      | <b>113,303</b> | <b>110,300</b>       |
| <b>EQUITY AND LIABILITIES</b>                         |      |                |                      |
| <b>Equity attributable to owners of the parent</b>    |      |                |                      |
| Share capital   |      | 81,176         | 81,176               |
| Reserves  |      | 21,218         | 17,549               |
| <b>Equity attributable to owners of the parent</b>    |      | <b>102,394</b> | <b>98,725</b>        |
| Non-controlling interests                             |      | 211            | 545                  |
| <b>TOTAL EQUITY</b>                                   |      | <b>102,605</b> | <b>99,270</b>        |

**Interim Financial Report on Consolidated Results for the Financial Year Ended 30 June 2023**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

*(The figures have not been audited)*

|  | (Unaudited)    | (Audited)                   |
|--|----------------|-----------------------------|
|  | 30.06.2023     | (as restated)<br>31.12.2021 |
|  | RM'000         | RM'000                      |
| <b>EQUITY AND LIABILITIES (continued)</b>                                      |                |                             |
| <b>Non-current liabilities</b>   |                |                             |
| Lease liabilities  | 105            | 327                         |
| Deferred taxation  | 2,796          | 2,400                       |
| <b>Total non-current liabilities</b>   | 2,901          | 2,727                       |
| <b>Current liabilities</b>   |                |                             |
| Trade and other payables   | 3,627          | 5,041                       |
| Contract liabilities   | 3,642          | 2,575                       |
| Lease Liabilities  | 528            | 345                         |
| Tax payable  | -              | 342                         |
| <b>Total current liabilities</b>   | 7,797          | 8,303                       |
| <b>TOTAL LIABILITIES</b>   | 10,698         | 11,030                      |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <b>113,303</b> | <b>110,300</b>              |
| <b>Net assets per share attributable to equity holders of the Company (RM)</b> | 0.18           | 0.18                        |

*Notes:*

- i) *The financial year end of the Group has been changed from 31 December to 30 June. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 January 2022 to 30 June 2023. There will be no comparative financial information available for the financial period ended 30 June 2023.*
- ii) *The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.*

**Interim Financial Report on Consolidated Results for the Financial Year Ended 30 June 2023**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

*(The figures have not been audited)*

|  | Attributable to owners of the parent |                 |                    |               |                   |                | Non-Controlling Interests | Total Equity   |
|--|--------------------------------------|-----------------|--------------------|---------------|-------------------|----------------|---------------------------|----------------|
|  | Non-distributable reserves           |                 |                    |               | Distributable     | Total          |                           |                |
|  | Share Capital                        | Treasury Shares | Fair Value Reserve | Other Reserve | Retained Earnings |                |                           |                |
| RM'000   | RM'000                               | RM'000          | RM'000             | RM'000        | RM'000            | RM'000         | RM'000                    |                |
| <b>18 months period ended 30 June 2023</b>       |                                      |                 |                    |               |                   |                |                           |                |
| At 1 January 2022                                | 81,176                               | -               | 4,319              | (81)          | 15,711            | 101,125        | 545                       | 101,670        |
| Prior year adjustment                            | -                                    | -               | -                  | -             | (2,400)           | (2,400)        | -                         | (2,400)        |
| As restated 1 January 2022                       | 81,176                               | -               | 4,319              | (81)          | 13,311            | 98,725         | 545                       | 99,270         |
| Profit for the period                            | -                                    | -               | -                  | -             | 12,183            | 12,183         | (334)                     | 11,849         |
| Other comprehensive income/(loss) for the period | -                                    | -               | (2,949)            | -             | -                 | (2,949)        | -                         | (2,949)        |
| Total comprehensive income/(loss) for the period | -                                    | -               | (2,949)            | -             | 12,183            | 9,234          | (334)                     | 8,900          |
| Acquisition of new subsidiary                    | -                                    | -               | -                  | (29)          | (1)               | (30)           | -                         | (30)           |
| Goodwill arisen from acquisition of subsidiary   | -                                    | -               | -                  | 59            | -                 | 59             | -                         | 59             |
| <b>Transaction with owners:</b>                  |                                      |                 |                    |               |                   |                |                           |                |
| Dividend to owners of the parent                 | -                                    | -               | -                  | -             | (5,594)           | (5,594)        | -                         | (5,594)        |
|  | -                                    | -               | -                  | -             | (5,594)           | (5,594)        | -                         | (5,594)        |
| <b>At 30 June 2023</b>                           | <b>81,176</b>                        | <b>-</b>        | <b>1,370</b>       | <b>(51)</b>   | <b>19,899</b>     | <b>102,394</b> | <b>211</b>                | <b>102,605</b> |

|  | Attributable to owners of the parent |                 |                    |               |                   |          | Non-Controlling Interests | Total Equity |
|--|--------------------------------------|-----------------|--------------------|---------------|-------------------|----------|---------------------------|--------------|
|  | Non-distributable reserves           |                 |                    |               | Distributable     | Total    |                           |              |
|  | Share Capital                        | Treasury Shares | Fair Value Reserve | Other Reserve | Retained Earnings |          |                           |              |
| RM'000   | RM'000                               | RM'000          | RM'000             | RM'000        | RM'000            | RM'000   | RM'000                    |              |
| <b>18 months period ended 30 June 2022</b>       |                                      |                 |                    |               |                   |          |                           |              |
| At 1 January 2021                                | -                                    | -               | -                  | -             | -                 | -        | -                         | -            |
| Profit for the period                            | -                                    | -               | -                  | -             | -                 | -        | -                         | -            |
| Total comprehensive income/(loss) for the period | -                                    | -               | -                  | -             | -                 | -        | -                         | -            |
| <b>Transaction with owners:</b>                  |                                      |                 |                    |               |                   |          |                           |              |
| Cancellation of treasury shares                  | -                                    | -               | -                  | -             | -                 | -        | -                         | -            |
| Dividend to owners of the parent                 | -                                    | -               | -                  | -             | -                 | -        | -                         | -            |
| <b>At 30 June 2022</b>                           | <b>-</b>                             | <b>-</b>        | <b>-</b>           | <b>-</b>      | <b>-</b>          | <b>-</b> | <b>-</b>                  | <b>-</b>     |

**Notes:**

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- ii) *The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.*

**Interim Financial Report on Consolidated Results for the Financial Year Ended 30 June 2023**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

*(The figures have not been audited)*

|  | <b>18 Months Period Ended</b> |                   |
|--|-------------------------------|-------------------|
|  | <b>30.06.2023</b>             | <b>30.06.2022</b> |
|  | <b>RM'000</b>                 | <b>RM'000</b>     |
| <b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>     |                               |                   |
| Profit before tax                                      | 16,317                        | -                 |
| Adjustments for:                                       |                               |                   |
| Impairment loss on trade receivables                   | 22                            | -                 |
| Amortisation of development costs                      | 4,024                         | -                 |
| Depreciation of property, plant and equipment          | 1,303                         | -                 |
| Depreciation of right of used assets                   | 562                           | -                 |
| Unrealised gain on foreign exchange                    | (27)                          | -                 |
| Gain on disposal of property, plant and equipment      | (44)                          | -                 |
| Property, plant and equipment written off              | -                             | -                 |
| Interest expense                                       | 42                            | -                 |
| Interest income from deposits with licensed banks      | (226)                         | -                 |
| <b>Operating profit before working capital changes</b> | <b>21,973</b>                 | <b>-</b>          |
| <b>Changes in working capital:</b>                     |                               |                   |
| (Increase) in inventories                              | -                             | -                 |
| Decrease/(Increase) in trade and other receivables     | 148                           | -                 |
| (Decrease) in trade and other payables                 | (384)                         | -                 |
| <b>Cash generated from operations</b>                  | <b>21,737</b>                 | <b>-</b>          |
| Tax paid   | (5,053)                       | -                 |
| Interest paid  | (42)                          | -                 |
| <b>Net cash from/(used in) operating activities</b>    | <b>16,642</b>                 | <b>-</b>          |
| <b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>     |                               |                   |
| Addition of product development cost                   | (7,282)                       | -                 |
| Interest received                                      | 226                           | -                 |
| Acquisition of property, plant and equipment           | (2,247)                       | -                 |
| Investment in quoted shares                            | (1,962)                       | -                 |
| Investment in associate                                | (300)                         | -                 |
| Proceed from disposal of property, plant and equipment | 59                            | -                 |
| Acquisition of subsidiary                              | (15)                          | -                 |
| Share of result of associates                          | 20                            | -                 |
| <b>Net cash from/(used in) investing activities</b>    | <b>(11,501)</b>               | <b>-</b>          |
| <b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>     |                               |                   |
| Repayment of lease liability                           | (566)                         | -                 |
| Repayment of hire purchase liability                   | (194)                         | -                 |
| Dividend paid  | (5,594)                       | -                 |
| <b>Net cash from/(used) in financing activities</b>    | <b>(6,354)</b>                | <b>-</b>          |
| <b>Net decrease in cash and cash equivalents</b>       | <b>(1,213)</b>                | <b>-</b>          |
| <b>Effects of exchange rate changes</b>                | <b>28</b>                     | <b>-</b>          |
| <b>Cash and cash equivalents at 1 January</b>          | <b>32,356</b>                 | <b>-</b>          |
| <b>Cash and cash equivalents at 30 June</b>            | <b>31,171</b>                 | <b>-</b>          |

*Notes:*

- i) The financial year end of the Group has been changed from 31 December to 30 June. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 January 2022 to 30 June 2023. There will be no comparative financial information available for the financial period ended 30 June 2023.*
- ii) The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.*

## A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)

### A1. Basis of Preparation

The unaudited interim financial statements, for the period ended 30 June 2023, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2021. The explanatory notes attached to the interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2021.

Since the previous annual audited financial statements as at 31 December 2021 were issued, the Group has adopted the Malaysia Financial Reporting Standards (“MFRS”) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converged Malaysia’s existing Financial Reporting Standards (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board.

At the date of issuance of this unaudited interim financial statements, the MFRSs, amendments to MFRSs and IC Interpretation have been issued by MASB but not yet effective are as listed below:

|   | Effective dates for<br>financial periods<br>beginning on or after                     |                               |
|---|---|-------------------------------|
| Amendments to MFRS 3                                | Reference to the Conceptual Framework   | 1 January 2022                |
| Amendment to MFRS 116                               | Property, Plant and Equipment- Proceeds before Intended Use                           | 1 January 2022                |
| Amendment to MFRS 137                               | Onerous Contract-Cost of Fulfilling a Contract  | 1 January 2022                |
| Annual Improvements to MFRSs Standards 2018 - 2020: |   | 1 January 2022                |
| • Amendments to MFRS 1                              |   |                               |
| • Amendments to MFRS 9                              |   |                               |
| • Amendments to MFRS 16                             |   |                               |
| • Amendments to MFRS 141                            |   |                               |
| MFRS 17   | Insurance Contracts   | 1 January 2023                |
| Amendments to MFRS 17                               | Insurance Contracts   | 1 January 2023                |
| Amendments to MFRS 101                              | Classification of Liabilities as Current and Non-Current                              | 1 January 2023                |
| Amendments to MFRS 101                              | Disclosure of Accounting Policies   | 1 January 2023                |
| Amendments to MFRS 108                              | Definition of Accounting Estimates  | 1 January 2023                |
| Amendments to MFRS 112                              | Deferred Tax Related to Assets and Liabilities arising from a single transaction      | 1 January 2023                |
| Amendments to MFRS 10 and MFRS 128                  | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Deferred until further notice |



**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

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

**A2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2021 was not qualified.

**A3. Seasonality or Cyclicity of Interim Operations**

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review and financial year.

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

During the current financial quarter under review and financial year, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5. Material Changes in Accounting Estimates**

There was no material changes in estimates of amounts reported in the prior financial year, that has a material effect on the current financial quarter under review and financial year.

**A6. Issuances, Cancellation, Repurchases, Resale and Repayments of Debts and Equity Securities**

There were no issuance, cancellation, repurchases, resale and repayment of debts and equity securities for the current period under review.

**A7. Dividends**

On 30 August 2023, the Board of Directors declared final single-tier dividend of 0.50 sen per ordinary share, amounting to approximately RM2.8 million in respect of financial year ending 30 June 2023. The dividend will be paid after shareholders’ approval in next Annual General Meeting.

**A8. Segmental Reporting**

Segment information is presented in respect of the Group’s business segments.

- (i) Application Solutions (“AS”)
  - Sales of software applications and product on an outright purchase basis.
- (ii) Application Services Providers (“ASP”)
  - Income from outsourcing service charge which is volume and transaction based.
- (iii) Maintenance Services
  - Provision of maintenance services.

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A8. Segmental Reporting**

**(a) Individual quarter**

| <b><u>3 Months Period Ended</u></b>  | <b>AS</b>     | <b>ASP</b>    | <b>Maintenance Services</b> | <b>Total</b>  |
|--|---------------|---------------|-----------------------------|---------------|
| <b><u>30-Jun-23</u></b>  | <b>RM'000</b> | <b>RM'000</b> | <b>RM'000</b>               | <b>RM'000</b> |
| <b>Revenue</b>   |               |               |                             |               |
| Total revenue  | 946           | 4,692         | 732                         | 6,370         |
| Inter-segment revenue  | -             | (79)          | -                           | (79)          |
| Revenue from external customers  | 946           | 4,613         | 732                         | 6,291         |
| <b>Results</b>   |               |               |                             |               |
| Segment results  | 1,710         | (333)         | 353                         | 1,730         |
| Finance costs  |               |               |                             | (6)           |
| Share of result of associates  |               |               |                             | 82            |
| Interest income from deposits with licensed bank                             |               |               |                             | 38            |
| Profit before tax  |               |               |                             | 1,844         |
| Income tax expenses  |               |               |                             | (754)         |
| <b>Net profit for the period / Total comprehensive income for the period</b> |               |               |                             | <b>1,090</b>  |

| <b><u>3 Months Period Ended</u></b>  | <b>AS</b>     | <b>ASP</b>    | <b>Maintenance Services</b> | <b>Total</b>  |
|--|---------------|---------------|-----------------------------|---------------|
| <b><u>30-Jun-22</u></b>  | <b>RM'000</b> | <b>RM'000</b> | <b>RM'000</b>               | <b>RM'000</b> |
| <b>Revenue</b>   |               |               |                             |               |
| Total revenue  | -             | -             | -                           | -             |
| Inter-segment revenue  | -             | -             | -                           | -             |
| Revenue from external customers  | -             | -             | -                           | -             |
| <b>Results</b>   |               |               |                             |               |
| Segment results  | -             | -             | -                           | -             |
| Finance costs  |               |               |                             | -             |
| Interest income from deposits with licensed bank                             |               |               |                             | -             |
| Profit before tax  |               |               |                             | -             |
| Income tax expenses  |               |               |                             | -             |
| <b>Net profit for the period / Total comprehensive income for the period</b> |               |               |                             | <b>-</b>      |

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)  
(continued)**

**(b) Accumulated quarter**

| <b><u>18 Months Period Ended</u></b>   | <b>AS</b>     | <b>ASP</b>    | <b>Maintenance Services</b> | <b>Total</b>  |
|--|---------------|---------------|-----------------------------|---------------|
| <b><u>30-Jun-23</u></b>  | <b>RM'000</b> | <b>RM'000</b> | <b>RM'000</b>               | <b>RM'000</b> |
| <b>Revenue</b>   |               |               |                             |               |
| Total revenue  | 10,358        | 29,652        | 3,840                       | 43,850        |
| Inter-segment revenue  | -             | (471)         | -                           | (471)         |
| Revenue from external customers  | 10,358        | 29,181        | 3,840                       | 43,379        |
| <b>Results</b>   |               |               |                             |               |
| Segment results  | 4,663         | 9,529         | 1,962                       | 16,154        |
| Finance costs  |               |               |                             | (42)          |
| Share of result of associates  |               |               |                             | 82            |
| Interest income from deposits with licensed bank                             |               |               |                             | 225           |
| Profit before tax  |               |               |                             | 16,419        |
| Income tax expenses  |               |               |                             | (4,570)       |
| <b>Net profit for the period / Total comprehensive income for the period</b> |               |               |                             | <b>11,849</b> |

| <b><u>18 Months Period Ended</u></b>   | <b>AS</b>     | <b>ASP</b>    | <b>Maintenance Services</b> | <b>Total</b>  |
|--|---------------|---------------|-----------------------------|---------------|
| <b><u>30-Jun-22</u></b>  | <b>RM'000</b> | <b>RM'000</b> | <b>RM'000</b>               | <b>RM'000</b> |
| <b>Revenue</b>   |               |               |                             |               |
| Total revenue  | -             | -             | -                           | -             |
| Inter-segment revenue  | -             | -             | -                           | -             |
| Revenue from external customers  | -             | -             | -                           | -             |
| <b>Results</b>   |               |               |                             |               |
| Segment results  | -             | -             | -                           | -             |
| Finance costs  |               |               |                             | -             |
| Interest income from deposits with licensed bank                             |               |               |                             | -             |
| Profit before tax  |               |               |                             | -             |
| Income tax expenses  |               |               |                             | -             |
| <b>Net profit for the period / Total comprehensive income for the period</b> |               |               |                             | <b>-</b>      |

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)  
(continued)**

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**A9. Subsequent Material Event**

There was no material event subsequent to the current financial quarter ended 30 June 2023 up to the date of the announcement of this report, which is likely to substantially affect the results of the operations of the Group for the current financial quarter under review.

**A10. Changes in the Composition of the Group and Financial Year End.**

As at 30 June 2023, there is no change in the composition of the Group.

On 12 December 2022, the Company has announced to the Bursa relating to the change of its financial year end from 31 December 2022 to 30 June 2023.

**A11. Changes in Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets for the current financial quarter under review.

**A12. Recurrent Related Party Transactions (“RRPT”)**

The tenancy agreement with MY E.G. Services Berhad for renting office space located at Level 31, MYEG Tower, Empire City. No. 8, Jalan Damansara, PJU 8, 47820 Petaling Jaya. Detail of transaction as follows:

Term of tenancy: 1 December 2020 to 30 November 2023  
Monthly rental: RM30,256.20

**A13. Capital Commitments**

There is no capital commitments for the current financial quarter under review.

**A14. Memorandum of Understanding (MOU)**

On 1 August 2017, The Board of Directors of EForce announced the signing of a MOU with Aquis for software and operations support. The MOU concerns intention to enter into a software delivery, support and operations agreement in the area of designing and building infrastructure and software, and customised training to support operationalization.

As at reporting date, we are still in discussion with Aquis and has not formalise the MOU into a definitive agreement yet.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)**

**B1. Review of Group's Performance**

*Current Year -to date vs. Previous Year-to date*

|  | Individual Period |                       |         |   | Cumulative Period |                       |         |   |
|--|-------------------|-----------------------|---------|---|-------------------|-----------------------|---------|---|
|  | Current Year      | Preceding Year        | Changes |   | Current Year      | Preceding Year        | Changes |   |
|  | Quarter           | Corresponding Quarter | RM'000  | % | Quarter           | Corresponding Quarter | RM'000  | % |
|  | 30/06/23          | 30/06/22              |         |   | 30/06/23          | 30/06/22              |         |   |
|  | RM'000            | RM'000                | RM'000  | % | RM'000            | RM'000                | RM'000  | % |
| Revenue  | 6,291             | -                     | -       | - | 43,379            | -                     | -       | - |
| Operating Profit   | 1,707             | -                     | -       | - | 16,050            | -                     | -       | - |
| Profit Before Interest and Tax                               | 1,799             | -                     | -       | - | 16,152            | -                     | -       | - |
| Profit Before Tax  | 1,844             | -                     | -       | - | 16,419            | -                     | -       | - |
| Profit After Tax   | 1,090             | -                     | -       | - | 11,849            | -                     | -       | - |
| Profit Attributable to Ordinary Equity Holders of the Parent | 989               | -                     | -       | - | 12,183            | -                     | -       | - |

The financial year end of the Group has been changed from 31 December to 30 June. As such, the next set of audited financial statements shall be for a period of eighteen (18) months from 1 January 2022 to 30 June 2023. There will be no comparative financial information available for the financial period ended 30 June 2023.

## B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)

### B2. Variation of Results against Preceding Quarter

|  | Current Quarter | Immediate Preceding Quarter | Changes |      |
|--|-----------------|-----------------------------|---------|------|
|  | 30/06/23        | 31/03/23                    |         |      |
|  | RM'000          | RM'000                      | RM'000  | %    |
| Revenue  | 6,291           | 7,028                       | (737)   | -10% |
| Operating Profit   | 1,707           | 2,806                       | (1,099) | -39% |
| Profit Before Interest and Tax                               | 1,799           | 2,845                       | (1,046) | -37% |
| Profit Before Tax  | 1,844           | 2,887                       | (1,043) | -36% |
| Profit After Tax   | 1,090           | 2,161                       | (1,071) | -50% |
| Profit Attributable to Ordinary Equity Holders of the Parent | 1,090           | 2,161                       | (1,071) | -50% |

The Group's revenue for current quarter was RM6.3 million, lower by RM737,000 or 10% compared to immediately preceding quarter. The decrease was mainly attributed to lower AS as a result from lower project revenue recognised.

PBT and PAT recorded lower by RM1 million and RM1.1 million respectively, mainly due to lower revenue.

### B3. Prospects for 2023

Uncertainty on interest rate movements, high inflation rate and geopolitical tension are continuing concerns for businesses. These uncertainty impacts stock trading sentiment at Bursa Malaysia.

Our customers are accelerating time to market for their new product and service offering to stay ahead. We are actively supporting them in this endeavour, and helping them to improve and digitalise their internal processes to reduce operational costs and increase work efficiency.

We are enhancing our existing system capability and developing new product offering to meet our customers' trading and business needs. Furthermore, the Group is exploring business expansion and collaboration opportunities with potential partners in Malaysia and overseas, leveraging on our technology capability and know-how.

To manage our own cost base, we are closely monitoring our operating expenditure, reviewing current processes and procedures to improve productivity and efficiency.

Barring any unforeseen circumstances, the Group is cautiously optimistic on the performance of our business ahead.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B4. Variance of Profit Forecast and Shortfall in Profit Guarantee**

The Group has not issued any profit forecast nor profit guarantee for the current financial quarter under review and the financial year.

**B5. Taxation**

The taxation charge for the individual financial quarter and the financial year are as follows:

|              | Individual Financial<br>Quarter Ended |            | Year-to-date<br>Ended |            |
|--------------|---------------------------------------|------------|-----------------------|------------|
|              | 30.06.2023                            | 30.06.2022 | 30.06.2023            | 30.06.2022 |
|              | RM'000                                | RM'000     | RM'000                | RM'000     |
| Income tax   | 358                                   | -          | 4,174                 | -          |
| Deferred tax | 396                                   | -          | 396                   | -          |
|              | <u>754</u>                            | <u>-</u>   | <u>4,570</u>          | <u>-</u>   |

**B6. Status of Corporate Proposals**

There were no corporate proposals announced as at the date of this quarterly report.

**B7. Trade and Other Receivables**

|                   |               |
|-------------------|---------------|
|                   | <b>RM'000</b> |
| Trade receivables | 2,766         |
| Other receivables | 22,395        |
|                   | <u>25,161</u> |

**Analysis of the trade receivables ageing of the Group is as follows:**

|                       |               |
|-----------------------|---------------|
|                       | <b>RM'000</b> |
| 0 – 30 days           | 1,418         |
| 31 – 60 days          | 484           |
| 61 – 90 days          | 314           |
| 91 – 120 days         | 100           |
| 121 – 150 days        | 126           |
| More than 150 days    | 398           |
|                       | <u>2,840</u>  |
| Expected Credit Loss  | (63)          |
| Impairment (specific) | (11)          |
| Net trade receivables | <u>2,766</u>  |

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B8. Group Borrowings and Debt Securities**

The Company does not have any borrowing and debt securities as at the date of this report.

**B9. Off Balance Sheet Financial Instruments**

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

**B10. Material Litigation**

The Group is not engaged in any material litigation and the Board does not have any knowledge of any proceedings pending or threaten against the Group as at the date of this report.

**B11. Dividends**

On 30 August 2023, the Board of Directors declared final single-tier dividend of 0.50 sen per ordinary share, amounting to approximately RM2.8 million in respect of financial year ending 30 June 2023. The dividend will be paid after shareholders approval in next Annual General Meeting.

**B12. Earnings per Share ("EPS")**

|   | <b>Individual<br/>Quarter Ended</b> |                 | <b>Year to date<br/>Quarter Ended</b> |                 |
|---|-------------------------------------|-----------------|---------------------------------------|-----------------|
|   | <b>30.06.23</b>                     | <b>30.06.22</b> | <b>30.06.23</b>                       | <b>30.06.22</b> |
| <b>(a) Basic EPS</b>  |                                     |                 |                                       |                 |
| Net profit attributable to the equity holders of the Company (RM'000) | 1,090                               | -               | 11,849                                | -               |
| Weighted average number of ordinary shares in issue ('000)            | 559,378                             | -               | 559,378                               | -               |
| Basic EPS (sen)   | 0.19                                | -               | 2.12                                  | -               |
| <b>(b) Diluted EPS</b>  |                                     |                 |                                       |                 |
| Net profit attributable to the equity holders of the Company (RM'000) | 1,090                               | -               | 11,849                                | -               |
| Weighted average number of ordinary shares in issue ('000)            | 559,378                             | -               | 559,378                               | -               |
| Basic EPS (sen)   | 0.19                                | -               | 2.12                                  | -               |



**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B12. Earnings per Share ("EPS") (continue)**

The calculation of the basic EPS is based on the net profit attributable to equity holders of the parent for the current financial quarter / year ended 30 June, divided by the weighted average number of ordinary shares outstanding during the financial year.

The calculation of the diluted EPS is based on the net profit attributable to equity holders of the parent for the current financial quarter / year ended 30 June, divided by the weighted average number of ordinary shares outstanding during the financial year.

**B13. Profit for the year**

|   | Individual Financial<br>Quarter Ended |                    | Year-to-date<br>Ended |                    |
|---|---------------------------------------|--------------------|-----------------------|--------------------|
|   | 30.06.23<br>RM'000                    | 30.06.22<br>RM'000 | 30.06.23<br>RM'000    | 30.06.22<br>RM'000 |
| <b>Profit for the year is arrived after charging:</b> |                                       |                    |                       |                    |
| Amortisation of development costs                     | 601                                   | -                  | 4,024                 | -                  |
| Depreciation of property, plant and equipmen          | 227                                   | -                  | 1303                  | -                  |
| Depreciation of right of used assets                  | 131                                   | -                  | 561                   | -                  |
| Loss on foreign exchange                              | 1                                     | -                  | 45                    | -                  |
| <b>and after crediting:</b>                           |                                       |                    |                       |                    |
| Gain on disposal of PPE                               | -                                     | -                  | 44                    | -                  |
| Gain on foreign exchange                              | 17                                    | -                  | 33                    | -                  |
| Interest income from deposits with licensed bank      | 39                                    | -                  | 226                   | -                  |