



KEY ALLIANCE GROUP BERHAD (609953-K)
(Incorporated in Malaysia)
THIRD QUARTER ENDED 31 DECEMBER 2020

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	2020	2019	<i>Changes</i>	2020	2019	<i>Changes</i>
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER		CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	
	<u>31/12/2020</u>	<u>31/12/2019</u>	%	<u>31/12/2020</u>	<u>31/12/2019</u>	%
	RM'000	RM'000		RM'000	RM'000	
REVENUE	19,460	11,215	74%	36,022	25,812	40%
Operating expenses	(3,536)	(4,250)	-17%	(14,188)	(9,248)	53%
Other income	269	127	112%	3,102	365	750%
Interest income	21	33	-36%	68	104	-35%
Interest expense	(387)	(134)	-189%	(800)	(434)	84%
Fair value adjustment on other investment	(7,194)	(993)	624%	38,488	(993)	3976%
Profit/(Loss) before taxation	<u>(10,827)</u>	<u>(5,217)</u>	108%	<u>26,670</u>	<u>(10,206)</u>	-361%
Taxation	0	0	-	0	0	-
Profit/(Loss) after taxation	<u><u>(10,827)</u></u>	<u><u>(5,217)</u></u>	108%	<u><u>26,670</u></u>	<u><u>(10,206)</u></u>	-361%
Profit/(Loss) attributable to:						
Equity holders of the company	(10,579)	(4,714)	124%	28,624	(9,066)	-416%
Non-controlling interest	(248)	(503)	-51%	(1,954)	(1,140)	71%
Profit/(Loss) after taxation	<u><u>(10,827)</u></u>	<u><u>(5,217)</u></u>	108%	<u><u>26,670</u></u>	<u><u>(10,206)</u></u>	-361%
Weighted average number of shares in issue ('000)	993,316	520,712		993,316	520,712	
Earnings/(Loss) per share (sen) - basic	(1.07)	(0.91)		2.88	(1.74)	

The unaudited condensed consolidated statement of profit and loss and other comprehensive income should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT END OF CURRENT QUARTER 12/31/2020 (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 3/31/2020 (Audited) RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	43,055	39,831
Right of use assets	6,117	7,101
Investment properties	18,200	18,200
Development Expenditure	24	-
Other investment	51,600	7,075
Goodwill	1,398	3,370
Deferred tax assets	824	824
	121,218	76,401
Current Assets		
Inventories	3,836	5,932
Trade and other receivables	57,879	42,570
Tax recoverable	364	518
Fixed deposits with licensed banks	4,255	4,163
Cash and bank balances	53,017	3,346
	119,351	56,529
TOTAL ASSETS	240,569	132,930
EQUITY AND LIABILITIES		
Capital and Reserves		
Issued capital	157,556	101,817
Accumulated loss	(13,270)	(56,323)
Share option reserve	0	630
Warrants reserve	19,642	13,842
	163,928	59,966
Non-controlling interest	(1,234)	708
Total Equity	162,694	60,674
Non-current Liabilities		
Deferred tax liabilities	512	512
Borrowings	8,827	9,214
Lease liabilities	3,870	5,126
	13,209	14,852
Current Liabilities		
Trade and other payables	58,744	51,304
Bank overdrafts	1,986	1,991
Borrowings	1,412	1,240
Lease Liabilities	2,524	2,869
	64,666	57,404
Total Liabilities	77,875	72,256
TOTAL EQUITY AND LIABILITIES	240,569	132,930
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.0835	0.1140

The unaudited condensed consolidated Balance Sheet should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital	Warrant Reserve	Share Option Reserve	Accumulated Loss	Non - Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of 1 April 2020	101,817	13,842	630	(56,323)	708	60,674
Total comprehensive income for the period	0	0	0	28,624	(1,954)	26,670
Grant of share issuance scheme	0	0	3,370	0	0	3,370
Exercise of share issuance scheme	13,245	0	(3,408)	0	0	9,837
Share issuance scheme lapsed	0	0	(592)	592	0	0
Warrants expired	0	(13,842)	0	13,842	0	0
Issuance of shares from private placement	13,031	0	0	0	0	13,031
Issuance of rights issue and warrants	29,463	19,642	0	0	0	49,105
Arising from acquisition of subsidiary	0	0	0	(5)	12	7
Balance as of 31 December 2020	157,556	19,642	0	(13,270)	(1,234)	162,694
	Issued Capital	Warrant Reserve	Share Option Reserve	Accumulated Loss	Non - Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of 1 April 2019	99,686	13,842	592	(40,128)	1,938	75,930
Total comprehensive loss for the period	0	0	0	(9,066)	(1,140)	(10,206)
Balance as of 31 December 2019	99,686	13,842	592	(49,194)	798	65,724

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	9-MONTHS ENDED 31/12/20 (Unaudited) RM'000	12-MONTHS ENDED 31/3/20 (Audited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	26,670	(18,478)
Adjustment for:		
Non-cash items	(28,668)	18,957
Non-operating items	732	1,087
Operating (loss)/profit before working capital changes	(1,266)	1,566
Net changes in current assets	(15,161)	(12,222)
Net changes in current liabilities	7,439	24,596
Cash (used in)/generated from operations	(8,988)	13,940
Interest received	68	3
Interest paid	(800)	(1,207)
Net tax paid	154	339
Net cash (used in)/generated from operating activities	(9,566)	13,075
CASH FLOWS FOR INVESTING ACTIVITIES		
Investment in other investment	(14,889)	(12,971)
Pledged of fixed deposit	(92)	(128)
Proceeds from disposal of other investment	10,361	0
Proceeds from disposal of plant and equipment	70	6
Proceeds from disposal of unit trusts	0	3,000
Purchase of property, plant and equipment	(6,125)	(11,759)
Interest income	0	117
Dividend income	0	213
Net cash used in investing activities	(10,675)	(21,522)
CASH FLOWS FOR FINANCING ACTIVITIES		
Repayment of lease liabilities	(374)	(633)
Repayment of lease liabilities for right-of-use	(1,107)	(2,154)
Repayment of hire purchase	(119)	(345)
Proceeds from term loan	0	9,600
Repayment of term loan	(456)	0
Proceeds from issuance of right shares	49,105	-
Proceeds from exercise of share issuance scheme	9,837	1,728
Proceeds from private placement	13,031	0
Net cash generated from financing activities	69,917	8,196
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	49,676	(251)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD/YEAR	1,355	1,606
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD/YEAR	51,031	1,355
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Fixed deposits with licensed bank	4,255	4,163
Cash and bank balances	53,017	3,346
Bank overdrafts	(1,986)	(1,991)
	55,286	5,518
Less : Fixed deposits pledged	(4,255)	(4,163)
	51,031	1,355

The unaudited condensed consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the financial year ended 31 March 2020 and the accompanying explanatory notes attached to this interim financial statements.



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A. EXPLANATORY NOTES

A1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the Malaysia Financial Reporting Standards (“MFRSs”) 134 – *Interim Financial Reporting* and Rule 9.22 of the ACE Marketing Listing Requirements (“AMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 March 2020.

The significant accounting policies adopted by the Group are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2020.

The explanatory notes provide an 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 year ended 31 March 2020.

A2. Auditors’ Report

The auditors’ report for the Group’s annual financial statements for the financial year ended 31 March 2020 was not subject to any qualification.

A3. Seasonal or Cyclical Factors

The Group does not experience any significant seasonal or cyclical sales cycle. However, there may be fluctuations between the quarters due to the nature of the Group’s integration businesses which are secured on a project by project basis.

A4. Unusual Items

During the financial quarter under review, there were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

A5. Material Changes in Estimates

There were no changes in the estimate of amounts reported in the prior quarter or financial year which have material effect on the current quarter results.



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A6. Changes in Debts and Equity Securities

There were no other issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter under review except the followings:-

- (a) Issuance of 982,103,848 ordinary shares at RM0.05 per share and 982,103,848 warrants pursuant to the completion of rights issue with warrants.

A7. Dividend

No dividend has been declared or paid during the current financial year-to-date under review.

A8. Segmental Reporting

The Group's business is wholly conducted in Malaysia and therefore there's no geographical segment. Following the Group's internal restructuring during the year, the Group's new reportable segments were identified as follows:

- Cloud and IT Services – Provision of cloud and disaster recovery services
- Trading of Kitchen Appliances, IT and office automation and medical equipment– Provision of distributing and reselling of kitchen appliances, IT-related product and office automation and services, and medical equipment and devices
- Property Construction – Provision of the business property development and interior design services.



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A8. Segmental Reporting (Cont'd)

Other non-reportable comprise operations related to investment holding and other services.

Business Segments	Cloud and IT Services RM'000	Trading RM'000	Property Construction RM'000	Others RM'000	Elimination RM'000	Group RM'000
Current quarter ended 30 December 2020						
Revenue	5,647	2,874	11,121	81	(263)	19,460
Segment results	998	(1,118)	(1,218)	(9,207)	84	(10,461)
Interest expenses						(387)
Interest income						21
Profit before tax						(10,827)
Taxation						-
Profit after tax						(10,827)
Segment assets	61,111	25,098	41,261	180,020	(68,921)	240,569
Corresponding quarter ended 31 December 2019						
Revenue	2,304	3,800	5,226	81	(196)	11,215
Segment results	(849)	(1,123)	172	(1,721)	(24)	(3,545)
Interest expenses						(134)
Interest income						33
Impairment loss on goodwill						(1,571)
Loss before tax						(5,217)
Taxation						-
Loss after tax						(5,217)
Segment assets	48,262	30,464	28,448	81,830	(63,492)	125,512



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A9. Valuation of Property, Plant and Equipment

The valuation of property, plant and equipment were brought forward without any amendments from the preceding annual financial statements.

A10. Subsequent Events

Share Issuance Scheme (“SIS”)

The details of the offer and exercise of SIS up to the date of this quarterly report is as per below:-

Offer Date	Number of SIS options offered	Number of SIS Options Exercised	Exercise price (RM)	Listing Date
31 December 2020	300,000,000	300,000,000	0.05	8 January 2021 and 15 January 2021
20 January 2021	90,000,000	90,000,000	0.045	27 January 2021

There were no other material events subsequent to the end of the current quarter under review up to the date of this quarterly report.

A11. Changes in the Composition of the Group

The Company has signed shareholder agreement and acquired Agrocloud Sdn Bhd (formerly known as Stratus Systems Sdn Bhd) as subsidiary, and subsequently increased the shareholding to 75% via share subscription.

There were no other material changes to the composition of the Group for the current quarter under review.



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A12. Changes in Contingent Assets and Contingent Liabilities

Contingent liabilities of the Group as at 31 December 2020 are as follows:

	Group Level	
	As at 31 December 2020 RM'000	As at 31 March 2020 RM'000
Secured		
Fixed deposit pledged to banks for credit facilities granted to subsidiaries	4,255	4,102
Corporate guarantees issued to bank for facility granted to a subsidiary	9,144	9,600
	<u>13,399</u>	<u>13,702</u>
Unsecured		
Corporate guarantees issued to banks for finance lease facility granted to a subsidiary	696	891
Corporate guarantees issued to a leasing company for finance lease facility granted to a subsidiary	3,058	2,585
	<u>3,754</u>	<u>3,476</u>

A13. Capital Commitments

There were no material capital commitments for the purchase of property, plant and equipment incurred or known to be incurred for in the current quarter under review.



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B. ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1. Review of Performance

The Group recorded revenue of RM19.46 million, 73.44% higher than RM11.22 million recorded in the corresponding quarter last year.

The Group recorded a net loss after taxation of RM10.83 million as compared to the last year corresponding quarter's loss after taxation of RM5.22 million. This is due to the fair value loss on other investments during the current quarter under review amounting to RM7.19 million.

The performance of the respective business segments for the quarter ended 31 December 2020 as compared to the last year corresponding quarter is analysed as follows:-

1) *Cloud and IT Services*

The cloud and IT services segment recorded revenue of RM5.65 million in the current financial quarter ended 31 December 2020 compared to RM2.30 million recorded in the last year corresponding quarter. This is due to the increase in customers subscribing of cloud services and co-location. The cloud and IT services segment recorded profit before taxation of RM0.78 million compared to loss before taxation of RM0.85 million which is in line with the increase in revenue.

2) *Trading of Kitchen Appliances, IT and Office Automation Equipment and Medical Equipment*

The trading of kitchen appliance recorded revenue of RM0.31 million in the current financial quarter ended 31 December 2020 compared to RM0.30 million in the last year corresponding quarter. The kitchen appliances recorded loss before tax of RM0.56 million for the current quarter ended 31 December 2020 compared to loss before tax of RM0.49 million in the last year corresponding quarter.

The trading of IT and office automation equipment recorded revenue of RM2.55 million for the current quarter under review as compared to RM3.50 million in the last year corresponding quarter. This is due to decrease in billing during the current quarter under review. The IT and office automation equipment recorded loss before taxation of RM0.63 million as compared to loss before taxation of RM0.86 million in the last year corresponding quarter.

The trading of medical equipment commenced during the quarter under review. The segment recorded revenue of RM14,000 and loss before taxation of RM62,000.



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B1. Review of Performance (Cont'd)

3) Property Construction

The Property Construction has recorded a revenue of RM11.12 million during the quarter compared to RM5.23 million in the last year corresponding quarter. This is due to the higher progress billing during the quarter under review.

B2. Future Prospect

The Board is of the view that the increase in revenue for Cloud and IT segment during the Covid-19 pandemic, indicating more companies and enterprises realising the importance of cloud and subscribing for cloud and co-location services. The Group will continue to focus its energies on the Cloud and IT segment, to capitalize on the growing requirement of digitization. The Group will also pay close attention to the market trends that are impacted by the spread of Covid-19, and will respond accordingly to minimise the risks and maximise opportunities.

B3. Changes in Profit/Loss before Taxation against Immediate Preceding Quarter

For the current quarter under review, the Group's revenue was RM19.46 million represents an increase of RM10.41 million as compared to immediate preceding corresponding quarter revenue of RM9.05 million. This is due to higher progress billing for the property construction segment during the current quarter under review.

Current quarter recorded loss after tax of RM10.83 million as compared to the profit after tax of RM27.71 million for the immediate preceding corresponding quarter. This is due to the fair value gain on the other investment in the immediate preceding corresponding quarter and the fair value loss on the other investment during the current quarter under review.

The performance of the respective business segments for the quarter ended 31 December 2020 as compared to the immediate preceding corresponding quarter is analysed as follows:-

1) Cloud Services

The cloud services recorded revenue of RM5.65 million in the current financial quarter ended 31 December 2020 as compared to the RM4.73 million in the immediate preceding corresponding quarter. This is due to the increase in cloud and co-location services for the current quarter. This segment recorded a profit after taxation of RM0.78 million in the current quarter under review as compared to immediate preceding corresponding quarter profit after taxation of RM0.53 million. This is in line with the increase in revenue.



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B3. Changes in Profit/Loss before Taxation against Immediate Preceding Quarter (Cont'd)

2) *Trading of Kitchen Appliances, IT and Office Automation Equipment and Medical Equipment*

The kitchen appliances services segment recorded revenue of RM0.31 million in the current financial quarter ended 31 December 2020 as compared to immediate preceding corresponding quarter revenue of RM0.62 million. This is due to a partial project delivery during immediate preceding corresponding quarter. This segment recorded a loss after taxation of RM0.56 million in the current quarter under review as compared to immediate preceding corresponding quarter profit after taxation of RM24,000. This is due to the reduce in revenue for the current quarter under review and the reversal of impairment loss on receivables in the immediate preceding corresponding quarter.

The trading of IT and office automation equipment recorded revenue of RM2.55 million for the current quarter under review as compared to RM3.19 million in the immediate preceding corresponding quarter. This is due to the reduce in billing for the current quarter under review. The IT and office automation equipment recorded loss before taxation of RM0.63 million as compared to loss before taxation of RM2.42 million in the immediate preceding corresponding quarter. The expenses included the allowance on expected credit loss on trade receivables of RM0.14 million (immediate preceding quarter: RM14,000) and impairment loss on inventories of RM2 million in the immediate preceding quarter.

The trading of medical equipment commenced during the quarter under review. The segment recorded revenue of RM14,000 and loss before taxation of RM62,000.

3) *Property Construction*

The construction segment recorded revenue of RM11.12 million in the current financial quarter ended 31 December 2020 as compared to immediate preceding corresponding quarter revenue of RM0.70 million. The construction segment recorded loss before taxation of RM1.22 million as compared to loss before taxation of RM0.27 million in the immediate preceding corresponding quarter. This is due to the additional cost incurred.

B4. Profit Forecast

- (a) No profit forecast was announced hence there was no comparison made with the actual results.
- (b) There is no shortfall in profit guarantee as the Group did not provide any profit guarantee.



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B5. Taxation

	9-months ended 31/12/2020 RM'000	12-months ended 31/3/2020 RM'000
Income tax		
- Current year provision	-	-
- Under/(over) provision in previous year	-	(5)
Deferred taxation	-	(1,233)
Total	<u>-</u>	<u>(1,238)</u>

Income tax is calculated at the Malaysian statutory tax rate of 24% (2020:24%) of the estimated assessable profit for the year.

B6. Profit on sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments and/or properties for the current quarter and financial year-to-date under review.

B7. Purchase and Disposal of Quoted Securities

(a) The dealings of quoted securities for the current quarter and nine months ended 31 December 2020 were as follows:-

	Current Quarter	9-months ended 31 December 2020
	RM'000	RM'000
Total purchases at cost	4,680	7,115
Total fair value gain recognised	-	1,737
Total sale proceeds	4,095	10,361
Gain/(loss) on disposal	(585)	1,509

(b) The details of the investment in quoted shares as at 31 December 2020 are as below:

	As at 31 December 2020
	RM'000
At cost	22,372
At book value	50,991
At market value	50,991



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B8. Corporate Proposals

Private Placement up to 20% of the total number of shares (Proposed Private Placement)

On 27 January 2021, the Company proposed to undertake a private placement of up to 20% of the total number of issued shares of the Company to third party investor(s) to be identified later at an issue price to be determined later.

The application pursuant to the Proposed Private Placement has been submitted to Bursa Malaysia Securities Berhad on 29 January 2021.

Bursa Securities had, vide its letter dated 11 February 2021, approved the listing and quotation of up to 609,451,510 placement shares to be issued pursuant to the Proposed Private Placement.

There was no other corporate proposal announced but not completed for the quarter under review.

B9. Group Borrowings and Debt Securities

As at 31 December 2020	Short-term RM'000	Long-term RM'000	Total RM'000
Secured			
Finance lease	118	2	120
Lease liability due to non-financial institutions	2,524	3,870	6,394
Hire purchase	401	574	975
Term loan	893	8,251	9,144
Bank overdraft	1,986	-	1,986
Total	5,922	12,697	18,619

As at 31 March 2020	Short-term RM'000	Long-term RM'000	Total RM'000
Secured			
Finance lease	459	35	494
Lease liability due to non-financial institutions	2,410	5,090	7,500
Hire purchase	410	443	853
Term loan	829	8,771	9,600
Bank overdraft	1,991	-	1,991
Total	6,099	14,339	20,438



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B10. Off Balance Sheet Financial Instruments

The Group does not have any off-balance sheet financial instruments as at the date of this quarterly report.

B11. Material Litigation

There was no material litigation pending as at the date of this report.

B12. Dividend

No dividend has been declared or paid during the current quarter and the financial year-to-date under review.

B13. Profit/(Loss) Before Tax

Profit/(Loss) for the period is arrived after crediting/(charging) the following:

	Quarter Ended		Cumulative Year-To-Date Ended	
	31/12/2020 RM'000	31/12/2019 RM'000	31/12/2020 RM'000	31/12/2019 RM'000
Bad debts written off	(12)	-	(90)	(8)
Depreciation & amortization	(1,628)	(1,238)	(4,890)	(3,808)
Fair value adjustment on quoted shares	(7,194)	(993)	38,488	(993)
Allowance for expected credit losses of trade and other receivables	(134)	-	(590)	-
Impairment loss on goodwill	-	(1,571)	(1,972)	(1,571)
Impairment loss on inventories	-	-	(2,000)	(130)
Interest expense	(387)	(134)	(800)	(434)
Share-based payment	-	-	(3,371)	-
And crediting:-				
Interest income	21	33	68	104
Gain on disposal of other investment	(585)	-	1,509	-
Gain on disposal of property, plant and equipment	59	2	59	2
Gain on disposal of subsidiary	-	-	7	-
Reversal of impairment loss on receivables	-	-	25	37
Unrealised foreign gain	-	19	-	8



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B14. Status of utilisation of proceeds

Rights issue

On 8 May 2017, the Rights Issue with Warrants has been completed with the listing of Rights Shares and Warrants on the ACE Market of Bursa Malaysia Securities Berhad. As at 31 December 2020, the status utilisation of the proceeds raised is as follow:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation
Construction works for the Pano Project*	35,000	(10,258)	Within 30 months
Working capital	5,203	(5,203)	Up to 24 months
Estimated expenses for the Corporate Exercises	750	(750)	Immediate

**Proceeds of up to RM25 million will be allocated for Construction Works. The Company would allocate up to an additional RM 10 million for the Construction Works to act as a buffer to cater for any delay in the project schedule/progress payments and related expense. Any unutilized balance from this RM 10 million will be allocated for working capital.*

30% Private Placement

On 21 July 2020, the 30% Private Placement has been completed with the listing of 204,162,850 placement shares on the ACE Market of Bursa Malaysia Securities Berhad. As at 31 December 2020, the status of the utilization of the proceeds raised is as follow:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation
Business expansion	12,140	(4,903)	Within 12 months from completion
Estimated expenses for the Corporate Exercises	110	(110)	Upon completion



KEY ALLIANCE GROUP BERHAD (Company No. 609953-K)
(Incorporated in Malaysia)

Notes to the Interim Financial Report

For the third quarter ended 31 December 2020

B14. Status of utilisation of proceeds (Cont'd)

Rights issue

On 20 November 2020, the Rights Issue with Warrants has been completed with the listing of Rights Shares and Warrants on the ACE Market of Bursa Malaysia Securities Berhad. As at 31 December 2020, the status utilisation of the proceeds raised is as follow:

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation
Business expansion			
- <i>Purchase of Covid-19 RT PCR Test Kit</i>	21,495	(356)	Within 12 months from completion
- <i>Purchase of other in vitro diagnostic devices and/or medical equipment/devices</i>	7,500	(66)	Within 12 months from completion
- <i>Staff related costs</i>	1,000	(40)	Within 12 months from completion
- <i>Marketing & Advertising costs</i>	5,000	-	Within 12 months from completion
Repayment of bank borrowings	9,600	(456)	Within 6 months from completion
Working capital	3,810	(752)	Within 12 months from completion
Estimated expenses for the Corporate Exercises	700	(700)	Upon completion

B15. Earnings per Share

Basic

The earnings per share for the current quarter and cumulative quarter year-to-date are computed as follows:

	Quarter Ended		Year-To-Date Ended	
	31/12/2020 RM'000	31/12/2019 RM'000	31/12/2020 RM'000	31/12/2019 RM'000
Net profit/(loss) for the period attributable to ordinary equity holders of the Company (RM'000)	(10,579)	(4,714)	28,624	(9,066)
Weighted average number of ordinary shares in issue ('000)	993,316	520,712	993,316	520,712
Earnings per share (sen)	(1.07)	(0.91)	2.88	(1.74)