



SMTRACK BERHAD

(Reg No.: 200401000918)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE QUARTER ENDED 31 JANUARY 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021

	----- Individual Quarter ----		----- Cumulative Quarter -----	
	Current Quarter Ended	*Preceding Corresponding Quarter Ended	(Unaudited) 6 months to date ended	(Unaudited) *Preceding corresponding 6 months Period Ended
	31/1/2021 RM'000	31/1/2020 RM'000	31/1/2021 RM'000	31/1/2020 RM'000
Revenue	425	552	850	957
Cost of Sales	-	2	-	0
Gross Profit/(Loss)	425	554	850	957
Other income /(loss)	1	-	38	-
Administrative expenses	-1,418	-634	-3,535	-868
Operating Profit/(Loss)	-993	-80	-2,648	89
Finance cost	-	-	-	-
Profit/(Loss) Before Taxation	-993	-80	-2,648	89
Taxation	-	-	-	-
Net Profit/(Loss) After Taxation	-993	-80	-2,648	89
Other comprehensive loss, net of tax	-	-	-	-
Total comprehensive income/(loss)	-993	-80	-2,648	89
Net Profit/(Loss) attributable to :				
- Owners of the Company	-935	-80	-2,540	-80
- Non-controlling interests	-58	-	-108	-
Net Profit/(Loss)	-993	-80	-2,648	-80
Total comprehensive income/(loss) attributable to :				
- Owners of the Company	-935	-14	-2,540	155
- Non-controlling interests	-58	-66	-108	-66
Total comprehensive income/(loss)	-993	-80	-2,648	89

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

	----- Individual Quarter ----		----- Cumulative Quarter -----	
	Current Quarter Ended	*Preceding Corresponding Quarter Ended	(Unaudited) 3 months to date ended	(Unaudited) *Preceding corresponding 3 months Period Ended
	31/1/2021 RM'000	31/1/2020 RM'000	31/1/2021 RM'000	31/1/2020 RM'000
Weighted average no. of ordinary shares in issue ('000)	229,698	176,691	229,698	176,691
Weighted average no. of ordinary shares in issue adjusted for the effect of dilutive potential ordinary shares('000)	229,698	176,691	229,698	176,691
Earnings/(loss) per ordinary share (sen):				
Basic earnings/(loss) per share (sen)	-0.41	-0.01	-1.11	0.09
Diluted earnings/(loss) per share (sen)	-0.41	-0.01	-1.11	0.09

Notes:

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial period ended ("FPE") 31 July 2020 and the accompanying notes attached to this interim financial report.

The loss before taxation is arrived at after charging / (crediting) the following items :-

	Current Quarter Ended	6 Months to date ended
	31-Jan-21	31-Jan-21
(a) Depreciation and amortisation	6.70	2.0
(b) Gain/(loss) on disposal of property, plant & equipment	-	-

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2021**

	(Unaudited) As at 31/1/2021 RM'000	(Audited) As at 31/7/2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	147	132
Purchased Goodwill	-	-
Other receivables, deposit and prepayment	3,944	3,944
Goodwill on Consolidation	2,776	2,776
	<u>6,867</u>	<u>6,852</u>
Current assets		
Trade receivables	4,609	3,879
Other receivables, deposits and prepayment	12,196	8,540
Amount owing by an associate	380	380
Tax recoverable	1	1
Cash and bank balances	1,361	28
	<u>18,547</u>	<u>12,828</u>
Total Assets	25,414	19,680
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	32,014	23,655
Accumulated profit	-9,312	-6,664
Shareholders' funds	22,702	16,991
Non-controlling interests	65	173
Total Equity	<u>22,767</u>	<u>17,164</u>
Current liabilities		
Trade Payables	143	142
Other payables and accruals	2,400	2,374
Amount Due to Directors	103	-
Total liabilities	<u>2,647</u>	<u>2,516</u>
Total equity and liabilities	25,414	19,680
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.099	0.097

Notes:

(i) The net asset per share for the quarter under review and financial period is calculated based on the net asset as at 31 January 2021 divided by the number of outstanding ordinary shares as at 31 January 2021

(ii) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2020 and the accompanying notes

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

	3 Months to date 31/1/2021 RM'000	Audited 12 months Year Ended Year Ended 31 July 2020 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Taxation	-2,648	-1,058
Adjustment for prior year retained profits	-	-
Loss / (Gain) on Disposal of Property, Plant & Equipment	-	-50
Adjustments for Non-cash items / Depreciation	-	71
Impairment loss on:		
- Trade receivables	-	14
- Other receivables	-	1,000
Profit on Disposal of Asset	-	-
Operating profit/(loss) before working capital changes	<u>-2,648</u>	<u>-23</u>
Changes in working capital		
Net change in inventories	-	-
Decrease/(Increase) in trade and other receivables	-4,439	-3,353
Increase/(Decrease) in trade and other payables	-28	-528
Increase/(decrease) in amount due to director	103	-
Decrease/(Increase) in amount due from associates	0	25
Net cash flows from operations	<u>-4,364</u>	<u>-3,856</u>
Tax paid / refund	-	-
Net cash flows from operating activities	<u>-7,011</u>	<u>-3,879</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Change in investment in jointly controlled entity	-	-
Product development costs incurred	-	-
Net Cash Outflow in Acquisition of Subsidiary	-	-2,786
Purchase of property, plant and equipment	-15.11	-96
Proceeds from disposal of property, plant and equipment	-	72
Cash proceed of disposal of subsidiary company	-	-
Net cash flows from investing activities	<u>-15</u>	<u>-2,810</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Advance to related company	-	-
Net proceeds from issuance of shares	8,359	6,270
Net proceeds from Increase of Shares of Subsidiary	-	400
Net purchase of subsidiary	-	-
Net cash flows from financing activities	<u>8,359</u>	<u>6,670</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	1,333	-19
Effects of Foreign Exchange Translation	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	28	47
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>1,361</u>	<u>28</u>
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	1,361	28
Fixed deposits placed with licensed banks	-	-
	<u>1,361</u>	<u>28</u>

Note:

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2020 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

	← Attributable to owners of the Company →							Total equity RM'000
	← Non-distributable →				Distributable			
	Share Capital	Share Premium	Foreign Exchange Fluctuation Reserve	Employee Share Option Reserve	Accumulated Losses	Shareholders' Fund	Non- controlling Interest	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 1 August 2020	23,655	0	0	0	-6,664	16,991	173	17,164
Total comprehensive profit /(loss)	-	-	-	-	(2,648)	(2,648)	(108)	(2,756)
Prior Year Adjustment	-	-	-	-	-	-	-	-
	-	-	-	-	-9,312	14,343	65	14,408
Transactions with owners:								
Share issuance	8,359	-	-	-	-	8,359	-	8,359
Total Transaction with owner	8,359	-	-	-	-	8,359	-	8,359
Balance as at 31 January 2021	32,014	-	-	-	-9,312	22,702	65	22,767
At 01 August 2019	17,385	-	-	-	(5,849)	11,536	-	11,536
Net loss for the financial period	-	-	-	-	(815)	(815)	(242)	(1,057)
Other Comprehensive expenses	-	-	-	-	-	-	-	-
Foreign currency translation	-	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(815)	(815)	(242)	(1,057)
	17,385	-	-	-	(6,664)	10,721	(242)	10,479
Transactions with owners:								
Acquisition of subsidiary	-	-	-	-	-	-	15	15
Issuance of share capital	6,270	-	-	-	-	6,270	400	6,670
	6,270	-	-	-	-	6,270	415	6,685
At 31 July 2020	23,655	-	-	-	(6,664)	16,991	173	17,164

Note:

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FPE 31 July 2020 and the accompanying notes attached to this interim financial report.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). These interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 July 2020. 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 the Group since the financial year ended 31 July 2020.

A2. Auditors’ Report of preceding period financial statements

The auditor report on financial statements for the year ended 31 July 2020 of the Group were qualified by external auditor on the following basis:

Impairment assessment on trade receivables, other receivables and amount due from associate (Note 10 and Note 12)

As at 31 July 2020, the Company has a balance of trade receivables, other receivables and amount due from associate amounting to RM3,729,093, RM9,064,685 and RM380,000 respectively. The Company did not prepare the assessment of impairment using the Expected Credit Loss (“ECL”) Model as required by Malaysian Financial Reporting Standards (MFRS) 9.

In addition, included in other receivables is an amount due from Cherish Words Sdn. Bhd. amounting to RM4,943,900. On 10 March 2016, the Company went into a joint venture agreement with Cherish Words Sdn. Bhd. (“CWSB”) for the FELDA project at Palong 16, Negeri Sembilan. Based on the agreement, the Company will provide funding to CWSB to complete the project. On 28 July 2017, the Company went into a settlement agreement with CWSB where CWSB agreed to pay the outstanding amount owed by giving 10 units of One LeTower Serviced Apartment. However, based on the physical sightings performed, we were unable to satisfy the ownership of the apartment by CWSB. Furthermore, there is a minimal progress on the construction of the said property hence the recoverability of the development project and the amount due is uncertain.

Based on the above findings, we were unable to determine whether any adjustments to the amount was necessary.

A3. Seasonal or cyclical factors

The Group’s operations are not materially affected by seasonal and/or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the quarter under review.

A5. Material changes in estimates

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

A6. Debts and equity securities

There were no issue of debts and equity securities for the quarter under review.

A7. Dividends

There were no dividends paid or declared for the quarter under review.

A8. Segmental Information

The Group has only one reportable segment, which is principally engaged in the distribution, research, design and deployment of the radio frequency identification (RFID) tag and operates predominantly in one country, that is, Malaysia. Accordingly, information by operating and geographical segments on the Group’s operations as required by MFRS 8 is not presented.

Further information on the Group’s revenue is discussed in Section B1.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134 (CONT’D)

A9. Valuation of property, plant and equipment

The Company has not carried out valuation on its property, plant and equipment in the current financial quarter under review. However, the Company may carry out valuation for certain plant and equipment to ascertain their fair value.

A10. Capital commitments

There were no material capital commitments in respect of property, plant and equipment as at the current financial quarter under review.

A11. Other commitments

There were no material other commitments as at the current financial quarter under review.

A12. Changes in the composition of the Group

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

A13. Contingent assets or liabilities

Save as disclosed in the quarterly reports, the Directors are of the opinion that the Group has no other contingent liabilities which, upon crystallisation would have material impact on the financial position and business performance of the Group as at reporting date.

A14. Material events pending completion

On 2 December 2020, Bursa Securities has approved the listing of up to 450,000,000 new SMTrack Shares to be issued pursuant to the conversion of the Notes subject to the following conditions:

- (i) SMTrack and Kenanga IB must fully comply with the relevant provisions under the ACE Market Listing Requirements of Bursa Securities pertaining to the implementation of the Proposed Notes Issue;
- (ii) SMTrack and Kenanga IB to inform Bursa Securities upon the completion of the Proposed Notes Issue;
- (iii) SMTrack to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities’ approval once the Proposed Notes Issue is completed; and
- (iv) SMTrack to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the conversion of the Notes respectively as at the end of each quarter together with a detailed computation of listing fees payable.

A15. Material events subsequent to the end of the quarter

The Company has received the 100 equal sub-tranches of Tranche 1 Notes amounting to RM25.0 million has been issued on 5 February 2021.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF
BURSA SECURITIES**

B1. Review of the performance of the Group

For the quarter ended 31 January 2021, the Group recorded revenue of RM0.425 million compared to RM0.552 million in the preceding year corresponding quarter.

The Group recorded a loss before taxation of RM0.993 million for the quarter ended 31 January 2021 as compared to a profit before taxation of RM0.80 million registered in the preceding year corresponding quarter.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter Ended 31-Jan-21 RM'000	Preceding Quarter Ended 31-Jan-20 RM'000
Revenue	425	957
Profit/(Loss) before tax	-993	89

B3. Prospects

The Group will be focusing on its new potential track and traceability software solution systems. In this respect, the Group strives to team-up with other overseas companies to explore the market opportunities for Logistics Information Platforms both locally and overseas, which will augur well for the Group and the Company in the near future. In the same time, the Group is exploring vibrant opportunities presented in the civil engineering and construction projects as well as food chain business.

In view of the uncertain domestic economic conditions, the Group is anticipating a challenging year ahead and will continue its efforts to diversify in various lucrative and sustainable businesses in order to boost the Group's revenue base and income streams.

B4. Profit forecast and profit guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter under review or in any public documents.

B5. Taxation

	Current Quarter Ended 31-Jan-21 RM'000	Cumulative 6 Months Period Ended 31-Jan-21 RM'000
Current tax expense	-	-

Non-pioneer business

There is no tax expense for the current quarter and current year to date as the Group and the Company incurred business losses and have no chargeable income.

B6. Status of Corporate Proposal

On 6 August 2020, the Company have fixed the issue price for the first and final tranche of the Placement Shares at RM0.1577 each ("Issue Price"). The Issue Price represents a discount of approximately RM0.0175 or 9.99% to the 5-day volume weighted average market price of SMTrack Shares up to and including 5 August 2020 of RM0.1752 per SMTrack Share.

On 20 October 2020, the Company proposes to undertake the issuance of redeemable convertible notes ("Notes") with an aggregate principle amount of up to RM120 million, which will mature on the date falling sixty (60) months from the closing date of the first sub-tranche of the Tranche 1 Notes ("Proposed Notes Issue") and diversification of the principle activities of SMTrack and its subsidiaries to include the business of commercial air transport operations ("Proposed Diversification").

On 23 October 2020, the listing application in relation to the Proposed Notes Issue and Proposed Diversification have been submitted to Bursa Securities.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF
BURSA SECURITIES (CONT'D)**

B6. Status of Corporate Proposal (Cont'd)

On 2 December 2020, Bursa Securities has approved the listing of up to 450,000,000 new SMTrack Shares to be issued pursuant to the conversion of the Notes subject to the following conditions:

(i) SMTrack and Kenanga IB must fully comply with the relevant provisions under the ACE Market Listing Requirements of Bursa Securities pertaining to the implementation of the Proposed Notes Issue;

(ii) SMTrack and Kenanga IB to inform Bursa Securities upon the completion of the Proposed Notes Issue;

(iii) SMTrack to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Notes Issue is completed; and

(iv) SMTrack to furnish Bursa Securities on a quarterly basis a summary of the total number of shares listed pursuant to the conversion of the Notes respectively as at the end of each quarter together with a detailed computation of listing fees payable.

The Company has received the 100 equal sub-tranches of Tranche 1 Notes amounting to RM25.0 million has been issued on 5 February 2021.

B7. Group borrowings and debt securities

As at the report date, the Group does not have any borrowings and debt securities.

B8. Off balance sheet financial instruments

As at the report date, the Group does not have any off balance sheet financial instruments.

B9. Material Litigations

*(i) Sepang Session Court: Summon No: BK-A52NCVC-04-02/2017
Shah Alam High Court: Appeal No: BA12ANCVC – 187-12/2017
Appeal No:
BA-12ANCVC – 188-12/2017*

SMTrack Berhad (“the Company”) vs Observision Sdn Bhd (“OBS”)

The suit was filed on 16 January 2017. The Plaintiff claimed for RM461,385.29 against the Defendant being payment for the goods supplied by the Plaintiff to the Defendant. The Plaintiff filed an application for summary judgement against the Defendant.

The Plaintiff succeeded in obtaining a judgment against the Defendant for RM466,385.29. Currently, the Defendant has appealed to the High Court Shah Alam for dissatisfaction with the judgment against RM466,385.29. The Court allowed the appeal and the matter was returned back to Session Court for full trial. At the Case Management held on 26 December 2019, the matter was fixed for trial on 16 March 2020. The Defendant subsequently served its amended defence on 13 March 2020, whereupon the Plaintiff had then requested the Court for permission to reply to the amended defence.

The Court has fixed for a trial on 17 November 2020 and 18 November 2020

Due to the enforcement of CMCO in Selangor, the trial was postponed, and the Court has fixed a Case Management on 8 January 2021.

The Court has now fixed the case for trial on 6 April 2021 at 2.30 pm.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF
BURSA SECURITIES (CONT'D)**

B9. Material Litigations (Cont'd)

(ii) Kuala Lumpur High Court: Writ Summon:

WA-22NCVC-39-01/2018

Observision Sdn Bhd (“OBS”) vs SMTrack Berhad (“the Company”)

On 26 January 2018, The Plaintiff had re-filed a writ summon against the Defendant for breach of the Outsource Service Agreement dated 3 September 2014 (“OSA”) in respect of a project relating to the supply, installation, and commissioning of extra low voltage equipment and infrastructure for certain housing projects. The contract was awarded for RM1,537,951.00. However, the Plaintiff claimed that the Defendant had breached its contractual terms and claimed for special damages of RM493,540.00 and liquidated damages of RM9,950,000.00. The Defendant’s solicitors are of the opinion that there were no documents evidencing that the Company was a party to the OSA and subsequently applied to strike out the cases on the grounds that there is no cause of action against the Defendant. The case was fixed for trial on 18 and 19 October 2018. The Company has filed its written submission soon thereafter.

On 21 January 2019, the judgement was delivered by the Honourable Judge Dato Zaki whereas the court has dismissed the Plaintiff’s claim and awarded RM10,000.00 as costs to the Defendant. The Plaintiff was dissatisfied with the decision and filed an appeal at the Court of Appeal Malaysia, Putrajaya by appeal number W-02(NCVC)(W)-244-02/2019.

The appeal case report is as below. (no.3)

(iii) Court of Appeal Malaysia, Putrajaya

Appeal No: W-02(NCVC)(W)-244-02/2019

Observision Sdn Bhd (“OBS”) vs SMTrack Berhad (“the Company”)

The Court fixed a Case Management date on 4 July 2019. On 4 July 2019, it was fixed for further Case Management on 28 August 2019. On 28 August 2019, the Court fixed a Case Management date on 9 October 2019. Where the Respondent is awaiting the Ground of Judgment from the High Court. On 9 October 2019, the Court fixed the appeal for further Case Management on 25 November 2019. On 30 January 2020, the Court fixed the appeal for a further Case Management on 17 February 2020. On 17 February 2020, the Court fixed the appeal for a further Case Management on 9 April 2020. On 9 April 2020, the Court fixed the appeal for further Case Management on 23 June 2020, where the Respondent is still pending the Ground of Judgement from the High Court. On 9 April 2020, the Court fixed the appeal for further case management on 23 June 2020 and it is still pending the ground of judgment from the High Court. A further case management was fixed on 3 September 2020 pending the notice of change of solicitors of Appellant and the ground of judgement from the High Court.

The Court fixed a further case management on 5 November 2020 and pending the ground of judgement from the High Court.

The Court has fixed a Case Management by way of E-review on 28 December 2020 pending the Ground of Judgment from High Court.

The Court has fixed a Case Management by way of E-review on 17 February 2021 pending the Ground of Judgement from High Court.

The Court has now fixed a Case Management by way of E-review on 12 April 2021 to update the Court on Ground of Judgement from High Court.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF
BURSA SECURITIES (CONT'D)**

B9. Material Litigations (Cont'd)

**(iv) Sepang Session Court Suit No: BK-S1-A52-07-05/2018
SMTrack Berhad (“the Company”) vs Lor Ching Peng (“LCP”)**

The Plaintiff has filed a new case against an ex-employee of the Plaintiff, wherein the cause of action is breach of contract whereby the Defendant breached the terms of his contract of service when he terminated the contract 6 months earlier. The Defendant was supposed to report to work despite giving 6 months' notice, but there has not been any amount since the trial has not been conducted. The total amount of the claim is RM 102,000.00. The court fixed the trial date on 19th November 2018. However, it was postponed to 26 December 2019. On 26 December 2019, the trial was postponed to 23 March 2020.

Due to the Covid-19 pandemic and the MCO, this matter has been postponed for trial on 21 October 2020 and 22 October 2020.

Due to the enforcement of CMCO in Selangor, the trial was postponed, and the Court has fixed a Case Management on 8 January 2021.

The Court has now fixed the case for trial on 6 April 2021 at 10.00 am.

B10. Dividends

The Board of Directors does not recommend any dividends for the current financial quarter under review.

B11. Earnings / (loss) per share

a) Basic earnings/ (loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Corresponding Quarter Ended	6 Months to date ended	Preceding 6 Months Corresponding Period To Dated Ended
	31-Jan-21	31-Jan-20	31-Jan-21	31-Jan-20
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	-935	-14	-2,540	155
Weighted average number of ordinary shares in issue ('000)	229,698	176,691	229,698	176,691
Basic earnings/(loss) per share (sen)	-0.41	-0.01	-1.11	0.09

b) Diluted earnings/ (loss) per share

No diluted earnings/ (loss) per share is disclosed as all potential ordinary shares are anti-dilutive.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 JANUARY 2021**

**B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF
BURSA SECURITIES (CONT'D)**

B12. Disclosure of realised and unrealised profits or losses

	As at 31-Jan-21 RM'000	As at 31-Jan-20 RM'000
Total accumulated profit / (losses) of the Company and its subsidiaries		
- Realised	-9,312	-6,664
- Unrealised	-	-
	-9,312	-6,664
Total share of accumulated profit/(losses) of a jointly controlled entity		
- Realised	-	-
- Unrealised	-	-
	-9,312	-6,664
Add: Consolidation adjustments	-	-
Total Accumulated profit / (losses)	-9,312	-6,664

B13. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors on 31 March 2021.

SMTRACK BERHAD

BY ORDER OF THE BOARD
Wednesday, 31 March, 2021