

E-Plus Limited

APPENDIX 3 –FINANCIAL REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2023

Results for Announcement to the Market

Reporting Period: Year from 1 January 2023 to 30 June 2023

Previous Corresponding Period: year from 1 January 2022 to 30 June 2022

Key Information

	Half-Year Ended 30 June 2023	
	MYR	
Revenue from ordinary activities	Up 0.44% to	696,433
Loss after tax from ordinary activities attributable to members	Up 61% to	(225,802)
Net loss attributable to members	Up 61% to	(225,802)

Explanation of Key Information and Dividends

There were no dividends paid or proposed during the half-year ended 30 June 2023.

Loss per Share

	Half-Year ended 30 June 2023	Half-Year ended 30 June 2022
	Sen/Share	Sen/Share
Basic loss per share	(0.09)	(0.05)
Diluted loss per share	(0.09)	(0.05)

Negative Net Tangible Assets per Share

	Half-Year ended 30 June 2022	Year ended 31 December 2022
	(1.659)	(1.57)

Results For last 5 years

The Group formed on 23 July 2015. Results since that date are as follows (in MYR):

	Half-Year ended 30 June 2023	Year ended 31 December 2022	Year ended 31 December 2021	Year ended 31 December 2020	Year ended 31 December 2019
Loss for the Period	(225,802)	(540,813)	(1,122,993)	(2,131,884)	(1,921,615)
Assets	728,217	637,448	863,140	603,183	8,333,356
Liabilities	(5,028,530)	(4,711,959)	(4,396,838)	(3,913,888)	(10,012,177)
Net Assets	(4,300,313)	(4,074,511)	(3,533,698)	(3,310,705)	(1,678,821)

Commentary on Results

During the year the Group raised revenue to MYR696,433. Moving forward hereon, we expect more clients to start implementing jobs as they look for new strategies and avenues to reach customers.

Dividend Reinvestment Plans

The Group does not have a dividend reinvestment plan. There were no dividends paid or proposed during the half-year ended 30 June 2023

Financial statements and notes.

Refer to attached financial statements which include the consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position, consolidated statement of changes in equity, and consolidated statement of cash flows.

Control Gained over Entities during the year

There have been no changes in the Group to the half-year ended 30 June 2023

Auditor's review and description of likely disputes or qualifications

The financial statements have been subject to a review with a disclaimed opinion issued.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Financial Report

For the Half-Year Ended 30 June 2023

The registered office and principal place of business of the company is:

E-Plus Limited and Controlled Entities
Boardroom Pty Ltd, "Grosvenor Place" Level 12
225 George Street
Sydney, NSW 2000

E-Plus Limited and Controlled Entities

ACN: 605 951 059

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E-Plus Limited and Controlled Entities

ACN: 605 951 059

Directors' Report

30 June 2023

The Directors submit the financial report of the Group for the half-year ended 30 June 2023 (the 'period').

General information

Directors

The names of the Directors in office at any time during, or since the end of, the period are:

Names	Position
Keong Ngok Ching	Executive Director and CEO
Brendon Michael O'Connor	Independent Non-Executive Director
Ding Chai Yap	Independent Non-Executive Director
Wai Mun Lew	Non-Executive Director
Wei Peng Kong	Non-Executive Director
Kong Choong Wong	Non-Executive Chairman
Kong Yew Wong	Non-Executive Director

Principal activity and significant changes in nature of activity

The principal activity of the Group during the financial period was providing events management services, particularly in the entertainment industry, personalised events, Government projects and Corporate events. There were no changes to the principal activity during the period.

The Group is a Malaysian based events management service provider. The Group is an integrated agency providing its clients with a full range of services, including event planning and implementation, client servicing and support, public relations and advertising, equipment rental, artist management, technical support, manpower management and permit management. The Group has, since incorporation, managed and organised various local and international events, ranging from private dinners to major scale international concerts. The Group has employed and developed capable senior managers with extensive experience within the events management to ensure quality event management services are provided to clients.

Review of operations and future outlook

At 30 June 2023, the Group has recorded a net loss after tax for the half-year of MYR 225,802 (30 June 2022: loss after tax for the half-year MYR 140,634). Operating cash outflows in the half-year were MYR 369,586 (30 June 2022: outflows of MYR 307,205) and as at 30 June 2023, the Group had net current liabilities of MYR 4,300,313 (31 December 2022: net current liabilities of MYR 4,074,511) and cash balance of MYR 19,859 (31 December 2022: MYR 20,066).

The financial condition of the Group gives rise to a material uncertainty in relation to the Group's ability to realise its assets and settle its liabilities in the normal course of business. However, the Directors consider the Group will be able to meet its obligations as and when they fall due based on the following assumptions, which the Directors consider are reasonable:

- Being able to raise additional capital through continued financial support from Directors and existing shareholders;
- Re-establishing the events management principal activity and expanding to online and multi-location solutions. Management have secured a pipeline of potential contracts currently being negotiated from which significant and ongoing revenues are expected.

Accordingly, these financial statements have been prepared on a going concern basis. No adjustments have been made to the financial information relating to the recoverability or classification of the recorded asset amounts and classification of liabilities that may be necessary should the Group not continue as a going concern.

Matters subsequent to the financial period

Other than as stated above, no other matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Directors' Report

30 June 2023

Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the period ended 30 June 2023 has been received and can be found on page 3 of the financial report.

This report is signed in accordance with a resolution of the Board of Directors.

Director: 

Director: **CHING Keong**
Ngok

Dated this **13** day of **September** 2023

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF E-PLUS LIMITED AND CONTROLLED ENTITIES

As lead auditor of E-Plus Limited and its Controlled Entities for the period ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
2. no contraventions of any applicable code of professional conduct in relation to the review.

LNP Audit and Assurance Pty Ltd



Chin Ding Khoo
Director

Sydney, 13 September 2023

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Half-Year Ended 30 June 2023

	30 June 2023 MYR	30 June 2022 MYR
Revenue – events management	696,433	693,370
Cost of sales	(321,411)	(269,034)
Gross Profit	375,022	424,336
Administrative expenses	(180,869)	(143,146)
Salaries and wages	(104,615)	(111,338)
Directors' fees	(180,000)	(180,000)
Finance costs	(74,715)	(68,302)
Professional services	(55,563)	(56,224)
Depreciation expense	(3,747)	(8,478)
Foreign currency exchange (loss)/gain	(1,315)	2,518
Loss before income tax	(225,802)	(140,634)
Income tax expense	-	-
Loss from continuing operations	(225,802)	(140,634)
Loss for the period	(225,802)	(140,634)
Other comprehensive income, net of income tax		
Exchange differences on translating foreign controlled entities	-	-
Other comprehensive income for the period, net of tax	-	-
Total comprehensive loss for the period	(225,802)	(140,634)
Loss attributable to:		
Members of the parent entity	(225,802)	(140,634)
Total comprehensive loss attributable to:		
Members of the parent entity	(225,802)	(140,634)
Loss per share		
Basic loss per share (Sen)	(0.09)	(0.05)
Diluted loss per share (Sen)	(0.09)	(0.05)

The accompanying notes form part of these financial statements.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Condensed Consolidated Statement of Financial Position

As At 30 June 2023

		30 June 2023 MYR	31 December 2022 MYR
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		19,859	20,066
Trade and other receivables	3	187,999	97,997
Other assets		21,684	22,183
TOTAL CURRENT ASSETS		229,542	140,246
NON-CURRENT ASSETS			
Property, plant and equipment		498,675	497,202
TOTAL NON-CURRENT ASSETS		498,675	497,202
TOTAL ASSETS		728,217	637,448
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	4	1,755,768	1,813,796
Borrowings	5	2,290,960	1,844,455
TOTAL CURRENT LIABILITIES		4,046,728	3,658,251
NON-CURRENT LIABILITIES			
Borrowings	5	981,802	1,053,708
TOTAL NON-CURRENT LIABILITIES		981,802	1,053,708
TOTAL LIABILITIES		5,028,530	4,711,959
NET LIABILITIES		(4,300,313)	(4,074,511)
EQUITY			
Issued capital	6	4,900,000	4,900,000
Accumulated losses		(9,200,313)	(8,974,511)
NET DEFICIT		(4,300,313)	(4,074,511)

The accompanying notes form part of these financial statements.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Consolidated Statement of Changes in Equity

For the Half-Year Ended 30 June 2023

	Ordinary Shares	Accumulated	Total
	MYR	Losses	MYR
		MYR	MYR
Balance at 1 January 2023	4,900,000	(8,974,511)	(4,074,511)
Loss attributable to members of the parent entity	-	(225,802)	(225,802)
Balance at 30 June 2023	4,900,000	(9,200,313)	(4,300,313)

	Ordinary Shares	Accumulated	Total
	MYR	Losses	MYR
		MYR	MYR
Balance at 1 January 2022	4,900,000	(8,433,698)	(3,533,698)
Loss attributable to members of the parent entity	-	(140,634)	(140,634)
Balance at 30 June 2022	4,900,000	(8,574,332)	(3,674,332)

The accompanying notes form part of these financial statements.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Consolidated Statement of Cash Flows

For the Half-Year Ended 30 June 2023

	30 June 2023 MYR	30 June 2022 MYR
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	605,617	533,141
Payments to suppliers and employees	(900,488)	(772,044)
Interest paid	(74,715)	(68,302)
Net cash used in operating activities	<u>(369,586)</u>	<u>(307,205)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	-	90,000
Purchase of plant and equipment	(5,220)	-
Net cash provided by investing activities	<u>(5,220)</u>	<u>90,000</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loans received from related parties	446,505	210,000
Proceeds from external borrowings	-	60,116
Repayment of external borrowings	(71,906)	(26,571)
Net cash provided by financing activities	<u>374,599</u>	<u>243,545</u>
Net (decrease)/increase in cash and cash equivalents held	(207)	26,340
Cash and cash equivalents at beginning of the period	<u>20,066</u>	<u>46,128</u>
Cash and cash equivalents at end of the period	<u>19,859</u>	<u>72,468</u>

The accompanying notes form part of these financial statements.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Notes to the Financial Statements

For the Half-Year Ended 30 June 2023

The financial report covers E-Plus Limited and its controlled entities ('the Group'). E-Plus Limited is a for-profit Company limited by shares, incorporated and domiciled in Australia. The Group prepares its financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The principal activity of the Group has been disclosed in the director's report.

The condensed consolidated financial statements are presented in Malaysian Ringgits (MYR) which is the parent entity's functional and presentation currency.

The financial report was authorised for issue by the Directors on 13 September 2023.

1 Basis of Preparation

This condensed consolidated interim financial report for the reporting period ended 30 June 2023 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*.

The interim financial report is intended to provide users with an update on the latest financial statements of the Group. As such it does not contain information that represents relatively insignificant changes occurring during the period within the Group. This condensed consolidated financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2022, together with any public announcements made during the period.

Significant accounting policies, accounting standards and interpretations

The accounting policies adopted in the preparation of the financial statements for the half-year ended 30 June 2023 are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022.

Operating Segment

The Group identifies its operating segments based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and determining the allocation of resources. The Group is managed on the basis of product and service offerings and operating segments are determined on the same basis. The Group has one reportable segment, being providing events management services, particularly in the entertainment industry, personalised events, government projects and corporate events. The financial results from this segment are equivalent to those of the Group.

2 Critical Accounting Estimates and Judgments

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made are:

a) Going concern

The Directors have prepared financial statements on a going concern basis which contemplates the continuity of normal business activity and realisation of assets and settlement of liabilities in the normal course of business. At 30 June 2023, the Group has recorded a net loss after tax for the half-year of MYR 225,802 (30 June 2022: loss after tax for the half-year MYR 140,634). Operating cash outflows in the half-year were MYR 369,586 (30 June 2022: outflows of MYR 307,205) and as at 30 June 2023, the Group had net current liabilities of MYR 4,300,313 (31 December 2022: net current liabilities of MYR 4,074,511) and cash balance of MYR 19,859 (31 December 2022: MYR 20,066).

The financial condition of the Group gives rise to a material uncertainty in relation to the Group's ability to realise its assets and settle its liabilities in the normal course of business. However, the Directors consider the Group will be able to meet its obligations as and when they fall due based on the following assumptions, which the Directors consider are reasonable:

- Being able to raise additional capital through continued financial support from Directors and existing shareholders;
- Re-establishing the events management principal activity and expanding to online and multi-location solutions. Management have secured a pipeline of potential contracts currently being negotiated from which significant and ongoing revenues are expected.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Notes to the Financial Statements

For the Half-Year Ended 30 June 2023

2 Critical Accounting Estimates and Judgments (continued)

Accordingly, these financial statements have been prepared on a going concern basis. No adjustments have been made to the financial information relating to the recoverability or classification of the recorded asset amounts and classification of liabilities that may be necessary should the Group not continue as a going concern.

b) *Expected credit losses and impairment of receivables*

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. The Group has increased its monitoring of debt recovery as there is an increased probability of customers delaying payment or being unable to pay, recognising impairment on amounts considered as no longer collectible.

c) *Impairment of property plant and equipment*

Property, plant & equipment which are held at cost principally comprise buildings, store fixtures and fittings, computer equipment and motor vehicles. These are tested for impairment annually or when conditions dictate.

3 Trade and Other Receivables

	30 June 2023 MYR	31 December 2022 MYR
CURRENT		
Trade receivables	168,455	66,648
Expected credit losses	-	-
Net trade receivables	168,455	66,648
Related party receivables	60,919	165,535
Expected credit losses	(60,919)	(165,235)
Net related party receivables	-	300
Other receivables	28,117	39,662
Expected credit losses	(8,573)	(8,573)
Net other receivables	19,544	31,049
Total current trade and other receivables	187,999	97,997

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

4 Trade and Other Payables

Current		
Trade payables	954,792	1,031,922
Accrued expenses	730,954	791,028
Other payables	70,022	8,846
	1,755,768	1,813,796

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Notes to the Financial Statements

For the Half-Year Ended 30 June 2023

5 Borrowings

	30 June 2023 MYR	31 December 2022 MYR
Current		
<i>Unsecured liabilities:</i>		
Related party payables	1,224,700	725,000
<i>Secured liabilities:</i>		
Bank overdraft		-
Bank loans (a)	1,066,260	1,119,455
	<u>2,290,960</u>	<u>1,844,455</u>
Non-current		
<i>Secured liabilities:</i>		
Bank loans (a)	981,802	1,053,708
	<u>981,802</u>	<u>1,053,708</u>

(a) Security - The bank loans are secured over the properties held by E-Plus Limited controlled entities and a joint and several charge provided by Suen Kar Nee and Andrew Ching (over their own personal property). There were no defaults or breaches on any of the loans during the current and prior periods.

6 Issued Capital

259,141,414 (31 December 2022: 259,141,414) Ordinary shares	4,900,000	4,900,000
	<u>4,900,000</u>	<u>4,900,000</u>

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote. The Company does not have authorised capital or par value in respect of its shares.

Capital Management

Management controls the capital of the Group, at this particular time of financial distress, in order to ensure the Group can fund its operations and continue as a going concern.

7 Loss per Share

	30 June 2023 No.	30 June 2022 No.
Weighted average number of ordinary shares outstanding during the period used in calculating basic and fully diluted loss per share	<u>259,141,414</u>	<u>259,141,414</u>
Loss for the half-year after tax used to calculate loss per share	<u>(225,802)</u>	<u>(140,634)</u>

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Notes to the Financial Statements

For the Half-Year Ended 30 June 2023

8 Related Parties

The Group's main related parties are:

The *Ultimate Parent Entity*, which exercises control over the Group, is E-Plus Limited which is incorporated in Australia and owns 100% of E-Plus Global SDN BHD and E-Plus Entertainment Productions (M) SDN BHD.

<i>Subsidiaries</i>	Principal place of business / Country of Incorporation	Percentage Owned (%)*	
		2023	2022
E-Plus Global SDN BHD	Malaysia	100	100
E-Plus Entertainment Productions (M) SDN BHD	Malaysia	100	100

*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The following transactions occurred with related parties:

	Transactions during the period		Balance outstanding to / (from) the Group	
	1 January – 30 June 2023	1 January – 30 June 2022	30 June 2023	31 December 2022
	MYR	MYR	MYR	MYR
KMP remuneration - short-term employee benefits	180,000	180,000	-	-
Directors' loans	-	-	(1,224,700)	(725,000)
Related entities, expenses charged / (costs recovered);				
Dreamteam Asia Marketing Sdn Bhd	-	-	244	244
E-Plus Singapore	-	-	165,235	165,235

9 Events Occurring After the Reporting Date

The financial report was authorised for issue on 13 September 2023 by the board of Directors.

Other than as stated above, no events significant to the information, no other matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

E-Plus Limited and Controlled Entities

ACN: 605 951 059

Directors' Declaration

For the Half-Year Ended 30 June 2023

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4 to 11 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) give a true and fair view of the consolidated group's financial position as at 30 June 2023 and of its performance for the half-year ended on that date.
2. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Director



Director

Dated **13 September 2023**

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF E-PLUS LIMITED AND CONTROLLED ENTITIES

REPORT ON THE HALF-YEAR FINANCIAL REPORT

Conclusion

We were engaged to review the half-year financial report of E-Plus Limited and its Controlled Entities, (the Group), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the Directors' Declaration of the Group.

We do not express a conclusion on the accompanying financial report of the Group. Because of the significance of the matters described in the Basis of Disclaimer of Conclusion section of our report, we have not been able to perform sufficient appropriate review procedures to provide a basis for a review conclusion the financial report.

Basis for Disclaimer of Conclusion

Note 2 (a) to the half-year financial report discloses conditions that indicate the existence of material uncertainties relating to the continuing use of the going concern assumption in preparation of these financial report. We have been unable to obtain sufficient appropriate review evidence to support management's assessment of the Group's ability to continue as a going concern. We consider the impact of this matter to be material and pervasive to the financial statements of the Group.

We were engaged to perform our review in accordance with ASRE 2410 *Review of Financial Report Performance by the Independent Auditor of the Entity*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES110 Code of Ethics for Professional Accountants* (including Independence Standards) (the Code) that are relevant to our review of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporation Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the half year Financial Report

The Directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the half year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 30 June 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

LNP Audit and Assurance Pty Ltd



Chin Ding Khoo
Director
Sydney

13 September 2023