



## **XOX BHD**

(Company Registration No.: 900384-X)  
(Incorporated in Malaysia under the Companies Act, 1965)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2019

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST QUARTER ENDED 31 DECEMBER 2019

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

Description	INDIVIDUAL PERIOD		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31 Dec 2019 RM'000	31 Dec 2018 RM'000	31 Dec 2019 RM'000	31 Dec 2018 RM'000
Revenue	65,158	58,770	65,158	N/A
Operating Expenses	(64,567)	(60,115)	(64,567)	N/A
Other Income	96	54	96	N/A
Finance Costs	(306)	(89)	(306)	N/A
<b>Profit/(Loss) Before Tax</b>	<b>381</b>	<b>(1,380)</b>	<b>381</b>	
Tax Expenses	(108)	(94)	(108)	N/A
<b>Profit/(Loss) for the period, net of tax</b>	<b>273</b>	<b>(1,474)</b>	<b>273</b>	<b>N/A</b>
<b>Other comprehensive income, net of tax</b>				
Item that may be reclassified subsequently to profit or loss				
Foreign currency translation	(1)	-	(1)	N/A
<b>Total comprehensive income for the financial period</b>	<b>272</b>	<b>(1,474)</b>	<b>272</b>	<b>N/A</b>
<b>Profit/(Loss) for the period, net of tax</b>				
<b>Attributable to:</b>				
- Owners of the Company	358	(1,597)	358	N/A
- Non-controlling Interest	(85)	123	(85)	N/A
	<b>273</b>	<b>(1,474)</b>	<b>273</b>	<b>N/A</b>
<b>Total comprehensive income</b>				
<b>Attributable to:</b>				
- Owners of the Company	358	(1,597)	358	N/A
- Non-controlling Interest	(86)	123	(86)	N/A
	<b>272</b>	<b>(1,474)</b>	<b>272</b>	<b>N/A</b>
Earnings/(Loss) per Share Attributable				
To Equity Holders of the Parent				
- Basic (sen)	0.03	(0.16)	0.03	N/A
- Diluted (sen)	0.03	(0.16)	0.03	N/A

**Notes:-**

- (I) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 30 September 2019 and the accompanying explanatory notes attached to this interim financial statements.
- (II) In view of change in financial year end in previous year, the comparative figures stated in the income statement, statement of changes in equity, cash flow statement and the related notes are not comparable.
- (The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Notes to the Quarterly Report on pages 8 to 16).

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

Description	Unaudited as at 31 December 2019 RM'000	Audited as at 30 September 2019 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Plant and equipment	47,142	49,336
Intangible assets	39,160	39,575
Other investment	1,442	1,442
Other investment	240	244
<i>Total Non-Current Assets</i>	<b>87,984</b>	<b>90,597</b>
<b>CURRENT ASSETS</b>		
Inventories	7,080	7,201
Trade receivables	28,607	27,892
Other receivables, deposits and prepayments	56,897	46,948
Tax recoverables	345	343
Cash and short term deposits	6,010	8,953
<i>Total Current Assets</i>	<b>98,939</b>	<b>91,337</b>
<b>TOTAL ASSETS</b>	<b>186,923</b>	<b>181,934</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	126,893	126,893
Capital reserve	2,200	2,200
Exchange reserves	(12)	(12)
Share Issuance Scheme Options Reserve	962	962
Accumulated losses	(36,784)	(36,856)
<i>Total Equity</i>	<b>93,259</b>	<b>93,187</b>
Non-controlling interest	2,200	2,312
	<b>95,459</b>	<b>95,499</b>
<b>NON CURRENT LIABILITY</b>		
Lease liabilities	6,564	2,889
Deferred tax liabilities	118	98
	<b>6,682</b>	<b>2,987</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	36,931	34,300
Other payable and accruals	22,958	28,108
Contract liability	19,970	19,936
Lease liabilities	4,923	1,104
	<b>84,782</b>	<b>83,448</b>
<b>TOTAL LIABILITY</b>	<b>91,464</b>	<b>86,435</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>186,923</b>	<b>181,934</b>
Net assets per share attributable to equity holders of the Company (sen) #	8.54	8.53

**Notes: -**

The net assets per share attributable to equity holders of the Company is computed based on the net assets divided by 1,092,396,675 ordinary shares of the Company. The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 30 September 2019 and the accompanying explanatory notes attached to this interim financial statements.

(The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Notes to the Quarterly Report on pages 8 to 16).



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## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2019

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the parent					→		Total	Non-Controlling Interest	Total Equity
	← Non-distributable					→				
	Share Capital	Capital Reserve	Warrant Reserve	Other Reserve	Exchange Reserves	Share Issuance Scheme Option Reserve	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 30 September 2019, as previously reported</b>	126,893	2,200	-	-	(12)	962	(36,856)	93,187	2,312	95,499
Adjustments from adoption of MFRS 16	-	-	-	-	-	-	(286)	(286)	(26)	(312)
Restated balance at 1 October 2019	126,893	2,200	-	-	(12)	962	(37,142)	92,901	2,286	95,187
Profit for the financial period	-	-	-	-	-	-	358	358	(85)	273
<b>Other comprehensive income</b>										
Foreign currency translations	-	-	-	-	-	-	-	-	(1)	(1)
<b>Total comprehensive income for the financial period</b>	-	-	-	-	-	-	358	358	(86)	272
<b>At 31 December 2019</b>	<b>126,893</b>	<b>2,200</b>	<b>-</b>	<b>-</b>	<b>(12)</b>	<b>962</b>	<b>(36,784)</b>	<b>93,259</b>	<b>2,200</b>	<b>95,459</b>
At 1 July 2018	122,455	2,200	19,741	(19,741)	(3)	1,124	(7,450)	118,326	660	118,986
(Loss)/profit for the financial period	-	-	-	-	-	-	(1,545)	(1,545)	274	(1,271)
<b>Other comprehensive income</b>										
Foreign currency translations	-	-	-	-	(2)	-	-	(2)	-	(2)
<b>Total comprehensive income for the financial period</b>	-	-	-	-	(2)	-	(1,545)	(1,547)	274	(1,273)
Transactions with owners:										
Issue of ordinary shares										
- pursuant to private placement	4,637	-	-	-	-	-	-	4,637	-	4,637
Realization of share options	-	-	-	-	-	(55)	55	-	-	-
Total transactions with owners	4,637	-	-	-	-	(55)	55	4,637	-	4,637
<b>At 31 December 2018</b>	<b>127,092</b>	<b>2,200</b>	<b>19,741</b>	<b>(19,741)</b>	<b>(5)</b>	<b>1,069</b>	<b>(8,940)</b>	<b>121,416</b>	<b>934</b>	<b>122,350</b>



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### QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 DECEMBER 2019

Notes:-

- (i) The Unaudited Condensed Consolidated Statement of Changes to Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 30 September 2019 and the accompanying explanatory notes attached to this interim financial statements.
- (ii) In view of change in financial year end in previous year, the comparative figures stated in the income statement, statement of changes in equity, cash flow statement and the related notes are not comparable.

(The Unaudited Condensed Consolidated Statements of Statement of Changes in Equity should be read in conjunction with the Notes to the Quarterly Report on pages 8 to 16).

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

Description	Cumulative Quarter Ended 31 Dec 2019 RM'000	Preceding Year Corresponding Quarter Ended 31 Dec 2018 RM'000
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	381	N/A
Adjustments for:		
Depreciation of plant and equipment	2,498	N/A
Amortisation of intangible assets	986	N/A
Amortisation of right-to-use-assets	913	N/A
Impairment loss on trade receivables	1,158	N/A
Interest expense	306	N/A
Interest income	(17)	N/A
Unrealised gain on foreign exchange	(75)	N/A
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>6,150</b>	<b>-</b>
<b>Changes in working capital:</b>		
Inventories	122	N/A
Trade and other receivables	(4,407)	N/A
Trade and other payables	(2,414)	N/A
	<b>(6,699)</b>	<b>-</b>
<b>Cash used in operations</b>	<b>(549)</b>	<b>-</b>
Interest received	17	N/A
Interest paid	(306)	N/A
Tax paid	(91)	N/A
	<b>(380)</b>	<b>-</b>
<b>Net cash used in operating activities</b>	<b>(929)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of plant and equipment	(305)	N/A
Acquisition of intangible assets	(570)	N/A
Proceeds from disposal of property, plant and equipment	2	N/A
<b>Net cash used in investing activities</b>	<b>(873)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase payables	(1,141)	N/A
Proceeds from issuance of share capital	-	N/A
<b>Net cash used in financing activities</b>	<b>(1,141)</b>	<b>-</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,943)</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<b>8,953</b>	<b>N/A</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	<b>6,010</b>	<b>N/A</b>



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Notes: -

- (i) The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial period ended 30 September 2019 and the accompanying explanatory notes attached to this interim financial statements.
- (ii) In view of change in financial year end in previous year, the comparative figures stated in the income statement, statement of changes in equity, cash flow statement and the related notes are not comparable

(The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Notes to the Quarterly Report on pages 8 to 16).

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**A. Explanatory Notes Pursuant to MFRS 134**

**1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”).

The unaudited interim financial report should be read in conjunction with the latest audited financial statements of XOX Bhd (“XOX” or the “Company”) and its subsidiaries (“Group”) for the financial period ended 30 September 2019.

The accounting policies adopted by the Group in this interim financial statements are consistent with those of the audited financial statements for the financial period ended 30 September 2019 except for Malaysian Financial Reporting Standards (“MFRS”), interpretation and amendments to standards to be applied by all Entities Other Than Private Entities for the financial periods beginning on or after 1 January 2019:

MFRS 16:	Leases
MFRS 128:	Long-term Interests in Associates and Joint Ventures (Amendments to MFRS 128)
MFRS 119:	Plan Amendment, Curtailment or Settlement (Amendments to MFRS 119)
IC Interpretation 23:	Uncertainty over Income Tax Treatments
Annual Improvements to MFRS Standards 2015–2017 Cycle	

The adoption of the above did not have any significant effects on the interim financial report upon their initial application, other than as disclosed below:

**Adoption of MFRS 16 Leases (“MFRS 16”)**

The Group has adopted MFRS 16 in the current financial period, where MFRS 16 supersedes MFRS 117 “Leases” and the related interpretations. Under MFRS 16, a lease is a contract (or part of contract) that conveys the right to control the use of an identified asset for a period of time in exchange for consideration. MFRS 16 eliminates the classification of leases by the lessee as either finance leases or operating leases.

MFRS 16 requires the lessee to recognise in the statements of financial position a “right-of-use” of the underlying asset and a lease liability reflecting future lease payment for most leases. The right-of-use asset is depreciated in accordance with the principal in MFRS 116 “Property, Plant and Equipment” and the lease liability is accreted over time with interest expense recognised in the statement of profit or loss.

On the date of initial application, the Group applied the simplified transition approach and did not restate comparative amounts for the period prior to first adoption. Right-of-use assets were measured on transition as if the new rules had always been applied.

The adoption of MFRS 16 impacts in the Group’s financial performance un the current financial period as below:

- (a) On the statements of profit or loss, expenses which previously included operating lease rentals within EBITDA, were replaced by interest expense on lease liabilities (included within “finance costs”) and amortisation of the right-of-use assets (included within “depreciation and amortization”).
- (b) On the statements of cash flows, operating lease rental outflows previously recorded within net cash flows from operating activities” were reclassified as “net cash flows used in financing activities” for repayment of the principal and interest of lease liabilities.



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**2. Seasonality or cyclical factors**

The business of the Group was not affected by any significant seasonal and cyclical factors for the current quarter under review and financial year-to-date.

**3. Nature and amount of exceptional and extraordinary items**

There were no exceptional or extraordinary items affecting the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review and financial year-to-date.

**4. Changes in estimates**

There were no material changes in estimates for the current quarter under review and financial year-to-date.

**5. Debt and equity securities**

There were no other issuance, cancellations, repurchase, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter and financial year to date.

**6. Dividends Paid**

No dividends were declared or paid by the Group in the current quarter under review.

**7. Segment information**

Segmental information is neither included in the internal management reports nor provided regularly to the Management as the Group operates principally in Malaysia and in one major business segment that is in the provision of mobile communication services and its related products.

**8. Material events subsequent to the end of the reporting period**

There were no material events subsequent to the end of this current quarter that have not been reflected in the financial statement for this current financial quarter under review.

**9. Changes in the composition of the Group**

There were no material changes in the composition of the Group during the quarter under review.

**10. Contingent liabilities and assets**

There are no material contingent liabilities or assets which may have material effect on the financial position of the Group as the date of this announcement.

**11. Capital commitment**

Authorised capital expenditure not provided for in the interim financial report at the end of the current quarter under review is as follows:-

	RM'000
Approved and contracted for:	
- Equipment	<u>3,161</u>



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#### 12. Significant related party transactions

- (a) Identities of related parties
- (i) the Company has a controlling related party relationship with its subsidiaries;
  - (ii) the directors who are the key management personnel; and
  - (iii) entities controlled by certain key management personnel, directors and/or substantial shareholders.
- (b) In addition to the information detailed elsewhere in the financial statements, the Group carried out the following significant transactions with the related parties during the quarter:

	<b>Current quarter</b> <b>30 Dec 2019</b> <b>RM'000</b>	<b>Preceding year</b> <b>corresponding quarter</b> <b>31 Dec 2018</b> <b>RM'000</b>
(i) Key management personnel compensation:		
Short-term employee benefits	285	326
(ii) Sales of web blasting services to a related party	40	26
(iii) Rental of equipment from a related party	23	1
(iv) Rental of office from related party	42	-
	<hr/>	<hr/>

#### 13. Other Investments

The Company is holding 32,049,200 ordinary shares of M3 Technologies (Asia) Berhad at total market value of RM1,442,214 as at 31 December 2019.

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**B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities**
**1. Performance of the current quarter and financial year-to-date against preceding year corresponding quarter and year-to-date ("YTD")**

Description	Individual Period (1st Quarter)				Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes		Current Year To-date	Preceding Year Corresponding Period
	31 Dec 19	31 Dec 18	RM'000	%	31 Dec 19	31 Dec 18
	RM'000	RM'000	RM'000	%	RM'000	RM'000
Revenue	65,158	58,770	6,388	11%	65,158	N/A
Earnings Before Interest Tax Depreciation & Amortisation ("EBITDA")	5,066	945	4,121	436%	5,066	N/A
Profit/(Loss) Before Tax ("PBT/LBT")	381	(1,380)	1,761	128%	381	N/A
Profit/(Loss) After Tax ("PAT/LAT")	273	(1,474)	1,747	119%	273	N/A
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	358	(1,597)	1,955	122%	358	N/A

Amidst intense price-focused competition in the operating environment, XOX Group reported an 11% growth in revenue to RM65.16 million from RM58.77 million for the current quarter against the preceding year corresponding quarter. The improved revenue reported was contributed from the recurrent revenue from quality subscribers with continuous usage.

The Group reported a profit after tax of RM0.27 million against loss after tax of RM1.47 million of preceding year corresponding quarter, the improved performance was in tandem with the increased revenue reported without any exceptional operating cost incurred, except for the impact from the adoption of MRF 16.

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**2. Performance of the current quarter against the preceding quarter**

Description	Current Quarter	Immediate Preceding Quarter	Changes	
	31 December 2019	30 September 2019	RM'000	%
Revenue	65,158	61,556	3,602	6%
(Loss)/Earnings Before Interest Tax Depreciation & Amortisation ("LBITDA/EBITDA")	5,066	(15,513)	20,579	133%
(Loss)/Profit Before Tax ("LBT/PBT")	381	(20,816)	21,197	102%
Profit/(Loss) After Tax ("PAT/LAT")	273	(20,905)	21,178	101%
Profit/(Loss) Attributable to Ordinary Equity Holders of the Parent	358	(20,813)	21,171	102%

The Group registered a revenue of RM65.16 million, 6% higher than the previous quarter of RM61.56 million.

For the current quarter, the Group reported a PAT of RM0.27 million after taking into account the effect of the adoption of MFRS 16, compared to the loss after tax of RM20.91 million in the preceding quarter which was impacted by the MFRS 15 and higher operating cost on the sales campaigns.

**3. Prospects and business outlook**

With our proven track record in gaining new subscribers through innovative products offering over the years and the recognition and awards from MCMC and MBEA, we are confident to continue to serve the best to our subscribers and continue to explore opportunities to strengthen our competitiveness and participate in the development of the nation's digital transformation.

While pursuing new opportunities in the digital environment, the Group will continue to streamline the operational process and work towards efficiency and focus on improving the margin.

Premised on the execution of the Group's strategic plans and barring any unforeseen circumstances and the impact from the Covid-19, the Board is optimistic that XOX's outlook remains positive with a clear strategic direction to evolve our business and capture the digital transformation opportunities ahead.

**4. Profit forecast or profit guarantee**

The Board of Directors wishes to inform that the XOX Group did not issue any profit forecast.

**5. Qualification of preceding audited financial statements**

There was no audit qualification reported in the audited financial statements of the Group for the financial period ended 30 September 2019.

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**6. Profit before tax**

Descriptions	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	31 Dec 19 RM'000	31 Dec 18 RM'000	31 Dec 19 RM'000	31 Dec 18 RM'000
Interest income	(17)	(3)	(17)	N/A
Interest expense	306	89	306	N/A
Depreciation of plant and equipment	2,498	2,239	2,498	N/A
Amortisation of Intangible assets	986	-	986	N/A
Amortisation of right-to-use-assets	913	-	913	N/A
Fair value adjustment on other investment	-	481	-	N/A
Impairment loss on trade receivables	1,158	-	1,158	N/A

**7. Income Tax Expense**

Descriptions	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	31 Dec 19 RM'000	31 Dec 18 RM'000	31 Dec 19 RM'000	31 Dec 18 RM'000
Income Tax:				
- Current	88	101	88	N/A
Deferred Tax				
- Net originating and reversal of timing differences	20	(7)	20	N/A
Income tax expenses	<u>108</u>	<u>94</u>	<u>108</u>	<u>N/A</u>

The effective tax rate of the Group for the current quarter and financial period to-date is slightly higher than the statutory income tax rate mainly due to certain expenses not deductible for tax purposes.

**8. Gain or loss on disposal of quoted and/or unquoted investments and/or properties**

There were no other material disposal of quoted, unquoted and/or properties for the current quarter and financial year to date under review.

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**9. Corporate proposals and utilisation of proceeds**

Save as disclosed below, there were no other corporate proposals which had been announced by the Company and are pending for completion as at end of the reporting quarter.

- A. On 26 November 2015, XOX announced that its indirect wholly owned subsidiary, XOX Mobile Sdn Bhd (“XOX Mobile”) has entered into a Joint Venture Agreement with Mobligation Co. Ltd for the purpose to establish a new joint venture company to jointly promote and develop innovative mobile portal and browser particularly the Timber Browser, Kong Browser and Nepkin Micro Site in South East Asia; to date we are still working on the joint venture arrangement before formation of the joint venture company.
- B. On 18 August 2017, XOX Media has entered into a MOU with Multimedia Research Lab Sdn Bhd (“MRL”) to cooperate and collaborate with the aim of enhancing the functions of Voopee mobile application by sharing and incorporating MRL range of video conferencing and server technology to exploit market that arises from XOX Media collaboration with PT. Inovasi and PBNU. Both parties are in the midst of finalizing the business model.
- C. On 26 February 2019, XOX Mobile has entered into a MOU with 10T Tech Limited (“10T Tech”) for the purpose of participating in a platform, to be called as the “eSIM Alliance”, which will handle international traffic through eSIM profile switching between its participants. To date, the parties (10T, XOX and other interested telco) are still discussing on the formation of the Alliance and the agreement to govern the Alliance.
- D. On 10 June 2019, the Company announced to undertake the following “Proposals”:-
- I. Proposed Rights Issue of ICPS with Warrants;
  - II. Proposed Constitution Amendments; &
  - III. Proposed By-Laws Amendments.

Bursa Securities approved the said proposal on 24 June 2019 and subsequently approved by the Shareholders in the EGM held on 31 July 2019.

On 26 November 2019, the company has submitted an application to seek Bursa Securities’ approval for an extension of time of 6 months from 24 December 2019 up to 23 June 2020 for the Company to implement and complete the Corporate Exercise and the approval was obtained on 2 December 2019.

The issued price of the ICPS at RM0.025 per ICPS and the exercise price of the Warrant at RM0.06 per Warrant was announced on 23 January 2020; followed by the announcement on the following important, relevant dates for the Rights was announced on 24 January 2020:-

<u>Particulars</u>	<u>Date</u>
Date for commencement of trading of rights	13 Feb 2020
Date for cessation of trading of rights	20 Feb 2020
Date for announcement of final subscription results and basis of allotment of excess Rights Securities	05 Mar 2020
<u>Last date and time for:</u>	
Sales of provisional allotment of rights	19 Feb 2020 05.00 PM
Transfer of provisional allotment of rights	21 Feb 2020 04.30 PM
Acceptance and payment	27 Feb 2020 05.00 PM
Excess share application and payment	27 Feb 2020 05.00 PM
Available/Listing date	12 Mar 2020

- E. On 8 August 2019, XOX Mobile entered into a MOU with TOT Public Company Limited (“TOT”) for the purpose to establish the mobile virtual network operator (“MVNO”) partnership, cooperation and support between both parties in relation to exploring MVNO market in Thailand, connecting in technicality and testing the mobile telecommunication systems as well as other commercial operations. To date, both parties are working on the project.

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**10. Group Borrowings**

The increase in lease liabilities arising from the adoption of MFRS 16, there were no other borrowings during the current quarter under review and financial year-to-date.

Description	As at 31 December 2019 RM'000	As at 30 September 2019 RM'000
<b>Lease Liabilities</b>		
Short-term	4,923	1,104
Long-term	6,564	2,889

The lease liabilities are pertaining to the acquisition of motor vehicles, telecommunication network and right-of-use-assets.

The Group does not have any foreign currency denominated borrowings.

**11. Trade Receivables**

Description	As at 31 December 2019 RM'000	As at 30 September 2019 RM'000
Trade Receivables	41,095	39,234
Less: Allowance for impairment losses	(12,488)	(11,342)
	28,607	27,892

Trade receivables are non-interest bearing and are generally within the stipulated current credit term. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

**12. Material litigation**

There were no litigation or arbitration, which has a material effect on the financial position of the Group and the Board is not aware of any other proceedings pending or threatened or of any fact likely to give rise to any proceedings which has a material effect on the financial position of the Group.

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**13. Earnings per share**

Descriptions	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	31-Dec-19 RM'000	31-Dec-18 RM'000	31-Dec-19 RM'000	31-Dec-18 RM'000
Net profit/(loss) attributable to equity holders of the company	358	(1,597)	358	N/A
Weighted average number of ordinary shares in issue ('000)	1,092,397	993,094	1,092,397	N/A
Net Earnings/(Loss) Per Share - Basic (sen)	0.03	(0.16)	0.03	N/A

The fully diluted profit per share is not presented as there were no dilutive potential ordinary shares outstanding at the end of the reporting period.