



XOX BHD

(Company Registration No.: 201001016682 (900384-X)
(Incorporated in Malaysia under the Companies Act, 1965)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2021

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("Bursa Securities LR")



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Descriptions	INDIVIDUAL PERIOD		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR-TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30 June 2021 RM'000	30 June 2020 RM'000	30 June 2021 RM'000	30 June 2020 RM'000
Revenue	92,070	58,536	236,877	182,617
Operating Expenses	(124,555)	(69,598)	(286,485)	(196,726)
Other Income	715	113	10,897	284
Finance Costs	(387)	(408)	(1,132)	(1,236)
Share of results of associates, net of tax	1,200	-	1,378	-
Loss Before Tax	(30,957)	(11,357)	(38,465)	(15,061)
Tax Expenses	(25)	(104)	(191)	(227)
Loss for the period, net of tax	(30,982)	(11,461)	(38,656)	(15,288)
Other comprehensive income, net of tax				
Item that may be reclassified subsequently to profit or loss				
Foreign currency translation	(411)	236	(350)	27
Total comprehensive income for the financial period	(31,393)	(11,225)	(39,006)	(15,261)
Loss for the period, net of tax				
Attributable to:				
- Owners of the Company	(30,770)	(11,325)	(37,895)	(14,979)
- Non-controlling Interest	(212)	(136)	(761)	(309)
	(30,982)	(11,461)	(38,656)	(15,288)
Total comprehensive income				
Attributable to:				
- Owners of the Company	(31,183)	(10,964)	(38,255)	(14,966)
- Non-controlling Interest	(210)	(261)	(751)	(295)
	(31,393)	(11,225)	(39,006)	(15,261)
Loss per Share Attributable				
To Equity Holders of the Parent				
- Basic (sen)	(0.83)	(1.02)	(1.03)	(1.35)
- Diluted (sen)	(0.83)	(1.02)	(1.03)	(1.35)

Notes:-

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 2020 and the accompanying explanatory notes attached to this interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Descriptions	Unaudited as at 30 June 2021 RM'000	Audited as at 30 September 2020 RM'000
<u>ASSETS</u>		
<u>NON-CURRENT ASSETS</u>		
Plant and equipment	50,819	52,883
Intangible assets	45,229	37,123
Deferred tax assets	1,449	1,449
Investment in associate company	47,097	-
Other investment	42,413	6,152
Other receivables	235	238
Lease receivables	272	-
<i>Total Non-Current Assets</i>	187,514	97,845
<u>CURRENT ASSETS</u>		
Inventories	12,149	7,929
Trade receivables	7,851	12,451
Other receivables, deposits and prepayments	59,604	46,890
Lease receivables	150	-
Tax recoverables	854	347
Cash and short term deposits	148,097	182,275
<i>Total Current Assets</i>	228,705	249,892
TOTAL ASSETS	416,219	347,737
<u>EQUITY AND LIABILITIES</u>		
Share capital	427,014	343,519
Irredeemable Convertible Preference Shares (ICPS)	1,949	2,160
Capital reserve	2,200	2,200
Warrant reserves	2,527	2,527
Warrant C Reserve	106,370	-
Other reserves	(108,897)	(2,527)
Exchange reserves	(383)	(23)
Share Issuance Scheme Options Reserve	11	2,976
Accumulated losses	(124,333)	(89,409)
<i>Total Equity</i>	306,458	261,423
Non-controlling interest	(615)	137
	305,843	261,560



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONT'D)

Descriptions	Unaudited as at 30 June 2021 RM'000	Audited as at 30 September 2020 RM'000
<u>NON-CURRENT LIABILITY</u>		
Lease liabilities	8,059	8,760
Deferred tax liabilities	332	170
<i>Total Non-Current Liability</i>	8,391	8,930
<u>CURRENT LIABILITIES</u>		
Trade payables	30,719	18,687
Other payable and accruals	42,272	30,038
Contract liability	24,099	24,034
Tax payable	-	15
Lease liabilities	4,895	4,473
<i>Total Current Liability</i>	101,985	77,247
TOTAL LIABILITY	110,376	86,177
TOTAL EQUITY AND LIABILITIES	416,219	347,737

Notes: -

The net assets per share attributable to equity holders of the Company is computed based on the net assets divided by 3,935,402,575 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 2020 and the accompanying explanatory notes attached to this interim financial statements.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 JUNE 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<div>Attributable to owners of the parent</div> <div>Non-distributable</div>											
	Share Capital	ICPS	Other Reserve	Capital Reserve	Warrant Reserve	Warrant C Reserve	Exchange Reserves	Share Issuance Scheme Option Reserve	Accumulated Losses	Total	Non-Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2020	343,520	2,160	(2,528)	2,200	2,528	-	(23)	2,976	(89,409)	261,424	136	261,560
Loss for the financial period	-	-	-	-	-	-	-	-	(37,895)	(37,895)	(761)	(38,656)
Other comprehensive income												
Foreign currency translations	-	-	-	-	-	-	(360)	-	-	(360)	10	(350)
Total comprehensive income for the financial period	-	-	-	-	-	-	(360)	-	(37,895)	(38,255)	(751)	(39,006)
Transactions with owners:												
Issuance of ordinary shares pursuant to:												
- Private placement	60,631	-	-	-	-	-	-	-	-	60,631	-	60,631
- Conversion of ICPS	422	(211)	-	-	-	-	-	-	-	211	-	211
- Exercise of warrants	5	-	1	-	(1)	-	-	-	-	5	-	5
- Free warrants C	-	-	(106,370)	-	-	106,370	-	-	-	-	-	-
- Share options exercised	22,436	-	-	-	-	-	-	(1,883)	-	20,553	-	20,553
Share options granted	-	-	-	-	-	-	-	(1,082)	2,971	1,889	-	1,889
Total transactions with owners	83,494	(211)	(106,369)	-	(1)	106,370	-	(2,965)	2,971	83,289	-	83,289
At 30 June 2021	427,014	1,949	(108,897)	2,200	2,527	106,370	(383)	11	(124,333)	306,458	(615)	305,843



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONT'D)

	Attributable to owners of the parent								Non-Controlling Interest		Total Equity
	Non-distributable										
	Share Capital	ICPS	Other Reserve	Capital Reserve	Warrant Reserve	Exchange Reserves	Share Issuance Scheme Option Reserve	Accumulated Losses	Total	Non-Controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2019	126,893	-	-	2,200	-	(12)	962	(36,856)	93,187	2,312	95,499
Effect on adoption of MFRS 16	-	-	-	-	-	-	-	(510)	(510)	(18)	(528)
At 1 October 2019, as restated	126,893	-	-	2,200	-	(12)	962	(37,366)	92,677	2,294	94,971
Loss for the financial period	-	-	-	-	-	-	-	(14,979)	(14,979)	(309)	(15,288)
Other comprehensive income											
Foreign currency translations	-	-	-	-	-	13	-	-	13	14	27
Total comprehensive income for the financial period	-	-	-	-	-	13	-	(14,979)	(14,966)	(295)	(15,261)
Transactions with owners:											
Issuance of ordinary shares pursuant to:											
- Irredeemable Convertible Preference Shares (ICPS)	-	26,526	-	-	-	-	-	-	26,526	-	26,526
- Free detachable warrants	-	-	(5,385)	-	5,385	-	-	-	-	-	-
- Conversion of ICPS	12,741	(6,418)	-	-	-	-	-	-	6,323	-	6,323
- Share options exercised	-	-	-	-	-	-	(3)	3	-	-	-
Total transactions with owners	12,741	20,108	(5,385)	-	5,385	-	(3)	3	32,849	-	32,849
At 30 June 2020	139,634	20,108	(5,385)	2,200	5,385	1	959	(52,342)	110,560	1,999	112,559

Notes:-

The Unaudited Condensed Consolidated Statement of Changes to Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 September 2020 and the accompanying explanatory notes attached to this interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

Descriptions	Quarter Ended 30 June 2021 RM'000	Preceding Year Corresponding Quarter Ended 30 June 2020 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Loss before taxation	(38,465)	(15,061)
Adjustments for:		
Depreciation of property, plant and equipment	9,564	9,870
Amortisation of intangible assets	2,294	2,958
Share-based payment expenses	1,890	-
Gain on remeasurement of lease liability	(15)	-
Gain on disposal of property, plant and equipment	-	(100)
Gain on disposal of other investment	(8,791)	-
Fair value adjustment on other investment	39,631	(801)
Impairment loss on:		
- trade receivables	1,371	2,516
- other receivables	-	2,435
Interest expense	1,132	1,236
Interest income	(1,935)	(89)
Lease interest income	(30)	-
Accretion of interest income on other receivables	(7)	-
Written off:		
- property, plant and equipment	9	585
- intangible assets	-	3,813
Unrealised gain on foreign exchange	(227)	(69)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	6,421	7,293
Changes in working capital:		
Inventories	(4,220)	(376)
Trade and other receivables	(9,476)	3,996
Trade and other payables	20,904	(1,244)
	7,208	2,376
Cash generated from operations	13,629	9,669
Interest received	1,935	89
Lease interest income	30	-
Interest paid	(1,132)	(1,236)
Tax paid	(551)	(189)
	282	(1,336)
Net cash generated from operating activities	13,911	8,333



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONT'D)

Descriptions	Quarter Ended 30 June 2021 RM'000	Preceding Year Corresponding Quarter Ended 30 June 2020 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(4,933)	(844)
Acquisition of intangible assets	(10,400)	(12,469)
Acquisition of other investments	(74,979)	-
Acquisition of investments in associate company	(44,583)	-
Proceeds from disposal of other investments	8,791	-
Proceeds from disposal of plant and equipment	-	312
Net cash used in investing activities	(126,104)	(13,001)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liability	(3,323)	(2,913)
Proceeds from lease receivables	60	-
Proceeds from conversion of ICPS	-	6,418
Proceeds from issuance of shares	81,400	26,431
Net cash generated from financing activities	78,137	29,936
NET (DECREASED)/INCREASED IN CASH AND CASH EQUIVALENTS	(34,056)	25,268
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	182,275	8,953
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS HELD	(122)	-
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	148,097	34,221

Notes: -

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 2020 and the accompanying explanatory notes attached to this interim financial statements.



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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 2020.

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 2020 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 2020:

Effective for financial periods beginning on or after 1 January 2020

Amendments to MFRS 3	Definition of a Business
Amendments to MFRS 9 and MFRS 7	Interest Rate Benchmark Reform
Amendments to MFRS 101 and MFRS 108	Definition of Material
Amendments to References to the Conceptual Framework in MFRSs	

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

2. Seasonality or cyclicity 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 under review and financial year-to date except that the Company increased its issued ordinary share capital pursuant to -

- (a) The conversion of nil (YTD: 8,442,400) ICPS to nil (YTD: 8,442,400) ordinary shares;
- (b) The exercise of nil (YTD: 80,000) Warrant B to ordinary shares;
- (c) Issuance of nil (YTD: 614,851,000) share pursuant to Private Placement completed on 15 December 2020; &
- (d) Issuance of nil (YTD: 243,197,600) ordinary shares through the exercise of the share options that was granted under Share Issuance Scheme.



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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 except for the incorporation of a new subsidiary, XOX International Sdn Bhd on 21 April 2021.

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>5,843</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:

	Current quarter 30 June 2021 RM'000	Preceding year corresponding quarter 30 June 2020 RM'000
(i) Key management personnel compensation:		
Short-term employee benefit	487	584
(ii) Services to a related party		
- Web blasting	56	50
- Black plan	1	3
- Rental income/deposit	48	-
(iii) Services from related parties		
- Rental charged	78	50
- Marketing related expenses	809	-
- Purchase of software	-	2,400

13. Other Investments

Save for the funds of RM102.82 million placed with a licensed bank, invested in money market investments and short to medium-term fixed income instruments as at 30 June 2021, details of other investments are as follows:-

Company	Nos of Share Held	Market Value (RM)
M3 Technologies (Asia) Berhad	72,380,000	4,704,700
Macpie Berhad	46,300,000	6,945,000
Nexion Technologies Limited	117,848,500	17,013,670
DGB Asia Berhad	250,000,000	13,750,000
Total		42,413,370



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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")

Descriptions	Individual Period (3rd Quarter)				Cumulative Period			
	Current Year Quarter 30-Jun-21	Preceding Year Corresponding Quarter 30-Jun-20	Changes		Current Year-To-date 30-Jun-21	Preceding Year Corresponding Period 30-Jun-20	Changes	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	92,070	58,536	33,534	57%	236,877	182,617	54,260	30%
Earnings Before Interest Tax Depreciation & Amortisation ("EBITDA")	(27,284)	(6,826)	(20,458)	300%	(27,439)	(1,086)	(26,353)	2427%
Loss Before Tax ("LBT")	(30,957)	(11,357)	(19,600)	173%	(38,465)	(15,061)	(23,404)	155%
Loss After Tax ("LAT")	(30,982)	(11,461)	(19,521)	170%	(38,656)	(15,288)	(23,368)	153%
Loss Attributable to Ordinary Equity Holders of the Parent	(30,770)	(11,325)	(19,445)	172%	(37,895)	(14,979)	(22,916)	153%

For the quarter ended 30 June 2021, XOX Group revenue increased by 57% or RM33.53 million as compared to the previous year corresponding quarter amid the continuation of prolonged lockdown due to COVID-19; the achievement was attributed to recurring revenue underpinned by enlarged "BLACK plan" subscriber base, favourable responses from XOX "BLACK Market" e-Commerce marketplace and the launch of Jaringan PRIHATIN Program.

The Group reported a loss after tax of RM30.98 million against a loss after tax of RM11.46 million in the preceding year corresponding quarter; the losses were due to the fair value loss of RM32.40 million on the investment in quoted shares of M3 Technologies (Asia) Berhad, Macpie Berhad, Nexion Technologies Limited and DGB Asia Berhad.



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2. Performance of the current quarter against the preceding quarter

Descriptions	Current Quarter 30 June 2021	Immediate Preceding Quarter 31 March 2021	Changes	
	RM'000	RM'000	RM'000	%
Revenue	92,070	72,175	19,895	28%
Earnings Before Interest Tax Depreciation & Amortisation ("EBITDA")	(27,284)	(9,386)	(17,898)	191%
Loss Before Tax ("LBT")	(30,957)	(12,896)	(18,061)	140%
Loss After Tax ("LAT")	(30,982)	(12,925)	(18,057)	140%
Loss Attributable to Ordinary Equity Holders of the Parent	(30,770)	(12,774)	(17,996)	141%

Amidst the lockdown period, the Group registered a 28% increase or RM19.90m in revenue against the previous quarter; the revenue growth attributed to positive responses towards XOX "BLACK Market" e-Commerce marketplace and Jaringan PRIHATIN offers.

For the current quarter, the Group recorded a LAT of RM30.98 million as compared to LAT of RM12.93 million reported in the previous quarter. It was due to the fair value loss of RM32.40 million on investment in quoted shares compared to a fair value loss of RM21.90 million in the previous quarter.

3. Prospects and business outlook

Despite the market conditions remaining unpredictable due to ongoing hardship stemming from the COVID-19 health crisis, the Group remains committed to our core business by offering attractive mobile subscription plans for connectivity services.

The Group is also developing a digital ecosystem to capture the unique combination of the core business, customer base and capabilities to build new sources of business and revenue stream.

Premised on the overview and outlook of the telecommunication, e-commerce, digital lending and electronic payment in Malaysia, the Board is cautiously optimistic about the future prospects of the Group despite a challenging economic outlook 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 2020.



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6. Loss before tax

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current	Preceding Year
	Quarter	Corresponding	Year-To-Date	Corresponding
	30-Jun-21	30-Jun-20	30-Jun-21	30-Jun-20
	RM'000	RM'000	RM'000	RM'000
Amortisation of Intangible assets	773	987	2,294	2,958
Depreciation of property, plant and equipment	3,177	3,186	9,564	9,870
Gain on disposal of other investment	(28)	-	(8,791)	-
Fair value adjustment on other investment	32,403	(1,282)	39,631	(801)
Interest expense	387	408	1,132	1,236
Interest income	(650)	(50)	(1,935)	(89)
Lease Interest Income	(14)	-	(30)	-
Impairment loss:				
- Other receivables	-	2,435	-	2,435
- Trade receivables	465	635	1,371	2,516
Written off:				
- Plant and equipment	9	585	9	585
- Intangible assets	-	3,813	-	3,813
Share options granted under SIS	11	-	1,890	-

7. Income Tax Expense

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current	Preceding Year
	Quarter	Corresponding	Year-To-Date	Corresponding
	30-Jun-21	30-Jun-20	30-Jun-21	30-Jun-20
	RM'000	RM'000	RM'000	RM'000
Income Tax:				
- Current	29	111	29	179
Deferred Tax				
- Relating to origination & reversal of temporary differences	(4)	(6)	162	48
Income tax expenses	25	104	191	227

The effective tax rate of the Group for the current quarter and financial period to-date is slightly lower than the statutory income tax rate mainly due to utilisation of tax losses and unabsorbed capital allowances.



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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 except the disposal of the following Warrant:

- (a) Current quarter: Nil (YTD: RM5.5 million) gain on the disposal of 46,300,000 Warrant of Macpie Bhd; and
- (b) Current quarter: Nil (YTD: RM3.2 million) gain on the disposal of 125,000,000 Warrant of DGB Asia Bhd

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 except:-

- A. On 18 August 2017, XOX Media Sdn. Bhd. ("XOX Media"), a wholly owned subsidiary of the Company, had 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. The discussion on business arrangement was put on hold as the business plan in Indonesia has been halted due to unforeseeable COVID-19 pandemic.
- B. On 26 February 2019, XOX Mobile Sdn. Bhd. ("XOX Mobile"), a wholly owned subsidiary of the Company, had 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.
- C. 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.
- D. Utilisation of Proceeds

Utilisation of proceeds from various corporate exercises as at 30 June 2021:-

ICPS (Completed on 12 March 2020)

Details	Proposed Utilisation (based on acceptance of applications for ICPS) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) eSIM expansion plan	15,000,000	11,147,124	3,852,876
(b) Expansion of XOX's E-Wallet function	10,525,688	10,436,389	89,299
(c) Expenses incurred for the Rights Issue	1,000,000	1,000,000	-
Total	26,525,688	22,583,513	3,942,175



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Private Placement (Completed on 23 July 2020)

Details	Proposed Utilisation (based on acceptance of applications for Private Placement) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) Investment in the business of smart vending machine	19,063,140	2,461,531	16,601,609
(b) Expenses incurred for the Private Placement	600,000	600,000	-
Total	19,663,140	3,061,531	16,601,609

Private Placement (Completed on 15 December 2020)

Details	Proposed Utilisation (based on acceptance of applications for Private Placement) RM	Actual Utilisation RM	Balance Available for Utilisation RM
(a) Fintech Business Expansion	48,000,000	10,067,295	37,932,705
(b) Rebranding exercise to reposition the XOX brand into a Fintech solution and telecommunication provider	5,000,000	215,162	4,784,838
(c) Marketing and promotional expenses for the Fintech Business Expansion	7,060,845	1,610,000	5,450,845
(d) Expenses for the Private Placement	570,000	570,000	-
Total	60,630,845	12,462,457	48,168,388

10. Group Borrowings

There were no other borrowings during the current quarter under review and financial year-to-date.

Descriptions	As at 30 June 2021 RM'000	As at 30 September 2020 RM'000
Lease Liabilities		
Short-term	4,895	4,473
Long-term	8,374	8,760

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.



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11. Trade Receivables

Descriptions	As at 30 June 2021 RM'000	As at 30 September 2020 RM'000
Trade Receivables	16,412	19,641
Less: Allowance for impairment losses	(8,561)	(7,190)
	7,851	12,451

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.

13. Earnings per share

Descriptions	Individual Quarter		Cumulative Quarter	
	Current Year quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Period
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
	RM'000	RM'000	RM'000	RM'000
Net loss attributable to equity holders of the company	(30,770)	(11,325)	(37,895)	(14,979)
Weighted average number of ordinary shares in issue ('000)	3,685,578	1,107,115	3,685,578	1,107,115
Net Loss Per Share - Basic (sen)	(0.83)	(1.02)	(1.03)	(1.35)

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