

Mencipta Identiti, Menginovasi Komuniti

LAPORAN TAHUNAN 2016

.myNIC



Pengisian

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Maklumat Korporat

Nama Syarikat	MYNIC Berhad (735031-H)
Diperbadankan	24 Mei, 2006
Alamat Tetap	Aras 3, Blok C, Mines Waterfront Business Park No. 3, Jalan Tasik, The Mines Resort City 43300 Seri Kembangan, Selangor, Malaysia
Alamat Pendaftaran	Suite C-5-4, Wisma Goshen Plaza Pantai, Jalan Pantai Baru 52200 Kuala Lumpur, Malaysia
Setiausaha Syarikat	AAJ Management Services Sdn Bhd

MYNIC mentadbir lapan kategori nama domain

.my
bagi individu dan semua organisasi di Malaysia

.com.my
organisasi/aktiviti komersil

.net.my
organisasi/aktiviti yang berkaitan dengan rangkaian

.org.my
organisasi/aktiviti lain

.gov.my
agensi kerajaan Malaysia sahaja

.edu.my
institusi pendidikan Malaysia sahaja

.mil.my
agensi ketenteraan Malaysia sahaja

.name.my
bagi warganegara dan bukan warganegara yang menetap di Malaysia sahaja

Tentang MYNIC

MYNIC Berhad adalah sebuah agensi di bawah Kementerian Komunikasi & Multimedia Malaysia (KKMM) dan dikawal selia oleh Suruhanjaya Komunikasi dan Multimedia Malaysia (SKMM)

MYNIC merupakan pentadbir tunggal untuk semua alamat web yang berakhir dengan .my di Malaysia. Sebagai Nama Domain Nasional, MYNIC memberikan keunikan identiti jenama kepada organisasi dan individu Malaysia di internet.

Fungsi Utama

Pentadbir tunggal nama domain di Malaysia (ccTLD) yang melibatkan pendaftaran nama domain, penyelenggaraan dan operasi nama domain .my.

Penggerak teknologi dan pembangunan polisi nama domain.

Pemangkin perniagaan dalam talian di Malaysia melalui platform e-dagang, latihan keusahawanan kepada para pelajar, wanita, IKS dan orang awam

Visi

Untuk menjadi pembekal pendaftar dan perkhidmatan alamat internet yang paling inovatif di rantau Asia Pasifik.

Misi

Cemerlang dalam perkhidmatan pendaftar internet di Malaysia untuk mencipta identiti yang unik kepada komuniti internet.



Sinergi dalam Organisasi

Ahli Lembaga Pengarah



1. YBhg. Datuk Bridget Anne Chin Hung Yee (Pengerusi)
2. YBhg. Dato' Sri Dr. Sharifah Zarah Syed Ahmad
3. YBhg. Dato' Wira Rosli Hasan
4. YM Raja Iskandar Shah bin Raja Ibrahim Shah
5. YBrs. En. Nik Abdul Aziz Nik Yaacob

Barisan Pengurusan Kanan

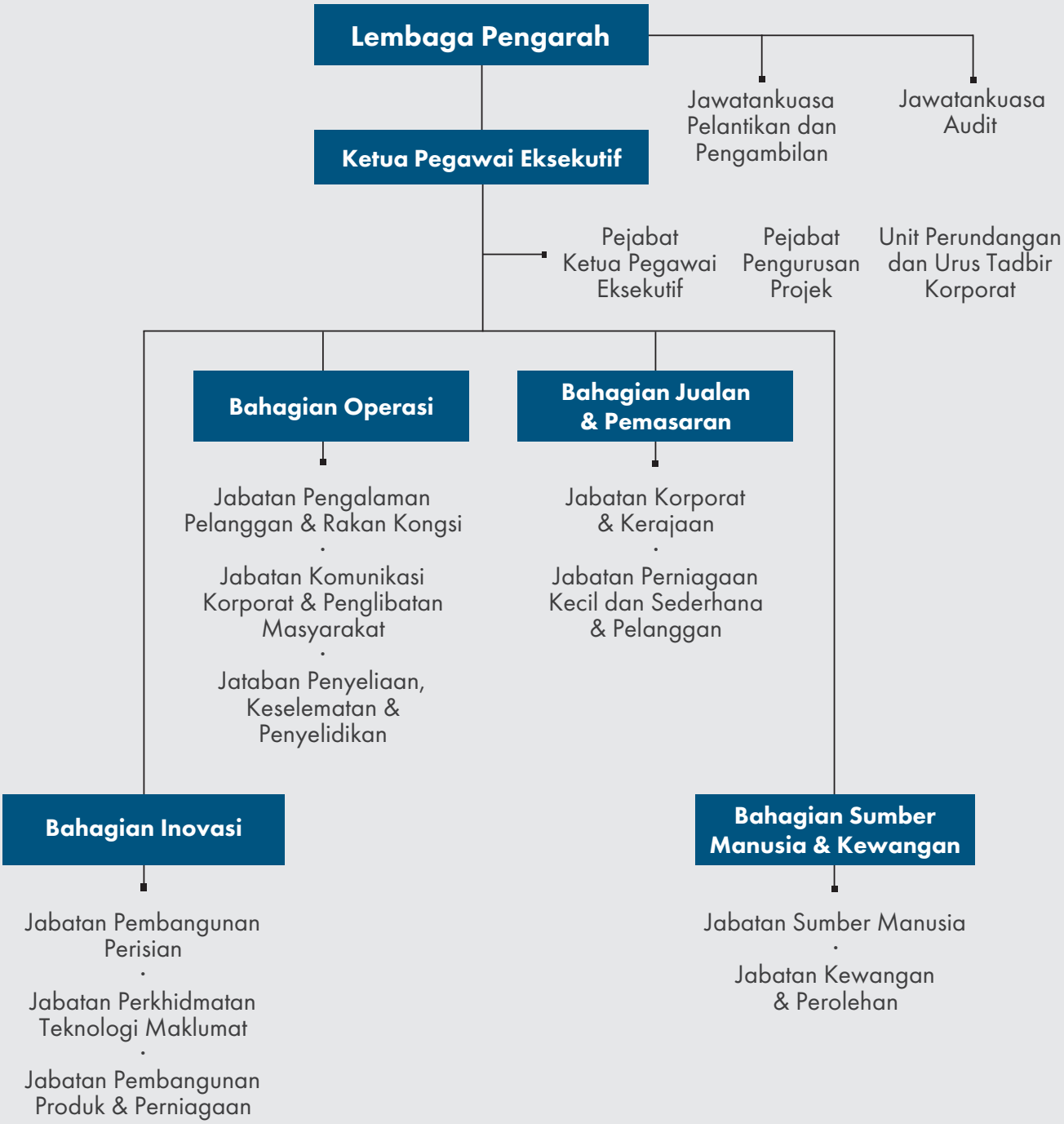
Ketua Pegawai Eksekutif
Datuk Hasnul Fadhly Hasan

Ketua Pegawai Operasi
Syed Musa-AlKadzim Albar

Ketua Pegawai Kewangan
Norzaiton Senusi

Ketua Pegawai Pemasaran
Talib Sabri Sulaiman

Struktur Organisasi



Perutusan Pengerusi Lembaga Pengarah



Berdepan dengan situasi ekonomi semasa, tahun 2016 adalah merupakan tahun yang amat terkesan dengan krisis ekonomi yang tidak menentu berpunca daripada faktor – faktor global yang berada di luar kawalan. Sebagai salah sebuah negara yang sedang meniti arus kemajuan, Malaysia tidak turut ketinggalan berdepan dengan kekangan tersebut.

Walaubagaimanapun, sektor teknologi maklumat dan komunikasi (ICT) dilihat mencatatkan prestasi yang cemerlang pada sepanjang tahun 2016 sejajar dengan usaha dan galakan kerajaan dalam Rancangan Malaysia ke-11 (RMK 11) yang memberi fokus kepada pertumbuhan dan pembangunan sektor ICT menjurus kepada pembangunan infrastruktur serta inklusivisi digital yang berterusan.

Saya yakin MYNIC mampu menempuh cabaran ekonomi pada masa kini dan memainkan peranan penting dalam membantu Kementerian Komunikasi & Multimedia Malaysia (KKMM) memacu agenda transformasi tersebut seperti yang telah digariskan oleh pihak kerajaan.

Sekalung penghargaan buat YB Datuk Sri Dr Salleh Tun Said Keruak, Menteri Komunikasi & Multimedia, YBhg Dato' Sri Dr Sharifah Zarah Syed Ahmad, warga KKMM, ahli – ahli lembaga pengarah serta seluruh tenaga kerja MYNIC di atas sinergi dan komitmen yang telah diberikan.

Semoga pencapaian MYNIC pada tahun ini akan menjadi perangsang kepada pembangunan organisasi di samping membantu masyarakat dalam pertumbuhan sosio – ekonomi pada masa akan datang yang dilihat akan lebih mencabar dan kompetitif.

Sekian, terima kasih.

Datuk Bridget Anne Chin Hung Yee

Perutusan Ketua Pegawai Eksekutif

Setelah hampir 30 tahun beroperasi, MYNIC kini bukan hanya sebagai organisasi yang mengawal selia perkhidmatan nama domain, tetapi juga berperanan sebagai salah satu peneraju dalam sektor ekonomi dan keusahawanan digital.

Dengan memberi galakan kepada usahawan – usahawan digital (online), MYNIC membekalkan platform kepada mereka untuk membangunkan perniagaan masing – masing secara online. Antaranya adalah program – program seperti bengkel laman web MyBuddies, Fiesta Blogshop dan banyak lagi.

Secara keseluruhan, jumlah pendaftaran nama domain yang telah dicatatkan sehingga Disember 2016 adalah sebanyak 324,130 nama. Peningkatan jumlah tersebut boleh dijadikan sebagai indikator kepada penerimaan rakyat Malaysia dalam aplikasi ICT dari pelbagai aspek termasuk perniagaan, pendidikan, pentadbiran dan sebagainya seiring usaha dan saranan kerajaan dalam Rancangan Malaysia Ke – 11 (RMK 11).

Walaupun MYNIC adalah merupakan pentadbir tunggal bagi perkhidmatan nama domain di Malaysia, variasi inisiatif dan inovasi telah dijalankan secara berterusan bagi menambah baik perkhidmatan melibatkan sistem, aplikasi dan juga produk untuk menjamin kepuasan hati para pelanggan.

Terkini, MYNIC sedang giat membangunkan beberapa projek khas yang dilihat berpotensi dalam industri seperti pembikinan nama domain baru "coop.my" yang direka khas untuk usahawan –usahawan koperasi dan juga kreatifmarket.my bagi menyokong pembangunan industri kandungan kreatif tanah air.

Saya yakin dan percaya dengan usahasama seluruh warga kerja MYNIC, segala visi dan misi akan dapat dicapai sekaligus menyumbang kepada kemajuan komuniti, industri dan negara.

Terima kasih.

Datuk Hasnul Fadhly Hasan





Urus Tadbir Korporat

MYNIC Salah Satu Daripada 5 Finalis Bagi Anugerah HRDF 2016

MYNIC telah dicalonkan sebagai salah satu dari lima finalis bagi dua anugerah yang dipertandingkan dalam Anugerah HRDF 2016 yang berlangsung pada 6 Disember 2016 bertempat di Hotel Mandarin Oriental, Kuala Lumpur. Dua anugerah tersebut adalah bagi kategori Anugerah Menteri Sumber Manusia dan Anugerah HRDF.

Anugerah HRDF memberikan pengiktirafan serta penghargaan kepada organisasi dan entiti korporat yang menyumbang kepada pembangunan modal insan yang juga menitikberatkan budaya pembelajaran sekaligus meningkatkan produktiviti serta kecekapan pekerja.

MYNIC telah disenarai pendek bersama nama-nama besar lain dalam industri seperti Perodua, Prasarana, Panasonic, Ranhill dan banyak lagi.

Pencalonan MYNIC sebagai penerima anugerah tersebut adalah merupakan satu pencapaian membanggakan yang telah membuktikan MYNIC sebagai sebuah organisasi yang sentiasa peka terhadap pembangunan sumber manusia dalam memastikan kelangsungan operasi syarikat.



Enterprise Risk Management (ERM)

Dalam usaha meningkatkan akauntabiliti, ketelusan dan kecekapan operasi syarikat, MYNIC berusaha melaksanakan tadbir urus korporat yang baik. Oleh itu, MYNIC telah membangunkan satu rangka kerja pengurusan risiko yang dikenali sebagai Pengurusan Risiko Syarikat atau Enterprise Risk Management (ERM) sebagai alat untuk Lembaga Pengarah menguruskan secara proaktif profil risiko utama syarikat secara berterusan.

Ia merupakan satu keperluan penting untuk rangka kerja dipantau secara berterusan untuk memastikan penyesuaian dan daya tahan dengan sebarang risiko perubahan. MYNIC mempunyai struktur organisasi yang baik, had bidang kuasa, Pengurusan Keselamatan Maklumat ISO, dasar-dasar dan prosedur jabatan untuk menguruskan risiko yang timbul dalam operasi hariannya, MYNIC juga mengekalkan Risiko Pendaftar dan Profil setelah melalui proses Pengurusan Risiko Syarikat (ERM) seperti berikut:-

- Kesedaran Risiko & Menetapkan Parameter untuk Penilaian Risiko
- Mengenal pasti Risiko
- Pentaksiran/Penilaian Risiko
- Profiling Risiko & Rawatan Risiko
- Pemantauan Pengurusan Risiko & Laporan

Jaminan Kualiti memainkan peranan penting dalam pengumpulan daftar risiko yang dikemaskinikan dan dalam penyediaan laporan risiko pengurusan.

Information Security Management System (ISMS)

Selain itu, MYNIC telah diperakui untuk Sistem Pengurusan Keselamatan Maklumat atau Information Security Management System (ISMS) pada 20 April 2012 dengan skop pensijilan yang melibatkan keseluruhan operasi MYNIC untuk Mentadbir Ruang Nama bagi .my Top Level Domain (TLD) Melibatkan Pendaftaran Nama-Nama Domain, Penyelenggaraan dan Operasi Pendaftaran Nama Domain.

Skop pensijilan ini kekal tidak berubah untuk pensijilan semula dan menaik taraf kepada audit versi 2013 oleh Badan Pensijilan (SIRIM QAS International Sdn Bhd) pada tahun 2015 yang telah dijalankan pada 9 dan 10 April 2015. MYNIC berjaya lulus audit pensijilan semula setelah melalui proses-proses berikut:-

- ISMS pemahaman + migrasi kepada versi 2013
- ISMS risiko penilaian dan rawatan
- ISMS audit dalaman
- ISMS audit badan pensijilan

Business Continuity Managament System (BCMS)

Business Continuity Management System (BCMS) merupakan proses pengurusan yang holistik dalam mengenal pasti potensi kejadian tidak diingini atau kemalangan yang akan memberi kesan kepada organisasi di mana secara langsung, BCMS menyediakan perangkaan dalam menghadapi keberangkalian serta respon yang efektif dalam melindungi kepentingan serta perhubungan pihak – pihak berkepentingan, menjaga reputasi, penjenamaan dan pelaksanaan aktiviti – akvitiviti yang mencipta nilai.

MYNIC sedang bergerak ke arah medapatkan pengiktirafan BCMS di bawah pengsijilan ISO 22301:2012. Peringkat pertama audit telah dijalankan pada 2 November 2016 sebagai proses permulaan bagi mendapatkan sijil tersebut. Hasil daripada proses audit tersebut, MYNIC telah mendapat kelulusan bagi meneruskan proses di peringkat kedua.



Pencapaian Seiring Inovasi

Statistik

Jumlah keseluruhan pendaftaran nama domain 2016

324,130

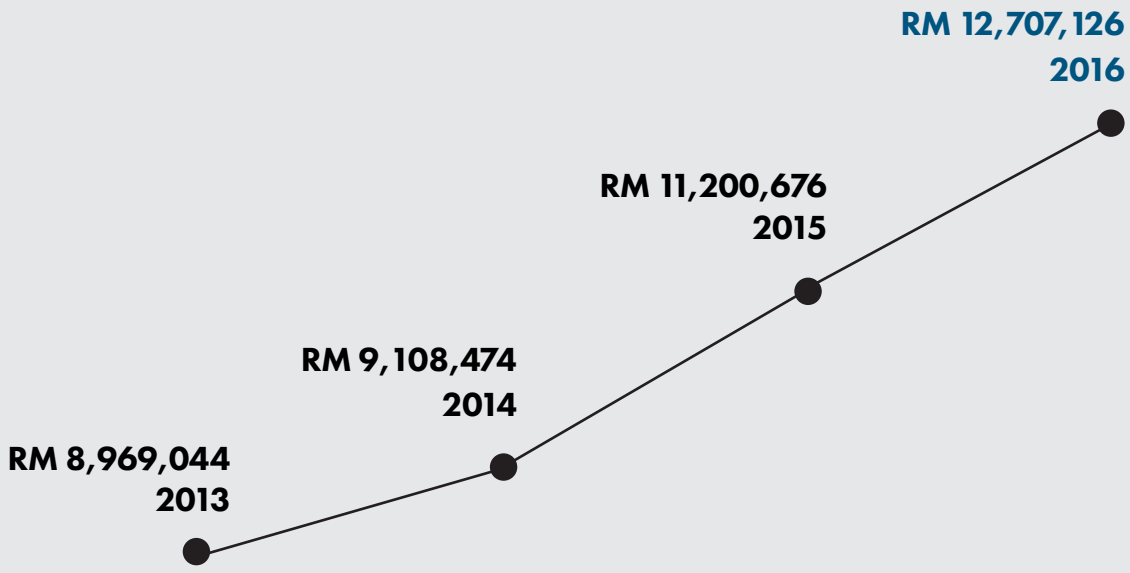
2012	2013	2014	2015	2016	
87,488	51,721	113,811	153,807	156,739	.my
111,536	130, 018	134,767	126,462	128,411	.com.my
2,752	2,713	2,734	2,564	2,522	.net.my
2,765	2,980	4,024	3,979	3,534	.org.my
1,158	1,102	1,062	1,082	1,045	.gov.my
2,923	3,083	3,701	2,741	2,753	.edu.my
25	24	21	22	20	.mil.my
289	892	9,220	31,137	29,106	.name.my

Jumlah pendaftaran nama domain baharu 2016

39,896

Jumlah hasil jualan (RM)

11,913,326



Pembangunan Produk MYNIC







KREATIFMARKET.MY

Sejajar dengan galakan kerajaan dalam dasar pembangunan industri kandungan kreatif di Malaysia, MYNIC melalui KREATIFMARKET.MY telah mencipta sebuah platform pemasaran kandungan kreatif digital khusus buat para usahawan digital dan peminat karya kreatif terutamanya jurugambar dan pereka bentuk untuk mempamerkan, menjual dan membeli karya kreatif.

Setiap karya kreatif yang dihasilkan boleh dimuat naik di dalam portal KREATIFMARKET.MY di mana setiap karya tersebut akan dinilai dari pelbagai perspektif seni seperti kualiti, tema, teknik dan sebagainya. Setelah melalui proses penilaian, karya – karya tersebut akan dipamerkan di dalam portal untuk dijual.

Para pembeli berdaftar boleh mendapatkan variasi koleksi karya yang telah dimuat naik mengikut kategori – kategori yang telah ditetapkan seperti kebudayaan, alam semula jadi, abstrak dan sebagainya.

Setiap karya yang dimuat naik akan dibayar berdasarkan jumlah permintaan di mana penghasil karya tersebut akan menerima komisyen dengan setiap satu pembelian. Semakin tinggi muat turun daripada pengguna semakin meningkat jumlah bayaran yang akan diterima.

Untuk menjamin keberkesanan KREATIFMARKET.MY beberapa siri latihan bersama pelajar-pelajar universiti daripada UiTM, UniKL dan juga Unisel serta ujian telah di jalankan bagi memastikan fungsi KREATIFMARKET.MY mencapai objektif secara tidak langsung memberi kemudahan serta kepuasan kepada para pengguna.

KREATIFMARKET.MY dijangka akan beroperasi sepenuhnya pada tahun 2017 dan akan sedikit – sebanyak memberikan impak kepada pembangunan industri kandungan kreatif serta memberi peluang kepada para karyawan digital untuk menjana pendapatan dan berkembang sepenuhnya pada masa akan datang.

Gaya Hidup Sihat Bersama MYNIC



MYBUDDIES STRIKERS 2016

Melalui program MYBUDDIES STRIKERS yang telah diadakan sebanyak 2 siri di Wangsa Bowl, IOI City Mall, Putrajaya pada 29 Mei 2016 dan 14 Ogos 2016, MYNIC telah berjaya mengumpulkan seramai lebih daripada 200 orang peserta.

Bertujuan memupuk semangat kerjasama dan perpaduan melalui amalan gaya hidup sihat, MYNIC STRIKERS telah berkongsi semangat tersebut melalui perlawanan boling bersama 61 buah pasukan yang mempunyai kemahiran serta bakat yang tinggi di dalam sukan boling.

Perlawanan yang berlangsung selama tiga (3) jam tersebut menyaksikan kesemua pasukan bersaing secara sihat dan menggembleng tenaga dalam merebut gelaran juara dalam tiga (3) perlawanan cross lane.

Para pemenang berjaya membawa pulang sejumlah wang beserta trofi manakala hadiah berupa wang tunai juga turut diberikan kepada peserta terbaik lelaki dan perempuan.
MYNIC sentiasa membina platform untuk pembangunan komuniti bukan sahaja dalam bentuk media digital tetapi juga melalui pengisian program dan aktiviti yang membentuk perpaduan dalam kalangan masyarakat.









MYBUDDIES RUN 2016

Bersempena dengan sambutan Hari Kemerdekaann yang ke-59, Kementerian Komunikasi dan Multimedia Malaysia (KKMM) dan MYNIC telah menganjurkan sebuah program larian peringkat kebangsaan iaitu MYBUDDIES RUN #sehatisejiwa yang telah berjaya mengumpulkan seramai lebih 7,000 orang rakyat Malaysia.

Program MYBUDDIES RUN #sehatisejiwa yang berlangsung pada 21 Ogos 2016 bertempat di Persiaran Flora, Cyberjaya ini adalah merupakan kesinambungan daripada Larian Sehati Sejiwa 2015. Di samping menggalakkan amalan gaya hidup sihat, myBuddies Run juga menyatukan rakyat Malaysia berbilang bangsa sekaligus memupuk semangat patriotik dan cinta akan negara sejajar dengan tema Hari Kemerdekaan iaitu #sehatisejiwa.

Majlis perasmian dan pelepasan peserta bagi kategori 10 km, diikuti dengan 5 km dan 3 km turut disempurnakan oleh Menteri Komunikasi & Multimedia Malaysia, YB Datuk Seri Salleh Said Keruak.

Antara aktiviti lain yang menarik berlangsung adalah seperti senaman Body Combat daripada selebriti Sharifah Sakinah, pertandingan swapfoto dan juga persembahan daripada kumpulan Drama Band. Para peserta juga berpeluang memenangi hadiah cabutan bertuah yang terdiri daripada hadiah utama sebuah Proton Iriz dan lima (5) unit basikal mountain bike.

Turut hadir memeriahkan acara Ketua Setiausaha KKMM, YBhg. Datuk Seri Dr. Sharifah Zarah Syed Ahmad, Pengerusi MYNIC, YBhg. Datuk Bridget Lai dan Ketua Pegawai Eksekutif MYNIC YBhg. Datuk Hasnul Fadhly Hasan.

Para pemenang peserta larian telah menerima sejumlah wang tunai beserta piala. Tahniah diucapkan kepada semua pemenang MYBUDDIES RUN #sehatisejiwa 2016!

Jamboree Kota Belud 2016

MYNIC telah dijemput untuk menyertai Kejohanan Jamboree Berbasikal yang berlangsung pada 22 Oktober 2016 bersempena dengan Perayaan Tamu Besar yang disambut setiap tahun di daerah Kota Belud, Sabah.

Kejohanan Jamboree Berbasikal tersebut telah mendapat sambutan yang menggalakkan dengan penyertaan daripada lebih 700 orang peserta termasuk daripada negara jiran, Brunei Darussalam.

Acara pelepasan peserta telah dirasmikan oleh Menteri Komunikasi & Multimedia Malaysia, YB Datuk Seri Dr Salleh Tun Said Keruak di mana beliau bersama isteri, YBhg. Datuk Raya Erom turut menyertai acara berbasikal tersebut sepanjang 5 km. Kejohanan tersebut turut dimeriahkan lagi dengan kehadiran atlet berbasikal kebangsaan , Fatehah Mustapa dan Azizul Hasni Awang.

Tamu Besar adalah merupakan salah satu sambutan kebudayaan terbesar di negeri Sabah yang mengetengahkan ciri –ciri kebudayaan tempatan seperti makanan dan kraftangan, sukan tradisional dan juga pemilihan Ratu Serempak (Ratu Cantik).

Selaku penaja, MYNIC berasa bertuah kerana diberi kesempatan untuk turut serta di dalam perayaan Tamu Besar tersebut yang dilihat bukan sahaja memberikan fokus kepada pengisian kebudayaan tetapi juga menggalakkan amalan gaya hidup sihat dengan aktiviti–aktiviti berbentuk sukan.



Columbia X-Cape Trail Hunt 2016

MYNIC telah menjadi penaja utama bagi program program Columbia X Cape Trail Hunt 2016 yang telah berlangsung pada 13 November 2016 di Malaysia Agro Exposition Park (MAEPS), Serdang, Selangor.

Larian 13 km itu telah menerima lebih daripada 2,500 penyertaan yang turut membabitkan peserta daripada luar seperti Britain, India, China dan banyak lagi.

Columbia X Cape Trail Hunt 2016 mempertandingkan sebanyak empat kategori iaitu; Kategori Lelaki, Kategori Wanita, Kategori Lelaki Veteran dan Kategori Wanita Veteran. Para peserta beperluang untuk merasai pengalaman



berlari di dalam trek yang mencabar di mana mereka perlu mengharungi pelbagai halangan seperti laluan berbukit dan curam serta berlumpur.

Selaras dengan usaha kerajaan untuk mencapai matlamat menghasilkan lebih ramai masyarakat yang memilih untuk hidup cara sihat, MYNIC sentiasa menyokong sebarang program dan kempen yang bertujuan untuk menggalakkan komuniti dan masyarakat untuk mengamalkan kehidupan yang sihat.











Perlawanan Ragbi MYNIC-SARC

MYNIC dengan kerjasama bersama Kelab Rugbi Shah Alam (SARC) telah menganjurkan MYNIC-SARC Perlawanan Rugbi Shah Alam ke-10. Perlawanan ini telah dilangsungkan pada 26 November 2016 di SK Taman Tun Dr. Ismail Jaya, Shah Alam. Perlawanan ini juga telah dirasmikan oleh YBhg. Datuk Hasnul Fadly Hasan, Ketua Pegawai Eksekutif MYNIC Berhad.

Pada masa yang sama, MYNIC juga telah mengadakan program CSR dimana MYNIC membuat sumbangan kepada 100 pelajar sekolah untuk mereka memulakan sesi persekolahan pada tahun 2017. Sebagai 'Penaja Emas' untuk perlawanan rugby tersebut, MYNIC telah maju selangkah dalam meningkatkan penjenamaan, imej dan reputasi syarikat sekaligus memberi kesedaran kepada masyarakat tentang visi dan misi MYNIC Berhad.

Asian Broadcasting Union Digital Symposium

MYNIC bersama agensi-agensi di bawah Kementerian Komunikasi dan Multimedia (KKMM) yang lain telah menyertai pameran bagi program Asia Broadcasting Union (ABU) Digital Broadcasting Symposium 2016 yang berlangsung pada 1 hingga 3 Mac 2016 di Hotel Istana, Jalan Raja Chulan, Kuala Lumpur.

Fokus yang diberikan kepada pameran yang berlangsung adalah penerangan serta pendedahan berkenaan kandungan kreatif media di mana MYNIC juga secara tidak langsung memainkan peranan penting dalam menyediakan platform serta inisiatif bagi pembangunan industri kreatif negara.

Dianggarkan seramai lebih 1000 pengunjung daripada seluruh pelusuk dunia telah hadir ke simposium tersebut. Turut hadir adalah YB. Dato' Jailani Johari, Timbalan Menteri Komunikasi dan Multimedia Malaysia yang turut serta melawat ke ruang pameran MYNIC.

Malaysia Inklusif Negara Digital (MINDA)

MYNIC telah mengambil bahagian dalam program Malaysia Inklusif Negara Digital (MINDA) yang diadakan di Kuching, Sarawak. Program ini diilhamkan oleh Kementerian Komunikasi dan Multimedia Malaysia (KKMM) sebagai salah satu inisiatif untuk merapatkkan jurang diantara penyampaian informasi daripada kerajaan kepada orang ramai selain daripada membina komuniti yang berinformasi.

Anggaran seramai 30,000 pengunjung telah hadir dan memeriahkan program yang berlangsung selama tiga hari tersebut iaitu bermula pada 11 Mac hingga 13 Mac 2016. Program ini telah dirasmikan oleh Perdana Menteri Malaysia, YAB Dato' Sri Najib Tun Razak pada 12 Mac 2016. MYNIC mengambil inisiatif untuk memberikan nama domain secara percuma kepada masyarakat di Sarawak untuk menyokong inisiatif kerajaan dalam membina komuniti yang berinformasi.



MYNIC juga berjaya mempromosikan pakej-pakej produk seperti Business Online Bundle, Anti virus, SSL Certificate, Business Email Professional, Web Hosting, dan myKite. Selain daripada itu, pelbagai pengisian aktiviti yang berlangsung sepanjang program seperti konsert, Larian MINDA, cabutan bertuah dan pertandingan selfie dan wefie, dan pertandingan video lagu MINDA dimana kesemua aktiviti ini dibuka kepada orang ramai.

Creative Industry Talent Empowerment Zone (CITEzone), UUM

CITEzone adalah salah satu inisiatif oleh Kementerian Komunikasi dan Multimedia Malaysia (KKMM) untuk menggalakkan golongan profesional, ahli akademik, karyawan kreatif serta pelajar-pelajar dari serata Malaysia untuk memperkasakan industri kreatif sebagai salah satu langkah mencapai agenda Dasar Industri Kreatif Negara (DIKN).

Program yang berlangsung pada 9 April hingga 12 April 2016 di Universiti Utara Malaysia (UUM) Sintok, Kedah telah mendapat sambutan lebih daripada 300 orang pengunjung dan dirasmikan oleh Ketua Pengarah FINAS, YBhg. Datuk Kamil Othman.

MYNIC turut terlibat dalam pameran booth untuk memberi kesedaran dan menyampaikan maklumat kepada para pengunjung mengenai peranan dah perkhidmatan yang ditawarkan oleh MYNIC. Program ini telah berlangsung selama empat (4) hari dan disajikan dengan pelbagai aktiviti termasuklah perkongsian idea kreatif, forum, seminar dan kelas induk. Lebig daripada 300 pengunjung telah hadir dan memeriahkan Citezone.

Hari UNESCO Malaysia 2016

MYNIC telah menyertai Hari UNESCO Malaysia 2016 sebagai salah satu pempamer di bawah Kementerian Komunikasi & Multimedia Malaysia (KKMM) bagi mempromosikan produk serta program sebagai platform untuk memberikan pendedahan berkenaan tugas dan fungsi MYNIC kepada orang ramai.

Hari UNESCO 2016 yang berlangsung pada 28 Mei 2016 di Taman Wetland, Putrajaya dianjurkan oleh Kementerian Sains, Teknologi & Inovasi dengan kerjasama Kementerian Sumber Asli & Alam Sekitar. Ia adalah merupakan inisiatif daripada Suruhanjaya UNESCO Kebangsaan Malaysia dan disambut setiap tahun. Pada tahun ini, Hari UNESCO memberikan fokus kepada isu pendidikan, sains dan kebudayaan dalam kalangan masyarakat di Malaysia.

Majlis penutup telah dirasmikan oleh YB Dato' Seri Mahdzir Khalid, Menteri Pendidikan yang juga merupakan Presiden Suruhanjaya UNESCO Kebangsaan Malaysia. Majlis tersebut turut dihadiri oleh Menteri Pengajian Tinggi, Menteri Pembangunan Wanita, Keluarga &Masyarakat, Menteri Sumber Asli & Alam Sekitar, Pengarah Ibu Pejabat UNESCO di Jakarta serta Ketua Setiausaha Kementerian Sains, Teknologi & Inovasi.

Hari UNESCO 2016 turut diserlahkan lagi dengan pelbagai aktiviti menarik dan interaktif di booth – booth pameran sains dan kebudayaan serta kehadiran selebriti tanah air seperti Altimet dan Harris (Idola Kecil) turut memeriahkan suasana.

Seminar Pengawasan Aset Digital

MYNIC telah dijemput oleh Pusat Timbang Tara Serantau (KLCRA) bagi memberikan ceramah pembukaan untuk seminar "Securing Your Digital Assets" yang berlangsung pada 4 Ogos 2016 bertempat di ibu pejabat KLCRA.

Cik Yeo Yee Ling daripada Unit Perundangan & Urus Tadbir Korporat telah dijemput mewakili MYNIC bagi memberikan pengenalan berkenaan fungsi MYNIC sebagai pentadbir tunggal domain di Malaysia serta penerangan mengenai MYNIC's .my Domain Name Dispute Resolution Policy (MYDRP), perkhidmatan eksklusif untuk pendaftar domain .my yang diuruskan khas oleh KLCRA.

Seminar tersebut dihadiri seramai lebih 60 orang daripada pelbagai latar professional dan dipengerusikan oleh Encik Khoo Guan Huat, rakan kongsi Skrine iaitu sebuah firma guaman yang juga merupakan pengerusi bagi Intellectual Property Dispute Resolution Practice Group.

Penceramah utama ialah Cik Jayce Yeo, Pengarah Serantau APAC bagi Perkhidmatan Penjenamaan Digital CSC, sebuah organisasi yang mempunyai kepakaran di dalam bidang konsultansi melibatkan perlindungan asset digital. Seminar secara khusus memberikan penerangan, khidmat nasihat serta kesedaran kepada tetamu yang hadir berkenaan dengan perlindungan, penyeliaan serta penguatkuasaan hak penjenamaan bagi megelakkan dan mengurangkan risiko serangan siber, penyelewengan serta salah laku yang akan memberikan pengaruh negatif ke atas penjenamaan.

Melalui seminar ini, MYNIC telah berjaya dalam memberikan galakan serta pendedahan kepada orang ramai mengenai perkhidmatan istimewa yang ditawarkan melaluli MYDRP Policy.

DEALS Awareness Talk

Pada 24 November 2016, MYNIC telah dijemput untuk berkongsi tentang DEAL Awareness untuk Network Security Industry Talk. Program tersebut telah dianjurkan oleh Suruhanjaya Komunikasi dan Multimedia (SKMM) di Bangunan SKMM, Cyberjaya.

Penonton yang hadir adalah daripada pelbagai latarbelakang industri, universiti tempatan, bank dan juga pemegang lesen SKMM. Wakil MYNIC yang telah dijemput untuk memberi pembentangan adalah Ketua Pegawai Operasi, Tuan Syed Musa-AlKadzim Albar. Program ini bermula pada jam 9.30 pagi. Seramai 131 penonton telah hadir dan memeriahkan program yang berlangsung.

Domain Name Dispute Resolution Conference (DNDRC)

MYNIC bersama Kementerian Komunikasi dan Multimedia Malayisia (KKMM), telah bersama turut serta terlibat dalam penganjuran program Domain Name Dispute Resolution Conference (DNDRC) yang telah diadakan di Kuala Lumpur Regional centre of Arbitration (KLRCA) pada 1 Disember 2016 di Seminar Room, KLRCA bermula daripada jam 9.00 pagi hingga 5.15 petang.

Persidangan tersebut telah dihadiri oleh wakil penyelesaian pertikaian daripada seluruh rantau Asia Pasifik. Wakil daripada MYNIC ialah Cik Yeo Yee Ling daripada Bahagian Perundangan dan Urus Tadbir Korporat telah dijemput bagi memberikan penerangan berkenaan 'Direction of gTLD and ccTLD Domain Protection in Asia'. Persidangan itu juga telah menarik minat ramai golongan profesioanal dan celik IT daripada komuniti antarabangsa.





Majlis Perasmian Kompleks Sultan Nazrin Muizzuddin Shah

Pada 9 Januari 2016, DYMM Paduka Seri Sultan Perak, Sultan Nazrin Shah telah merasmikan Kompleks Bersepadu Kementerian Komunikasi & Multimedia yang terletak di Jalan Raja Musa Mahadi, Ipoh. Ia juga merupakan bangunan pertama yang diberi perkenan untuk mengabadikan nama Sultan Nazrin Shah yang ditabalkan sebagai sultan Perak yang ke -35.

Bersempena dengan majlis tersebut, KKMM telah mengadakan Karnival Mini dan pameran di kompleks tersebut pada 9 dan 10 Januari 2016 disertai oleh semua jabatan dan agensi di bawah KKMM termasuk MYNIC.

Sultan bersama Raja Permaisuri berkesempatan untuk melawat ruang pameran dan juga diberikan penerangan oleh wakil–wakil jabatan dan agensi yang terlibat berkaitan latar belakang, fungsi, produk serta perkhidmatan yang ditawarkan. MYNIC turut tidak melepaskan peluang untuk beramah mesra bersama komuniti tempatan melalui pelbagai aktiviti menarik yang dijalankan sepanjang karnival mini tersebut berlangsung seperti persembahan pentans, "Fun Stall" dan permainan digital.

Kreativiti @ Komuniti, Kolej Komuniti Kok Lanas

Kreativiti@Komuniti telah dilancarkan oleh Kementerian Komunikasi dan Multimedia (KKMM) bersama agensi-agensi yang bernaung di bawah KKMM seperti FINAS, MDEC, RTM KELANTAN dan JAPEN.

Program ini berinisiatif untuk mencetuskan dan menggalakkan penghasilan idea kreatif dalam kalangan komuniti dengan mempromosikan platfom dan aktiviti seperti Pitching Centre dan Micro Funds Talk seperti Wayang Pacak, Bravo 5, Games Creation training, dan Bengkel Penerbitan Promo dan Dokumetari.

Program ini telah berlangsung dari 25 hingga 27 Mei 2016 bertempat di Kolej Komuniti Kok Lanas, kelantan dan dilancarkan oleh Ketua Setiausaha KKMM, Ybhg. Dato' Sri Dr. Sharifah Zarah Syed Ahmad. MYNIC telah membuka ruang pameran selama tiga (3) hari program ini berlansung untuk memberi pendedahan kepada pengunjung yang hadir tentang peranan dan perkhidmatan MYNIC Berhad dalam industri teknologi maklumat di Malaysia.

Program Transformasi Diri 360

Pada 23 Jun 2016, MYNIC telah menganjurkan sebuah program Khidmat Sosial Masyarakat (CSR) bersama 200 pelajar Tingkatan 5, SMK Bandar Baru Bangi Jalan Dua dengan kerjasama Yayasan Kemanusiaan Muslim Aid Malaysia – sebuah pertubuhan badan bukan kerajaan.

Program dimulakan dengan sesi ceramah bertajuk "Transformasi Diri 360" daripada Cikgu Yaser yang merupakan salah seorang panel di dalam Program Assalammualaikum di TV Al-Hijrah dan diteruskan lagi dengan ceramah daripada pakar motivasi Facebook iaitu Mohd Firdaus Azizi yang bertajuk "Jadikan Gajet Anda Mesin Wang". Sesi ceramah tersebut diakhiri dengan Forum Perdana: Media Sosial – Pembina Diri vs Pemusnah Diri yang dipanelkan oleh selebriti tanah air, Mohd Fadzli dan Irma Hasmie.

Program diserikan lagi dengan majlis penyerahan mock cheque oleh Ketua Pegawai Eksekutif MYNIC, YBhg. Datuk Hasnul Fadhly Hasan yang bernilai RM 25,000 kepada wakil Yayasan Kemanusiaan Muslim Aid Malaysia diikuti dengan majlis berbuka puasa bersama para pelajar, guru, penceramah dan warga MYNIC.

Secara tidak langsung, MYNIC dapat memberikan pendedahan kepada orang ramai mengenai tugas dan tanggungjawab MYNIC sebagai sebuah organisasi tunggal yang mentadbir nama domain .my di Malaysia.

Kreativiti@Komuniti, Kg. Rampayan Laut, Kota Belud

Kementerian Komunikasi dan Multimedia Malaysia (KKMM) telah menganjurkan Program Kreativiti@Komuniti yang berlangsung pada 22 dan 23 Julai 2016 di Kg. Rampayan Laut, Kota Belud. Kesemua agensi-agensi yang bernaung di bawah KKMM telah terlibat dalam menjayakan program ini termasuk MYNIC.

Program ini adalah bertujuan untuk mengeratkan lagi hubungan agensi-agensi dengan komuniti setempat melalui pendekatan aktiviti kreatif. MYNIC juga terlibat untuk dalam menyediakan pameran kesedaran berkenaan aktiviti MYNIC kepada komuniti di Sabah. Program tersebut telah dirasmikan oleh Ketua Setiausaha KKMM, YBhg. Dato' Sri Dr. Sharifah Zarah Syed Ahmad.

Program Keusahawanan Bersama MYNIC

Fiesta Blogshop x Love Bazaar Malaysia

Bersempena dengan Hari Kemerdekaan, MYNIC bersama HerPortal.co telah berkerjasama menganjurkan LOVE MALAYSIA Bazaar sebagai platfom kepada usahawan memperkenal dan mempromosikan produk dan perkhidmatan mereka. HerPortal.co ialah satu platfom untuk wanita mencari pekerjaan dimana di HerPortal.co, peluang kerja atau sebagai freelance.

LOVE MALAYSIA Bazaar telah diadakan di The Jaya One, Petaling Jaya pada 20 dan 21 Ogos 2016. Konsep bazar adalah pameran makanan dan kraftangan Malaysia. Lebih daripada 60 buah gerai jualan telah dibuka untuk pameran produk seperti pakaian, seni cetak kayu, barangan hiasan dan pelbagai.



Fiesta Blogshop x KL Converge! 2016

Fiesta Blogshop 2016 tampil semula dengan konsep yang lebih menarik pada 22 hingga 24 September 2016 bersempena dengan program KL Converge! 2016 yang berlangsung di Kuala Lumpur Convention Centre dengan mengumpulkan pakar – pakar daripada bidang seperti multimedia, aplikasi, internet dan kandungan kreatif untuk berkongsi pengalaman, mempamerkan karya serta mengangkat kejayaan dan peluang dalam bidang digital.

Objektif utama penganjuran Fiesta Blogshop kali ini adalah untuk menyediakan platform kepada usahawan–usahawan dalam talian untuk memperkenalkan produk dan perkhidmatan masing–masing kepada orang ramai. Secara tidak langsung memberikan pengalaman yang bermakna kepada komuniti usahawan dalam talian untuk mengembangkan lagi perniagaan serta bertemu secara terus dengan pelanggan masing-masing. Di samping itu, para tetamu yang hadir juga berpeluang untuk menyaksikan pameran–pameran daripada industri media dan kreatif.

Seramai 30 usahawan dalam talian terpilih berkumpul di bawah satu lokasi bagi mempromosikan variasi produk masing–masing seperti tudung, pakaian, aksesori, buku, perkhidmatan kayu cetak dan banyak lagi. Terdapat banyak aktiviti menarik yang dijalankan bagi memeriahkan program dan menghiburkan para tetamu yang hadir antaranya ialah persembahan daripada artis berkumpulan serta penampilan istimewa selebriti–selebriti terkenal seperti Ronnie Hussein, Mira Filzah, Drama Band, Dayang Nurfaezah dan Aweera.

Para tetamu juga berkesempatan untuk menyertai pelbagai aktiviti menarik seperti permainan, kuiz dan berpeluang untuk bergambar bersama selebriti sekali gus memeriahkan lagi sambutan program dan di tambah lagi dengan promosi produk di atas pentas oleh para vendor menggamatkan lagi suasana Fiesta Blogshop 2016.

Secara keseluruhan, Fiesta Blogshop 2016 berjaya mencapai objektif dan MYNIC selaku penganjur berharap akan menganjurkan lagi program tersebut pada masa akan datang dengan aktiviti yang lebih menarik dan meriah.



Coffee with MYNIC

Seiring falsafah organisasi, MYNIC secara berterusan mengeratkan lagi kerjasama dengan para pelanggan dan rakan niaga melalui pelbagai pendekatan dan aktiviti usahasama yang usahasama. Coffee with MYNIC adalah program pendekatan berbentuk sesi perkongsian dengan konsep "chill & relax".

Seramai 100 orang peserta mewakili KKMM dan agensi – agensi kerajaan telah menyertai sesi perkongsian tersebut yang diadakan pada 11 November 2016 bertempat di Kementerian Komunikasi & Multimedia Malaysia.
Bermula dengan ucapan aluan daripa Ketua Pegawai Pemasaran MYNIC, Encik Talib Sabri Sulaiman, sesi perkongsian yang berlangsung selama dua (2) jam tersebut turut diisi dengan pelbagai slot serta aktiviti menarik dan interaktif seperti permainan, kuiz dan pembentangan produk MYNIC seperti The Magic 6, kreatifmarket.my (Snap & Kaching), myBuddies dan banyak lagi.

Coffee with MYNIC merupakan antara inisiatif terbaik yang dianjurkan sebagai salah satu pendekatan buat para pelanggan, rakan niaga serta pihak berkepentingan yang lain untuk mengetahui perkembangan serta pencapaian terkini MYNIC melibatkan perniagaan, pembangunan projek dan produk di mana secara tidak langsung mengeratkan lagi hubungan di antara kedua belah pihak.

MYNIC amat berbesar hati dengan sambutan serta kerjasama yang diberikan oleh semua peserta yang terlibat sepanjang program Coffee with MYNIC berlangsuing dan MYNIC akan terus menganjurkan lagi pelbagai program dan aktiviti bercorak pendekatan serta perkongsian seperti ini dengan pengisian yang lebih menarik pada masa akan datang.

Laporan Kewangan 2016

Company no. : 735031-H

MYNIC BERHAD
(Incorporated in Malaysia)

FINANCIAL STATEMENTS

31 DECEMBER 2016

MYNIC BERHAD
(Incorporated in Malaysia)

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MYNIC BERHAD
(Incorporated in Malaysia)

DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

The directors hereby submit their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 December 2016.

PRINCIPAL ACTIVITIES

The Company is acting as the network information centre for Malaysia under the Ministry of Communications and Multimedia Malaysia ("KKMM"). The principal activities of the Company are to manage, control, operate, develop and administer the .my country code top level domain, internet names, numbers, addresses, resources and all other related activities and services. The principal activities of the subsidiary company are described in Note 7 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

The Company is a company limited by guarantee, not having a share capital, not for profit, incorporated and domiciled in Malaysia. Currently, the Company has 2 members. In the event that the Company is wound up, a member or a person who was a member twelve months prior to that event is liable to contribute to the assets of the Company a sum not exceeding Ringgit Malaysia One Hundred (RM100).

RESULTS

	Group RM	Company RM
Profit after taxation	**4,060,260**	**4,066,584**
Unappropriated profits brought forward	**24,739,689**	**24,884,229**
Unappropriated profits carried forward	**28,799,949**	**28,950,813**

DIVIDENDS

There were no dividends proposed, declared or paid during the financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves and provisions during the financial year.

MYNIC BERHAD
(Incorporated in Malaysia)

DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

DIRECTORS OF THE COMPANY

Directors who served since the date of the last report are:

YBhg. Datuk Bridget Anne Chin Hung Yee
YBhg. Dato' Sri Dr. Sharifah Zarah Binti Syed Ahmad
YBhg. Datuk Wira Rosli Bin Mat Hassan
YM. Raja Iskandar Shah Bin Raja Ibrahim Shah
YBrs. Nik Abdul Aziz Bin Nik Yaacob
YBrs. Cik Lim Wei Loong

DIRECTORS' INTEREST

Since the Company is a company limited by guarantee without share capital, no directors held any shares in the Company during the financial year ended 31 December 2016.

DIRECTORS' BENEFITS

Since the end of last financial year, no director of the Company has received or become entitled to receive any benefits (other than a benefit included in the aggregate amount of emoluments received or due and receivable by the directors shown in the financial statement or fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with the director or with a firm which the director is a member or with a company in which the director has a substantial financial interest.

OTHER STATUTORY INFORMATION

Before the statements of comprehensive income and statements of financial position of the Group and of the Company were made out, the directors took reasonable steps:

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

ii) to ensure that any current assets which were unlikely to realise their value as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.

DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

At the date of this report, the directors of the Group and of the Company are not aware of any circumstances which would render:

i) the amount written off for bad debts, or the amount of the provision for bad and doubtful debts, in the financial statements of the Group and of the Company inadequate to any substantial extent; or

ii) the value attributed to the current assets of the Group and of the Company misleading.

At the date of this report, the directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Company misleading or inappropriate.

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statement misleading.

As 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 year 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 year.

In the opinion of the directors:

i) 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 year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet its obligations as and when they fall due; and

ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

MYNIC BERHAD
(Incorporated in Malaysia)

DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

AUDITORS

The auditors, Messrs. Khairuddin Hasyudeen & Razi, retire and have expressed their willingness to accept re-appointment.

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

YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE
Director

YM. RAJA ISKANDAR SHAH BIN RAJA IBRAHIM SHAH
Director

Kuala Lumpur
Dated: 09 JUN 2017

MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENT BY DIRECTORS
PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT, 2016

We, **YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE** and **YM. RAJA ISKANDAR SHAH BIN RAJA IBRAHIM SHAH**, two of the directors of MYNIC BERHAD, do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 11 to 41 are drawn up in accordance with the provisions of the Companies Act, 1965 and Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company at 31 December 2016 and of their financial performance and cash flows for the financial year then ended.

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

YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE
Director

YM. RAJA ISKANDAR SHAH BIN RAJA IBRAHIM SHAH
Director

Kuala Lumpur
Dated: 09 JUN 2017

Company no. : 735031-H

MYNIC BERHAD
(Incorporated in Malaysia)

STATUTORY DECLARATION
PURSUANT TO SECTION 251(1)(b) OF THE COMPANIES ACT, 2016

I, **YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE**, the director primarily responsible for the accounting records and financial management of MYNIC BERHAD, do solemnly and sincerely declare that the financial statements set out on pages 11 to 41 are to the best of my knowledge and belief, 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.

Subscribed and solemnly declared by)

YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE)

at Kuala Lumpur in the)

Federal Territory on 09 JUN 2017)

YBHG. DATUK BRIDGET ANNE CHIN HUNG YEE

Before me,

PESURUHJAYA SUMPAH
NO. W 668
LAI DIN
MALAYSIA

B-3A-4, Megan Avenue 2,
12, Jalan Yap Kwan Seng
50450 Kuala Lumpur

KHAIRUDDIN
HASYUDEEN
& RAZI

Chartered Accountants
(AF 1161)

APPROVED EMPLOYER
ACCA
Trainee Development Platinum

ICAEW

AUTHORISED
TRAINING EMPLOYER

Company no. : 735031-H

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MYNIC BERHAD

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of MYNIC BERHAD, which comprise the statements of financial position as at 31 December 2016 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 year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 11 to 41.

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 December 2016 and of their financial performance and their cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

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' *Code of Ethics for Professional Accountants* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Information Other than the Financial Statements and Auditors' Report Thereon

The directors of the Company are responsible for the other information. The other information comprises the 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.

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Linking Strategy to Value

KHAIRUDDIN
HASYUDEEN
& RAZI

Chartered Accountants
(AF 1161)

AUTHORISED
TRAINING EMPLOYER

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF MYNIC BERHAD

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other 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 this 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 of the Company 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, 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine is 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 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.

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.

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HASYUDEEN
& RAZI

Chartered Accountants
(AF 1161)





AUTHORISED
TRAINING EMPLOYER

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF MYNIC BERHAD

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 skepticism 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 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 or 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.

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INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF MYNIC BERHAD

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.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the followings:

(a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiary have been properly kept in accordance with the provisions of the Act.

(b) We are satisfied that the accounts of the subsidiary that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.

(c) Our audit reports on the accounts of the subsidiary did not contain any qualification or any adverse comment made under Section 174 (3) of the Act.

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 content of this report.

KHAIRUDDIN HASYUDEEN & RAZI
AF 1161
Chartered Accountants

Ahmad Khairuddin Salleh
1574/03/19 (J)
Partner of the Firm

Kuala Lumpur
Dated: 9 June 2017

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MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

	NOTE	Group		Company	
		2016	2015	**2016**	2015
		RM	RM	**RM**	RM
NON CURRENT ASSETS					
Property, plant and equipment	5	**4,481,710**	4,139,877	**4,481,710**	4,139,877
Intangible assets	6	**24,592**	33,412	**24,592**	33,412
Investment in subsidiary	7	**-**	-	**2**	2
CURRENT ASSETS					
Inventory		**563,334**	-	**563,334**	-
Trade receivables	8	**2,064,828**	1,167,955	**2,064,828**	1,167,955
Other receivables, deposits and prepayments	9	**951,430**	1,500,205	**951,430**	1,500,205
Amount due from a subsidiary company	10	**-**	-	**148,304**	141,890
Other investments	11	**17,500,000**	14,000,000	**17,500,000**	14,000,000
Cash and cash equivalents	12	**16,247,287**	17,753,134	**16,247,285**	17,753,132
		37,326,879	34,421,294	**37,475,181**	34,563,182
CURRENT LIABILITIES					
Trade payables		**182,981**	1,177,429	**182,981**	1,177,429
Other payables and accruals	13	**1,692,588**	1,658,869	**1,690,028**	1,656,219
Provision for taxation		**11,705**	789,958	**11,705**	789,958
		1,887,274	3,626,256	**1,884,714**	3,623,606
NET CURRENT ASSETS		**35,439,605**	30,795,038	**35,590,467**	30,939,576
		39,945,907	34,968,327	**40,096,771**	35,112,867
FINANCED BY:					
Accumulated funds		**28,799,949**	24,739,689	**28,950,813**	24,884,229
LONG TERM LIABILITIES					
Deferred income	14	**11,138,358**	10,221,038	**11,138,358**	10,221,038
Deferred taxation	15	**7,600**	7,600	**7,600**	7,600
		39,945,907	34,968,327	**40,096,771**	35,112,867

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

MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

	NOTE	Group		Company	
		2016	2015	**2016**	2015
		RM	RM	**RM**	RM
Revenue	16	**11,913,326**	10,121,546	**11,913,326**	10,121,546
Cost of services rendered	17	**(4,866,592)**	(3,826,626)	**(4,866,592)**	(3,826,626)
Gross profit		**7,046,734**	6,294,920	**7,046,734**	6,294,920
Other income	18	**8,801,726**	10,700,335	**8,801,726**	10,700,335
Administrative expenses		**(10,074,454)**	(10,024,336)	**(10,068,130)**	(10,017,486)
Other operating expenses		**(1,160)**	(481,649)	**(1,160)**	(481,649)
Excess of income over expenditures	19	**5,772,846**	6,489,270	**5,779,170**	6,496,120
Taxation	20	**(1,712,586)**	(1,870,375)	**(1,712,586)**	(1,870,375)
		4,060,260	4,618,895	**4,066,584**	4,625,745

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

MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

Group

	Accummulated funds RM
Balance as at 31 December 2014	20,120,794
Excess of income over expenditure	4,618,895
Balance as at 31 December 2015	24,739,689
Excess of income over expenditures	4,060,260
Balance as at 31 December 2016	28,799,949

Company

	Accummulated funds RM
Balance as at 31 December 2014	20,258,484
Excess of income over expenditures	4,625,745
Balance as at 31 December 2015	24,884,229
Excess of income over expenditures	4,066,584
Balance as at 31 December 2016	28,950,813

MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
CASH FLOWS FROM OPERATING ACTIVITIES				
Excess of income over expenditures before taxation	**5,772,846**	6,489,270	**5,779,170**	6,496,120
Adjustments for:				
Amortisation	**7,353**	3,544	**7,353**	3,544
Credit recognised for government grant	**(6,605,756)**	(8,121,868)	**(6,605,756)**	(8,121,868)
Depreciation	**697,749**	472,378	**697,749**	472,378
Impairment losses	**-**	383,730	**-**	383,730
Interest income	**(1,081,736)**	(970,617)	**(1,081,736)**	(970,617)
Trademark written off	**1,467**	-	**1,467**	-
Loss on disposal of property, plant and equipment	**1,160**	97,919	**1,160**	97,919
Operating loss before working capital changes	**(1,206,917)**	(1,645,644)	**(1,200,593)**	(1,638,794)
Increase in trade and other receivables	**(348,098)**	(1,983,292)	**(348,098)**	(1,983,292)
Increase in inventory	**(563,334)**	-	**(563,334)**	-
(Decrease)/Increase in trade and other payables	**(795,309)**	914,323	**(795,219)**	914,323
Increase in amount due from a subdiary company	**-**	-	**(6,414)**	(6,850)
Cash used in operations	**(2,913,658)**	(2,714,613)	**(2,913,658)**	(2,714,613)
Tax paid	**(2,490,839)**	(1,076,517)	**(2,490,839)**	(1,076,517)
Net cash used in operating activities	**(5,404,497)**	(3,791,130)	**(5,404,497)**	(3,791,130)

MYNIC BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment (Note 5)	**(1,211,577)**	(1,220,602)	**(1,211,577)**	(1,220,602)
Proceed from disposal of property, plant and equipment	**5,415**	62,502	**5,415**	62,502
Interest received	**1,081,736**	970,617	**1,081,736**	970,617
Purchase of intangible assets (Note 6)	-	(9,954)	-	(9,954)
Net cash used in investing activities	**(124,426)**	(197,437)	**(124,426)**	(197,437)
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts of government grants	**7,535,400**	6,698,000	**7,535,400**	6,698,000
Deferred income	**(12,324)**	(4,107)	**(12,324)**	(4,107)
Net cash provided by financing activities	**7,523,076**	6,693,893	**7,523,076**	6,693,893
Net increase in cash and cash equivalents	**1,994,153**	2,705,326	**1,994,153**	2,705,326
Cash and cash equivalents brought forward	**31,753,134**	29,047,808	**31,753,132**	29,047,806
Cash and cash equivalents carried forward (Note 12)	**33,747,287**	31,753,134	**33,747,285**	31,753,132

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

1. GENERAL

(a) The Company is acting as the network information centre for Malaysia under the Ministry of Communications and Multimedia Malaysia ("KKMM"). The principal activities of the Company are to manage, control, operate, develop and administer the .my country code top level domain, internet names, numbers, addresses, resources and all other related activities and services. The principal activities of the subsidiary company are described in Note 7 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

The Company is a company limited by guarantee, not having a share capital, not for profit, incorporated and domiciled in Malaysia. Currently, the Company has 2 members. In the event that the Company is wound up, a member or a person who was a member twelve months prior to that event is liable to contribute to the assets of the Company a sum not exceeding Ringgit Malaysia One Hundred (RM100).

(b) The principal place of business is located at Unit 3.2 & 4, Level 3, Block C, Mines Waterfront Business Park, No. 3 Jalan Tasik, The Mines Resort City, 43300 Seri Kembangan, Selangor Darul Ehsan.

(c) The registered office is located at Suite C-5-4, Wisma Goshen, Plaza Pantai, Jalan Pantai Baharu, 59200 Kuala Lumpur.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

(a) Statement of compliance

The financial statements of the Group and the Company have been prepared in accordance with Malaysian Financial Reporting Standards (MFRSs), International Financial Reporting Standards and the Companies Act, 1965 in Malaysia.

The accounting policies adopted are consistent with those of the previous financial year except as noted below.

The following are accounting standards, amendments and interpretations of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (MASB) which are not yet effective and have not been adopted by the Company:

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017:

- MFRS 107 *Statement of Cash Flows- Disclosure Initiative (Amendment to MFRS 107)*
- MFRS 112 *Income Taxes- Recognition of Deferred Tax Assets for Unrealised Losses (Amendment to MFRS 112)*

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018:

- MFRS 9 *Financial Instruments (IFRS 9 issued by IASB in July 2014)*
- MFRS 15 *Revenue from Contracts with Customers*
- MFRS 140 *Investment Property- Transfer on Investment Property*

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019:

- MFRS 16 *Leases*

The Company is in the process of assessing the financial impacts of adopting the above amendments and improvements to MFRS.

The following are accounting standards, amendments and interpretations to the MFRS Framework that have been issued by MASB which are not yet effective and are not applicable to the Company's operations:

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017:

- MFRS 12 *Disclosure of Interest in Other Entities (Annual Improvements 2014-2016 Cycle)*

MFRS, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018:

- MFRS 1 *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2014-2016 Cycle)*
- MFRS 2 *Share-based Payment- Classification and Measurement of Share-based Payment Transactions*
- MFRS 128 *Investments in Associates and Joint Ventures (Annual Improvements 2014-2016 Cycle)*

(b) **Basis of measurement**

The financial statements have been prepared on the historical cost basis other than as disclosed in Note 4.

(c) **Functional and presentation currency**

The financial statements are presented in Ringgit Malaysia (RM), which is the Group's functional currency, unless otherwise stated.

(d) **Use of estimates and judgements**

The preparation of the financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognised in the financial statements other than those disclosed in the following notes:

- Note 6 – Intangible assets
- Note 8 – Trade receivables
- Note 16 - Revenue

3. DATE OF AUTHORISATION OF ISSUE

The financial statements were authorised for issue by the Board of Directors on 9 June 2017.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to the periods presented in these financial statements, and have been consistently by the Group entities, unless otherwise stated.

(a) Basis of consolidation

(i) Subsidiaries

Subsidiaries are entities, including unincorporated entities, controlled by the Company. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. Control exists when the Group has the ability to exercise its power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

In assessing control, potential voting rights that presently are exercisable are taken into account.

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

The accounting policies of subsidiaries are changed when necessary to align them with the policies adopted by the Group.

(ii) 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 associates and joint ventures are eliminated against the investment to the extent of the Group's interest in the associates. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Financial instruments

(i) Initial recognition and measurement

A financial instrument is recognised in the financial statements when, and only when, the Group or the Company becomes a party to the contractual provisions of the instrument.

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

(ii) **Financial instrument categories and subsequent measurement**

The Group and the Company categorise financial instruments as follows:

Financial assets

(a) **Financial assets at fair value through profit or loss**

Fair value through profit or loss category comprises financial assets that are held for trading, including derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial assets that are specifically designated into this category upon initial recognition.

Derivatives that are linked to and must be settled by delivery of unquoted equity instruments whose fair values cannot be reliably measured are measured at cost.

Other financial assets categorised as fair value through profit or loss are subsequently measured at their fair values with the gain or loss recognised in profit or loss.

(b) **Held-to-maturity investments**

Held-to-maturity investments category comprises of debt instruments that are quoted in an active market and the Group or the Company has the positive intention and ability to hold them to maturity.

Financial assets categorised as held-to-maturity investments are subsequently measured at amortised cost using the effective profit rate method.

(c) **Loans and receivables**

Loans and receivables category comprises of debt instruments that are not quoted in an active market.

Financial assets categorised as loans and receivables are subsequently measured at amortised cost using the effective profit rate method.

(d) **Available-for-sale financial assets**

Available-for-sale category comprises of investment in equity and debt securities instruments that are not held for trading.

Investment in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost. Other financial assets categorised as available-for-sale are subsequently measured at their fair values with the gain or loss recognised in other comprehensive income, except for impairment losses, foreign exchange gains or losses arising from monetary items and gains and losses of hedged items attributable to hedge risks of fair values hedges which are recognised in profit or loss. On derecognition, the cumulative gain or loss recognised in other comprehensive income is reclassified from equity into profit or loss. Profit calculated for a debt instrument using the effective profit rate method is recognised in profit or loss.

All financial assets, except for those measured at fair value through profit or loss, are subject to review for impairment in accordance with Note 4(f)(i).

Financial liabilities

All financial liabilities are subsequently measured at amortised cost other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial liabilities that are specifically designated into this category upon initial recognition.

Derivatives that are linked to and must be settled by delivery of unquoted equity instruments whose fair values cannot be reliably measured are measured at cost.

Other financial liabilities categorised as fair value through profit or loss are subsequently measured at their fair values with the gain or loss recognised in profit or loss.

(iii) **Derecognition**

A financial asset or part of it is derecognised when, and only when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred to another party without retaining control or substantially all risks and rewards of the asset. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in the profit or loss.

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expires. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the profit or loss.

(c) **Property, plant and equipment**

(i) **Recognition and measurement**

Items of property, plant and equipment are stated at cost less any accumulated depreciation and any accumulated impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the asset to working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. The cost of self-constructed assets also includes the cost of materials and direct labour. For qualifying assets, borrowing costs are capitalised in accordance with the accounting policy on borrowing costs.

Cost also may include transfers from equity of any gain or loss on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

The cost of property, plant and equipment recognised as a result of a business combination is based on a fair value at acquisition date. The fair value of property is the estimated amount for which a property could be exchanged between knowledgeable wiling parties in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion.

The fair value of other items of plant and equipment is based on the quoted market prices for similar items when available and replacement cost when appropriate.

When significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The gain or loss on disposal of an item of property, plant and equipment is determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and is recognised net within "other income" and "other expenses" respectively in profit or loss.

(ii) **Subsequent costs**

The cost of a component part of an item or property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the component will flow to the Group or the Company, and its cost can be measured reliably. The carrying amount of the replaced component is derecognised to profit or loss. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

(iii) **Depreciation**

Depreciation is based on the cost of an asset, or other amount substituted for cost, less its residual value. Significant components of individual 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.

Depreciation is recognised in profit or loss on a straight line basis over the estimated useful lives of each component of an item of property, plant and equipment. Property, plant and equipment under construction are not depreciated until the assets are ready for their intended use. The estimated useful lives are at the following rates:

IT equipments	20 - 33 1/3%
Furniture and fittings	10%
Motor vehicles	10%
Office equipment	20%
Renovation and improvement	10%

Depreciation methods, useful lives and residual value are reviewed and adjusted as appropriate at end of the reporting period.

(d) **Intangible asset**

(i) **Other intangible assets**

Intangible assets, other than goodwill, that are acquired by the Group, which have finite useful lives are measured at cost less any accumulated amortisation and any accumulated impairment losses.

(ii) **Subsequent expenditure**

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

(iii) **Amortisation**

Amortisation is based on the cost of an asset less its residual value.

Goodwill and intangible assets with indefinite useful lives are not amortised but are tested for impairment annually and whenever there is an indication that they may be impaired.

Other intangible assets are amortised from the date that they are available for use.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets from the date that they are available for use.

The estimated useful lives for the current and comparative periods are as follows:

- Patents and trademarks 10 years

Amortisation methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted, if appropriate.

(e) **Cash and cash equivalents**

Cash and cash equivalents consist of cash in hand, bank balances and deposits with banks and highly liquid investments which have an insignificant risk of changes in value with original maturities of three months or less. For the purpose of the statement of cash flows, cash and cash equivalents are presented net of bank overdrafts and pledged deposits.

Cash and cash equivalents are categorised and measured as loans and receivables in accordance with policy Note 4(b)(ii).

(f) **Impairment**

(i) **Financial assets**

An impairment loss in respect of loans and receivables is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account.

(ii) **Other assets**

The carrying amounts on other assets are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, than the asset's recoverable amount is estimated.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash flows of other assets or groups of asset (the "cash-generating unit").

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows 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.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount.

Impairment losses are recognised in the profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (groups of units) on a *pro rata* basis.

Impairment losses recognised in prior periods are assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount since the last impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversals of impairment losses are credited to profit or loss in the year in which the reversals are recognised.

(g) **Other investments**

Other investment is stated at cost less provision for diminution in value of investment to recognise any decline, other than a temporary decline, in the value of the investments.

(h) **Provisions**

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessment of a time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(i) **Revenue**

(i) **Services**

Revenue represents the invoiced value of services rendered after allowance for commission paid to agents.

(ii) **Government grants**

Government grants are recognised initially as deferred income at fair value when there is reasonable assurance that they will be received and the Group will comply with the conditions associated with the grant and are then recognised in profit or loss as other income on a systematic basis over the useful life of the asset.

Grants that compensate the Group for expenses incurred are recognised in profit or loss as other income on a systematic basis in the same periods in which the expenses are recognised.

(j) **Income tax**

Income tax expense comprises current and deferred tax. Income tax expense is recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted by the end of the reporting period, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities in the statement of financial position and their tax bases.

Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit nor loss.

Deferred tax is measured at the tax rates that are expected to apply to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the end of the reporting period.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at the end of each reporting period and are reduced to the extent that is no longer probable that the related tax benefit will be realised.

A tax incentive that is not a tax base of an asset is recognised as a reduction of tax expense in profit or loss as and when it is granted and claimed. Any unutilised portion of the tax incentive is recognised as a deferred tax asset to the extent that it is probable that future taxable profits will be available against which the unutilised tax incentive can be utilised.

(k) **Employee benefits**

Short term employee benefits

Short-term employee benefit obligations in respect of salaries, annual bonuses, paid annual leave and sick leave are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

The Company's contributions to statutory pension funds are charged to profit or loss in the year to which they relate. Once the contributions have been paid, the Company has no further payment obligations.

(l) **Foreign currency transaction**

Transactions in foreign currencies are translated to the respective functional currencies of the Group entities at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the end of the reporting period are translated to the functional currency at the exchange rate at the date.

Non-monetary assets and liabilities denominated in foreign currencies are not translated at the end of the reporting date, except for those that are measured at the fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined.

Foreign currency differences arising on retranslation are recognised in profit arising on the retranslation of available-for-sale equity instruments or a financial instrument designated as a hedge of currency risk, which are recognised in other comprehensive income.

The closing rate used in the translation is as follows:

JPY100 RM 3.9442 (2015: JPY100 RM3.5645)

(m) **Inventories**

Antivirus software is mea sured at the lower of cost and net realisable value. The cost of inventories is based on the first in, first out principle.

5. PROPERTY, PLANT AND EQUIPMENT

Group and Company

	COST				
	Balance as at 1.1.2016 RM	Additions RM	Transfers RM	Disposals/ Adjustment RM	Balance as at 31.12.2016 RM
IT equipment	4,829,520	1,049,696	2,807,638	(438,129)	8,248,725
Furniture and fittings	231,043	21,216	-	(28,155)	224,104
Motor vehicles	155,346	-	-	-	155,346
Office equipment	262,844	25,857	-	-	288,701
Renovation and improvement	908,882	26,140	-	-	935,022
Capital work-in -progress	2,940,685	88,668	(2,807,638)	(165,420)	56,295
	9,328,320	1,211,577	-	(631,704)	9,908,193

	ACCUMULATED DEPRECIATION			
	Balance as at 1.1.2016		**Disposals/**	**Balance as at**
	RM	**Additions RM**	**Adjustment RM**	**31.12.2016 RM**
IT equipment	**4,191,756**	**517,925**	**(438,102)**	**4,271,579**
Furniture and fittings	**149,606**	**23,281**	**(21,607)**	**151,280**
Motor vehicles	**23,303**	**31,069**	**-**	**54,372**
Office equipment	**184,609**	**33,714**	**-**	**218,323**
Renovation and improvement	**639,169**	**91,760**	**-**	**730,929**
Capital work-in-progress	-	-	-	-
	5,188,443	**697,749**	**(459,709)**	**5,426,483**

	NET CARRYING VALUE		Depreciation
	2016	2015	2015
	RM	RM	RM
IT equipment	**3,977,146**	637,764	284,400
Furniture and fittings	**72,824**	81,437	22,947
Motor vehicles	**100,974**	132,043	37,867
Office equipment	**70,378**	78,235	36,259
Renovation and improvement	**204,093**	269,713	90,905
Capital work-in-progress	**56,295**	2,940,685	-
	4,481,710	4,139,877	472,378

Included in property, plant and equipment of the Group are fully depreciated assets which are still in use as follows:

	Group and Company	
	2016	2015
	RM	RM
IT equipment	**3,481,506**	2,118,215
Furniture and fittings	**870**	-
Office equipment	**87,754**	41,957
	3,570,130	2,160,172

Included in property, plant and equipment of the Group are assets with carrying values of RM3,924,976 (2015: RM479,709) which were acquired using the grants received from Ministry of Science, Technology and Innovation ("MOSTI") and Ministry of Communications and Multimedia Malaysia ("KKMM").

Included in property, plant and equipment of the Group are Capital work-in-progress amounting to RM56,295 (2015: RM2,940,685) which consists of progress payments made by the Company for the purchases of software.

6. INTANGIBLE ASSETS

	Group and Company	
	2016	2015
	RM	RM
Trademarks		
Cost		
At 1 January	**36,956**	27,002
Additions for the year	**-**	9,954
Disposal made during the year	**(1,467)**	-
At 31 December	**35,489**	36,956
Accumulated amortisation		
At 1 January	**3,544**	-
Charged for the year	**7,353**	3,544
At 31 December	**10,897**	3,544
Net carrying amount		
At 31 December	**24,592**	33,412

7. INVESTMENT IN A SUBSIDIARY

	Company	
	2016	2015
	RM	RM
Unquoted shares, at cost	**2**	2

The subsidiary incorporated in Malaysia, is:

	Paid up capital	Group's effective interest (%)		Principal
Name of company	RM	2016	2015	activity
Ebiz1 Asia Sdn. Bhd.	**2**	**100**	100	Dormant

8. TRADE RECEIVABLES

	Group and Company	
	2016	2015
	RM	RM
Trade receivables	**2,448,558**	1,551,685
Less: Accumulated impairment losses	**(383,730)**	(383,730)
	2,064,828	1,167,955

9. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	Group and Company	
	2016	2015
	RM	RM
Other receivables	**541,430**	1,159,331
Deposits and prepayments	**410,000**	340,874
	951,430	1,500,205

10. AMOUNT DUE FROM A SUBSIDIARY COMPANY

The amount is unsecured, interest free and repayable on demand.

11. OTHER INVESTMENTS

	Group and Company	
	2016	2015
	RM	RM
Deposits with licensed banks	**17,500,000**	14,000,000

In accordance with MFRS 107, cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes. For an investment to qualify as a cash equivalent it must be readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value. Therefore, an investment normally qualifies as a cash equivalent only when it has a short maturity of, say, three months or less from the date of acquisition.

12. CASH AND CASH EQUIVALENTS

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
Cash in hand and at banks	**4,227,287**	5,335,134	**4,227,285**	5,335,132
Deposits with licensed banks	**29,520,000**	26,418,000	**29,520,000**	26,418,000
	33,747,287	31,753,134	**33,747,285**	31,753,132
Less: Other investments (deposit more than 3 months)	**(17,500,000)**	(14,000,000)	**(17,500,000)**	(14,000,000)
	16,247,287	17,753,134	**16,247,285**	17,753,132

13. OTHER PAYABLES AND ACCRUALS

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
Other payables	**436,087**	858,594	**436,087**	858,594
Accruals	**1,256,501**	800,275	**1,253,941**	797,625
	1,692,588	1,658,869	**1,690,028**	1,656,219

14. DEFERRED INCOME

	Group and Company	
	2016	2015
	RM	RM
Government grants	**8,551,408**	7,621,764
Domain name registrations	**2,586,950**	2,599,274
	11,138,358	10,221,038

Government Grants

	Group and Company	
	2016	2015
	RM	RM
Balance at the beginning of the year	**7,621,764**	9,045,632
Additions during the year	**7,535,400**	6,698,000
	15,157,164	15,743,632
Credit recognised for government grants in the income statements	**(6,605,756)**	(8,121,868)
Balance at the end of year	**8,551,408**	7,621,764

Domain Name Registrations

Domain name registration and renewal revenue received in advance from customers and resellers are accounted for as deferred income and recognised over the respective periods to correlate with the service obligations or actual usage, as applicable.

15. DEFERRED TAXATION

	Group and Company	
	2016	2015
	RM	RM
As at beginning of the financial year	**7,600**	3,700
Deferred tax expense relating to origination and reversal of temporary differences (Note 20)	**-**	3,900
Balance at the end of year	**7,600**	7,600

The balance in the deferred taxation is made up of tax effects of temporary differences arising from:

	Group and Company	
	2016	2015
	RM	RM
Capital allowances in excess of depreciation	**7,600**	7,600

16. REVENUE

	Group and Company	
	2016	2015
	RM	RM
Domain name subscriptions	**11,422,535**	9,932,756
Resellers maintenance fee	**174,000**	188,790
Business Online Bundle (BOB)	**208,726**	-
Hosting Fees	**46,905**	-
Antivirus	**44,060**	-
Email	**17,100**	-
	11,913,326	10,121,546

17. COST OF SERVICES RENDERED

	Group and Company	
	2016	2015
	RM	RM
Customer service centre	**410,400**	111,167
Network and data centre fee	**1,006,475**	864,577
Cost of personnel:		
- salaries	**2,476,618**	2,109,770
- allowances	**34,591**	-
- EPF contributions	**353,984**	412,799
- SOCSO contributions	**28,970**	22,273
- Human Resources Development Fund (HRDF)	**37,629**	21,640
Depreciation	**517,925**	284,400
	4,866,592	3,826,626

18. OTHER INCOME

	Group and Company	
	2016	2015
	RM	RM
Government grant		
- development	**430,936**	102,119
- operating	**6,174,820**	8,019,748
Interest income	**1,081,736**	970,617
Miscellaneous	**320,432**	580,366
Training and seminar	**793,802**	1,009,710
Trade payables written off	-	17,775
	8,801,726	10,700,335

19. EXCESS OF INCOME OVER EXPENDITURES

Excess of income over expenditures is arrived at after charging the following items:

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
Auditors' remuneration	**24,500**	24,500	**23,000**	23,000
Amortisation	**7,353**	3,544	**7,353**	3,544
Depreciation	**697,749**	472,378	**697,749**	472,378
Directors' remuneration	**229,000**	214,323	**229,000**	214,323
Impairment losses	-	383,730	-	383,730
Loss on disposal of property, plant and equipment	**1,160**	97,919	**1,160**	97,919
Trademark written off	**1,467**	-	**1,467**	-
Rental of premises	**588,108**	544,880	**588,108**	544,880
Rental of photocopy machine	**9,800**	6,732	**9,800**	6,732

20. TAXATION

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
Current income tax expense	**1,890,000**	2,000,000	**1,890,000**	2,000,000
Over provision of taxation in prior years	**(177,414)**	(133,525)	**(177,414)**	(133,525)
Deferred tax expense relating to origination and reversal of temporary differences (Note 15)	-	3,900	-	3,900
	1,712,586	1,870,375	**1,712,586**	1,870,375

Reconciliation of tax expense with excess of income over expenditures:

	Group		Company	
	2016	2015	**2016**	2015
	RM	RM	**RM**	RM
Excess of income over expenditures	**5,772,846**	6,489,270	**5,779,170**	6,496,120
Tax at the current income tax rate of 28% (2015: 25%)	**1,616,397**	1,687,210	**1,618,168**	1,688,991
Tax effect in respect of:				
Non-allowable expenses	**2,226,609**	2,450,308	**2,224,838**	2,448,527
Non-taxable income	**(1,919,469)**	(2,111,685)	**(1,919,469)**	(2,111,685)
Utilisation of capital allowances	**(33,537)**	(25,833)	**(33,537)**	(25,833)
Over provision of taxation in prior years	**(177,414)**	(133,525)	**(177,414)**	(133,525)
Deferred tax expense relating to origination and reversal of temporary differences	-	3,900	-	3,900
Tax expense	**1,712,586**	1,870,375	**1,712,586**	1,870,375

21. STAFF COSTS

	Group and Company	
	2016	2015
	RM	RM
Salaries, allowances and bonus	**4,561,698**	3,512,949
EPF contributions	**769,531**	601,547
SOCSO contributions	**44,253**	29,919
Other staff related expenses	**37,629**	32,829
	5,413,111	4,177,244

Included in staff cost is an amount of RM2,931,792 (2015: RM2,566,482) treated as cost of personnel disclosed in the Group's and the Company's cost of sales. The number of employees in the Group and the Company at the end of the financial year was 65 (2015: 58).

22. CAPITAL COMMITMENT

Capital expenditure for property, plant and equipment approved by the Directors but not provided for in the financial statements.

	Group and Company	
	2016	2015
	RM	RM
Authorised and contracted for:		
Capital expenditure for property, plant and equipment	**-**	607,557
Capital expenditure for consultancy and hardware and software maintenance	**-**	2,144,505
	-	2,752,062

23. CAPITAL RISK MANAGEMENT

The Group regularly reviews and manages its capital to ensure adequacy for both operational and capital needs. All surpluses are transferred to the accumulated funds for future operational needs.

For the purposes of capital disclosure, the Board regards the accumulated funds as capital of the Group.

24. FINANCIAL INSTRUMENTS

(a) Categories of financial instruments

The table below provides an analysis of financial instruments categorised as follows:

(i) Loans and receivables (L&R);

(ii) Financial liabilities measured at amortised cost (FL).

2016	Carrying amount RM	L&R/ (OL) RM
Group		
Financial assets		
Trade and other receivables	**3,016,258**	**3,016,258**
Other investments	**17,500,000**	**17,500,000**
Cash and cash equivalents	**16,247,287**	**16,247,287**
	36,763,545	**36,763,545**
Financial liabilities		
Trade and other payables	**(1,875,569)**	**(1,875,569)**

2016	Carrying amount RM	L&R/ (OL) RM
Company		
Financial assets		
Trade and other receivables	**3,016,258**	**3,016,258**
Amount due from a subsidiary company	**148,304**	**148,304**
Other investments	**17,500,000**	**17,500,000**
Cash and cash equivalents	**16,247,285**	**16,247,285**
	36,911,847	**36,911,847**
Financial liabilities		
Trade and other payables	**(1,873,009)**	**(1,873,009)**

2015	Carrying amount RM	L&R/ (OL) RM
Group		
Financial assets		
Trade and other receivables	2,668,160	2,668,160
Other investments	14,000,000	14,000,000
Cash and cash equivalents	17,753,134	17,753,134
	34,421,294	34,421,294
Financial liabilities		
Trade and other payables	(2,836,298)	(2,836,298)

2015	Carrying amount RM	L&R/ (OL) RM
Company		
Financial assets		
Trade and other receivables	2,668,160	2,668,160
Amount due from a subsidiary company	141,890	141,890
Other investments	14,000,000	14,000,000
Cash and cash equivalents	17,753,132	17,753,132
	34,563,182	34,563,182
Financial liabilities		
Trade and other payables	(2,833,648)	(2,833,648)

(b) **Financial risk management**

The Group and the Company have exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk

(c) **Credit risk**

Credit risk is the risk of a financial loss to the Group and the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Group and the Company's exposure to credit risk arises principally from its receivables from customers and loans and advances to related companies.

(i) **Receivables**

Risk management objectives, policies and processes for managing the risk

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Normally, credit evaluations are performed on customers requiring credit over a certain amount.

Exposure to credit risk, credit quality and collateral

As at the end of the reporting period, the Group and the Company have only domestic receivables. The maximum exposure to credit risk arising from receivables is represented by the carrying amounts in the statement of financial position.

Management has taken reasonable steps to ensure that receivables that are neither past due nor impaired are stated at their realisable values. A significant portion of these receivables are regular customers that have been transacting with the Group and the Company. The Group and the Company use ageing analysis to monitor the credit quality of the receivables. Any receivables having significant balances past due more than 60 days, which are deemed to have higher credit risk, are monitored individually.

Impairment losses

The Group and the Company maintain an ageing analysis in respect of trade receivables only. The ageing of trade receivables as at the end of the reporting period was:

	Gross RM	Individual impairment RM	Net RM
2016			
Group and Company			
Past due 0-30 days	**2,052,581**	**-**	**2,052,581**
Past due 31-120 days	**372**	**-**	**372**
Past due more than 120 days	**395,605**	**(383,730)**	**11,875**
	2,448,558	**(383,730)**	**2,064,828**

	Gross RM	Individual impairment RM	Net RM
2015			
Group and Company			
Past due 0-30 days	1,163,000	-	1,163,000
Past due 31-120 days	4,955	-	4,955
Past due more than 120 days	383,730	(383,730)	-
	1,551,685	(383,730)	1,167,955

The movements in the provision for impairment losses of trade receivables during the year were:

	Group and Company	
	2016	2015
	RM'000	RM'000
At 1 January	**383,730**	-
Impairment loss recognised	-	383,730
At 31 December	**383,730**	383,730

The allowance account in respect of trade receivables is used to record impairment losses. Unless the Group and the Company are satisfied that recovery of the amount is possible, the amount considered is irrecoverable is written off against the receivables directly.

(d) **Liquidity risk**

Liquidity risk is the risk that the Group and the Company will not be able to meet its financial obligations as they fall due. The Group and the Company exposure to liquidity risk arises principally from its various payables and loans.

The Group and the Company maintain a level of cash and cash equivalents deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they fall due.

(e) **Fair value of financial instruments**

The carrying amounts of cash and cash equivalents, short term receivables and payables approximate fair values due to the relatively short term nature of these financial instruments.

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