



OPCOM HOLDINGS BERHAD

Company No: 199401036979 (322661-W)

QUARTERLY INTERIM FINANCIAL REPORT

For the Quarter Ended 30 September 2023

The Directors are pleased to announce the following:-

Unaudited Condensed Consolidated Statement of Comprehensive Income for the Quarter and Financial Period Ended 30 September 2023

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 30/09/2023 RM'000	Preceding Year Corresponding Quarter 30/09/2022 RM'000	Current Year To Date 30/09/2023 RM'000	Preceding Year To Date 30/09/2022 RM'000
Revenue		8,438	N/A	217,533	N/A
Cost of sales		3,285	N/A	(161,522)	N/A
Gross profit		11,723	N/A	56,011	N/A
Other operating income		660	N/A	2,592	N/A
Administrative expenses		(4,230)	N/A	(15,524)	N/A
Distribution costs		(145)	N/A	(1,805)	N/A
Other operating expenses		(20,374)	N/A	(35,942)	N/A
Finance costs		839	N/A	(697)	N/A
Operating (loss)/profit		(11,527)	N/A	4,636	N/A
Interest income		1,721	N/A	4,376	N/A
Share of results of equity-accounted associates		184	N/A	2,052	N/A
(Loss)/profit before tax		(9,622)	N/A	11,064	N/A
Income tax expenses	B5	(522)	N/A	(7,588)	N/A
(Loss)/profit for the period	B13	(10,144)	N/A	3,476	N/A
Other comprehensive income, net of tax					
<i>Item that may be reclassified subsequently to profit or loss:-</i>					
Translation differences		82	N/A	3,819	N/A
(Loss)/profit and total comprehensive (loss)/income for the period		(10,062)	N/A	7,295	N/A



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Unaudited Condensed Consolidated Statement of Comprehensive Income for the Quarter and Financial Period Ended 30 September 2023

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	To Date
Note	30/09/2023	30/09/2022	30/09/2023	30/09/2022
	RM'000	RM'000	RM'000	RM'000
(Loss)/profit for the period attributable to:-				
Owners of the Company	(10,141)	N/A	2,746	N/A
Non-controlling interest	(3)	N/A	730	N/A
	<u>(10,144)</u>	<u>N/A</u>	<u>3,476</u>	<u>N/A</u>
Total comprehensive (loss)/income attributable to:-				
Owners of the Company	(10,059)	N/A	6,565	N/A
Non-controlling interest	(3)	N/A	730	N/A
	<u>(10,062)</u>	<u>N/A</u>	<u>7,295</u>	<u>N/A</u>
(Loss)/earnings per share attributable to owners of the Company:-				
Basic (sen)	B12 (2.64)	N/A	0.72	N/A
Diluted (sen)	B12 (2.62)	N/A	0.71	N/A

Note: As announced on 13 July 2023, the financial year end of the Group has been changed from 31 March 2023 to 30 September 2023. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



OPCOM HOLDINGS BERHAD
Company No: 199401036979 (322661-W)

Unaudited Condensed Consolidated Statement of Financial Position as at 30 September 2023

	Note	As At Financial Period Ended 30/09/2023 RM'000	(Audited) As At Preceding Financial Year Ended 31/03/2022 RM'000
Non-current assets			
Property, plant and equipment	A9	20,405	23,287
Intangible assets		34,213	-
Investment in associates		-	20,495
Right-of-use assets		11,916	11,867
Deferred tax assets		259	55
Other receivables		1,137	-
		<u>67,931</u>	<u>55,704</u>
Current assets			
Inventories		17,205	10,891
Trade and other receivables		129,432	22,945
Current tax assets		265	539
Short-term investment		7,369	-
Cash and cash equivalents		58,625	91,581
		<u>212,896</u>	<u>125,956</u>
Non-current asset held for sale		7,618	-
		<u>220,514</u>	<u>125,956</u>
TOTAL ASSETS		<u>288,445</u>	<u>181,659</u>
Equity			
Share capital		170,628	100,413
Reserves		(35,394)	3,473
ESOS Reserve		1,410	1,410
Retained earnings		55,498	52,752
		<u>192,142</u>	<u>158,048</u>
Non-controlling interest		9,967	9,710
Total equity		<u>202,109</u>	<u>167,758</u>
Non-current liability			
Other payables		26,348	-
Deferred tax liabilities		6,921	734
Lease liabilities		334	-
		<u>33,603</u>	<u>734</u>
Current liabilities			
Trade and other payables		36,781	12,859
Lease liabilities		82	22
Bank borrowings		8,181	-
Current tax liabilities		7,689	287
		<u>52,733</u>	<u>13,168</u>
Total liabilities		<u>86,336</u>	<u>13,901</u>
TOTAL EQUITY AND LIABILITIES		<u>288,445</u>	<u>181,659</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)			
		<u>0.50</u>	<u>0.72</u>

Note: As announced on 13 July 2023, the financial year end of the Group has been changed from 31 March 2023 to 30 September 2023. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



OPCOM HOLDINGS BERHAD
Company No: 199401036979 (322661-W)

Unaudited Condensed Consolidated Statement of Changes in Equity for the Financial Period Ended 30 September 2023

Group	Share capital RM'000	Non-Distributable			ESOS reserve RM'000	Distributable		Total RM'000	Non- controlling interest RM'000	Total equity RM'000
		Capital reserve RM'000	Translation reserve RM'000	Other reserve RM'000		Retained earnings RM'000				
Balance as at 1 April 2022	100,413	3	3,470	-	1,410	52,752	158,048	9,710	167,758	
Profit and total comprehensive income for the period	-	-	3,819	-	-	2,746	6,565	730	7,295	
Transactions with owners										
- issuance of shares for cash	18,992	-	-	-	-	-	18,992	-	18,992	
- issuance of shares for acquisition of a subsidiary	51,223	-	-	(42,686)	-	-	8,537	-	8,537	
- Changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	(24)	(24)	
Dividend paid										
- by a subsidiary to non-controlling interests	-	-	-	-	-	-	-	(450)	(450)	
Balance as at 30 September 2023	170,628	3	7,289	(42,686)	1,410	55,498	192,142	9,967	202,109	

Note: As announced on 13 July 2023, the financial year end of the Group has been changed from 31 March 2023 to 30 September 2023. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



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Company No: 199401036979 (322661-W)

Unaudited Condensed Consolidated Statement of Cash Flows for the Financial Period Ended 30 September 2023

	Current Financial Period Ended 30/09/2023 RM'000	Preceding Financial Year Corresponding Period Ended 30/09/2022 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before tax	11,064	N/A
Adjustments for:-		
Depreciation	2,928	N/A
Interest Income	(4,376)	N/A
Other Non-cash items	34,820	N/A
Other Non-operating items	(2,043)	N/A
Operating profit before working capital changes	<u>42,393</u>	<u>N/A</u>
Changes in working capital:-		
Inventories	25	N/A
Trade and other receivables	(89,697)	N/A
Trade and other payables	(9,686)	N/A
Cash for operations	<u>(56,966)</u>	<u>N/A</u>
Tax paid	(5,377)	N/A
Net cash for operating activities	<u>(62,343)</u>	<u>N/A</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,118)	N/A
Proceeds from disposal of property, plant and equipment	1,926	N/A
Acquisition of a subsidiary, net of cash and cash equivalents	6,522	N/A
Net outflows on disposal of subsidiaries	(184)	N/A
Interest received	3,290	N/A
Placement in short term investments	(7,700)	N/A
Net cash from investing activities	<u>2,735</u>	<u>N/A</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to Non-controlling interest	(450)	N/A
Drawdown of bank borrowings	8,181	N/A
Repayment of lease liabilities	(112)	N/A
Proceeds from issuance of ordinary shares, net of direct expenses	18,992	N/A
Disposal of non-controlling interest	(24)	N/A
Finance costs paid	(9)	N/A
Net cash from financing activities	<u>26,578</u>	<u>N/A</u>
Net decrease in cash and cash equivalents	(33,030)	N/A
Effect of exchange rate fluctuations on cash held	73	N/A
Cash and cash equivalents at beginning of financial period	<u>91,581</u>	<u>N/A</u>
Cash and cash equivalents at end of financial period	<u>58,625</u>	<u>N/A</u>



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**Unaudited Condensed Consolidated Statement of Cash Flows for the Financial Period Ended 30 September 2023
(continued)**

Cash and cash equivalents included in the Statement of Cash Flows comprise of the following amounts in Statement of Financial Position:-

	Current Financial Period Ended 30/09/2023 RM'000	Preceding Financial Year Corresponding Period Ended 30/09/2022 RM'000
Deposits placed with licensed banks	16,382	N/A
Cash and bank balances	61,085	N/A
Bank overdrafts	(18,843)	N/A
	<u>58,625</u>	<u>N/A</u>

Note: As announced on 13 July 2023, the financial year end of the Group has been changed from 31 March 2023 to 30 September 2023. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



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Notes on the Quarterly Interim Financial Report - 30 September 2023

A. EXPLANATORY NOTES AS PER MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRSs”) 134, INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

These condensed consolidated interim financial statements for the current quarter have been prepared in accordance with MFRS 134, *Interim Financial Reporting* and Rule 9.22 of the ACE 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 the Group as at and for the financial year ended 31 March 2022 which was prepared in accordance with the MFRSs. The explanatory notes attached to these interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2022.

As announced on 13 July 2023, the financial year end of the Group has been changed from 31 March 2023 to 30 September 2023. As such, there will be no comparative financial information available for the preceding year corresponding periods.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2022 except for the adoption of those new Malaysian Financial Reporting Standards (“MFRS”) and amendment to MFRS and Interpretations that are applicable to the Group for the financial period beginning 01 April 2022.

The adoption of the new standards, amendments and interpretation to published standards does not have any material impact on the financial statements of the Group for the financial period beginning on 01 April 2022 upon their initial application.

A2. Audit Report

The Audit Report of the Group’s annual financial statements for the financial year ended 31 March 2022 was not subject to any audit qualification.

A3. Seasonality of Interim Operations

The fiber optic cables, engineering services, thixotropic gel, fiber reinforced plastics and telecommunication network markets are observed to be seasonal in nature and dependent on the general economic and business environment. Given its experience in these markets, the Group is well positioned to ameliorate any seasonal fluctuation of demand for its products.

A4. Unusual Items

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows other than those disclosed elsewhere in these notes.

A5. Changes in Estimates

There were no changes in the estimates of amounts reported that have a material effect in the current quarter.

A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

A7. Dividends Paid

There were no dividends paid during the current quarter.

A8. Segmental Reporting

The Group operates wholly in Malaysia.

The Group’s segmental report for the financial year are as follows:-

30 September 2023

<u>Business Segments</u>	Manufacturing RM'000	Trading & Engineering Services RM'000	Tele - communication Network RM'000	Other Operations RM'000	The Group RM'000
Segment revenue:					
Revenue from external customers	83,352	59,125	74,739	318	217,533
Segmental (loss)/profit:					
Operating profit/(loss) for reportable segments	3,484	7,159	35,587	(40,896)	5,333
Interest income					4,376
Finance costs					(697)
Share of results of associated companies					2,052
Profit before tax					11,064
Income tax expense					(7,588)
Profit after tax					3,476



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A9. Valuations of Property, Plant and Equipment

The Group did not carry out any valuation on its property, plant and equipment.

A10. Material Events Subsequent to the End of the Interim Period

On 20 September 2023, The Company, through its wholly-owned subsidiary, Opcom VC Sdn. Bhd. entered into a Share Sale Agreement with Mr. Na Boon Aik, the Group Managing Director and a major shareholder of Binacom Communications Berhad ("Binacom"), for the acquisition of 70,000,000 ordinary shares representing 18.03% equity interest in Binacom. The transaction was completed on 2 October 2023.

Other than as disclosed above, there were no material events subsequent to the end of current quarter that have not been reflected in the financial statements for the current quarter.

A11. Changes in the Composition of the Group

On 22 August 2023, the Company entered into a share sale agreement to dispose 60,000 ordinary shares in a Opcom Lube & Solutions Sdn Bhd. (OLSSB), representing 60% equity interest in OLSSB, for RM48,000, to be satisfied by cash. The sale of shares were completed on 22 August 2023.

Other than as disclosed above, there were no changes in the composition of the Group during the current quarter.

A12. Changes in Contingent Assets or Contingent Liabilities

Contingent liabilities of the Group as at 30 September 2023 amounted to RM77.358 million which are in respect of corporate guarantees given to licensed banks for the banking facilities granted to subsidiaries and guarantee of obligations of a subsidiary to a supplier.

A13. Significant Related Party Transactions

The significant related party transactions during the current quarter and financial period ended are as follows:-

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current	Preceding
	Quarter	Corresponding	Year	Year
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
	RM'000	RM'000	RM'000	RM'000
Related companies in which a substantial shareholder of the Company has interests:-				
Sale of goods	-	N/A	2	N/A
Purchase of goods or services	102	N/A	517	N/A
Supply of services	34	N/A	34	N/A
Rental of motor vehicle	-	N/A	4	N/A
A related company in which a shareholder of the subsidiary has interests:-				
Sale of goods	-	N/A	497	N/A
Purchase of goods or services	-	N/A	1,004	N/A
Associate of a subsidiary of the Company:-				
Sale of thixotropic gel	3,490	N/A	30,358	N/A
Sale of fiber reinforced plastics	-	N/A	(7)	N/A
Dividend income	9	N/A	1,462	N/A
Purchase of raw materials	120	N/A	1,726	N/A



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Notes on the Quarterly Interim Financial Report - 30 September 2023

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD REQUIREMENTS

B1. Review of Performance

	Individual Quarter			Cumulative Quarter		
	Current Year Quarter 30/09/2023 RM'000	Preceding Year Quarter 30/09/2022 RM'000	Changes +/- (%)	Current Year To Date 30/09/2023 RM'000	Preceding Year To Date 30/09/2022 RM'000	Changes +/- (%)
Revenue	8,438	N/A	N/A	217,533	N/A	N/A
Operating (loss)/profit	(11,527)	N/A	N/A	4,636	N/A	N/A
(Loss)/profit before interest and tax	(11,343)	N/A	N/A	6,688	N/A	N/A
(Loss)/profit before tax	(9,622)	N/A	N/A	11,064	N/A	N/A
(Loss)/profit for the period	(10,144)	N/A	N/A	3,476	N/A	N/A
(Loss)/profit for the period attributable to Owners of the Company	(10,141)	N/A	N/A	2,746	N/A	N/A

The Group posted a consolidated revenue of RM217.5 million for year-to-date ended 30 September 2023. Revenue is mainly contributed by the existing manufacturing, trading, and engineering services (approximately 65%) and the revenue from diversification into the telecommunication network segment since March 2023 (approximately 35%).

Profit before tax for year-to-date ended 30 September 2023 is at RM11.1 million, after the recognition of impairment loss of investment in an associated company of RM15.5 million, difference arising from receivables discounted to present value of RM3.6 million, and amortisation of intangible assets arising from the initial assessment of purchase price allocation in accordance to MFRS3: Business Combinations, in relation to the acquisition of T&J Engineering Sdn. Bhd. ("TJE") amounting to RM15.2 million, whereby the completion of the acquisition was announced on 7 March FY2023 .

For the current quarter, the Group registered revenue of RM8.4 million and loss before tax of RM9.6mil. The revenue was mainly contributed by Telecommunication Network and Manufacturing divisions. Following an evaluation of the business transactions in accordance to MFRS15: Revenue from Contracts with Customers, the Group revised its principal arrangement to an agency arrangement in the current quarter. As a result, an adjustment involving the reversal of RM37.0 million from revenue and cost respectively was made.

Included in the loss before tax for the current quarter is the recognition of the impairment loss of its investment in an associated company of RM8.1 million, difference arising from receivables discounted to present value of RM2.4 million, and amortisation of intangible assets in relation to the acquisition of TJE amounting to RM7.8 million.

There is no preceding year corresponding quarter and year-to-date ended 30 September 2022 comparison due to the change in the financial year-end from 31 March to 30 September.

B2. Variation of Results Against the Immediate Preceding Quarter

	Current Quarter 30/09/2023 RM'000	Immediate Preceding Quarter 30/6/2023 RM'000	Changes +/- (%)
Revenue	8,438	67,436	-87.5%
Operating loss	(11,527)	(1,840)	526.3%
Loss before interest and tax	(11,343)	(1,372)	726.7%
Loss before tax	(9,622)	(725)	1227.6%
Loss for the period	(10,144)	(2,544)	298.8%
Loss for the period attributable to owners of the Company	(10,141)	(2,862)	254.4%

The Group's revenue decreased to RM8.4 million in the current quarter as compared to the immediate preceding quarter of RM67.4 million. Following an evaluation of the business transactions in accordance to MFRS15: Revenue from Contracts with Customers, the Group revised its principal arrangement to an agency arrangement in the current quarter. As a result, an adjustment involving the reversal of RM37.0 million from revenue and cost respectively was made. The slower take-off for fibre optic cables also resulted in lower sales for the current quarter.

The Group recorded a loss before tax of RM9.6 million in the current quarter as compared to the loss before tax of RM0.7 million in the immediate preceding quarter. Included in the loss before tax for the current quarter is the recognition of the impairment loss of its investment in an associated company of RM8.1 million, difference arising from receivables discounted to present value of RM2.4 million, and amortisation of intangible assets in relation to the acquisition of TJE amounting to RM7.8 million.

Performance of the respective operating business segments in the current quarter compared to the immediate preceding quarter are as follows:-

- Manufacturing - Total revenue decreased by 14% in current quarter. The decrease in revenue was due to lower revenue from thixotropic gel (10%) and fiber optic cables (17%).
- Trading and Engineering Services - The revenue decreased by 200% in current quarter was due to lower sales of industrial and building materials (26%) and reclassification of revenue to cost of good sold in engineering services (228%).
- Telecommunication Network - The revenue increase by 18% in current quarter was due to higher value of workdone .
- Other Operations - Revenue increased by 57% in current quarter following the commencement of a new tenancy agreement since the end of the last quarter..



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B3. Prospects

The Group's current quarter's performance reflects resilience amid challenges over the mainstream revenue source and promising growth avenues following the recent diversification into the telecommunication and power network infrastructure solutions business. Moving forward, Opcom is strategically positioning itself to strengthen its earnings base, bolstered by the enlarged group resulting from several upcoming acquisitions. The Group's unwavering dedication to customer-centric solutions and a forward-looking approach to market trends underscores its potential for continued success. Opcom Group remains steadfast in its pursuit of excellence, poised to deliver stronger results, and unlock new avenues for growth in the upcoming quarters.

B4. Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast and profit guarantee in any public document.

B5. Income Tax Expenses

	Quarter Ended		Financial Period Ended	
	30/09/2023 RM'000	30/09/2022 RM'000	30/09/2023 RM'000	30/09/2022 RM'000
Tax expenses	2,353	N/A	11,515	N/A
Deferred taxation	(1,831)	N/A	(3,927)	N/A
	<u>522</u>	<u>N/A</u>	<u>7,588</u>	<u>N/A</u>

The Group's effective tax rate exceeds the statutory tax rate of 24%, primarily due to the inclusion of certain non-deductible items in the income statement. These items include impairment losses on investments in associations and short-term investments, as well as modification losses on financial assets. Tax expenses are accounted for profitable subsidiaries and holding company.

B6. Status of corporate proposals as at 28 November 2023

(being a date not earlier than seven (7) days from the date of issue of the quarterly report)

On 1 August 2023, the Company announced the (i) proposed acquisition of 5,390,000 ordinary shares in Transgrid Ventures Sdn Bhd ("TVSB"), representing 49.0% equity interest in TVSB ("Sale Shares"), for a total purchase consideration of up to RM98.0 million, to be satisfied by a combination of shares and cash, and (ii) proposed diversification of the business activities to include the power generation and transmission business (collectively referred to as the "Proposals"). The Proposals were approved by Bursa Malaysia on 26 October 2023 and pending the shareholders' approval at the Extraordinary General Meeting ("EGM"), to be held on 1 December 2023.

On 26 October 2023, the Company, announced the proposed acquisition of 26,222,021 ordinary shares in Binacom Communications Berhad ("Binacom") ("Binacom Shares"), representing approximately 6.75% equity interest in Binacom for a total purchase consideration of RM14.68 million ("Purchase Consideration"), to be satisfied wholly in cash ("Proposed 6.75% Acquisition") by its wholly-owned subsidiary, Opcom VC Sdn Bhd ("OVCSB"). The Proposed 6.75% Acquisition was approved by Bursa on 20 November 2023 and pending the arrangement of the EGM.

B7. Utilisation of Proceeds Raised from Corporate Proposal

a. On 9 September 2021, the Company had raised total proceeds of RM23.147 million from the private placement by issuance of 53,212,400 new ordinary shares.

The current status as of follows:

Details	Expected timeframe for utilisation of proceeds from 9 September 2021	Proposed Utilisation RM'000	Actual Utilisation as of 28 November 2023 RM'000	Balance Unutilised RM'000
(i) Future business projects/investment	Within 24 months	19,000	(19,000)	-
(ii) Working capital	Within 24 months	3,668	(3,668)	-
(iii) Estimated expenses for the Private Placement	Immediate	479	(479)	-
Total		23,147	(23,147)	-



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b. On 31 January 2023, the Company had raised total proceeds of RM19.257 million from the private placement by issuance of 27,908,700 new ordinary shares.

The current status as of follows:

Details	Expected timeframe for utilisation of proceeds from 31 January 2023	Proposed Utilisation RM'000	Actual Utilisation as of 28 November 2023 RM'000	Balance Unutilised RM'000
(i) Proposed acquisition	Within 36 months	18,257	(4,500)	13,757
(ii) Working capital	Within 36 months	735	-	735
(iii) Estimated expenses for the Private Placement	Immediate	265	(265)	-
Total		19,257	(4,765)	14,492

B8. Group Borrowings and Debt Securities

The Group's borrowings at the end of the reporting period are as follows:-

	Currency Denomination	As at 30/09/2023 RM'000	As at 31/03/2022 RM'000
<u>Current</u>			
- Overdraft	MYR	18,843	-
- Bank borrowings	MYR	8,181	-
- Hire Purchase	MYR	82	-
		<u>27,106</u>	<u>-</u>
<u>Non-current</u>			
- Hire Purchase	MYR	334	-
		<u>27,440</u>	<u>-</u>

B9. Derivative Financial Instruments

The Group has entered into forward exchange contracts to manage the foreign currency exposures arising from the Group's payables denominated in currencies other than the functional currency. The forward exchange contracts have maturities of less than one year after the end of the reporting period.

	Quarter Ended		Financial Period Ended	
	30/09/2023 RM'000	30/09/2022 RM'000	30/09/2023 RM'000	30/09/2022 RM'000
Gain/(Loss) from foreign currency hedging contract	-	N/A	-	N/A

B10. Material litigation as at 28 November 2023

(being a date not earlier than seven (7) days from the date of issue of the quarterly report)

Opcom Cables Sdn Bhd, a subsidiary of the Company, has filed and served the Writ of Summons and Statement of Claims against Forward Resources & Construction Sdn. Bhd. ("FRC") as Defendant claiming the amount of RM0.4 million as outstanding sum arising from the supply of fiber optic cables. Judgement in Default of Appearance was granted against FRC on 12 October 2022. A winding up order was served on FRC through one of FRC's petitioners. Opcom Cables Sdn Bhd had on 1 December 2022, filed the Proof of Debt with the Malaysia Insolvency Department for the RM0.4 million, pending the fixing of first creditor's meeting. The Group had made full provision on the RM0.4 million in the prior years. The company will update as and when there are material developments on the above matter.



OPCOM HOLDINGS BERHAD
Company No: 199401036979 (322661-W)
Notes on the Quarterly Interim Financial Report - 30 September 2023

B11. Dividends

The Company did not declare dividends during the current quarter.

B12. (Loss)/earnings per share

(a) Basic (loss)/earnings per share

	Quarter Ended		Financial Period Ended	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
(Loss)/profit for the period attributable to owners of the Company (RM'000)	(10,141)	N/A	2,746	N/A
Weighted average number of ordinary shares in issue ('000)	384,022	N/A	384,022	N/A
Basic (loss)/earnings per share (sen)	(2.64)	N/A	0.72	N/A

(b) Diluted (loss)/earnings per share

	Quarter Ended		Financial Period Ended	
	30/09/2023	30/09/2022	30/09/2023	30/09/2022
(Loss)/profit for the period attributable to owners of the Company (RM'000)	(10,141)	N/A	2,746	N/A
Weighted average number of ordinary shares in issue ('000)	384,022	N/A	384,022	N/A
Shares deemed to be issued for no consideration:				
Employee share options in issue ('000)	2,624	N/A	2,624	N/A
Weighted average number of ordinary shares for diluted (loss)/earnings per share computation ('000)	386,646	N/A	386,646	N/A
Diluted (loss)/earnings per share (sen)	(2.62)	N/A	0.71	N/A

B13. (Loss)/profit for the period

	Quarter Ended		Financial Period Ended	
	30/09/2023 RM'000	30/09/2022 RM'000	30/09/2023 RM'000	30/09/2022 RM'000
(Loss)/profit for the period is arrived at after crediting:-				
Interest income	1,721	N/A	4,376	N/A
Other income	574	N/A	1,711	N/A
Reversal of Inventories written down	(448)	N/A	-	N/A
Foreign exchange gain	(803)	N/A	227	N/A
and after charging:-				
Depreciation	491	N/A	2,928	N/A
Foreign exchange loss	124	N/A	1,568	N/A
Provision for doubtful debts	312	N/A	324	N/A
Modification loss on financial assets	2,416	N/A	3,622	N/A
Impairment of property, plant and equipment	400	N/A	795	N/A
Impairment of short term investment	56	N/A	331	N/A
Impairment loss on investment in an associated company	8,091	N/A	15,488	N/A
Amortisation of intangible asset	7,845	N/A	15,175	N/A

There were no gain or loss on disposal of quoted or unquoted investments or properties or exceptional items for current quarter and financial period ended 30 September 2023.