gets global berhad

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annual report 2021

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gets global berhad

NOTICE OF THE
NINETEENTH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Nineteenth ("**19th**") Annual General Meeting ("**AGM**") of the Company will be held on a **virtual basis** hosted on Securities Services e-Portal at https://sshsb.net.my/ at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur on Thursday, 3 March 2022 at 10:00 a.m. for the following purposes:-

AGENDA

1.	To receive the Audited Financial Statements for the financial period ended 30 September 2021 together with the Reports of the Directors and the Auditors thereon.	***(Please refer to the Notes to the Notice of 19th AGM No. 2)***
2.	To approve the payment of Directors' fees amounting to RM212,208.22 for the financial period ended 30 September 2021.	***(Resolution 1)***
3.	To re-elect Datuk Che Azizuddin bin Che Ismail as a Director of the Company who is due to retire in accordance with Clause 122 of the Company's Constitution and being eligible, has offered himself for re-election.	***(Resolution 2)***
4.	To re-elect the following Directors who are due to retire pursuant to Clause 127 of the Company's Constitution and being eligible, have offered themselves for re-election:-	
	(a) Mr. Low Bok Tek;	***(Resolution 3)***
	(b) Dr. Liew Lai Lai;	***(Resolution 4)***
	(c) Dato' Asmuni bin Sudin; and	***(Resolution 5)***
	(d) Mr. Lim Chong Eng.	***(Resolution 6)***
5.	To re-appoint Messrs. PKF as Auditors of the Company until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration.	***(Resolution 7)***
6.	To transact any other ordinary business of which due notice shall have been given.	

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689) (SSM PC NO. 201908002648)
YEOW SZE MIN (MAICSA 7065735) (SSM PC NO. 201908003120)
Company Secretaries

Kuala Lumpur
Dated : 28 January 2022

Notes to the Notice of the 19th AGM:-

1. **The Company has changed its financial year end from 30 June to 30 September and an announcement has been made to Bursa Malaysia Securities Berhad on 27 May 2021 on the change of financial year end. Section 340(1) of the Companies Act 2016 states that an AGM must be held once in every calendar year. The Companies Commission of Malaysia had granted its approval for an extension of time until 31 March 2022 for the Company to hold its AGM in respect of the calendar year 2021. The Company did not hold any AGM in the calendar year 2021. Hence, the 19th AGM will be held to table the 15-month Audited Financial Statements made up from 1 July 2020 to 30 September 2021 as well as other ordinary businesses, and this Meeting shall be deemed to be held for the calendar year 2021.**

Notice of the Nineteenth Annual General Meeting (Cont'd)

2. This Agenda item is meant for discussion only, as the provision of Section 340(1)(a) of the Companies Act 2016 does not require a formal approval of the members/shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

3. In respect of deposited securities, only members whose names appear in the Record of Depositors on 24 February 2022 *(General Meeting Record of Depositors)* shall be eligible to attend this Meeting.

4. A member entitled to attend, participate, speak and vote at the Meeting is entitled to appoint a proxy to attend, participate, speak and vote in his/her stead. A proxy need not be a member of the Company. There shall be no restriction as to the qualification of the proxy. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.

   As guided by the Securities Commission Malaysia's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members, proxies and/or corporate representatives shall communicate with the main venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members, proxies and/or corporate representatives will be broadcasted and responded by the Chairman/ Director/Management during the Meeting.

5. A member may appoint more than one (1) proxy in relation to a meeting, provided that the member specifies the proportion of the member's shareholdings to be represented by each proxy.

6. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under Securities Industry (Central Depositories) Act, 1991 ("**SICDA**") which is exempted from compliance with the provisions of subsection 25A(1) of SICDA.

7. The instrument appointing a proxy shall be in writing under the hand of the appointor or his/her attorney duly authorised in writing or, if the appointor is a corporation, either under its Common Seal or under the hand of an officer or attorney duly authorised in writing.

8. The instrument appointing a proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power or authority shall be deposited at the registered office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at https://sshsb.net.my/. All resolutions set out in this notice of meeting are to be voted by poll.

   Should you wish to participate at the Meeting remotely, please register electronically via Securities Services e-Portal at https://sshsb.net.my/ by the registration cut-off date and time. Please refer to the Administrative Guide on the Conduct of a Virtual General Meeting, for further details.

9. The Administrative Guide on the Conduct of a Virtual General Meeting is available for download at www.getsglobal.com.my.

NOTICE OF THE
TWENTIETH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Twentieth ("**20th**") Annual General Meeting ("**AGM**") of the Company will be held on a **virtual basis** hosted on Securities Services e-Portal at https://sshsb.net.my/ at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur on Thursday, 3 March 2022 at 11:00 a.m. or immediately after the conclusion or adjournment (as the case may be) of the Nineteenth AGM which will be held at 10:00 a.m. on the same day and at the same venue, for the following purposes:-

AGENDA

1. To approve the payment of Directors' benefits up to an amount of RM60,000.00 from February 2022 until the date of the next Annual General Meeting of the Company. ***(Resolution 1)***

2. To re-elect the following Directors of the Company who are due to retire in accordance with Clause 122 of the Company's Constitution and being eligible, have offered themselves for re-election:-

   (a) Mr. Dominic Aw Kian-Wee; and ***(Resolution 2)***
   (b) Mr. Low Bok Tek. ***(Resolution 3)***

3. To re-appoint Messrs. PKF as Auditors of the Company until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration. ***(Resolution 4)***

As Special Business

To consider and if thought fit, with or without any modification, to pass the following Ordinary Resolution: -

4. **ORDINARY RESOLUTION** ***(Resolution 5)***
   - AUTHORITY TO ISSUE SHARES PURSUANT TO THE COMPANIES ACT 2016

   "**THAT** subject always to the Companies Act 2016 ("**the Act**"), the Constitution of the Company and the approvals from Bursa Malaysia Securities Berhad ("**Bursa Securities**") and any other relevant governmental and/or regulatory authorities, the Directors be and are hereby empowered pursuant to the Act, to issue and allot shares in the capital of the Company from time to time at such price and upon such terms and conditions, for such purposes and to such person or persons whomsoever the Directors may in their absolute discretion deem fit provided always that the aggregate number of shares issued pursuant to this resolution does not exceed ten percent (10%) of the total number of issued shares of the Company for the time being;

   AND THAT the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Securities; **AND FURTHER THAT** such authority shall commence immediately upon the passing of this resolution and continue to be in force until the conclusion of the next Annual General Meeting of the Company."

5. To transact any other ordinary business of which due notice shall have been given.

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689) (SSM PC NO. 201908002648)
YEOW SZE MIN (MAICSA 7065735) (SSM PC NO. 201908003120)
Company Secretaries

Kuala Lumpur
Dated : 28 January 2022

Explanatory Notes: -

1. **Authority to Issue Shares pursuant to the Companies Act 2016**

   The proposed Resolution 5 is intended to grant authority to the Directors of the Company to issue and allot shares at any time to such persons in their absolute discretion without convening a general meeting provided that the aggregate number of the shares does not exceed 10% of the total number of issued shares of the Company for the time being (hereinafter referred to as the "**General Mandate**").

   The General Mandate will enable the Directors to take swift action for allotment of shares for any possible fund raising activities, including but not limited to further placing of shares, for the purchase of funding future investment project(s), working capital and/or acquisition(s) and to avoid delay and cost in convening general meetings to approve such issue of shares.

   As at the date of this Notice, the Company has not issued any new shares pursuant to the general mandate granted to the Directors at the Eighteenth AGM held on 30 December 2020 and which will be lapse at the conclusion of the Nineteenth AGM.

Notes to the Notice of the 20th AGM:-

1. **Section 340(1) of the Companies Act 2016 states that an AGM must be held once in every calendar year. Therefore, the 20th AGM of the Company will be held in respect of the calendar year 2022. There will be no Audited Financial Statements tabled at this Meeting. The 15-month Audited Financial Statements for the financial period ended 30 September 2021 will be tabled at the Nineteenth AGM.**

2. In respect of deposited securities, only members whose names appear in the Record of Depositors on 24 February 2022 *(General Meeting Record of Depositors)* shall be eligible to attend this Meeting.

3. A member entitled to attend, participate, speak and vote at the Meeting is entitled to appoint a proxy to attend, participate, speak and vote in his/her stead. A proxy need not be a member of the Company. There shall be no restriction as to the qualification of the proxy. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.

   As guided by the Securities Commission Malaysia's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members, proxies and/or corporate representatives shall communicate with the main venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members, proxies and/or corporate representatives will be broadcasted and responded by the Chairman/ Director/Management during the Meeting.

4. A member may appoint more than one (1) proxy in relation to a meeting, provided that the member specifies the proportion of the member's shareholdings to be represented by each proxy.

5. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under Securities Industry (Central Depositories) Act, 1991 ("**SICDA**") which is exempted from compliance with the provisions of subsection 25A(1) of SICDA.

6. The instrument appointing a proxy shall be in writing under the hand of the appointor or his/her attorney duly authorised in writing or, if the appointor is a corporation, either under its Common Seal or under the hand of an officer or attorney duly authorised in writing.

Notice of the Twentieth Annual General Meeting (Cont'd)

7. The instrument appointing a proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power or authority shall be deposited at the registered office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at https://sshsb.net.my/. All resolutions set out in this notice of meeting are to be voted by poll.

   Should you wish to participate at the Meeting remotely, please register electronically via Securities Services e-Portal at https://sshsb.net.my/ by the registration cut-off date and time. Please refer to the Administrative Guide on the Conduct of a Virtual General Meeting, for further details.

8. The Administrative Guide on the Conduct of a Virtual General Meeting is available for download at www.getsglobal.com.my.

CORPORATE INFORMATION

BOARD OF DIRECTORS

DATUK CHE AZIZUDDIN BIN CHE ISMAIL
Chairman, Non-Independent Non-Executive Director

LOW BOK TEK
Group Managing Director

DR. LIEW LAI LAI
Independent Non-Executive Director

DATO' ASMUNI BIN SUDIN
Independent Non-Executive Director

LIM CHONG ENG
Independent Non-Executive Director

DOMINIC AW KIAN-WEE
Executive Director

AUDIT COMMITTEE

Dr. Liew Lai Lai
Chairperson

Dato' Asmuni bin Sudin
Member

Lim Chong Eng
Member

NOMINATION AND REMUNERATION COMMITTEE

Dato' Asmuni bin Sudin
Chairman

Dr. Liew Lai Lai
Member

Lim Chong Eng
Member

COMPANY SECRETARIES

Chua Siew Chuan
SSM PC No. 201908002648
MAICSA No. 0777689

Yeow Sze Min
SSM PC No. 201908003120
MAICSA No. 7065735

REGISTERED OFFICE

Level 7, Menara Milenium,
Jalan Damanlela,
Pusat Bandar Damansara,
Damansara Heights,
50490, Kuala Lumpur,
Wilayah Persekutuan.
Tel: (03) 2084 9000
Fax: (03) 2094 9940, 2095 0292

PRINCIPAL BANKERS

CIMB Bank Berhad
Small Medium Enterprise Development Bank Malaysia Berhad
AmBank (M) Berhad

SHARE REGISTRAR

Securities Services (Holdings) Sdn. Bhd.
Level 7, Menara Milenium,
Jalan Damanlela,
Pusat Bandar Damansara,
Damansara Heights,
50490, Kuala Lumpur,
Wilayah Persekutuan.
Tel: (03) 2084 9000
Fax: (03) 2094 9940, 2095 0292

AUDITORS

PKF
AF 0911
Chartered Accountants
Level 33, Menara 1MK,
Kompleks 1 Mont' Kiara,
No.1, Jalan Kiara, Mont' Kiara,
50480, Kuala Lumpur.
Wilayah Persekutuan.
Tel: (03) 6203 1888
Fax:(03) 6201 8880

SOLICITORS

Ilham Lee
Tan, Goh & Associates
Toh Theam Hock & Co

BUSINESS ADDRESS

Lot 73-86, Jalan Logam 5,
Perindustrian Kamunting 3,
Kamunting Raya Indutrial Estate,
34600 Kamunting, Perak
Tel: (05) 891 3333
Fax: (05) 891 9333

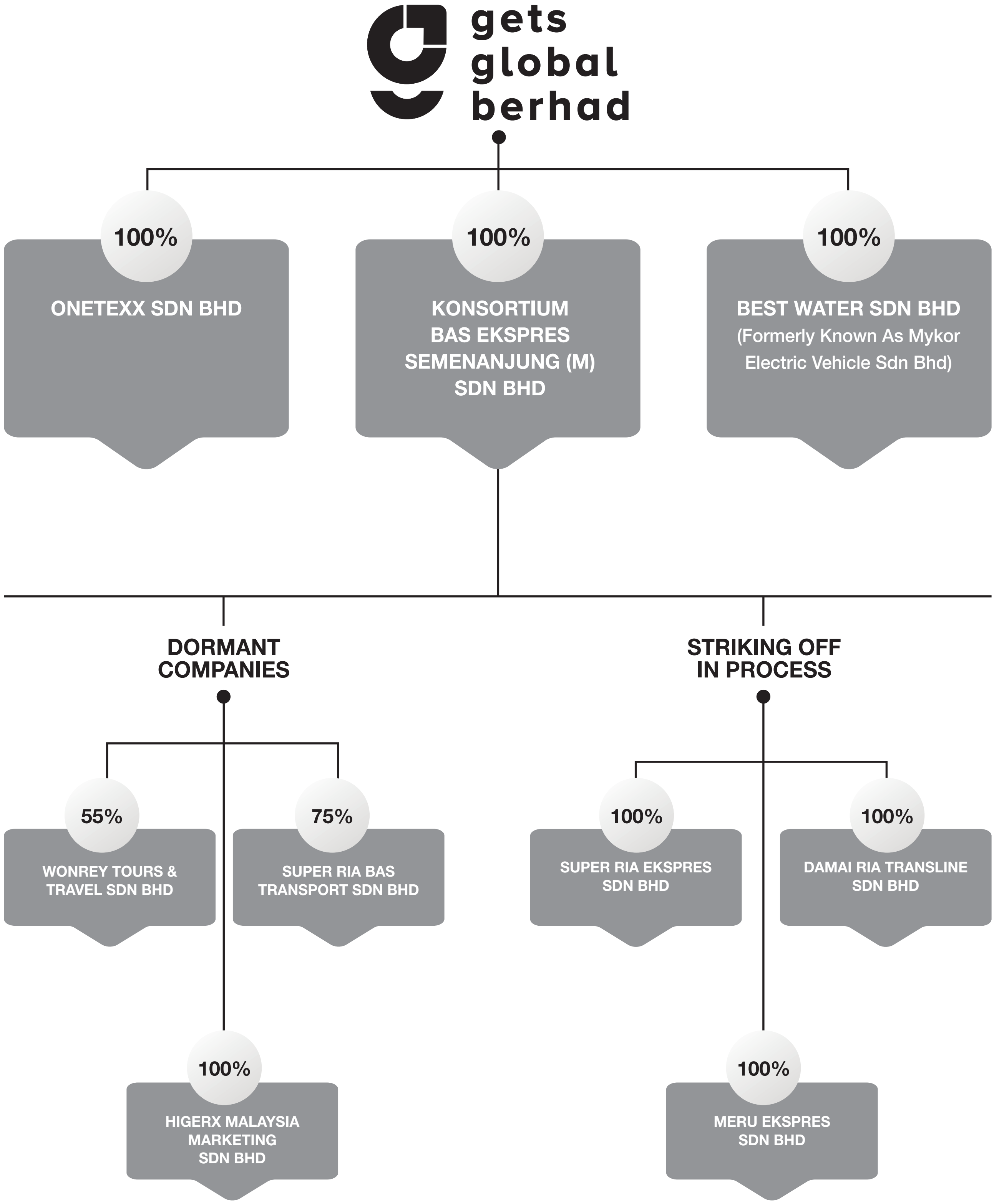
WEBSITE AND EMAIL

Website: www.getsglobal.com.my
Email: enquiry@getsglobal.com.my

STOCK EXCHANGE LISTING

Main Market of Bursa Malaysia Securities Berhad
Stock Code: 5079
Stock Name: GETS

CORPORATE STRUCTURE



PROFILE OF DIRECTORS

DATUK CHE AZIZUDDIN BIN CHE ISMAIL
Chairman, Non-Independent Non-Executive Director
Age 63, Malaysian, Male

Datuk Che Azizuddin bin Che Ismail was appointed to the Board of Gets Global Berhad on 17 September 2015 as a Non-Independent Non-Executive Director. On 26 February 2016, he was re-designated as Executive Director and Chief Operating Officer of the Company and subsequently, assumed the role as the Managing Director of the GETS Group on 26 May 2016. On 24 February 2021, he was appointed as Chairman of the Board and re-designated from Managing Director to Non-Independent Non-Executive Director. He attended all eleven (11) Board meetings held in the financial period. He is not a member of any Board Committees.

Datuk Che Azizuddin holds a Bachelor of Science (Ecology) Degree from University of Malaya and a Diploma in Marketing Studies from the Institute of Marketing Birkshire, United Kingdom. His career in logistics began in 1987 as a management trainee with Shapadu Transystem before joining Tenaga Sabaka Sdn. Bhd. as General Manager in 1988. He formed KP Asia Auto Logistics Sdn. Bhd. ("**KP Asia**") in 1991 where he was the Managing Director until 1998. He joined Konsortium Logistik Berhad ("**KLB**"), a public listed logistic company, through acquisition of KP Asia by KLB and had held various senior positions in the latter company. He was instrumental in building KLB as one of the reputable Malaysian logistic companies in the industry during his 19 years of service with KLB. During his tenure, KLB became the major force in various industries having served as the main logistic provider for renowned organisations including Proton, Perodua, Naza, Petronas, Tenaga Nasional, Samsung, MRT Corporation and various Government agencies. His last position with KLB was as its Chief Executive Officer before he left KLB in March 2013 to pursue his own business interests.

Datuk Che Azizuddin had also participated actively in contributing towards the development of the Malaysian logistic industry. With his commitment, the industry had entrusted him to lead the Association of Malaysian Hauliers as its President from 2011 to 2015. Presently, he is the Executive Chairman of Arca Corporation Sdn. Bhd. and a Director of several private companies. He does not hold directorships in any other public company or listed issuer.

LOW BOK TEK
Group Managing Director
Age 63, Malaysian, Male

Mr. Low Bok Tek was appointed as the Managing Director of Gets Global Berhad on 24 February 2021. He attended all four (4) Board meetings held since his appointment to the Board. He is not a member of any Board Committees.

Mr. Low completed his Malaysian Certificate of Education from Hua Lian Secondary School in 1976. He has approximately 33 years of entrepreneurial experience in the glove, distribution of motor vehicles and public transport industry.

In 1987, Mr. Low founded Latexx Partners Berhad, which was one of the largest rubber glove manufacturers in Malaysia and had contributed to its successful listing in 1996. He was also the Executive Chairman and Chief Executive Officer of Latexx Partners Berhad from 2004 to November 2013. In late 2012, he divested his entire stake in Latexx Partners Berhad to Semperit AG Holding, which is an Austrian-based global rubber medical glove maker. He remained on the board of directors of Latexx Partners Berhad in an executive capacity until November 2013 and thereafter in a non-executive capacity until his resignation in May 2016. Presently, Mr. Low is an entrepreneur who holds ownership in several private companies involved in oil palm plantation activities, property development and food and beverage. He does not hold directorships in any other public company or listed issuer.

Mr. Low is a major shareholder of the Company and the brother-in-law of Mr. Teong Lian Aik, another major shareholder of the Company.

Profile of Directors
(Cont'd)

DR. LIEW LAI LAI
Independent Non-Executive Director
Age 51, Malaysian, Female

Dr. Liew Lai Lai was appointed to the Board of Gets Global Berhad on 12 April 2021 as an Independent Non-Executive Director. She was also appointed as the Chairperson of the Audit Committee and a member of the Nomination and Remuneration Committee on 12 April 2021. She attended all three (3) Board meetings held since her appointment to the Board.

Dr. Liew graduated from the National University of Malaysia (UKM), Bangi, Selangor, Malaysia with a Bachelor of Economics in Development and Planning. She also holds a Master in Business Administration from Mississippi State University, Starkville, MS, USA and a Doctor of Business Administration from University Science of Malaysia, Penang, Malaysia. Dr. Liew is also both a Fellow and Chartered Global Management Accountant and member of the Chartered Institute of Management Accountants, UK and a Chartered Accountant with and member of the Malaysian Institute of Accountants.

In 1996, Dr. Liew joined Latexx Manufacturing Sdn. Bhd. as an Assistant Manager of Corporate Planning, Finance & Legal Affairs Department and had since held various positions until 2010, where she moved up the corporate ladder as the Senior Director, Finance of Corporate Services in Latexx Partners Berhad for approximately seven (7) years. She was also an Executive Director of Medtexx Industries (Thai) Co. Ltd., Thailand and also provides consultancy and advisory services on matters related to finance and corporate services for local companies.

Dr. Liew has vast experience in the field of accounting, finance and corporate planning, especially in financial planning and analysis, cost and management accounting, cash flow planning and budgetary control. Dr. Liew is currently the General Manager of Finance and Administration of Toyo Tyre Sales & Marketing Sdn. Bhd.

She does not hold directorships in any other public company or listed issuer.

DATO' ASMUNI BIN SUDIN
Independent Non-Executive Director
Age 64, Malaysian, Male

Dato' Asmuni Bin Sudin was appointed to the Board of Gets Global Berhad on 24 February 2021 as an Independent Non-Executive Director. He is also the Chairman of the Nomination and Remuneration Committee and a member of the Audit Committee. He attended all four (4) Board meetings held since his appointment to the Board.

Dato' Asmuni graduated with a Bachelor Degree in Economics from University of Malaya. He is also a member of chartered professional in Islamic Finance and has extensive working experiences in the banking industry, which includes thirty (30) years working in Malayan Banking Berhad where he served under various positions. His last posting in Malayan Banking Berhad was the Regional Director/Executive Vice President, Region of Selangor and Negeri Sembilan, before he joined AgroBank as Chief Financial Services Officer in 2011. In 2018, he joined Bank Kerjasama Rakyat Malaysia Berhad as its Chief Operating Officer (Banking Operations).

Dato' Asmuni does not hold any directorship in any other listed issuer but sits on the board of other non-listed public companies namely, Malaysia Debt Ventures Berhad and PT Resources Holdings Berhad.

Profile of Directors
(Cont'd)

LIM CHONG ENG
Independent Non-Executive Director
Age 63, Malaysian, Male

Mr. Lim Chong Eng was appointed to the Board of Gets Global Berhad on 24 February 2021 as an Independent Non-Executive Director. He is also a member of the Audit Committee and Nomination and Remuneration Committee. He attended all four (4) Board meetings held since his appointment to the Board.

Mr. Lim graduated with a Bachelor of Science Degree in Mechanical Engineering from University of Wales, United Kingdom.

Mr. Lim has extensive working experiences in the manufacturing sectors of many industries. He started his career in 1982 and has held various senior management positions in the electronics, metal, coach building, luggage and medical gloves industries. He carries with him twenty-five (25) years of valuable experience in the medical gloves industry.

Mr. Lim previously worked with Latexx Partners from 1995 to 2010. In 2011, he was a consultant for Careplus Group Berhad on operational matters. His last working portfolio was Senior Vice President for global sourcing for Ammex Corporation, USA from 2012 to 2016.

He does not hold directorships in any other public company or listed issuer.

DOMINIC AW KIAN-WEE
Executive Director
Age 50, Malaysian, Male

Mr. Dominic Aw Kian-Wee was appointed to the Board of Gets Global Berhad on 27 August 2020 as a Non-Independent Non-Executive Director. On 24 February 2021, he was re-designated as an Executive Director of the Company. He attended all ten (10) Board meetings held since his appointment to the Board. He is not a member of any Board Committees.

Mr. Dominic holds a Bachelor of Law (Hons) degree from the University of Hull, North Humberside, England and a Barrister-at-Law (Middle Temple) from the University of Westminster, London, England. He was a partner of Mazlan & Associates (Advocates & Solicitors) from 2003 to 2015 and has over 19 years of working experience as an advocate and solicitor.

Mr. Dominic also sits on the Board of Ajinomoto (Malaysia) Berhad and Perusahaan Sadur Timah Malaysia (Perstima) Berhad, which are public companies listed on the Main Market of Bursa Malaysia Securities Berhad.

Notes:

Save as disclosed above, none of the Directors has:-

1. any family relationship with any Director and/or Major Shareholder of the Company;
2. any conflict of interest with the Company; and
3. any conviction for offences within the past five (5) years other than traffic offences, if any, or any public sanction or penalty imposed by the relevant regulatory bodies during the financial period.

KEY MANAGEMENT **INFORMATION**

TEONG LIAN AIK
Chief Executive Officer, Onetexx Sdn Bhd
Age 66, Malaysian, Male

Mr. Teong Lian Aik was appointed as the Chief Executive Officer of Onetexx Sdn Bhd, a subsidiary of Gets Global Berhad, on 1 April 2021.

He completed his Malaysian Higher School Certificate of Education from King Edward VII School in 1972.

With more than 45 years of working experience in the construction and property development sector, Mr. Teong spent the early part of his career as a Project Manager with Siew Yeap Engineering from 1974 to 1991 before becoming the managing director of various companies involved in construction, property development and project management from 1991 through to 2020 including Era Teknik Sdn Bhd, Legend Develand Sdn Bhd and Three by Three Sdn Bhd. His construction experience includes not only infrastructure and residential projects but also the completion of 2 major glove factories with 26 dipping lines as well as the construction of workers' hostels cum canteen for Latexx Partners Berhad in Kamunting, Perak.

Mr. Teong successfully managed and oversaw the construction of Onetexx Sdn. Bhd.'s factory in Kamunting, Perak and his hands-on managerial and project experience will be invaluable to the Group as it embarks on its glove manufacturing expansion plans.

Mr. Teong is a major shareholder of the Company. He is also the brother-in-law to Mr. Low Bok Tek, the Group Managing Director and major shareholder of the Company.

LAW SIAU LIM
Chief Operating Officer, Onetexx Sdn Bhd
Age 42, Malaysian, Male

Mr. Law Siau Lim was appointed as Chief Operating Officer of Onetexx Sdn Bhd a subsidiary of Gets Global Berhad, on 1 April 2021.

He graduated with a Degree in Architecture from Royal Melbourne Institute of Technology in 2003 and obtained a Professional Qualification as a Practicing Architect with the Architects Registration Board of Victoria, Australia.

Mr Law has been involved in many international large scale and high-profile projects as a Design Architect in Australia, UK, China, Indonesia etc. In 2003, he was appointed as an Associate in Denton Corker Marshall, Melbourne, Australia until 2012. He also spent 3 years working with Denton Corker Marshall in London from 2006 to 2009 as a Project Architect.

In 2012, he joined JLTL Architects Pty Ltd in Melbourne as a partner and was also appointed as a Design Director. Upon his return to Malaysia, he was appointed as an Executive Director of Three By Three Sdn Bhd which was involved in construction, development and project management.

Mr. Law was instrumental in designing Onetexx Sdn Bhd's factory in Kamunting, Perak and leading the integration and implementation of proprietary manufacturing processes, digitalisation and automation. As the Group embarks on its expansion plans, his contribution to the evolution of the Group's factory design and processes and his leadership in operations will be invaluable to its success.

Key Management Information
(Cont'd)

LOW BAN SIN
Director of Operations & Strategy, Onetexx Sdn Bhd
Age 50, Malaysian, Male

Mr. Low Ban Sin was appointed as Director of Operations & Strategy of Onetexx Sdn Bhd, a subsidiary of Gets Global Berhad on 1 April 2021.

He is a member of The Chartered Company Secretaries & Administration since 2000. He holds a Degree in Business Studies, Administration & Management.

Mr. Low Ban Sin began his career as a Head of Finance & Corporate Secretarial in Asian Micro Sdn Bhd where he managed the financial controls and corporate matters for Malaysia and Thailand from 1997 to 2003. He then moved to Seal Polymer Industries Berhad, KL as a General Manager from 2003 to 2008.

From 2008 through to 2020, he was involved in strategy, operations and in providing business and technical advice for companies in the examination glove manufacturing industry including Green Prospect Sdn Bhd (as operations director) and Latexx Manufacturing Sdn Bhd (a member of Semperit AG Group) (as senior director).

Mr. Low brings with him a wealth of experience in managing all aspects of glove manufacturing operations including manufacturing processes, quality assurance, regulatory affairs, procurement and supply chain and corporate social responsibility.

LOW KHAI LOON
Director of Sales & Marketing, Onetexx Sdn Bhd
Age 31, Malaysian, Male

Mr. Low Khai Loon was appointed as Director of Sales & Marketing of Onetexx Sdn Bhd, a subsidiary of Gets Global Berhad on 1 April 2021. He graduated with a Diploma in Golf Management from the Australian Institute of Golf Management, Perth, WA in 2008 and a Degree in International Business from Edith Cowan University, Perth, WA in 2010.

He has been a professional golfer since 2012 and is also a member of the Professional Golf Association of Malaysia (PGAM).

In 2013, Mr. Low was appointed as a director of BT Brands Sdn Bhd, the master franchisee of Caffe Bene (a coffee chain from Korea) in Malaysia and Singapore. He was also a director of Juicy Outlets Sdn. Bhd., the master franchisee of Juicy (a juice chain from Korea) from 2016 to 2019.

In 2019, he was appointed as the Chief Executive Officer of Gigi Coffee Sdn Bhd, a local coffee chain which he founded and developed. Whilst he remains a director, Mr. Low relinquished his role as Chief Executive Officer upon joining Onetexx Sdn Bhd.

Throughout the past 7 years, he has also been active in the sale and trading of gloves and his accumulated experience together with his creativity and flair will be an asset for the Group's branding, sales and marketing efforts moving forward.

Mr. Low is the son of Mr. Low Bok Tek, the Group Managing Director and major shareholder of the Company.

Key Management Information
(Cont'd)

LOKE PENG SIN
Financial Controller, Gets Global Berhad
Age 42, Malaysian, Male

Mr. Loke Peng Sin was appointed as Financial Controller of Onetexx Sdn. Bhd. on 1 July 2021. Subsequently on 1 January 2021, he became the Financial Controller of Gets Global Berhad and its subsidiaries. He is primarily responsible for the management of the Group's financial affairs.

Mr. Loke graduated with a Bachelor's Degree in Accounting in University of Wollongong, Australia in 2003. He is also a Certified Practising Accountant with CPA Australia and a member of Malaysian Institute of Accountants (MIA).

Upon graduation, he joined GEP Associates as an Audit Junior in audit and assurance division from 2003 to 2005. He then worked in Deloitte KassimChan, Perak in 2005 for three (3) years and his last position held was Audit Senior.

In 2008, he joined NTPM Holdings Berhad, Penang as an Internal Auditor and subsequently Latexx Partners Berhad as an Accounts Manager in 2009. In 2011, he joined Berjaya Infrastructure Sdn Bhd, Perak as a Senior Finance Manager before re-joining Latexx Manufacturing Sdn Bhd, Perak as Head of Accounting from 2013 to 2021.

Notes:

Save as disclosed above, none of the Key Management has:-

1. any directorship in public companies and listed issuers;
2. any family relationship with any Director and/or Major Shareholder of the Company;
3. any conflict of interest with the Company; and
4. any conviction for offences within the past five (5) years other than traffic offences, if any, or any public sanction or penalty imposed by the relevant regulatory bodies during the financial period.

MANAGEMENT DISCUSSION AND ANALYSIS

COMPANY OVERVIEW

GETS is principally engaged in investment holding whilst its subsidiaries are involved in the manufacturing, sales and marketing of gloves and other related activities ("**glove manufacturing business**") (following a diversification of business approved by shareholders on 11 November 2020 ("**Diversification**")) and in the provision of public transport services consisting of express bus services.

The glove manufacturing business is undertaken by its 100% subsidiary, Onetexx Sdn Bhd ("**Onetexx**"). To-date, Onetexx has obtained, amongst others, ISO 9001:2015 and MS ISO and ISO 13485:2016 certifications, FDA Establishment and 510k registrations and EU Cat III PPE certification to facilitate the sale of gloves.

The express bus service operates through its 100% subsidiary, Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("**KBES**") and covers an extensive network throughout Peninsular Malaysia. KBES owns a fleet of its own express buses and holds the relevant permits to conduct its business.

OPERATIONAL REVIEW

Malaysia's economy continued to be significantly affected by the Covid-19 pandemic during the financial period ended 30 September 2021 ("**FP21**") with various Movement Control Orders ("**MCOs**") and a four-phase National Recovery Plan ("**NRP**") being implemented and enforced. Normalisation of business activities occurred after FP21 with all states (save for Kelantan and Sarawak) entering Phase 4 of the NRP on 9 November 2021.

With inter-state movement severely restricted and work from home becoming the norm as a result, the Group's express and city bus operations were severely negatively affected, as were the Group's bus manufacturing and assembly business and its research and development of electric buses.

The resultant effect was GETS triggering the Prescribed Criteria of Paragraph 2.1(e) of Practice Note 17 ("**PN17**") on 1 July 2020. However, under the Addition Temporary Relief Measures introduced by Bursa Malaysia Securities Berhad on 16 April, 2020 ("**PN17 Relief**") and subsequently extended through to 31 December 2021 ("**PN17 Relief Period**"), GETS was not classified as a PN17 company nor required to comply with the usual PN17 requirements.

Fortuitously, the PN17 Relief Period gave GETS time to raise new equity capital of RM86.9 million through a private placement exercise ("**Private Placement**"). The Private Placement was completed on 3 December 2020 and considerably strengthened GETS' balance sheet. As announced on 31 December 2021, GETS no longer triggers any of the PN17 criteria and hence no longer requires PN 17 relief.

With the introduction of new shareholders through the Private Placement, came the opportunity to tap into a new income stream from the Diversification. Placement funds were mainly utilised to part fund the construction of Onetexx's new factory in Kamunting, Perak and to fully repay outstanding bank borrowings arising from the bus business. Today, the Group has no material litigation.

In tandem with the Diversification, the Group undertook a rationalisation and streamlining exercise during FP21. KBES disposed of its 79.99% equity interest in Pengangkutan Awam Putrajaya Travel and Tours Sdn. Bhd. ("**PAPTT**") (city bus services) on 22 February 2021. Subsequently, the Group disposed of its 100% equity interest in four other subsidiaries including Super Coach Assembly Plant Sdn. Bhd. ("**SCAP**") (bus manufacturing and assembly) held by KBES and Gets E-Mobility Solutions Sdn. Bhd. ("**GEMS**") (research and development of electric buses) held by GETS, both on 3 June 2021. During FP21 also, GETS began the striking-off process for 5 of its 8 dormant subsidiaries, the process for which has been completed subsequent to FP21 for 2 subsidiaries.

Glove Manufacturing

In FP21, Onetexx completed the construction of its state-of-the-art 12 double former dip line factory ("**Factory**") on its 16.37acre land located in the established industrial area of Kamunting, Perak ("**Kamunting Factory**") and commenced operations in May 2021. This was achieved despite various challenges including the MCOs and lockdowns and disruptions and/or delays in construction and the supply of parts and machinery.

Guided by a determined and experienced senior management and backed by a dynamic and rapidly growing workforce, Onetexx has begun to contribute positively to the performance of the Group in spite of the significant drop in the average selling price ("**ASP**") of gloves from its 2020 peaks and the resultant softening of order volumes industry wide.

Today, 10 out of 12 double dip lines have been commissioned and are consistently producing high-quality gloves and Onetexx is poised to continue its positive contribution to the Group in the coming financial year.

Express Bus and City Bus

Express bus operations were temporarily suspended during FP21 because of the MCOs and inter-state travel restrictions as well as the closure of international borders to Thailand and Singapore. City bus operations were also curtailed given the MCOs and work from home requirements in force from the start of FP21 through to its disposal as aforesaid.

Bus Manufacturing and Assembly

Given the lack of demand for new buses occasioned by inter-state and international travel restrictions, the Group's bus manufacturing and assembly operations were suspended from the start of FP21 through to its disposal as aforesaid.

Research & Development of Electric Buses

Despite delays because of the MCOs, GEMS continued its collaboration with its international technology partners to locally develop 2 units of double decker electric buses under the New Energy Development and Industry Organisation ("**NEDO**") albeit at a slower pace from the start of FP21 through to the disposal of GEMS as aforesaid.

FINANCIAL PERFORMANCE REVIEW

During FP21, the Group recorded total revenue of RM27.825 million, approximately 84.71% of which was derived from the glove manufacturing business which contributed RM23.571 million thereto. The Group generated significantly lower revenue from its bus services because of the suspension/reduction of operations due to the MCOs and various lockdowns. This decrease was however mitigated by the contribution to revenue by the glove manufacturing business.

During the same period, the Group recorded Loss Before Tax of RM16.917 million. The Loss Before Tax was mainly due to the significant reduction in revenue resulting from the suspension/reduction of its express bus services and city bus services as well as additional impairments and write downs related to its pre-Diversification businesses.

STRATEGIES FOR SUSTAINABLE GROWTH

Consequent to the Private Placement and the Diversification, the Group now has 2 core business segments, being the existing bus operation services and the glove manufacturing business.

With the current lethargic demand for inter-state travel, restricted international border re-opening and the continued social distancing requirements and SOPs restricting optimal bus loading, the Group is mindful of ensuring that the express bus business can operate profitably especially in the light of the high operational costs particularly fuel costs, spare part costs, labour costs and repair and maintenance of the Group's buses. As a result, the Group intends to focus primarily on growing the glove manufacturing business as a new business segment for the Group to expand its income stream.

With the Kamunting Factory having commenced operations and contributing positively to the Group's performance and cognisant of the need to achieve economies of scale and propel growth, GETS announced the proposed acquisition of a 25% equity interest in One Glove Venture Sdn Bhd (formerly known as Great Stylish Venture Sdn Bhd) ("**OGV**") on 30 August 2021 ("**Proposed Acquisition**").

As announced:

1. OGV plans to develop 8 glove manufacturing factories on land of a combined area of approximately 333 acres, located in Larut and Matang District in Perak ("**Land**") owned by OGV's 100% subsidiary, One Glove Industrial Sdn Bhd (formerly known as Stylish Technology Sdn Bhd) ("**OGI**") with these 8 factories having a total glove production capacity of 37.84 billion pieces of gloves per annum;

2. it is intended that GETS takes control of the board of directors and overall management and operations of OGV and for OGV and Onetexx to share resources, derive synergies, and effect cost savings for the benefit to the Group; and

3. OGI's first glove manufacturing factory is expected to begin commercial operations by the fourth quarter of 2023.

OPERATIONAL RISKS

The Group's operations continue to be exposed to risks inherent to the glove manufacturing business and the express bus business.

Both businesses continue to be exposed to risks related to Covid-19 which may affect its ability to operate its businesses without hindrance. Further outbreaks, MCOs and lockdowns may force suspension of business which may result in a materially adverse effect on either business and the Group's financial condition.

In respect of the glove manufacturing business, the Group will be subject, amongst others, to demand for gloves globally, fluctuations in ASP, raw material prices and energy costs, availability of sufficient labour, competition from existing and new players, introduction of new legal and environmental frameworks, changes in certification/ licensing requirements, socio-political instability and changes in credit conditions. In respect of the Proposed Acquisition, the Group is mindful of risks including investment and completion risks as earlier announced.

OUTLOOK

As the economies of the world continue to recover from the challenges presented by the Covid-19 pandemic, the Group remains cautiously optimistic that it will be placed on a stronger operational and financial footing.

The Group anticipates that the express bus services segment will, especially in the near term, grow in tandem with the pace of the nation's recovery and that the glove manufacturing business will contribute an increasingly substantial proportion of the Group's earnings moving forward.

In creating greater value for its stakeholders, the Group will use its best efforts to remain competitive by maintaining and improving the quality of its products and services, operational efficiencies and managing its costs as well as striving to build a strong foundation for and accelerate the development of its environmental, social and governance practice.

Low Bok Tek
Group Managing Director

CORPORATE GOVERNANCE
OVERVIEW STATEMENT

Corporate governance in GETS Global Berhad (“**GETS**” or “**the Company**”) is a journey and a continual work in progress. The Board of Directors (“**the Board**”) recognises that a good governance framework is essential in protecting its shareholders’ interests by delivering good corporate performance, underpinned by sustainable benefits for the economy, the environment and society. Both the Board and Management of the Company are committed to achieving the highest standards of corporate governance and promoting effective stewardship in practices and governance oversight.

As part of this commitment, the Board is pleased to report, hereunder, its Corporate Governance Overview Statement to provide investors with an overview of the extend of compliance with the practices as set out in the Malaysian Code on Corporate Governance (“**MCCG**”) under the stewardship of the Board. In doing so, the Board has taken guidance from the three (3) key Principles below as set out in the MCCG.

Principle A: Board Leadership and Effectiveness

Principle B: Effective Audit and Risk Management

Principle C: Integrity in Corporate Reporting and Meaningful Relationship with Stakeholders

This overview statement is to be read together with the Corporate Governance Report 2021 (“**CG Report**”) of the Company, which is available on the Company’s website at www.getsglobal.com.my. The CG Report provides the detailed explanations on how GETS has applied each Practice as set out in the MCCG during the financial period ended 30 September 2021.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS

1.0 Board’s Leadership on Objectives and Goals

1.1 The Board’s principal role is to effectively promote the best interests of the Company with a view towards enhancing shareholders’ and stakeholders’ values. In discharging its fiduciary duties and leadership functions, the Board is guided by the Board Charter, which outlines the duties and responsibilities of the Board, matters reserved for the Board as well as those which the Board may delegate to the Board Committees, the Group Managing Director (“**MD**”) and Management.

The Board has reserved a formal schedule of matters for its decision making to ensure that direction and control of the Group are firmly in its hands. It has set the strategic direction of the Group, exercised oversight on Management and set the appropriate tone at the top, while providing thought leadership and championing good governance and ethical practices throughout the Group.

All the Directors of the Company have objectively discharged their fiduciary duties and responsibilities at all times in the best interests of the Company to oversee the conduct, business activities and development of the Group. For the financial period ended 30 September 2021, the Management had presented to the Board the following proposals and strategic initiatives: -

(a) Proposed Private Placement and Proposed Diversification

The Proposed Private Placement and Proposed Diversification were tabled to the Board for consideration, for the purpose of raising an immediate injection of fresh capital to be partially utilised for the working capital of the existing bus operations and also venturing into the glove business by creating an additional/ new stream of income for the Group. The aforesaid proposals were approved by the Company’s shareholders at the Extraordinary General Meeting (“**EGM**”) held on 27 November 2020.

(b) Review of strategic plan

As part of the containment measures taken by the Government of Malaysia in combating the Covid-19 disease, the Government has instituted lockdown measures, known as "Movement Control Order". The Board and Management have devoted a significant amount of time commitment to review the impact of Covid-19 lockdown measures on the Group's existing strategic objectives and its implementation strategies. These include addressing the work-from-home requirements of the staff of the Group and propose emerging safety measures and practices at construction site and its workplaces (including Onetexx Sdn Bhd's new factory in Kamunting, Perak) to improve the safety of all workers and employees.

During the financial period ended 30 September 2021, Directors had participated in training programmes as follows: -

Name of Director	Training/courses attended
Datuk Che Azizuddin bin Che Ismail	• Updates on the Malaysian Code on Corporate Governance
Low Bok Tek (appointed w.e.f. 24 February 2021)	• Updates on the Malaysian Code on Corporate Governance
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	• Mandatory Accreditation Programme • Updates on the Malaysian Code on Corporate Governance
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	• Mandatory Accreditation Programme • Updates on the Malaysian Code on Corporate Governance • Fund Raising Post Covid-19, Economic Impact by Chartered Institute of Islamic Finance
Lim Chong Eng (appointed w.e.f. 24 February 2021)	• Mandatory Accreditation Programme • Updates on the Malaysian Code on Corporate Governance
Dominic Aw Kian-Wee (appointed w.e.f. 27 August 2020)	• Corporate Liability • Lean Leadership • Updates on the Malaysian Code on Corporate Governance

In order for the Group to remain competitive, the Board will undergo relevant training programmes and seminars from time to time and as and when necessary to update themselves with the relevant knowledge and skills to discharge their duties effectively.

In addition, the Company Secretaries and external auditors update the Board on a regular basis on the respective changes and amendments to regulatory requirements and laws and accounting standards to help Directors keep abreast of such developments. During the financial period ended 30 September 2021, the Board was briefed by the Company Secretaries on the key updates and highlights of the latest version of MCCG (revised as at 28 April 2021).

The Board had a total of eleven (11) Board Meetings during the financial period ended 30 September 2021, including Special and Emergency Board Meetings.

To enable the Board to discharge its responsibilities in meeting the goals and objectives of the Company, the Board has, amongst others–

- promoted good corporate governance culture within the Group which reinforces ethical, prudent and professional conduct;
- reviewed, discussed and decided on Management's proposals for the Company, and monitor its implementation;
- ensured that the strategic plan of the Company supports long-term value creation and includes strategies on economic, environmental and social considerations underpinning sustainability;
- assessed Management performance;
- ensured there is a sound framework for internal controls and risk management;
- recognised the principal risks of the Group's business and that business decisions involve the taking of appropriate risks;
- set the risk appetite within which the Board expects Management to operate and ensured that there is an appropriate risk management framework to identify, analyse, evaluate, manage and monitor significant financial and non-financial risks;
- ensured that senior management has the necessary skills and experience, and measures are in place to provide for the orderly succession of Board and senior management;
- ensured that the Company has in place procedures to enable effective communication with shareholders and stakeholders;
- ensured that all its directors are able to understand financial statements and form a view on the information presented; and
- ensured the integrity of the Company's financial and non-financial reporting.

1.2 Key Responsibilities of the Chairman

The key responsibilities of the Chairman of the Board include but not limited to the following: –

- led the Board in the adoption and implementation of good corporate governance practices in the Company provided leadership for the Board so that the Board can discharge its duties and responsibilities effectively;
- through the Executive Director and Company Secretaries, set the Board agenda and ensured that Board members receive complete and accurate information in a timely manner;
- led Board meetings and facilitate the effective contribution of all Directors at Board meetings;
- encouraged active participation and allowed dissenting views to be freely expressed;
- managed the interface between Board and Management and promoted constructive and respectful relationships between Board and Management; and
- ensured appropriate steps are taken to provide effective communication with stakeholders and that their views are communicated to the Board.

1.3 Separation of the position of the Chairman and MD

The Board has a unitary structure where the roles of the Chairman and MD are separate.

The positions of the Chairman and MD are held by two different individuals and each has a clear accepted division of responsibilities to ensure that there is a balance of power and authority to promote accountability. The Chairman is responsible for instilling good corporate governance practices and leadership, and for ensuring Board effectiveness. The Chairman leads the Board in its collective oversight of Management, while the MD has the overall responsibilities over the Group's operating units, organisational effectiveness and implementation of Board policies and decisions.

The distinct and separate roles of the Chairman and MD are clearly defined in the Board Charter to ensure that no one individual has unfettered powers of decision-making.

Corporate Governance Overview Statement
(Cont'd)

1.4 Company Secretaries

The Company is supported by two (2) suitably qualified and competent Company Secretaries. Both Company Secretaries are qualified Chartered Secretaries under Section 235(2)(a) of the Companies Act 2016 registered with the Companies Commission of Malaysia and are Fellow members of the Malaysian Association of the Institute of Chartered Secretaries and Administrators ("**MAICSA**"). The Company Secretaries are external company secretaries from Securities Services (Holdings) Sdn. Bhd. with vast knowledge and experience from being in public practice and is supported by a team of competent company secretarial personnel.

The Company Secretaries have –

- together with Management, managed all Board and Board Committee meeting logistics;
- attended and recorded minutes of all Board and Board Committee meetings and facilitated Board communications either in person or through its representative;
- advised the Board on its roles and responsibilities;
- facilitated Director training and development;
- advised the Board on corporate disclosures and compliance with Companies Act 2016, the Company's Constitution, Securities Commission's regulations and Listing Requirements; and
- monitored corporate governance developments and advised the Board on governance practices.

The Company Secretaries have and will continue to constantly keep themselves abreast on matters concerning company law, the capital market, corporate governance, and other pertinent matters, and with changes in the regulatory environment, through continuous training and industry updates. They have also attended relevant continuous professional development programmes as required by MAICSA for practicing Chartered Secretaries.

The Board is satisfied with the performance and support rendered by the Company Secretaries to the Board in the discharge of its function, duties and responsibilities.

1.5 Timely circulation of meeting materials

Management is cognisant of the importance of providing complete and adequate information to the Directors on a timely basis to enable them to make informed decisions to discharge their duties and responsibilities.

The Notice and agenda of the scheduled Board Meeting are given to the Directors at least seven (7) days prior to the Board Meeting. Where there were exceptional cases where such notice period could not be provided for the convening of Special or Emergency Meetings of the Board to address critical matters, all Directors had consented to the shorter notice.

During the financial period ended 30 September 2021, meeting papers were made available to the Directors at least three (3) business days prior to the meetings. The Management will strive to circulate the meeting materials at least five (5) business days in advance of the meeting day moving forward.

The minutes of the Board and Board Committee meetings, as recorded by the Company Secretaries, are disseminated to the Directors in a timely manner for review. All Board members reviewed and confirmed the minutes of meetings to ensure they accurately reflect the deliberations and decisions of the Board, including a statement of declaration of interest or abstention from voting and deliberation where required.

2.0 Demarcation of Responsibilities

2.1 Board Charter

The Board has a Board Charter, which is published on the Company's website at www.getsglobal.com.my. The Board Charter clearly sets out the Board's strategic intent and identifies the respective roles and responsibilities of the Board, Board Committees, individual Directors, Senior Independent Director and senior management, as well as issues and decisions reserved for the Board, the Board's governance structure and authority, and Terms of Reference of the Board, Board Committees and senior management. This is to ensure that all Directors and senior management acting on behalf of the Company are aware of their duties and responsibilities.

As part of its efforts to ensure the effective discharge of its duties, the Board has delegated certain functions and authorities to two (2) of its Board Committees, namely, Audit Committee ("**AC**") and Nomination and Remuneration Committee ("**NRC**"). These Committees are entrusted with specific responsibilities to assist the Board in overseeing the Company's affairs, in accordance with their limits of authority and respective Terms of Reference, which are published on the Company's website at www.getsglobal.com.my together with the Board Charter. These Terms of Reference are reviewed as and when the need arises, and were recently amended to reflect the latest compliance requirements as a result of changes in the regulatory framework. The Board keeps itself abreast of the responsibilities delegated to each Board Committee, and matters deliberated at each Board Committee meeting through the minutes of the Board Committee meetings and reports by the respective Board Committee Chairman, at Board meetings.

AC

Details on the AC are in the AC Report contained in this Annual Report.

NRC

The NRC was established with clearly defined Terms of Reference, and presently comprises three (3) Non-Executive Directors, all of whom are independent pursuant to Paragraph 15.08A(1) of the Main Market Listing Requirements ("**Main LR**") of the Bursa Malaysia Securities Berhad ("**Bursa Securities**"), during the financial period ended 30 September 2021 as follows:-

Name	Designation	Directorship
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	Chairman	Independent Non-Executive Director
Lim Chong Eng (appointed w.e.f. 24 February 2021)	Member	Independent Non-Executive Director
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	Member	Independent Non-Executive Director
Dato' Ridza Abdoh bin Haji Salleh (resigned w.e.f. 24 February 2021)	Chairman	Independent Non-Executive Director
Datuk Mat Noor bin Nawi (resigned w.e.f. 24 February 2021)	Member	Independent Non-Executive Director
Dato' Rosli bin Sharif (resigned w.e.f. 24 February 2021)	Member	Independent Non-Executive Director

The NRC is empowered by the Board to oversee the selection and assessment of Directors to be appointed to ensure that the Board's composition and skills meets the needs of the Company, and hence, is tasked with the following duties and responsibilities:-

- To review the policy on board composition and determine the mix of skills, experience and other qualities, including core competencies of non-executive Directors annually;
- To review succession planning for senior management, including nominations to the Board of the Company and appointment of Chief Executive Officer and Chief Finance Officer;
- To establish clear and appropriate criteria to assess the effectiveness of the Board as a whole, the Board committees, the contribution of each individual Director and each member of the Board committees including the assessment of the independence of the independent director on an annual basis; and
- To establish and review the criteria on the selection and recruitment process and policy on board composition such as competencies, commitment, contribution and performance, including the current composition of Board and Board Committees, mix of skills and experiences of directors, independence and diversity (including gender diversity) on an annual basis.

Activities of the NRC

During the financial period ended 30 September 2021, the NRC held four (4) meetings to perform the following in the discharge of duties and responsibilities under iits nomination function: -

- Reviewed the profile and nomination of new members of the Board and Board Committees;
- Assessed the independence of the Independent Directors of the Company;
- Reviewed and recommended the revised Board Charter and Terms of References of AC and NRC to the Board; and
- Reviewed and recommended the re-election of the Directors who were due for retirement to the Board for recommendation to the shareholders for approval at the Eighteenth Annual General Meeting ("**18th AGM**").

In reviewing the profile and nomination of new Board members, the NRC takes into consideration the following criteria:-

- Professional expertise, level of experience, competency and background;
- Time commitment and potential to add value to the Board and the Company as a whole; and
- Promotion of diversity in views and opinions in the Board.

In assessing the performance of the Board, Board Committees and Directors of the Company, the NRC takes into consideration the following:-

- Personal Commitment/Contribution to Interaction
- Understanding of the Company's Activities
- Compliance to the terms of reference, duties and responsibilities of a director, and of a chairman of the Company

The attendance of Directors who are members of Board committees during the financial period ended 30 September 2021 is set out below:-

Directors	AC	NRC
Non-Executive Directors		
Datuk Che Azizuddin bin Che Ismail (re-designated w.e.f. 24 February 2021)	Not member	Not member
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	3/3	–
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	3/3	1/1
Mr. Lim Chong Eng (appointed w.e.f. 24 February 2021)	3/3	1/1
Datuk Mat Noor bin Nawi (resigned w.e.f. 24 February 2021)	4/5	3/3
Dato' Rosli bin Sharif (resigned w.e.f. 24 February 2021)	5/5	3/3
Dato' Ridza Abdoh bin Haji Salleh (resigned w.e.f. 24 February 2021)	5/5	3/3

3.0 Good Business Conduct and Healthy Corporate Culture

3.1 Code of Conduct

The Group, its Directors, Management and employees firmly believe in creating a corporate culture to operate the businesses of the Group in an ethical manner and to uphold the highest standards of professionalism and exemplary corporate conduct. The Board has formalised ethical standards by establishing a Code of Conduct ("**Code**"), which outlines the standards of business conduct and ethical behaviour which the Directors and employees should possess in discharging their duties and responsibilities.

Additionally, the Group is committed towards preserving and protecting its interest and reputation at all times. The Group expects high standards of integrity and accountability from all employees within its Group of Companies. It is also intended to encourage and enable employees and others to raise concerns within the Group prior to seeking resolution outside the Company. The said Code is published on the Company's website at www.getsglobal.com.my.

3.2 Whistleblowing Policy

The Group is committed towards ensuring that every part of its operation is carried out professionally and in accordance with relevant laws, rules, regulations, code of ethics and governance requirement. The Company places high value on the level of trust and integrity expected of its employees within its Group. It is also intended to encourage and enable employees and others to raise concerns within the Group prior to seeking resolution outside the Company.

In line with this, the Group has put in place a whistleblowing policy, which was reviewed, updated and approved by the Board in January, 2022, to encourage its employees to report genuine concerns in relation to breach of any legal obligation (including negligence, criminal activity, breach of contract and breach of the law), miscarriage of justice, danger to health and safety or to the environment and the cover-up of any of these in the workplace. The whistleblowing policy of the Group provides guidance on the appropriate communication and feedback channels to facilitate whistleblowing.

The said whistleblowing policy is published on the Company's website at www.getsglobal.com.my.

Employees are made aware that relevant disciplinary actions will be taken for unethical behaviour and gross misconduct.

4.0 Board's Objectivity

4.1 Board Composition

The Board is led and managed by experienced Board members from diverse backgrounds with a wide range of expertise. The Board comprises a total of six (6) members, of which three (3) members are Independent Non-Executive Directors, one (1) member is a Non-Independent Non-Executive Director and two (2) members are Executive Directors and is in compliance with Paragraph 15.02(1) of the Main LR of Bursa Securities and Practice 5.1 of the MCCG is applied.

The presence of Independent Directors which comprise half of the Board, is sufficient to provide necessary check and balance on the decision-making process of the Board. This strong and independent element brings an objective and independent judgment to the decision-making process of the Board and is vital to the effective stewardship of the Group.

All Directors have distinguished themselves in their field of expertise and have advised the Board in the area of their respective specialty, where this is relevant to the Group's business activities and strategic development.

The Board is of the view that its current size and composition reflects an appropriate balance of Executive and Non-Executive Directors with the desired blend of skills and experience necessary for the Group's business and operations.

4.2 Tenure of Independent Directors

The NRC assessed the independence of the Independent Directors and monitors their tenure annually.

None of the Independent Directors has exceeded a cumulative term of nine (9) years in the Company as at 30 September 2021.

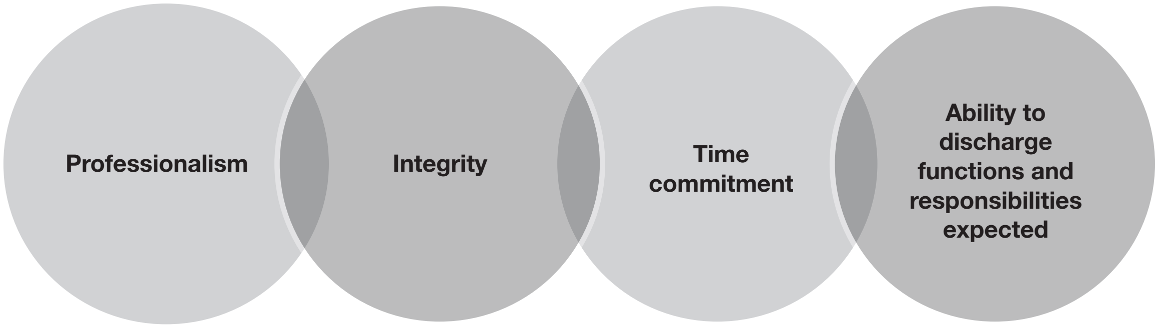
4.3 The Board has not adopted a policy which limits the tenure of its Independent Directors to nine (9) years.

4.4 Boardroom and Gender Diversity

The Board is supportive of the Board and senior management composition diversity recommendation promoted by the MCCG in order to offer greater depth and breadth to Board discussions and constructive debates at senior management level.

All Board and Senior Management appointments are based on meritocracy, objective criteria, merit and with due regard to the benefits of diversity within the Board. Diversity in this context encompasses a wide range of factors, including but not limited to gender, age, cultural and educational background, professional experience, skills and knowledge, experience, age, cultural background and gender.

The NC considers the following objective criteria in their nomination and election process:–



The new appointees will be considered and evaluated by the NRC and the NRC will then recommend the candidates to be approved and appointed by the Board. The Company Secretaries will ensure all appointments are properly documented. This process was applied for the appointment of Mr. Low Bok Tek, Dr. Liew Lai Lai, Dato' Asmuni bin Sudin, Mr. Lim Chong Eng and Mr. Dominic Aw Kian-Wee as Directors of the Company during the financial period ended 30 September 2021.

The Company is an equal opportunity employer and does not practice discrimination of any form, whether based on ethnicity, age, gender, nationality, religious affiliation, education background or marital status, throughout the organisation.

4.5 The Board practises non-gender discrimination and endeavours to promote workplace diversity and supports the representation of women in the composition of the Board and senior management positions of the Company. The gender diversity policy and boardroom diversity policy of the Company have been adopted by the Company in January, 2022.

In pursuing gender diversity agenda, the measurable diversity objectives set by the Board are to:-

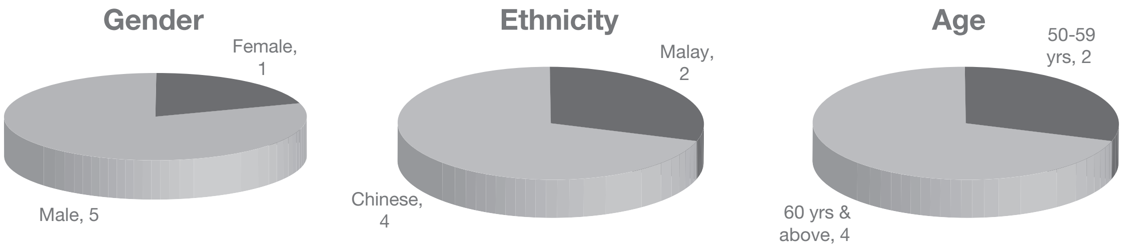
- foster an inclusive culture - involving both women and men in fostering an inclusive culture that upholds the central principle of meritocracy.
- improve talent management - embedding diversity initiatives into the broader talent management processes in order to support the development of all talent, including an increase of the representation of women in management roles.
- develop a work environment that values and utilises the contributions of employees with diverse backgrounds, experiences and perspectives through awareness of the benefits of workforce diversity and successful management of diversity.
- create awareness in all employees of their rights and responsibilities with regards to fairness, equity and respect for all aspects of diversity.

Corporate Governance Overview Statement (Cont'd)

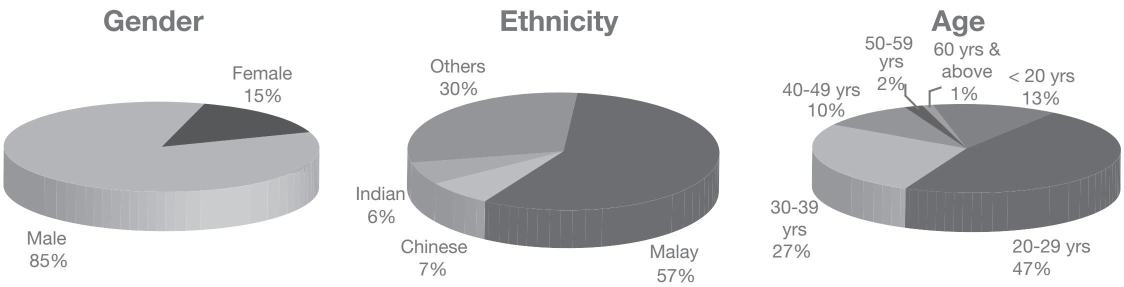
The recruitment and appointment of suitable female representation on the Board will be considered when vacancies arise or suitable candidates are identified in line with the Group's strategic objectives.

Presently, there is one (1) female Director on the Board of the Company namely, Dr. Liew Lai Lai who was appointed as a Director on 12 April 2021.

Gender, ethnicity and age diversities in the Board



Gender, ethnicity and age diversities in the workforce



4.6 Although the Board did not utilise independent sources to identify the new Board members appointed during the financial period ended 30 September 2021, Board decision was still made objectively in the best interests of the Group taking into account their credentials and the wealth of experience they can bring to the Board.

Nevertheless, a formal and transparent procedure is conducted by the NRC in assessing the candidates before he/she be recommended to the Board for assessment and approval.

During the financial period ended 30 September 2021, the Board appointed five (5) new Board members namely, Mr. Low Bok Tek (Managing Director), Dr. Liew Lai Lai (Independent Director), Dato' Asmuni bin Sudin (Independent Director), Mr. Lim Chong Eng (Independent Director) and Mr. Dominic Aw Kian-Wee (Executive Director).

4.7 Presently, the NRC is chaired by Dato' Asmuni Bin Sudin, an Independent Non-Executive Director upon the resignation of Dato' Ridza Abdoh bin Haji Salleh as Director of the Company on 24 February 2021. Mr. Lim Chong Eng and Dr. Liew Lai Lai, the Independent Non-Executive Directors were appointed as members of the NRC on 24 February 2021 and 12 April 2021, respectively. The Directors who served as the members of NRC during the financial period ended 30 September 2021 were Datuk Mat Noor bin Nawi and Dato' Rosli bin Sharif.

5.0 Overall Effectiveness of the Board

5.1 There is a formal evaluation process to assess the effectiveness of the Board as a whole. The Board, through the NRC would typically undertake the following assessments annually and the results of the evaluations are presented to the NRC and the Board:-

(i) Directors' self-assessment;
(ii) Board and Board Committees performance evaluation;
(iii) Review of the term of office and performance of AC and each of its members; and
(iv) Assessment of Independent Directors.

In view that the Company had undergone a significant change in composition where all except one (1) Board member had resigned from the Board, the said formal evaluation process did not take place. Instead, the NRC and the Board evaluated the credentials and background of the five (5) newly appointed Directors during the financial period before their appointment to the Board.

The independence of the Independent Non-Executive Directors of the Company had been fulfilled in accordance with the Main LR and the Board is confident that there would not be any impediment on their independence in carrying out their duties in respective Board and Board Committees.

6.0 Level and Composition of Remuneration

6.1 Although the Board has yet to formalise a written policy and procedures to determine the remuneration of directors and senior management, the Board believes that the objectives of the Company's remuneration framework is to offer a competitive remuneration package to attract, reward, motivate and retain directors and senior management personnel in steering the Group to achieve its long-term goals and enhance shareholders' value.

The NRC is responsible for reviewing and making recommendations to the Board for approval, the framework and remuneration packages of each Director in all forms, drawing from outside advice whenever necessary prior to making the relevant recommendations to the Board so that the levels of remuneration are sufficient to attract and retain the Directors needed to run the Company successfully. In its review, the NRC considers various factors including the Directors' fiduciary duties, time commitments and the Company's performance. The NRC also considered and took into account the impact of the Covid-19 pandemic to the business performance when determining the remuneration.

As part of the remuneration strategy, the below table sets out the guiding principles and its implementation:-

Guiding Principles	Details
Alignment with shareholders' interest	• Align interests between employees and shareholders • Design incentive scheme to align incentive payments with the long-term performance of the Group
Provide market competitive pay	• Offer competitive packages to attract and retain talented and experienced individuals • Align compensation pay with the market, subject to affordability
Pay-for-performance	• Instill and drive a pay-for-performance culture • Measure performance against performance appraisal e.g. performance scorecard, comprising financial and non-financial metrics

6.2 The Board has established a NRC that assists the Board in reviewing and recommending the proposed remuneration packages of the Directors of the Company. The Remuneration Committee also assists the Board to structure and link Directors' remuneration to the strategic objectives of the Company, which rewards contribution to the long-term success of the Company in promoting business stability, sustainability and growth.

The Board is satisfied that the NRC has effectively and efficiently discharged its roles and responsibilities with respect to its nomination and remuneration functions. As such, it is not necessary to separate the nomination and remuneration functions into distinct nomination and remuneration committees.

The Terms of Reference of NRC is available on the Group's website at www.getsglobal.com.my.

The following works were undertaken by the NRC relating to its remuneration function during the financial period ended 30 September 2021: -

- Reviewed and assessed the payment of benefits payable to the Directors and recommended the same for the Board for consideration to recommend to the shareholders for approval;
- Reviewed the Directors' fees for the financial year ended 30 June 2020 and recommended the same for the Board for consideration to recommend to the shareholders for approval; and
- Reviewed and recommended the remuneration package of Executive Directors to the Board.

7.0 Remuneration of Directors and Senior Management

7.1 Details of the aggregate remuneration of the Directors during the financial period ended 30 September 2021, which covered a period of fifteen (15) months, are as follows:–

	Received from the Company					
	Salaries/ Fees RM	**Bonus RM**	**EPF and SOCSO RM**	**Gratuity RM**	**Allowances RM**	**Total RM**
Non-Executive Directors						
Datuk Che Azizuddin bin Che Ismail	47,578.08	–	–	–	3,100.00	50,678.08
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	18,000.00	–	–	–	300.00	18,300.00
Mr. Lim Chong Eng (appointed w.e.f. 24 February 2021)	18,000.00	–	–	–	–	18,000.00
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	14,136.99	–	–	–	–	14,136.99
Datuk Mat Noor bin Nawi (resigned w.e.f. 24 February 2021)	19,643.84	–	–	–	2,800.00	22,443.84
Dato' Rosli bin Sharif (resigned w.e.f. 24 February 2021)	19,643.84	–	–	–	1,100.00	20,743.84
Dato' Ridza Abdoh bin Haji Salleh (resigned w.e.f. 24 February 2021)	19,561.64	–	–	–	2,300.00	21,861.64
Executive Directors						
Mr. Low Bok Tek (appointed w.e.f. 24 February 2021)	368,000.00	–	42,345.80	–	–	410,345.80
Mr. Dominic Aw Kian-Wee (appointed w.e.f. 27 August 2020)	207,876.71	–	21,538.65	–	–	229,415.36
Encik Ahmad Mustaffa bin Abdul Manaf (resigned w.e.f. 27 August 2020)	4,767.12	–	–	–	300.00	5,067.12
Total	**737,208.22**	**–**	**63,884.45**	**–**	**9,900.00**	**810,992.67**

	Received from the Group					
	Salaries/ Fees RM	**Bonus RM**	**EPF and SOCSO RM**	**Gratuity RM**	**Benefits RM**	**Total RM**
Non-Executive Directors						
Datuk Che Azizuddin bin Che Ismail	210,000.00	–	6,087.70	–	–	216,087.70
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	–	–	–	–	–	–
Mr. Lim Chong Eng (appointed w.e.f. 24 February 2021)	–	–	–	–	–	–
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	–	–	–	–	–	–
Datuk Mat Noor bin Nawi (resigned w.e.f. 24 February 2021)	–	–	–	–	–	–
Dato' Rosli bin Sharif (resigned w.e.f. 24 February 2021)	–	–	–	–	–	–
Dato' Ridza Abdoh bin Haji Salleh (resigned w.e.f. 24 February 2021)	–	–	–	–	–	–
Executive Directors						
Mr. Low Bok Tek (appointed w.e.f. 24 February 2021)	–	–	–	–	–	–
Mr. Dominic Aw Kian-Wee (appointed w.e.f. 27 August 2020)	–	–	–	–	–	–
Encik Ahmad Mustaffa bin Abdul Manaf (resigned w.e.f. 27 August 2020)	–	–	–	–	–	–
Total	**210,000.00**	**–**	**6,087.70**	**–**	**–**	**216,087.70**

* Non-Executive Directors' fees are subject to shareholders' approval at the Nineteenth Annual General Meeting ("**19th AGM**") of the Company.

7.2 The key senior management's remuneration component including salary, bonus, benefits in-kind and other emoluments in bands of RM50,000/- on a named basis, are disclosed as follows:-

Remuneration bands	Name of key senior management
RM150,001-RM200,000	• Mr. Low Ban Sin, Director of Operations and Strategy, Onetexx Sdn. Bhd. • Mr. Low Khai Loon, Director of Sales and Marketing, Onetexx Sdn. Bhd.
RM200,001-RM250,000	• Mr. Teong Lian Aik - Chief Executive Officer, Onetexx Sdn. Bhd. • Mr. Law Siau Lim - Chief Operating Officer, Onetexx Sdn. Bhd.

7.3 The aggregate remuneration (including salaries, bonus, allowances, benefits-in-kind or other emoluments) paid to the senior management members for the financial period ended 30 September 2021 was RM808,081.50. The Board considers the remuneration information of senior management to be confidential and proprietary, and to respect their privacy, will not disclose said information in detail.

PRINCIPLE B : EFFECTIVE AUDIT AND RISK MANAGEMENT

8.0 Effective and Independent AC

8.1 During the financial period from 1 July 2020 to 24 February 2021, the AC was chaired by Dato' Rosli Bin Sharif, an Independent Non-Executive Director, while the Chairman of the Board was Dato' Ridza Abdoh Bin Haji Salleh, also an Independent Non-Executive Director.

Presently, since 12 April 2021, the AC was chaired by Dr. Liew Lai Lai, while the Chairman of the Board was Datuk Che Azizuddin bin Che Ismail, a Non-Independent Non-Executive Director. Datuk Che Azizuddin Bin Che Ismail was re-designated from Managing Director to Non-Independent Non-Executive Chairman upon the resignation of Dato' Ridza Abdoh Bin Haji Salleh as Chairman of the Board on 24 February 2021.

This separation of leadership and responsibility ensured that the objectivity of the Board's review of the AC's findings and recommendations are not impaired. This separation is set out clearly in the Terms of Reference of the AC.

During the financial period under review, the Chairman/Chairperson of the AC was responsible to ensure the overall effectiveness and independence of the AC. Together with other members of the AC, they had ensured amongst others that –

a. the AC is fully informed about significant matters related to the Company's audit and its financial statements and these matters are addressed;

b. the AC appropriately communicates its insights, views and concerns about relevant transactions and events to Internal and External Auditors; and

c. the AC's concerns on matters that may have an effect on the financial or audit of the Company are communicated to the External Auditors.

d. there is co-ordination between Internal and External Auditors.

8.2 The AC has formalised the policy that requires a cooling-off period of at least two (2) years to be observed by the former key audit partner of the Company's External Auditors in the Terms of Reference of the AC before being appointed as a member of the AC. This is to safeguard the independence of the audit and preparation of the Company's financial statements.

None of the members of the Board were former key audit partners of the Company. As a matter of practice, the AC has recommended to the NRC not to consider any key audit partner as a potential candidate for Board/AC member to affirm the AC's stand on such policy.

8.3 In recommending the appointment or re-appointment of the External Auditors to the Board, the AC assesses the suitability, objectivity and independence of External Auditors that consider amongst others:-

a. the competence, audit quality, experience and resource capacity of the external auditor and its staff assigned to the audit;
b. the adequacy of the scope of the audit plan;
c. the external auditor's ability to meet deadlines in providing services and responding to issues in a timely manner as contemplated in the external audit plan;
d. the nature and extent of the non-audit services rendered and the appropriateness of the level of fees; and
e. obtaining assurance from the external auditors confirming that they are, and have been, independent throughout the conduct of the audit engagement in accordance with the terms of all relevant professional and regulatory requirements.

The assessment to consider the suitability, objectivity and independence of the audit firm is conducted annually. The AC was of the view that Messrs. PKF, the External Auditors, had conducted itself objectively and independently in carrying out the audit of the Company during the financial period ended 30 September 2021, and the AC was satisfied with the performance of the external auditors.

In PKF's reports on its audit plan and audit findings, PKF provided its assurance to the AC that they were, and had been, independent through the conduct of the audit engagement in accordance with By-Laws of the Malaysian Institute of Accountants.

8.4 The AC comprises solely of Independent Directors in line with Practice 8.4 of the MCCG.

8.5 All members of the AC are financially literate and are able to understand the Company's business and matters under the purview of the AC including the financial reporting process. They have continuously applied a critical and probing view on the Company's financial reporting process, transactions and other financial information, and effectively challenged Management's assertions on the Company's financials. Any inconsistencies or irregularities in the financial and operational reports would be questioned to ascertain that the Quarterly Report and the annual Audited Financial Statements taken as a whole provide a true and fair view of the Company's financial position and performance.

All members of the AC have also undertaken and will continue to undertake continuous professional development to keep themselves abreast of relevant developments in accounting and auditing standards, practices and rules, as and when required.

9.0 Risk Management and Internal Control

9.1 The Board has established an effective risk management and internal control framework to identify and assess risks and monitor of internal controls to mitigate and control business risks.

9.2 The Board is aware and recognises various types of risks inherent in the businesses of the Group and the possible financial impact. As part of its ongoing process to identify, evaluate, and to manage risks, the Board with the assistance of the AC will monitor the effectiveness of internal control, including identifying risk areas, where the details of these risk events will be identified and discussed at length in the meetings. The findings and recommendations, if any, will be tabled at the board meetings on a periodic basis, in which the key risks and corresponding risk mitigating actions are identified and their progress are set for discussions and deliberations. With the approval of the Board, appropriate measures will be taken to strengthen the controls in order to improve the risk management of the Group. An appropriate framework is being maintained on an on-going basis to enhance and develop the Group's risk management further.

The Company also engages Internal Auditors to provide independent assessments on the adequacy, efficiency and effectiveness of the Company's internal control system. The Internal Auditors reports directly to the AC and internal audit plans are tabled to the AC for review and approval by the Board to ensure adequate coverage.

Further details on the features of the risk management and internal control framework, and the adequacy and effectiveness of this framework, are disclosed in the Statement on Risk Management and Internal Control in this Annual Report.

9.3 The Board did not establish a Risk Management Committee, which comprises a majority of independent directors as the AC has been to oversee the company's risk management framework and policies.

10.0 Effective Governance, Risk Management and Internal Control Framework

10.1 The internal audit function of the Company is carried out by an outsourced professional service firm that assists the AC and the Board in managing the risks and establishment of the internal control system and processes of the Company by providing an independent assessment on the adequacy, efficiency and effectiveness of the Company's risk management and internal control system and processes. The Internal Auditors report directly to both the AC and the Board.

The Internal Auditors has and will continue to keep abreast with developments in the profession, relevant industry and regulations.

The internal audit function is independent of the operations of the Company and provides reasonable assurance that the Company's system of internal control is satisfactory and operating effectively.

Further details of the internal audit function are set out in the Statement on Risk Management and Internal Control and the AC Report of this Annual Report.

10.2 The internal audit function is outsourced to TGS Advisory Sdn. Bhd., which reports functionally to the AC with unrestricted access to the AC. The head of the internal audit function attends the AC's meetings to report to on their findings of the effectiveness of the governance, risk management and internal control processes within the Group.

The outsourced internal audit function is headed by Mr. Teoh Chey Yeat, a Fellow Member of Association of Chartered Certified Accountants and Member of Malaysian Institute of Accountants, and he is assisted by three (3) personnel deployed for the internal audit reviews.

All the internal audit staff on the engagement are free from any relationships or conflicts of interest, which could impair their objectivity and independence.

The internal audit reviews were conducted using a risk-based approach and was guided by the International Professional Practice Framework (IPPF).

PRINCIPLE C : INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL RELATIONSHIP WITH STAKEHOLDERS

11.0 Continuous Communication between the Company and Stakeholders

11.1 The Board believes that a constructive and effective investor relationship is essential in enhancing shareholder value. The Board, in its best efforts, always keeps the shareholders and various stakeholders informed of the Group's business and corporate development and ensure that the communication with them is transparent and timely. Shareholders may also communicate with the Company on investor relation matters by posting their enquiries to the Company through the Company's web enquiry form on its website. The Company will endeavour to reply to these enquiries in the shortest possible time.

11.2 The Company is not categorised as "Large companies" under the MCCG and hence, has not adopted integrated reporting based on a globally recognised framework.

12.0 Encourage Shareholders Participation at General Meetings

12.1 The Company had provided all shareholders twenty-one (21) days' notice before the date of the 18th AGM last year and will give all shareholders at least twenty-eight (28) days' notice before the date of the 19th AGM and 20th AGM this year.

The Notice of General Meeting provides detailed explanation for the resolutions proposed along with any background information and reports or recommendation that are relevant, where required and necessary, to enable shareholders to make informed decisions in exercising their voting rights.

12.2 All the Directors of the Company attended the EGM and 18th AGM of the Company held on 27 November 2020 and 30 December 2020, respectively. During the 18th AGM, the financial results and the Company's business strategy for the new financial year were presented, after which the Chairman invited questions from the shareholders present. The Board responded to the questions raised during the 18th AGM.

All the Directors of the Company have and will always endeavour to attend all General Meetings and the Chairman of the AC and NRC will provide meaningful response to questions addressed to them.

12.3 In accordance with the Companies Act 2016 and the Company's Constitution, the Company may convene a meeting of members at more than one venue using any technology or method that enables the members of the Company to participate and to exercise the members' rights to speak and vote at the meeting. The main venue of the meeting shall be in Malaysia and the Chairman shall be present at the main venue.

In view of the current COVID-19 pandemic, the Company had taken the necessary precautions and preventive measures in complying with the directives issued by the Ministry of Health Malaysia, the National Security Council, Ministry of International Trade and Industry and other relevant authorities. These include the option of remote shareholder and proxy participation at the AGM.

At the Company's fully virtual EGM and 18th AGM held on 27 November 2020 and 30 December 2020 respectively, the Company had leveraged on technology to facilitate remote shareholders' participation and electronic voting for the conduct of poll on the resolution for the first time.

The entire EGM and 18th AGM proceedings and poll voting were conducted entirely through Securities Services e-Portal. The Administrative Guide with detailed registration and voting procedures were shared with the shareholders and the same were also published on the Company's website.

The Company had conducted its voting on all resolutions at the fully virtual EGM and 18th AGM in year 2020 by online live polling to provide for remote voting and immediate poll results. The Company had engaged SS E Solutions Sdn. Bhd. to act as the Poll Administrator to provide the electronic polling services, while Commercial Quest Sdn. Bhd. was the appointed independent scrutineer to verify the poll results.

The Corporate Governance Overview Statement and the Corporate Governance Report are made in accordance with a resolution of the Board of Directors passed on 24 January 2022.

SUSTAINABILITY STATEMENT

ABOUT THIS STATEMENT

GETS Global Berhad ("**GETS**" or "**Group**") proudly presents our annual sustainability statement for the reporting period of 1 July 2020 to 30 September 2021 ("**FY2021**"). This statement provides our stakeholders with insights on how we champion Environmental, Social and Governance (ESG) risks and opportunities within our organisation.

The challenges and uncertainties imposed by the global pandemic paved the way for GETS to rethink the Group's organisational direction to ensure resilient business growth. In 2020, we made a business decision to diversify into glove manufacturing to capitalise on the favourable long-term prospects of the glove industry.

We are pleased to inform our stakeholders that as we pursue the growth of our new business segment, we remain steadfast in addressing the ESG impacts arising from our new business venture.

On a global scale, the pandemic has brought about a sense of urgency surrounding various ESG-related issues such as human rights, diversity, and supply chain management as organisations begin to understand the correlation between sustainability and business continuity. By embracing and embedding robust ESG practices in our day-to-day operations, it is our aspiration to create sustainable value for our stakeholders. Our endeavours have resulted in the development of a sustainability framework, strengthening of our sustainability governance structure and a comprehensive review of our material sustainability matters. To this end, we have engaged Elevate Limited (www.elevatelimited.com) ("**Elevate**") to advise and guide us. Elevate is a global market leader with practical experience with ESG and supply chain services including in respect of foreign migrant worker matters. We have also engaged AGV Sustainability & ESG Services Sdn. Bhd. ("**AGV**") to assist us in preparing this report to ensure that it is clear, concise and compliant in form and substance.

In this report, we disclose the Group's approach in integrating sustainability into our business and providing insights into our journey of value creation over the long term.

Reporting Boundary & Scope

This statement covers the Group's 15-month operations from 1st July 2020 to 30th September 2021 and records our performance in corporate governance as well as the environmental and social performance over the four-month operations of our new glove manufacturing factory owned and operated by our 100% subsidiary, Onetexx Sdn. Bhd., based at Kamunting in Taiping, Perak.

The scope of the report excludes our transportation services sector because that sector's operations were suspended due to the pandemic.

Reporting Framework

Our statement is aligned with Global Reporting Initiatives (GRI) Standards (Core Option). To adhere to local reporting requirements, we have prepared our statements according to the Main Market Listing Requirements (MMLR), with reference to the Sustainability Reporting Guidelines (2nd Edition) published by Bursa Malaysia Securities Berhad. In addition, we have adapted Goals 8, 11, 12 and 13 of the 17 Sustainable Development Goals (SDGs) set by the United Nations (UN).

Feedback

We appreciate constructive feedback from our stakeholders as we aspire to generate a consistent and credible report that depicts real progress in our sustainability journey. Please direct your views and opinions to:

Dominic Aw Kian-Wee | Executive Director
dominicaw@onetexx.com

Accessibility

This report forms part of our Annual Report which can be downloaded from the "Investor Relations" section of our corporate website at http://www.getsglobal.com.my.

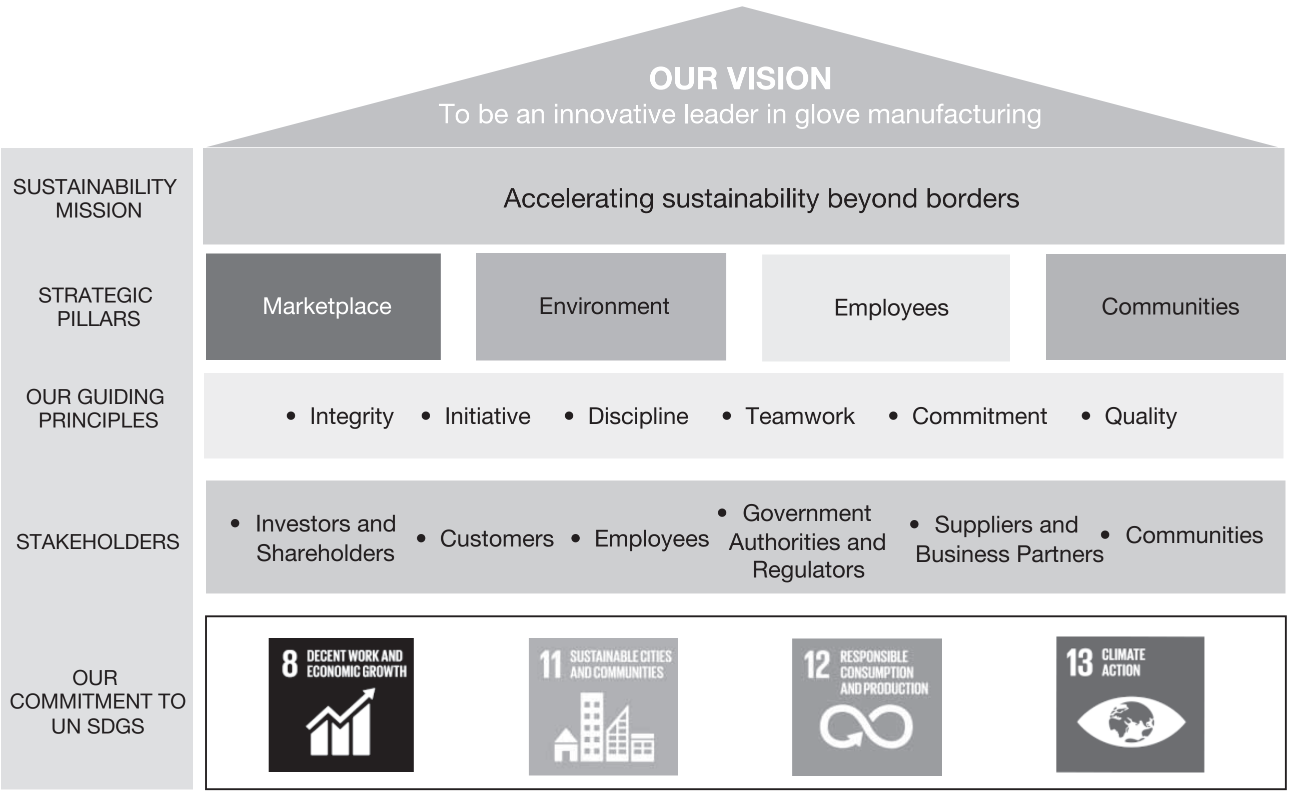
Anticipatory Declarations

Apart from our historical ESG performance, this report also contains forward-thinking declarations in anticipation of initiatives that relate to our glove manufacturing business venture. These declarations, identifiable by such phrases as "to look forward" and "moving forward" indicate our firm commitment to continuously improve on our contributions to the achievement of the sustainability goals insofar as they are within our internal capabilities.

OUR SUSTAINABILITY FRAMEWORK

Sustainability forms part of our core commitment to our stakeholders to efficiently manage our ESG related risks and opportunities while remaining conscious of the needs of our clients, our community and the environment.

This year, we established the Group's Sustainability Framework as a tool to guide our strategic planning, direction and management of ESG practices, and as a guide to drive sustainability across operations. The framework also defines our sustainability vision and mission and maps our guiding principles to the requirements of our stakeholders under four strategic pillars whilst ensuring alignment with the United Nations Sustainable Development Goals ("**UN SDGs**").



* Refer to page 6 for relevant details on UN SDGs and to page 8 for details on Stakeholders Engagement

Alignment with the UN SDGs

As a member state of the United Nations and with the launch of the Twelfth Malaysia Plan, 2021–2025 ("**Twelfth Plan**") in September 2021, Malaysia is on a path to becoming a prosperous, inclusive and sustainable nation. Focusing on the key themes of resetting the economy, strengthening security, wellbeing and inclusivity, as well as advancing sustainability, the Twelfth Plan is consistent with the objectives of Wawasan Kemakmuran Bersama 2030 and the UN SDGs.

As a responsible corporate citizen, we strive to support the global and national efforts towards sustainable development by aligning our operations with the UN SDGs, adapting four goals that are most relevant to our operations, namely SDG 8, 11, 12 and 13.

UN SDG Goal	Theme	GETS' Initiatives
8 DECENT WORK AND ECONOMIC GROWTH	Providing productive employment and decent work for all	• We practice good governance through the formulation of well-crafted policies on Whistleblowing, Anti-Bribery and Anti-Corruption (ABAC), Boardroom Diversity and Gender Diversity and a Code of Conduct that govern the day-to-day acts of management and staff across the organisation. • We adhere to proper SOPs to manage the effects of the Covid-19 pandemic. • We provide attractive remuneration packages for our full-time employees. • Within the short period of operations in FY2021, our employees have received an average of 6 training hours. • We conduct periodic appraisals to review our employees' performance.
11 SUSTAINABLE CITIES AND COMMUNITIES	Making cities and human settlements inclusive, safe and sustainable	• We established proper waste, water and energy management processes. • In our recruitment and hiring process, we give priority to members of the local community within which our manufacturing facility is located.
12 RESPONSIBLE CONSUMPTION AND PRODUCTION	Ensuring sustainable consumption and production practices	• We instituted efficient water consumption and energy management practices. • We implemented rainwater harvesting as a major water conservation initiative. • We have installed timers, motion sensors and LED lighting system in our manufacturing plant as part of our energy consumption and energy efficiency initiatives. • We monitor our effluent quality on a weekly basis according to parameters outlined by the Department of Environment (DOE). • We adhere to proper management and disposal of scheduled wastes in compliance with the Environmental Quality Regulations 2005.
13 CLIMATE ACTION	Taking urgent actions to combat climate change and impacts	• Relevant organisational policies will be drafted to manifest our commitment to address climate change issues. • We encourage carbon footprint reduction among our stakeholders.

SUSTAINABILITY GOVERNANCE STRUCTURE

A robust sustainability governance structure ensures that we remain transparent and accountable as we strive to sustain economic growth whilst address our ESG risks effectively.

Our Group's sustainability governance structure serves as the overarching supporting pillar to implement sustainability strategies and initiatives. We have adopted a three-tier structure where the Board of Directors ("**BOD**") holds the ultimate responsibility of oversight and observance of best practices. Setting the tone from the top, the BOD reviews our sustainability framework, strategy and implementation across the Group.

Reporting to the BOD is the Sustainability Committee which was established primarily to implement, monitor and record sustainability-related initiatives and report on the Group's progress. The Group also plans to expand the structure to include a working group that will focus on the execution of initiatives on an on-going basis.

Board of Directors

- Oversees the Group's sustainability strategy and progress
- Approves and reviews sustainability-related policies and strategies
- Approves Sustainability Statements

Sustainability Committee

- Recommends sustainability policy and initiatives for the group
- Implements and monitors sustainability strategy and initiatives
- Produces report to Audit Committee which will be reviewed by BOD

OUR STAKEHOLDER ENGAGEMENT

Stakeholders are paramount to the growth and development of businesses. We define stakeholders as individuals or groups that have a vested interest in our ESG performance and business conduct. We understand that frequent and consistent engagement with our stakeholders is key to addressing their expectations, evaluating priorities and determining key ESG issues which, in turn, secures their trust.

In FY2021, we held a series of dialogues and consultations with stakeholder groups at different intervals which revealed their areas of concern and we commit to ensuring that our sustainability agenda conforms to their respective expectations.

STAKEHOLDERS GROUP	AREAS OF CONCERN	ENGAGEMENT CHANNEL	FREQUENCY OF ENGAGEMENT
Employees	• Performance management • Career development • Health and safety • Human rights and fair labour practices • Employee welfare and benefits	• Management discussions on targeted issues • Staff appraisal • Townhall meetings • Training and Seminars	• Monthly • Annually • Quarterly • As required
Government Authorities and Regulators	• Regulatory compliance • Covid-19 compliance • Health and safety compliance • Labour rights	• Inspection by local authority	• As required
Investors and Shareholders	• Environment, Social and Governance • Financial performance • Regulatory compliance	• Annual General Meeting • Corporate Website	• Annual • Online
Customers	• Relationship management • Customer satisfaction and complaints resolution • Social compliance • Regulatory compliance • Supply chain reliability • Anti-bribery and anti-corruption • Pricing	• Meetings • Satisfaction surveys	• As required • As required
Suppliers and Business Partners	• Business continuity • Transparent procurement practice • Business ethics and adherence to Code of Conduct and Anti-Bribery and Anti-Corruption Policy • Quality requirements	• Meetings • Evaluation and performance reviews • Supplier Audits	• Monthly or as required • Annual • As required
Communities	• Corporate social responsibility • Community engagement • Job creation	• Community engagement sessions • Job Interviews	• Quarterly • As required

OUR MATERIAL SUSTAINABILITY MATTERS

Materiality Assessment

A comprehensive materiality assessment provides strategic insights into ESG elements that are integral to our business operations as well as our stakeholders. With the impact of the ongoing pandemic and the formation of our Sustainability Framework this year, we conducted a detailed assessment of our material sustainability matters

The materiality assessment process that we have implemented enabled us to identify and prioritise ESG matters based on relevance. Using the materiality matrix that we developed, we allocated resources towards sustainability initiatives that have the highest impact to our business goals and those that meet our stakeholders' expectations.

Materiality Matrix

The group has identified a total of 13 material matters for FY2021 which are relevant to our business operations and to our stakeholders. The top right portion of the materiality matrix indicates the materiality matters that are of high priority to both entities; whereas occupational health and safety, legal and regulatory compliance, corporate governance and transparency and quality assurance are of critical importance in the current reporting period.

GETS Materiality Matrix for FY2021

	MATERIAL MATTERS	DESCRIPTIONS
		GOVERNANCE
2	**Legal & regulatory Compliance**	Ensure compliance with relevant laws, rules and regulations for smooth business operations
3	**Corporate Governance & Transparency**	Emphasise right business ethics, policies and practices
		ENVIRONMENTAL
5	**Air emissions**	Reduce emissions of greenhouse gases
6	**Water Management**	Ensure efficient water usage and reduce water consumption
10	**Energy Efficiency**	Adopt best practices for optimal energy usage
11	**Waste Management**	Manage, prevent and minimise the impacts of effluents and wastes generated
12	**Climate Change**	Address climate change, risks and take advantage of opportunities
		SOCIAL
1	**Occupational Health and Safety**	Prioritise safety and health concerns of employees by providing a safe working space and implementing Covid-19 SOPs
4	**Quality Assurance**	Strive for product quality via a proper quality control system
7	**Talent Management**	Attract and retain the right talent to strengthen the workforce
8	**Supply Chain Management**	Establish strong supply chain management
9	**Diversity and Inclusivity**	Form a well-functioning team with diverse perspectives
13	**Indirect Economic Impacts**	Provide local community with economic opportunities
14	**Community Enrichment**	Financial and non-financial contribution given to the local community

Mapping Our Material Sustainability Matters

The table below presents the interlinkages of our material sustainability matters with respect to our sustainability pillars, stakeholders and SDG goals.

Pillars/ Factors	Environmental	Employees	Communities	Marketplace
Our Material Matters	• Emissions • Water Management • Energy Efficiency • Waste Management • Climate Change	• Occupational Health and Safety • Talent Management • Diversity and Inclusivity	• Indirect Economic Impacts • Community Enrichment	• Legal and Regulatory Compliance • Corporate Governance and Transparency • Quality Assurance • Supply Chain Management
United Nations SDGs				
Relevant Stakeholder Groups	• Regulators • Investors and Shareholders • Suppliers and Business Partners • Customers	• Employees • Government Authorities and Regulators • Investors and Shareholders • Communities	• Employees • Government Authorities and Regulators • Investors and Shareholders • Communities	• Employees • Investors and Shareholders • Government Authorities and Regulators • Suppliers and Business Partners

ROBUST CORPORATE GOVERNANCE

We are driven by our quest for necessary mechanisms to ensure that our business practices are centred around transparency and accountability. Consequently, we recognise that instituting a robust corporate governance that emphasises legal and regulatory compliance as well as internal policies is crucial for a sustainable organisation.

Legal and Regulatory Compliance

Compliance with governing laws and regulations is pertinent for business continuity. To ensure that we continue to abide by all relevant legal and statutory requirements, we have in-house expertise, conduct training on legal requirements and seek legal advice from professionals (as required).

Since glove manufacturing is our key business segment, compliance with the following laws and regulations is critical:

- Companies Act, 2016
- Local Government Act, 1976
- Employment Act, 1955
- Children and Young Persons (Employment) Act, 1966
- Industrial Relations Act, 1997
- National Wages Consultative Council Act, 2011
- Minimum Wages Order, 2018 and its Amendments
- Personal Data Protection Act, 2010
- Coronovirus Disease 2019 ("**COVID-19**") Act, 2020
- Environmental Quality Act, 1974 and its Amendments
- Occupational Safety and Health, 1994
- Factories and Machineries Act, 1965
- Medical Device Act, 2012

The list above is not exhaustive and to keep abreast with the developments in the regulatory landscape, the Board receives legal and secretarial updates. Initiatives that we take to ensure compliance with applicable laws and regulations are communicated internally through management meetings, announcements, memoranda and circulars, townhall meetings and targeted briefings, and externally through Annual General Meetings, our corporate website and annual reports. In the year under review, we are pleased to disclose that we have not recorded any incidents of non-compliance.

Corporate Governance and Transparency

The Board of Directors ("**Board**") is guided by an internal Board Charter ("**Charter**") which has been established according to the principles and best practices of the Malaysian Code on Corporate Governance, 2021 ("**MCCG**").

The Charter serves to inform Directors of their roles and responsibilities during their term and outlines the standards of professional behaviour expected of them. It is reviewed regularly by the Board to ensure relevance and suitability with the latest regulatory requirements.

The values, principles and expectations of professional conduct are further upheld through the Group's Code of Conduct ("**Code**"). The Code contains clear guidelines on how employees and associates are expected to behave, as well as the disciplinary actions in the event of non-compliance. The Code is complimented by policies such as the Whistleblowing Policy and Anti-Bribery and Corruption Policy ("**ABC Policy**"), the Boardroom Diversity Policy and Gender Diversity Policy. These policies and procedures are communicated to employees via email, briefings, training sessions and posters.

Policy	Function
Code of Conduct	Governs the basic standards and principles the company has adopted to promote honest and ethical business conduct
Whistleblowing Policy	Provides guidelines for a safe channel to raise concerns on unethical practices without fear of reprisal
ABC Policy	Establishes corruption risk management framework to ensure prevention of corruption
Boardroom Diversity Policy	Eliminates workplace discrimination
Gender Diversity Policy	Emphasises fairness, equity and respects all aspects of diversity.

At GETS, we believe that group dynamics and diversity serve as the key attribute for better decision making that leads to business longevity. The Board recognises diversity as contributory to a sustainable growth and this is the basis in the formulation of our **Boardroom Diversity Policy**.

The Group also has put in place a **Gender Diversity Policy** that fosters an inclusive culture and diverse talent composition. Further, a mechanism has been instituted to ensure that employees are aware of their rights and responsibilities with regard to fairness, equity and respect for all aspects of diversity.

ENVIRONMENTAL STEWARDSHIP

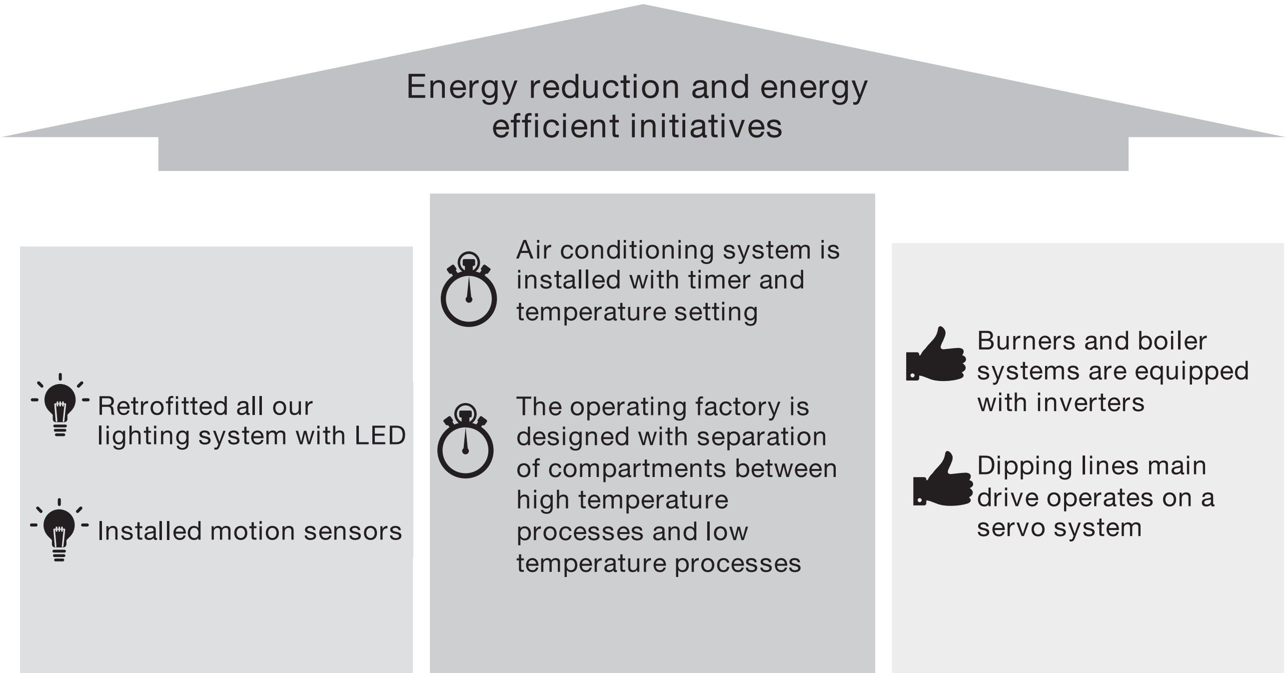
As we grow our glove manufacturing business, we are mindful of our environmental footprint that contributes to climate change, impacts the natural ecosystem and results in resource depletion. Hence, we have adopted environmental stewardship as a key component of our sustainability strategy.

Climate Change

Climate change has been identified as one of the most critical sustainability issues facing the world to date. At GETS, we are committed to monitoring and reducing the greenhouse gas (GHG) emissions from our operations.

Energy Efficiency & Air Emissions

Energy efficiency aims to integrate technology to minimise the consumption of electricity procured from the national grid which is largely produced from fossil-fuel powered power plants. As glove manufacturing is energy intensive, the Group has implemented initiatives at the Onetexx manufacturing facility to minimise electricity consumption. The data recorded over the four months of operation indicate a total electricity consumption of 3,933,890 kWh or 69.596 kWh per square meter of electricity intensity. We will continue to track the data for the next 6 months and establish the first 12 months of operation as the baseline consumption data for our factory in full, stable operation. This will enable us to understand the facility's consumption pattern and identify eco-efficiency measures to achieve optimal consumption and desired energy reduction targets.



Sustainability Statement
(Cont'd)

Fuel Consumption

At our manufacturing plant, we utilise natural gas and diesel as fuel. Natural gas is used in our manufacturing process to power our boilers and burners as well as in our plant heating systems while diesel consumption is used to power one forklift. Our diesel forklift is being phased out and all other forklifts in operation are electric vehicles ("**EV**"). As both natural gas and diesel are fossil fuels and derived from non-renewable sources, we will monitor their consumption quantities to ensure our contribution to greenhouse gases is reduced in alignment with the targets of SDG 13.

Greenhouse Gas Emissions

The greenhouse gas emissions from our electricity and fuel consumption is provided below:

Electricity emissions	2,301 t.CO_2e
Natural gas emissions	7,413,761 kg.CO_2e
Diesel emissions	7.5×10^{-3} kg.CO_2e

Water Management

Water scarcity is an increasingly common issue at local and global levels. As glove manufacturing is one of the larger water consumers, it is vital that we continue to utilise this resource sustainably to safeguard future availability.

In line with our efforts to contribute to the achievement of SDG 12, we manage our daily water consumption through efficient water usage. As Onetexx has been operational since May 2021, we have put in place plans to monitor the consumption pattern and develop suitable targets for reduction in the coming years.

One of our water conservation initiatives for FY2021 was the implementation of rainwater harvesting at our manufacturing facility to supplement our piped-water supply. The collected rainwater is stored in collection ponds for use in our operations. Other measures include installing automatic taps at our restrooms to control wastage. Our consumption as at end FY2021 was 150,014 m^3.

Waste Management

The manufacturing sector generates solid and effluent waste that has the potential to negatively impact the environment if not handled appropriately. Indiscriminate and illegal disposal of waste have resulted in the pollution of soil and groundwater as well as surface water systems.

At GETS, we aim to manage our solid wastes responsibly and reduce our waste output in line with our commitment to environmental stewardship. In support of circular economy, recycled plastics are used in our pallets and containers. The waste generated from our operations can be categorised into scheduled and non-scheduled (municipal) wastes.

Scheduled Wastes

The management of scheduled waste is regulated under the Environmental Quality (Scheduled Wastes) Regulations 2005. Types of scheduled waste generated at our manufacturing facility are listed below.

Code	Waste
SW 321	Rubber or latex wastes or sludge containing organic solvents or heavy metals
SW 409	Disposed containers, bags or equipment contaminated with chemicals, pesticides, mineral oil or scheduled wastes
SW 410	Rags, plastics, papers or filters contaminated with scheduled wastes

For the four-month operating period, we did not record any generation of scheduled waste. As the plant continues to operate, data on the quantity of waste generated will be collated and disclosed in the reporting cycle (FY2022). A dedicated store has been constructed in accordance with regulatory requirements and once scheduled waste is generated, the disposal will be undertaken periodically via a Contractor licensed by the Department of Environment.

Non-Scheduled Wastes

Type of non-scheduled solid waste expected to be generated include damaged ceramic hand formers (moulds for the gloves). However, as the manufacturing plant only commenced operations in May 2021, no such waste has been generated for this reporting period.

Effluents

GETS is committed to manage, prevent and mitigate the impacts of our effluents and its liquid waste generated as it could potentially harm our ecosystem. Hence, the industrial effluent generated from our manufacturing operations is treated on-site at our Industrial Effluent Treatment Plant (IETP). The design and operation of the plant has been approved by the Perak State Department of Environment. Although the operation of the IETS has been outsourced to a third-party, we monitor the quality of the effluent discharged on a weekly basis to ensure compliance to the requirements of the Environmental Quality (Industrial Effluent) Regulations, 2019. The total discharged effluent recorded in the four month operating period is 147,883 m^3.

BUILDING SOCIAL RELATIONSHIPS

OUR PRODUCT

The production of high-quality medical devices for effective prevention of the spread of infection has never been more critical in the light of the global pandemic. As we strive to be a leader in the global glove manufacturing industry, we ensure maintaining the highest standards of product quality while adhering to sustainable supply chain practices.

Quality Assurance

To demonstrate excellence in our quality controlling system, our operations are certified under the ISO 9001:2015 (Quality Management System) and the ISO 13485:2016 (Medical Devices Quality Management System) specifically applicable for the manufacture of medical devices.

To gain the trust of our customers, we maintain a documented procedure for approval of all raw materials according to specifications. All purchased materials are inspected before they can be utilised for production purposes. The same rigorous checking procedure applies to the evaluation, selection and approval of both existing and new suppliers. In particularly, a new raw material supplier is only approved after we obtain acceptable results from the trial production run.

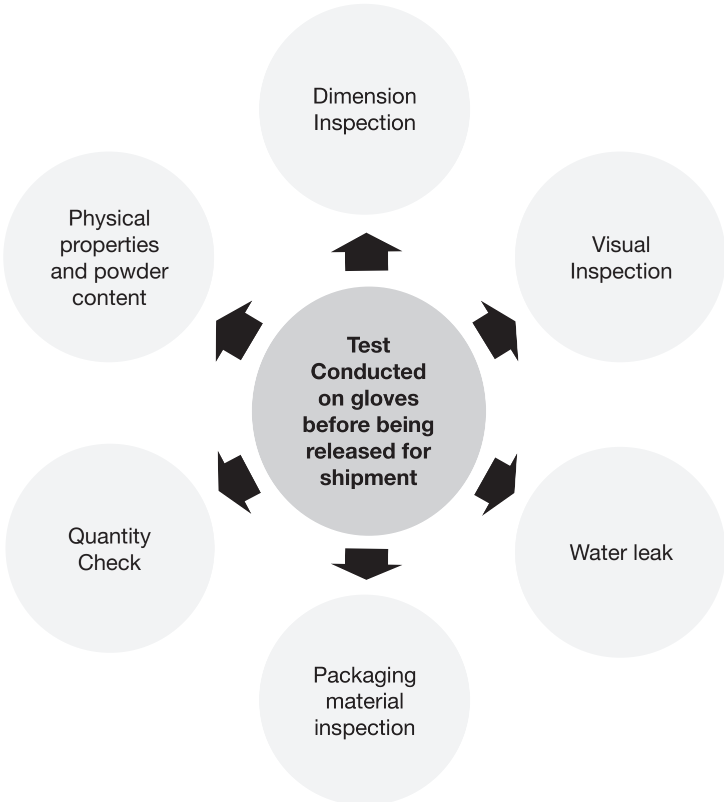
As we are equally concerned about the final product quality, all glove products are subjected to Final Goods Inspection consisting of the sampling plan that includes permitted quality level and water filling test methods to identify leaks. Prior to releasing the finished products, they are sampled according to the Sampling Procedures Acceptance Quality Limit (AQL). This stage of the quality control process ensures that our nitrile gloves meet all the product specifications as required by our customers.

Type of Testing/ Procedure/ Action	Purpose
Evaluation, Selection and Monitoring of Approved Supplier	To describe the process involved in managing and maintaining suppliers
Incoming Inspection Testing	To ensure incoming materials are identified, inspected and tested to conform to customer's specification and regulation requirements before releasing to production line
Former Receiving and Incoming Method	To establish mark method for incoming inspections and formers
Inspection of Incoming Packaging Materials and Labelling	To assure quality of received materials are as per specification on incoming packaging materials and labelling
Pre-shipment Inspection (PSQA)	To ensure finished product are identified, inspected and tested to conform to the specification of customer and regulation as planned out
Residual Powder Content of Gloves	To test total residual powder found in gloves for powder free gloves
Determination of Tensile Stress-Strain Properties	To test and verify physical properties of NBR gloves
Procedure for Customer Focus	To detail customer product technical input from receiving the order to assisting the factory floor
Control of Non-Conformance	To ensure product which does not conform is identified and controlled
Corrective and Preventive Action	To define process of initiation, implementation review the effectiveness of corrective action, preventive action, risk and opportunities determined during planning

Sustainability Statement
(Cont'd)

Our Pre-shipment Quality Assurance (PSQA) specifically assures inspection of finished products and provides evidence for conformity to our quality assurance standards. The Quality Assurance Manager or Quality Management representative recommends the tests and analysis required. The Quality Assurance Executive then analyses trends based on Lot acceptance rate as per customer requirements.

Pre-shipment inspection and laboratory test are conducted before the release of Certificate of Conformance (COC). We adhere to a pre-shipment inspection procedure, as described by the chart below, to ensure high quality of the nitrile gloves that we produce.



All finished products are subjected to independent inspection under ASTM D6319 and EN455 before shipping them to our customers. GETS manufactures products based on Original Equipment Manufacturing (OEM) arrangements; hence, we follow the customers' packaging and labelling requirements. We verify and advise customers on compliance requirements and we hold no liability for any occurrence of mislabelling. The details and specification of each brand and labelling are indicated on the final packaging.

As a Group, we strongly believe that our customers are our business pillar and that customer satisfaction arises from excellent product quality. Pursuant to these principles, we have designed a Customer Satisfaction Survey (CSS) form and an internal quality assurance plan to track our product quality.

Supply Chain Management

An efficient supply chain management is an integral part of our business. As we engage with suppliers for that cover the needs of our factory operations, we are conscious of the fact that our value chain is dependent on a strong, stable and ethical supply chain management.

In line with our commitment to contribute to the local economy, we stress the importance of providing economic opportunities to local businesses in the sourcing of good and services. For FY2021, more than 80% of our procurement budget was disbursed to local suppliers.

Primary types of suppliers

Project
1. Factory Construction
2. Plant and Machinery
3. Other Equipment

Factory Operations
1. Raw Materials
2. Chemicals
3. Packaging
4. Consumables (including maintenance, repair and operations)
5. Services
6. Admin and General

Type of supplier	Number of suppliers	Percentage of suppliers	Percentage of Procurement budget
Local Suppliers	256	95%	89%
Overseas Suppliers	13	5%	11%

OUR PEOPLE

At GETS, we strongly believe that upholding human rights is equally important as maintaining a safe workplace and providing the necessary employment benefits. Our employees are not just the backbone of our business existence, they are the life force that forms part of the core foundation of our organisational success; hence, safeguarding their welfare is non-negotiable.

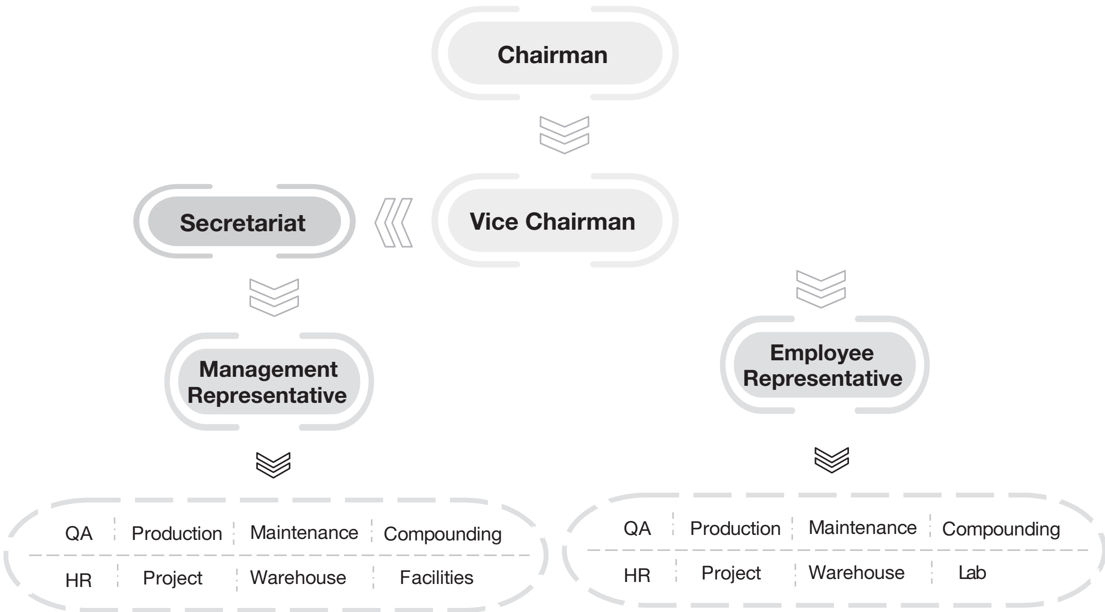
Occupational Health and Safety

The health and safety of our employees especially those involved in the production floors is integral to the Group. To this end, we have formulated the Safety and Health Policy (S & H Policy) to signify the high priority we place on our employees' safety and health concerns. We strive to provide and sustain a safe workspace for all employees, visitors and contractors by reducing or eliminating occupational injuries starting from our innovative factory design which not only improves workflow but also creates efficient ventilation resulting in a significantly cooler and more comfortable workspace for production workers. Preparations are being made for certification under ISO 45001:2018 - Occupational Health and Safety Management Systems.

Since October 2021, the Safety, Health and Environment Department, Factory Manager, Facility Manager and the Contractor's appointed Safety & Health Officer have conducted daily inspections. For ease of management, multiple WhatsApp groups were created to organise the flow of communication and facilitate the implementation of the health and safety measures and to quickly and efficiently identify and address any issues which arise.

To mitigate the effects of work-related hazards and risks associated with our daily business activities, we have implemented the Hazard Identification, Risk Assessment and Risk Control (HIRARC) procedure which aims to identify work related hazards and assess risks of both routine and non-routine activities such as stripping, maintenance, compounding, security, chlorination, wastewater treatment, etc. All identified potential hazards are duly recorded in the HIRARC form with corresponding control to reduce or eliminate the hazards.

As required under the Occupational Safety and Health Act, 1994, we have formed a Safety and Health Committee who is tasked to resolve workplace safety issues and embed a safety culture via the formulation of safety produces and conducting awareness training. The Safety and Health Committee has established a Safety and Health policy which applies to our entire workforce, premise users and supply chain. The policy enforces proper safety precautions and management through continuous monitoring to improve the safety of the workplace environment.



FUNCTIONS OF SAFETY AND HEALTH COMMITTEE

01 Assist in the development of safety and health rules and safe system of work

02 Review the effectiveness of safety and health programmes.

03 Carry out studies on the trends of accident, near-miss accident, dangerous occurrence, occupational poisoning or occupational disease which occurs at the place of work.

04 Review the safety and health policies at the place of work and make recommendations to the employer for any revision of such policies

05 Report to the employer of any unsafe or unhealthy condition or practices at the place of work together with recommendations for corrective actions.

Sustainability Statement (Cont'd)

3,672 working Hours	Reportable incidents 0 or injuries	0 Fatalities

We recognise the importance of safety training and awareness required to encourage and cultivate the culture of safe and healthy workplace. As our glove business only commenced in May 2021, the first set of internal and external safety awareness training programmes involving the use of fire-fighting equipment and forklift were held after the reporting period. Subsequent training sessions will be carried out and reported in our next sustainability statement in FY2022. For the reporting period, no fatalities and reportable incidents or injuries were recorded during the 3,600+ of working hours at the manufacturing facility.

SOPs to Manage Covid-19 Pandemic

Our employees' health and safety remains high on our priority list as we began operations of Onetexx amidst the pandemic. To address the potential health risks at the glove factory, we required all employees to observe strict adherence to our COVID-19 Standard Operating Procedure (SOPs) as described below. These measures do not only ensure minimal disruptions of our business operations but they also sustain our employees' wellbeing.

Our Safety & Health Committee has been tasked to implement the following:

- Raise awareness on COVID-19 threat
- Ensure employees take their daily temperature readings
- Guide and encourage employees to practise COVID-19 SOPs (i.e. social distancing, wearing masks)
- Promote good hygiene practices.

To raise awareness among employees about the contagion, we have also placed bi-lingual posters in public areas. The posters discuss topics such as hand hygiene, proper personal protective equipment ("**PPE**") usage and disinfection practices, among others.

Talent Management

Human capital development at GETS capitalises on talent management and retention as essential factors of resilient growth. As at end of FY2021 our total workforce numbered 319 employees. Amidst stiff industry competition, we hope to attract and retain the right talent to strengthen our workforce and team dynamics.

We intend to build a high-performance culture by encouraging productivity, innovation and creativity. Hence, we recognise the need to subject all employees to regular performance review which we will begin in the next financial year.

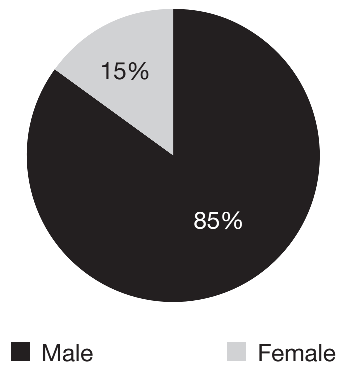
Diversity and Inclusivity

Recognising that diversity and inclusivity are critical attributes of a well-functioning organisation, we formulated the Boardroom Diversity Policy to eliminate workplace discrimination based on ethnicity, age, gender, nationality, religious affiliation, educational background or marital status.

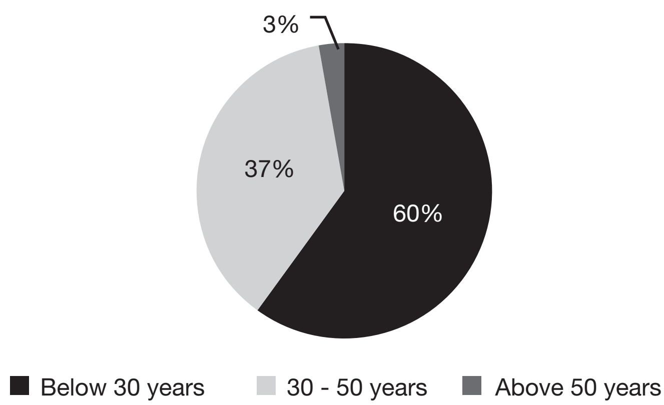
We adhere to the provisions of the Malaysian Code on Corporate Governance (MCCG), 2021 which governs the selection and appointment of members of the Board and senior management. MCCG sets objective criteria based on merit and with due regard for diversity in skills, experience, age, cultural background and gender.

Additionally, we also practice a fair recruitment and hiring process which adapts the same non-discriminatory policy that applies to the Board and Senior Management. Due to the nature of work in the glove factory, majority of our existing workforce are male although we encourage more female applicants to join our team in the future. As at end FY2021, our talent pool consisted of 70% (223) local and 30% (96) foreign.

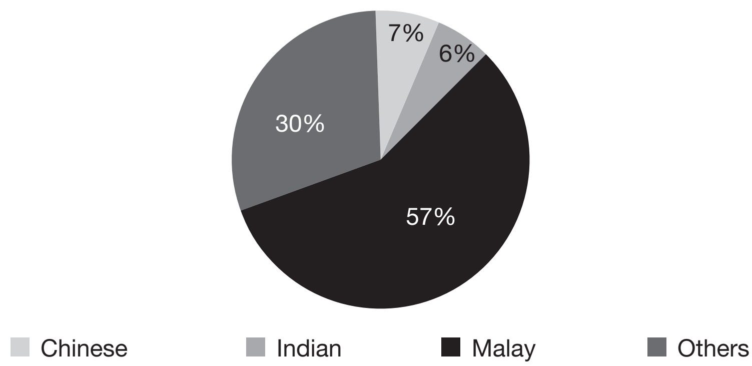
EMPLOYEE BREAKDOWN BY GENDER



EMPLOYEE BREAKDOWN BY AGE



EMPLOYEE ETHNICITY



Capacity Building

It is imperative that we upskill and reskill our employees to improve or enhance their skill set. Within the short period of Onetexx's actual operations in FY2021, we have delivered an average of six hours of relevant training to each of the executive and non-executive staff.

Below is the data on training intervention that we organised in FY2021 to upskill our employees:

Training Programme	Type	Department
Briefing On latest Updates on Workers Minimum Standards of Housing & Amenities	External	Employees from the Human Resources & Administration Department
Orientation Training	Internal	All employees
On Job Training	Internal	All employees

Total Training for FY2021

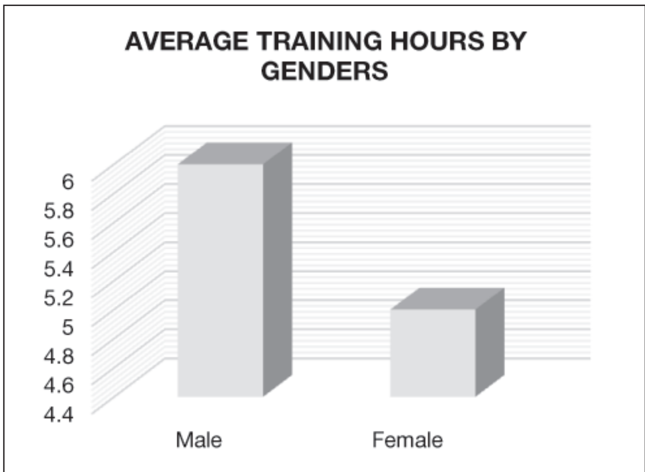
18 hours

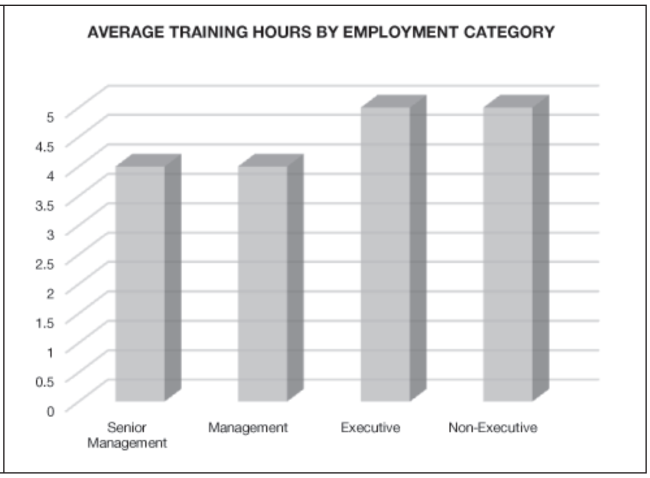
5%

received performance reviews in FY2021

Average Training of

6 hours/ employee





Remuneration & Compensation

In line with our commitment to contribute to achieving the targets of SDG 8, all our permanent employees enjoy an attractive remuneration package in appreciation of the effort and energy that they exerted for the growth of the company.

The provision of a health coverage facility through off-site panel clinics with an on-site clinic currently being established signifies our seriousness in looking after our employees' wellbeing. We are also implementing an Employee Share Option Scheme (ESOS) which grants our employees the right to subscribe to GETS share options.

Benefit of our full-time employees

- Free parking
- 2 days of materiality leave and 2 days of paternity leave
- 2 days of leave for newly-wed
- 14 days of yearly medical leave
- Annual leave for workers range from 8 - 12 days depending on categories and years of service
- Covid-19 Vaccination Leave (1 day to facillitate shot)

OUR COMMUNITY

8 DECENT WORK AND ECONOMIC GROWTH

Indirect Economic Impact and Community Enrichment

Aware of the potential ripple effects that our business operations might have on the local community and economy, we have consistently provided economic opportunities to our local community members by giving priority to hiring from within the area where our manufacturing facility is located. This initiative is in alignment with the goal of achieving the targets set for SDG 8.

In FY2021, the group organised community outreach and enrichment programmes such as delivery of food baskets in collaboration with District Chief Office. Our employees volunteered to assist in the recruitment drive which focused on local communities whose members have lost their job during the pandemic.

Sustainability Statement (Cont'd)

CORPORATE SOCIAL RESPONSIBILITIES (CSR)- COLLOBORATION WITH PENGHULU MUKIM MATANG FOR FOOD BASKET DISTRIBUTIONS

Date: 4th February 2021

OPEN INTERVIEW COLLOBORATION WITH PERKESO TAIPING AT PENGHULU MATANG OFFICE

Date: 2nd January 2021

OPEN INTERVIEW AT SILVERSTONE FACTORY

Date: 22nd and 28th February 2021

OPEN INTERVIEW AT NOBLE SCHOOL ENGINEERING CAMPUS

Date: 3rd March 2021

OPEN INTERVIEW COLLOBORATION WITH PERKESO TAIPING AT PERKESO TAIPING OFFICE

Date: 5th January 2021

OPEN INTERVIEW AT DEWAN ORANG RAMAI SELINGSING

Date: 21st January 2021

OPEN INTERVIEW AT DEWAN DATO KAMARUDIN BATU KURAU

Date: 13th March 2021

OPEN INTERVIEW COLLOBORATION WITH PERKESO AT DEWAN KG BASONG KUALA KANGSAR

Date: 27th March 2021

CONCLUSION

Despite the challenges we have faced in the light of COVID-19, we continue to remain resilient and committed in our endeavours to promote sustainable practices and manage ESG risks and opportunities. In the coming years, we aim to strengthen our ESG performance while sustaining positive economic growth and delivering value to our stakeholders in alignment with our sustainability framework, UN SDG goals 8, 11, 12 and 13 and in accord with the national goals under the 12th Malaysian Plan to accelerate green growth.

GRI CONTENT INDEX

GRI Indicator	Content of Disclosure	Location Within Report
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2-3	Reporting period, frequency and contact point	36
2-7	Employees	53
2-14	Role of the highest governance body in sustainability reporting	39
2-23	Policy commitments	44
2-26	Mechanisms for seeking advice and raising concerns	40
2-27	Compliance with laws and regulations	44
2-29	Approach to stakeholder engagement	40
3-1	Process to determine material topics	41
3-2	List of material topics	42
3-3	Management of material topics	throughout
Economic		
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204-1	Proportion of spending on local suppliers	50
Environmental		
302-1	Energy consumption within the organisation	45
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Social		
401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	55
403-1	Occupational health and safety management system	50
403-2	Hazard identification, risk assessment, and incident investigation	50
403-4	Worker participation, consultation, and communication on occupational health and safety	51
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404-2	Programs for upgrading employee skills and transition assistance programs	54
404-3	Percentage of employees receiving regular performance and career development reviews	54
405-1	Diversity of governance bodies and employees	53
413-1	Operations with local community engagement, impact assessments, and development programs	55

AUDIT COMMITTEE **REPORT**

INTRODUCTION

The Board of Directors ("**the Board**") of the Company is pleased to present the report of the Audit Committee for the financial period ended 30 September 2021.

PURPOSE

The Audit Committee assists the Board in carrying out its responsibilities and meeting corporate governance requirements. It reviews the quarterly financial information before recommending to the Board for approval and release to Bursa Malaysia Securities Berhad ("**Bursa Securities**"). In addition to this, the Audit Committee reviews the systems of internal controls which Management and the Board have established and makes recommendations to Management on actions to be taken, if any, based on the reports of the independent Internal and External Auditors.

AUTHORITY, DUTIES AND RESPONSIBILITIES

The Audit Committee is governed by its Terms of Reference, which is available at the Company's website at www.getsglobal.com.my.

COMPOSITION OF THE AUDIT COMMITTEE AND ATTENDANCE OF MEMBERS AT MEETINGS

The composition of the Audit Committee and the attendance of the respective members at each Audit Committee Meeting during the financial period ended 30 September 2021 are as follows:-

Names	Designation	Directorship	Attendance*
Dr. Liew Lai Lai (appointed w.e.f. 12 April 2021)	Chairperson	Independent Non-Executive Director	3/3
Dato' Asmuni bin Sudin (appointed w.e.f. 24 February 2021)	Member	Independent Non-Executive Director	3/3
Mr. Lim Chong Eng (appointed w.e.f. 24 February 2021)	Member	Independent Non-Executive Director	3/3
Dato' Rosli bin Sharif (resigned w.e.f. 24 February 2021)	Chairman	Independent Non-Executive Director	5/5
Datuk Mat Noor bin Nawi (resigned w.e.f. 24 February 2021)	Member	Independent Non-Executive Director	4/5
Dato' Ridza Abdoh bin Haji Salleh (resigned w.e.f. 24 February 2021)	Member	Independent Non-Executive Director	5/5

* Number of Audit Committee meetings attended/held while in appointment during the financial period ended 30 September 2021. There were eight (8) Audit Committee Meetings held during the financial period ended 30 September 2021. The meetings were held on 18 August 2020, 27 August 2020, 26 October 2020, 30 November 2020, 24 February 2021, 27 May 2021, 30 August 2021 and 28 September 2021.

Presently, the Audit Committee is chaired by Dr. Liew Lai Lai since 12 April 2021. On 24 February 2021, Mr. Lim Chong Eng and Dato' Asmuni bin Sudin were appointed as members of the Audit Committee while Dato' Rosli bin Sharif, Datuk Mat Noor bin Nawi and Dato' Ridza Abdoh bin Haji Salleh resigned as the Directors of the Company and ceased to be the members of Audit Committee on the same day.

SUMMARY OF WORK AND DISCHARGE OF RESPONSIBILITIES OF THE AUDIT COMMITTEE

During the financial period ended 30 September 2021, the Audit Committee had discharged its functions and carried out its duties as set out in the Terms of Reference.

The Audit Committee has explicit right to convene meetings with both the Internal and External Auditors without the presence of other directors and employees.

A summary of the work of the Audit Committee in the discharge of its functions and duties for the financial period and how it has met its responsibilities during the financial period are as follows:-

1. Financial Results

a) Reviewed the Group's quarterly financial results focusing particularly on changes in or implementation of major accounting policies, significant and unusual events and compliance with accounting standards and other legal requirements before recommending them for approval by the Board of Directors for announcement to Bursa Securities;

b) Reviewed the reports and the audited financial statements of the Group together with the External Auditors prior to tabling to the Board for approval.

In the review of the annual audited financial statements, the Audit Committee had discussed with Management and the External Auditors the accounting principles and standards that were applied and their judgement of the items that may affect the financial statements as well as issues and reservations arising from the statutory audit.

The Audit Committee had met on the following dates during the financial period to deliberate on the financial reporting matters:-

Date of Meeting	Financial Reporting Statement Reviewed
27 August 2020	• Fourth quarter results for the financial year ended 30 June 2020
26 October 2020	• Audited Financial Statements for the financial year ended 30 June 2020
30 November 2020	• First quarter results for the financial period ended 30 September 2021
24 February 2021	• Second quarter results for the financial period ended 30 September 2021
27 May 2021	• Third quarter results for the financial period ended 30 September 2021
28 September 2021	• Fourth quarter results for the financial period ended 30 September 2021

Audit Committee Report
(Cont'd)

2. **External Audit**

    a) Reviewed and approved the External Auditors' audit planning memorandum for the Group covering the analysis (on cash flow, ratio, performance and profitability), audit objectives and approach, areas of audit emphasis, key audit areas, relevant accounting standards issued by the Malaysian Accounting Standard Board, other relevant technical pronouncement and fees;

    b) Reviewed and discussed the External Auditors' audit status memorandum for the Group covering the status of areas of audit emphasis and key matters of concern;

    c) Reviewed and discussed the External Auditors' audit report, covering the key audit matters ("**KAM**") raised and areas for concern highlighted in the Management letter, including Management's response to the concerns raised by the External Auditors;

    d) Reviewed the External Auditors' limited review reports for the interim financial reports of the Company for the fourth quarter ended 30 June 2020, and third quarter ended 31 March 2021;

    e) Discussed significant accounting and auditing issues, impact of new or proposed changes in accounting standards and regulatory requirements (if any);

    f) Reviewed and discussed on the status of material uncertainty related to going concern and its implemented solutions; and

    g) Reviewed the evaluation by the External Auditors on the system of internal controls, their management letter setting out internal control recommendations and management's response thereto.

3. **Internal Audit**

    a) Reviewed the proposed internal control rotation plan to ensure adequate scope and coverage of the Group's activities based on identified and assessed key risk areas; and

    b) Reviewed the internal audit reports in respect of internal auditors' observations, recommendations for improvements and management responses as well as actions taken to improve the system of internal control and procedures. Report to the Board on major findings from the internal audit reports; and

    c) Monitored the implementation of programmes recommended by Internal Auditors arising from its audits in order to obtain assurance that all key risks and controls have been fully dealt with.

4. **Related Party Transactions ("RPT")**

    a) Reviewed the disclosure of Recurrent RPT of the Group on a timely basis;

    b) Reviewed the Circular to Shareholders dated 8 December 2020 in relation to the Renewal of Existing Shareholder Mandate for Recurrent RPT; and

    c) Reviewed and considered all aspects of the Proposed Acquisition of 25% equity stake in One Glove Venture Sdn. Bhd. involving related parties (announced to Bursa Malaysia Securities Berhad on 30 August 2021) as well as the evaluation of the said proposal by the Independent Adviser.

5. **Other matters**

    a) Reviewed the Audit Committee Report for disclosure in the 2020 Annual Report;

    b) Reviewed the status of litigations concerning the Group every quarter; and

    c) Reviewed the status of corporate proposals and revision in utilisation of proceeds.

SUMMARY OF WORK OF THE INTERNAL AUDIT FUNCTION

The Group's internal audit function, which is outsourced to a professional service firm, assists the Board and the Audit Committee in providing independent assessment of the adequacy, efficiency and effectiveness of the Group's internal control system.

The Internal Audit covers the examination and evaluation of the adequacy and effectiveness of internal control systems and the quality of compliance to the internal control systems which comprises key components of control environment, risk assessment process, operational control activities, information and communication system and monitoring practices.

The internal audit activities carried out during the financial period include, inter alia, the followings:

- reviewed the system of internal controls and key operating processes by adopting a risk-based approach and discussed with the Audit Committee on recommended improvements to the existing system of controls;
- ascertained the extent of compliance with the established Group policies, procedures and statutory requirements;
- developed and adopt appropriate measures to further strengthen the internal control system; and
- followed up on the implementation of agreed action plans for the past internal audits.

The Internal Audit Reports incorporating the audit observations, audit recommendations and management action plans were issued to the Audit Committee. Follow-up audit was also conducted and the status of implementation on the agreed upon action plans were highlighted to the Audit Committee.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

INTRODUCTION

The Board of Directors ("**the Board**") of Gets Global Berhad is pleased to present its Statement on Risk Management and Internal Control for the financial period ended 30 September 2021, which has been prepared pursuant to paragraph 15.26(b) of Bursa Malaysia Securities Berhad ("**Bursa Securities**") Main Market Listing Requirements ("**Main LR**") and in accordance with the principles and recommendations relating to risk management and internal controls provided in the Malaysian Code on Corporate Governance and as guided by the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers. The statement below outlines the nature and scope of risk management and internal control of the Group during the financial year under review.

BOARD RESPONSIBILITY

The Board acknowledges its responsibility and re-affirms its commitment in maintaining a sound system of internal control to safeguard shareholders' investments and the Group's assets as well as reviewing the adequacy and integrity of the system of internal control. The responsibility of reviewing the adequacy and integrity of the Group's system of internal control is delegated to the Audit Committee, which is empowered by its terms of reference to ensure independent oversight of internal control and risk management.

However, as there are inherent limitations in any system of internal control, such system put into effect by Management can only reduce but cannot eliminate all risks that may impede the achievement of the Company's business objectives. Therefore, the internal control system can only provide reasonable and not absolute assurance against material misstatement or loss.

MANAGEMENT RESPONSIBILITY

Management is responsible for implementing the Group's policies and procedures on risk and internal control to identify, evaluate, measure, monitor and report risks as well as deficiencies and non-compliance with internal controls, and for taking appropriate and timely remedial actions as required.

KEY FEATURES OF THE COMPANY'S INTERNAL CONTROL SYSTEM

1. CONTROL ENVIRONMENT

- **Organisation Structure and Authorisation Procedures**

  The Group maintains a formal organisation structure with well-defined delegation of responsibilities and accountability within the Group's Senior Management. It sets out the roles and responsibilities, appropriate authority limits, review and approval procedures in order to enhance the internal control system of the Group's various operations.

- **Periodic and Annual Budget**

  The Group recognises the importance for budgetary control being in place for every operation of the Group, where actual performance is closely monitored against budgets to identify and to address significant variances. Subsequent to the close of the financial period, the Group has put in place a process for an annual business plan and budget to be approved by the Board commencing from 2Q22.

- **Company Policies and Procedures**

  The Group has documented policies and procedures that are regularly reviewed and updated to ensure that it maintains its effectiveness and continues to support the Group's business activities at all times as the Group continues to grow.

- **<u>Quality of Product</u>**

  The majority of the income for the Group for the financial period was, and the Board foresees to be, derived from the manufacture, sales and marketing of gloves. The quality of its gloves is therefore of prime importance to the Board. Compliance to procedures outlined in ISO9001 and ISO 13485 certifications to underpin quality assurance and control are strictly adhered to via regular internal and external quality audits.

- **<u>Regular Operational and Management Meetings</u>**

  Monthly operational meetings are conducted among Senior Management to discuss and review the business plans, budgets, financial and operational performances of the Group. Weekly meetings of Heads of Department are also held to monitor performances. The quarterly financial statements containing key financial results and comparisons are tabled to the Board for their review.

2. RISK MANAGEMENT FRAMEWORK

The Board acknowledges that the Group's business activities involve some degree of risks and key management staff and Heads of Department are responsible for managing identified risks within defined parameters and standards which are managed and reported through the weekly meetings of the Heads of Department.

Subsequent to the close of the financial period, the Risk Management Committee ("**RMC**"), comprising senior management was constituted to complete the management and reporting process to the Audit Committee. The Risk Management Committee will report to the Audit Committee and will be responsible for implementing processes in identifying, evaluating, monitoring and reporting of risks and internal controls which arise from daily business activities of the Group. All significant issues identified and affecting the business objectives of the Group will be reported to the Audit Committee and Board accordingly.

The Company has put in place a financial risk management policy to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its credit risk, interest rate risk, cash flow risk, liquidity risk and foreign currency risk.

The internal auditors will also table the internal audit report in relation to the identified risk to the Audit Committee and Board for notation and discussion with the aim to mitigate the risks.

3. INTERNAL AUDIT FUNCTION

The Group's internal audit function, which is outsourced to a professional service firm, assists the Board and the Audit Committee in providing independent assessment of the adequacy, efficiency and effectiveness of the Group's internal control system. The Internal Auditors assess the Group's compliance with policies and procedures as well as relevant laws and regulations. Internal Auditors then provide reports on issues relating to internal controls and the associated risks together with recommendations for appropriate actions to the Audit Committee for review and approval to ensure adequate coverage.

Based on the internal audit reviews carried out, none of the weaknesses noted have resulted in any material losses, contingencies or uncertainties that would require separate disclosure in this annual report.

The costs incurred in maintaining the outsourced internal audit function for the financial period ended 30 September 2021 amounted to RM10,000.00 (financial year ended 30 June 2020: RM12,000.00).

4. REVIEW BY THE BOARD

The Board's review of risk management and internal control effectiveness is based on information from:-

- Senior Management within the organisation responsible for the development and maintenance of the risk management and internal control system.

- The work by the internal audit function which submits reports to the Audit Committee together with the assessment of the internal controls systems relating to key risks and recommendations for improvement.

The Board considered the system of internal controls described in this statement to be satisfactory and the risks to be at an acceptable level within the context of the Group's business environment.

5. INFORMATION AND COMMUNICATION

Information critical to the achievement of the Group's business objectives are communicated through established reporting lines across the Group. This is to ensure that matters that require the Board and Senior Management's attention are highlighted for review, deliberation and decision on a timely basis.

6. REVIEW OF THIS STATEMENT

Pursuant to Paragraph 15.23 of the Main LR, the External Auditors have reviewed this Statement for inclusion in the 2021 Annual Report and reported to the Board that nothing has come to their attention that causes them to believe that this Statement is inconsistent with their understanding of the processes adopted by the Board in reviewing the adequacy and integrity of the system of internal controls.

7. CONCLUSION

The Board has received assurance from the Managing Director that the Group's risk management and internal control systems are operating adequately and effectively, in all material aspects, based on the risk management and internal control systems of the Group. There was no material control failure that would have any material adverse effect on the financial results of the Group for the year under review and up to the date of issuance of the financial statements.

Moving forward, the Group will continue to enhance the existing systems of risk management and internal controls, taking into consideration the changing business environment.

The Board is of the view that the Group's system of internal control is adequate to safeguard shareholders' investments and the Group's assets and has not resulted in any material loss, contingency or uncertainty. The Board has not identified any circumstances which suggest any fundamental deficiencies in the Group's system of internal control. However, the Board is also cognisant of the fact that the Group's system of internal control and risk management practices must continuously evolve to meet the changing and challenging business environment. Therefore, the Board will, when necessary, put in place appropriate action plans to further enhance the system of internal control.

This Statement was approved by the Board of Directors on 24 January 2022.

STATEMENT OF DIRECTORS' RESPONSIBILITY
IN RELATION TO THE FINANCIAL STATEMENTS

This statement is prepared as required by the Listing Requirements of Bursa Malaysia Securities Berhad.

The Directors are required to prepare financial statements which give a true and fair view of the state of affairs of the Group and the Company as at the end of the financial period and of its result and cash flow for the period then ended.

The Directors consider that in preparing the financial statements,

- the Group has used appropriate accounting policies and are consistently applied;
- reasonable and prudent judgements and estimates have been made; and
- all applicable approved accounting standards in Malaysia have been followed.

The Directors are responsible for ensuring that the Group maintains accounting records that disclose with reasonable accuracy the financial position of the Group, and which enable them to ensure that the financial statements comply with the Companies Act 2016.

The Directors have general responsibilities for taking such steps that are reasonably available to them to safeguard the assets of the Group, and to prevent and detect fraud and other irregularities.

ADDITIONAL COMPLIANCE **INFORMATION**

1. Utilisation of Proceeds

The proceeds totaling RM86.9 million were raised under the private placement which was completed on 3 December 2020. The proceeds were fully utilised by the Company according to the estimated timeframe for utilisation as follows:-

	Proposed utilisation	Estimate time frame for the utilisation from completion date	Proposed utilisation RM'000	Actual utilisation RM'000	Reallocation RM'000
A.	Construction of glove manufacturing facilities and capital expenditure for the Gloves Business	Within 24 months	38,900	45,258	6,358
B.	Repayment of bank borrowings	Within 24 months	19,100	21,230	2,130
C.	Working capital for the existing bus operations	Within 12 months	7,750	11,600	3,850
D.	Expenses in relation to the Proposals	Upon completion	250	399	149
E.	Working capital for the Gloves Business	Within 12 months	20,900	8,413	(12,487)
		Total:	**86,900**	**86,900**	**–**

2. Audit and Non-Audit Fees

During the financial period, Messrs. PKF, the external auditors of the Company, has rendered certain audit and non-audit services to the Company and the Group, the breakdown of the amount of audit fees and non-audit fees paid or payable by the Company and the Group is listed as below for information:-

	Company (RM)	Group (RM)
Audit services rendered		
Statutory audit in respect of the financial period ended 30 September 2021	RM71,500.00	RM136,000.00
Non-audit services rendered		
Review of the Statement on Risk Management and Internal Control for Annual Report 2021	RM9,000.00	RM9,000.00

3. Material Contracts

There were no material contracts entered into by the Company and its subsidiaries (not being contracts entered into in the ordinary course of business) involving Directors' and major shareholders' interests which were still subsisting as at the end of the financial period or which were entered into since the end of the previous financial year.

Additional Compliance Information (Cont'd)

4. Recurrent Related Party Transactions ("RRPT") of a Revenue or Trading Nature

At the Eighteenth Annual General Meeting of the Company held on 30 December 2020, the Company had obtained the shareholders' mandate to allow the Group to enter into RRPTs ("**Shareholders' Mandate**").

The aggregate value of the RRPT entered into by the Group pursuant to the Shareholders' Mandate during the financial period ended 30 September 2021 are set out below:-

Type of RRPT	Name of related party	Relationship with the Company – Interested Directors, Major Shareholders and Persons Connected to them	Aggregate value of the RRPT from 1 July 2020 to 30 September 2021 (RM'000)
Rental of the premises for office and storage purposes by the Company or Onetexx Sdn. Bhd. ("**OTSB**") from OSB.	Onemotor Sdn. Bhd. ("**OSB**")	Mr. Teong Lian Aik (1), Mr. Low Bok Tek (2) and ADA Capital Investments Limited (3)	Nil
Rental of the premises for office and storage purpose by the Company or OTSB from CPSB.	Child's Partner (M) Sdn. Bhd. ("**CPSB**")	Mr. Teong Lian Aik (1), Mr. Low Bok Tek (2) and ADA Capital Investments Limited (3)	303
Receipt of repair and maintenance service by Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("**KBESM**"), Super Coach Assembly Plant Sdn. Bhd. ("**SCAP**") (a) and Pengangkutan Awam Putrajaya Travel & Tours Sdn. Bhd. ("**PAPTT**") (b) from AHTESB. AHTESB is also a contractor of supply labour for SCAP to build buses.	Arca Hi-Tech Engineering Sdn. Bhd. ("**AHTESB**")	Datuk Che Azizuddin bin Che Ismail (4) and Arca Corporation Sdn. Bhd. ("**ACSB**") (5)	736
Purchase of lubricants for buses by KBESM, SCAP (a) and PAPTT (b) from AMSB	Aiman Motor Sdn. Bhd. ("**AMSB**")	Datuk Che Azizuddin bin Che Ismail (4) and ACSB (5)	Nil
Purchase of tyres, spare parts and batteries for buses and motor vehicles rental by KBESM, SCAP (a) and PAPTT (b) from AMP	Aiman Motor Performance Sdn. Bhd. ("**AMP**")	Datuk Che Azizuddin bin Che Ismail (4) and ACSB (5)	53
Receipt of security services by KBESM, SCAP (a) and PAPTT (b) from ASF	Arca Security Force Sdn. Bhd. ("**ASF**")	Datuk Che Azizuddin bin Che Ismail (4) and ACSB (5)	471

Additional Compliance Information (Cont'd)

Type of RRPT	Name of related party	Relationship with the Company – Interested Directors, Major Shareholders and Persons Connected to them	Aggregate value of the RRPT from 1 July 2020 to 30 September 2021 (RM'000)
Receipt of buses chartered by KBESM and PAPTT [b] from SCLSB. Sales of buses to SCLSB by SCAP [a] and KBESM	Super Coachliner Sdn. Bhd. ("**SCLSB**")	Datuk Che Azizuddin bin Che Ismail [4] and ACSB [5]	Nil
Receipt of buses chartered by KBESM, SCAP [a] and PAPTT [b] from STWCSB	Stoneway Corporation Sdn. Bhd. ("**STWCSB**")	Datuk Che Azizuddin bin Che Ismail [4] and ACSB [5]	Nil
Renting of the premises from ACSB by the Company or KBESM	ACSB	Datuk Che Azizuddin bin Che Ismail [4] and ACSB [5]	105

Notes:

(a) SCAP has ceased as an indirect subsidiary of the Company following the disposal of entire 100% equity interest held by KBESM on 21 July 2021.

(b) PAPTT has ceased as an indirect subsidiary of the Company following the disposal of entire 79.99% equity interest held by KBESM on 22 February 2021.

(1) Mr. Teong Lian Aik is a Major Shareholder of the Company and is also the brother-in-law to Mr. Low Bok Tek who is the Managing Director and Major Shareholder of the Company by virtue of his directorship and shareholdings in ADA Capital Investments Limited.

(2) Mr. Low Bok Tek is the Managing Director of the Company and is also the brother-in-law of Mr. Teong Lian Aik and a major shareholder of ADA Capital Investments Limited.

Mr. Low Bok Tek is a director and major shareholder of CPSB and OSB. Madam Teong Lian Imm being his spouse, and Mr. Low Khai Loon and Ms. Low Siew Hoon, being his children are also the directors and/or shareholders of CPSB and OSB.

(3) ADA Capital Investments Limited is a Major Shareholder of the Company.

(4) Datuk Che Azizuddin bin Che Ismail is a Director and shareholder of the Company. He is also a director and/or major shareholder of ACSB, Arca Industries Sdn. Bhd. ("**AISB**"), AMP, AMSB, ASF, AHTESB, STWCSB and SCLSB.

Datin Ramlah binti Abdul Aziz being his spouse, and Cik Amirah binti Datuk Che Azizuddin and Encik Che Aiman bin Datuk Che Azizuddin being his children are also the directors and/or shareholders of ACSB, AISB, AMP, AMSB, ASF, AHTESB, STWCSB and SCLSB.

(5) ACSB was a previous Major Shareholder of the Company. ACSB has ceased as a Major Shareholder of the Company with effect from 25 August 2020. As at the latest practicable date, ACSB does not hold any equity interest in the Company.

Directors' Report And Audited Financial Statements

DIRECTORS' REPORT

The Directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial period ended from 1 July 2020 to 30 September 2021.

PRINCIPAL ACTIVITIES

The Company is principally involved in investment holding. The principal activities of the subsidiaries are as disclosed in Note 15 to the financial statements.

There have been significant changes in the nature of principal activities of two of these subsidiaries during the financial period.

CHANGE OF FINANCIAL YEAR END

The financial year end of the Company has been changed from 30 June to 30 September and this is the first set of financial statements prepared on the new financial year end. As a result of this, the audited financial statements are prepared for a period of 15 months from 1 July 2020 to 30 September 2021.

RESULTS

	Group RM	Company RM
(Loss)/Profit for the financial year attributable to:		
Owners of the Company	(15,291,895)	45,758,215
Non-controlling interests	(1,605,443)	–
	(16,897,338)	45,758,215

RESERVES AND PROVISIONS

There were no material transfers to or from reserves and provisions during the financial period save as disclosed in Notes 5 and 21 to the financial statements.

DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year.

The Directors do not recommend any dividend for the financial period from 1 July 2020 to 30 September 2021.

Directors' Report
(Cont'd)

DIRECTORS

The directors in office during the financial year and during the period from the end of the financial year to the date of this report are:

Datuk Che Azizuddin Bin Che Ismail		
Dominic Aw Kian-Wee	-	Appointed on 27 August 2020
Low Bok Tek	-	Appointed on 24 February 2021
Dato' Asmuni Bin Sudin	-	Appointed on 24 February 2021
Lim Chong Eng	-	Appointed on 24 February 2021
Dr. Liew Lai Lai	-	Appointed on 12 April 2021
Ahmad Mustaffa Bin Abdul Manaf	-	Resigned on 27 August 2020
Datuk Mat Noor Bin Nawi	-	Resigned on 24 February 2021
Dato' Rosli Bin Sharif	-	Resigned on 24 February 2021
Dato' Ridza Abdoh Bin Haji Saleh	-	Resigned on 24 February 2021

The names of the directors of the Company's subsidiaries since the beginning of the financial period to the date of this report, excluding those who are already listed above are:

Hai Shah Hairi Bin Hassan	-	Appointed on 22 July 2021
Teong Lian Aik	-	Appointed on 8 September 2020
Atikah Binti Che Azizuddin	-	Resigned on 22 July 2021

DIRECTORS' INTEREST IN SHARES

The shareholdings in the Ordinary Shares of the Company and of its related corporations (other than wholly-owned subsidiaries) of those who were directors at the end of the financial period, as recorded in Register of Director's Shareholding kept by the Company and the related corporation respectively under Section 59 of the Companies Act, 2016 in Malaysia were as follows:

	Number of Ordinary Shares			
	Balance at 1.7.2020/ Date of appointment	**Bought**	**Sold**	**Balance at 30.9.2021**
In the Company				
Direct interest:				
Datuk Che Azizuddin Bin Che Ismail	7,511,100	–	–	7,511,100
Dato' Asmuni Bin Sudin	220,000	–	–	220,000
* Teong Lian Aik	–	40,156,441	–	40,156,441
Indirect interest:				
= Datuk Che Azizuddin Bin Che Ismail	30,236,441	–	(30,236,441)	–
= Low Bok Tek	–	128,001,200	–	128,001,200
# Lim Chong Eng	220,000	–	–	220,000
^ Dr. Liew Lai Lai	8,000	–	–	8,000

= Held by a company in which the Director has interest.
* Director in subsidiary which has interest in the Holding Company.
\# Indirect interest by virtue of his spouse's and daughter's shareholdings in the Company.
^ Indirect interest by virtue of her spouse's shareholdings in the Company.

DIRECTORS’ INTEREST IN SHARES (CONT’D)

By virtue of their interests in the shares of the Company, the above-mentioned directors are also deemed to be interested in the shares of all the related corporations of the Company to the extent that the Company has an interest.

None of the other directors in office at the end of the financial period had any interest in shares of the Company and its related corporations during the financial period.

DIRECTORS’ BENEFITS

Since the end of the previous financial year, no director of the Group and of the Company has received nor become entitled to receive any benefit (other than a benefit included in the aggregate amount of emoluments received or due and receivable by directors as shown in Note 8 to the financial statements) by reason of a contract made by the Company or a related corporation with the directors or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest other than as disclosed in Note 28 to the financial statements.

There were no arrangements during or at the end of the financial period, which had the object of enabling the directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS’ REMUNERATION AND FEES

Remuneration of Directors of the Group and of the Company amounted to RM1,095,813 and RM613,464 respectively as disclosed in Note 8 to the financial statements.

Directors’ fees payable to Directors of the Group and of the Company amounted to RM216,071 respectively as disclosed in Note 8 to the financial statements.

INDEMNITY AND INSURANCE FOR DIRECTORS, OFFICERS AND AUDITORS

No indemnity was given to or insurance effected for any director, officer or auditor of the Group and of the Company.

ISSUE OF SHARES AND DEBENTURES

During the financial period, the issued share capital of the Company was increased from RM69,145,106 to RM156,045,106 by way of issuance 158,000,000 new ordinary shares pursuant to the private placement on 3 December 2020 at an issue price of RM0.55 per ordinary share for cash.

The newly issued ordinary shares rank pari passu in all respects with the existing ordinary shares of the Company. There were no other issues of shares during the financial period.

There were no debentures issued during the financial period.

OPTIONS GRANTED OVER UNISSUED SHARES

No options were granted to any person to take up unissued shares of the Company during the financial period.

OTHER STATUTORY INFORMATION

Before the financial statements of the Group and of the Company were made out, the Directors took reasonable steps to ascertain that:

(i) proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and have satisfied themselves that there are no known bad debts and that adequate provision had been made for doubtful debts; and

(ii) any current assets which were unlikely to be realised in the ordinary course of business have been written down to an amount which they might be expected so to realise.

At the date of this report, the Directors are not aware of any circumstances:

(i) which would necessitate the writing off of bad debts or render the amount of the provision for doubtful debts inadequate to any substantial extent; or

(ii) which would render the value attributed to the current assets in the financial statements of the Group and of the Company misleading; or

(iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate; or

(iv) not otherwise dealt with in this report or the financial statements, which would render any amount stated in the financial statements of the Group and of the Company misleading.

At the date of this report, there does not exist:

(i) any charge on the assets of the Group and of the Company that has arisen since the end of the financial period and which secures the liabilities of any other person; or

(ii) any contingent liability in respect of the Group and of the Company that has arisen since the end of the financial period.

No contingent liability or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial period which, in the opinion of the Directors, will or may affect the ability of the Group and of the Company to meet their obligations as and when they fall due.

In the opinion of the Directors, the financial performance of the Group and of the Company for the financial period ended 30 September 2021 have not been substantially affected by any item, transaction or event of a material and unusual nature nor has any such item, transaction or event occurred in the interval between the end of the financial period and the date of this report.

SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD

Details of significant events during the financial period are disclosed in Note 35 to the financial statements.

SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

Details of subsequent events after the reporting period are disclosed in Note 36 to the financial statements.

Directors' Report
(Cont'd)

AUDITORS

The auditors, Messrs PKF, have indicated their willingness to continue in office.

The auditors' remuneration of the Group and of the Company for the financial period ended 30 September 2021 amounted to RM136,000 and RM71,500 respectively.

Signed on behalf of the Directors
in accordance with a resolution of the Board,

....	....
LOW BOK TEK	**DOMINIC AW KIAN-WEE**

Kuala Lumpur

24 January 2022

STATEMENT BY **DIRECTORS**

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT, 2016 IN MALAYSIA

In the opinion of the Directors, the accompanying financial statements as set out on pages 82 to 174 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia, so as to give a true and fair view of the financial position of the Group and of the Company as at 30 September 2021 and of their financial performance and their cash flows for the financial period ended on that date.

Signed on behalf of the Directors
in accordance with a resolution of the Board,

LOW BOK TEK

DOMINIC AW KIAN-WEE

Kuala Lumpur

24 January 2022

STATUTORY **DECLARATION**

PURSUANT TO SECTION 251(1)(B) OF THE COMPANIES ACT, 2016 IN MALAYSIA

I, LOKE PENG SIN, being the officer primarily responsible for the financial management of GETS GLOBAL BERHAD, do solemnly and sincerely declare that to the best of my knowledge and belief, the financial statements as set out on pages 82 to 174 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960 in Malaysia.

Subscribed and solemnly declared by the)
above-named at Kuala Lumpur in Wilayah)
Persekutuan on 24 January 2022.)

LOKE PENG SIN
(MIA No.: 30529)

Before me,

COMMISSIONER FOR OATHS

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF GETS GLOBAL BERHAD

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of GETS GLOBAL BERHAD, which comprise the statements of financial position as at 30 September 2021 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial period then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 82 to 174.

In our opinion, the accompanying financial statements give a true and fair view of the financial positions of the Group and of the Company as at 30 September 2021, and of their financial performances and their cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report.

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

From the matters communicated with the Directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

(i) Recoverability of certain property, plant and equipment and right of use assets
(Refer to Note 12 and Note 13 to the financial statements)

Due to the reported losses of the Group for the current financial period, it has indicated the existence of impairment of certain property, plant and equipment of the Group and right of use assets.

In assessing the impairment of these assets, the Directors have compared their carrying amounts with their recoverable amounts. The asset's recoverable amount is the higher of an asset's fair value less costs to sell ("FVLCTS") and its value-in-use ("VIU"). For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flow, described as cash-generating units ("CGU").

The Directors' assessment of the recoverable amounts based on VIU are determined by cash flow projections of the respective CGU. The cash flow projections are based on assumptions using management's estimation and judgement. The FVLCTS's value are determined based on assessment by management's expert.

(CONT'D)

Key Audit Matters (Cont'd)

(i) Recoverability of certain property, plant and equipment and right of use assets (Cont'd)
(Refer to Note 12 and Note 13 to the financial statements)

Our procedures in assessment of FVLCTS provided by management's expert included:

(a) Assessed the objectivity, independence, reputation, experience and expertise of the management's expert;
(b) Review the methodology adopted by the management's expert in estimating the fair value of the assets and assessed whether such methodology is consistent with those used in the industry;
(c) Evaluated the appropriateness of the data used by the management's expert as input into their valuations; and
(d) Evaluate the appropriateness of their conclusions and the consistency with the other audit evidence obtained.

Our procedures in assessment of VIU included:

(a) Assessing the management's methodology used in estimating the VIU and the assessment on the impact of Covid-19;
(b) Critically challenged the key estimates and assumptions used including the revenue and cost estimation, checked the reliability of the management past forecast and also verified the discount rates used against independent sources; and
(c) Evaluated the disclosures made in the notes to the financial statements, including the judgements and the uncertainties.

(ii) Recoverability of investment in subsidiaries
(Refer to Note 15 to the financial statements)

Investment in subsidiaries as at 30 September 2021 amounted to RM56,172,544. In view of the adverse financial performance and financial condition of the subsidiaries, there are indications of impairment on the carrying amount of investments in subsidiaries.

In assessing the impairment of these assets, the Directors have compared their carrying amounts with their recoverable amounts. The asset's recoverable amount is the higher of an asset's fair value less costs to sell ("FVLCTS") and its value-in-use ("VIU"). For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flow, described as cash-generating units ("CGU"). The Directors have not made further impairments during the current financial period.

The investments recoverable amounts are based on assumptions using management's estimation and judgement which is inherently uncertain.

Independent Auditors' Report
(Cont'd)

(CONT'D)

Key Audit Matters (Cont'd)

(ii) Recoverability of investment in subsidiaries (Cont'd)
(Refer to Note 15 to the financial statements)

Our audit procedures in assessment of FVLCTS included:

(a) Understanding of the business model that the Directors are pursuing, including obtained evidences based on past experiences;
(b) Made enquiries to evaluate the basis of use of net asset value as approximate its fair value;
(c) Evaluated the appropriateness of the measurement method used to determine the fair value of underlying assets of the investment; and
(d) Evaluated the disclosures made in the notes to the financial statements.

Our audit procedures in assessment of VIU included:

(a) Assessing the management's methodology used in estimating the VIU and the assessment on the impact of Covid-19;
(b) Critically challenged the key estimates and assumptions used including the revenue and cost estimation and verified the discount rates used against independent sources; and
(c) Perform sensitivity analysis using a range of possible variations on the key inputs used in the discounted cash flow model.

(iii) Going Concern basis used for the preparation of financial statements
(Refer to Notes 1(c) to the financial statements)

The Group incurred a net loss of RM16,897,338 for the period ended 30 September 2021. This is mainly due to the impairments of plant and machinery and Right-of-Use assets and impairments of receivables.

The Covid-19 pandemic still remains the major challenge and impact on global economy since March 2020 in Malaysia. Throughout the period, the Malaysian Government had instituted more stringent Standard Operating Procedures and commence various phases of movement control since the beginning of 2021 under the National Recovery Plan. These movement controls did impact the Group's bus operation through restriction in inter-state and cross boarder movements and work from home requirements.

In assessing the going concern assumption used in the preparation of the financial statements of the Group, management has considered the repayment obligations for other liabilities and overhead costs which are due in the next 12 months.

The Group has successfully raised private placement of 158,000,000 new ordinary shares at an issue price of RM0.55 per Placement Share. This was completed on 3 December 2020 part of the proceeds were utilised to settle outstanding borrowings, as working capital of the bus operations and for the construction of a new glove manufacturing factory in Kamunting, Perak.

In addition, the Group had rationalised and streamlined the group by disposal of non-profitable subsidiaries and diversified the existing principal activities of the Group and its subsidiaries to include manufacturing, sales and marketing of gloves and other related activities.

The financial statements have been prepared on a going concern basis.

We considered this as an area of audit focus due to the significant degree of judgements and estimates used by management in arriving at the cash flow forecast.

(CONT'D)

Key Audit Matters (Cont'd)

(iii) Going Concern basis used for the preparation of financial statements (Cont'd)
(Refer to Notes 1(c) to the financial statements)

Our procedures included:

a) Inquired management as to its knowledge of events or conditions beyond the period of management's going concern assessment.

b) Evaluated management's going concern assessment that covers twelve months from the date of financial statements through review of the cash flow forecast.

c) Assessed the reasonableness of the management's key assumptions used and judgements exercised on its cash flow forecast.

d) Performed sensitivity test for a range of reasonable possible scenarios; and

e) Considered the completeness and accuracy of disclosure in the financial statements.

Information Other than the Financial Statements and Auditors' Report Thereon

The Directors are responsible for the other information. The other information comprises the Management Discussion and Analysis, Corporate Sustainability Statement, Audit Committee Report, Corporate Governance Overview Statement, Statement on Risk Management and Internal Control, Additional Compliance Information and Directors' Report but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information identified and, in doing so, consider whether the information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The Directors are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia. The Directors are also responsible for such internal control as the Directors determine are necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the Directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

(CONT'D)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Directors with a statement that we have compiled with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or related safeguards applied.

Independent Auditors' Report
(Cont'd)

OTHER MATTERS

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act, 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the contents of this report.

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PKF	**NGU SIOW PING**
AF 0911	03033/11/2023 J
CHARTERED ACCOUNTANTS	CHARTERED ACCOUNTANT

Kuala Lumpur

24 January 2022

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD FROM 1 JULY 2020 TO 30 SEPTEMBER 2021

		Group		Company	
	Note	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Revenue	3	27,825,261	21,906,420	–	–
Cost of sales	4	(19,970,151)	(22,876,330)	–	–
Gross profit/(loss)		7,855,110	(969,910)	–	–
Other income	5	6,238,472	7,712,632	49,293,627	–
Administrative expenses	6	(30,871,450)	(17,458,546)	(3,642,896)	(61,220,340)
Selling and distribution expenses		–	(25,776)	–	–
Other operating expenses	7	–	(4,395,219)	–	–
Net loss on impairment of financial assets measured at amortised cost		–	(1,036,786)	–	(3,876,317)
(Loss)/Profit from operations		(16,777,868)	(16,173,605)	45,650,731	(65,096,657)
Finance costs	9	(139,542)	(3,162,538)	107,484	(322,521)
(Loss)/Profit before tax		(16,917,410)	(19,336,143)	45,758,215	(65,419,178)
Tax income/(expense)	10	20,072	(670,272)	–	165
(Loss)/Profit for the financial period/year		(16,897,338)	(20,006,415)	45,758,215	(65,419,013)
Other comprehensive income will not reclassified subsequently to profit or loss:					
- Revaluation surplus on land and buildings, net of tax		–	5,350,565	–	–
Total comprehensive (loss)/income for the financial period/year		(16,897,338)	(14,655,850)	45,758,215	(65,419,013)
(Loss)/Profit for the financial period/year attributable to:					
Owners of the Company		(15,291,895)	(18,740,664)	45,758,215	(65,419,013)
Non-controlling interests		(1,605,443)	(1,265,751)	–	–
		(16,897,338)	(20,006,415)	45,758,215	(65,419,013)
Total comprehensive loss attributable to:					
Owners of the Company		(15,291,895)	(13,390,099)	45,758,215	(65,419,013)
Non-controlling interests		(1,605,443)	(1,265,751)	–	–
		(16,897,338)	(14,655,850)	45,758,215	(65,419,013)
Loss per share:					
Basic/Diluted (sen per share)	11	(6.64)	(14.87)		

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

		Group		Company	
	Note	30.09.2021 RM	30.06.2020 RM	30.09.2021 RM	30.06.2020 RM
ASSETS					
Non-current assets					
Property, plant and equipment	12	177,058,244	44,330,052	5,525	3
Right-of-use assets	13	27,459,285	28,381,474	–	–
Development expenditure	14	–	5,934,047	–	–
Investments in subsidiaries	15	–	–	16,010,595	47
Trade and non-trade receivables	16	–	7,552,515	–	–
		204,517,529	86,198,088	16,016,120	50
Current assets					
Inventories	17	34,193,091	2,173,745	–	–
Trade and non-trade receivables	16	14,654,731	8,316,455	170,866,253	98,220
Tax recoverable		–	36,340	–	–
Other investment	18	100,695	–	–	–
Deposits with a licensed bank	19	25,600,000	–	–	–
Cash and bank balances		14,980,087	346,252	408,410	2
		89,528,604	10,872,792	171,274,663	98,222
TOTAL ASSETS		294,046,133	97,070,880	187,290,783	98,272

The accompanying notes form an integral part of the financial statements.

Statements of Financial Position (Cont'd)

	Note	Group 30.09.2021 RM	Group 30.06.2020 RM	Company 30.09.2021 RM	Company 30.06.2020 RM
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share capital	20	156,045,106	69,145,106	156,045,106	69,145,106
Reserves	21	(63,262,795)	(47,959,063)	(36,724,133)	(82,482,348)
		92,782,311	21,186,043	119,320,973	(13,337,242)
Non-controlling interests	15	(2,101)	1,603,342	–	–
Total equity		92,780,210	22,789,385	119,320,973	(13,337,242)
Non-current liabilities					
Trade and non-trade payables	22	67,015,150	1,999,732	67,015,150	–
Lease liability	23	2,002,077	9,475,504	–	–
Deferred tax liabilities	24	6,004,666	5,472,155	–	–
Borrowings	25	87,761,229	–	–	–
		162,783,122	16,947,391	67,015,150	–
Current liabilities					
Trade and non-trade payables	22	27,788,108	33,653,969	954,100	1,053,286
Borrowings	25	9,268,770	20,100,369	–	3,381,668
Lease liability	23	1,416,255	2,393,196	–	–
Provisions	26	–	–	–	9,000,000
Government grants	27	–	–	–	–
Tax payable		9,668	1,186,570	560	560
		38,482,801	57,334,104	954,660	13,435,514
Total liabilities		201,265,923	74,281,495	67,969,810	13,435,514
TOTAL EQUITY AND LIABILITIES		294,046,133	97,070,880	187,290,783	98,272

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD FROM 1 JULY 2020 TO 30 SEPTEMBER 2021

	Attributable to owners of the Company					
		Non-distributable	Distributable			
	Share capital RM	Revaluation reserve RM	Accumulated losses RM	Total RM	Non-controlling interests RM	Total equity RM
Group						
At 1 July 2019	69,145,106	12,928,901	(47,497,865)	34,576,142	2,869,093	37,445,235
Revaluation surplus on land and buildings, net of tax	–	5,350,565	–	5,350,565	–	5,350,565
Realisation of revaluation reserve	–	(320,481)	320,481	–	–	–
Total comprehensive loss for the financial year	–	–	(18,740,664)	(18,740,664)	(1,265,751)	(20,006,415)
At 30 June 2020	69,145,106	17,958,985	(65,918,048)	21,186,043	1,603,342	22,789,385
At 1 July 2020	69,145,106	17,958,985	(65,918,048)	21,186,043	1,603,342	22,789,385
Issuance of ordinary shares (Note 20)	86,900,000	–	–	86,900,000	–	86,900,000
Realisation of revaluation reserve	–	(544,697)	532,860	(11,837)	–	(11,837)
Total comprehensive loss for the financial year	–	–	(15,291,895)	(15,291,895)	(1,605,443)	(16,897,338)
At 30 September 2021	156,045,106	17,414,288	(80,677,083)	92,782,311	(2,101)	92,780,210

The accompanying notes form an integral part of the financial statements.

Statements of Changes in Equity
(Cont'd)

	Share capital RM	Accumulated losses RM	Total equity RM
Company			
At 1 July 2019	69,145,106	(17,063,335)	52,081,771
Total comprehensive loss for the financial year	–	(65,419,013)	(65,419,013)
At 30 June 2020	69,145,106	(82,482,348)	(13,337,242)
Issuance of ordinary shares	86,900,000	–	86,900,000
Total comprehensive income for the financial year	–	45,758,215	45,758,215
At 30 September 2021	156,045,106	(36,724,133)	119,320,973

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF CASH FLOWS

FOR THE FINANCIAL PERIOD FROM 1 JULY 2020 TO 30 SEPTEMBER 2021

		Group		Company	
	Note	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Cash flows from operating activities					
(Loss)/Profit before tax		(16,917,410)	(19,336,143)	45,758,215	(65,419,178)
Adjustments for:					
Unwinding of discount		–	100,939	–	–
Depreciation of:					
- property, plant and equipment		3,004,415	2,535,654	577	687
- right-of-use assets		2,354,674	2,035,222	–	–
Gain on disposal of subsidiaries	15	(2,992,085)	–	(6,122,906)	–
Gain on disposal of property, plant and equipment		(6,152)	–	–	–
Loss on remeasurement of trade and non-trade receivables		–	1,621,295	–	–
Impairment loss on property, plant and equipment		4,774,814	8,841,800	–	–
(Reversal of)/Impairment loss on investment in subsidiaries		–	–	(34,000,000)	60,461,894
Allowance for expected credit loss of:					
- trade receivables		6,332,895	1,036,786	–	–
- amounts due from subsidiaries		–	–	–	3,876,317
Reversal of remeasurement of:					
- trade and non-trade receivables		(1,492,811)	(214,735)	–	–
Interest expense		134,460	2,396,140	–	322,521
Interest expense for lease liability		5,082	665,459	–	–
Amortisation of government grants		(2,500,371)	(4,732,634)	–	–
Interest income		(183,785)	–	(107,484)	–
Unrealised foreign exchange gain		(114,252)	–	–	–
Reversal of provision for financial guarantee contract		–	–	(9,000,000)	–
Reversal of impairment loss on trade and non-trade receivables		(2,000)	(43,638)	(93,836)	–
Write off of:					
- inventories		–	3,755,579	–	–
- property, plant and equipment		7,210,933	2	1	–
Operating loss before working capital changes		(391,593)	(1,338,274)	(3,565,433)	(757,759)

The accompanying notes form an integral part of the financial statements.

Statements of Cash Flows
(Cont'd)

	Note	Group 01.07.2020 to 30.09.2021 RM	Group 01.07.2019 to 30.06.2020 RM	Company 01.07.2020 to 30.09.2021 RM	Company 01.07.2019 to 30.06.2020 RM
Operating loss before working capital changes		(391,593)	(1,338,274)	(3,565,433)	(757,759)
(Increase)/Decrease in inventories		(34,192,376)	251,061	–	–
(Increase)/Decrease in receivables		(28,261,306)	379,703	(100,030)	9
Increase/(Decrease) in payables		21,437,073	6,040,526	(101,687)	414,968
Cash (used in)/generated from operations		(41,408,202)	5,333,016	(3,767,150)	(342,782)
Tax paid		(974,058)	(37,700)	–	–
Interest received		183,785	–	107,484	–
Interest paid		(134,460)	(1,780,828)	–	(322,521)
Net cash (used in)/from operating activities		(42,332,935)	3,514,488	(3,659,666)	(665,303)
Cash flows from investing activities					
Placement of unit trust		(100,695)	–	–	–
Development expenditures paid		(855,237)	(5,735,700)	–	–
Proceeds from disposal of property, plant and equipment		315,985	34,746	–	–
Purchase of property, plant and equipment		(155,962,917)	(43,825)	(6,100)	–
Increase in right-of-use assets		(1,736,516)	–	–	–
Increase in investment in a subsidiary		–	–	(16,010,550)	–
Net proceeds from disposal of subsidiaries		3,550,958	–	6,122,906	–
Advances (to)/from subsidiaries		–	–	(136,574,165)	270,301
Net cash (used in)/from investing activities		(154,788,422)	(5,744,779)	(146,467,909)	270,301

The accompanying notes form an integral part of the financial statements.

Statements of Cash Flows
(Cont'd)

	Note	Group 01.07.2020 to 30.09.2021 RM	Group 01.07.2019 to 30.06.2020 RM	Company 01.07.2020 to 30.09.2021 RM	Company 01.07.2019 to 30.06.2020 RM
Cash flows from financing activities					
Advances from/(to) directors		6,100,467	805,898	–	(80,500)
Advances from shareholders		67,015,150	–	67,015,150	–
Advances from subsidiaries		–	–	–	142,297
Advances (to)/from related parties		(1,613,426)	37,154	2,501	–
Government grants received		2,500,371	2,232,634	–	–
Proceeds from issuance of ordinary shares		86,900,000	–	86,900,000	–
Drawdown of term loan		40,000,000	–	–	–
Drawdown of hire purchase payables		57,029,998	–	–	–
(Decrease)/Increase in trust receipts		(4,909,130)	127,137	–	–
Interest paid		–	(250,654)	–	–
Interest paid for lease liability		(5,082)	(665,459)	–	–
Increase in lease liability		2,918,679	–	–	–
Repayment of:					
- hire purchase		–	(415,591)	–	–
- lease liability		(471,918)	(1,494,539)	–	–
Repayment of term loans		(3,203,084)	(9,375)	–	–
Net cash from financing activities		249,343,347	367,205	153,917,651	61,797
Net increase/(decrease) in cash and cash equivalents		52,221,990	(1,863,086)	3,790,076	(333,205)
Cash and cash equivalents at 1 July 2020/2019		(11,641,903)	(9,778,817)	(3,381,666)	(3,048,461)
Cash and cash equivalents at 30 September 2021/ 30 June 2020	(i)	40,580,087	(11,641,903)	408,410	(3,381,666)

Notes:

(i) Cash and cash equivalents

Cash and cash equivalents comprise the following:

	Note	Group 30.09.2021 RM	Group 30.06.2020 RM	Company 30.09.2021 RM	Company 30.06.2020 RM
Cash and bank balances		14,980,087	346,252	408,410	2
Fixed deposit		25,600,000	–	–	–
Less: Bank overdrafts	23	–	(11,988,155)	–	(3,381,668)
		40,580,087	(11,641,903)	408,410	(3,381,666)

The accompanying notes form an integral part of the financial statements.

Statements of Cash Flows
(Cont'd)

Notes: (Cont'd)

(ii) Reconciliation of liabilities arising from financing activities:

	1 July 2020 RM	Cash flows RM	Non cash flows RM	30 September 2021 RM
2021				
Group				
Amount due to a director	1,899,533	6,100,467	–	8,000,000
Amount due to a shareholder	–	67,015,150	–	67,015,150
Amounts due to related parties	1,613,426	(1,613,426)	–	–
Borrowings:				
- Trust receipts	4,909,130	(4,909,130)	–	–
- Hire purchase payables	–	57,029,998	–	57,029,998
- Term loans	3,203,084	36,796,916	–	40,000,000
Lease liability	11,868,700	(477,000)	(7,973,368)	3,418,332
	23,493,873	160,419,975	(11,374,128)	175,463,480
Company				
Amount due to a shareholder	–	67,015,150	–	67,015,150
Amount due to related party	1,119	145,562	–	146,681
Amount due to subsidiaries	198,518	(198,518)	–	–
	199,637	66,962,194	–	67,161,831

	1 July 2019 RM	Effects of adopting MFRS 16 RM	Cash flows RM	Non cash flows RM	30 June 2020 RM
2020					
Group					
Amount due to a director	1,093,635	–	805,898	–	1,899,533
Amounts due to related parties	1,576,272	–	37,154	–	1,613,426
Borrowings:					
- Trust receipts	4,781,993	–	127,137	–	4,909,130
- Hire purchase payables	415,591	–	(415,591)	–	–
- Term loans	2,847,801	–	(9,375)	364,658	3,203,084
Lease liability	–	13,363,239	(1,494,539)	–	11,868,700
	10,715,292	13,363,239	(949,316)	364,658	23,493,873
Company					
Amount due to directors	80,500	–	(80,500)	–	–
Amount due to related party	1,119	–	–	–	1,119
Amount due to subsidiaries	56,221	–	142,297	–	198,518
	137,840	–	61,797	–	199,637

The accompanying notes form an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 SEPTEMBER 2021

1. BASIS OF PREPARATION

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia.

The financial statements are presented in the Ringgit Malaysia ("RM"), which is the Group's and the Company's functional and presentation currency.

(a) Standards issued and effective

On 1 July 2020, the Group and the Company have adopted the following accounting standards, amendments and interpretations which are mandatory for annual financial periods beginning on or after 1 January 2020:

Description

- Amendments to MFRS 3, *Business Combinations*: Definition of Business
- Amendments to MFRS 4, *Insurance Contracts*: Extension of the Temporary Exemption from Applying MFRS 9
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures*: Interest Rate Benchmark Reform
- Amendments to MFRS 16, *Leases*: Covid-19-Related Rent Concessions
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*: Definition of Material
- Amendments to MFRS 101, *Presentation of Financial Statements*: Classification of Liabilities as Current or Non-current Deferral of Effective Date
- Amendments from other Standards:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 2, *Share-Based Payment*
  - Amendments to MFRS 3, *Business Combinations*
  - Amendments to MFRS 5, *Non-current Assets Held for Sale and Discontinued Operations*
  - Amendments to MFRS 6, *Exploration for and Evaluation of Mineral Resources*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 14, *Regulatory Deferral Accounts*
  - Amendments to MFRS 15, *Revenue from Contracts with Customers*
  - Amendments to MFRS 101, *Presentation of Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*
  - Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*
  - Amendments to MFRS 110, *Events after the Reporting Period*
  - Amendments to MFRS 116, *Property, Plant and Equipment*
  - Amendments to MFRS 119, *Employee Benefits*
  - Amendments to MFRS 128, *Investments in Associates and Joint Ventures*
  - Amendments to MFRS 132, *Financial instruments: Presentation*
  - Amendments to MFRS 134, *Interim Financial Reporting*
  - Amendments to MFRS 136, *Impairment of Assets*
  - Amendments to MFRS 137, *Provision, Contingent Liabilities and Contingent Assets*
  - Amendments to MFRS 138, *Intangible Assets*
  - Amendments to MFRS 140, *Investment Property*
  - Amendments to IC Interpretation 12, *Service Concession Arrangements*
  - Amendments to IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
  - Amendments to IC Interpretation 20, *Stripping Costs in the Production Phase*
  - Amendments to IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
  - Amendments to IC Interpretation 132, *Intangible Assets – Web Site Costs*

Adoption of above amended MFRS did not have any material impact to the financial performances or positions of the Group and of the Company.

1. BASIS OF PREPARATION (CONT'D)

(b) Standards issued but not yet effective

The Group and the Company have not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
• Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement*, MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contracts* and MFRS 16, *Leases*: Interest Rate Benchmark Reform – Phase 2	1 January 2021
• Amendments to MFRS 16, *Leases*: Covid-19-Related Rent Concessions	1 April 2021
• Amendments to MFRS 3, *Business Combinations*: Reference to the Conceptual Framework	1 January 2022
• Amendments to MFRS 3, Business Combinations: Reference to the Conceptual Framework	1 January 2022
• Amendments to MFRS 116, *Property, Plant and Equipment:* Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
• Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets*: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
• Annual improvements to MFRSs 2018 – 2020 cycle	
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*	1 January 2022
- Amendments to MFRS 9, *Financial Instruments*	1 January 2022
- Amendments to MFRS 16, *Leases*	1 January 2022
- Amendments to MFRS 141, *Agriculture*	1 January 2022
• MFRS 17, *Insurance Contracts*	1 January 2023
• Amendments to MFRS 17, *Insurance Contracts*	1 January 2023
• Amendments to MFRS 101, *Presentation of Financial Statements*: Classifications of Liabilities as Current or Non-current	1 January 2023
• Amendments to MFRS 101, *Presentation of Financial Statements*: Disclosure of Accounting Policies	1 January 2023
• Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*: Definition of Accounting Estimates	1 January 2023
• Amendments to MFSR 112, Income Tax: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
• Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128 *Investment in Associate and Joint Ventures*: Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture	Deferred

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group and of the Company.

1. BASIS OF PREPARATION (CONT'D)

(c) Basis of measurement

The financial statements have been prepared on the historical cost basis unless otherwise as indicated in the summary of significant accounting policies.

The financial statements of the Group and of the Company are also prepared on a going concern basis.

However, the Group incurred a net loss of RM16,897,338 during the financial period ended 30 September 2021. This is mainly due to impairments of plant and machinery and right of use asset and impairment of receivables.

The Covid-19 pandemic remains the major challenge and impact on global economy since March 2020 in Malaysia. Throughout the period, the Malaysian Government had instituted more stringent Standard Operating Procedures and commenced various phases of movement control since the beginning of 2021 under the National Recovery Plan. These movement controls did impact the Group's bus operation through restriction in inter-state and cross border movements and work from home requirements.

In assessing the going concern assumption used in the preparation of the financial statements of the Group, management has considered the repayment obligations for other liabilities and overheads cost which are due in the next 12 months,

The Group has successfully raised a private placement of 158,000,000 new ordinary shares at an issue price of RM0.55 per Placement Share. This was completed on 3 December 2020 and part of the proceeds were utilised to settle outstanding borrowings, as working capital of the bus operations and for the construction of a new glove manufacturing factory in Kamunting, Perak.

In addition, the Group had rationalised and streamlined the group by disposal of non-profitable subsidiaries and diversified the existing principal activities of the Group and its subsidiaries to include manufacturing, sales and marketing of gloves and other related activities.

The directors of the Company are cautiously optimistic that the outcome of the rationalisation, streamlining and diversification will be successful. Accordingly, the directors of the Company are of the opinion that it is appropriate for the financial statements of the Group and the Company to be prepared on a going concern basis.

(d) Significant accounting estimates and judgements

Estimates and judgements are continually evaluated by the Directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgements that affect the application of the Group's and of the Company's accounting policies and disclosures, and have a significant risk of causing a material adjustment to the carrying amounts of assets, liabilities, income and expenses are discussed below:

(i) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group and the Company recognise tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the year in which such determination is made.

1. BASIS OF PREPARATION (CONT'D)

(d) Significant accounting estimates and judgements (Cont'd)

(ii) Depreciation of Property, Plant and Equipment

The estimates for the residual values, useful lives and related depreciation charges for the property, plant and equipment are based on commercial and production factors which could change significantly as a result of technical innovations and competitors' actions in response to the market conditions.

The Group and the Company anticipate that the residual values of its property, plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount.

Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

(iii) Impairment of Non-financial Assets

When the recoverable amount of an asset is determined based on the estimated value in use of the cash-generating unit to which the asset is allocated, the management is required to make an estimate of the expected future cash flows from the cash-generating unit and also to apply a suitable discount rate in order to determine the present value of those cash flows.

(iv) Provision for Expected Credit Losses ("ECLs") of Trade Receivables

The Group uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on the payment profiles of sales over a period of 36 months before the end of the reporting period and the corresponding historical credit losses experienced within this period.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust the historical credit loss experience with forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The historical observed default rates are updated and changes in the forward-looking estimates are analysed at every end of the reporting period.

(v) Write-down for Inventories

Reviews are made periodically by management on damaged, obsolete and slow-moving inventories. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories.

(vi) Deferred Tax Assets and Liabilities

Deferred tax implications arising from the changes in corporate income tax rates are measured with reference to the estimated realisation and settlement of temporary differences in the future periods in which the tax rates are expected to apply, based on the tax rates enacted or substantively enacted at the end of the reporting year. While management's estimates on the realisation and settlement of temporary differences are based on the available information at the statement of financial position date, changes in business strategy, future operating performance and other factors could potentially impact on the actual timing and amount of temporary differences realised and settled. Any difference between the actual amount and the estimated amount would be recognised in the profit or loss in the period in which actual realisation and settlement occurs.

1. BASIS OF PREPARATION (CONT'D)

(d) Significant accounting estimates and judgements (Cont'd)

(vii) Carrying Amount of Investment in Subsidiaries

Investments in subsidiaries are reviewed in accordance with the Group's and the Company's accounting policy as disclosed in Note 2(h)(ii) to the financial statements, due to events indicate that the carrying amount's may not be recoverable.

Significant judgement is required in the estimation of the present value of future cash flows generated by the subsidiaries, which involves uncertainties and are significantly affected by assumptions and judgements made regarding estimates of future cash flows and discount rates. Changes in assumptions could significantly affect the carrying amount of investments in subsidiaries.

(viii) Revaluation of Properties, Plants and Equipments

Leasehold land and buildings and buses of the Group are reported at valuation which is based on valuation performed by independent professional valuers.

(ix) Leases

(a) Lease term

In determining the lease term, management considers all fact and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

The extension options in leases for buses and land have been included in the lease liability in consideration of the costs and business disruption required to replace the leased assets.

Most extension options in land leases have been included in the lease liability, because the Group could not replace the assets without significant cost or business disruption.

(b) Incremental borrowing rate of leases

In determining the incremental borrowing rate, the Group uses recent third-party financing received by the Group as a starting point and makes adjustments specific to the lease, for e.g. term and security.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of consolidation

(i) Subsidiaries

Subsidiaries are entities, including structured entities, controlled by the Group. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The Group controls an entity when it is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Potential voting rights are considered when assessing the control only when such rights are substantive. The Group also considers it has de facto power over an investee when, despite not having the majority of voting rights, it has the current ability to direct the activities of the investee that significantly affect the investee's return.

Investments in subsidiaries are measured in the Company's statement of financial position at cost less any impairment losses, unless the investment is classified as held for sale or distribution. The cost of investment includes transactions costs.

(ii) Business combinations

Business combinations are accounted for using the acquisition method from the acquisition date, which is the date on which control is transferred to the Group.

For new acquisition, the Group measures the cost of goodwill at the acquisition date as:

- the fair value of the consideration transferred; plus
- the recognised amount of any non-controlling interests in the acquiree; plus
- if the business combination is achieved in stages, the fair value of the existing equity interest in the acquiree; less
- the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed.

In a business combination achieved in stages, previously held equity interests in the acquiree are remeasured at fair value at the acquisition date and any corresponding gain or loss is recognised in profit or loss.

Non-controlling interests in the acquire may be initially measured either at fair value or at the non-controlling interests' proportionate shares of the fair value of the acquiree's identifiable net assets at the date of acquisition. The choice of measurement basis is made on a transaction-by-transaction basis.

Acquisition-related costs, other than the costs to issue debt or equity securities, are recognised in profit or loss when incurred.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(a) Basis of consolidation (Cont'd)

(iii) Non-controlling interests

Non-controlling interests at the end of the reporting period, being the equity in a subsidiary not attributable directly or indirectly to the equity holders of the Company, are presented in the consolidated statement of financial position and statement of changes in equity within equity, separately from equity attributable to the owners of the Company. Non-controlling interests in the results of the Group is presented in the consolidated statement of profit or loss and other comprehensive income as an allocation of the profit and loss and the other comprehensive income for the year between non-controlling interests and the owners of the Company.

Losses applicable to the non-controlling interests in a subsidiary are allocated to the non-controlling interests even if doing so caused the non-controlling interests to have a deficit balance.

(iv) Transactions with non-controlling interests

Transactions with non-controlling interests are accounted for using the entity concept method, whereby, transactions with non-controlling interests are accounted for as transactions with owners.

On acquisition of non-controlling interest, the difference between the consideration and the Group's share of the net assets acquired is recognised directly in equity. Gain or loss on disposal to non-controlling interests is recognised directly in equity.

(v) Loss of control

Upon the loss of control of a subsidiary, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in the profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as equity accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

(vi) Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Unrealised gains arising from transactions with equity accounted associates are eliminated against the investment to the extent of the Group's interest in the associates and jointly controlled entities. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) Foreign currencies

Foreign currency transactions

Transactions in foreign currencies are measured in the respective functional currencies of the Group and of the Company and are recorded on initial recognition in the functional currencies at exchange rates approximating those ruling at the transaction dates.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items denominated in foreign currencies measured at fair value are translated using the exchange rates at the date when the fair value was determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at the reporting date are recognised in profit or loss except for exchange differences arising on monetary items that form part of the Group's and of the Company's net investment in foreign operations, which are recognised initially in other comprehensive income and accumulated under foreign currency translation reserve in equity. The foreign currency translation reserve is reclassified from equity to the profit or loss of the Group and of the Company on disposal of the foreign operation.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity.

The principal exchange rates for every unit of foreign currency ruling used at reporting date are as follows:

	2021 RM	2020 RM
1 United States Dollar ("USD")	4.1880	4.2825

(c) Revenue and other income

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

(i) Sale of used buses and express buses

The Group sells a range of used buses and express buses under Original Equipment Manufacturer ("OEM"). Revenue is recognised at the point in time when control of the asset is transferred to the customer, being when the products are delivered. The contract price is variable for different contracts as the revenue is recognised based on the assets price, net of returns and discounts. The normal credit term is 30 to 180 days upon delivery.

No element of financing is deemed present as the sales are made with a credit term of 30 to 180 days, which is consistent with the market practice.

Trade receivables are recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Revenue and other income (Cont'd)

(ii) Interest income

Interest income is recognised using the effective interest method for financial assets measured at amortised cost and at fair value through other comprehensive income.

(iii) City bus and express bus services

The Group provides a range of city bus and express bus services through selling bus tickets. Revenue is recognised at the point in time when the completion of services were rendered. The contract price is variable for different contracts as the revenue is recognised based on the package of tickets price, net of returns and discounts. The normal credit term is cash on delivery.

(iv) Repair and maintenance services

The Group provides a range of repair and maintenance bus services to inter-companies and external markets. Revenue is recognised at the point in time when the completion of services were rendered. The contract price is variable for different contracts as the revenue is recognised based on the spare parts price, net of returns and discounts. The normal credit term is 30 to 180 days upon delivery.

(v) Rental income

Rental income is recognised on straight-line basis over the lease term. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

(vi) Engineering services

The Group provides engineering service works for the development of 2 units of double decker electric bus. Revenue is recognised at the point in time when the completion of services were rendered. The contract price is variable for different contracts as the revenue is recognised based on the purchase order of engineering works, net of returns and discounts. The normal credit term is 45 days upon delivery.

(vii) Manufacturing, sales and marketing of gloves

The Group manufactures, sells and markets gloves locally and worldwide. Revenue is recognised at the point in time when control of asset is transferred to the customer, being when the products are delivered. The normal credit term is cash on delivery to 30 days upon delivery.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Employee benefits expense

(i) Short term employee benefits

Wages, salaries, paid annual leave, bonuses and social security contributions are recognised as expenses in the financial period in which the associated services are rendered by employees of the Group and of the Company. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by the employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined contribution plans

The Group's and the Company's contribution to defined contribution plans are charged to the profit or loss in the period to which they relate. Once the contribution have been paid, the Group and the Company have no further liability in respect of the defined contribution plans.

(e) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sales.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

(f) Tax expense

(i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

(ii) Deferred tax

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences other than those that arise from goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(f) Tax expense (Cont'd)

(ii) Deferred tax (Cont'd)

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

The carrying amounts of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when then deferred income taxes relate to the same taxation authority.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transactions either in other comprehensive income or directly in equity and deferred tax arising from a business combination is included in the resulting goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs.

(g) Loss per ordinary share

The Group presents basic and diluted loss per ordinary share ("LPS") data for its ordinary shares.

Basic LPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held.

Diluted LPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

(h) Impairment

(i) Financial assets

The Group and the Company recognise loss allowances for expected credit losses on financial assets measured at amortised cost, expected credit losses are a probability-weighted estimate of credit losses.

The Group and the Company measure loss allowances at an amount equal to lifetime expected credit loss, except for cash and bank balances. Loss allowances for trade receivables are always measured at an amount equal to lifetime expected credit loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Impairment (Cont'd)

(i) Financial assets (Cont'd)

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit loss, the Group and the Company consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's and the Company's historical experience and informed credit assessment and including forward-looking information, where available.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of the asset, which 12-month expected credit losses are the portion of expected credit losses that result from default events that are possible within the 12-months after the reporting date. The maximum period considered when estimating expected credit losses is the maximum contractual period over which the Group and the Company are exposed to credit risk.

The Group and the Company estimate the expected credit losses on trade receivables using a provision matrix with reference to historical credit loss experience.

An impairment loss in respect of financial assets measured at amortised cost is recognised in profit or loss and the carrying amount of the asset is reduced through the use of an allowance amount.

At each reporting date, the Group and the Company assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

The gross carrying amount of a financial asset is written off (either partially or full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group and the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's and the Company's procedures for recovery amounts due.

(ii) Non-financial assets

The Group and the Company assess at the end of each reporting period whether there is an indication that an asset may be impaired. If any such indication exists, the Group and the Company shall estimate the recoverable amount of the asset.

An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units ("CGUs")).

In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is written down to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Impairment (Cont'd)

(ii) Non-financial assets (Cont'd)

Impairment losses are recognised in profit or loss except for assets that are previously revalued where the revaluation was taken to other comprehensive income. In this case the impairment is also recognised in other comprehensive income up to the amount of any previous revaluation.

An assessment is made at the end of each reporting period as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased.

A previously recognised impairment loss for an asset other than goodwill is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset shall be increased to its recoverable amount. The increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously.

Such reversal is recognised in profit or loss unless the asset is measured at revalued amount, in which case the reversal is treated as a revaluation increase. Impairment loss on goodwill is not reversed in a subsequent period.

(i) Property, plant and equipment

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Group and the Company and the cost of the item can be measured reliably.

All items of property, plant and equipment are initially recorded at cost. Costs include purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any costs directly attributable to bring the asset to working condition for its intended use, and the initial estimate of the costs of dismantling and removing the items and restoring the site on which they are located.

Subsequent to the initial recognition, property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Subsequent to recognition, property, plant and equipment whose fair value can be measured reliably are measured at a revalued amount, being their fair value at the date of the revaluation less subsequent accumulated depreciation and subsequent accumulated impairment losses, if any.

The Group revalues its long-term leasehold land and buildings and yard infrastructure every five (5) years or at shorter intervals whenever the fair value of the revalued assets is expected to differ materially from their carrying value. Additions subsequent to the date of revaluation are stated at cost until the next revaluation exercise.

Increases in the carrying amounts arising on revaluation of property, plant and equipment are recognised, net of tax, in other comprehensive income and accumulated in reserves in shareholders' equity. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent the remaining surplus attributable to the asset; all other decreases are charged to profit or loss. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost, net of tax, is reclassified from the property, plant and equipment revaluation surplus to retained earnings.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(i) Property, plant and equipment (Cont'd)

When significant parts of property, plant and equipment are required to be replaced in intervals, the Group and the Company recognise such parts as individual assets with specific useful lives and depreciation, respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation is based on the cost of an asset less its residual value. Significant components of assets are assessed, and if a component has a useful life that is different from the remainder of that asset, then that component is depreciated separately.

Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Group will obtain ownership by the end of the lease term.

Depreciation of the other property, plant and equipment is provided for on a straight-line basis over the estimated useful lives of the assets as follows:

Leasehold land	25 years to 81 years
Buildings	2%
Buses and motor vehicles	10% - 20%
Renovation	15% - 20%
Plant and machineries	6.67% - 20%
Office equipment, furniture and fittings	10% - 33%

The residual value, useful life and depreciation method are reviewed at each financial period end, and adjusted prospectively, if appropriate.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the profit or loss in the year the asset is derecognised. Upon the disposal of revalued assets, the attributable revaluation surplus remaining in the revaluation reserve is transferred to retained profits.

The gain or loss arising from derecognition of the asset is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

(j) Leases

(i) Initial recognition and measurement

(a) As a lessee

The Group and the Company recognised right-of-use asset and lease liability at the commencement date of the lease.

The right-of-use asset is initially measured at cost, which comprises as follows:

- the initial amount of the lease liability;
- any lease payments made at or before the commencement date, less any lease incentives received;
- any initial direct costs incurred; and
- an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Leases (Cont'd)

(i) Initial recognition and measurement (Cont'd)

(a) As a lessee (Cont'd)

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's and the Company's incremental borrowing rate.

Variable lease payments that do not depends on an index or a rate are excluded from lease liability and right-of-use asset and recognised in profit or loss in the period in which the event or condition that triggers those payments occurs.

The Group and the Company have elected not to recognise right-of-use assets and lease liabilities for short-term leases and leases for which the underlying asset is of low value. The Group and the Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

(b) As a lessor

Leases for which the Group or the Company is a lessor are classified as finance or operating leases.

Leases which transfer substantially all of the risks and rewards incidental to ownership of the underlying asset is a finance lease; if not, then it is an operating lease.

The Group and the Company recognises assets held under a finance lease in its statement of financial position and presents them as a receivable at an amount equal to the net investment in the lease. Initial direct costs, other than those incurred by manufacturer or dealer lessors, are included in the initial measurement of the investment in the lease.

When the Group or the Company is an intermediate lessor, it accounts for its interests in the head lease and the sublease separately. It assesses the lease classification of a sublease with reference to the right- of-use asset arising from the head lease. If a head lease is a short-term lease to which the Group applies the exemption described above, then it classifies the sublease as an operating lease.

(ii) Subsequent measurement

(a) As a lessee

The right-of-use asset is subsequently depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset to the Group and the Company by the end of the lease term or if the cost of the right-of-use asset reflects that the Group and the Company will exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. In addition, the right-of-use asset is periodically reduced by impairment losses determined in accordance with Note 2(h)(ii) to the financial statements, if any, and adjusted for certain remeasurements of the lease liability.

The Company has elected to apply revaluation model to leasehold land and building. The leasehold land and building are measured at revalued amount, being their fair value at the date of the revaluation less subsequent accumulated depreciation and subsequent accumulated impairment losses, if any.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(j) Leases (Cont'd)

(ii) Subsequent measurement (Cont'd)

(a) As a lessee (Cont'd)

Increases in the carrying amounts arising on revaluation of leasehold land and building are recognised, net of tax, in other comprehensive income and accumulated in reserves in shareholders' equity. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent the remaining surplus attributable to the asset; all other decreases are charged to profit or loss. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost, net of tax, is reclassified from the leasehold land and building revaluation surplus to retained earnings.

The carrying amount of lease liability is subsequently increased by interest on the lease liability and reduced by lease payments made. It is remeasured when there is a change in lease term, assessment of an option to purchase the underlying asset, future lease payments arising from the change in an index or rate, the Group's and the Company's estimate of the amount expected to be payable under a residual value guarantee or in-substance fixed lease payments.

When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(b) As a lessor

Finance income from finance leases is recognised over the lease term, based on a pattern reflecting a constant periodic rate of return on the lessor's net investment in the lease whereas lease income from operating leases is recognised in profit or loss on a straight-line basis over the lease term.

(k) Research and development expenditures

Research expenditure is recognised as an expense when it is incurred.

Development expenditures are recognised as expense except that expenditures incurred on development projects are capitalised as non-current assets to the extent that such expenditures are expected to generate future economic benefits. Development expenditures are capitalised if, and only if an entity can demonstrate all of the following:

(a) its ability to measure reliably the expenditures attributable to the asset under development;
(b) the product or process is technically and commercially feasible;
(c) its future economic benefits are probable;
(d) its intention to complete and the ability to use or sell the developed asset; and
(e) the availability of adequate technical, financial and other resources to complete the asset under development.

Capitalised development expenditures are measured at cost less accumulated amortisation and impairment losses, if any. Development expenditures initially recognised as expenses are not recognised as assets in the subsequent period.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(k) Research and development expenditures (Cont'd)

The development expenditures are amortised on a unit of production method over the life of the project when the products are ready for sale or use. In the event that the expected future economic benefits are no longer probable of being recovered, the development expenditures are written down to its recoverable amount.

Amortisation of development expenditure when the products are ready for sale or use is provided for on a straight-line basis over the useful lives of the assets as follows:

Development expenditure	Nature	Useful life
Automobile software	Automobile software	15 years

The amortisation method, useful life and residual value are reviewed, and adjusted if appropriate, at the end of each financial year.

(l) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all conditions attached will be met. Government grants relating to income shall be recognised in profit or loss on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate. Government grants relating to an asset are amortised to profit or loss over the expected useful life of the relevant asset by equal annual instalments or presented in the statements of financial position by deducting the grants in arriving at the carrying amount of the asset.

(m) Financial assets

(i) Initial recognition and measurement

Financial assets are recognised when, and only when, the Group and the Company become party to the contractual provision of the instrument.

At initial recognition, the Group and the Company measure a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset.

A trade receivable without a significant financing component is initially measured at the transaction price.

(ii) Subsequent measurement

The Group and the Company classify their financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- those to be measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

The Group and the Company reclassified debt investments when and only when its business model for managing those asset changes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(m) Financial assets (Cont'd)

(ii) Subsequent measurement (Cont'd)

- ***Amortised cost***

  Financial asset is measured at amortised cost when the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

  Interest income from financial asset measured at amortised cost is recognised in profit or loss using the effective interest method. Any gain or loss on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gain and losses.

- ***Fair value through other comprehensive income ("FVOCI")***

  1. Debt investment

  Debt investment, which is not designated as at fair value through profit or loss, is measured at FVOCI when the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and its contractual terms give rise on specified dates to cash flows that are solely payments to principal and interest on the principal amount outstanding.

  Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest income calculated using the effective interest method, and foreign exchange gains and losses which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss. Impairment expenses are presented as a separate line item in the statement of profit or loss.

  2. Equity investment

  Equity investment is measured at FVOCI when the Group and the Company made an irrevocable election to present changes in fair value in other comprehensive income. This election is made on an investment-by-investment basis.

  Dividends from such investments continue to be recognised in profit or loss as other income when the Group's and the Company's right to receive payments is established.

  Other net gains and losses are recognised in other comprehensive income. On derecognition, gains and losses accumulated in other comprehensive income are not reclassified to profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(m) Financial assets (Cont'd)

(ii) Subsequent measurement (Cont'd)

- ***Fair value through profit or loss ("FVTPL")***

  All financial assets not measured at amortised cost or FVOCI as described above are measured at FVTPL. This includes derivative financial assets (except for a derivative that is a designated and effective hedging instrument).

  Financial assets categorised as FVTPL are subsequently measured at their fair value. Net gains or losses, including any interest or dividend income, are recognised in the profit or loss.

(iii) Derecognition

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group and the Company have transferred substantially all the risk and rewards of ownership. On derecognition of a financial asset, the difference between the carrying amount of the financial asset and the sum of consideration received (including any new asset obtained less any new liability assumed) shall be recognised in profit or loss.

Any cumulative gain or loss arise from fair value changes in equity investment that had been recognised in other comprehensive income is transferred within equity when the equity investment is derecognised whereas any cumulative gain or loss arise from fair value changes in debt investment that had been recognised in other comprehensive income is transferred to profit or loss when the debt investment is derecognised.

(n) Inventories

Inventories are stated at the lower of cost and net realisable value.

Cost of raw materials, packaging materials and fuel and spare parts are determined on the weighted average method. Costs of new and used coaches are determined using the specific identification method. Cost of work in progress and finished goods (determined on the weighted average cost method) includes cost of direct materials, direct labour and an appropriate proportion of production overheads.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(o) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits, deposits pledged and short-term, highly liquid investments that are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(p) Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Group and the Company becomes party to the contractual provision of the instrument.

At initial recognition, the Group and the Company measures a financial liability at its fair value plus, in the case of a financial liability not at FVTPL, transaction costs that are directly attributable to the issue of the financial liability.

(ii) Subsequent measurement

The categories of financial liabilities at initial recognition are as follows:

(a) Amortised cost

All financial liabilities are measured at amortised cost using the effective interest method, except for financial liabilities where it is designated as FVTPL.

Interest expense and foreign exchange gains and losses are recognised in profit or loss.

(b) Fair value through profit or loss ("FVTPL")

Financial liabilities that are derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument), contingent consideration in a business combination and financial liabilities that are specifically designated into this category upon initial recognition are measured at FVTPL.

Financial liabilities may be designated upon initial recognition at FVTPL only if the criteria in MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014) are satisfied. The Company has not designated any financial liability as at FVTPL.

Financial liabilities categorised at FVTPL are subsequently carried at fair value with the gain or losses recognised in profit or loss.

(iii) Derecognition

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability.

The difference between the carrying amount of a financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liability assumed, is recognised in profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(q) Provisions

Provisions are recognised when the Group and the Company have a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. Where the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risk specific to the liability and the present value of the expenditure expected to be required to settle the obligation.

(r) Contingencies

(i) Contingent liabilities

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is not recognised in the statements of financial position and is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability outflow of economic benefits is remote.

(ii) Contingent assets

When an inflow of economic benefit of an asset is probable where it arises from past events and where existence will be confirmed only by the occurrence or non-occurrence of one of more uncertain future events not wholly within the control of the entity, the asset is not recognised in the statement of financial position but is being disclosed as a contingent asset. When the inflow of economic benefit is virtually certain, then the related asset is recognised.

(s) Operating segment

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. An operating segment's operating results are reviewed regularly by the chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available as disclosed in Note 28 to the financial statements.

(t) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Group and of the Company after deducting all of its liabilities.

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Dividends on ordinary shares are recognised from equity in the period in which they are declared.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(u) Fair value measurements

Fair value of an asset or a liability, except for share-based payment and lease transactions, is determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market or in the absence of a principal market, in the most advantageous market which must be accessible to by the Group and the Company.

For non-financial asset, the fair value measurement considers a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

When measuring the fair value of an asset or a liability, the Group and the Company use observable market data as far as possible. Fair value are categories into different levels in a fair value hierarchy based on the input used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group and the Company can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The Group and the Company recognise transfers between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfer.

(v) Discontinued operations

Discontinued operations are a component of the Group's business that represent a separate major line of business or geographical area of operations that has been disposed of or is held for sale or distribution, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs upon disposal or when the operation meets the criteria to be classified as held for sale, if earlier. When an operation is classified as a discontinued operation, the comparative statement of profit or loss and other comprehensive income is re-presented as if the operation had been discontinued from the start of the comparative period.

3. REVENUE

Disaggregation of revenue

In the following table, revenue from contracts with customers is disaggregated by major goods or services and timing of revenue recognition.

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Revenue from contract with customers:				
Sale of goods	23,571,160	–	–	–
City bus services	1,193,790	7,676,833	–	–
Express bus services	633,938	5,803,715	–	–
Repair and maintenance services	15,120	1,658	–	–
Engineering services	2,411,253	8,424,214	–	–
	27,825,261	21,906,420	–	–
Timing of revenue recognition				
At a point in time	27,825,261	21,906,420	–	–

4. COST OF SALES

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Opening inventories	234,180	234,180	–	–
Purchase	37,169,673	–	–	–
Depreciation of property, plant and equipment (Note 12)	2,001,615	1,571,161	–	–
Depreciation of right-of-use assets (Note 13)	1,889,828	1,781,765	–	–
Employee benefits expense (Note 8)	4,397,807	5,939,296	–	–
Cost of goods manufactured	–	455,269	–	–
Others	8,470,139	13,128,839	–	–
Closing inventories	(34,193,091)	(234,180)	–	–
	19,970,151	22,876,330	–	–

Notes to the Financial Statements
(Cont'd)

5. OTHER INCOME

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Reversal of remeasurement of trade and non-trade receivables	–	214,739	–	–
Reversal of impairment loss on related party	–	–	93,836	–
Reversal of impairment loss on investment in subsidiaries	–	–	34,000,000	–
Reversal of provision for financial guarantee contract	–	–	9,000,000	–
Amortisation of government grant	2,500,371	4,732,634	–	–
Rental income	1,500	2,108,667	–	–
Interest income	183,785	–	–	–
Gain on disposal of investment in subsidiaries	2,992,085	–	6,122,906	–
Gain on disposal of plant, property and equipment	6,152	–	–	–
Unrealised foreign exchange gain	114,252	–	–	–
Realised foreign exchange gain	153,450	–	–	–
Reversal of impairment loss of trade and non-trade receivables	2,000	43,638	–	–
Sale of used buses and express buses	–	252,000	–	–
Others	284,877	360,954	76,885	–
	6,238,472	7,712,632	49,293,627	–

6. ADMINISTRATIVE EXPENSE

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Auditors' remuneration	136,000	179,700	71,500	71,500
Depreciation of property, plant and equipment (Note 12)	1,002,800	964,493	577	687
Depreciation of right-of-use assets (Note 13)	464,846	253,457	–	–
Employee benefits expenses (Note 8)	4,657,463	3,796,798	1,922,583	111,000
Impairment loss on property, plant and equipment	2,052,240	8,202,160	–	–
Impairment loss on investment in subsidiaries	–	–	–	60,461,894
Allowance of expected credit loss of trade receivables	6,332,895	1,621,295	–	–
Rental expenses	418,350	–	302,720	–
Written off of property, plant and equipment	7,210,933	–	1	–
Others	8,731,923	2,620,343	1,417,015	646,759
	30,871,450	17,458,546	3,642,896	61,220,340

7. OTHER OPERATING EXPENSE

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Impairment loss on property, plant and equipment	–	639,640	–	–
Written down of inventories	–	3,755,579	–	–
Others	–	–	–	–
	–	4,395,219	–	–

8. EMPLOYEE BENEFITS EXPENSE

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Cost of sales (Note 4)	4,397,807	5,939,296	–	–
Administrative expense (Note 6)	4,657,463	3,796,798	1,922,583	111,000
	9,055,270	9,736,094	1,922,583	111,000
Staff costs				
- salaries, bonus, overtime and allowance	6,473,514	6,766,292	1,005,857	–
- contribution to defined contribution plan	756,906	705,501	105,677	–
- social security contributions	92,109	115,450	4,014	–
- other employee benefit expenses	443,357	62,448	–	–
	7,765,886	7,649,691	1,115,548	–
Directors' remuneration and fees				
(i) Executive Directors:				
- fees	55,644	30,000	55,644	–
- Overprovision of fees in prior year	(22,500)	–	(22,500)	–
- salaries and other emoluments	1,001,224	1,923,600	525,300	–
- contribution to defined contribution plan	83,191	20,880	77,400	–
- social security contributions	1,798	923	1,164	–
	1,119,357	1,975,403	637,008	–
(ii) Non-executive Directors:				
- fees	160,427	79,500	160,427	79,500
- other emoluments	9,600	31,500	9,600	31,500
	170,027	111,000	170,027	111,000
	1,289,384	2,086,403	807,035	111,000
	9,055,270	9,736,094	1,922,583	111,000

9. FINANCE COSTS

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Interest expense on:				
- bank overdrafts	(701,409)	1,780,828	(107,484)	322,521
- hire purchase payables	835,869	5,056	–	–
- lease liability	5,082	665,459	–	–
- overdue	–	148,507	–	–
- term loans	–	364,658	–	–
- trust receipt	–	97,091	–	–
- unwinding discount	–	100,939	–	–
	139,542	3,162,538	(107,484)	322,521

10. TAX (INCOME)/EXPENSE

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Current tax expense				
- current year	526,468	1,107,294	–	–
- (over)/underprovision in prior year	(1,079,051)	44,591	–	–
	(552,583)	1,151,885	–	–
Deferred tax (Note 24)				
- current year	1,352,694	458,461	–	(165)
- crystallisation of deferred tax liabilities on revaluation of property, plant and equipment	(902,700)	(101,205)	–	–
- under/(over)provision in prior year	82,517	(838,869)	–	–
	532,511	(481,613)	–	(165)
	(20,072)	670,272	–	(165)

10. TAX (INCOME)/EXPENSE (CONT'D)

(a) Recognised in profit or loss

	Group		Company	
	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM	01.07.2020 to 30.09.2021 RM	01.07.2019 to 30.06.2020 RM
Reconciliation of tax (income)/expense				
(Loss)/Profit before tax	(16,917,410)	(19,336,143)	45,758,215	(65,419,178)
Tax calculated at statutory rate of 24%	(4,060,177)	(4,640,674)	10,981,972	(15,700,603)
Non-deductible expenses	25,988,478	2,062,025	848,498	15,700,438
Non-taxable income	(20,672,312)	(74,681)	(11,830,470)	–
Crystallisation of deferred tax assets	(902,700)	(101,205)	–	–
Deferred tax assets not recognised	623,173	4,219,085	–	–
	976,462	1,464,550	–	(165)
(Over)/Underprovision in prior year:				
- current tax	(1,079,051)	44,591	–	–
- deferred tax	82,517	(838,869)	–	–
	(20,072)	670,272	–	(165)

The Group has unutilised tax losses of RM24,799,287 (2020: RM20,461,240) and unabsorbed capital allowances of RM7,294,488 (2020: RM16,617,016) available for offsetting against future taxable profits.

Effective from year of assessment 2019, the unutilised tax losses can be carried forward for a period of 7 years from year of assessment 2019 onwards to set off against future taxable profit. However, the unutilised tax losses which arose up to year of assessment 2018 are to be utilised before the year of assessment 2025.

10. TAX (INCOME)/EXPENSE (CONT'D)

(a) Recognised in profit or loss (Cont'd)

Unutilised tax losses can be carried forward for a period of 7 years of assessment ("YA") to set off against future taxable profits as follows:

	Group		Company	
	RM	Utilised up to	RM	Utilised up to
YA 2018 and before	16,448,327	YA 2025	–	–
YA 2019	2,878,864	YA 2026	–	–
YA 2020	5,472,096	YA 2027	–	–

(b) Recognised in other comprehensive income

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Deferred tax:				
- Revaluation surplus	–	1,689,652	–	–

11. LOSS PER SHARE

Basic/Diluted loss per share is calculated by dividing loss for the financial period/year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period/year.

	Group	
	30.09.2021	30.06.2020
Loss for the financial period/year attributable to owners of the Company (RM)	(15,291,895)	(18,740,664)
Weighted average number of ordinary shares in issue (units)	230,293,860	126,000,000
Loss per share (sen)	(6.64)	(14.87)

There is no diluted loss per share disclosed as there was no dilutive potential ordinary share.

Notes to the Financial Statements
(Cont'd)

12. PROPERTY, PLANT AND EQUIPMENT

	Buildings under construction RM	Buildings RM	Buses and motor vehicles RM	Renovation RM	Work-in-progress RM	Plant and machineries RM	Office equipment, furniture and fittings RM	Total RM
Group								
2021								
Cost/Valuation								
At 1 July 2020	–	36,011,418	26,500,952	179,941	–	2,683,100	1,781,855	67,157,266
Additions	77,764,418	–	5,737,520	–	71,329,515	405,664	725,800	155,962,917
Reclassification to Right-of-use assets	–	(6,100,000)	–	–	–	–	–	(6,100,000)
Disposal of subsidiaries	–	(141,420)	(2,604,395)	–	–	(1,668,165)	(496,517)	(4,910,497)
Disposal	–	–	(7,517,945)	–	–	(749,691)	(358,979)	(8,626,615)
Transfer from/(to) building under construction	(71,981,102)	71,981,102	–	–	–	–	–	–
Transfer from/(to) work-in-progress	–	–	–	–	(36,939,589)	36,939,589	–	–
Written off	–	(7,260,926)	–	–	–	(96,545)	(4,500)	(7,361,971)
At 30 September 2021	5,783,316	94,490,174	22,116,132	179,941	34,389,926	37,513,952	1,647,659	196,121,100

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Buildings under construction RM	Buildings RM	Buses and motor vehicles RM	Renovation RM	Work-in-progress RM	Plant and machineries RM	Office equipment, furniture and fittings RM	Total RM
Group								
2021								
Accumulated depreciation and impairment loss								
At 1 July 2020								
Accumulated depreciation	–	–	9,392,244	130,003	–	2,069,372	1,607,776	13,199,395
Accumulated impairment loss	–	–	8,994,041	–	–	599,980	33,798	9,627,819
	–	–	18,386,285	130,003	–	2,669,352	1,641,574	22,827,214
Depreciation for the financial year	–	1,114,398	1,190,106	18,477	–	597,737	83,697	3,004,415
Disposal of subsidiaries	–	–	(1,000,520)	–	–	(1,668,057)	(407,190)	(3,075,767)
Disposal	–	(219,908)	(6,989,043)	–	–	(749,689)	(358,142)	(8,316,782)
Written off	–	(129,006)	–	–	–	(17,533)	(4,499)	(151,038)
Additions on impairment loss	–	–	4,774,814	–	–	–	–	4,774,814
At 30 September 2021								
Accumulated depreciation	–	765,484	9,043,815	148,480	–	831,810	955,440	11,745,029
Accumulated impairment loss	–	–	7,317,827	–	–	–	–	7,317,827
	–	765,484	16,361,642	148,480	–	831,810	955,440	19,062,856

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Buildings under construction RM	Buildings RM	Buses and motor vehicles RM	Renovation RM	Work-in-progress RM	Plant and machineries RM	Office equipment, furniture and fittings RM	Total RM
Group								
2021								
Carrying amount								
At 30 September 2021	5,783,316	93,724,690	5,754,490	31,461	34,389,926	36,682,142	692,219	177,058,244
Representing:								
At valuation	–	93,724,690	–	–	–	–	–	93,724,690
At cost	5,783,316	–	5,754,490	31,461	34,389,926	36,682,142	692,219	83,333,554
	5,783,316	93,724,690	5,754,490	31,461	34,389,926	36,682,142	692,219	177,058,244

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Leasehold land RM	Buildings RM	Buses and motor vehicles RM	Renovation RM	Plant and machineries RM	Office equipment, furniture and fittings RM	Total RM
Group							
2020							
Cost/Valuation							
At 1 July 2019 (before restated)	16,556,131	40,974,567	26,642,718	179,941	2,683,100	1,918,026	88,954,483
Initial application of MFRS 16	(16,531,131)	–	–	–	–	–	(16,531,131)
At 1 July 2019 (after restated)	25,000	40,974,567	26,642,718	179,941	2,683,100	1,918,026	72,423,352
Additions	–	34,746	4,550	–	–	4,529	43,825
Revaluation surplus	–	4,931,006	–	–	–	–	4,931,006
Elimination of accumulated depreciation	–	(9,886,466)	–	–	–	–	(9,886,466)
Disposal	(25,000)	(42,435)	–	–	–	–	(67,435)
Transfer to development expenditures	–	–	–	–	–	(85,400)	(85,400)
Written off	–	–	(146,316)	–	–	(55,300)	(201,616)
At 30 June 2020	–	36,011,418	26,500,952	179,941	2,683,100	1,781,855	67,157,266

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Leasehold land RM	Buildings RM	Buses and motor vehicles RM	Renovation RM	Plant and machineries RM	Office equipment, furniture and fittings RM	Total RM
Group							
2020							
Accumulated depreciation and impairment loss							
At 1 July 2019 (before restated)							
Accumulated depreciation	1,595,701	9,023,005	8,155,862	114,089	1,882,563	1,600,175	22,371,395
Accumulated impairment loss	–	–	786,019	–	–	–	786,019
	1,595,701	9,023,005	8,941,881	114,089	1,882,563	1,600,175	23,157,414
Initial application of MFRS 16	(1,586,885)	–	–	–	–	–	(1,586,885)
At 1 July 2019 (after restated)	8,816	9,023,005	8,941,881	114,089	1,882,563	1,600,175	21,570,529
Depreciation for the financial year	147	887,187	1,382,697	15,914	186,809	62,900	2,535,654
Elimination of accumulated depreciation	–	(9,886,466)	–	–	–	–	(9,886,466)
Disposal	(8,963)	(23,726)	–	–	–	–	(32,689)
Written off	–	–	(146,315)	–	–	(55,299)	(201,614)
Additions on impairment loss	–	–	8,208,022	–	599,980	33,798	8,841,800
At 30 June 2020							
Accumulated depreciation	–	–	9,392,244	130,003	2,069,372	1,607,776	13,199,395
Accumulated impairment loss	–	–	8,994,041	–	599,980	33,798	9,627,819
	–	–	18,386,285	130,003	2,669,352	1,641,574	22,827,214
Carrying amount							
At 30 June 2020	–	36,011,418	8,114,667	49,938	13,748	140,281	44,330,052
Representing:							
At valuation	–	36,011,418	–	–	–	–	36,011,418
At cost	–	–	8,114,667	49,938	13,748	140,281	8,318,634
	–	36,011,418	8,114,667	49,938	13,748	140,281	44,330,052

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Analysis of buses and motor vehicles

	Buses RM	Motor vehicles RM	Total RM
Group			
2021			
Cost			
At 1 July 2020	26,139,232	361,720	26,500,952
Additions	5,333,000	404,520	5,737,520
Disposal of subsidiaries	(2,562,884)	(41,511)	(2,604,395)
Disposal	(7,447,945)	(70,000)	(7,517,945)
At 30 September 2021	21,461,403	654,729	22,116,132
Accumulated depreciation and impairment loss			
At 1 July 2020			
Accumulated depreciation	9,049,690	342,554	9,392,244
Accumulated impairment loss	8,988,179	5,862	8,994,041
	18,037,869	348,416	18,386,285
Depreciation for the financial year	1,165,013	25,093	1,190,106
Disposal of subsidiaries	(994,658)	(5,862)	(1,000,520)
Disposal	(6,919,044)	(69,999)	(6,989,043)
Additions on impairment loss	4,774,814	–	4,774,814
Written off			
At 30 September 2021			
Accumulated depreciation	8,746,167	297,648	9,043,815
Accumulated impairment loss	7,317,827	–	7,317,827
	16,063,994	297,648	16,361,642
Carrying amount			
At 30 September 2021	5,397,409	357,081	5,754,490
At 30 June 2020	8,101,363	13,304	8,114,667

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

	Office equipment, furniture and fittings RM
Company	
2021	
Cost	
At 1 July 2020	217,700
Addition	6,100
Written off	(4,500)
At 30 September 2021	219,300
Accumulated depreciation	
At 1 July 2020	217,697
Depreciation for the financial year	577
Written off	(4,499)
At 30 September 2021	213,775
Carrying amount	
At 30 September 2021	5,525
2020	
Cost	
At 1 July 2019/30 June 2020	217,700
Accumulated depreciation	
At 1 July 2019	217,010
Depreciation for the financial year	687
At 30 June 2020	217,697
Carrying amount	
At 30 June 2020	3

(a) The Group's buildings were revalued on 21 August 2020, 1 September 2020, 29 September 2020 and 8 October 2020 by independent professional qualified valuers using the comparison method.

(b) Fair value of the buildings are categorised under Level 3 of fair value. Level 3 of fair value is determined by using the comparison method. The comparable properties is close proximity are adjusted for differences in key attributes such as location and category of the property being valued.

12. PROPERTY, PLANT AND EQUIPMENT (CONT'D)

(c) Had the revalued leasehold land and buildings been carried at historical cost less accumulated depreciation, the carrying amount of the leasehold land and buildings that would have been included in the financial statements of the Group would have been as follows:

	Building RM
Group	
30.09.2021	
Cost	23,294,623
Accumulated depreciation	(6,809,739)
	16,484,884
30.06.2020	
Cost	23,294,623
Accumulated depreciation	(6,214,645)
	17,079,978

(d) The carrying amount of certain land and buildings of the Group amounting to RM92,012,184 (2020: RM35,599,998) are charged to a licensed bank as security for banking facilities granted to a subsidiary of the Company as disclosed in Note 25 to the financial statements.

(e) The title deeds of buses with the carrying amount amounting to RM 5,333,000 (2020: RM2,589,000), is pending transfer to its subsidiary. During the financial year, the Agensi Pengangkutan Awam Darat ("APAD") requires all vehicles to undergo a Transfer of Legal Ownership Inspection at Puspakom prior to ownership transfer. However, APAD services were restricted by virtue of the Movement Control Orders. The management is in the midst of arranging for inspection prior to registration of the transfer of ownership on the title deeds and are confident that the procedures will be completed by next financial year.

(f) During the financial year, the Group carried out an assessment to determine the recoverability of certain property, plant and equipment following continued losses incurred by the Group.

The review led to the recognition of a net impairment of RM1,670,352 (2020: RM8,202,160), which is due to the impairment of the express bus segment based on its recoverable amount. The recoverable amount of property, plant and equipment in express bus segment and city bus segment were valued at its cash-generating units (CGUs). The recoverable amount was determined based on value-in-use ("VIU") and fair value less cost to sale ("FVLCTS").

The management has determined that the buses to be fully impaired during the year except for the 16 units of the buses acquired from Super Coachliner Sdn. Bhd. The assumption made by the management is mainly due to the uncertainty arising from the significant economic disruption associated with the Covid-19 pandemic, since March 2020 in Malaysia. Throughout the period, the Malaysian Government had instituted more stringent Standard Operating Procedures and commence various phases of movement control since beginning of 2021 under National Recovery Plan. These movement controls did impact the Group's bus operations whereby interstate and also cross border movement were restricted. Therefore, the high uncertainty of the outcome has resulted in full impairment of the buses.

13. RIGHT-OF-USE ASSETS

	Leasehold land RM	Buses RM	Plant and machineries RM	Total RM
Group				
Carrying amount				
At 1 July 2020	16,800,000	11,581,474	–	28,381,474
Reclassification from property, plant and equipment	6,100,000	–	–	6,100,000
Addition	1,187,831	–	3,890,250	5,078,081
Disposal of subsidiaries	54,113	(9,799,709)	–	(9,745,596)
Depreciation for the financial year	(464,846)	(1,781,765)	(108,063)	(2,354,674)
At 30 September 2021	23,677,098	–	3,782,187	27,459,285
Representing:				
At cost	–	–	3,782,187	3,782,187
At valuation	23,677,098	–	–	23,677,098
	23,677,098	–	3,782,187	27,459,285

(a) The Group's leasing activities are summarises as follows:

Right-of-use assets	Nature
Leasehold land	The leasehold land is for a period range from 25 to 81 years. The Group has entered into non-cancellable operating lease arrangement for the use of land. The leases are for a period range from 60 to 99 years with no renewal or purchase option included in the agreement.
Buses	In the previous financial year, the Group had entered into a cancellable operating lease arrangement for the use of buses. The leases are for a period of 5 years with option to extend for a further 5 years. During the financial period, the relevant subsidiary holding this lease has been disposed of.
Plant and machineries	The Group has entered into an Build, Operate & Transfer ("BOT") agreement for the Wastewater Treatment Plant. The lease was covered for 5 years period and cancellable financing lease arrangement.

13. RIGHT-OF-USE ASSETS (CONT'D)

(b) The Group leasehold land was revalued on 21 August 2020, 1 September 2020, 29 September 2020 and 8 October 2020 by independent professional qualified valuers using the comparison method.

(c) Fair value of the leasehold land are categorised under Level 3 of fair value. Level 3 of fair value is determined by using the comparison method. The comparable properties is close proximity are adjusted for differences in key attributes such as location and category of the property being valued.

(d) Had the revalued leasehold land been carried at historical cost less accumulated depreciation, the carrying amount of the leasehold land and buildings that would have been included in the financial statements of the Group would have been as follows:

	Leasehold land RM
Group	
30.09.2021	
Cost	5,840,803
Accumulated depreciation	(1,361,850)
	4,478,953
30.06.2020	
Cost	5,840,803
Accumulated depreciation	(1,258,339)
	4,582,464

(e) The carrying amount of certain leasehold land of the Group amounting to RM24,087,831 (2020: RM16,800,000) are charged to licensed banks as security for banking facilities granted to the subsidiaries of the Company as disclosed in Note 25 to the financial statements.

14. DEVELOPMENT EXPENDITURE

	Automobile software RM
Group	
2021	
Cost	
At 1 July 2020	5,934,047
Additions	855,237
Disposal of subsidiaries	(6,789,284)
At 30 September 2021	–
Carrying amount	
At 30 September 2021	–
2020	
Cost	
At 1 July 2019	112,947
Additions	5,735,700
Transfer from property, plant and equipment	85,400
At 30 June 2020	5,934,047
Carrying amount	
At 30 June 2020	5,934,047

The development expenditures consist of direct and related costs for overhead and software solutions incurred in the process of development, and attributable to the subsidiary on-going development of electric bus reportable segment during the financial period. There was no amortisation during the financial year as the assets were not ready for use. The relevant subsidiary was disposed on 3 June 2021.

15. INVESTMENT IN SUBSIDIARIES

	Company 2021 RM	Company 2020 RM
Unquoted shares, at cost		
At 1 July 2020/2019	40,161,996	40,161,996
Additions	16,010,550	–
Disposal	(2)	–
At 30 September 2021 / 30 June 2020	56,172,544	40,161,996
Equity loans	–	34,000,000
	56,172,544	74,161,996
Less: Impairment loss		
At 1 July 2020/2019	(74,161,949)	(13,700,055)
Addition	–	(60,461,894)
Reversal of impairment loss	34,000,000	–
At 30 September 2021 / 30 June 2020	(40,161,949)	(74,161,949)
	16,010,595	47

The details of the subsidiaries, all of which are incorporated in Malaysia, are as follows:

Name of company:	Effective equity interest 2021	Effective equity interest 2020	Principal activities
Onetexx Sdn. Bhd. ("OSB")	100%	100%	Manufacturing of goods
Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("KBESM")	100%	100%	Express bus services and Investment holding
Best Water Sdn. Bhd. (formerly known as Mykor Electric Vehicle Sdn. Bhd.) ("BWSB")	100%	100%	Dormant
Gets E-Mobility Solutions Sdn. Bhd. ("GEMS")	–	100%	Designers, developers, buyers, sellers, importers, exporters and dealers in all kinds of Automotive and Internet of Things solution related to transportation and e-mobility and to undertake research and development in the field of e-mobility, Internet of Things and to establish, provide, maintain and operate research laboratories, workshops, projects and programmes.

15. INVESTMENT IN SUBSIDIARIES (CONT'D)

The details of the subsidiaries, all of which are incorporated in Malaysia, are as follows: (Cont'd)

Name of company:	Effective equity interest 2021	Effective equity interest 2020	Principal activities
Subsidiary of Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd.:			
HigerX Malaysia Marketing Sdn. Bhd. ("HMM") ^	100%	100%	Dormant
Super Ria Bas Transport Sdn. Bhd. ("SRBT") ^	75%	75%	Dormant
Wonrey Tours & Travel Sdn. Bhd. ("WTT") ^	55%	55%	Dormant
Meru Ekspres Sdn. Bhd. ("MESB") **	100%	100%	Dormant
Super Ria Ekspres Sdn. Bhd. ("SRE") **	100%	100%	Dormant
Damai Ria Transline Sdn. Bhd. ("DRT") **	100%	100%	Dormant
Konsortium KBES Sdn. Bhd. ("KKSB") #	100%	100%	Dormant
Taiping Holidays Resorts Sdn. Bhd. ("THR") #	100%	100%	Dormant
Pengangkutan Awam Putrajaya Travel and Tours Sdn. Bhd. ("PAPTT")	–	80%	City bus operator
Super Coach Assembly Plant Sdn. Bhd. ("SCAP")	–	100%	Assembly and fabrication of bodies for buses and provision of related maintenance services
Santero Sdn. Bhd. ("SSB")	–	100%	Dormant
Damai Ria Ekspres Sdn. Bhd. ("DRE")	–	100%	Dormant

^ The management intends to strike off the company.
** Striking-off process for the company has commenced.
# Striking-off process for the company has been completed subsequently.

In the previous financial year, the Company carried out an assessment to determine the recoverability of the investment of subsidiaries following continued losses incurred by Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd.

An impairment loss of RM60,461,894 was recognised during the financial year 2020 on the cost of investment as the carrying amount of the investment exceeded its net tangible assets which is deemed as its fair value less cost to sale.

15. INVESTMENT IN SUBSIDIARIES (CONT'D)

(a) Non-controlling interest

(i) The subsidiaries of the Group that have non-controlling interests ("NCI") are as follows:

	WTT	SRBT	PAPTT	Total RM
30.09.2021				
NCI percentage of ownership interest and voting interest (%)	45	25	–	–
Carrying amount of NCI (RM)	(1,350)	(751)	–	(2,101)
(Loss)/Profit allocated to NCI (RM)	(1,350)	(817,911)	(786,182)	(1,605,443)
30.06.2020				
NCI percentage of ownership interest and voting interest (%)	45	25	20	–
Carrying amount of NCI (RM)	–	817,160	786,182	1,603,342
(Loss) allocated to NCI (RM)	(107,289)	(1,150)	(1,157,312)	(1,265,751)

(ii) The summarised financial information before intra-group elimination of the subsidiaries that have NCI as at the end of each reporting period are as follows:

	WTT RM	SRBT RM	PAPTT RM
2021			
Assets and liabilities as at 30 September 2021			
Current assets	–	–	9,103,543
Current liabilities	(3,000)	(3,000)	(18,144,500)
Net current assets/(liabilities)	(3,000)	(3,000)	(9,040,957)
Results for the financial year			
(Loss)/Profit for the financial year	(3,000)	(3,271,645)	2,763,356
Total comprehensive (loss)/income	(3,000)	(3,271,645)	2,763,356
Cash flows for the financial year			
Cash flows from operating activities	–	–	447,406
Cash flows from financing activities	–	–	–
Net decrease in cash and cash equivalents	–	–	447,406

15. INVESTMENT IN SUBSIDIARIES (CONT'D)

(a) Non-controlling interest (Cont'd)

(ii) The summarised financial information before intra-group elimination of the subsidiaries that have NCI as at the end of each reporting period are as follows: (Cont'd)

	WTT RM	SRBT RM	PAPTT RM
2020			
Assets and liabilities as at 30 June 2020			
Current assets	–	3,268,645	3,589,358
Current liabilities	–	–	(18,888,912)
Net current assets/(liabilities)	–	3,268,645	(15,299,554)
Results for the financial year			
Loss for the financial year	(238,419)	(4,598)	(5,786,465)
Total comprehensive loss	(238,419)	(4,598)	(5,786,465)
Cash flows for the financial year			
Cash flows used in operating activities	(13,745)	(13,887)	(480,212)
Cash flows from financing activities	13,738	13,853	391,244
Net decrease in cash and cash equivalents	(7)	(34)	(88,968)

15. INVESTMENT IN SUBSIDIARIES (CONT'D)

On 22 February 2021, the Group had disposed its entire interest in PAPTT for a total consideration of RM1.

On 3 June 2021, the Company had disposed its entire interest in GEMS for a total consideration of RM6,122,908.

On 3 June 2021, the Group had disposed its entire interest in SSB, DRE and SCAP for a total consideration of RM3.

The results of the disposed subsidiaries are presented separately on the statements of profit or loss and other comprehensive income as "Profit/(Loss) from discontinued operation, net of tax".

Cash flows from the discontinued operations are as follows:

	30.09.2021 RM
Group	
Cash and bank balances	2,571,954
Property, plant and equipment	1,834,730
Right of use assets	9,799,709
Deferred Tax Assets	337,902
Inventories	2,173,030
Development Expenditure	6,789,284
Due from contract customer	967,458
Trade and other receivables	25,389,698
Tax recoverable	36,340
Non-controlling interest	(1,605,443)
Lease liabilities	(11,374,128)
Trade and other payables	(33,789,707)
Net assets disposed	3,130,827
Gain on sales of discontinued operation	2,992,085
Consideration received	6,122,912
Cash and cash equivalents disposed off	(2,571,954)
Net cash inflow	3,550,958
Company	
Cost of investment, net	–
Consideration received	6,122,906
Gain on disposal	6,122,906

16. TRADE AND NON-TRADE RECEIVABLES

	Note	Group 30.09.2021 RM	Group 30.06.2020 RM	Company 30.09.2021 RM	Company 30.06.2020 RM
Non-current:					
Trade:					
Amounts due from related parties	(a)	–	9,173,810	–	–
Less: Amortisation					
At 1 July 2020/2019		(1,621,295)	(214,735)	–	–
Remeasurement		–	(1,621,295)	–	–
Disposal of subsidiaries		138,484	–	–	–
Unwinding of discount		1,482,811	214,735	–	–
At 30 September 2021/ 30 June 2020		–	(1,621,295)	–	–
		–	7,552,515	–	–
Current:					
Trade:					
Trade receivables	(c)	16,218,795	17,969,486	–	–
Less: Loss allowance					
At 1 July 2020/2019		(15,936,296)	(14,943,148)	–	–
Addition during the financial year		(241,907)	(1,036,786)	–	–
Disposal of subsidiaries		1,638,489	–	–	–
Reversal		2,000	43,638	–	–
At 30 September 2021/ 30 June 2020		(14,537,714)	(15,936,296)	–	–
		1,741,214	2,033,190	–	–
Amounts due from related parties	(a)	6,090,988	3,240,932	–	–
Less: Loss allowance					
At 1 July 2020/2019		–	–	–	–
Addition during the financial year		(6,090,988)	–	–	–
Reversal		–	–	–	–
At 30 September 2021/ 30 June 2020		(6,090,988)	–	–	–
		1,741,214	5,274,122	–	–

16. TRADE AND NON-TRADE RECEIVABLES (CONT'D)

		Group		Company	
	Note	30.09.2021 RM	30.06.2020 RM	30.09.2021 RM	30.06.2020 RM
Current:					
Non-trade:					
Non-trade receivables		2,181,758	431,332	–	–
Less: Impairment					
At 1 July 2020/2019		(10,000)	(10,000)	–	–
Written off		10,000	–	–	–
At 30 September 2021/ 30 June 2020		–	(10,000)	–	–
		2,181,758	421,332	–	–
Amounts due from subsidiaries	(b)	–	–	174,621,281	4,047,114
Less: Loss allowance					
At 1 July 2020/2019		–	–	(3,970,153)	(93,836)
Reversal		–	–	93,836	–
Addition		–	–	–	(3,876,317)
At 30 September 2021/ 30 June 2020		–	–	(3,876,317)	(3,970,153)
		–	–	170,744,964	76,961
Amounts due from related parties	(a)	–	1,213,327	–	–
Deposits		9,319,606	1,292,773	115,520	11,140
Prepayments		1,412,153	114,901	5,769	10,119
		12,913,517	3,042,333	170,866,253	98,220
		14,654,731	8,316,455	170,866,253	98,220

16. TRADE AND NON-TRADE RECEIVABLES (CONT'D)

(a) Amounts due from related parties

The amounts due from related parties are as follows:

	Group	
	30.09.2021	30.06.2020
	RM	RM
Non-current:		
Trade:		
Super Coachliner Sdn. Bhd.	–	7,552,515
Current:		
Trade:		
Super Coachliner Sdn. Bhd.	6,090,988	3,240,000
Less: Loss allowance		
At 1 July 2020/2019	–	–
Addition during the financial year	(6,090,988)	–
Reversal	–	–
At 30 September 2021/30 June 2020	(6,090,988)	–
Arca Hi-Tech Sdn. Bhd.	–	932
	–	3,240,932
Non-trade:		
Aiman Motor Performance Sdn. Bhd.	–	96,178
Arca Corporation Sdn. Bhd.	–	1,115,500
Stoneway Corporation Sdn. Bhd.	–	973
Super Coachliner Sdn. Bhd.	–	676
	–	1,213,327

<u>In the previous financial years:</u>

The amounts due from related parties are trade balances granted credit terms of 180 days and non-trade balances, unsecured and are interest free.

The non-current portion has been amortised at 6% per annum, and is receivable at the end of financial year 2025.

The Directors had structured the repayment of the balance debt through lease of busses to Pengangkutan Awam Putrajaya Travel & Tours Sdn. Bhd. ("PAPTT") amounted to RM270,000 per month commenced on November 2019.

16. TRADE AND NON-TRADE RECEIVABLES (CONT'D)

(a) Amounts due from related parties (Cont'd)

In the current financial period:

On 3 June 2021, Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("KBESM") has entered into a settlement agreement with Super Coachliner Sdn. Bhd. ("SCL") pursuant to which KBESM agreed to accept the purchase of 16 Buses, as part settlement of the debts. The management had determined that the outstanding balance shall be credit impaired.

Significant related party transactions have been disclosed in Note 28 of the financial statements.

(b) Amounts due from subsidiaries

The amounts due from subsidiaries are as follows:

	Company	
	30.09.2021	**30.06.2020**
	RM	**RM**
Non-current:		
Non-trade:		
Onetexx Sdn. Bhd.	141,000,000	–
Current:		
Non-trade:		
Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd.	33,396,674	3,953,278
Onetexx Sdn Bhd	133,340	–
Best Water Sdn Bhd (formerly known as Mykor Electric Vehicle Sdn Bhd)	91,267	–
Super Coach Assembly Plant Sdn. Bhd.	–	93,836
Less: Loss allowance		
At 1 July 2020/2019	(3,970,153)	(93,836)
Reversal	93,836	–
Additions	–	(3,876,317)
At 30 September 2021/30 June 2020	(3,876,317)	(3,970,153)
	170,744,964	76,961

The current balances are unsecured advances which are interest free and receivable on demand.

Significant related party transactions have been disclosed in Note 28 of the financial statements.

16. TRADE AND NON-TRADE RECEIVABLES (CONT'D)

(c) Trade receivables

Trade receivables are non-interest bearing and the normal trade credit terms granted by the Group ranged from 30 days to 180 days (2020: 30 days to 180 days). They are recognised at their original invoice amounts which represent their fair values on initial recognition.

17. INVENTORIES

	Group	
	30.09.2021 RM	30.06.2020 RM
At cost:		
Raw materials	15,505,582	262,078
Work-in-progress	12,634,647	–
Fuel and spare parts	–	715
Finished goods	6,052,862	–
	34,193,091	262,793
At net realisable value:		
Used coaches	–	847,000
Work-in-progress	–	1,063,952
	–	1,910,952
	34,193,091	2,173,745
Recognised in profit and loss:		
Cost of sales	19,970,151	–
Write down of inventories	–	3,755,579

18. OTHER INVESTMENT

	Group	
	30.09.2021 RM	30.06.2020 RM
Fair value through profit or loss		
Trust fund	100,695	–

The fair value of unit trust is based on quoted market price at the financial year end in active market.

19. DEPOSITS WITH A LICENSED BANK

	Group	
	30.09.2021	30.06.2020
	RM	RM
Original maturity period:		
- less than 3 months	25,600,000	–

Short-term deposits with a licensed bank are made for a period of one (1) day to seven (7) days (2020: Nil days) depending on the immediate cash requirements of the Group, and earn interest at the respective short-term deposit rates. The weighted average effective interest rates for short-term deposits as at 30 September 2021 for the Group was 1.60% (2020: Nil%).

As of 30 September 2021, the fixed deposits with a licensed bank of the Group carry interest at rate 1.62% (2020: Nil%) per annum. The fixed deposits maturity period is 30 days (2020: Nil days).

20. SHARE CAPITAL

	Group and Company			
	2021	2020	2021	2020
	Number of Ordinary Shares		RM	RM
Issue and fully paid:				
At 1 July 2019/2020	126,000,000	126,000,000	69,145,106	69,145,106
Issuance of ordinary shares	158,000,000	–	86,900,000	–
At 30 September 2021/ 30 June 2020	284,000,000	126,000,000	156,045,106	69,145,106

The holder of ordinary shares is entitled to receive dividends as and when declared by the Group and the Company. All ordinary shares carry one (1) vote per share without restriction and rank equally with regards to the Group's and the Company's residual interests.

21. RESERVES

	Note	Group 2021 RM	Group 2020 RM	Company 2021 RM	Company 2020 RM
Non-distributable					
Revaluation reserve	(a)	17,414,288	17,958,985	–	–
Distributable					
Accumulated losses		(80,677,083)	(65,918,048)	(36,724,133)	(82,482,348)
		(63,262,795)	(47,959,063)	(36,724,133)	(82,482,348)

(a) Revaluation reserve

	Group 2021 RM	Group 2020 RM	Company 2021 RM	Company 2020 RM
At 1 July 2020/2019	17,958,985	12,928,901	–	–
Revaluation surplus on land and buildings, net of tax	–	5,350,565	–	–
Realisation of revaluation reserve	(544,697)	(320,481)	–	–
At 30 September 2021/ 30 June 2020	17,414,288	17,958,985	–	–

The revaluation reserve represents the surplus arising from the revaluation of leasehold land and buildings of the Group and of the Company (net of deferred tax, where applicable) and decreases to the extent that such decrease relates to an increase on the same asset previously recognised in equity.

Notes to the Financial Statements
(Cont'd)

22. TRADE AND NON-TRADE PAYABLES

	Note	Group 2021 RM	Group 2020 RM	Company 2021 RM	Company 2020 RM
Non-current:					
Trade:					
Trade payables	(a)	–	2,086,472	–	–
Less: Amortisation					
At 1 July 2020/2019		(86,740)	(187,679)	–	–
Disposal of subsidiaries		86,740	–	–	–
Unwinding of discount		–	100,939	–	–
At 30 September 2021/ 30 June 2020		–	(86,740)	–	–
		–	1,999,732	–	–
Non-trade					
Amount due to shareholder	(f)	67,015,150	–	67,015,150	–
		67,015,150	1,999,732	67,015,150	–
Current:					
Trade:					
Trade payables	(a)	2,453,999	19,271,010	–	–
Amounts due to related parties	(b)	–	691,064	–	–
		2,453,999	19,962,074	–	–
Non-trade:					
Non-trade payables	(c)	11,023,904	5,389,701	206,309	425,179
Amount due to a director	(d)	8,000,000	1,899,533	–	–
Amounts due to related parties	(b)	206,147	1,613,426	146,681	1,119
Amounts due to subsidiaries	(e)	–	–	–	198,518
Deposit received		2,788,994	2,183,038	–	51,000
Prepayment for top up card		–	221,298	–	–
Accruals	(c)	3,315,064	2,384,899	601,110	377,470
		25,334,109	13,691,895	954,100	1,053,286
		27,788,108	33,653,969	954,100	1,053,286

22. TRADE AND NON-TRADE PAYABLES (CONT'D)

(a) Trade payables

Trade payables of the Group comprise amounts outstanding for trade purchases. The credit periods granted to the Group range from 30 days to 120 days (2020: 30 days to 120 days). No interest is charged on the trade payables' outstanding balances. The Group has financial risk management policies in place to ensure that all the payables are paid within the pre-agreed credit terms.

The non-current portion represents unsecured and interest-free advances, which is repayable at the end of financial year 2023 (2020: NIL).

(b) Amounts due to related parties

The amounts due to related parties are as follows:

	Group		Company	
	2021 RM	**2020 RM**	**2021 RM**	**2020 RM**
Current:				
Trade:				
Stoneway Corporation Sdn. Bhd.	–	691,064	–	–
Non-trade:				
Arca Corporation Sdn. Bhd.	3,620	136,980	3,620	1,119
Arca Security Force Sdn. Bhd.	52,763	633,888	–	–
Arca Transline Sdn. Bhd.	–	5,805	–	–
Arca Hi-Tech Engineering Sdn. Bhd.	–	484,292	–	–
Arca Security Services Sdn. Bhd.	6,703	–	–	–
Aiman Motor Performance Sdn. Bhd.	–	108,841	–	–
Aiman Motor Sdn. Bhd.	–	126,920	–	–
Pengangkutan Awam Putrajaya Travel & Tours Sdn. Bhd.	143,061	–	143,061	–
Stoneway Corporation Sdn. Bhd.	–	116,700	–	–
	206,147	1,613,426	146,681	1,119
	206,147	2,304,490	146,681	1,119

The current balances are trade balances granted credit terms of 180 days (2020: 180 days) and non-trade balances unsecured which are interest free and repayable on demand.

Significant related party transactions are disclosed in Note 28 to the financial statements.

(c) Non-trade payables and accruals

Non-trade payables and accruals comprise mainly outstanding for ongoing costs.

22. TRADE AND NON-TRADE PAYABLES (CONT'D)

(d) Amount due to a director

Amount due to a director represent outstanding salaries, advances and payments made on behalf, which are unsecured, interest-free and repayable on demand.

Significant related party transactions are disclosed in Note 28 to the financial statements.

(e) Amounts due to subsidiaries

The amounts due to subsidiaries are as follows:

	Company	
	2021 RM	2020 RM
Current:		
Mykor Electric Vehicle Sdn. Bhd.	–	55,458
Pengangkutan Awam Putrajaya Travel & Tours Sdn. Bhd.	–	143,060
	–	198,518

Amounts due to subsidiaries represent advances and payments made on behalf, which are unsecured, interest-free and repayable on demand.

Significant related party transactions are disclosed in Note 28 to the financial statements.

(f) Amounts due to shareholder

Amounts due to shareholder represents the advances in respect of which a moratorium period on repayment of 24 months commencing on 1 July 2021 until 30 June 2023 has been agreed.

Significant related party transactions are disclosed in Note 28 to the financial statements.

23. LEASE LIABILITY

	Group	
	2021 RM	2020 RM
Representing:		
Current liabilities	1,416,255	2,393,196
Non-current liabilities	2,002,077	9,475,504
	3,418,332	11,868,700
Recognised in profit or loss:		
Interest expense on lease liabilities	5,082	665,459
Expense relating to short-term leases	–	39,663

The total cash outflow for leases for the financial period of the Group is RM477,000 (2020: RM1,494,539).

24. DEFERRED TAX LIABILITIES

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
At 1 July 2020/2019	5,472,155	4,264,116	–	165
Recognised in profit or loss (Note 10)	532,511	(481,613)	–	(165)
Recognised in other comprehensive income (Note 10)	–	1,689,652	–	–
At 30 September 2021/30 June 2020	6,004,666	5,472,155	–	–

The components and movements of deferred tax assets and liabilities during the financial year are as follows:

	Property, plant and equipment RM	Prepaid tax RM	Unutilised tax losses RM	Unabsorbed capital allowance RM	Total RM
Deferred tax assets of the Group					
At 1 July 2020	501,701	–	(796,528)	–	(294,827)
Recognised in profit or loss	(181,957)	(795,360)	796,528	(1,785,795)	(1,966,584)
At 30 September 2021	319,744	(795,360)	–	(1,785,795)	(2,261,411)
At 1 July 2019	(472,066)	–	(796,528)	–	(1,268,594)
Recognised in profit or loss	973,767	–	–	–	973,767
At 30 June 2020	501,701	–	(796,528)	–	(294,827)

24. DEFERRED TAX LIABILITIES (CONT'D)

The components and movements of deferred tax assets and liabilities during the financial year are as follows: (Cont'd)

	Property, plant and equipment RM	Revaluation reserve RM	Total RM
Deferred tax liabilities of the Group			
At 1 July 2020	(326,927)	6,093,909	5,766,982
Recognised in profit or loss	3,401,795	(902,700)	2,499,095
At 30 September 2021	3,074,868	5,191,209	8,266,077
At 1 July 2019	1,027,248	4,505,462	5,532,710
Recognised in profit or loss	(1,354,175)	(101,205)	(1,455,380)
Recognised in other comprehensive income	–	1,689,652	1,689,652
At 30 June 2020	(326,927)	6,093,909	5,766,982
Deferred tax liabilities of the Company			
At 1 July 2020	–	–	–
Recognised in profit or loss	(1,326)	–	(1,326)
At 30 September 2021	(1,326)	–	(1,326)
At 1 July 2019	165	–	165
Recognised in profit or loss	(165)	–	(165)
At 30 June 2020	–	–	–

24. DEFERRED TAX LIABILITIES (CONT'D)

The components and movements of deferred tax assets and liabilities during the financial year are as follows: (Cont'd)

	Property, plant and equipment RM	Unutilised tax losses RM	Unabsorbed capital allowance RM	Total RM
Deferred tax assets of the Company				
At 1 July 2020	–	–	–	–
Recognised in profit or loss	–	–	1,326	1,326
At 30 September 2021	–	–	1,326	1,326
At 1 July 2019	–	–	–	–
Recognised in profit or loss	–	–	–	–
At 30 June 2020	–	–	–	–

The amounts of temporary differences for which no deferred tax assets have been recognised in the statements of financial position are as follows:

	Group		Company	
	2021 RM	2020 RM	2021 RM	2020 RM
Provision	17,124,928	13,068,241	–	–
Property, plant and equipment	2,204,030	–	–	–
Unutilised tax losses	24,799,287	20,461,240	–	–
Unabsorbed capital allowance	7,294,488	16,617,016	–	–
	51,422,733	50,146,497	–	–

25. BORROWINGS

		Group		Company	
	Note	2021 RM	2020 RM	2021 RM	2020 RM
Secured					
Non-current					
Hire purchases	(a)	47,761,229	–	–	–
Term loans	(b)	40,000,000	–	–	–
		87,761,229	–	–	–
Current					
Trust receipt	(c)	–	4,909,130	–	–
Bank overdrafts	(d)	–	11,988,155	–	3,381,668
Hire purchases	(a)	9,268,770	–	–	–
Term loans	(b)	–	3,203,084	–	–
		9,268,770	20,100,369	–	3,381,668
		97,029,999	20,100,369	–	3,381,668

In the previous financial year, the Group and the Company had defaulted on repayment of the principal and interest payments due to licensed banks. Details are as follows:

(1) Trust Receipt and bank overdraft of Konsortium Bas Ekspres Semenanjung (M) Sdn. Bhd. ("KBESM")

(i) defaulted on Trust Receipts' principal and interest repayment, which was due on 23 October 2018, amounting to RM4,741,106 in relation to the purchase of express buses; and

(ii) defaulted on bank overdraft's late payment charges amounting to RM1,553,872.

(2) Bank overdraft of the Company defaulted on principal and interest repayment amounting to RM3,033,358.

(3) Bank overdraft of Super Coach Assembly Plant Sdn. Bhd. ("SCAP") defaulted in payment of the amount in excess in the sum of RM71,318 as at 30 April 2019.

Consequently, the entire bank borrowings of the Group were classified as current liabilities.

In accordance with the terms of Subscription Agreement I executed pursuant to the Proposed Private Placement referred to in Note 35(c), the Group had on 7 October 2020 fully settled all outstanding debts due to Hong Leong Bank Berhad and on 16 November 2020, likewise fully settled all outstanding debts due to Ambank Berhad and Ambank Islamic Berhad.

25. BORROWINGS (CONT'D)

(a) Hire purchase payables

	Group 2021 RM	2020 RM
Minimum hire purchase payments:		
Repayable within one year	12,426,530	–
Repayable later than one year but within five years	52,534,709	–
Repayable after five years	1,195,421	–
	66,156,660	–
Less: Future finance charges	(9,126,661)	–
Present value of hire purchase payables	57,029,999	–
Present value of hire purchase payables:		
Repayable within one year	9,268,770	–
Repayable later than one year but within five years	46,575,009	–
Repayable after five years	1,186,220	–
	57,029,999	–
Representing hire purchase payables:		
Current	9,268,770	–
Non-current	47,761,229	–
	57,029,999	–

The hire purchase payables bear weighted average effective interest rates at 6.20% (2020: Nil) per annum.

(b) Term loans

The remaining maturities of the term loans are as follows:

	Group 2021 RM	2020 RM
Within one year	–	3,203,084
Later than one year but within five years	29,399,742	–
More than five years	10,600,258	–
	40,000,000	3,203,084

	30.09.2021 RM	30.06.2020 RM
Term loan 1	–	3,203,084
Term loan 2	40,000,000	–
	40,000,000	3,203,084

25. BORROWINGS (CONT'D)

(b) Term loans (Cont'd)

(i) Term loan 1

The term loans of the Group bear interest rates at NIL% (2020: 7.65%) per annum and are secured by:

(i) First party second legal charge over property, plant and equipment and right-of-use assets of the Group as disclosed in Notes 12 and 13 to the financial statements; and
(ii) Corporate guarantee issued by the Company.

Term loan 1 has been fully settled and all securities given fully discharged during the financial period.

(ii) Term loan 2

Term loan 2 bears interest at a rate of 4.40% (2020: Nil%) per annum. The Group has provided the following security:

(i) a first party legal charge over land and buildings of the Group as disclosed in Notes 12 and 13 to the financial statements; and
(ii) personal guarantee by a director of the Company; and
(iii) corporate guarantee by the Company.

(c) Trust receipt

The Trust Receipt of the Group bear interest at a rate of NIL% per annum (2020: 8.45%) and is secured by:

(i) Third party first legal charge over property, plant and equipment and right-of-use assets of the Group as disclosed in Notes 12 and 13 to the financial statements;
(ii) Personal guarantee by a Director of the Group; and
(iii) Corporate guarantee issued by the Company.

Trust receipt has been fully settled and all securities given fully discharged during the financial period.

(d) Bank overdrafts

The Bank Overdrafts of the Group and Company bear interest rates ranging from of NIL% (2020: 6.95% to 7.95% and 8.89%) per annum and are secured by:

(i) First and third party legal charge over property, plant and equipment and right-of-use assets of the Group as disclosed in Notes 12 and 13 to the financial statements;
(ii) Personal guarantee by a Director of the Group; and
(iii) Corporate guarantee issued by the Company.

Bank Overdrafts have been fully settled and all securities given fully discharged during the financial period

26. PROVISIONS

	Company	
	2021 RM	**2020 RM**
Provision for financial guarantees		
At 1 July 2020/2019	9,000,000	9,000,000
Reversal	(9,000,000)	–
At 30 September 2021/30 June 2020	–	9,000,000

27. GOVERNMENT GRANTS

	Group	
	2021 RM	2020 RM
At 1 July 2020/2019	–	2,500,000
Received during the financial year	2,500,371	2,232,634
Recognised in profit or loss	(2,500,371)	(4,732,634)
At 30 September 2021/30 June 2020	–	–
Analysed as:		
Current	–	–

Government grants granted to subsidiaries comprise the following:

(a) Perbadanan Putrajaya grant was given for the maintenance on the city buses in Putrajaya. The grant has been fully utilised during the financial period.

(b) Perbadanan Putrajaya grant was given for management of Putrajaya Sentral in Putrajaya. The grant has been fully utilised during the financial period.

(c) Perkeso subsidy grant was given for payroll support due to Covid-19 pandemic. The grant has been fully utilized during the financial period.

There were no unfulfilled conditions and other contingencies attaching to government assistance that had been recognised.

28. SIGNIFICANT RELATED PARTY DISCLOSURES

(a) Identities of related parties

Parties are considered to be related to the Group if the Group has the ability to directly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Related parties of the Group include:

(i) Subsidiaries;
(ii) Related companies;
(iii) Related parties;
(iv) Entities in which directors have substantial financial interests; and
(v) Key management personnel of the Group and of the Company, comprising directors' having the authority and responsibility for planning, directing and controlling the activities directly or indirectly.

28. SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

(b) Significant related party transactions

The Group has related party transactions with the following related parties:

	Group	
	2021	**2020**
	RM	**RM**
With related parties:		
Sales of express and used buses	–	36,114
Purchases of bus spare parts	(52,887)	–
Rental expenses	(407,720)	(3,490,375)
Repair and maintenance (expense)/income	(736,385)	936,128
Security services	(471,257)	(412,036)
Sub-contract fee	–	(42,491)

The related parties balances are disclosed in Notes 16 and 22 to the financial statements.

The Directors are of the opinion that the transactions above have been entered into in the normal course of business and have been established on terms and conditions mutually agreed between the relevant parties.

(c) Key management compensation

The key management compensation during the financial year is disclosed in Note 8 to the financial statements.

29. OPERATING SEGMENTS

Products and services from which reportable segments derive their revenue

The Group has six (6) reportable segments, which are the Group's strategic business units. The strategic business units offer different products and services and are managed separately because they require different technology, business and marketing strategies. The reportable segments are summarised as follows:

1. Investment holdings
2. Express bus services
3. Sales of express and used buses and repair and maintenance services
4. City bus services
5. Electric bus development
6. Manufacturing

The Group evaluates performance of the operating segments on the basis of profit or loss from operations before tax not including non-recurring losses, such as restructuring costs, if any.

Inter-segment revenue is priced along the same lines as sales to external customers and is eliminated in the consolidated financial statements. These policies have been applied consistently throughout the current and previous financial year.

Segment assets exclude assets used primarily for corporate purposes.

29. OPERATING SEGMENTS (CONT'D)

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segments:

	Investment holding RM	Express bus services RM	Sales of express and used buses and repair and maintenance services RM	City bus services RM	Electric bus development RM	Manufacturing RM	Elimination RM	Total RM
Group								
30.09.2021								
Revenue								
Total revenue	–	633,938	15,120	1,412,280	2,192,763	23,571,160	–	27,825,261
Inter-segment revenue	–	–	–	–	–	–	–	–
Revenue from external customers	–	633,938	15,120	1,412,280	2,192,763	23,571,160	–	27,825,261
Finance costs	107,484	593,876	49	–	–	(840,951)	–	(139,542)
Net finance expenses	107,484	593,876	49	–	–	(840,951)	–	(139,542)
Segment (loss)/profit before income tax								
Tax expense	–	2,836,388	–	–	1,095,423	(1,795,216)	(2,116,523)	20,072

29. OPERATING SEGMENTS (CONT'D)

Segment revenue and results (Cont'd)

The following is an analysis of the Group's revenue and results by reportable segments: (Cont'd)

	Investment holding RM	Express bus services RM	Sales of express and used buses and repair and maintenance services RM	City bus services RM	Electric bus development RM	Manufacturing RM	Elimination RM	Total RM
Group								
30.09.2021								
Other material non-cash items:								
- Property, plant and equipment:								
- depreciation	(577)	(1,533,670)	–	(19,932)	–	(1,509,286)	59,050	(3,004,415)
- written off	(1)	–	–	–	–	(7,210,932)	–	(7,210,933)
- impairment loss	–	(4,774,814)	–	–	–	–	–	(4,774,814)
- additions	6,100	5,333,000	–	–	–	169,623,817	(19,000,000)	155,962,917
- Depreciation of right-of-use assets	–	193,536	–	1,781,765	–	379,373	–	2,354,674
- Loss on remeasurement of trade and non-trade receivables	–	(1,482,811)	–	–	–	(10,000)	–	(1,492,811)
Segment assets	187,290,783	25,406,057	3,095,368	18,992,659	9,083,192	283,336,091	(233,158,017)	294,046,133
Segment liabilities	67,969,810	36,141,882	11,157,065	31,518,361	2,373,929	270,593,318	(218,488,442)	201,265,923

29. OPERATING SEGMENTS (CONT'D)

Segment revenue and results (Cont'd)

The following is an analysis of the Group's revenue and results by reportable segments: (Cont'd)

	Investment holding RM	Express bus services RM	Sales of express and used buses and repair and maintenance services RM	City bus services RM	Electric bus development RM	Elimination RM	Total RM
Group							
2020							
Revenue							
Total revenue	160,000	5,803,715	1,658	8,210,797	7,890,250	(160,000)	21,906,420
Inter-segment revenue	(160,000)	–	–	–	–	160,000	–
Revenue from external customers	–	5,803,715	1,658	8,210,797	7,890,250	–	21,906,420
Finance costs	(322,521)	(1,603,763)	(469,856)	(766,398)	–	–	(3,162,538)
Net finance expenses	(322,521)	(1,603,763)	(469,856)	(766,398)	–	–	(3,162,538)
Segment (loss)/profit before income tax	(65,851,325)	(20,815,247)	(4,101,747)	(5,991,545)	3,602,848	73,820,873	(19,336,143)
Tax expense	(36,082)	908,230	–	–	(1,083,794)	(458,626)	(670,272)

29. OPERATING SEGMENTS (CONT'D)

Segment revenue and results (Cont'd)

The following is an analysis of the Group's revenue and results by reportable segments: (Cont'd)

	Investment holding RM	Express bus services RM	Sales of express and used buses and repair and maintenance services RM	City bus services RM	Electric bus development RM	Elimination RM	Total RM
Group							
2020							
Other material non-cash items:							
- Property, plant and equipment:							
- depreciation	(274,973)	(2,774,484)	(194,122)	(34,296)	–	742,221	(2,535,654)
- impairment loss	–	(5,849,160)	(639,640)	–	–	(2,353,000)	(8,841,800)
- additions	–	43,825	–	–	–	–	43,825
- Depreciation of right-of-use assets	(79,012)	(174,445)	–	(1,781,765)	–	–	(2,035,222)
- Net loss on impairment of financial assets	(4,036,317)	(4,393,124)	–	(7,906,523)	(956,726)	16,255,904	(1,036,786)
- Loss on remeasurement of trade and non-trade receivables	–	(1,482,811)	(138,484)	–	–	–	(1,621,295)
- Unwinding of discount							
- trade and non-trade receivables	–	214,735	–	–	–	–	214,735
- trade and non-trade payables	–	–	–	(100,939)	–	–	(100,939)
Segment assets	19,116,275	55,871,398	2,199,947	15,280,170	6,270,906	(1,667,816)	97,070,880
Segment liabilities	26,104,643	60,113,349	13,875,041	30,569,228	3,751,850	(60,132,616)	74,281,495

29. OPERATING SEGMENTS (CONT'D)

Revenue from major customer

Revenue from 3 (2020: NIL) major customer, with revenue equal to or more than 10% of the Group's revenue, amounted to approximately RM20,855,472 (2020: RMNIL) arising from the manufacturing segment.

Geographical information

Although all the business segments are located in Malaysia, the manufacturing sales segment exports the gloves to Germany, Japan and other countries. The revenue of the Group is analysed as follows:

	Group	
	01.07.2020 to 30.09.2021 RM	**01.07.2019 to 30.06.2020 RM**
Geographical markets		
Japan	1,211,962	–
Germany	18,245,472	–
Malaysia	7,404,044	21,906,420
Other countries	963,783	–
	27,825,261	21,906,420

30. FINANCIAL INSTRUMENTS

Categories of financial instrument

The table below provides an analysis of financial instruments categorised as financial assets and liabilities measured at amortised cost ("AC") follows:

	Carrying amount RM	**AC RM**
Group		
30.09.2021		
Financial assets		
Trade and non-trade receivables (excluding prepayments)	13,242,578	13,242,578
Other investment	100,695	100,695
Fixed deposits with licensed banks	25,600,000	25,600,000
Cash and bank balances	14,980,087	14,980,087
	53,923,360	53,923,360
Financial liabilities		
Trade and non-trade payables	94,803,258	94,803,258
Lease liabilities	3,418,332	60,448,331
Borrowings	97,029,999	40,000,000
	195,251,589	195,251,589

30. FINANCIAL INSTRUMENTS (CONT'D)

Categories of financial instrument (Cont'd)

	Carrying amount RM	AC RM
Company		
30.09.2021		
Financial assets		
Trade and non-trade receivables (excluding prepayments)	170,860,484	170,860,484
Cash and bank balances	408,410	408,410
	171,268,894	171,268,894
Financial liabilities		
Non-trade payables	67,969,250	67,969,250
Group		
30.06.2020		
Financial assets		
Trade and non-trade receivables (excluding prepayments)	15,754,069	15,754,069
Cash and bank balances	346,252	346,252
	16,100,321	16,100,321
Financial liabilities		
Trade and non-trade payables	35,653,701	35,653,701
Borrowings	20,100,369	20,100,369
	55,754,070	55,754,070
Company		
30.06.2020		
Financial assets		
Trade and non-trade receivables (excluding prepayments)	88,101	88,101
Cash and bank balances	2	2
	88,103	88,103
Financial liabilities		
Trade and non-trade payables	1,053,286	1,053,286
Borrowings	3,381,668	3,381,668
	4,434,954	4,434,954

30. FINANCIAL INSTRUMENTS (CONT'D)

Categories of financial instrument (Cont'd)

Net gains and losses arising from financial instruments

	Group		Company	
	2021 RM	**2020 RM**	**2021 RM**	**2020 RM**
Net (losses)/gains arising on:				
Financial assets measured at amortised cost				
Loss on remeasurement of trade and non-trade receivables	–	(1,621,295)	–	–
Reversal of remeasurement of trade and non-trade receivables	1,492,811	214,739	–	–
Unrealised gain on foreign exchange	114,252	–	–	–
Allowance for expected credit loss:				
- charge for the financial year	(6,332,895)	(1,036,786)	–	(3,876,317)
- reversal	2,000	43,638	93,836	–
	(4,723,832)	(2,399,704)	93,836	(3,876,317)
Net (losses)/gains arising on:				
Financial liabilities measured at amortised cost				
Reversal of remeasurement of trade and non-trade payables	–	(100,939)	–	–
Reversal of provision	–	–	9,000,000	–
Interest expenses	(139,542)	(2,396,140)	107,484	(322,521)
	(139,542)	(2,497,079)	9,107,484	(322,521)

Financial risk management objectives and policies

The Group and the Company are exposed to financial risks arising from their operations and the use of financial instruments. The key financial risks include credit risk, interest rate risk, cash flows risk, liquidity risk and foreign currency risk.

The Group's and the Company's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's and of the Company's businesses whilst managing its credit risk, interest rate risk, cash flows risk, liquidity risk and foreign currency risk.

The following sections provide details regarding the Group's and the Company's exposure to the abovementioned financial risks and the objectives, policies and processes for the management of these risks.

30. FINANCIAL INSTRUMENTS (CONT'D)

Credit risk

The Group's exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade receivables. The Group manages its exposure to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. For other financial assets (including cash and bank balances), the Group minimises credit risk by dealing exclusively with high credit rating counterparties.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of the trade receivables as appropriate. The main components of this allowance are a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that might have been incurred but not yet identified. Impairment is estimated by management based on prior experience and the current economic environment.

Exposure to credit risk

As the Group does not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of the financial assets as at the end of the reporting period.

Credit risk concentration profile

The Group does not have any major concentration of credit risk related to any financial instruments and manages these risks by monitoring credit ratings and limiting the aggregate financial exposure to any individual counterparty.

Cash and cash equivalents

The cash and cash equivalents are held with banks and financial institutions. As at the end of the reporting period, the maximum exposure to credit risk is represented by their carrying amounts in the statements of financial position.

The bank and financial institutions have low credit risks. In addition, the bank balances are insured by government agencies. Consequently, the Group and the Company are of the view that the loss allowance is not material and hence, it is not provided for.

Non-trade receivables and deposits

Credit risks on non-trade receivables are mainly arising from other receivables and deposits paid for office buildings counters leased at each state. These deposits will be received at the end of each lease terms. The Group manages the credit risk together with the leasing arrangement.

As at the end of the reporting period, the maximum exposure to credit risk is represented by their carrying amounts in the statements of financial position.

30. FINANCIAL INSTRUMENTS (CONT'D)

Credit risk (Cont'd)

Inter-company loans and advances

The Company provides unsecured loans and advances to subsidiaries. The Company monitors the ability of the subsidiaries to repay the loans and advances on an individual basis.

As at the end of the reporting period, the maximum exposure to credit risk is represented by their carrying amounts in the statement of financial position.

Loans and advances provided are not secured by any collateral or supported by any other credit enhancements.

Generally, the Company considers loans and advances to subsidiaries have low credit risk. The Company assumes that there is a significant increase in credit risk when a subsidiary's financial positions deteriorates significantly. As the Company is able to determine the timing of payments of the subsidiaries' loans and advances when they are payable, the Company considers the loans and advances to be in default when the subsidiaries are not able to pay when demanded. The Company considers a subsidiary's loan or advance to be credit impaired when:

- The subsidiary is unlikely to repay its loan or advance to the Company in full;
- The subsidiary's loan or advance is overdue for more than 365 days; or
- The subsidiary is continuously loss making and is having a deficit shareholders' fund.

The Company determines the probability of default for these loans and advances individually using internal information available.

The following table provides information about the exposure to credit risk and ECLs for subsidiaries loans and advances as follows.

	Gross amount RM	Loss allowance RM	Carrying amount RM
Company			
2021			
Significant increase in credit risk	174,621,281	(3,876,317)	170,744,964
2020			
Significant increase in credit risk	4,047,114	(3,970,153)	76,961

The significant increase in net measurement of loss allowance is primarily due to the subsidiaries having been continuously loss making and having a deficit shareholders' fund.

30. FINANCIAL INSTRUMENTS (CONT'D)

Credit risk (Cont'd)

Credit-impaired financial assets

At each reporting date, the Group assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the borrower or issuer;
- A breach of contract such as a default or being more than 120 days past due;
- The restructuring of a loan or advance by the Group on terms that the Group would not consider otherwise;
- It is probable that the borrower will enter bankruptcy or other financial reorganisation; or
- The disappearance of an active market for a security because of financial difficulties.

Ageing analysis

The following table provides information about the exposure to credit risk and ECLs for trade receivables as at 30 September 2021 which are grouped together as they are expected to have similar risk nature.

	Gross carrying amount RM	Loss allowance RM	Carrying amount RM
Group			
30.09.2021			
Not past due:	660,160	–	660,160
- 1 to 30 days past due	1,066,246	–	1,066,246
	1,726,406	–	1,726,406
Credit Impaired			
- more than 120 days past due	14,808	–	14,808
- Individually impaired	20,568,569	(20,568,569)	–
	20,583,377	(20,568,569)	14,808
	22,309,783	(20,568,569)	1,741,214

30. FINANCIAL INSTRUMENTS (CONT'D)

Credit risk (Cont'd)

Ageing analysis (Cont'd)

	Gross carrying amount RM	Loss allowance RM	Individual amortisation RM	Carrying amount RM
Group				
30.06.2020				
Not past due:	93,013	–	–	93,013
- 1 to 30 days past due	465,640	–	–	465,640
	558,653	–	–	558,653
Credit Impaired				
- more than 120 days past due	4,715,469	–	–	4,715,469
- Individually impaired	15,936,296	(15,936,296)	–	–
Amortisation				
Individually amortised	9,173,810	–	(1,621,295)	7,552,515
	29,825,575	(15,936,296)	(1,621,295)	12,267,984
	30,384,228	(15,936,296)	(1,621,295)	12,826,637

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group's exposure to interest rate risk is minimal as the Group rarely placed any deposits with financial institutions in Malaysia. Majority of the borrowings are contracted on variable terms.

30. FINANCIAL INSTRUMENTS (CONT'D)

Interest rate risk (Cont'd)

Effective interest rates and repricing analysis

	Effective interest rate per annum %	Within 1 year RM	Between 1 and 5 years RM	More than 5 years RM
Group				
30.09.2021				
Financial assets				
Deposits with licensed bank	1.60 – 1.62	25,600,000	–	–
Financial liabilities				
Hire purchase liabilities	6.20	(9,268,770)	(46,575,009)	(1,186,220)
Lease liabilities	3.87	(1,416,255)	(2,002,077)	–
Term loans	4.40	–	(29,399,742)	(10,600,258)
		14,914,976	(77,976,828)	(11,786,478)
30.06.2020				
Financial liabilities				
Trust receipt	8.45	4,909,130	–	–
Bank overdrafts	6.95 - 8.89	11,988,155	–	–
Term loans	7.65	3,203,084	–	–
		20,100,369	–	–
Company				
30.09.2021				
Financial liability				
Bank overdraft		–	–	–
30.06.2020				
Financial liability				
Bank overdraft	6.95	3,381,668	–	–

Interest rate risk sensitivity analysis

The following table details the sensitivity to a reasonably possible change in the interest rates as at the end of the reporting period, with all other variables held constant, on the Group's and the Company's equity and profits:

	Group		Company	
	30.09.2021 Increase/ (Decrease) RM	30.06.2020 Increase/ (Decrease) RM	30.09.2021 Increase/ (Decrease) RM	30.06.2020 Increase/ (Decrease) RM
Effects on profit after taxation				
Increase of 10 basis point	(76,341)	(15,276)	–	(2,570)
Decrease of 10 basis point	76,341	15,276	–	2,570

30. FINANCIAL INSTRUMENTS (CONT'D)

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group and the Company's manages liquidity risk by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cash flows, by matching the maturity profiles of financial assets and liabilities, and by monitoring and maintaining a level of cash and cash equivalents deemed adequate by management to finance the Group's and the Company's operations and to mitigate the effects of fluctuations in cash flows.

Maturity analysis

The table below show summaries the maturity profile of the Group's and the Company's financial liabilities as at the end of the reporting period based on undiscounted contractual payments:

	Carrying amount RM	Contractual cash flows RM	Within 1 year RM	1 - 5 years RM	More than 5 years RM
Group					
30.09.2021					
Trade and non-trade payables	94,803,258	94,803,258	27,788,108	67,015,150	–
Borrowings:					
- Hire purchase liabilities	57,029,999	66,156,660	12,426,530	52,534,709	1,195,421
- Lease liabilities	3,418,332	3,684,900	1,468,740	2,216,160	–
- Term loans	40,000,000	47,110,575	1,798,575	34,692,000	10,620,000
	195,251,589	211,755,393	43,481,953	156,458,019	11,815,421
30.06.2020					
Trade and non-trade payables	35,653,701	35,653,701	33,653,969	1,999,732	–
Borrowings:					
- Trust receipt	4,909,130	4,812,039	4,812,039	–	–
- Bank overdrafts	11,988,155	12,004,275	12,004,275	–	–
- Term loans	3,203,084	3,962,582	3,962,582	–	–
	55,754,070	56,432,597	54,432,865	1,999,732	–

30. FINANCIAL INSTRUMENTS (CONT'D)

Liquidity risk (Cont'd)

Maturity analysis (Cont'd)

	Carrying amount RM	Contractual cash flows RM	Within 1 year RM	1 - 5 years RM
Company				
30.09.2021				
Trade and non-trade payables (excluding financial guarantees)	67,969,250	67,969,250	954,100	67,015,150
Borrowings:				
- Bank overdrafts	–	–	–	–
	67,969,250	67,969,250	954,100	67,015,150
30.06.2020				
Trade and non-trade payables (excluding financial guarantees)	1,053,286	1,053,286	1,053,286	–
Borrowings:				
- Bank overdrafts	3,381,668	3,381,668	3,381,668	–
	4,434,954	4,434,954	4,434,954	–

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is exposed to foreign currency risk as a result of its normal trade activities that are denominated in currencies other than Ringgit Malaysia.

The Group's sales and purchases are mostly denominated in United States Dollar ("USD") and Ringgit Malaysia ("RM").

The Group mitigates its foreign currency exchange risk through the natural hedge of operating foreign currency accounts using the deposits from its export proceeds to pay imported purchases where both are denominated in the same foreign currency. The Group also enters into foreign currency forward contracts to hedge certain of the export proceeds and import purchases, whenever considered necessary.

30. FINANCIAL INSTRUMENTS (CONT'D)

Foreign currency risk (Cont'd)

The Group's exposure to foreign currency is as follows:

	EUR RM	USD RM	Total RM
Group			
30.9.2021			
Financial assets			
Receivables and deposits (excluding prepayments)	–	3,688,572	3,688,572
Cash and bank balances	3,951	5,054,263	5,058,214
	3,951	8,742,835	8,746,786
Financial liability			
Payables and accrued liabilities	–	(3,715,932)	(3,715,932)
Net currency exposure	3,951	5,026,903	5,030,854

Foreign currency risk sensitivity analysis

The following table details the sensitivity analysis to a reasonably possible change in the foreign currencies as at the end of the reporting period, with all other variables held constant:

	30.9.2021 Increase/ (Decrease) RM	30.6.2020 Increase/ (Decrease) RM
Effects on profit after taxation:		
EUR/RM		
Strengthen by 5% (2020: Nil%)	150	–
Weaken by 5% (2020: Nil%)	(150)	–
USD/RM		
Strengthen by 5% (2020: Nil%)	191,022	–
Weaken by 5% (2020: Nil%)	(191,022)	–

31. FAIR VALUES

The financial assets and financial liabilities maturing within the next 12 months approximated their fair values due to the relatively short term maturity of the financial instruments, except for amount due from a subsidiary, a related company, and amounts due to subsidiaries, as it is not practical to estimate the fair value due principally to a lack of fixed repayment term entered by the parties involved and without incurring excessive costs. The directors are at the opinion that the carrying amounts recorded at the statement of financial position date do not differ significantly from the values that would eventually be recovered.

The Group and the Company use the following fair value hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Fair value hierarchy

The table below analyses financial instrument carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Input for the assets or liabilities that are not based on observable market data (unobservable inputs).

	Fair value of financial instruments not carried at fair value			
	Level 1 RM	**Level 2 RM**	**Level 3 RM**	**Total RM**
Group				
30.09.2021				
Financial asset				
Other investment	100,695	–	–	100,695
Financial liabilities				
Term loan	–	40,000,000	–	40,000,000
30.06.2020				
Financial liabilities				
Term loan	–	3,312,682	–	3,312,682

32. CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that entities of the Group would be able to continue as going concerns whilst maximising return to shareholders through the optimisation of the debt and equity ratios. The overall strategy of the Group remains unchanged from that in the previous financial year.

The Group manages its capital structure and makes adjustments to it, in response to changes in economic conditions. In order to maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the financial period ended 30 September 2021.

The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group and the Company includes within net debt, trade and other payables, borrowings, provision for financial guarantee and current tax liabilities, less cash and bank balances. Capital represents equity attributable to the owners of the Company.

The gearing ratios of the Group and of the Company are as follows:

	Group		Company	
	30.09.2021 RM	**30.06.2020 RM**	**30.09.2021 RM**	**30.06.2020 RM**
Trade and non-trade payable	94,803,258	35,653,701	67,969,250	1,053,286
Borrowings	100,448,331	20,100,369	–	3,381,668
Provision for financial guarantee	–	–	–	9,000,000
Tax payables	9,668	1,186,570	560	560
Less: Cash and bank balances	(40,580,087)	(346,252)	(408,410)	(2)
Net debt	154,681,170	56,594,388	67,561,400	13,435,512
Total equity	92,782,311	21,186,043	119,320,973	(13,337,242)
Total capital	247,463,481	77,780,431	187,095,092	98,270
Gearing ratio	62.51%	72.76%	36.11%	13,672.04%

Pursuant to the requirements of Practice Note No. 17/2005 ("PN17") of the Bursa Malaysia Securities Berhad, the Group is required to maintain a consolidated shareholders' equity of not less than or equals to twenty-five percent (25%) of the issued and paid-up capital and such shareholders' equity is not less than RM40.0 million.

The Group is not subject to any other externally imposed capital requirements.

33. CONTINGENT LIABILITIES

Contingent liabilities - material litigation

The contingent liabilities arise as a result of material litigation as disclosed in Note 34 to the financial statement. The exposures in relation to the litigations have been fully accounted for as liabilities on the statement of financial position except for interest and other costs which may arise upon the conclusion of court judgement.

34. MATERIAL LITIGATION

(a) In accordance with the terms of Subscription Agreement I executed pursuant to the Proposed Private Placement referred to in Note 35(c), the Group had on 7 October 2020 fully settled all outstanding debts due to Hong Leong Bank Berhad and on 16 November 2020, likewise fully settled all outstanding debts due to Ambank Berhad and Ambank Islamic Berhad. Therefore, the Group has no outstanding litigation with the financial banks as the following litigations have been withdrawn:

(i) AmBank Islamic Bhd vs KBESM as Borrower, GGB as Guarantor, Santero Sdn Bhd as Indemnitor and Onetexx as Chargor in respect of a Multi Trade Finance and Cashline facilities

(ii) AmBank (M) Bhd vs GETS as Borrower, and KBESM as Chargor in respect of overdraft facility

(iii) HLBB suits vs KBESM as Borrower and GETS as Guarantor in respect of term loan facility

(b) Following the disposal of PAPTT on 22 February 2021, the following legal suits involving PAPTT no longer form part of the material litigation involving the Group as on and from the disposal date:

(i) Badanbas Sdn Bhd vs PAPTT

(ii) Sinar Jernih Sdn Bhd vs PAPTT

(iii) Transit Solution Sales & Services Sdn Bhd vs PAPTT

(iv) Khinas Resources Sdn Bhd vs PAPTT

(v) Raisevest Sdn Bhd vs PAPTT

(vi) Zam O' Lima Sdn Bhd vs PAPTT

(vii) Moza Securities Sdn Bhd vs PAPTT

(c) Following the disposal of SCAP on 3 June 2021, the following legal suit involving SCAP no longer forms part of material litigation involving the Group as on and from the disposal date:

(i) Hino Motor Sales (M) Sdn Bhd ("HSMSB") vs SCAP

(d) Following the full and final settlement of all outstanding debts due, the following legal suits involving the stated subsidiaries has been resolved:

(i) Arcados Consultancy Sdn Bhd vs KBESM

(ii) Sinotek Autoparts Sdn Bhd vs SCAP

There is no other outstanding material litigation as at the date of this report.

35. SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD

(a) The Global crisis – COVID-19 outbreak

The directors of the Company are of the opinion that the outbreak of the COVID-19 may affect the business performance and position of the Company mainly due to travel and movement restriction and other precautionary measures imposed by relevant local authorities that resulted in delays in commencement of work and delivery of products to customers. This was followed by the Government of Malaysia issuing a Gazetted Order as the Movement Control Order ("MCO") which was effective for the period from 18 March 2020 to 3 May 2020 and Conditional Movement Control Order ("CMCO") from 4 May 2020 to 6 June 2020. Subsequently Recovery Movement Control Order ("RMCO") was gazetted which is effective for the period from 10 June 2020 to 31 December 2020. Currently, the federal government has reimposed CMCO in number of states in Malaysia. Meanwhile, due to inherent nature and unpredictability of future development of the virus and market sentiment, the extent of the impact depends on:

(i) ongoing precautionary measures introduced by each country to address this pandemic; and

(ii) the durations of the pandemic.

Accordingly, the management has considered the possible financial impact of the Covid 19 to the financial statement to the best of their knowledge. The directors will continue to monitor the situations and respond proactively to mitigate the impact on the Company's financial performance and financial position.

(b) Triggering of Practice Note 17("PN17") and Practice Note 17 Relief Measures ("PN17 Relief Measures")

On 30 June 2020, the Company announced that it has triggered the Prescribed Criteria of paragraph 2.1(e) of Practice Note 17 ("PN17") pursuant to paragraph 8.04(2) of the Main Listing Requirements ("MMLR") whereby its shareholders' equity as at 31 March 2020 of RM31.156 million is less than 50% of its share capital of RM69.145 million and the auditors have highlighted a material uncertainty related to going concern in its latest audited financial statement for the financial period ended 30 June 2019.

Pursuant to the Bursa Malaysia's Circular dated 16 April 2020: Additional Temporary Relief Measures To Listed Issuer, Bursa granted affected listed issuers that triggers any of the following criteria under PN 17 of the MMLR ("Suspended Criteria") from 17 April 2020 to 30 June 2021 ("Relief Period") relief from complying with the obligations under paragraph 8.04 and PN17:

(i) its shareholders' equity on a consolidated basis is 25% or less of its share capital (excluding treasury shares) and such shareholders' equity is less than RM40 million.

(ii) auditors have highlighted a material uncertainty related to going concern or expressed a qualification on the listed issuer's ability to continue as a going concern in its latest audited financial statements and its shareholders' equity on a consolidated basis is 50% or less of its share capital (excluding treasury shares); and

(iii) default in payment by the listed issuers, its major subsidiary or major associated company, as the case may be, as announced pursuant to paragraph 9.19A of the MMLR and the listed issuer is unable to provide a solvency declaration to the Exchange.

As the Company has triggered the above Suspended Criteria (ii) during the Relief Period, the Company has been granted relief from complying with the obligations under the paragraph 8.04(2) and Practice Note 17 ("PN17") of the Main Market Listing Requirements ("PN17 Relief Measures") for a period of 12 months from the date of triggering the criteria.

35. SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD (CONT'D)

(b) Triggering of Practice Note 17("PN17") and Practice Note 17 Relief Measures ("PN17 Relief Measures") (Cont'd)

Under the PN17 Relief Measures:

(i) the Company will not be classified as a PN17 listed issuer and will not be required to comply with the obligations pursuant to paragraph 8.04 and PN17 of the MMLR for a period of 12 months from the date of triggering the criteria;

(ii) the Company is still required to make an immediate announcement that it has triggered the Suspended Criteria and the relief provided ("Relief Announcement").

(iii) Upon the expiry of the 12 months from the Relief Announcement, the Company must re-assess its condition and announce whether it continues to trigger any of the criteria in PN17 of the MMLR ("said Announcement"). Pursuant to a directive from Bursa Malaysia on 17 February 2021 the said announcement was extends to 18 months.

(iv) if the Company continues to trigger any of the criteria in PN17 of the MMLR, it will then be classified as a PN17 listed issuer and must comply with all the obligations under paragraph 8.04 and PN17 of the MMLR, including the obligation to submit a regularisation plan to the relevant authorities within 12 months from the said Announcement.

(c) Proposed private placement of 158,000,000 new Placement Shares at an issue price of RM0.55 per Placement Share

The Company, had on 8 September 2020, entered into separate subscription agreements with ADA Capital Investments Limited ("ADA Capital") ("Subscription Agreement I"), Beh Boon Seong ("Subscription Agreement II"), Tan Chai Chek ("Subscription Agreement III") and Chua Choy Guan ("Subscription Agreement IV") (collectively referred to as the "Investors") whereby the Investors will subscribe for an aggregate amount of 158,000,000 Placement Shares at an issue price of RM0.55 per Placement Share, to be satisfied in full via cash in accordance with the terms and conditions of the respective Subscription Agreements.

(d) Proposed diversification of the existing principal activities of GETS and its subsidiaries ("GETS Group" or the "Group") to include manufacturing, sales and marketing of gloves and other related activities ("Gloves Business")

On 25 August 2020, the Board has identified the Gloves Business as a new business segment for the Group to diversify into and expand its income stream, thereby reducing the Group's reliance on the existing bus operations. As such, the Board is of the view that the Proposed Diversification allows the Group to capitalise on the favourable long-term prospects of the glove industry.

Pursuant to the Proposed Diversification, the Group intends to construct a new glove manufacturing plant which has an estimated built up area of 520,000 sq ft and is capable of housing up to 12 glove-dipping lines on the industrial land currently owned by the Group to undertake the Gloves Business. Subject to obtaining shareholders' approval for the Proposals at an forthcoming EGM to be convened, the construction of the aforesaid glove manufacturing plant is expected to commence by the fourth quarter of this year and will commence commercial operations by the second quarter of year 2021.

36. SUBSEQUENT EVENT AFTER THE REPORTING PERIOD

(a) Untriggering of Practice Note 17("PN17") and Practice Note 17 Relief Measures ("PN17 Relief Measures")

On 31 December 2021, the Company had re-assessed its PN17 condition based on the unaudited quarterly report on consolidated results for the financial period ended 30 September 2021, the Board had announced that the Company no longer triggers any of the PN17 criteria and hence, no longer requires PN17 Relief.

(b) Disposal of buses

The Group entered into an agreement on 23 December 2021 to dispose 15 unit of buses as scrap at the total consideration of RM240,000. The deposit of RM50,000 was received on 24 December 2021 and the remaining balance RM190,000 was received on 5 January 2022.

37. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the Main Market of Bursa Malaysia Securities Berhad.

The Company is principally involved in investment holding. The principal activities of the subsidiaries are as stated in Note 15 to the financial statements.

There has been no significant changes in the nature of these activities during the financial year.

The registered office of the Company is located at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Malaysia.

The principal place of business of the Company is located at Lot 73-86, Jalan Logam 5, Perindustrian Kamunting 3, Kamunting Raya Industrial Estate, 34600 Kamunting, Perak Darul Ridzuan, Malaysia.

The financial statements of the Group and of the Company were authorised for issue by the Board of Directors on 24 January 2022.

LIST OF
GROUP PROPERTIES

<table>
<tr><th>Location</th><th>Description/ Existing Use</th><th>Tenure</th><th>Land Area</th><th>Approximate Age of Building</th><th>Net Book Value as at 30/9/2021 (RM)</th><th>Date of Last Valuation</th><th>Date of Acquisition</th></tr>
<tr><td>HS(D) 135115 PT
NO. 13338
Bandar Johor Bahru
District of Johor Bahru
State of Johor</td><td>Factory cum Office</td><td>60 years leasehold expiring on 19 Nov 2046</td><td>81,947.25 sq. ft.</td><td>12 years</td><td>4,211,235</td><td>1 Sep 2020</td><td>21 Dec 2005</td></tr>
<tr><td>PN No. 196598 - 196604
(Lot No. 20810 - 20816)
Mukim Asam Kumbang
Daerah Larut and Matang
Perak Darul Ridzuan</td><td rowspan="2">Factory cum Office</td><td>99 years leasehold expiring on 7 Dec 2097</td><td rowspan="2">713,238 sq. ft.</td><td rowspan="2"><1 year</td><td rowspan="2">112,928,705</td><td rowspan="2">21 Aug 2020</td><td>28 Jul 2006</td></tr>
<tr><td>PN No. 196594 - 196597
(Lot No. 20806 - 20809) and
PN No. 196605 - 196607
(Lot No. 20817 - 20819)
Mukim Asam Kumbang
Daerah Larut and Matang
Perak Darul Ridzuan</td><td>99 years leasehold expiring on 7 Dec 2097</td><td>5 Nov 1984</td></tr>
<tr><td>Unit 1.08 Kompleks Tun
Abd Razak held under
HBM 2 PTTL/A/255
Bandar Georgetown - Sek. 17
Daerah Timur Laut,
Pulau Pinang.</td><td>Office Space</td><td>99 years leasehold expiring on 1 Apr 2080</td><td>203 sq. ft.</td><td>38 years</td><td>48,725</td><td>29 Sep 2020</td><td>15 May 1980</td></tr>
<tr><td>Lot No. 9649 Township of
Johore Bahru District of
Johore Bahru</td><td>Vacant land</td><td>99 years leasehold expiring on 7 Oct 2069</td><td>1,750 sq. ft.</td><td>N/A</td><td>16,506</td><td>N/A</td><td>5 Nov 1984</td></tr>
<tr><td>7-14-B, Blok B,
Larkin Indah Aprtment,
Jalan Datin Halimah,
81200 Larkin,
Johor Bahru, Johor</td><td>Apartment</td><td>99 years leasehold expiring on 6 Aug 2102</td><td>1,082 sq.ft</td><td>10 years</td><td>213,123</td><td>8 Oct 2020</td><td>2 Feb 2010</td></tr>
</table>

STATISTICS OF SHAREHOLDINGS
AS AT 31 DECEMBER 2021

Total number of issued shares	:	284,000,000
Class of Shares	:	Ordinary Shares
Voting Rights	:	One vote per ordinary share

ANALYSIS OF SHAREHOLDINGS

Size of Shareholdings	No. of Shareholders	%	No. of Shares Held	%
1 – 99	24	1.12	457	0.00
100 – 1,000	479	22.29	377,602	0.13
1,001 – 10,000	1,077	50.12	5,137,100	1.81
10,001 – 100,000	440	20.47	14,543,800	5.12
100,001 – 14,199,999 (*)	127	5.91	95,783,400	33.73
14,200,000 and above (**)	2	0.09	168,157,641	59.21
TOTAL	**2,149**	**100.00**	**284,000,000**	**100.00**

Remarks: * Less than 5% of Issued Shares
** 5% and above of Issued Shares

SUBSTANTIAL SHAREHOLDERS

The substantial shareholders of Get Global Berhad and their respective shareholdings based on the Register of Substantial Shareholders of the Company as at 31 December 2021 are as follows:-

	No. of Shares			
	Direct	**%**	**Indirect**	**%**
Ada Capital Investments Limited	128,001,200	45.07	–	–
UOB Kay Hian Nominees (Tempatan) Sdn. Bhd. (pledged securities account for Teong Lian Aik)	40,156,441	14.14	–	–
Low Bok Tek	–	–	128,001,200 [1]	45.07

Notes:-

(1) Deemed interested by virtue of his shareholdings in Ada Capital Investments Limited by virtue of Section 8(4) of the Companies Act 2016.

Statistics of Shareholdings
(Cont'd)

DIRECTORS' SHAREHOLDINGS

The Directors' Shareholdings based on the Register of Directors' Shareholdings of the Company as at 31 December 2021 are as follows:-

Directors	Direct Interest No. of Shares Held	%	Indirect Interest No. of Shares Held	%
Datuk Che Azizuddin Bin Che Ismail	7,491,100	2.64	–	–
Low Bok Tek	–	–	128,001,200 (1)	45.07
Dr. Liew Lai Lai	–	–	8,000 (2)	Negligible
Dato' Asmuni bin Sudin	220,000	0.08	–	–
Lim Chong Eng	–	–	220,000 (3)	0.08
Dominic Aw Kian-Wee	–	–	–	–

Notes:-

(1) Deemed interested by virtue of his shareholdings in Ada Capital Investments Limited by virtue of Section 8(4) of the Companies Act 2016.
(2) Deemed interested by virtue of her spouse's shareholdings pursuant to Section 59(11) of the Companies Act 2016.
(3) Deemed interested by virtue of his spouse's and daughter's shareholdings pursuant to Section 59(11) of the Companies Act 2016.

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS

No.	Shareholders	No. of Shares	%
1.	CIMSEC Nominees (Asing) Sdn.Bhd. *CIMB For Ada Capital Investments Limited (PB)*	128,001,200	45.07
2.	UOB Kay Hian Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Teong Lian Aik*	40,156,441	14.14
3.	TA Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Chua Choy Guan*	9,780,600	3.44
4.	Tan Chai Chek	9,532,000	3.36
5.	Affin Hwang Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Beh Boon Seong (M06)*	8,630,100	3.04
6.	Datuk Che Azizuddin bin Che Ismail	7,491,100	2.64
7.	Syed Abu Hussin bin Hafiz Syed Abdul Fasal	4,926,700	1.73
8.	Phuah Seow Seng	4,300,000	1.51
9.	Low Bok Sang	2,646,000	0.93
10.	Mohamed Faroz bin Mohamed Jakel	1,877,000	0.66
11.	Ong Leh Eng	1,845,000	0.65
12.	Ng Wing Hee	1,699,000	0.60
13.	Public Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Lim Khek Keng (E-Tai)*	1,634,900	0.58
14.	Phuah Woon Chek	1,607,500	0.57
15.	Diamond Silk International Sdn. Bhd.	1,420,000	0.50

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS (CONT'D)

No.	Shareholders	No. of Shares	%
16.	Lim Kok Boon	1,302,600	0.46
17.	CIMB Group Nominees (Tempatan) Sdn. Bhd. *Exempt AN for DBS Bank Ltd (SFS-PB)*	1,300,000	0.46
18.	Phuah Sze Ying	1,247,000	0.44
19.	Public Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Sim Leong Thun (E-SS2)*	1,135,300	0.40
20.	Mohamed Izani bin Mohamed Jakel	1,117,000	0.39
21.	Luqman bin Mohamed Jakel	1,110,000	0.39
22.	Khoo Chin Leng	1,050,000	0.37
23.	Erayear Equity Sdn. Bhd.	1,000,000	0.35
24.	Teh Choon Siang	850,000	0.30
25.	Ong Lei Im	846,000	0.30
26.	Mohamed Nizam bin Mohamed Jakel	838,000	0.30
27.	Chew Kean Huat	740,000	0.26
28.	SJ Sec Nominees (Tempatan) Sdn. Bhd. *Pledged securities account for Roziah binti Abd Aziz (SMT)*	692,000	0.24
29.	Zainorazua binti Zainun	659,300	0.23
30.	Lim Seng Lee	605,100	0.21
TOTAL		**240,039,841**	**84.52**

GETS GLOBAL BERHAD
[Registration No. 200201029469 (597132-A)]
(Incorporated in Malaysia)

PROXY FORM
(NINETEENTH
ANNUAL GENERAL MEETING)

Number of Ordinary Shares Held	CDS Account No.

Contact No.	Email Address

I/We, ____
(FULL NAME AND NRIC / PASSPORT NO. / REGISTRATION NO.)

of ____
(FULL ADDRESS)

being a member of **GETS GLOBAL BERHAD** hereby appoint:-

First Proxy "A"

Full Name (in Block):-	**NRIC/ Passport No.:-**	**Proportion of Shareholdings Represented**	
		No. of Shares	**%**
Full Address:-			

*and

Second Proxy "B"

Full Name (in Block):-	**NRIC/ Passport No.:-**	**Proportion of Shareholdings Represented**	
		No. of Shares	**%**
Full Address:-			

100%

*or failing him/her, the CHAIRMAN OF THE MEETING, as *my / our proxy to attend and vote for *me / us and on *my / our behalf at the Nineteenth Annual General Meeting ("**AGM**") of Gets Global Berhad to be held on a **virtual basis** hosted on Securities Services e-Portal at https://sshsb.net.my/ at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur on Thursday, 3 March 2022 at 10:00 a.m. and at any adjournment thereof.

Mark X under 'For' or 'Against' for each Resolution if you wish to direct the proxy on how to vote. If no mark is made, the proxy may vote on the resolution or abstain from voting as the proxy thinks fit.

My / our proxy / proxies is / are to vote as indicated below:

No.	Agenda	Resolution	For	Against
1.	To receive the Audited Financial Statements for the financial period ended 30 September 2021 together with the Reports of the Directors and the Auditors thereon. (Note 2)			
		Resolution	**For**	**Against**
2.	To approve the payment of Directors' fees amounting to RM212,208.22 for the financial period ended 30 September 2021.	1		
3.	To re-elect Datuk Che Azizuddin bin Che Ismail who is due to retire in accordance with Clause 122 of the Company's Constitution.	2		
4(a)	To re-elect Mr. Low Bok Tek who is due to retire pursuant to Clause 127 of the Company's Constitution.	3		
4(b)	To re-elect Dr. Liew Lai Lai who is due to retire pursuant to Clause 127 of the Company's Constitution.	4		
4(c)	To re-elect Dato' Asmuni bin Sudin who is due to retire pursuant to Clause 127 of the Company's Constitution.	5		
4(d)	To re-elect Mr. Lim Chong Eng who is due to retire pursuant to Clause 127 of the Company's Constitution.	6		
5.	To re-appoint Messrs. PKF as Auditors of the Company until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration.	7		

* Strike out whichever not applicable

Signed this ______________ day of ______________________ 2022.

____
* Signature of Member/Common Seal

Notes :-

1. **The Company has changed its financial year end from 30 June to 30 September and an announcement has been made to Bursa Malaysia Securities Berhad on 27 May 2021 on the change of financial year end. Section 340(1) of the Companies Act 2016 states that an AGM must be held once in every calendar year. The Companies Commission of Malaysia had granted its approval for an extension of time until 31 March 2022 for the Company to hold its AGM in respect of the calendar year 2021. The Company did not hold any AGM in the calendar year 2021. Hence, the Nineteenth AGM will be held to table the 15-month Audited Financial Statements made up from 1 July 2020 to 30 September 2021 as well as other ordinary businesses, and this Meeting shall be deemed to be held for the calendar year 2021.**

2. This Agenda item is meant for discussion only, as the provision of Section 340(1)(a) of the Companies Act 2016 does not require a formal approval of the members/shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

3. In respect of deposited securities, only members whose names appear in the Record of Depositors on 24 February 2022 *(General Meeting Record of Depositors)* shall be eligible to attend this Meeting.

4. A member entitled to attend, participate, speak and vote at the Meeting is entitled to appoint a proxy to attend, participate, speak and vote in his/her stead. A proxy need not be a member of the Company. There shall be no restriction as to the qualification of the proxy. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.

   As guided by the Securities Commission Malaysia's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members, proxies and/or corporate representatives shall communicate with the main venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members, proxies and/or corporate representatives will be broadcasted and responded by the Chairman/Director/Management during the Meeting.

5. A member may appoint more than one (1) proxy in relation to a meeting, provided that the member specifies the proportion of the member's shareholdings to be represented by each proxy.

6. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under Securities Industry (Central Depositories) Act, 1991 ("**SICDA**") which is exempted from compliance with the provisions of subsection 25A(1) of SICDA.

7. The instrument appointing a proxy shall be in writing under the hand of the appointor or his/her attorney duly authorised in writing or, if the appointor is a corporation, either under its Common Seal or under the hand of an officer or attorney duly authorised in writing.

8. The instrument appointing a proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power or authority shall be deposited at the registered office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at https://sshsb.net.my/. All resolutions set out in this notice of meeting are to be voted by poll.

   Should you wish to participate at the Meeting remotely, please register electronically via Securities Services e-Portal at https://sshsb.net.my/ by the registration cut-off date and time. Please refer to the Administrative Guide on the Conduct of a Virtual General Meeting, for further details.

9. The Administrative Guide on the Conduct of a Virtual General Meeting is available for download at www.getsglobal.com.my.

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The Company Secretaries

GETS GLOBAL BERHAD

[Registration No. 200201029469 (597132-A)]
Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Malaysia

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GETS GLOBAL BERHAD
[Registration No. 200201029469 (597132-A)]
(Incorporated in Malaysia)

PROXY FORM
(TWENTIETH
ANNUAL GENERAL MEETING)

Number of Ordinary Shares Held	CDS Account No.

Contact No.	Email Address

I/We, ____
(FULL NAME AND NRIC / PASSPORT NO. / REGISTRATION NO.)

of ____
(FULL ADDRESS)

being a member of **GETS GLOBAL BERHAD** hereby appoint:-

First Proxy "A"

Full Name (in Block):-	**NRIC/ Passport No.:-**	**Proportion of Shareholdings Represented**	
		No. of Shares	**%**
Full Address:-			

*and

Second Proxy "B"

Full Name (in Block):-	**NRIC/ Passport No.:-**	**Proportion of Shareholdings Represented**	
		No. of Shares	**%**
Full Address:-			
			100%

*or failing him/her, the CHAIRMAN OF THE MEETING, as *my / our proxy to attend and vote for *me / us and on *my / our behalf at the Twentieth Annual General Meeting ("**AGM**") of Gets Global Berhad to be held on a virtual basis hosted on Securities Services e-Portal at https://sshsb.net.my/ at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur on Thursday, 3 March 2022 at 11:00 a.m. or immediately after the conclusion or adjournment (as the case may be) of the Nineteenth AGM which will be held at 10:00 a.m. on the same day and at the same venue.

Mark X under 'For' or 'Against' for each Resolution if you wish to direct the proxy on how to vote. If no mark is made, the proxy may vote on the resolution or abstain from voting as the proxy thinks fit.

My / our proxy / proxies is / are to vote as indicated below:

No.	Agenda	Resolution	For	Against
1.	To approve the payment of Directors' benefits up to an amount of RM60,000.00 from February 2022 until the date of the next Annual General Meeting of the Company.	1		
2(a).	To re-elect Mr. Dominic Aw Kian-Wee who is due to retire in accordance with Clause 122 of the Company's Constitution.	2		
2(b).	To re-elect Mr. Low Bok Tek who is due to retire in accordance with Clause 122 of the Company's Constitution.	3		
3.	To re-appoint Messrs. PKF as Auditors of the Company until the conclusion of the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration.	4		
Special Business				
4.	**Ordinary Resolution** Authority to Issue Shares pursuant to the Companies Act 2016	5		

* Strike out whichever not applicable

Signed this ____________ day of __________________ 2022.

____
* Signature of Member/Common Seal

Notes :-

1. **Section 340(1) of the Companies Act 2016 states that an AGM must be held once in every calendar year. Therefore, the 20th AGM of the Company will be held in respect of the calendar year 2022. There will be no Audited Financial Statements tabled at this Meeting. The 15-month Audited Financial Statements for the financial period ended 30 September 2021 will be tabled at the Nineteenth AGM.**

2. In respect of deposited securities, only members whose names appear in the Record of Depositors on 24 February 2022 *(General Meeting Record of Depositors)* shall be eligible to attend this Meeting.

3. A member entitled to attend, participate, speak and vote at the Meeting is entitled to appoint a proxy to attend, participate, speak and vote in his/her stead. A proxy need not be a member of the Company. There shall be no restriction as to the qualification of the proxy. The instrument appointing a proxy shall be deemed to confer authority to demand or join in demanding a poll.

   As guided by the Securities Commission Malaysia's Guidance Note and Frequently Asked Questions on the Conduct of General Meetings for Listed Issuers, the right to speak is not limited to verbal communication only but includes other modes of expression. Therefore, all members, proxies and/or corporate representatives shall communicate with the main venue of the Meeting via real time submission of typed texts through a text box within Securities Services e-Portal's platform during the live streaming of the Meeting as the primary mode of communication. In the event of any technical glitch in this primary mode of communication, members, proxies and/or corporate representatives may email their questions to eservices@sshsb.com.my during the Meeting. The questions and/or remarks submitted by the members, proxies and/or corporate representatives will be broadcasted and responded by the Chairman/Director/Management during the Meeting.

4. A member may appoint more than one (1) proxy in relation to a meeting, provided that the member specifies the proportion of the member's shareholdings to be represented by each proxy.

5. Where a member of the Company is an exempt authorised nominee which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. An exempt authorised nominee refers to an authorised nominee defined under Securities Industry (Central Depositories) Act, 1991 ("**SICDA**") which is exempted from compliance with the provisions of subsection 25A(1) of SICDA.

6. The instrument appointing a proxy shall be in writing under the hand of the appointor or his/her attorney duly authorised in writing or, if the appointor is a corporation, either under its Common Seal or under the hand of an officer or attorney duly authorised in writing.

7. The instrument appointing a proxy and the power of attorney or other authority, if any, under which it is signed or a notarially certified copy of that power or authority shall be deposited at the registered office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur, Wilayah Persekutuan not less than forty-eight (48) hours before the time appointed for holding the Meeting or any adjournment thereof. The proxy appointment may also be lodged electronically via Securities Services e-Portal at https://sshsb.net.my/. All resolutions set out in this notice of meeting are to be voted by poll.

   Should you wish to participate at the Meeting remotely, please register electronically via Securities Services e-Portal at https://sshsb.net.my/ by the registration cut-off date and time. Please refer to the Administrative Guide on the Conduct of a Virtual General Meeting, for further details.

8. The Administrative Guide on the Conduct of a Virtual General Meeting is available for download at www.getsglobal.com.my.

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The Company Secretaries

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