



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
(Incorporated in Malaysia)

**FINANCIAL STATEMENTS FOR THE**

**SECOND HALF YEAR ENDED 31 MARCH 2019**

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

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



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2019**

	Unaudited 31.3.2019 RM'000	Audited 31.3.2018 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property and equipment	15,134	13,261
Investment properties	759	768
Development expenditure	*	*
Goodwill on consolidation	6,829	6,829
Deferred tax assets	168	292
	<hr/>	<hr/>
	22,890	21,150
<b>CURRENT ASSETS</b>		
Trade receivables	5,073	3,129
Contract assets	741	-
Other receivables, deposits and prepayments	2,537	1,780
Short-term deposit	2,069	1,018
Cash and bank balances	19,637	12,581
	<hr/>	<hr/>
	30,057	18,508
<b>TOTAL ASSETS</b>	<hr/> <b>52,947</b>	<hr/> <b>39,658</b>



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2019 (CONT'D)**

	Unaudited 31.3.2019 RM'000	Audited 31.3.2018 RM'000
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	20,999	13,000
Retained profits	18,963	15,175
<b>TOTAL EQUITY</b>	<b>39,962</b>	<b>28,175</b>
<b>NON-CURRENT LIABILITIES</b>		
Hire purchase payables	36	210
Term loan	6,358	6,857
	<b>6,394</b>	<b>7,067</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	444	653
Contract liabilities	1,861	-
Other payables and accruals	2,918	2,559
Hire purchase payables	172	207
Current tax liabilities	697	498
	<b>6,591</b>	<b>4,416</b>
<b>TOTAL LIABILITIES</b>	<b>12,985</b>	<b>11,483</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>52,947</b>	<b>39,658</b>
<b>NET ASSETS PER SHARE (RM)**</b>	<b>0.13</b>	<b>0.11</b>

\* Represents RM34

\*\* Net assets per share is calculated based on the Company's number of issued shares at the end of the relevant reporting period of 300,000,000 ordinary shares as at 31 March 2019 and 260,002,800 ordinary shares as at 31 March 2018.

(This unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial report.)



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED (“FYE”) 31 MARCH 2019**

	Individual 6 months ended		Cumulative 12 months ended	
	31.3.2019	31.3.2018	31.3.2019	31.3.2018
	RM'000	RM'000	RM'000	RM'000
REVENUE	20,278	18,583	38,989	34,855
COST OF SALES	(8,354)	(7,360)	(15,687)	(13,528)
<b>GROSS PROFIT</b>	<b>11,924</b>	<b>11,223</b>	<b>23,302</b>	<b>21,327</b>
OTHER INCOME	166	84	277	244
ADMINISTRATIVE EXPENSES	12,090	11,307	23,579	21,571
SELLING AND DISTRIBUTION EXPENSES	(4,585)	(3,727)	(9,386)	(8,019)
OTHER OPERATING EXPENSES	(1,515)	(1,752)	(2,499)	(2,903)
FINANCE COSTS	(1,293)	(972)	(2,149)	(2,068)
	(13)	(14)	(24)	(29)
<b>PROFIT BEFORE TAXATION</b>	<b>4,684</b>	<b>4,842</b>	<b>9,521</b>	<b>8,552</b>
INCOME TAX EXPENSE	(1,405)	(1,273)	(2,733)	(1,429)
<b>PROFIT AFTER TAXATION</b>	<b>3,279</b>	<b>3,569</b>	<b>6,788</b>	<b>7,123</b>
OTHER COMPREHENSIVE INCOME	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>	<b>3,279</b>	<b>3,569</b>	<b>6,788</b>	<b>7,123</b>
<b>PROFIT AFTER TAXATION ATTRIBUTABLE TO:-</b>				
Owners of the Company	3,279	3,569	6,788	7,123
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-</b>				
Owners of the Company	3,279	3,569	6,788	7,123
<b>BASIC EARNINGS PER SHARE (SEN)</b>				
Basic **	1.11	1.19	2.42	4.40

\*\* Earnings per share is computed based on weighted average number of shares of 279,946,609 ordinary shares as at 31 March 2019 and 162,056,540 ordinary shares as at 31 March 2018. Further, there are no diluted potential equity instruments that would give a diluted effect to the basic earnings per share.

(This unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial report.)



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FYE 31 MARCH 2019**

	Share Capital RM'000	Retained Profits RM'000	Attributable To Owners Of The Company RM'000	Total Equity RM'000
The Group				
At 1.4.2017	13,000	9,052	22,052	22,052
<b><u>Total comprehensive income</u></b>				
Profit after taxation for the financial year	-	7,123	7,123	7,123
<b><u>Transactions with owners</u></b>				
Distributions to owners of the Company:-				
- Dividend	-	(1,000)	(1,000)	(1,000)
At 31.3.2018	13,000	15,175	28,175	28,175
At 1.4.2018	13,000	15,175	28,175	28,175
<b><u>Total comprehensive income</u></b>				
Profit after taxation for the financial year	-	6,788	6,788	6,788
<b><u>Transactions with owners</u></b>				
Issuance of shares	7,999	-	7,999	7,999
Distributions to owners of the Company:-				
- Dividend	-	(3,000)	(3,000)	(3,000)
At 31.3.2019	20,999	18,963	39,962	39,962

(This unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial report.)



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FYE 31 MARCH 2019**

	Unaudited 12 months ended 31.3.2019 RM'000	Audited 12 months ended 31.3.2018 RM'000
<b>CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES</b>		
Profit before taxation	9,521	8,552
Adjustments for:-		
Depreciation of property and equipment	2,508	1,865
Depreciation of investment properties	9	9
Impairment losses on trade receivables	202	41
Interest expense	14	25
Gain on disposal of property and equipment	-	(29)
Interest income	(114)	(91)
Writeback of impairment losses on receivables	(20)	(53)
Property, plants and equipment written off	-	5
Operating profit before working capital changes	12,120	10,324
(Increase)/Decrease in trade and other receivables	(1,983)	(734)
Increase /(Decrease) in trade and other payables	150	(5,094)
<b>CASH FROM/ (FOR) OPERATIONS</b>	<b>10,287</b>	<b>4,496</b>
Interest paid	(14)	(26)
Income tax paid	(2,215)	(1,185)
<b>NET CASH FROM/ (FOR) OPERATING ACTIVITIES</b>	<b>8,058</b>	<b>3,285</b>



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FYE 31 MARCH 2019 (CONT'D)**

	Unaudited 12 months ended 31.3.2019 RM'000	Audited 12 months ended 31.3.2018 RM'000
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	114	91
Allotment of shares	7,999	-
Proceeds from disposal of property and equipment	-	29
Purchase of property and equipment	(4,481)	(3,602)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>3,632</b>	<b>(3,482)</b>
<b>CASH FLOWS (FOR)/ FROM FINANCING ACTIVITIES</b>		
Dividend paid	(3,000)	(1,800)
Drawdown of term loan	-	1,860
Repayment to directors	-	(209)
Net upliftment/(placement) of fixed deposits with maturity of more than 3 months	-	2,016
Repayment of hire purchase obligations	(209)	(213)
Repayment of term loan	(374)	(83)
<b>NET CASH (FOR)/ FROM FINANCING ACTIVITIES</b>	<b>(3,583)</b>	<b>1,571</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>8,107</b>	<b>1,374</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>13,599</b>	<b>12,225</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<b>21,706</b>	<b>13,599</b>

(This unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial report.)



**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019**

**A1. BASIS OF PREPARATION**

The unaudited interim financial statements of MyKRIS International Berhad (“**MyKRIS**” or the “**Company**”) and its subsidiaries, MyKRIS Net (MSC) Sdn Bhd and MyKRIS Asia Sdn Bhd (collectively, the “**Group**”) are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards (“**MFRSs**”) and International Financial Reporting Standards, as well as Rule 6.12 and Appendix 6A of the LEAP Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

1.1 During the current financial year, the Group adopted the following new accounting standards and interpretations (including the consequential amendments, if any):-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)

MFRS 15 Revenue from Contracts with Customers

IC Interpretation 22 Foreign Currency Transactions and Advance Consideration

Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions

Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts

Amendments to MFRS 15: Effective Date of MFRS 15

Amendments to MFRS 15: Clarifications to MFRS 15 ‘Revenue from Contracts with Customers’

Amendments to MFRS 140: Transfers of Investment Property

Annual Improvements to MFRS Standards 2014 – 2016 Cycles

- Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters
- Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value

The adoption of the above accounting standards and interpretations (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.





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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A1. BASIS OF PREPARATION (CONT'D)**

- 1.2 The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

<b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 16 Leases	1 January 2019
MFRS 17 Insurance Contracts	1 January 2021
IC Interpretation 23 Uncertainty Over Income Tax Treatments	1 January 2019
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 9: Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Annual Improvements to MFRS Standards 2015 – 2017 Cycles	1 January 2019

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



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the preceding audited financial statements of the Group for the financial year ended 31 March 2018 was not subject to any qualification.

**A3. SEASONAL OR CYCLICAL FACTORS**

We receive stable monthly subscription from our customers and hence, do not experience any material seasonality in our business for the current financial period and financial year to date under review.

**A4. UNUSUAL ITEMS DUE OT THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial period and financial year to date under review.

**A5. CHANGES IN CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

There were no material changes in critical accounting estimates and judgments in current financial period and financial year to date under review.

**A6. DEBT AND EQUITY SECURITIES**

Save as disclosed below, there were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the FYE 31 March 2019:-

On 1 October 2018, 39,997,200 new ordinary shares of the Company were issued to investors who fall within Part 1 of Schedule 6 or 7 of the Capital Markets and Services Act 2007 at an issue price of RM0.20 per ordinary share ("Excluded Issue").

Subsequently, on 4 October 2018, the Company's entire enlarged issued share capital of RM20,999,580 comprising of 300,000,000 ordinary shares were listed on the LEAP Market of Bursa Securities.



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A7. DIVIDENDS PAID**

	Unaudited 12 months ended	
	31.3.2019 RM'000	31.3.2018 RM'000
Interim dividend of RM0.01 per ordinary share in respect of the financial year ended 31 March 2019 (based on 300,000,000 MyKRIS Shares)	3,000	-
Final dividend of approximately RM0.0077 per ordinary share in respect of the financial year ended 31 March 2017 (based on 130,001,400 MyKRIS Shares)	-	1,000
	<u>3,000</u>	<u>1,000</u>

**A8. OPERATING SEGMENTS**

**8.1 Business activities**

The Group is primarily a managed network service provider, specialising in the provision of managed Internet and Intranet network services to enterprises. The Group's principal activities include the following segments:-

- (i) **Managed network services:** Provision of high speed wireless and wired network services, and international leased circuit to enterprises.
- (ii) **Project-based revenue:** Design, installation and commission of network infrastructure.
- (iii) **IT-based products and services:** Sale and installation of network equipment, hardware and software, web-based application software and server co-location and hosting services.

The Group's revenue based on its business activities is presented as follows:

	12 months ended	
	Unaudited 31.3.2019 RM'000	Audited 31.3.2018 RM'000
Managed network services	35,711	31,766
IT-based products and services	3,278	3,089
	<u>38,989</u>	<u>34,855</u>



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A8. OPERATING SEGMENTS (CONT'D)**

**8.2 Geographical markets**

The Group's revenue is mainly derived from local markets, primarily Klang Valley, Penang and Johor, which contributed approximately 98.7% of the Group's revenue in FYE 31 March 2019. The Group's revenue based on geographical location is presented as follows:

	Cumulative 12 months ended			
	FYE 31 March			
	2019		2018	
	RM'000	%	RM'000	%
Local				
- Klang Valley	34,323	88.0	30,758	88.2
- Penang	2,469	6.3	2,282	6.5
- Johor	387	1.0	293	0.8
- Others	1,333	3.4	1,122	3.4
	<b>38,512</b>	<b>98.7</b>	<b>34,455</b>	<b>98.9</b>
Overseas	477	1.3	400	1.1
<b>Total revenue</b>	<b>38,989</b>	<b>100.0</b>	<b>34,855</b>	<b>100.0</b>



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A9. PROFIT BEFORE TAXATION**

	12 months ended 31.3.2019 RM'000	12 months ended 31.3.2018 RM'000
Profit before taxation is arrived at:-		
After charging:-		
Auditor's remuneration:		
- current financial year	94	50
- previous financial year	-	4
Depreciation of property and equipment	2,508	1,865
Depreciation of investment properties	9	9
Impairment losses on receivables	202	41
Directors' emoluments:		
- fee	91	-
- salaries and bonuses	345	370
- other emoluments	79	83
Interest expense:		
- hire purchase interest	14	24
- term loan interest	-	2
Staff costs:		
- salaries, bonuses and overtime	4,138	4,049
- defined contribution plan	539	516
- other benefits	256	233
After crediting:-		
Gain on disposal of property and equipment	-	(29)
Interest income	(114)	(91)
Realised (gain)/ loss on foreign exchange	12	69
Writeback of impairment losses on receivables	(20)	(53)



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**A EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE TWELVE-MONTH FYE 31 MARCH 2019 (CONT'D)**

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation on property, plant and equipment done during 12-month FYE 31 March 2019.

**A11. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group for the current financial period and financial year to date under review.

**A12. CAPITAL COMMITMENTS**

There were no material capital commitments as at the end of the current financial period.

**A13. CONTINGENT ASSETS AND LIABILITIES**

There were no material contingent assets and liabilities as at 31 March 2019.

**A14. SIGNIFICANT EVENTS OCCURING AFTER REPORTING PERIOD**

There were no material events subsequent to the end of the reporting period that have not been reflected in the interim financial statement.



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**B ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS**

**B1. REVIEW OF PERFORMANCE**

2H 2019 vs. 2H 2018

The Group's revenue in the 2<sup>nd</sup> half year ended 31 March 2019 ("**2H 2019**") rose by 9.1% to RM20.3 million from RM18.6 million in the 2<sup>nd</sup> half year ended 31 March 2018 ("**2H 2018**").

The increase in revenue was mostly contributed by its main subsidiary, MyKris Asia Sdn Bhd in managed network services and IT-based products and services.

For the 2H 2019, the Group recorded a profit before tax ("**PBT**") of RM4.7 million as compared to RM4.8 in 2H 2018, representing a marginal decrease of 0.02%. This was mainly due to the non-recurring listing expenses incurred in 2H 2019 of approximately RM1.0 million. Otherwise, the Group's PBT after adjusting the listing expenses would have registered an increase of 17.4% or RM0.8 million over 2H 2018 from PBT of RM4.8 million in 2H 2018 to RM5.7 million in 2H 2019.

FYE 2019 vs. FYE 2018

The Group's revenue for the FYE 31 March 2019 ("**FYE 2019**") was RM38.9 million, an increase of 11.9% from RM34.9 million in the FYE 31 March 2018 ("**FYE 2018**"). This was mainly contributed by the managed network services of approximately RM35.7 million which accounted for 91.6% of the total revenue for the FYE 2019. Revenue from managed network services posted an increase of RM3.9 million or 12.4% from in FYE 2019 as compared to FYE 2018, backed by the growing number of new customers and continuous support by existing customers. In addition, the revenue from the IT-based products and services posted an increase of RM0.2 million or 6.1% from RM3.1 million in FYE 2018 to RM3.3 million in FYE 2019.

The Group recorded a consolidated PBT of RM9.5 million in FYE 2019 as compared to RM8.6 million in FYE 2018, representing an increase of 11.3%. Despite the incurrence of listing expenses and higher depreciation charges in FYE 2019, the Group recorded a higher PBT as a result of higher revenue coupled with lower cost compared to previous year. The increase in revenue was mostly contributed by its main subsidiary, MyKris Asia Sdn Bhd in managed network services and IT-based products and services.

The Group incurred income tax expenses of RM2.7 million in FYE 2019 as compared to RM1.4 million in FYE 2018 due to the expiry of the Pioneer Status on 30 September 2017. As a result, the profit after tax ("**PAT**") of the Group decreased from RM7.1 million in FYE 2018 to RM6.8 million in FYE 2019. However, the decrease was partially offset by the increase in revenue.



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**B ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS (CONT'D)**

**B2. COMMENTARY ON PROSPECTS**

As disclosed in the Information Memorandum of the Company dated 18 July 2018, the Group has put in place a series of future plans to enhance our service package offerings, intensify our marketing and promotional activities and grow our managed network service business through the expansion of our network coverage. Since our Listing, we had focused on the marketing and implementation of our MyKRIS 360 service offering, which focuses on cyber security, hybrid infrastructure and network visibility. We are of the view that our focus on MyKRIS 360 would enhance our competitive edge and market positioning, and would contribute positively to our future growth and financial results.

Further, we have also taken steps to expand and strengthen our wireless network coverage, such as working with various telecommunication service providers to incorporate diversity of infrastructure ranging from fiber, mobile wireless, microwave to satellite in our managed network services offering. We are of the view that this would enable us to broaden our service offering profile, and tap into the enormous market potential in managed data services.

We remain focused on our main customer base, comprising niche high value enterprises, and will continue to enhance our product offerings and value added services to grow and maintain our market position in the highly competitive industry in which we operate.

Barring any unforeseen circumstances, the Board of Directors of the Company ("Board") is of the opinion that the prospects of the Group's for the financial year ending 31 March 2020 will remain favourable.

**B3. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE**

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





**MYKRIS INTERNATIONAL BERHAD (811039-T)**  
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**C OTHER INFORMATION**

**C1. STATUS OF CORPORATE PROPOSALS**

There were no other corporate proposals announced as at the date of this report.

**C2. UTILISATION OF PROCEEDS**

The Company raised gross proceeds of approximately of RM8.0 million following the listing of MyKRIS on LEAP Market of Bursa Securities on 4 October 2018. The status of utilisation of the proceeds is as follows:-

<b>Details of use</b>	<b>Proposed utilisation</b>	<b>Actual utilisation*</b>	<b>Proceeds balance</b>	<b>Estimated timeframe for use upon listing</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Expansion of business and operational facilities	2,600	-	2,600	Within 24 months
Working capital	3,399	555	2,844	Within 18 months
Relocation and renovation of our Headquarters	1,000	1,000	-	Within 12 months
Estimated listing expenses	1,000	1,000	-	Within 3 months
<b>Total</b>	<b>7,999</b>	<b>2,555</b>	<b>5,444</b>	

- *utilisation as at 30 April 2019*

The utilisation of the proceeds as disclosed above should be read in conjunction with the Information Memorandum of the Company dated 18 July 2018.

**C3. MATERIAL LITIGATION**

The Board is not aware of any proceedings/ material litigations pending or threatened against the Group as at the date of this report.

**C4. DIVIDENDS**

On 28 May 2019, the Board declared a special interim dividend of RM0.01 per Share on 300 million MyKris Shares amounting to RM3.0 million in respect of the FYE 31 March 2019 ("Special Dividend"). The entitlement date for the Special Dividend is 7 June 2019 and will be paid on 14 June 2019.

This report is dated 28 May 2019.