



REDPLANET BERHAD

Company No.: 201901014292 (1323620-A)
(Incorporated in Malaysia under the Companies Act, 2016)

**UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST HALF
YEAR ENDED 31 DECEMBER 2022**

**CHARACTERISTICS OF THE LEAP MARKET OF BURSA MALAYSIA SECURITIES
BERHAD ("BURSA SECURITIES")**

THE LEAP MARKET HAS BEEN POSITIONED AS A MARKET DESIGNED TO ACCOMMODATE CORPORATIONS TO WHICH A HIGHER INVESTMENT RISK MAY BE ATTACHED THAN OTHER CORPORATIONS LISTED ON THE ACE MARKET OR MAIN MARKET OF BURSA SECURITIES. IT IS A QUALIFIED MARKET WHICH IS MEANT MAINLY FOR SOPHISTICATED INVESTORS ONLY. ONLY EXISTING SECURITIES HOLDERS AND SOPHISTICATED INVESTORS ARE ALLOWED TO PARTICIPATE IN CORPORATE EXERCISES UNDERTAKEN BY REDPLANET BERHAD ("REDPLANET" OR THE "COMPANY"). SOPHISTICATED INVESTORS SHOULD BE AWARE OF THE POTENTIAL RISKS OF INVESTING IN SUCH CORPORATIONS AND SHOULD MAKE THE DECISION TO INVEST ONLY AFTER DUE AND CAREFUL CONSIDERATION.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	As at 31.12.22	As at 30.06.22
	RM	RM
NON-CURRENT ASSETS		
Equipment	1,014,190	917,184
Right-of-use assets	553,671	642,114
Deferred tax asset	1,291,328	780,089
	<u>2,859,189</u>	<u>2,339,387</u>
CURRENT ASSETS		
Contract cost assets	1,892,586	978,270
Trade receivables	4,960,199	2,209,436
Other receivables, deposits and prepayments	1,035,353	1,087,281
Contract assets	3,122,345	5,092,514
Current tax assets	339,003	332,543
Short-term investments	7,020,296	2,265,996
Fixed deposits with licenced banks	774,905	619,482
Cash and bank balances	5,443,813	7,213,795
	<u>24,588,500</u>	<u>19,799,317</u>
TOTAL ASSETS	<u>27,447,689</u>	<u>22,138,704</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	5,544,129	5,544,129
Reorganisation deficit	(1,318,043)	(1,318,043)
Foreign exchange translation reserve	(12,738)	(7,285)
Retained profits	13,168,399	12,390,612
TOTAL EQUITY	<u>17,381,747</u>	<u>16,609,413</u>
NON-CURRENT LIABILITY		
Lease liabilities	433,477	497,856
CURRENT LIABILITIES		
Trade payables	1,173,648	878,762
Contract liabilities	6,147,658	3,153,638
Other payables and accruals	1,864,336	851,400
Lease liabilities	127,699	147,635
Current tax liabilities	319,124	-
	<u>9,632,465</u>	<u>5,031,435</u>
TOTAL LIABILITIES	<u>10,065,942</u>	<u>5,529,291</u>
TOTAL EQUITY AND LIABILITIES	<u>27,447,689</u>	<u>22,138,704</u>
Net assets per ordinary share (sen)	10.90	10.42
Total number of ordinary shares	<u>159,396,700</u>	<u>159,396,700</u>

The unaudited condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR FIRST HALF YEAR ENDED 31 DECEMBER 2022

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM	RM	RM	RM
REVENUE	11,665,340	10,495,664	11,665,340	10,495,664
Cost of sales	(7,526,235)	(5,867,420)	(7,526,235)	(5,867,420)
GROSS PROFIT	4,139,105	4,628,244	4,139,105	4,628,244
Other income	459,284	130,315	459,284	130,315
	4,598,389	4,758,559	4,598,389	4,758,559
Administrative expenses	(1,380,028)	(1,221,334)	(1,380,028)	(1,221,334)
Other expenses	(523,126)	(327,237)	(523,126)	(327,237)
Reversal of impairment loss on financial asset	31,391	-	31,391	-
Listing expenses	-	(163,420)	-	(163,420)
Finance costs	(2,531)	(12,075)	(2,531)	(12,075)
PROFIT BEFORE TAXATION	2,724,095	3,034,493	2,724,095	3,034,493
Income tax expense	(671,134)	(820,930)	(671,134)	(820,930)
PROFIT AFTER TAXATION	2,052,961	2,213,563	2,052,961	2,213,563
Other comprehensive income				
<u>Item that will be reclassified</u> <u>subsequently to profit or loss</u>				
Foreign currency translation differences	(5,453)	715	(5,453)	715
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	2,047,508	2,214,278	2,047,508	2,214,278
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-				
Owners of the Company	2,052,961	2,213,563	2,052,961	2,213,563
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
Owners of the Company	2,047,508	2,214,278	2,047,508	2,214,278
EARNINGS PER SHARE ATTRIBUTABLE TO:-				
Owners of the Company				
- Basic (sen)	1.29	1.39	1.29	1.39

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2022

	Share Capital	Reorganisation Deficit	Foreign Exchange Translation Reserve	Retained Profits	Total Equity
Group	RM	RM	RM	RM	RM
As at 1 July 2022	5,544,129	(1,318,043)	(7,285)	12,390,612	16,609,413
Profit after taxation for the financial period	-	-	-	2,052,961	2,052,961
Other comprehensive income for the financial period:					
- Foreign currency translation differences	-	-	(5,453)	-	(5,453)
Total comprehensive income for the financial period	-	-	(5,453)	2,052,961	2,047,508
Distribution to owners of the Company:					
- Dividend	-	-	-	(1,275,174)	(1,275,174)
Balance as at 31 December 2022	5,544,129	(1,318,043)	(12,738)	13,168,399	17,381,747

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2022
(CONT'D)

	Share Capital	Reorganisation Deficit	Foreign Exchange Translation Reserve	Retained Profits	Total Equity
Group	RM	RM	RM	RM	RM
As at 1 July 2021	5,544,129	(1,318,043)	(2,666)	9,521,728	13,745,148
Profit after taxation for the financial year	-	-	-	5,052,619	5,052,619
Other comprehensive income for the financial year:					
- Foreign currency translation differences	-	-	(4,619)	-	(4,619)
Total comprehensive income for the financial year	-	-	(4,619)	5,052,619	5,048,000
Distribution to owners of the Company:					
- Dividends	-	-	-	(2,183,735)	(2,183,735)
Balance as at 30 June 2022	5,544,129	(1,318,043)	(7,285)	12,390,612	16,609,413

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

REDPLANET BERHAD
COMPANY NO.: 201901014292 (1323620-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2022

	First Half Year Ended	
	31.12.22	31.12.21
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,724,095	3,034,493
Adjustments for:-		
Depreciation of equipment	181,622	170,403
Depreciation of right-of-use assets	88,443	97,851
Interest expense on lease liabilities	1,670	4,982
Interest expense	861	-
Income from short-term investments	(31,958)	(62,560)
Interest income	(6,921)	(2)
Listing expenses	-	163,420
Gain on lease modification	-	(3,142)
Unrealised gain on foreign exchange	(185,847)	(53,008)
Operating profit before working capital changes	2,771,965	3,352,437
Changes in working capital		
Trade and other receivables	(2,698,835)	(2,249,818)
Trade and other payables	1,307,822	330,656
Contract liabilities	2,994,020	3,050,586
Contract costs	(914,316)	-
Contract assets	1,970,169	(358,489)
Cash from operations	5,430,825	4,125,372
Income tax paid	(869,709)	(92,909)
Net cash from operating activities	4,561,116	4,032,463
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(278,628)	(181,550)
Income received from short-term investments	31,958	62,560
Interest income received	6,921	2
Increase of fixed deposit pledged with a licensed bank	(155,423)	(181,363)
Net cash for investing activities	(395,172)	(300,351)
CASH FLOWS FOR FINANCING ACTIVITIES		
Interest paid	(2,531)	-
Dividends paid	(1,275,174)	(1,307,053)
Listing expenses paid	-	(163,420)
Repayment of lease liabilities	(84,315)	(101,401)
Net cash for financing activities	(1,362,020)	(1,571,874)
Net increase in cash and cash equivalents	2,803,924	2,160,238

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2022 (CONT'D)

	First Half Year Ended	
	31.12.22	31.12.21
	RM	RM
Net increase in cash and cash equivalents (Cont'd)	2,803,924	2,160,238
Cash and cash equivalents at beginning of the financial period	9,479,791	8,881,055
Effects of foreign exchange translation	180,394	53,726
Cash and cash equivalents at end of the financial period	<u>12,464,109</u>	<u>11,095,019</u>
The cash and cash equivalents comprise the following:		
Short-term investments	7,020,296	7,270,585
Fixed deposits with licensed banks	774,905	441,561
Cash and bank balances	<u>5,443,813</u>	<u>3,824,434</u>
	13,239,014	11,536,580
Less: Fixed deposit pledged with a licensed bank	<u>(774,905)</u>	<u>(441,561)</u>
	<u>12,464,109</u>	<u>11,095,019</u>

The unaudited condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these financial statements.

EXPLANATORY NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 DECEMBER 2022

A. NOTES TO THE FINANCIAL STATEMENTS

A1. Basis of Preparation

The interim financial statements of RedPlanet and its subsidiary ("**the Group**") have been prepared in accordance with Malaysian Financial Reporting Standard ("**MFRS**") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("**MASB**") and Rule 6.12 and Appendix 6A of the Listing Requirements.

The interim financial statements of the Group should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2022 and the accompanying explanatory notes attached to this interim financial statements.

A2. Significant Accounting Policies

The accounting policies adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2022, except for the adoption of the following amendments to MFRSs that are effective for annual periods beginning on or after 1 January 2022:

Title	Effective Date
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022

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

A3. Seasonal or Cyclical Factors

The Group did not experience significant fluctuations in operations due to seasonal factors or cyclical factors during the current financial period under review.

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

The Board of Directors of RedPlanet ("Board") is not aware of any items or incidence of an unusual nature not otherwise dealt with in this interim financial statements which may or has substantially affected the value of assets, liabilities, equity, net income or cash flows of the Group for the current financial period under review.

A5. Material Changes in Estimates

There were no changes in estimates that had a material effect in the current financial period under review.

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A6. Debt and Equity Securities

There were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial period under review.

A7. Segmental Information

(i) Analysis of revenue by segment

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM	RM	RM	RM
GIS solutions	6,731,622	6,637,455	6,731,622	6,637,455
Maintenance and support services	4,139,651	3,060,120	4,139,651	3,060,120
ICT solutions	794,067	798,089	794,067	798,089
	11,665,340	10,495,664	11,665,340	10,495,664

(ii) Analysis of revenue by geographical location

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM	RM	RM	RM
Malaysia	9,257,777	8,305,469	9,257,777	8,305,469
Philippines	677,921	563,723	677,921	563,723
New Zealand	602,971	1,032,760	602,971	1,032,760
India	493,193	90,710	493,193	90,710
Netherlands	216,177	260,066	216,177	260,066
Saudi Arabia	207,836	-	207,836	-
Brunei	162,819	-	162,819	-
Others ⁽¹⁾	46,646	242,936	46,646	242,936
	11,665,340	10,495,664	11,665,340	10,495,664

Note:

⁽¹⁾ Comprising South Africa, Qatar and United Kingdom.

A8. Material Events Subsequent to the End of the Current Financial Period

There were no material events subsequent to the end of the current financial period.

A9. Contingent Assets and Contingent Liabilities

There were no contingent assets and contingent liabilities as at the date of this interim financial statements.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial period.

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B. ADDITIONAL INFORMATION REQUIRED UNDER THE LEAP MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

The Group registered a revenue of RM11.67 million for the first half year ended 31 December 2022 ("1H2023") compared to a revenue of RM10.50 million for the first half year ended 31 December 2021 ("1H2022"), an improvement of 11.1% mainly due to higher contribution from the maintenance and support segment. In the second half year ended 30 June 2022 ("2H2022"), the Group managed to secure a new 3-year maintenance and support contract.

The Group's gross profit declined by RM0.49 million or 10.6% for 1H2023 compared to 1H2022 primarily due to revised higher budgeted costs for some of the on-going GIS projects.

Other income rose by RM0.33 million or 252.4% to RM0.46 million for 1H2023 compared to RM0.13 million for 1H2022 mainly due to higher realised and unrealised foreign currency gain.

Profit after taxation for 1H2023 came in 7.3% lower at RM2.05 million compared to RM2.21 million for 1H2022 primarily due to lower gross profit.

B2. Prospects

The elevated inflation, higher interest rates, reduced investment and disruptions caused by the Russia-Ukraine war has resulted in slower global economic growth. Central banks around the world continuous to hike interest rates to tame the fierce inflation and this is driving the world economy perilously close to a recession.

The Malaysian economy registered a robust growth of 14.2% and 7.0% in the third quarter and fourth quarter of 2022 respectively, primarily driven by strong domestic demand, underpinned by improvements in labour market and income conditions, as well as ongoing policy support from the government. Overall, the Malaysian economy expanded by 8.7% in 2022. Looking ahead, the Malaysian economy is expected to expand by 4.0 to 5.0% in 2023 as the Malaysian economy will continue to be supported by firm domestic demand amid continued improvements in the labour market, the realisation of large infrastructure projects as well as higher tourist arrivals. However, Malaysia's growth remains susceptible to a weaker-than-expected global growth, higher risk aversion in global financial markets, further escalation of geopolitical conflicts and re-emergence of supply chain disruptions (Source: Bank Negara Malaysia's Economic and Financial Developments in Malaysia in the Third Quarter and Fourth Quarter of 2022).

The Board will continue to explore new business opportunities locally and overseas as well as put in place proactive measures to ensure the financial position of the Group remain resilience.

B3. Variance of Actual Profit from Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

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C. OTHER INFORMATION

C1. Status of Corporate Proposals

There were no corporate proposals announced as at the date of this interim financial statements.

C2. Earnings Per Share ("EPS")

	First Half Year Ended		Cumulative Half Year Ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM	RM	RM	RM
Profit attributable to owners of the Company	2,052,961	2,213,563	2,052,961	2,213,563
Weighted average number of ordinary shares	159,396,700	159,396,700	159,396,700	159,396,700
Basic EPS (sen)	1.29	1.39	1.29	1.39

C3. Material Litigation

There were no material litigations pending as at the date of this interim financial statements.

C4. Dividends

On 27 February 2023, the Board has resolved to declare an interim single tier dividend of 0.41 sen per share on 159,396,700 shares amounting to RM653,526.47 in respect of the financial year ending 30 June 2023, to be paid on 31 March 2023. The entitlement date for the dividend payment is 15 March 2023.

BY ORDER OF THE BOARD
REDPLANET BERHAD
Kuala Lumpur
27 February 2023

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