

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED
31 DECEMBER 2019

	Individual Quarter		Cumulative Quarter	
	3 Months Period Ended		12 Months Period Ended	
	31/12/2019	31/12/2018	31/12/2019	31/12/2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	RM '000	RM '000	RM '000	RM '000
Revenue	201,726	96,668	609,600	398,682
Operating expenses				
-Depreciation & amortisation	(10,252)	(1,965)	(15,023)	(6,727)
-Other operating costs	(214,640)	(114,917)	(651,989)	(431,231)
Other income	1,700	414	33,519	1,570
Loss from operations	(21,468)	(19,801)	(23,893)	(37,706)
Share of losses in associate companies	(2,909)	(3,811)	(5,048)	(6,506)
Finance costs	(5,690)	(5,063)	(21,019)	(19,431)
Loss before tax	(30,067)	(28,674)	(49,959)	(63,644)
Income tax expense	2,465	186	563	1,140
Loss for the period	(27,602)	(28,488)	(49,396)	(62,504)
Fair value gain on other quoted investment	4,884	-	127,289	2,137
Foreign currency translation differences for foreign operations	(1,020)	(7,694)	(1,547)	872
Total other comprehensive income/(expenses) for the period	3,864	(7,694)	125,743	3,008
Total comprehensive income/(loss) for the period	(23,737)	(36,182)	76,346	(59,495)
Loss attributable to:				
Owners of the Company	(26,098)	(27,883)	(43,689)	(59,693)
Non-controlling interests	(1,503)	(605)	(5,707)	(2,811)
Loss for the Period	(27,602)	(28,488)	(49,396)	(62,504)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(22,234)	(35,577)	82,053	(56,684)
Non-controlling interests	(1,503)	(605)	(5,707)	(2,811)
Total comprehensive income/(loss) for the period	(23,737)	(36,182)	76,346	(59,495)
Basic loss per ordinary share (sen):	(2.9)	(3.7)	(4.8)	(7.9)
Diluted loss per ordinary share (sen):	(1.9)	(3.7)	(3.3)	(7.9)

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	As at 31/12/2019 (Unaudited) RM '000	As at 31/12/2018 (Audited) RM '000
ASSETS		
Investment in associates	21,171	30,947
Property, plant and equipment	3,302	4,305
Rights of Use of Assets	1,093	-
Other long term investments	429,403	270,292
Intangible Assets	7,495,000	11,622
Development costs	10,462	11,958
Total non-current assets	472,926	329,124
Inventories	17,076	18,102
Trade receivables	149,900	128,400
Other receivables, deposits and prepayments	41,179	30,089
Amount owing by related parties	-	-
Tax recoverable	1,310	3,474
Fixed deposits with licensed banks	9,575	35,629
Cash and bank balances	37,090	24,599
Total current assets	256,130	240,293
TOTAL ASSETS	729,056	569,417
EQUITY		
Share capital	153,408	597,375
Reserves	108,641	(427,213)
Total equity attributable to owners of the Company	262,049	170,162
Non-controlling interests	(7,255)	(1,548)
Total equity	254,794	168,614
LIABILITIES		
Long term borrowings	272,875	252,729
Hire purchase and lease liabilities	150	150
Deferred tax liabilities	1,308	2,359
Total non-current liabilities	274,333	255,238
Trade payables	164,280	107,934
Other payables and accruals	27,159	27,643
Provision for taxation	-	-
Short term borrowings	7,298	9,878
Hire purchase and lease liabilities	1,192	110
Total current liabilities	199,929	145,565
TOTAL LIABILITIES	474,262	400,803
TOTAL EQUITY AND LIABILITIES	729,056	569,417
Net asset per share attributable to ordinary equity holders of the parent (sen)	29	19

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	-----Attributable to owners of the Company -----							Non-controlling Interests	Total Equity	
	Non-Distributable					Sub-total	Non-controlling Interests			Total Equity
	Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves / Warrants Reserves					
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000		
Unaudited										
At 1 January 2019	597,375	-	5,310	(12,217)	73,493	(493,799)	170,162	(1,548)	168,614	
Cumulative effect of initial application of MFRS 16	-	-	-	-	-	(18)	(18)	-	(18)	
	597,375	-	5,310	(12,217)	73,493	(493,817)	170,144	(1,548)	168,596	
Conversion of Warrants into Ordinary Shares	11,548	-	-	-	(1,696)	-	9,852	-	9,852	
Fair value gain on other quoted investment	-	-	-	-	127,289	-	127,289	-	127,289	
Foreign currency translation differences for foreign operations	-	-	(1,547)	-	-	-	(1,547)	-	(1,547)	
Capital Reduction	(455,515)	-	-	-	-	455,515	-	-	-	
Loss for the period	-	-	-	-	-	(43,689)	(43,689)	(5,707)	(49,396)	
	(443,967)	-	(1,547)	-	125,593	411,826	91,906	(5,707)	86,198	
At 31 Dec 2019	153,408	-	3,763	(12,217)	199,086	(81,991)	262,049	(7,255)	254,794	

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

	-----Attributable to Equity Holders of the Parent -----						Sub-total	Non-controlling Interests	Total Equity
	Non-Distributable					Accumulated Losses			
Shares Capital	Shares Premium	Foreign Exchange Translation Reserves	Treasury Shares	Fair Value Reserves / Warrants Reserves					
RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	
Audited									
At 1 January 2018	155,880	412,796	4,438	(12,217)	40,328	(433,466)	167,759	1,723	169,482
Transfer of Share Premium to Share Capital (Note 1)	412,796	(412,796)	-	-	-	-	-	-	-
Fair value on additional investment in subsidiary	-	-	-	-	(640)	-	(640)	-	(640)
Issue of Rights Issues	28,699	-	-	-	31,028	-	59,727	-	59,727
Fair value gain on other quoted investment	-	-	-	-	2,137	-	2,137	-	2,137
Foreign currency translation differences for foreign operations	-	-	872	-	-	-	872	-	872
Acquisition of non-controlling interest	-	-	-	-	-	-	-	(460)	(460)
Loss for the period	-	-	-	-	-	(59,693)	(59,693)	(2,811)	(62,504)
	441,495	(412,796)	872	-	32,526	(59,693)	2,403	(3,271)	(868)
At 31 December 2018	597,375	-	5,310	(12,217)	72,853	(493,159)	170,162	(1,548)	168,614

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

GREEN PACKET BERHAD (534942-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

	Financial year ended	
	31/12/2019	31/12/2018
	RM'000 (Unaudited)	RM'000 (Audited)
CASH FLOW (FOR)/FROM OPERATING ACTIVITIES		
Loss before taxation	(49,959)	(63,644)
Adjustments for non cash items:-		
Amortisation of development cost	3,412	1,934
Amortisation of intellectual property	-	800
Depreciation of property, plant and equipment	1,583	1,895
Depreciation of Rights of Use of Assets	1,155	
Impairment loss on goodwill	4,127	
Impairment loss on investment in associate	4,728	
Interest income	(956)	(326)
Interest expense	20,773	19,185
Share of loss of associates	5,048	6,506
Fair value gains	(31,822)	(1,173)
Operating (loss)/profit before working capital changes	(41,911)	(34,823)
Changes in working capital		
Decrease/(Increase) in inventories	1,026	(16,755)
Decrease/(Increase) in assets	(32,590)	17,828
(Decrease)/Increase in liabilities	57,538	(13,180)
Cash (for)/from operating activities	(15,937)	(46,930)
Interest received	946	326
Tax paid	-	23
Net cash (for)/from operating activities	(14,991)	(46,581)
CASH FLOW FOR INVESTING ACTIVITIES		
Acquisition of subsidiary	-	(460)
Purchase of other investment	-	646
Purchase of property, plant and equipment	(580)	425
Development costs incurred	(1,916)	(5,358)
Net placement of fixed deposit pledged with a licensed bank	-	2,275
Net cash for investing activities	(2,496)	(2,472)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuance of rights issues	-	60,081
Conversion of Warrants into Ordinary Shares	9,852	-
Net Drawdown/(Repayment) of borrowings	(3,071)	9,123
Net drawdown of fixed deposit pledged with a licensed bank	108	-
Share issues expenses	-	(354)
Impact of adoption MFRS 16 Leases - Borrowing	(1,075)	-
Repayment of hire purchase obligations	(124)	(246)
Repayment of lease liabilities	(118)	-
Net cash from financing activities	5,572	68,604
Net (decrease)/increase in cash and cash equivalents	(11,915)	19,551
Foreign exchange translation differences	(1,551)	871
Cash and cash equivalents at the beginning of the financial period	53,429	33,128
Cash and cash equivalents at the end of the financial period	39,963	53,550
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	37,090	24,599
Fixed deposit with licensed bank	9,575	35,629
Fixed deposit pledged with licensed bank	46,665	60,228
	(6,702)	(6,678)
	39,963	53,550

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2018.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

A Explanatory Notes Pursuant to Malaysian Financial Reporting Standard ("MFRS") 134 Interim Financial Reporting

A1 Basis of preparation

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of Chapter 9 Part K of the Main Listing Requirement of Bursa Malaysia Securities Berhad ("BMSB"). The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2018.

A2 Changes in accounting policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 December 2018 except for MFRS 16 Leases which the Group has adopted from 1 January 2019.

MFRS 16 supercedes MFRS 117 : Leases, IC Interpretation 4 : Determining whether an Arrangement contains a Lease, IC Interpretation 115 : Operating Lease-Incentives and IC Interpretation 127 : Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard introduces a single lessee accounting model and requires a lessee to recognise a "rights-of-use" of the underlying asset and lease liability reflecting future payments for all leases with a term of more than 12 months, unless the underlying asset is of low value.

The right-of-use asset is depreciated in accordance with the principle in MFRS 116 : Property, Plant and Equipment and the lease liability is accreted over time with interest expense recognised in the income statement. For lessors, MFRS 16 retains most of the requirement in MFRS 117. Lessors continue to classify all leases as either operating leases or finance leases and account for them differently.

The standard will affect primarily the accounting for the Group's operating leases. For these lease commitments, there is an increase in total assets and total liabilities due to the recognition of right-of-use assets and lease liabilities. The cumulative effect of initial application of MFRS 16 is adjusted to the opening balance of retained earnings at the date of initial application, as shown below:-

	RM'000
Retained earnings as at 1 January 2019, as previously stated	(493,799)
Cummulative effect of the intial application of MFRS 16	(18)
Retained earnings as at 1 January 2019, as restated	<u>(493,817)</u>

A3 Auditors' report on preceding annual financial statements

The auditors issued an unqualified audit opinion on the financial statements for the year ended 31 December 2018.

A4 Seasonal or cyclical of operations

The Group's operations were not materially affected by any seasonal and cyclical factors.

A5 Unusual items

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

A6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current financial period under review.

A7 Changes in debts or equity securities

There were no issuances, cancellations, repurchases, resales and repayments of debt and equity securities during the period ended 31 December 2019 except for the conversion of 24,630,000 warrants into ordinary shares at an exercise price of RM0.40 per share.

A8 Dividends payment

There were no dividends paid or proposed during the current financial period under review.

A9 Segmental information

Segmental information is provided based on geographical segment by customers' location as follows:-

Results for the financial year ended 31 December 2019	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	3,670	40,850	44,520
Communication Services	-	558,843	558,843
Digital Services	6,237	-	6,237
	<u>9,907</u>	<u>599,693</u>	<u>609,600</u>
Results			
Software and Devices	(830)	(9,241)	(10,071)
Communication Services	-	(7,372)	(7,372)
Digital Services	(28,331)	-	(28,331)
Investment Holding	20,926	-	20,926
	<u>(8,235)</u>	<u>(16,613)</u>	<u>(24,848)</u>
Finance costs			(21,019)
Finance income			956
			<u>(44,911)</u>
Share of net loss of associate			(5,048)
Loss before taxation			(49,959)
Income tax expense			563
Loss after taxation			(49,396)
Non-controlling interests			5,707
Loss after taxation & non-controlling interests			<u>(43,689)</u>

Results for the financial year ended 31 December 2018	Malaysia RM'000	Overseas RM'000	Group RM'000
Revenue			
Software and Devices	-	46,055	46,055
Communication Services	-	349,691	349,691
Digital Services	2,936	-	2,936
	<u>2,936</u>	<u>395,746</u>	<u>398,682</u>
Results			
Software and Devices	-	(6,770)	(6,770)
Communication Services	-	(10,745)	(10,745)
Digital Services	(11,697)	-	(11,697)
Investment Holding	(8,822)	-	(8,821)
	<u>(20,519)</u>	<u>(17,515)</u>	<u>(38,033)</u>
Finance costs			(19,431)
Finance income			326
			<u>(57,138)</u>
Share of net loss of associate			(6,506)
Loss before taxation			(63,644)
Income tax expense			1,140
Loss after taxation			(62,504)
Non-controlling interests			2,811
Loss after taxation & Non-controlling interests			<u>(59,693)</u>

A10 Valuation of property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss.

A11 Material events subsequent to the end of the quarter

There is no material events subsequent to the end of the current quarter.

A12 Changes in the composition of the Group

There is no change in the composition of the Group during the current financial quarter ended 31 December 2019.

A13 Contingent assets and changes in contingent liabilities

The Group does not have any contingent assets at the date of this announcement and there were no changes in contingent liabilities since the last annual balance sheet date.

A14 Capital commitments

The Group does not have any capital commitments at the date of this announcement.

A15 Significant related party transactions

The Directors of GPB are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial period under review.

B Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities

B1 Review of the performance of the Group

Financial review for current quarter and financial period to date:-

	3 months quarter ended		% Change	12 months period ended		% Change
	31-Dec-19 RM million	31-Dec-18 RM million		31-Dec-19 RM million	31-Dec-18 RM million	
Revenue	201.73	96.67	109%	609.60	398.68	53%
Operating Loss	(21.47)	(19.80)	100%	(23.89)	(37.71)	37%
EBITDA	(11.22)	(17.84)	100%	(8.87)	(29.23)	100%
Loss Before Tax	(30.07)	(28.67)	100%	(49.96)	(63.64)	22%
Loss After Tax	(27.60)	(28.49)	100%	(49.40)	(62.50)	21%
Loss Attributable to Ordinary Equity Holders of the Parent	(26.10)	(27.88)	100%	(43.69)	(59.69)	27%

Total revenue, EBITDA loss and loss after tax ("LAT") of the Group stands at approximately RM201.73 million, RM11.22 million and RM27.60 million respectively for the current financial quarter ended at 31 Dec 2019 ("4Q19").

Total revenue, EBITDA loss and loss after tax ("LAT") of the Group stands at approximately RM96.67 million, RM17.84 million and RM28.49 million respectively for the financial quarter ended at 31 Dec 2018 ("4Q18").

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months quarter ended		% Change	12 months period ended		% Change
	31-Dec-19 RM million	31-Dec-18 RM million		31-Dec-19 RM million	31-Dec-18 RM million	
Software and Devices	12.08	17.41	-31%	44.52	46.06	-3%
Communication Services	187.78	78.83	138%	558.84	349.69	60%
Digital Services	1.86	0.42	340%	6.24	2.94	112%
Total	201.73	96.67	109%	609.60	398.68	53%

- Software and Devices business registered 31% lower sales in the current quarter compared to year on year basis mainly due to reduced shipment to the Middle East and Europe.
- The Communication Services business recorded a higher revenue of 138% in the current quarter as compared to the previous year on year mainly due to substantial increase in sales from telecommunication carriers in ASEAN, Hong Kong and China.
- The Digital Services business recorded a higher revenue of 340% in the current quarter as compared to the previous year on year mainly due to increase contribution from the Kasih Ibu Smart Selangor ("KISS"), Perak Prihatin ("PPP"), Kedah Ibu Darul Aman ("KIDA") and Setel project.

EBITDA comprises the following:-

	3 months quarter ended		% Change	12 months period ended		% Change
	31-Dec-19 RM million	31-Dec-18 RM million		31-Dec-19 RM million	31-Dec-18 RM million	
Software and Devices	(3.64)	(0.46)	100%	(8.58)	(4.18)	-105%
Communication Services	(1.81)	(8.55)	79%	(6.27)	(8.78)	-100%
Digital Services	(6.15)	(4.02)	-100%	(21.08)	(8.84)	-138%
Investment Holding	0.38	(4.80)	100%	27.06	(7.43)	100%
Total	(11.22)	(17.84)	100%	(8.87)	(29.23)	100%

The EBITDA losses in the current quarter of RM11.22 million improved significantly compared to a EBITDA losses of RM17.84 million in the previous corresponding quarter mainly due to significant improvement in the Communication Wholesales Voice business which mitigate the higher losses in the Software and Devices business and higher business development costs incurred for the Digital Services and Communication Retail business.

Profit/ (Loss) after tax comprises the following:-

	3 months quarter ended		% Change	12 months period ended		% Change
	31-Dec-19	31-Dec-18		31-Dec-19	31-Dec-18	
	RM million	RM million		RM million	RM million	
Software and Devices	(3.52)	(1.01)	100%	(10.06)	(5.78)	-100%
Communication Services	(0.41)	(8.33)	95%	(7.26)	(9.53)	-100%
Digital Services	(10.32)	(4.97)	-100%	(27.34)	(11.44)	-139%
Investment Holding	(4.75)	(5.31)	100%	21.33	(8.06)	100%
Finance costs*	(19.00)	(19.61)	100%	(23.33)	(34.81)	33%
Impairment on Financial Assets	(5.69)	(5.06)	-12%	(21.02)	(19.43)	-8%
Share of loss of associate	-	-	-	-	(1.75)	100%
Total	(27.60)	(28.49)	100%	(49.40)	(62.50)	21%

*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

High business development costs incurred for the Digital Services and Communication Retail business coupled with higher losses from the Software and Device business and finance costs accrued from the Exchangeable Medium Term Notes, were mitigated by significant improvement in the the Communication Wholesales Voice business.

B2 Material changes in the quarterly results compared to the results of the preceding quarter

Financial review for current quarter compared with immediate preceding quarter:-

	3 months period ended		% Change
	31-Dec-19	30-Sep-19	
	RM million	RM million	
Revenue	201.73	185.61	9%
Operating Profit/(loss)	(21.47)	10.59	100%
EBITDA	(11.22)	12.16	100%
Profit/(loss) Before Tax	(30.07)	4.85	100%
Profit/(loss) After Tax	(27.60)	3.90	100%
Profit/(loss) Attributable to Ordinary Equity Holders of the Parent	(26.10)	5.60	100%

Total revenue and loss after tax ("LAT") of the Group for the current financial quarter ended 31 Dec 2019 ("4Q19") were RM201.73 million and RM27.60 million respectively as compared to the revenue and profit after tax ("PAT") of the Group for the previous preceding financial quarter ended at 30 September 2019 ("3Q19") of RM185.61 million and RM3.90 million respectively. The operating profits in previous preceding financial quarter 3Q19 were mainly due to fair value gain from a quoted investment. In addition to that , there were impairments made on intangible assets in the current financial quarter.

Group's Segmental Analysis:-

Revenue contribution comprises the following:-

	3 months period ended		% Change
	31-Dec-19	30-Sep-19	
	RM million	RM million	
Software and Devices	12.08	24.29	-50%
Communication Services	187.78	159.78	18%
Digital Services	1.86	1.55	20%
Total	201.73	185.61	9%

Overall, revenue for current quarter was substantially higher than the previous quarter mainly due to continual growth in revenue from Communication Services and Digital Services.

EBITDA comprises the following:-

	3 months period ended		% Change
	31-Dec-19 RM million	30-Sep-19 RM million	
Software and Devices	(3.64)	0.56	100%
Communication Services	(1.81)	(1.40)	-29%
Digital Services	(6.15)	(6.63)	7%
Investment Holding	0.38	19.63	-98%
Total	(11.22)	12.16	100%

EBITDA of RM12.16 million in the preceding quarter were mainly due to fair value gain from a quoted investment.

Profit/(Loss) after tax comprises the following:-

	3 months period ended		% Change
	31-Dec-19 RM million	30-Sep-19 RM million	
Software and Devices	(3.52)	0.01	28828%
Communication Services	(0.41)	(2.56)	84%
Digital Services	(10.32)	(7.30)	-41%
Investment Holding	(4.75)	19.48	-124%
	(19.00)	9.64	100%
Finance costs*	(5.69)	(5.27)	-8%
Share of loss of associate	(2.91)	(0.47)	-525%
Total	(27.60)	3.90	100%

*Finance cost is mainly in relation to the Exchangeable Medium Term Notes.

B3 Financial year ending 31 December 2020 prospects

a) The Board expects the current financial year to be challenging in view of the slower overall global economic growth and the impact of the Covid-19 epidemics. However, on-going efforts to improve the Group's performance through initiatives indicated below, has started to show positive improvement in the overall Group business :-

- a. Enhance the geographical reach with new supply chain arrangements for cost competitive LTE products .
- b. Improve wholesale voice traffics and operational efficiency are expected to contribute higher gross profits for the communication business.
- c. Strengthen the Digital Services platform and adoption of new Artificial Intelligence applications to achieve synergistic and vertical integration for the existing business pillars.

b) Progress and steps to achieve financial estimate, forecast, projection and internal targets previously announced

There was no financial forecast previously announced by the Group.

B4 Statement of the Board of Directors' opinion on achievability of financial estimate, forecast, projection and internal targets previously announced

Not applicable

B5 Financial estimate, forecast or projection/profit guarantee

There was no financial estimate, forecast or projection and profit guarantee issued by the Group.

B6 Income tax expense

	Financial year ended 31-Dec-19 RM'000
Current period tax expense	(563)

B7 Status of corporate proposals and utilisation of proceeds

The status of Corporate Proposals announced but not completed for the current financial period under review are as follow:

- a) On 10 September 2019, Green Packet Berhad ("GPB" or "the Company") announced that proposed placement of new ordinary shares ("Placement Shares") in GPB representing up to 10% of the issued and paid-up share capital of the company ("Proposed Placement"). On 13 September 2019, GPB submitted an application for the listing of and quotation for the Placement Shares to be issued pursuant to the Proposed Placement to Bursa Malaysia Securities Berhad. Bursa Malaysia Securities Berhad had in its letter dated 25 September 2019 approved the listing and quotation of up to 135,182,314 Placement Shares to be issued pursuant to the Proposed Placement.
- b) The utilisation of Right Issues proceeds completed on 4 Dec 2018 are as follows:

Purpose	Proposed Utilisation RM '000	Actual Utilisation RM '000
(i) Purchase of trade equipment	25,935	25,935
(ii) Future viable investments	10,000	-
(iii) Working capital for media and digital services	10,000	10,000
(iv) Working capital for Fintech solutions	5,000	5,000
(v) General working capital	8,346	8,346
(vi) Estimated expenses	800	800
Total	60,081	50,081

B8 Group borrowings and debt securities

Total borrowings of the Group are as follows:

	As at 31 Dec 2019		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	272,598	-	272,598
- Term loan	279	55	334
- Revolving Credits	-	7,243	7,243
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia.	150	1,192	1,342
Total	273,026	8,490	281,516

	As at 31 Dec 2018		
	Non-current RM '000	Current RM '000	Total RM '000
Secured:			
- Exchangeable medium term notes	252,407	-	252,407
- Term loan	322	200	522
- Trade facilities	-	2,390	2,390
- Revolving Credits	-	7,288	7,288
- Hire purchases creditors and lease liabilities, which are denominated in Ringgit Malaysia	150	110	260
Total	252,878	9,988	262,867

B9 Material litigations

On 4 February 2019, the Company has issued a Notice of Arbitration against MYTV Broadcasting Sdn Bhd ("MYTV") pursuant to Clause 42 of the Agreement For The Design, Supply, Assembly, Testing and Acceptance of DVB-T2 (T2000) Set-Top-Boxes ("STB") dated 23 January 2018 between MYTV and the Company ("STB Agreement")("DTT Project") for the Company to claim for the first batch of 200,000 STB units which has been supplied to MYTV and for MYTV to take up the supply and delivery of the balance 1,400,000 STB units. On 13 March 2019, the Company has registered with the Asian International Arbitration Centre ("AIAC") a Request for Arbitration to commence arbitration proceedings against MYTV.

B10 Dividends

No dividend has been declared or recommended in respect of the current financial period under review.

B11 Realised and unrealised losses disclosure

The Group's realised and unrealised accumulated losses disclosure are as follows:

	As at 31-Dec-19 RM'000	As at 31-Dec-18 RM'000
Total accumulated losses of the Company and subsidiaries:		
- Realised accumulated losses	(504,334)	(922,964)
- Unrealised retained profit/(loss)	(751)	(15)
Consolidation adjustments	423,094	429,819
Total Group accumulated losses	(81,991)	(493,159)

B12 Earnings per share**Basic earnings/(loss) per share**

Basic earnings/(loss) per share is calculated by dividing the net loss for the period by the weighted average number of ordinary shares in issue during the period.

	3 months quarter ended		12 months period ended	
	31-Dec-19	31-Dec-18	31-Dec-19	31-Dec-18
Loss attributable to ordinary equity holders of the Company (RM'000)	(26,098)	(27,883)	(43,689)	(59,693)
Weighted average numbers of ordinary shares in issue ('000)	914,076	758,817	914,076	758,817
Basic earnings/(loss) per share (sen)	(2.9)	(3.7)	(4.8)	(7.9)

Diluted earnings/(loss) per share

	3 months quarter ended		12 months period ended	
	31-Dec-19	31-Dec-18	31-Dec-19	31-Dec-18
Loss attributable to ordinary equity holders of the Company (RM'000)	(26,098)	(27,883)	(43,689)	(59,693)
Weighted average numbers of ordinary shares in issue ('000)	914,076	758,817	914,076	758,817
Assuming exercise of outstanding warrants ('000)	425,978	-	425,978	-
Weighted adjusted numbers of ordinary shares in issue ('000)	1,340,054	758,817	1,340,054	758,817
Diluted earnings/(loss) per share (sen)	(1.9)	(3.7)	(3.3)	(7.9)

B13 Profit/(Loss) for the Period

	3 months quarter ended		12 months period ended	
	31-Dec-19 RM'000	31-Dec-18 RM'000	31-Dec-19 RM'000	31-Dec-18 RM'000
Profit/(Loss) for the period is arrived at after charging :				
Amortisation/Impairment of :				
- development cost	1,125	922	3,412	1,930
- intellectual property	8,855	798	8,855	800
Depreciation of plant and equipment	272	246	1,583	1,899
Rental of premises	351	368	552	1,634
Loss/(Gain) on foreign exchange				
- realised	(97)	375	(932)	1,103
- unrealised	140	(300)	689	20
Staff costs:				
- defined contribution plan	952	412	3,071	1,782
- salaries and other benefits	11,691	5,361	39,111	19,796
Interest expense:				
- hire purchase	3	4	14	16
- exchangeable medium term notes	5,687	5,059	21,004	18,696
- other interest expenses				
and after crediting :				
Interest income	162	120	956	735

B14 Authorisation for issue

The interim financial statements were authorised for release by the Board of Directors on 28 February 2020.