



**GDEX BERHAD** (Registration No. 200301028159 (630579-A))  
(Incorporated in Malaysia under the Companies Act, 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 2<sup>ND</sup> QUARTER AND SIX MONTHS ENDED 30 JUNE 2022**

	Three Months Ended (Unaudited)		Current Period To-Date (Unaudited)	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Revenue	93,533	106,668	185,420	212,477
Operating expenses	(100,372)	(99,847)	(196,090)	(200,985)
Other operating income	2,868	2,856	4,262	5,319
(Loss)/profit from operations	(3,971)	9,677	(6,408)	16,811
Finance costs	(680)	(1,016)	(1,712)	(1,931)
Share of post-tax profit of associated companies	254	1,248	1,243	2,080
(Loss)/profit before tax	(4,397)	9,909	(6,877)	16,960
Income tax expense	1,275	(2,875)	2,233	(5,072)
Net (loss)/profit for the period	(3,122)	7,034	(4,644)	11,888
Other comprehensive (loss)/income:				
Foreign currency translation differences for foreign operations	825	368	1,109	1,301
	825	368	1,109	1,301
Total comprehensive (loss)/income for the period	(2,297)	7,402	(3,535)	13,189
Profit/(loss) attributable to				
Owners of the company	(3,548)	6,396	(5,447)	11,976
Non-controlling interest	426	638	803	(88)
	(3,122)	7,034	(4,644)	11,888
Comprehensive (loss)/income attributable to				
Owners of the company	(2,723)	6,764	(4,338)	13,277
Non-controlling interest	426	638	803	(88)
	(2,297)	7,402	(3,535)	13,189
Earnings per share :				
Basic EPS (sen)	(0.07)	0.11	(0.10)	0.21
Diluted EPS (sen)	(0.07)	0.12	(0.11)	0.22

The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the 18 months financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements



**GDEX BERHAD** (Registration No. 200301028159 (630579-A))  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2022**

	<b>Unaudited 30.06.2022 (RM'000)</b>	<b>Audited 31.12.2021 (RM'000)</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	121,762	121,948
Right-of-use assets	80,599	85,424
Investment properties	-	2,605
Investment in associates	42,641	41,398
Goodwill arising from consolidation	16,592	3,249
Loan to an associate	-	1,000
Investment in redeemable convertible preference shares	500	500
	262,094	256,124
<b>Current Assets</b>		
Inventories	2,245	1,847
Trade receivables	53,178	64,249
Other receivables and prepaid expenses	33,236	24,482
Loan to an associate	1,550	1,050
Tax recoverable	20,972	15,952
Short-term funds	89,615	93,927
Deposits with licensed banks	122,945	150,323
Cash and bank balances	42,891	29,946
	366,632	381,776
<b>Total Assets</b>	628,726	637,900
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	337,896	337,896
Treasury shares	(21,199)	(20,949)
Reserves	160,621	164,959
Non-controlling interests	19,081	14,418
<b>Total Equity</b>	496,399	496,324
<b>Non-Current Liabilities</b>		
Hire-purchase payables	6,570	5,819
Bank borrowings	1,988	1,583
Lease liabilities	46,946	47,843
Provision for retirement benefits	823	827
Deferred tax liabilities	4,582	9,165
<b>Total Non-current Liabilities</b>	60,909	65,237



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2022**  
(cont'd)

	<b>Unaudited 30.06.2022 (RM'000)</b>	<b>Audited 31.12.2021 (RM'000)</b>
<b>Current liabilities</b>		
Trade payables	12,299	12,179
Other payables and accrued expenses	35,252	34,190
Hire-purchase payables	7,538	8,723
Bank borrowings	-	684
Lease liabilities	15,673	20,208
Provision for taxation	656	355
<b>Total Current Liabilities</b>	<u>71,418</u>	<u>76,339</u>
<b>Total Liabilities</b>	<u>132,327</u>	<u>141,576</u>
<b>Total Equity And Liabilities</b>	<u>628,726</u>	<u>637,900</u>
Net Assets per share attributable to owners of the company (RM)	<u>0.09</u>	<u>0.09</u>

The above Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the 18 months financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.



**GDEX BERHAD** (Registration No. 200301028159 (630579-A))  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE 2ND QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2022**

	Issued Share Capital (RM'000)	Treasury Shares (RM'000)	Non- distributable reserves - Translation reserve (RM'000)	Distributable reserve - Retained earnings (RM'000)	Attributable to the owners of the parent (RM'000)	Non-controlling interests (RM'000)	Total (RM'000)
<b>As of 01.01.2021</b>	337,896	(3,455)	(620)	159,151	492,972	13,482	506,454
Profit for the period	-	-	-	11,976	11,976	(88)	11,888
Other comprehensive income	-	-	1,301	-	1,301	-	1,301
<b>Total comprehensive income for the period</b>	-	-	1,301	11,976	13,277	(88)	13,189
Shares repurchased	-	(12,337)	-	-	(12,337)	-	(12,337)
Dividends	-	-	-	(11,257)	(11,257)	-	(11,257)
	-	(12,337)	1,301	719	(10,317)	(88)	(10,405)
<b>As of 30.06.2021 Unaudited)</b>	337,896	(15,792)	681	159,870	482,655	13,394	496,049



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE 2<sup>ND</sup> QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2022**  
*(cont'd)*

	Issued Share capital (RM'000)	Treasury Shares (RM'000)	Non- distributable reserves- Translation reserve (RM'000)	Distributable reserve – Retained earnings (RM'000)	Attributable to the owners of the parent (RM'000)	Non-controlling interests (RM'000)	Total (RM'000)
<b>As of 01.01.2022</b>	337,896	(20,949)	931	164,028	481,906	14,418	496,324
(Loss)/profit for the period	-	-	-	(5,447)	(5,447)	803	(4,644)
Other comprehensive (loss)/income	-	-	1,109	-	1,109	-	1,109
<b>Total comprehensive (loss)/income for the period</b>	-	-	1,109	(5,447)	(4,338)	803	(3,535)
Acquisition of a subsidiary	-	-	-	-	-	3,860	3,860
Shares repurchased	-	(250)	-	-	(250)	-	(250)
Dividends	-	-	-	-	-	-	-
	-	(250)	1,109	(5,447)	(4,588)	4,663	75
<b>As of 30.06.2022 (Unaudited)</b>	<b>337,896</b>	<b>(21,199)</b>	<b>2,040</b>	<b>158,581</b>	<b>477,318</b>	<b>19,081</b>	<b>496,399</b>

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the 18 months financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements



**GDEX BERHAD** (Registration No. 200301028159 (630579-A))  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE 2<sup>ND</sup> QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2022**

	<b>30.06.2022</b>	<b>Current Quarter Ended 30.06.2021</b>
	<b>(RM'000)</b>	<b>(RM'000)</b>
<b>Cash flows from operating activities</b>		
(Loss)/profit for the period	(4,644)	11,888
Adjustments for non-cash items	21,757	23,018
<b>Operating profit before changes in working capital</b>	<b>17,113</b>	<b>34,906</b>
<b>(Increase)/Decrease in working capital</b>		
Inventories	(399)	(123)
Receivables, deposits and prepayment	3,171	4,063
Payables and accruals	(5,024)	5,083
<b>Cash generated from operations</b>	<b>14,861</b>	<b>43,929</b>
Income tax refund	6	-
Income tax paid	(7,002)	(4,406)
Retirement benefit paid	(5)	-
<b>Net cash from operating activities</b>	<b>7,860</b>	<b>39,523</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(5,612)	(6,389)
Proceeds from disposal of property, plant and equipment	13	(48)
Repayment of loan from related party	500	-
Acquisition of a subsidiary, net of cash	(4,398)	-
Interest received	1,588	2,841
Decreased/(Increased) in short term funds	5,000	(7,000)
(Increased) / Decreased in fixed deposit pledged with licensed bank	13,732	(11,053)
<b>Net cash generated from/(used in) investing activities</b>	<b>10,823</b>	<b>(21,649)</b>
<b>Cash flows from financing activities</b>		
Consideration paid for share repurchased	(250)	(12,337)
Net repayment of bank borrowings	(279)	1,442
Net payment of hire purchase payables	(5,737)	(9,301)
Payment of lease liabilities	(13,513)	(9,965)
Finance costs paid	(382)	(619)
Dividends paid	-	(11,257)
<b>Net cash used in financing activities</b>	<b>(20,161)</b>	<b>(42,037)</b>
<b>Net change in cash and cash equivalents</b>	<b>(1,478)</b>	<b>(24,163)</b>
Effect of exchange difference	776	1,304
<b>Cash and cash equivalents at beginning of period</b>	<b>52,041</b>	<b>37,947</b>
<b>Cash and cash equivalents at end of period</b>	<b>51,339</b>	<b>15,088</b>



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**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE 2<sup>ND</sup> QUARTER AND FINANCIAL PERIOD ENDED 30 JUNE 2022 (Cont'd)**

\*During the current financial year under review, the Group acquired property, plant and equipment and prepaid lease payments by the following means:-

	<b>30.06.2022</b>	<b>Current Quarter</b>
	<b>(RM'000)</b>	<b>Ended</b>
		<b>30.06.2021</b>
		<b>(RM'000)</b>
<b>Purchase of :</b>		
Property, plant and equipment	10,851	11,529
	<hr/>	<hr/>
<b>Financed by:</b>		
Cash payments and other payables	5,612	6,389
Hire-purchase	5,239	5,140
	<hr/>	<hr/>
	10,851	11,529
	<hr/>	<hr/>

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the 18 months financial period ended 31 December 2021 and the accompanying explanatory notes attached to the interim financial statements.



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## **PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 ("MFRS 134")**

### **1. BASIS OF PREPARATION**

This unaudited condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed consolidated interim financial statements also complies with International Accounting Standard 34: Interim Financial Reporting issued by the International Accounting Standards Board (IASB). The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 December 2021.

### **2. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and methods of computation adopted by the Group in these condensed consolidated financial statements are the same as those applied by the Group in its audited consolidated financial statements for the financial period ended 31 December 2021.

#### **Adoption of New and Revised Malaysian Financial Reporting Standards ("MFRSs")**

In the current financial period, the Group have applied the following Amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") that are mandatorily effective for accounting periods that begin on or after 1 January 2022 as follows:

Amendments to MFRS 3	Reference to the Conceptual Framework
Amendments to MFRS 116	Property, Plant and Equipment – Proceeds before Intended Use.
Amendments to MFRS 137	Onerous Contracts – Cost of Fulfilling a Contract
Amendments to MFRSs	Annual Improvements to MFRSs Standards 2018 - 2020

The adoption of these Standards, Amendments to MFRSs and IC Interpretation did not have any material impact on the financial statements of the Group in the period of initial application

#### **Standards and Amendments in Issue but Not Yet Effective**

*At the date of authorisation for issue of these financial statements, the new and revised Standards and Amendments, which were in issue but not yet effective and not early adopted by the Group are as listed below.*

MFRS 17	Insurance Contracts <sup>2</sup>
Amendments to MFRS 4	Extension of the Temporary Exemption from Applying MFRS 9 <sup>1</sup>
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>3</sup>
Amendments to MFRS 17	Insurance Contracts <sup>2</sup>
Amendments to MFRS 17	Initial application of MFRS 17 and MFRS 9 – Comparative Information <sup>2</sup>
Amendments to MFRS 101	Disclosure of Accounting Policies <sup>2</sup>





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Amendments to MFRS 101	Classification of Liabilities as Current or Non-current <sup>2</sup>
Amendments to MFRS 108	Definition of Accounting Estimates <sup>2</sup>
Amendments to MFRS 112	Deferred Tax related to Assets and Liabilities arising from a Single Transaction <sup>2</sup>

<sup>1</sup> Effective immediately for annual periods beginning before 1 January 2023

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2023

<sup>3</sup> Effective date deferred to a date to be determined and announced by MASB

The directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards and Amendments will have no material impact on the financial statements of the Group in the period of initial application.

### **3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's business operations cover primarily the express delivery and logistics services. The revenue of the Group will normally be affected by the numerous public and festive holidays, if any, during the quarter and financial period under review.

### **4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the current quarter and period ended 30 June 2022 under review,

### **5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had any material effect on the current quarter and period ended 30 June 2022 under review.

### **6. DEBTS AND EQUITY SECURITIES**

There were no issuances or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter and financial period ended 30 June 2022 under review, except for the following:-

Repurchased 1.0 million of its issued ordinary shares by the company from the open market at prices ranging from RM0.240 to RM0.250 per share. The total consideration paid for the repurchases was RM0.250 million and was financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with Section 127 of the Companies Act 2016 in Malaysia. The details of shares repurchased were as follows:-



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	Number of shares	Total consideration RM	Purchase price per share		
			Highest RM	Lowest RM	Average RM
January 2022	100,000	25,195	0.250	0.250	0.252
February 2022	300,000	73,923	0.250	0.240	0.246
March 2022	600,000	150,479	0.250	0.245	0.251
	<u>1,000,000</u>	<u>249,597</u>	<u>0.250</u>	<u>0.240</u>	<u>0.250</u>

## 7. DIVIDEND PAID

The following dividends were paid during the current and previous financial year:-

	Financial Year Ended 31.12.2022	Financial Period Ended 31.12.2021	
First interim dividend for the financial period	N/A	31.12.2021	
First and final dividend for the financial year	N/A		30.06.2020
Approved and declared on	N/A	25.11.2021	03.12.2020
Date paid	N/A	24.12.2021	22.02.2021
Number of ordinary shares on which dividends were paid	N/A	5,581,094,535	5,628,096,235
Amount per share (Single-tier)	N/A	0.20 sen	0.20 sen
Net dividend paid in cash (RM'000)	<u>N/A</u>	<u>11,163</u>	<u>11,256</u>

The proposed final single tier dividend of 0.20 sen per share amounting to approximately RM11.3 million in respect of the financial year ended 30 June 2020, was approved by the shareholders at the Seventeenth Annual General Meeting (AGM) of the company held on 3 December 2020 and was paid on 22 February 2021.

An interim dividend of 0.20 sen per share amounting to approximately RM11.2 million in respect of the financial period ended 31 December 2021, declared and announced on 25 November 2021, was paid on 24 December 2021.



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**8. NOTES TO THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

Profit for the quarter /period is arrived at after (charging)/crediting:

	Current Quarter Three Months Ended		Current Period Ended	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Interest income	841	1,380	1,588	2,841
Dividend income	345	696	688	759
Other income	1,682	780	1,987	1,473
Interest expense	(680)	(1,016)	(1,712)	(1,931)
Depreciation and amortization	(13,228)	(11,497)	(25,966)	(22,760)
Reversal of Impairment loss/(impairment loss) on trade receivables	(70)	(449)	98	360
Realised/Unrealised foreign exchange gain or (loss)	17	(11)	19	(108)
Provision for retirement benefits	N/A	N/A	N/A	N/A
Provision for and write off of inventories	N/A	N/A	N/A	N/A
Property, plant and equipment written off	N/A	N/A	N/A	N/A
Impairment of property, plant and equipment	N/A	N/A	N/A	N/A
Exceptional items	N/A	N/A	N/A	N/A

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## 9. OPERATING SEGMENTS

The Group has three (3) reportable business segments and operates predominantly in Malaysia, Singapore and Vietnam as described below, which are the Group's strategic business units. The strategic business units offer different services, and are managed separately because they require different resources management and marketing strategies. Other segments included insurance, IT and some dormant companies where its result is not significant to the Group.

The following is an analysis of the Group's revenue and results by the reportable business segments for the current period ended 30 June 2022.

### Operating Segments

	Segment Revenue Period Ended		Segment Profit / (Loss) Period Ended	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Express delivery	166,222	193,129	(9,126)	14,506
Logistics	18,814	19,261	4,169	3,098
Others	384	87	(1,549)	(1,665)
Total	<u>185,420</u>	<u>212,477</u>	<u>(6,506)</u>	<u>15,939</u>
Finance costs			(1,712)	(1,931)
Reversal of impairment loss/(impairment loss) on trade receivables			98	872
Share of profit of associated company			1,243	2,080
(Loss)/profit before tax			<u>(6,877)</u>	<u>16,960</u>

Revenue shown above represents revenue generated from external customers. All inter-company transactions have been eliminated on consolidation level.

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The following is an analysis of the carrying amount of segment assets and liabilities by the business segments in which the assets and liabilities are located:

	<b>Carrying Amount of Segment Assets And Liabilities As At</b>	
	<b>30.06.2022 (RM'000)</b>	<b>30.06.2021 (RM'000)</b>
<b>Segment Assets</b>		
Express delivery	525,841	549,346
Logistics	30,861	34,426
Others	51,052	47,749
	607,754	631,521
Unallocated corporate assets		
- Tax recoverable	20,972	13,457
	628,726	644,978
<b>Segment Liabilities</b>		
Express delivery	108,852	116,494
Logistics	16,542	23,268
Others	1,695	732
	127,089	140,494
Unallocated liabilities		
- Tax liabilities	656	837
- Deferred tax liabilities	4,582	7,599
	132,327	148,930
	30.06.2022 (RM'000)	30.06.2021 (RM'000)
<b>Other Segment Information</b>		
Additions to Non-current assets		
- Express delivery	9,837	18,067
- Logistics	1,004	621
- Others	10	90
Depreciation and amortisation		
- Express delivery	20,071	22,966
- Logistics	4,803	1,112
- Others	1,092	1,580
	1,092	1,580

For the purposes of monitoring segment performance and allocating resources between segments, all assets and liabilities are allocated directly to reportable segments.



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The following is an analysis of the group's revenue and carrying amount of segment non-current assets by the Geographical market.

### Geographical Segments

	Revenue by Geographical Market For the Period Ended		Carrying Amount of Segment Non-Current Assets As At	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Malaysia	152,499	182,481	251,737	244,804
Singapore	656	1,154	87	233
Vietnam	32,265	28,842	10,270	8,929
Total	<u>185,420</u>	<u>212,477</u>	<u>262,094</u>	<u>253,966</u>

#### 10. MATERIAL EVENTS SUBSEQUENT TO END OF THE PERIOD

Between the end of the financial period and the date of this announcement, there has not been any item, transaction or event of a material and unusual nature which, in the opinion of the Directors is likely to affect substantially the results of the operations of the Group for the current quarter and financial period ended 30 June 2022.

#### 11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the quarter and financial period ended 30 June 2022 under review which including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations except for the new acquisition of 51% equity in Sweetmag Solutions (M) Sdn Bhd for a total consideration of RM 17,360,000. The acquisition has been completed on 31 May 2022 in accordance with the terms of the Share Sale & Purchase Agreement and the Share Subscription Agreement.

#### 12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets as at the date of this report.

#### 13. CAPITAL COMMITMENTS

All capital commitments undertaken have been included in the financial statements for the current quarter and period ended 30 June 2022 under review.



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#### 14. RELATED PARTY TRANSACTIONS

The related party transactions between the GDEX Group and the interested related parties were as follows:

	Transaction Value		Balance Outstanding	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>Revenue</b>				
Provision of express delivery services				
- Singapore Post Limited	1	25	1	106
- Quantum Solutions International(Malaysia) Sdn Bhd	506	1,006	339	899
- Yamato Transport (M) Sdn Bhd.	8	6	7	3
- Yamato Transport (S) Pte. Ltd.	1	3	(11)	2
<b>Interest income</b>				
- Web Bytes Sdn Bhd	20	50	6	-
<b>Expenses</b>				
Provision for advisory services				
- Yamato Transport Co., Ltd	(30)	(30)	(10)	(12)
Provision and development of software solution				
- Web Bytes Sdn Bhd	-	(61)	-	-

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**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**1. REVIEW OF PERFORMANCE**

**Performance for the Current Quarter Ended 30 June 2022 versus the Corresponding Quarter Ended 30 June 2021**

**Group Performance**

	Current Quarter		Current	
	Three Months Ended		Period Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Revenue	93,533	106,668	185,420	212,477
Profit Before Taxation	(4,397)	9,909	(6,877)	16,960

Group revenue for the current quarter and period ended 30 June 2022 reported at RM93.5 million and RM185.4 million, declined 12.3% and 12.7% and the Group loss before tax reported at RM4.4 million and RM6.9 million, declined 144.4% and 140.5% respectively.

The declined in group revenue and loss before tax mainly came from the courier services segment as highlighted below.

**Segmental Performance**

	Courier Services		Logistics Services		Others*	
	Current Quarter Ended		Current Quarter Ended		Current Quarter Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Revenue	83,826	96,654	9,323	9,960	384	54
Profit/(loss) Before Taxation	(6,294)	8,661	2,672	2,178	(775)	(930)

**Courier Services**

The revenue and loss before taxation reported in the courier services segment for the current quarter ended 30 June 2022 reported at RM83.8 million and RM6.3 million, declined 13.3% and 172.7% respectively as compared to corresponding quarter ended 30 June 2021 as a result of stiff competition, the significant increase in operating costs due to implementation of minimum wages as well as the business impact of lower delivery volume from major e-commerce customers. Besides, the disruption in supply chain in China due to the knock-on impact from the lockdowns to eradicate the covid-19 pandemic have adversely impacted the customers in retailers' business.





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### Logistics Services

The revenue and in the logistics services segment recorded at RM 9.3 million, declined 6.4% and profit before taxation reported at RM2.6 million increased 22.7% respectively as compared to corresponding quarter ended 30 June 2021 mainly due to gain on modification of lease properties.

### \* Others

Loss incurred by others segment basically due to maintenance cost incurred and discontinued in rental activities. The Property investment discontinued its business operation upon termination of the tenancy agreements by the tenants and all properties had classified under the Non-current assets as properties, plant and equipment.

## 2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

### Group Performance

	30.06.2022 (RM'000)	3 Months Ended 31.03.2022 (RM'000)
Revenue	93,533	91,887
Profit Before Taxation	(4,397)	(2,480)

The Group revenue increased 1.8% and loss before taxation increased 77.3% for the current quarter under review as compared to the immediate preceding quarter ended 31 March 2022, which was mainly contributed by the decline in demand of courier services and stiff competition.

### Segmental Performance

	Courier Services		Logistics Services		*Others	
	Current Quarter Ended 30.06.2022 (RM'000)	31.03.2022 (RM'000)	Current Quarter Ended 30.06.2022 (RM'000)	31.03.2022 (RM'000)	Current Quarter Ended 30.06.2022 (RM'000)	31.03.2022 (RM'000)
Revenue	83,826	82,396	9,323	9,491	384	-
Profit/(Loss) Before Taxation	(6,294)	(3,203)	2,672	1,497	(775)	(774)

### Courier Services

The total revenue generated from the courier services segment for the current quarter under review increased 1.7% and loss before taxation increased 96.5% as compared to immediate preceding quarter ended 31 March 2022 mainly contributed by the decreased in demand of courier services and stiff competition.



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### Logistics Services

The revenue from Logistics services segment for the current quarter decreased 1.8% and profit before taxation increased 78.5% respectively as compared to immediate preceding quarter ended 31 March 2022 was due to gain on modification of lease properties.

### Others

Loss incurred by the property investment basically due to maintenance cost incurred and discontinued in rental activities.

## 3. COMMENTARY ON PROSPECTS

The Group foresees that the challenges from competitive pricing in the courier services and logistics industry will continue in the second half of the year. Nevertheless, the Group will put in continuous efforts to optimise its human resources and operational efficiency.

The Group will expand its product offerings to enhance its GDEX 2.0 ecosystem via digital platforms for the customers, as well as strengthen its IT infrastructure and intra-ASEAN delivery network. As for business expansion plans, the Group is exploring potential business opportunities domestically and regionally.

## 4. VARIANCE FROM PROFIT FORECAST

No profit forecast was issued during the financial quarter and period ended 30 June 2022 under review.

## 5. INCOME TAX EXPENSE

Taxation in respect of the current quarter and financial period ended 30 June 2022 comprises the following:

	Current Quarter		Current	
	Three Months Ended		Period Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Income Tax:-				
Current quarter/period	1,211	3,518	2,367	5,060
Under-provision in previous quarter/period	-	-	-	-
	1,211	3,518	2,367	5,060
Deferred Tax:-				
Current quarter/period	(2,486)	(643)	(4,600)	12
Under-provision in previous quarter/period	-	-	-	-
	(1,275)	2,875	(2,233)	5,072



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## 6. UTILISATION OF PROCEEDS

The Group has not raised any proceeds from any of its corporate exercise during the current quarter and period ended 30 June 2022 under review.

## 7. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced during the current quarter and period ended 30 June 2022 but not completed as at the reporting date.

## 8. GROUP BORROWINGS AND DEBT SECURITIES

The Group borrowings consist of the following:

	As at 30.06.2022 (RM'000)	As at 30.06.2021 (RM'000)
<b>Short term borrowings (secured):</b>		
<b>Denominated in Ringgit Malaysia</b>		
Hire purchase payables	7,538	13,202
Borrowings	-	-
<b>Long term borrowings (secured):</b>		
<b>Denominated in Ringgit Malaysia</b>		
Hire purchase payables	6,570	5,443
Borrowings	1,988	1,976
<b>Total borrowings</b>	<b>16,096</b>	<b>20,621</b>

There was no unsecured debt during the current quarter and period ended 30 June 2022.

## 9. MATERIAL LITIGATION

The Directors of GDEX confirm that the Group is not engaged in any material litigation, claim or arbitration, either as plaintiff or defendant, and the Directors of GDEX do not have any knowledge of proceedings pending or threatened against GDEX and/or its subsidiaries, or of any fact likely to give rise to any proceeding, which might materially and adversely affect the financial position or business of the Group as at the date of this report.

## 10. DIVIDEND

There were no dividends declared during the current quarter and financial period ended 30 June 2022 under review.



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## 11. EARNINGS PER SHARE

### i. Basic Earnings Per Share

The basic earnings per ordinary shares of the Group has been calculated by dividing profit attributable to owners of the Company by the number of ordinary shares in issue during the current quarter and financial period.

	Current Quarter Three Months Ended		Current Period Ended	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Net profit attributable to ordinary shareholders	(3,548)	6,396	(5,447)	11,976
Weighted average number of ordinary shares in issue (units)	5,641,410,835	5,641,410,835	5,641,410,835	5,641,410,835
Basic Earnings per share (sen)	(0.07)	0.11	(0.10)	0.21

### ii. Diluted Earnings Per Share

The dilutive earnings per share of the Group has been calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares that would have been issued upon full exercise of the remaining warrants, adjusted by the number of such shares that would have been issued at fair value as follows:-

	Current Quarter Three Months Ended		Current Period Ended	
	30.06.2022 (RM'000)	30.06.2021 (RM'000)	30.06.2022 (RM'000)	30.06.2021 (RM'000)
Net profit attributable to ordinary shareholders	(3,548)	6,396	(5,447)	11,976
Weighted average number of ordinary shares in issue (units)	5,641,410,835	5,641,410,835	5,641,410,835	5,641,410,835
Adjustment for share warrants	(529,580,454)	(140,345,611)	(668,738,559)	(143,690,247)
Weighted average number of ordinary share in issue (units)	5,111,830,381	5,501,065,224	4,972,672,276	5,497,720,588
Basic Earnings per share (sen)	(0.07)	0.12	(0.11)	0.22



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**12. AUDIT REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audit report of the Group's annual financial statements for the 18-months period ended 31 December 2021 was not subject to any audit qualification.

**13. AUTHORISATION FOR ISSUE**

The Unaudited Condensed Interim Financial Statements were authorized for issue by the Board in accordance with a resolution of the Directors on 23 August 2022.

By Order of the Board

Tan Ai Ning (MAICSA 7015852)  
Tan Seiw Ling (MAICSA 7002302)  
Company Secretaries

Selangor Darul Ehsan  
Date: 23 August 2022