

**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 APRIL 2021**

(The figures have not been audited)

		Current Quarter Ended 30.04.2021 RM'000	Corresponding Quarter Ended 30.04.2020 RM'000	% change	Current Year To Date 30.04.2021 RM'000	Corresponding Year To Date 30.04.2020 RM'000	% change
	Note						
<b>CONTINUING OPERATIONS</b>							
Revenue	A9	365	220	66	365	220	66
Cost of sales		(214)	(48)		(214)	(48)	
Gross profit		151	172	(12)	151	172	(12)
Other operating income		368	69		368	69	
Other operating, administrative, selling and distribution expenses		(2,062)	(2,424)		(2,062)	(2,424)	
Loss from operations		(1,543)	(2,183)	(29)	(1,543)	(2,183)	(29)
Finance costs		(127)	(104)		(127)	(104)	
Loss before taxation	B5	(1,670)	(2,287)	(27)	(1,670)	(2,287)	(27)
Taxation	B6	4	-		4	-	
Loss for the period		(1,666)	(2,287)	(27)	(1,666)	(2,287)	(27)
<b>Other comprehensive expense:</b>							
<i>Items that are or may not be reclassified subsequently to profit or loss</i>							
-Exchange differences arising from translation of foreign operations		3	6		3	6	
<b>Total comprehensive expense for the period</b>		<u>(1,663)</u>	<u>(2,281)</u>		<u>(1,663)</u>	<u>(2,281)</u>	
<b>Loss attributable to:</b>							
Equity holders of the parent company		(1,563)	(1,983)	(21)	(1,563)	(1,983)	(21)
Non-controlling interests		(103)	(304)		(103)	(304)	
		<u>(1,666)</u>	<u>(2,287)</u>	(27)	<u>(1,666)</u>	<u>(2,287)</u>	(27)
<b>Total comprehensive expense attributable to:</b>							
Equity holders of the parent company		(1,560)	(1,978)		(1,560)	(1,978)	
Non-controlling interests		(103)	(303)		(103)	(303)	
		<u>(1,663)</u>	<u>(2,281)</u>		<u>(1,663)</u>	<u>(2,281)</u>	
Loss per share							
- Basic (sen)	B14	(1.12)	(1.42)		(1.12)	(1.42)	
- Diluted (sen)	B14	(1.12)	(1.42)		(1.12)	(1.42)	

**Note:**

The above 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 January 2021 and the accompanying explanatory notes attached to these interim financial statements.

**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2021****(The figures have not been audited)**

	As At 34.04.2021	(Audited) As At 31.01.2021
<u>Note</u>	<u>RM'000</u>	<u>RM'000</u> (Restated)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	126	137
Right-of-use assets	1,728	2,005
	<u>1,854</u>	<u>2,142</u>
<b>Current assets</b>		
Property, plant and equipment	1,471	1,503
Right-of-use assets	577	592
Other investments	462	461
Inventories	67	67
Contract assets	-	39
Contract costs	550	303
Trade receivables	1,137	444
Other receivables, deposits and prepayments	2,330	2,569
Tax recoverable	570	566
Short term deposits with financial institutions	400	400
Cash and bank balances	2,539	4,027
	<u>10,103</u>	<u>10,971</u>
<b>TOTAL ASSETS</b>	<u>11,957</u>	<u>13,113</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	95,745	95,745
Reserves	(1,344)	(1,347)
Accumulated losses	(87,304)	(85,741)
Total equity attributable to equity holders of the parent	7,097	8,657
Non-controlling interests	(10,608)	(10,505)
<b>TOTAL EQUITY</b>	<u>(3,511)</u>	<u>(1,848)</u>
<b>Non-current liabilities</b>		
Lease liabilities	-	1,985
	<u>-</u>	<u>1,985</u>
<b>Current liabilities</b>		
Lease liabilities	4,490	3,068
Trade payables	753	735
Other payables and accruals	9,603	8,960
Contract liabilities	617	208
Provision for taxation	5	5
	<u>15,468</u>	<u>12,976</u>
<b>TOTAL LIABILITIES</b>	15,468	14,961
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>11,957</u>	<u>13,113</u>
Net assets per share attributable to ordinary equity holders of the parent company (RM)	0.0507	0.0618

**Note:**

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 January 2021 and the accompanying explanatory notes attached to these interim financial statements.

**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 APRIL 2021****(The figures have not been audited)**

Note	<----- Attributable to equity holders of the parent ----->							
	<---- (Non Distributable) ---->			(Distributable)		Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Other Reserves RM'000	Translation Reserves RM'000	Accumulated losses RM'000				
<b><u>3 months period ended 30 April 2021</u></b>								
Balance as at 1 February 2021	95,745	(1,283)	(64)	(85,741)	8,657	(10,505)	(1,848)	
<b>Changes in equity during the period:</b>								
Loss for the period	-	-	-	(1,563)	(1,563)	(103)	(1,666)	
Other comprehensive expense:								
- Translation reserves	-	-	3	-	3	-	3	
Total comprehensive expense for the period	-	-	3	(1,563)	(1,560)	(103)	(1,663)	
At 30 April 2021	95,745	(1,283)	(61)	(87,304)	7,097	(10,608)	(3,511)	
<b><u>3 months period ended 30 April 2020</u></b>								
Balance as at 1 February 2020	95,745	-	(71)	(71,445)	24,229	(15,335)	8,894	
<b>Changes in equity during the period :</b>								
Loss for the period	-	-	-	(1,983)	(1,983)	(304)	(2,287)	
Other comprehensive expense:								
- Translation reserves	-	-	5	-	5	1	6	
Total comprehensive expense for the period	-	-	5	(1,983)	(1,978)	(303)	(2,281)	
At 30 April 2020	95,745	-	(66)	(73,428)	22,251	(15,638)	6,613	

**Note:**

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 January 2021 and the accompanying explanatory notes attached to these interim financial statements.

**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 APRIL 2021**

(The figures have not been audited)

	Current Year To Date 30.04.2021 RM'000	Corresponding Year To Date 30.04.2020 RM'000
<b>Cash flows from operating activities</b>		
Loss before taxation	(1,670)	(2,287)
<b>Adjustments for non cash and non operating items:</b>		
Allowance for doubtful debt	-	189
Depreciation of property, plant & equipment	46	71
Depreciation of right-of-use assets	292	23
Interest expenses	11	104
Interest income from short term deposits	(2)	(81)
Interest on lease liabilities	115	24
Property, plant & equipment written off	-	1
Unrealised capital gain on other investments	-	(5)
Unrealised loss on foreign exchange	46	-
<b>Operating loss before working capital changes</b>	<b>(1,162)</b>	<b>(1,961)</b>
Other investments	-	2,281
Inventories	-	(26)
Trade receivables	(693)	194
Other receivables, deposits and prepayments	239	(348)
Contract asset	39	-
Contract cost	(247)	-
Trade payables	10	3
Other payables and accruals	594	(100)
Contract liabilities	409	-
<b>Cash (used in)/generated from operations</b>	<b>(811)</b>	<b>43</b>
Interest paid	(115)	(160)
<b>Net cash used in from operating activities</b>	<b>(926)</b>	<b>(117)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant & equipment	(2)	(2)
<b>Net cash used in investing activities</b>	<b>(2)</b>	<b>(2)</b>
<b>Cash flows from financing activities</b>		
Repayment of bank borrowings	-	(462)
Repayment of lease liabilities	(563)	(39)
<b>Net cash used in financing activities</b>	<b>(563)</b>	<b>(501)</b>
<b>Effect of exchange rate changes</b>	<b>3</b>	<b>6</b>
<b>Net changes in cash and cash equivalents</b>	<b>(1,491)</b>	<b>(620)</b>
<b>Cash and cash equivalents at the beginning of the financial period</b>	<b>4,027</b>	<b>1,430</b>
<b>Cash and cash equivalents at the end of the financial period</b>	<b>2,539</b>	<b>816</b>

**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 APRIL 2021****(The figures have not been audited)**

	Current Year To Date 30.04.2021 RM'000	Corresponding Year To Date 30.04.2020 RM'000
<i>Analysed into:</i>		
Short term deposits with financial institutions	400	-
Cash and bank balances	2,539	1,242
	<hr/>	<hr/>
	2,939	1,242
Less: Short term deposits pledged	(400)	(426)
	<hr/>	<hr/>
<b><i>Cash and cash equivalents at the end of the financial period</i></b>	<b>2,539</b>	<b>816</b>

## Note:

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 January 2021 and the accompanying explanatory notes attached to these interim financial statements.

**NOTES TO THE INTERIM FINANCIAL REPORT - 1ST QUARTER ENDED 30 APRIL 2021**

**PART A: EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134**

**A1 Basis of preparation**

These condensed consolidated financial statements ("Condensed Report") are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), the International Financial Reporting Standards ("IFRS") 134 Interim Financial Reporting and the requirements of the Companies Act 2016 in Malaysia, where applicable. This Condensed Report, other than for financial instruments, has been prepared under the historical cost convention. Certain financial instruments are carried at fair value in accordance with MFRS 9 Financial Instruments.

This Condensed Report has also been prepared in accordance with paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 January 2021. The explanatory notes attached to the Condensed Report provide explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2021.

**A2 Changes in accounting policies**

The accounting policies adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 January 2021.

The Group has adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2021. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

The following Standards and amendments to Standards have been issued by the MASB but are not yet effective. These pronouncements are either not relevant or do not have any material impact on the financial statements of the Group.

**Standards issued but not yet effective**

	<b>effective for financial periods beginning on or after</b>
Amendments to MFRS 16 <i>Leases – COVID-19-Related Rent Concessions beyond 30 June 2021</i>	1 April 2021
Amendments to MFRS 3 <i>Business Combinations – Reference to the Conceptual Framework</i>	1 January 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment – Proceeds before Intended Use</i>	1 January 2022
Amendments to MFRS 137 <i>Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract</i>	1 January 2022
Annual Improvements to MFRS Standards 2018–2020	1 January 2022
Amendments to MFRS 101 <i>Presentation of Financial Statements – Classification of Liabilities as Current or Non-current</i>	1 January 2023
Amendments to MFRS 101 <i>Presentation of Financial Statements – Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 10 <i>Consolidated Financial Statements - Sale or Contributions of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 128 <i>Investments in Associates and Joint Ventures - Sale or Contributions of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group will adopt the relevant pronouncements when they become effective in the respective financial periods.

### A3 Auditors' report on preceeding audited financial statements

The Company's External Auditors, Messrs RSM Malaysia had expressed the following qualified opinion in the Company's Audited Financial Statements for the financial year ended 31 January 2021.

#### Qualified Opinion

We have audited the financial statements of Comintel Corporation Bhd, which comprise the statements of financial position as at 31 January 2021 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 6 to 97.

In our opinion, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 January 2021, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

#### Basis for Qualified Opinion

As disclosed in Note 3 to the financial statements, the financial statements of the Group and of the Company have been prepared on the assumption that the Group and the Company will continue as going concern. The application of the going concern basis is based on the assumption that a major shareholder has agreed to provide adequate funds for the Group and for the Company to meet its liabilities as they fall due and to finance the working capital requirement of the Group and of the Company.

The Group and the Company incurred a net loss of RM9,468,000 and RM11,422,000 respectively during the financial year ended 31 January 2021, and as at that date, the Group's and the Company's current liabilities exceeded its current assets by RM1,855,000 and RM1,529,000 respectively.

On 25 January 2018 and 29 January 2018, the directors announced that Company had triggered Paragraph 8.03A of the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities") and was classified as an affected listed issuer. On 28 March 2019, the directors announced that the Company had further triggered Paragraph 2.1(a) of PN17 of the MMLR of Bursa Securities.

The Company announced a proposed regularisation plan on 22 July 2020 which comprise of proposed disposal, share capital reduction, private placement and acceptance of contract ("Proposed Regularisation Plan"). For the purpose of undertaking the Proposed Regularisation Plan, the Company had on the same date entered into a share sale agreement with Allied Technologies Group Sdn. Bhd. for the proposed disposal of certain subsidiaries for an aggregate cash consideration of RM1 million, a subscription agreement with the investor and an agreement to award with Dhaya Maju Infrastructure (Asia) Sdn Berhad.

On 26 April 2021, the Company announced that the conditions precedent of the share sale agreement, subscription agreement and agreement to award (which were dated 22 July 2020) have not been fulfilled on or before the cut-off date of 22 April 2021. Accordingly, the Proposed Regularisation Plan which are inter-conditional upon each other was aborted.

The Company has made a written application to Bursa Securities on 21 April 2021 for an extension of time of 6 months from 24 April 2021 to 24 October 2021 to submit its Regularisation Plan ("EOT Application"). Bursa Securities has, vide its letter dated 20 May 2021, rejected the EOT Application of the Company. The trading of the securities of the Company will be suspended with effect from 31 May 2021 and the securities of the Company will be delisted on 2 June 2021 unless an appeal against the delisting is submitted to Bursa Securities on or before 28 May 2021 (the Appeal Timeframe). In the event the Company submits an appeal to Bursa Securities within the Appeal Timeframe, the delisting of the securities of the Company from the Official List of Bursa Securities on 2 June 2021 will be deferred pending the decision on the Company's appeal.

The trading in the securities of the Company has been suspended with effect from 31 May 2021 and a written appeal against the de-listing was submitted to Bursa Securities on 28 May 2021.

The abovementioned events and conditions indicate the existence of material uncertainties which may cast significant doubt about the ability of the Group and of the Company to continue as a going concern.

The ability of the Group and of the Company to carry on as a going concern, amongst others, is dependent upon the ability of the Group and of the Company to achieve sustainable and viable operations with adequate cash flows generated from their operating activities.

In the event that these are not forthcoming, the Group and the Company may be unable to realise their assets and discharge their liabilities in the normal course of business. Accordingly, the financial statements of the Group and of the Company may require adjustment to restate the carrying amounts of the assets to their recoverable amounts and to provide further liabilities that may arise.

The financial statements of the Group and of the Company do not include any adjustments and classification relating to the recorded assets and liabilities that may be necessary should the Group and the Company be unable to continue as going concern, other than the assets and liabilities of Comintel Green Technologies Sdn. Bhd. that are stated on break up basis in the consolidated financial statements of the Group.

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **A3 Auditors' report on preceeding audited financial statements (cont'd)**

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current year.

Matters giving rise to a modified opinion are by their nature key audit matters and consequently the matters described in our basis for qualified opinion section of our report has addressed the key audit matters and we have determined that there are no other key matters to communicate in our report.

Steps taken or proposed to be taken to address those key audit matters that relate to the modified opinion or material uncertainty related to going concern and the timeline, based on our announcement dated 16 July 2021, Bursa Malaysia Securities Berhad ("Bursa Securities") has allowed the Company's appeal on the decision by Bursa Securities to de-list the Company's securities and further granted the Company an extension of time of up to 16 January 2022 to submit a Regularisation Plan.

### **A4 Explanatory comment on seasonality or cyclicity**

The Group's operations has not been affected materially by any seasonal or cyclical factors. However, the System Integration & Maintenance Services' ("SIMS") business operation results were very much dependent on the timing of completion of each project.

### **A5 Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and period ended 30 April 2021.

### **A6 Significant estimates and change in estimates**

There were no changes in estimates that have had any material effect during the current quarter results and period ended 30 April 2021.

### **A7 Debt and equity securities**

There were no issuance, repurchases and repayment of debt and equity securities, shares buy-back, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter and period ended 30 April 2021.

### **A8 Dividend**

No interim nor final dividend has been declared, recommended or paid during the financial quarter under review and the financial period to date.

### **A9 Segmental information**

The Group's operating segments are as follows :

- (a) Investment Holding
- (b) System Integration & Maintenance Services (SIMS)
- (c) Green Waste Management and conversion of Waste-to-Energy (GWM and WtE)

In presenting the segmental information, segment revenue is based on both operating segment and the geographical location of customers. Segment assets are based on the assets employed by each of the operating segment.



**A9 Segmental information (cont'd)**

*Segment revenue, segment results and segment assets employed for operating segment and geographical segment*

**Current Period-to-Date (quarter ended 30 April 2021)**

<b>Segment revenue</b>	Investment Holding RM'000	SIMS RM'000	GWM and WtE RM'000	Consolidated RM'000
Malaysia	-	365	-	365
Overseas	-	-	-	-
Total Revenue	-	365	-	365
<b>Results from operating activities</b>				
Segment results	(524)	(728)	(302)	(1,554)
Finance costs				(116)
Loss before taxation				(1,670)
Taxation				4
Loss for the period				(1,666)
<b>Segment Assets</b>				
Segment total assets	357	9,282	2,318	11,957

**Corresponding Period-to-Date (quarter ended 30 April 2020)**

<b>Segment revenue</b>	Investment Holding RM'000	SIMS RM'000	GWM and WtE RM'000	Consolidated RM'000
Malaysia	58	162	-	220
Overseas	-	-	-	-
Total Revenue	58	162	-	220
<b>Results from operating activities</b>				
Segment results	(863)	(836)	(484)	(2,183)
Finance costs				(104)
Loss before taxation				(2,287)
Taxation				-
Loss for the period				(2,287)
<b>Segment Assets</b>				
Segment total assets	10,618	3,236	6,367	20,221

**A10 Valuation of property, plant and equipment**

There were no changes to the valuation of property, plant and equipment from the previous year's audited financial statements.

**A11 Material events subsequent to the end of the interim period**

There were no material events since the end of the current quarter to the date of this announcement that have not been reflected in the interim financial statements

**A12 Changes in the composition of the Group**

There were no changes in the composition of the Group for the current quarter.

**A13 Contingent assets and liabilities**

As at 30 April 2021, total bank guarantees issued or outstanding by the Group in relation to performance and tenders amounted to RM0.03 million. The Company has provided corporate guarantees amounting to RM137.2 million to financial institutions for banking facilities made available to its subsidiaries of which RM0.05 million has been utilised as at 30 April 2021.

**A14 Capital commitments**

There were no material capital commitments as at the end of the financial period and up to the date of this report.

**A15 Related party transactions**

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms. The Group's related party transactions for the current quarter and financial year-to-date were as follows:

Nature of Relationship	Purchase of goods RM'000	Service Received RM'000	<b>Total for nature of relationship RM'000</b>
Director, other key management personnel	-	27	27
<b>Total for type of transaction</b>	-	27	27

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**COMINTEL CORPORATION BHD ("COMCORP")**

Registration No. 200301027648 (Company No. 630068-T)

**NOTES TO THE INTERIM FINANCIAL REPORT - 1ST QUARTER ENDED 30 APRIL 2021****PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1 Review of performance of operating segments of the group**

The Group recorded revenue of RM0.4 million for the current financial quarter and financial year-to-date under review, an increase of 65.9% or RM0.2 million as compared to the corresponding financial quarter and corresponding financial year-to-date of RM0.2 million. In the current financial quarter, all revenue were contributed by SIMS segment, recording an increase of RM0.2 million as compared to the corresponding financial quarter ended 30 April 2020. The increase in revenue were mainly due to more SIMS related work being completed during the current financial period.

The Group recorded loss after taxation in the current financial quarter and financial year-to-date under review of RM1.7 million, a decrease of 27.6% or RM0.6 million as compared to loss after taxation in the corresponding quarter and corresponding year-to-date of RM2.3 million. The decrease in loss after tax for the current financial quarter were mainly due to rental income arising from sub-let of office space by Comintel Sdn. Bhd. ("Comintel") and reduction in operating expenses. There was no rental income in the corresponding financial quarter ended 30 April 2020 due to exclusion of Comintel which was under liquidation as at 30 April 2020.

**B2 Comment on current quarter result as compared with the immediate corresponding quarter**

	Current Quarter ended 30.04.2021 <u>RM'000</u>	Corresponding Quarter ended 31.01.2021 <u>RM'000</u>
Revenue	365	460
Loss before taxation	(1,670)	(3,008)
Loss for the period	(1,666)	(3,008)
Attributable to :		
Equity holders of the parent company	(1,563)	(2,418)
Non-controlling interests	(103)	(590)

The current financial quarter's revenue was RM0.1 million lower than the revenue recorded in the immediate corresponding quarter ended 31 January 2021. The decrease in revenue is mainly derived from SIMS segment where SIMS segment recorded a revenue of RM0.4 million in the current quarter as compared to RM0.5 million in the immediate corresponding quarter.

Net loss attributable to the equity holders of the parent company was RM1.7 million, a decrease of RM1.3 million as compared to the net loss of RM3.0 million recorded in the immediate corresponding quarter. The higher loss for the immediate corresponding financial quarter was mainly due to the impairment loss on property, plant and equipment amounting to RM1.5 million.

**B3 Prospects**

On 27 May 2021, the Company entered into an agreement to award with Binastra Construction (M) Sdn. Bhd. ("Binastra Construction") for the acceptance of a total of 3 letters of award by Total Package Work Sdn. Bhd., a wholly-owned subsidiary of the Company from Binastra Construction totalling to RM117.7 million. Based on our announcement dated 16 July 2021, all the conditions precedent of the agreement to award have been fulfilled as at 16 July 2021. Accordingly, the agreement to award has become unconditional on 16 July 2021.

The management of Comcorp together with its appointed advisers are working to finalise the Regularisation Plan for submission to the regulatory authorities while at the same time, the Group continues its efforts to develop new opportunities to strengthen the operating segments. Barring any unforeseen circumstances, we are cautiously hopeful that we are able to regularise our financial condition.

**B4 Profit forecast or profit guarantee**

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

**B5 Loss before taxation**

	(Audited)			
	Current	Corresponding	Current	Corresponding
	Quarter Ended	Quarter Ended	Year To Date	Year To Date
	30.04.2021	30.04.2020	30.04.2021	30.04.2020
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Loss before taxation are stated after charging / (crediting) :				
Interest income	(2)	(25)	(2)	(25)
Other income (excluding interest income)	(366)	(43)	(366)	(43)
Interest expenses	127	104	127	104
Depreciation of property, plant & equipment	46	71	46	71
Depreciation of right-of-use assets	292	23	292	23
Provision for doubtful debt	-	584	-	584
Expenses relating to leases of low value assets	8	4	8	4
Expenses relating to short-term leases	6	155	6	155
Unrealised capital loss on other investments	-	5	-	5
Unrealised loss on foreign exchange	46	-	46	-

**B6 Taxation**

	Current	Current Year
	Quarter	To Date
	30.04.2021	30.04.2021
	<u>RM'000</u>	<u>RM'000</u>
<u>Malaysian Taxation</u>		
- Current	(4)	(4)
- Deferred	-	-
	<u>(4)</u>	<u>(4)</u>

**B7 Profit or loss on sales of unquoted investments and properties**

The Group has not disposed any unquoted investment or properties in the current quarter.

**B8 Quoted securities**

There was no purchase nor disposal of quoted securities in the current quarter.

**B9 Corporate proposal**

On 26 April 2021, the Company announced that the conditions precedent of the share sale agreement, subscription agreement and agreement to award dated 22 July 2020 have not been fulfilled on or before the cut-off date of 22 April 2021. Accordingly, the proposed disposal, share capital reduction, private placement and acceptance of contract which are inter-conditional upon each other were aborted.

On 27 May 2021, the Company entered into an agreement to award with Binastra Construction (M) Sdn. Bhd. ("Binastra Construction") for the acceptance of a total of 3 letters of award by Total Package Work Sdn. Bhd., a wholly-owned subsidiary of the Company from Binastra Construction totalling to RM117.7 million. Based on our announcement dated 16 July 2021, all the conditions precedent of the agreement to award have been fulfilled as at 16 July 2021. Accordingly, the agreement to award has become unconditional on 16 July 2021.

**B10 Group borrowings**

	Payable within	Payable after 12	Total
	12 months	months	
	<u>RM'000</u>	<u>RM'000</u>	
<u>Secured</u>			
Bank borrowings	-	-	-
Total Borrowings	<u>-</u>	<u>-</u>	<u>-</u>

**B11 Off balance sheet financial instrument**

There were no off balance sheet financial instruments as at the date of this report that might materially affect the Group's position.

**B12 Changes in material litigation**

There were no material litigations, which would have a material adverse effect on the financial results for the current financial period under review.

**B13 Proposed dividends**

There were no dividends declared or proposed by the Company for the financial quarter under review.

**B14 Loss per share**

The basic (loss)/earnings per share is calculated by dividing loss/(profit) for the period attributable to ordinary equity owners of the parent by the weighted average number of ordinary shares in issue for the current quarter and cumulative quarter to date for year ending 31 January 2022 is as follow:-

	Current Qtr 30.04.2021	Cumulative Qtr to-date 30.04.2021
Loss attributable to owners of the Company (RM'000)	(1,563)	(1,563)
Weighted average number of ordinary shares in issue (based on ordinary share of RM0.50 each) ('000)	140,000	140,000
Loss per share (sen)	(1.12)	(1.12)

**B15 Comparative figures**

Comparative figures, where applicable, have been modified to conform with the current quarter presentation.

**B16 Auditors' report on preceeding audited financial statements**

The Company's External Auditors, Messrs RSM Malaysia had expressed the following qualified opinion in the Company's Audited Financial Statements for the financial year ended 31 January 2021.

Qualified Opinion

We have audited the financial statements of Comintel Corporation Bhd, which comprise the statements of financial position as at 31 January 2021 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 6 to 97.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 January 2021, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for Qualified Opinion

As disclosed in Note 3 to the financial statements, the financial statements of the Group and of the Company have been prepared on the assumption that the Group and the Company will continue as going concern. The application of the going concern basis is based on the assumption that a major shareholder has agreed to provided adequate funds for the Group and for the Company to meet its liabilities as they

The Group and the Company incurred a net loss of RM9,468,000 and RM11,422,000 respectively during the financial year ended 31 January 2021, and as at that date, the Group's and the Company's current liabilities exceeded its current assets by RM1,855,000 and RM1,529,000 respectively.

On 26 April 2021, the Company announced that the conditions precedent of the share sale agreement, subscription agreement and agreement to award (which were dated 22 July 2020) have not been fulfilled on or before the cut-off date of 22 April 2021. Accordingly, the Proposed Regularisation Plan which are inter-conditional upon each other was aborted.

## **B16 Auditors' report on preceeding audited financial statements (cont'd)**

### Basis for Qualified Opinion (cont'd)

The Company has made a written application to Bursa Securities on 21 April 2021 for an extension of time of 6 months from 24 April 2021 to 24 October 2021 to submit its Regularisation Plan ("EOT Application"). Bursa Securities has, vide its letter dated 20 May 2021, rejected the EOT Application of the Company. The trading of the securities of the Company will be suspended with effect from 31 May 2021 and the securities of the Company will be delisted on 2 June 2021 unless an appeal against the delisting is submitted to Bursa Securities on or before 28 May 2021 (the Appeal Timeframe). In the event the Company submits an appeal to Bursa Securities within the Appeal Timeframe, the delisting of the securities of the Company from the Official List of Bursa Securities on 2 June 2021 will be deferred pending the decision on the Company's appeal.

The trading in the securities of the Company has been suspended with effect from 31 May 2021 and a written appeal against the de-listing was submitted to Bursa Securities on 28 May 2021.

The abovementioned events and conditions indicate the existence of material uncertainties which may cast significant doubt about the ability of the Group and of the Company to continue as a going concern.

The ability of the Group and of the Company to carry on as a going concern, amongst others, is dependent upon the ability of the Group and of the Company to achieve sustainable and viable operations with adequate cash flows generated from their operating activities.

In the event that these are not forthcoming, the Group and the Company may be unable to realise their assets and discharge their liabilities in the normal course of business. Accordingly, the financial statements of the Group and of the Company may require adjustment to restate the carrying amounts of the assets to their recoverable amounts and to provide further liabilities that may arise.

The financial statements of the Group and of the Company do not include any adjustments and classification relating to the recorded assets and liabilities that may be necessary should the Group and the Company be unable to continue as going concern, other than the assets and liabilities of Comintel Green Technologies Sdn. Bhd. that are stated on break up basis in the consolidated financial statements of the Group.

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current year.

Matters giving rise to a modified opinion are by their nature key audit matters and consequently the matters described in our basis for qualified opinion section of our report has addressed the key audit matters and we have determined that there are no other key matters to communicate in our report.

Steps taken or proposed to be taken to address those key audit matters that relate to the modified opinion or material uncertainty related to going concern and the timeline, based on our announcement dated 16 July 2021, Bursa Malaysia Securities Berhad ("Bursa Securities") has allowed the Company's appeal on the decision by Bursa Securities to de-list the Company's securities and further granted the Company an extension of time of up to 16 January 2022 to submit a Regularisation Plan.

## **B17 Authorisation for issue**

The Condensed Report was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 July 2021.

**Date: 27 July 2021**