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MY E.G. SERVICES BERHAD

(505639-K)
(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**



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MY E.G. SERVICES BERHAD
(Company No. 505639-K)

FIRST QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

**Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
for the First Quarter ended March 31, 2023
(The figures have not been audited)**

	Individual Quarter			Cumulative Quarter		
	3 Months Ended			3 Months Ended		
	31.03.2023	31.03.2022	Changes	31.03.2023	31.03.2022	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	173,224	161,768	7.1	173,224	161,768	7.1
Operating Expenses	(53,996)	(64,785)	(16.7)	(53,996)	(64,785)	(16.7)
Operating Profit	119,228	96,983	22.9	119,228	96,983	22.9
Depreciation and Amortisation	(14,691)	(12,958)	13.4	(14,691)	(12,958)	13.4
Interest Income	173	203	(14.8)	173	203	(14.8)
Other Income	497	2,847	(100.0)	497	2,847	(100.0)
Fair value gain on investment	3,755	-	100.0	3,755	-	100.0
Share of results of a joint venture	117	87	34.5	117	87	34.5
Share of results of an associate	-	-	-	-	-	-
Profit Before Interest and Taxation	109,079	87,162	25.1	109,079	87,162	25.1
Interest Expense	(3,701)	(1,439)	100.0	(3,701)	(1,439)	100.0
Profit Before Taxation	105,378	85,723	22.9	105,378	85,723	22.9
Taxation	(39)	(530)	(92.6)	(39)	(530)	(92.6)
Profit After Taxation	105,339	85,193	23.6	105,339	85,193	23.6
Other Comprehensive Income/ (Expenses)	(3)	(2)	50.0	(3)	(2)	50.0
Total Comprehensive Income for the financial period	105,336	85,191	23.6	105,336	85,191	23.6
Profit After Taxation attributable to:						
Owners of the Company	105,936	84,627	25.2	105,936	84,627	25.2
Non-controlling interest	(597)	566	(100.0)	(597)	566	(100.0)
	105,339	85,193	23.6	105,339	85,193	23.6
Total Comprehensive Income attributable to:						
Owners of the Company	105,933	84,625	25.2	105,933	84,625	25.2
Non-controlling interest	(597)	566	(205.5)	(597)	566	(205.5)
	105,336	85,191	23.6	105,336	85,191	23.6
Earnings per share ("EPS") attributable to the equity holders of the Company (sen)						
- Basic EPS	1.4	1.1 *		1.4	1.1 *	
- Diluted EPS	Not Applicable	Not Applicable		Not Applicable	Not Applicable	

Notes:

- i) The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Financial Position
As at March 31, 2023

	Unaudited	Audited
	As at	As at
	31.03.2023	31.12.2022
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	325,918	330,006
Right-of-use assets	58,488	59,819
Investment properties	28,844	29,007
Investment in associates	33	33
Investment in joint ventures	9,496	9,379
Other investments	240,068	235,718
Development costs	823,038	762,678
Goodwill on consolidation	20,002	20,002
Financing receivables	235,572	243,456
	1,741,459	1,690,098
CURRENT ASSETS		
Inventories	25,111	25,809
Financing receivables	47,963	45,470
Trade receivables	341,358	334,859
Other receivables, deposits and prepayments	301,521	307,550
Amount owing by joint ventures	2,510	2,510
Amount owing by associates	32	32
Current tax assets	1,550	607
Digital assets	69	38
Cash and cash equivalents	214,749	76,424
	934,863	793,299
Assets held for sale	9,136	56,280
	943,999	849,579
TOTAL ASSETS	2,685,458	2,539,677
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	904,076	904,077
Treasury shares	(59,132)	(36,642)
Reserves	6,431	6,434
Retained profits	1,057,145	1,002,108
	1,908,520	1,875,977
Non-controlling interests	(4,471)	(3,874)
TOTAL EQUITY	1,904,049	1,872,103
NON-CURRENT LIABILITIES		
Long term borrowings	388,392	293,791
Long term lease liabilities	34,486	31,366
Deferred tax liabilities	2,859	2,859
	425,737	328,016

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Financial Position
As at March 31, 2023 (Cont'd)

	Unaudited	Audited
	As at	As at
	31.03.2023	31.12.2022
	RM'000	RM'000
CURRENT LIABILITIES		
Trade payables	102,285	106,412
Other payables and accruals	74,560	73,423
Deferred revenue	16,431	1,439
Amount owing to an associate	16	22
Current tax liabilities	22	88
Short term borrowings	158,560	149,267
Short term lease liabilities	3,798	8,907
	<hr/>	<hr/>
	355,672	339,558
	<hr/>	<hr/>
TOTAL LIABILITIES	781,409	667,574
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	2,685,458	2,539,677
	<hr/>	<hr/>
Net assets attributable to ordinary equity holders of the parent (RM'000)	1,908,520	1,875,977
Net assets per share attributable to ordinary equity holders of the parent (sen)	25.77	25.22

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Changes in Equity
For the First Quarter ended March 31, 2023
(The figures have not been audited)

	<----- Non-Distributable ----->							
	Share Capital RM'000	Treasury Shares RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Distributable Retained Profits RM'000	Attributable to Owners of the Company RM'000	Non- controlling Interests RM'000	Total Equity RM'000
As at 1 January 2022	854,895	(12,364)	6,401	19	698,112	1,547,063	(5,614)	1,541,449
Profit after tax for the financial period	-	-	-	-	398,662	398,662	1,740	400,402
Other comprehensive income for the financial period	-	-	-	14	-	14	-	14
Total comprehensive income for the financial period	-	-	-	14	398,662	398,676	1,740	400,416
Expenses related to issuance of ordinary shares	(120)	-	-	-	-	(120)	-	(120)
Issuance of ordinary shares pursuant to Dividend Reinvestment Plan	49,302	-	-	-	-	49,302	-	49,302
Purchase of treasury shares	-	(24,278)	-	-	-	(24,278)	-	(24,278)
Dividends paid	-	-	-	-	(94,666)	(94,666)	-	(94,666)
As at 31 December 2022	904,077	(36,642)	6,401	33	1,002,108	1,875,977	(3,874)	1,872,103
As at 1 January 2023	904,077	(36,642)	6,401	33	1,002,108	1,875,977	(3,874)	1,872,103
Profit after tax for the financial period	-	-	-	-	105,936	105,936	(597)	105,339
Other comprehensive income for the financial period	-	-	-	(3)	-	(3)	-	(3)
Total comprehensive income for the financial period	-	-	-	(3)	105,936	105,933	(597)	105,336
Expenses related to issuance of ordinary shares	(1)	-	-	-	-	(1)	-	(1)
Purchase of treasury shares	-	(22,490)	-	-	-	(22,490)	-	(22,490)
Distribution dividend-in-specie	-	-	-	-	(50,899)	(50,899)	-	(50,899)
As at 31 March 2023	904,076	(59,132)	6,401	30	1,057,145	1,908,520	(4,471)	1,904,049

Notes:

- i) The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Unaudited Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Cash Flows for the First Quarter ended March 31, 2023
(The figures have not been audited)

	Current Period Ended 31.03.2023 RM'000	Corresponding Period Ended 31.03.2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	105,378	85,723
Adjustments for:-		
Amortisation of development costs	5,533	5,500
Depreciation of equipment	7,665	6,882
Depreciation of right of use assets	1,747	842
Depreciation of investment properties	163	163
Fixed assets written off	8	8
Gain on disposal of fixed assets	(218)	-
Stock written off	(32)	12
Fair value gain on investment	(3,755)	-
Gain on disposal of an associate	-	(2,846)
Interest expense	3,119	1,397
Interest expense on lease liabilities	588	58
Share of results for joint ventures	(117)	(87)
Interest income	(173)	(203)
Impairment gain on trade and financing receivables	(77)	(132)
	<hr/>	<hr/>
Operating profit before working capital changes	119,829	97,317
Increase in deferred revenue	14,992	481
Decrease / (Increase) in inventories	730	(6,012)
Decrease in financing receivables	5,465	6,723
Increase in trade and other receivables	(467)	(59,739)
(Decrease) / Increase in trade and other payables	(2,990)	15,722
	<hr/>	<hr/>
CASH FLOWS FROM OPERATIONS	137,559	54,492
Income tax (paid) / refunded	(1,048)	820
Interest paid	(3,119)	(1,397)
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	133,392	53,915
CASH FLOWS FOR INVESTING ACTIVITIES		
Development costs paid	(65,893)	(106)
Interest received	173	203
Purchase of property and equipment	(3,374)	(17,090)
Additions of right-of-use assets	(208)	-
Proceeds from disposal of property and equipment	7	-
Proceeds from disposal of an associate	-	18,946
Purchase of other investments	(4,350)	-
Additions of digital assets	(31)	-
	<hr/>	<hr/>
NET CASH (FOR) / FROM INVESTING ACTIVITIES	(73,676)	1,953

MY E.G. SERVICES BERHAD
(Company No. 505639-K)

Condensed Consolidated Statements of Cash Flows for the First Quarter ended March 31, 2023
(The figures have not been audited) (Cont'd)

	Current Period Ended 31.03.2023 RM'000	Corresponding Period Ended 31.03.2022 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
(Increase) / Decrease in amount owing by associates	(6)	20
Purchase of treasury shares	(22,490)	(10,615)
Expenses related to issuance of ordinary shares	(1)	(45)
Drawdown of term loan	14,227	90,000
Repayment of term loans	(10,333)	(31,666)
Drawdown of revolving credit	-	30,000
Drawdown of sukuk wakalah	100,000	-
Repayment of lease liabilities	(2,196)	(834)
Interest expenses on lease liabilities paid	(588)	(58)
NET CASH FROM FINANCING ACTIVITIES	78,613	76,802
NET INCREASE IN CASH AND BANK BALANCES	138,329	132,670
EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH HELD	(3)	(2)
CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD	76,423	89,279
CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD	214,749	221,947

Notes:

- i) The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2022 and the accompanying notes to the Unaudited Financial Statements.

Notes To The Interim Financial Report For the Financial Period ended March 31, 2023

A Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 134 Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of My E.G. Services Bhd and its subsidiaries (“the Group”) for the financial year ended 31 December 2022.

The same accounting policies and methods of computation adopted in these interim financial statements are consistent with the annual financial statements for the financial year ended 31 December 2022.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

MFRS 17 Insurance Contracts

Amendments to MFRS 17: Insurance Contracts

Amendments to MFRS 101: Disclosure of Accounting Policies

Amendments to MFRS 108: Definition of Accounting Estimates

Amendments to MFRS 112: Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

A1. Basis of Preparation (Cont'd)

The Group has not applied in advance the following accounting standards and/or interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 16: Lease – Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101: Presentation of Financial Statements - <i>Non-current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 10 Consolidated Financial Statements	Deferred
Amendment to MFRS 128: Investments in Associates and Joint Ventures – <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2022 was not qualified.

A3. Seasonal and Cyclical Factors

The Group's business operation result was previously subjected to seasonality factors as the demand for new driving licences generally increases in the first half of the calendar year (i.e the First and Second Financial Quarters) due mainly to the long school holidays after the Government exams, where most 16-20 year olds would obtain their driving licences between the months of January to June. Therefore, revenue related to the “Jabatan Pengangkutan Jalan Malaysia” (“JPJ”) in the first half of the calendar year (January – June) has historically been approximately 50% higher than the JPJ-related revenue recorded for the second half of the calendar year (July – December). However, the seasonal impact of JPJ test taking revenue had since diminished commencing from Financial Year (“FY”) ended 30 June 2015 as revenue from other services increasingly contribute to a larger proportion of group revenue.

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

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter under review, that are unusual by reason of their nature, size or incidence.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect on the current quarter's results.

A6. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter under review, saved for the share buy-backs disclosed below which the total considerations were financed from internally generated funds and the treasury shares were treated in accordance with the requirement of Section 127 of the Companies Act 2016:

Date of buy back	No of shares purchase (units)	Total (RM)
07.02.2023	2,000,000	1,435,719
09.02.2023	2,000,000	1,445,752
10.02.2023	2,000,000	1,225,026
14.02.2023	2,000,000	1,265,158
15.02.2023	2,000,000	1,265,158
16.02.2023	2,000,000	1,385,554
17.02.2023	4,000,000	2,699,877
07.03.2023	569,000	425,940
09.03.2023	1,109,300	830,156
10.03.2023	2,000,000	1,485,884
14.03.2023	2,000,000	1,556,115
15.03.2023	2,000,000	1,536,049
16.03.2023	2,000,000	1,505,950
17.03.2023	2,000,000	1,505,950
21.03.2023	2,000,000	1,465,818
22.03.2023	2,000,000	1,455,785

The total shares purchased during the financial quarter ended 31 March 2023 amounted to 31,678,300 (31 March 2022: 11,095,400) MYEG shares.

As at 31 March 2023, a total of 71,273,700 (31 March 2022: 23,095,400) MYEG shares were retained as treasury shares in the Company. None of the treasury shares held were resold or cancelled during the financial year ended 31 March 2023.

A7. Dividends Paid

On 23 December 2022, the Directors proposed to distribute 84,000,000 shares representing the Group's entire 25.8% equity interest in Agmo Holdings Berhad ("Agmo Shares") held through MYEG Capital Sdn Bhd ("MYEG Capital") in two (2) separate tranches by way of a dividend-in-specie ("Dividend-in-Specie").

The distribution of the first tranche of the Dividend-in-Specie, consisting of 69,750,000 Agmo Shares was completed on 10 March 2023, following the distribution of 69,724,752 Agmo Shares to entitled shareholders with the remaining 25,248 Agmo Shares arising from fractional entitlements to be retained by MYEG Capital.

A8. Segmental Information

The Group operates wholly in Malaysia and is principally engaged in the business of development and implementation of E-Government services project and the provision of other upstream and downstream related services for the E-Government Initiative which are substantially within a single business segment. As such, the financial information by geographical and industry segments of the Group's operations are not available for presentation.

A9. Valuation of Property, Plant and Equipment

There has been no valuation on any of the Group's property, plant and equipment during the current financial quarter under review.

A10. Subsequent Events

There were no material events subsequent to the end of the current financial quarter under review.

A11. Changes in the Composition of the Group

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

A12. Contingent Liabilities

The Directors are of the opinion that the Group has no contingent liabilities, which, upon crystallisation would have a material impact on the financial position and business of the Group.

A13. Capital Commitments

There were no capital commitments during the current financial quarter under review.

A14. Related Party Transactions

The related party transactions of the Group for the quarter and financial year ended 31 March 2023 are as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM	RM	RM	RM
(i) A company which a director has financial interest				
Embunaz Ventures Sdn Bhd				
- Professional Fees	62,400	62,400	62,400	62,400

The Directors are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that were mutually agreed between the parties.

B Explanatory Notes Pursuant To Appendix 9B Of The Main Market Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance of the Group

The Group posted Revenue and Profit after Taxation (“PAT”) of RM173.22 million and RM105.34 million respectively for the first financial quarter and financial period ended 31 March 2023 (“Q1 FY2023”) as compared to RM161.77 million and RM85.19 million respectively in the corresponding quarter (“Q1 FY2022”).

The Revenue increase of RM11.45 million (or 7.08%) and PAT increase of RM20.15 (or 23.65%) million is mainly attributable to:

- i) an overall increase in Revenue from our existing services with higher margin which offset the cessation of Revenue contribution from the health screening and quarantine services;
- ii) a one-off recognition of fair value gain in investment as a result from the listing of our investment in Agmo Holdings Berhad;
- iii) contribution from newly launch services from our Zetrix blockchain platform;
- iv) contribution from the sale of Zetrix tokens; and
- v) increase in foreign worker job matching service due to the uplifting of freeze on foreign worker recruitment;

B2. Comparison with Preceding Quarter’s Results

	Q1 2023	Q4 2022	Changes
	RM’000	RM’000	%
Revenue	173,224	165,006	4.98
Operating Profit	119,228	109,236	9.15
Profit Before Interest and Taxation	109,079	77,909	40.01
Profit Before Taxation	105,378	75,216	40.10
Profit After Taxation	105,339	74,866	40.70
Profit attributable to Ordinary Equity Holders of the Parent	105,936	74,731	41.76

For the Quarter under review, the Group recorded a Revenue of RM173.22 million, an increase of RM8.21 million (4.98%) as compared to Q4 FY2022 Revenue of RM165.01 million whereas the Group’s PAT of RM105.34 million achieved in Q1 FY2023 represented an increase of RM30.47 million (40.70%) as compared to Q4 FY2022 PAT of RM74.87 million. The increase in both Revenue and PAT are primarily due to:

- i) a recognition of fair value gain in Q1 FY2023 as compared to an impairment loss in Q4 FY2022 in our investment in Agmo Holdings Berhad as a result of mark-to-market practice;
- ii) contribution from newly launch services from our Zetrix blockchain platform;
- iii) contribution from the sale of Zetrix tokens; and
- iv) increase in foreign worker job matching service due to the uplifting of freeze on foreign worker recruitment;

B3. Prospect of the Group

For the financial year ending 31 December 2023 (“FYE2023”), MYEG expects to continue introducing innovative services by leveraging on new technologies, specifically blockchain or Web 3.0, in Malaysia as well as globally, to drive our organic growth for FYE2023.

With its Layer 1 blockchain platform namely Zetrix coming online, there is a huge potential for MYEG to commercialise innovative services as Web 3.0 becomes widely adopted. Furthermore, Zetrix has also been integrated with China’s national blockchain platform, namely “Xing Huo” which will allow ease of cross border trade to take place and it will be the Group’s foray into the global market.

Barring any unforeseen circumstances, the Board is cautiously optimistic that the long-term outlook for MYEG remains positive as we continue to introduce innovative services in Malaysia as well as globally.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the current financial period.

B5. Taxation

The taxation figures are as follows:

	Individual Quarter 3 months ended			Cumulative Quarter 3 months ended		
	31.03.2023	31.03.2022	Changes	31.03.2023	31.03.2022	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Current taxation	39	517	(92.5)	39	517	(92.5)
Deferred taxation	-	13	(100.0)	-	13	(100.0)
	<u>39</u>	<u>530</u>	<u>(92.6)</u>	<u>39</u>	<u>530</u>	<u>(92.6)</u>

The effective tax rate for the current taxation for cumulative year to date is 0.04% as compared to the statutory tax rate of 24%. The lower effective tax rate is primarily because a significant proportion of the Group’s revenue and PBT are mainly contributed by subsidiaries providing cloud computing services, software development specifically in blockchain as well as management and support services with tax incentives.

B6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this announcement, save as disclosed below:

- i) On 9 December 2020, CIMB Investment Bank Berhad had, on behalf of the Board of Directors of MYEG announced that the Company proposes to undertake the private placement of up to 220,000,000 new MYEG Shares ("Placement Shares I"), representing up to about 6.29% of the total number of issued MYEG Shares (excluding treasury shares) ("Private Placement I").

On 15 December 2020, Bursa Securities has vide its letter, approved the Private Placement I and the listing and quotation of up to 220,000,000 Placement Shares I.

The first tranche of the Private Placement I was completed on 17 December 2020 following the listing and quotation of 120,000,000 Placement Shares I on the Main Market of Bursa Securities. On 16 June 2021, Bursa Securities has resolved to grant an extension of time of 6 months from 15 June 2021 to 14 December 2021 for the Company to complete the implementation of the remaining tranche of the Private Placement I.

As at 31 March 2023, the status of utilization of proceeds raised from the first tranche of the Private Placement I amounting to RM216.0 million are as follow:

Descriptions	Proposed	Actual	Actual	Balance	Estimated timeframe for the utilisation of proceeds from the date of listing of the Placement Shares
	Utilisation	Proceeds	Utilisation		
	RM'mil	RM'mil	RM'mil	RM'mil	
Development of foreign workers hostels under the foreign workers accommodation programme	94.5	50.0	21.9	28.1	Within 24 months
Development of healthcare related services	168.0	89.0	89.0	-	Within 24 months
Purchase of fixed assets and related solutions for the e-government concession services	126.0	67.0	67.0	-	Within 12 months
Working capital	9.1	5.5	5.5	-	Within 12 months
Estimated expenses for the Proposed Placement	9.4	4.5	4.5	-	Immediate
	<u>407.0</u>	<u>216.0</u>	<u>187.9</u>	<u>28.1</u>	

- ii) On 23 December 2022, the Directors proposed to distribute 84,000,000 shares representing the Group's entire 25.8% equity interest in Agmo Holdings Berhad ("Agmo Shares") held through MYEG Capital Sdn Bhd ("MYEG Capital") in two (2) separate tranches by way of a dividend-in-specie ("Dividend-in-Specie").

The distribution of the first tranche of the Dividend-in-Specie, consisting of 69,750,000 Agmo Shares was completed on 10 March 2023, following the distribution of 69,724,752 Agmo Shares to entitled shareholders with the remaining 25,248 Agmo Shares arising from fractional entitlements to be retained by MYEG Capital.

The second tranche of the Dividend-in-Specie consisting of 14,250,000 Agmo Shares will be distributed after the upliftment of the 12 months moratorium on 17 August 2023.

B7. Group Borrowings

Details of the Group's borrowings as at March 31, 2023 were as follow:-

	As at 31.03.2023		
	Non-Current RM'000	Current RM'000	Total RM'000
<u>Secured^</u>			
Term Loan	138,392	36,860	175,252
Islamic Medium Term Notes	250,000	-	250,000
<u>Unsecured^</u>			
Revolving Credit	-	121,700	121,700
Total Borrowings	<u>388,392</u>	<u>158,560</u>	<u>546,952</u>

	As at 31.03.2022		
	Non-Current RM'000	Current RM'000	Total RM'000
<u>Secured^</u>			
Term Loan	147,405	29,776	177,181
Islamic Medium Term Notes	-	-	-
<u>Unsecured^</u>			
Revolving Credit	-	71,700	71,700
Total Borrowings	<u>147,405</u>	<u>101,476</u>	<u>248,881</u>

^ The borrowings are denominated in RM.

The weighted average interest rate of borrowings as at Q1 FY2023 ranges between 1.65% - 7.45%.

B8. Off Balance Sheet Financial Instruments

As at the date of this report, there are no off-balance sheet financial instruments.

B9. Profit Before Taxation

Profit before taxation is arrived at after (crediting)/charging:-

	Individual Quarter 3 months ended			Cumulative Quarter 3 months ended		
	31.03.2023	31.03.2022	Changes	31.03.2023	31.03.2022	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Interest Income	(173)	(203)	(14.8)	(173)	(203)	(14.8)
Other Income	(497)	(2,847)	(82.5)	(497)	(2,847)	(82.5)
Interest Expense	3,119	1,397	100.0	3,119	1,397	100.0
Interest Expense on Lease Liabilities	588	58	100.0	588	58	100.0
Depreciation and Amortisation	15,108	13,387	12.9	15,108	13,387	12.9
Impairment Gain on Trade Receivables	(77)	(132)	(41.7)	(77)	(132)	(41.7)
Fixed Assets Written Off	8	8	-	8	8	-
(Gain) / Loss on Foreign Exchange						
- Realised	(28)	143	(100.0)	(28)	143	(100.0)
- Unrealised	(10)	8	(100.0)	(10)	8	(100.0)

Save as disclosed above and in the Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

B10. Material Litigations

As at the date of this announcement, there are no material litigations against the Group or taken by the Group.

B11. Dividends

For the financial year ended 31 December 2022, the Directors have proposed the declaration of a final dividend of 1.17 sen per ordinary share (2021 – 1.03 sen) for the shareholders' approval at the forthcoming Annual General Meeting to be held on 22 June 2023.

B12. EPS

i. Basic

The basic EPS is computed by dividing the net profit for the financial quarter and financial period by the number of ordinary shares in issue during the period.

	Individual Quarter 3 months ended		Cumulative Quarter 3 months ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
	RM'000	RM'000	RM'000	RM'000
Net profit attributable to ordinary shareholders	105,936	84,627	105,936	84,627
Weighted average number of ordinary shares in issue ('000s)	7,435,215	7,395,058	7,435,215	7,395,058
Basic EPS (sen)	1.4	1.1	1.4	1.1

ii. Diluted

The company does not have any convertible shares or convertible financial instruments for the current financial quarter and financial year to date.

B13. Additional Disclosure Requirement

Update on Memorandum of Understanding (“MOU”) pursuant to Paragraph 9.29, Chapter 9 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

MY EG Lodging Sdn. Bhd., a sub-subsiary of the Company has entered into a MOU with Johor Corporation on 3 April 2018 to explore the possibility to purchase or lease a land situated within Muar Furniture Park.

The Company had on 22 October 2018 entered into a MOU with University of Malaya to jointly promote and foster the development of academic and research projects in blockchain, as well as for the implementation of an on-campus e-wallet.

The Company had on 24 November 2021 entered into a MOU with A Tech Insure Sdn Bhd to provide Malaysian civil servants with a platform to purchase motor vehicle takaful coverage together with road tax renewal by way of an interest-free Shariah compliant Qard loan facility that enables instalment payments via a salary deduction plan of up to 10 months.

The Company had on 6 October 2022 entered into a MOU with MIMOS Technology Solutions Sdn Bhd to jointly develop and operate the national layer 1 public blockchain using Zetrix and MIMOS blockchain technology, as the components of the Malaysia Blockchain Infrastructure.

There has been no material update, and no subsequent agreement has been entered arising from the MOU as at the date of this announcement.

By Order of the Board
Tan Ai Ning
Secretary
30 May 2023