



**ZEN TECH INTERNATIONAL BERHAD**  
**(fka INIX Technologies Holdings Berhad)**

**200401027289**

**(Incorporated in Malaysia)**

# **UNAUDITED INTERIM FINANCIAL REPORT**

**INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED  
30 June 2022**

## CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022

	Note	Current Quarter Ended		Year-to-date 12 Months Ended	
		30 June 2022 unaudited RM'000	30 June 2021 unaudited RM'000	30 June 2022 unaudited RM'000	30 June 2021 audited RM'000
Revenue	A9	6,423		26,479	
Cost of sales		(5,206)		(18,995)	
<b>Gross profit</b>		1,217	-	7,484	-
Other income		82		665	
Profit of Disposal of Subsidiary		-		7,484	
Administrative expenses		(2,374)		(9,249)	
Finance Costs		(222)	-	(339)	-
Share of associates profit/(loss)		-	-	-	-
<b>Profit / (Loss) for the period</b>		(1,297)	-	6,045	-
Taxation	B5	(963)	-	(1,154)	-
<b>Profit / (Loss) for the period</b>		(2,260)	-	4,891	-
Profit / (Loss) for the period / year attributable to attributable to:					
Owners of the company		(1,790)	-	3,472	-
Non-controlling interest		(470)		1,419	
<b>Profit / (Loss) for the period / year</b>		(2,260)	-	4,891	-
Total Comprehensive Income / ( Loss) attributable to:					
Owners of the company		(1,790)	-	3,472	-
Non-controlling interest		(470)		1,419	
<b>Total Comprehensive Income Profit / (Loss) for the period</b>		(2,260)	-	4,891	-
<b>Profit / (Loss) per share attributable to ordinary equity holders of the Company (sen)</b>					
Basic	B13	(0.00)	-	0.01	-
Diluted	B13	(0.00)	-	0.01	-

**Note:**

- The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2020 and the accompanying explanatory notes attached to the interim financial statements.
- The financial year end of the Group was changed from 31 January 2021 to 30 June 2021 . The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

## CONDENSED CONSOLIDATES STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2022

Note	<i>As at 30 June 2022</i> unaudited RM'000	<i>As at 30 June 2021</i> audited RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Intangible assets	-	-
Property, plant and equipment	31,257	13,796
Rights of Use Assets	3,137	2,772
Investment in associates	-	-
Goodwill in consolidation	6,319	6,319
Other investment	3,850	3,850
	<b>44,563</b>	<b>26,737</b>
<b>Current Assets</b>		
Inventory	2,129	768
Trade receivables	302	1,916
Other receivables, deposits and prepayments	5,739	7,309
Amount due from directors	35	-
Fixed deposit with a financial institution	520	-
Cash and bank balances	1,093	1,260
	<b>9,818</b>	<b>11,253</b>
<b>TOTAL ASSETS</b>	<b>54,381</b>	<b>37,990</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Attributable to Equity Holders of the Company</b>		
Share capital	69,146	64,536
Accumulated losses	(32,708)	(30,200)
	<b>36,438</b>	<b>34,336</b>
Non-controlling interest	(8,879)	(8,826)
	<b>27,559</b>	<b>25,510</b>
<b>Non Current Liabilities</b>		
Lease Liabilities	1,792	2,425
Finance Lease Payables	325	443
Deferred Tax Liabilities	1,244	445
	<b>3,361</b>	<b>3,313</b>
<b>Current liabilities</b>		
Trade payables	3,023	722
Other payables and accruals	9,342	5,502
Amount due to directors	1,295	2,215
Lease Liabilities	1,404	418
Finance Lease Payables	117	112
Short term loan	8,000	-
Provision for taxation	280	198
	<b>23,461</b>	<b>9,167</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>54,381</b>	<b>37,990</b>
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	<b>0.0710</b>	<b>0.0736</b>

**Note:**

- The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2020 and the accompanying explanatory notes attached to the interim financial statements.
- The financial year end of the Group was changed from 31 January 2021 to 30 June 2021 . The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2022

	Attributable to equity holders of the Company				Total	Non-Controlling interest	Total Equity
	Share capital	Share premium	SIS Option reserve	Accumulated losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 February 2020 (audited)</b>	42,274	-	-	(18,806)	23,468	(9,824)	13,644
Issuance of Shares under ESOS	12,514	-	-	-	12,514	-	12,514
Issuance of Shares under Private Placement	9,748	-	-	-	9,748	-	9,748
Change in Stake	-	-	-	-	-	257	257
Loss for the period	-	-	-	(11,394)	(11,394)	740	(10,654)
<b>At 30 June 2021 (audited)</b>	64,536	-	-	(30,200)	34,336	(8,827)	25,509
<b>At 1 July 2021 (audited)</b>	64,536	-	-	(30,200)	34,336	(8,827)	25,509
Issuance of Shares under ESOS	-	-	-	-	-	-	-
Issuance of Shares under Private Placement	4,610	-	-	-	4,610	-	4,610
Conversion of Warrants	-	-	-	-	-	-	-
Realisation of Reserves due to subsidiaries disposed during the period	-	-	-	4,897	4,897	-	4,897
Amount recognised directly in equity relating to disposal of subsidiaries	-	-	-	(12,296)	(12,296)	-	(12,296)
Profit / (Loss) for the period	-	-	-	4,891	4,891	(52)	4,839
<b>At 31 June 2022 (unaudited)</b>	69,146	-	-	(32,708)	36,438	(8,879)	27,559

**Note:**

1 The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2020 and the accompanying explanatory notes attached to the interim financial statements.

2 The financial year end of the Group was changed from 31 January 2021 to 30 June 2021 . The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

## CONDENSED CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2022

	<b>12 months ended 30 June 2022</b>	<b>17 months ended 30 June 2021</b>
	<i>unaudited</i>	<i>audited</i>
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	4,891	(10,011)
<i>Adjustments:</i>		
Bad debts written off	-	991
<b>Depreciation:</b>		
Property, plant and equipment	938	572
Right-of-use assets	566	310
Impairment loss:		
- Property, plant and equipment	-	1,110
- Other Investment	-	3,850
- Trade receivables	-	144
- Other receivables	1,292	3,950
Interest Expenses	339	10
Interest Income	-	(3)
Lease Liability Interest	25	46
Reversal of impairment on trade receivable	-	(657)
Gain on disposal of subsidiaries during the period	(7,484)	-
<b>Operating profit/(loss) before working capital changes</b>	<b>567</b>	<b>312</b>
Increase in inventories	(1,361)	(768)
Decrease/(Increase) in trade receivables	1,614	(974)
Decrease/(Increase) in other receivables, deposits and prepayments	2,359	(5,485)
Increase/(Decrease) in trade payables	2,301	(401)
Increase/(Decrease) in other payables and accruals	1,356	(993)
Increase/(decrease) in amount due to director	(920)	2,069
Increase/(decrease) in provision for taxation	-	-
<i>Cash used in operations</i>	<b>5,916</b>	<b>(6,240)</b>
Income Tax Paid	(272)	-
Interest received	-	2
Interest paid	(333)	(10)
<b>Net cash generated from/(used in) operating activities</b>	<b>5,311</b>	<b>(6,248)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additional investment/acquisition of subsidiary company	-	(3,946)
Drawdown of Lease	353	-
Proceed from Disposal of Subsidiaries	50	-
Purchase of property, plant and equipment	(17,461)	(11,641)
<b>Net cash generated from/(used in) investing activities</b>	<b>(17,058)</b>	<b>(15,587)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from exercise of employees share issuance scheme	-	12,514
Proceeds from exercise of warrants	-	9,747
Proceed from issuance of private placement	4,610	-
Proceed from short term loan	8,000	-
Interest paid on short term loan	(125)	-
Interest paid on lease liabilities	(32)	(45)
Repayment of finance lease liabilities	-	(45)
Repayment of lease liabilities	(353)	(239)
<b>Net cash generated from/(used in) financing activities</b>	<b>12,100</b>	<b>21,932</b>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	353	97
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	1,260	1,163
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<b>1,613</b>	<b>1,260</b>
<b>Cash and Cash equivalents comprises:-</b>		
Fixed Deposits with a financial institution	520	500
Cash and bank balances	1,093	760
	<b>1,613</b>	<b>1,260</b>

### Notes:

1 The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 January 2020 and the accompanying explanatory notes attached to the interim financial statements.

2 The financial year end of the Group was changed from 31 January 2021 to 30 June 2021. The audited accounts for the period ended 30 June 2021 was for seventeen months which was from 1 February 2020 to 30 June 2021. As such, there will be no comparative financial information available for the current financial year ended 30 June 2022.

## EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

### A Pursuant to FRS 134: Interim Financial Reporting

#### A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2021. These explanatory notes attached to the 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 year ended 30 June 2021.

#### A2 Changes in accounting policies

The significant accounting policies adopted in the preparation of this Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 30 June 2021. As at the date of authorisation of this Condensed Report, the following are accounting standards, interpretations and amendments of the MFRSs that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Group:

The adoption of these MFRSs and Amendments to MFRSs that have been issued but not yet effective are applicable to the Group and the Company are not expected to have a material impact to the financial statements of the Group and of the Company.

Amendment to MFRS 16 Leases – Covid 19-Related Rent Concessions

Amendments to MFRS 3 Business Combinations – Reference to the Conceptual Framework

Amendments to MFRS 116 Property, Plant and Equipment – Property, Plant and Equipment - Proceeds before intended use

Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – cost of fulfilling a contract

Annual Improvements to MFRS Standards 2018 - 2020

Amendments to MFRS 101 Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current

Amendments to MFRS 101 Presentation of Financial Statements - Disclosure of Accounting Policies

Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

Amendments to MFRS112 Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

#### A3 Qualification of Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2021 was unqualified.

#### A4 Seasonal or cyclical factors

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current quarter and financial year-to-date under review.

#### A5 Unusual Items

There were no unusual items of unusual nature, size or incidence which materially affecting assets, liabilities, equity, net income or cash flows of the Group for the financial year under review.

#### A6 Material Changes in Estimates

There were no changes in estimates that have a material effect for the current quarter and financial year-to-date under review.

## EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

### A7 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review: except for the changes in ordinary share capital as stated in note B8.

### A8 Dividends paid

No dividends were paid during the financial year-to-date.

### A9 Segmental information

#### (a) Operating segments

	Corporate RM'000	Piling Works RM'000	Dredging RM'000	Software & Books RM'000	Glove RM'000	Adjustments /Elimination RM'000	Total RM'000
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#### 12 months ended 30 June 2022

<b>Revenue</b>							
External customers	-	-	-	2,113	24,366	-	26,479
Inter-segment	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,113</b>	<b>24,366</b>	<b>-</b>	<b>26,479</b>
<b>Results</b>							
Depreciation of							
Property, Plant and Equipment	(27)	-	-	(108)	(803)	-	(938)
Depreciation of Right of Use	(301)	-	-	-	(265)	-	(566)
Interest Expense	(19)	-	-	-	(515)	-	(534)
<b>Segment profit/(loss)</b>	<b>(7,063)</b>	<b>-</b>	<b>-</b>	<b>(998)</b>	<b>2,691</b>	<b>10,261</b>	<b>4,891</b>
<b>Segment assets</b>	<b>22,208</b>	<b>-</b>	<b>-</b>	<b>4,899</b>	<b>45,918</b>	<b>(18,644)</b>	<b>54,381</b>
<b>Segment liabilities</b>	<b>1,680</b>	<b>-</b>	<b>-</b>	<b>15,690</b>	<b>27,516</b>	<b>(18,062)</b>	<b>26,822</b>

	Corporate RM'000	Piling Works RM'000	Dredging RM'000	Software & Books RM'000	Glove RM'000	Adjustments /Elimination RM'000	Total RM'000
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#### 14 Months ended 30 June 2022

<b>REVENUE</b>							
External customers	-	-	-	7,650	10,585	-	18,235
Inter-segment	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,650</b>	<b>10,585</b>	<b>-</b>	<b>18,235</b>
<b>RESULTS</b>							
Impairment loss on							
Property, Plant and equipment	-	(1,109)	-	-	-	-	(1,109)
Depreciation of							
Property, Plant and Equipment	(26)	(244)	-	(88)	(213)	-	(571)
<b>Segment Profit / (Loss) for the year</b>	<b>(8,530)</b>	<b>-</b>	<b>-</b>	<b>(995)</b>	<b>2,303</b>	<b>(2,913)</b>	<b>(10,135)</b>
<b>ASSETS</b>							
<b>Segment Assets</b>	<b>24,849</b>	<b>30</b>	<b>140</b>	<b>6,735</b>	<b>26,062</b>	<b>(19,826)</b>	<b>37,990</b>
<b>LIABILITIES</b>							
<b>Segment Liabilities</b>	<b>1,866</b>	<b>302</b>	<b>15</b>	<b>20,165</b>	<b>23,879</b>	<b>(33,747)</b>	<b>12,480</b>

## EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

### (b) Geographical information

	Non-current assets			Current asset	
	Revenue RM'000	Profit/(Loss) before taxation RM'000	Property, plant and equipment RM'000	Intangible assets RM'000	Trade receivables RM'000
<b>12 months ended 30 June 2022</b>					
Malaysia	26,479	6,045	31,257	-	302

### A10 Carrying value of revalued assets

There has been no revaluation of property, plant and equipment during the financial year-to-date.

### A11 Changes in the composition of the Group

During the Financial Year two subsidiaries were disposed during the financial year under review

### A12 Capital commitments

Capital commitments of the Group in respect purchase of steel and stainless steel (for structural framework of the rubber glove manufacturing lines); purchase of other components to equip the manufacturing lines (i.e., auto-stripping machine, former holder track and former holder, conveyor chain tracks and conveyor chain, compressor, chiller, heating burner, infrared burner and motor); and building systems which enable the supply of utilities (i.e., electricity and water) and chlorination system to treat wastewater arising from manufacture of gloves, ovens and dipping tanks as at 31 March 2022 are as follows:

	RM'000
Approved and not contracted for	<u>113,216</u>

### A13 Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2021.

### A14 Significant related party transactions

There were no items, transaction or event of a material and unusual nature which has arisen which would substantially affect the results of the Group and the Company for the period between 31 December 2021 and the date of this report.

### A15 Subsequent events

No significant events.



**EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

**B Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad for the ACE Market**

**B1 Performance review**

For the second quarter ended 31 March 2022, the group recorded revenue of RM5,333 million . The group recorded at profit before taxation of RM4,612 million during the second quarter ended 31 December 2021. The main contributor was from the glove manufacturing segment and during the period the group recorded a profit of RM7,484 million on disposal of its subsidiaries.

**B2 Material change in profit/(loss) before tax**

	<i>Current quarter ended 30 June 2022</i>	<i>Preceding quarter ended 30 June 2021</i>
	RM'000	RM'000
Revenue	6,423	-
(Loss)/Profit before taxation	(1,297)	-

The group recorded a loss before taxation of RM1,309 million for the forth quarter ended 30 June 2022 due to impairment of other receivables. There is not comparative figure for preceding quarter.

**B3 Prospects**

The glove manufacturing segment has contributed profit for the group during the interim period ending 31 MARCH 2022. The group is expecting to maintain its profitability during the current financial year eventhough currently there has been significant fluctuation in the glove prices.

**B4 Profit forecast or profit guarantee**

No profit forecast or profit guarantee was published.

**B5 Taxation**

For both the current quarter as well as financial year-to-date, tax is calculated on estimated assessable profits for the financial year.

**B6 Quoted securities**

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

**B7 Unquoted securities**

There were no acquisitions or disposals of unquoted securities during the current quarter and financial year-to-date.

**B8 Corporate proposals**

(i) proposed settlement of an amount owing by INIX Glove Manufacturing Sdn. Bhd. (a wholly-owned subsidiary of the Company) ("IGM") to its creditor namely, Southborn Capital Sdn. Bhd. ("SCSB"), via issuance of new ordinary shares in INIX ("INIX Shares") ("Settlement Shares") at an issue price of RM0.0750 each ("Proposed Debt Settlement");

(ii) proposed private placement of up to 186,619,200 new INIX Shares ("Placement Shares"), representing up to 30% of the number of INIX Shares in issue (excluding treasury shares, if any) ("Proposed 30% Private Placement");

(iii) proposed renounceable rights issue of up to 1,617,366,440 new INIX Shares ("Rights Shares") on the basis of 2 Rights Shares for every 1 existing INIX Share held on an entitlement date to be determined later, together with up to 1,078,244,293 free detachable warrants ("Warrants") on the basis of 2 Warrants for every 3 Rights Shares subscribed for ("Proposed Rights Issue");

(iv) proposed reduction of the issued share capital of the Company by RM40.00 million pursuant to Section 116 of the Companies Act 2016 ("Act") ("Proposed Share Capital Reduction"); and

v) proposed establishment of a new employees share option scheme ("ESOS") of up to 30% of the issued share capital of the Company (excluding treasury shares, if any) at any one time during the duration of ESOS for the eligible Directors and employees of the Company and its subsidiaries ("Group") (excluding dormant subsidiaries, if any) ("Proposed ESOS").

As of the date of this report . The Group have completed the Proposed Debt Settlement and the Proposed 30% Private Placement of ZEN Tech Shares.

This summary of Corporate Proposal as disclosed above should be read in conjunction with the Prospectus of the Company dated 18 May 2022

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

**B9 UTILISATION OF PROCEEDS**

The Proposed 30% Private Placement (based on an illustrative issue price of RM0.0620 per Placement Share) and the Proposed Rights Issue (based on an illustrative issue price of RM0.0700 per Rights Share) are expected to raise gross proceeds of up to approximately RM11.57 million and up to approximately RM113.22 million, respectively, to be utilised by our Group in the following manner:

Utilisation purposes	Proposed 30% Private Placement	Proposed Rights Issue		Expected timeframe for utilisation of proceeds*
		Minimum Scenario	Maximum Scenario	
	RM'000	RM'000	RM'000	
Expansion of the Glove Business	11,370	18,960	90,000	Within 12 months
Working capital for the Glove Business		-	22,176	Within 6 months
Estimated expenses for the Proposals	200	1,040	1,040	Within 1 month
<b>TOTAL</b>	<b>11,570</b>	<b>20,000</b>	<b>113,216</b>	

The actual proceeds to be raised from the Proposed 30% Private Placement is dependent on the final issue price of Placement Share and the subscription level of Placement Shares whereas the actual proceeds to be raised from the Proposed Rights Issue are dependent on the number of Shares in issue on the Entitlement Date, final issue price of Rights Share and the subscription level for the Proposed Rights Issue

Any additional proceeds to be raised in excess of RM20.00 million for the Proposed Rights Issue (under the Minimum Scenario) will be allocated in the following order of priority:

- (i) estimated expenses for the Proposals;
- (ii) expansion of the Glove Business; and
- (iii) working capital for the Glove Business.

The utilisation of the proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 18 May 2022

**B10 Borrowing and debt securities**

	Due Within 12 months RM'000	Due After 12 months RM'000
<b>SECURED</b>		
Hire Purchase and Lease Borrowings	1,521	2,117
Bank	-	-
Other	8,000	-
	<u>9,521</u>	<u>2,117</u>

There were no borrowings and debt securities outstanding and/or issued as at the end of the reporting period.

**B11 Off Balance sheet Financial instruments**

There were no off balance sheet financial instruments as at the date of this report.

**B12 Changes in Material Litigation**

On 2nd December 2021 vide Civil Appeal No: W-02(IM)(NCVC)-296-02/2021, Inix Technologies Holdings Berhad ("Appellant") has appealed to the Court of Appeal to reverse the decision of the Kuala Lumpur High Court in dismissing its application to strike out a writ filed by its former Non-Independent and Non-Executive Director, Mohd Anuar bin Mohd Hanadzlah ("Respondent") under Order 18 Rule 19 of the Rules of Court 2012.

The writ filed by the Respondent at the Kuala Lumpur High Court vide Suit No: WA-23NCvC-49-07/2020 was to claim against the Appellant due to several defamatory statements against him for, among others, its announcement in Bursa on 18 March 2020 ("the said announcement") in relation to the suspension of the Respondent from his position in Inix Technologies Holdings Berhad due to alleged abuse of power and/or potential breach of fiduciary duties pending the outcome from the Investigative Working Group.

The Court of Appeal has dismissed the Appellant's appeal and maintained the decision made by the Kuala Lumpur High Court.

Therefore, parties will then proceed with full trial at the Kuala Lumpur High Court scheduled on 22nd June 2022 – 24th June 2022.

**EXPLANTORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

**B12 Dividend payable**

No interim ordinary dividend has been declared for the financial period under review.

**B13 Earnings per share**

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	<i>Three Months ended</i>		<i>12 Months ended</i>	
	<i>30-Jun-22</i>	<i>30-Jun-21</i>	<i>30-Jun-22</i>	<i>30-Jun-21</i>
<b>Basic:</b>				
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(1,790)	-	3,472	-
Weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
<i>Basic earnings/(loss) per ordinary share (sen)</i>	<i>(0.35)</i>	<i>-</i>	<i>0.68</i>	<i>-</i>
<b>Diluted:</b>				
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(1,790)	-	3,472	-
Weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
Number of shares issuable under ESOS ('000)	-	-	-	-
Number of shares that would have been issued at fair value ('000)	-	-	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	513,264	-	513,264	-
<i>Diluted earnings/(loss) per ordinary share</i>	<i>(0.35)</i>	<i>-</i>	<i>0.68</i>	<i>-</i>

**B13 Profit for the period**

	<b>CURRENT PERIOD</b>	<b>CUMULATIVE PERIOD</b>
	<b>3 Months Ended 30-Jun-22 RM'000</b>	<b>12 Months Ended 30-Jun-22 RM'000</b>
<b>This is arrived at after crediting / (charging):</b>		
Depreciation and amortisation - Property, plant and equipment	(78)	(938)
Depreciation and amortisation - Right-of-use assets	(47)	(566)
Interest Expenses	(85)	(339)
Other Income	82	186
Gain On Disposal of Subsidiaries	0	7,484

**B14 Authorisation for issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated

ZEM TECH INTERNATIONAL BERHAD