

**M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**For the twelve (12) months ended 30 June 2012**  
**(THE FIGURES HAVE NOT BEEN AUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	2012 Quarter Ended 30-Jun-12 RM'000	2011 Quarter Ended 30-Jun-11 RM'000	2012 Year to date 30-Jun-12 RM'000	2011 Year to date 30-Jun-11 RM'000
<b>Revenue</b>	14,156	14,213	56,504	51,002
Operating Expenses	(12,763)	(11,885)	(49,169)	(43,978)
<b>Profit from Operations</b>	<u>1,393</u>	<u>2,328</u>	<u>7,335</u>	<u>7,024</u>
Interest income/(expense)	87	(9)	257	125
Share of results of jointly controlled entity	(12)	(13)	(33)	(13)
<b>Profit before taxation</b>	<u>1,468</u>	<u>2,306</u>	<u>7,559</u>	<u>7,136</u>
Income tax expense	(435)	(614)	(2,226)	(1,623)
Net profit for the period	<u><u>1,033</u></u>	<u><u>1,692</u></u>	<u><u>5,333</u></u>	<u><u>5,513</u></u>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences	318	687	1	(525)
Revaluation of land and buildings	-	-	-	-
Other comprehensive income for the period, net of tax	<u>318</u>	<u>687</u>	<u>1</u>	<u>(525)</u>
<b>Total comprehensive income for the period</b>	<u><u>1,351</u></u>	<u><u>2,379</u></u>	<u><u>5,334</u></u>	<u><u>4,988</u></u>
<b>Attributable to:</b>				
Equity holders of the Company	735	1,462	4,075	4,713
Non-controlling interests	298	230	1,258	800
	<u><u>1,033</u></u>	<u><u>1,692</u></u>	<u><u>5,333</u></u>	<u><u>5,513</u></u>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	1,031	1,902	4,189	4,325
Non-controlling interests	320	477	1,145	663
	<u><u>1,351</u></u>	<u><u>2,379</u></u>	<u><u>5,334</u></u>	<u><u>4,988</u></u>
<b>Earnings per share</b>				
Basic / Diluted (sen)	0.46	0.90	2.52	2.91

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)

**M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)**  
(Incorporated in Malaysia)

**NOTES TO CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**For the twelve (12) months ended 30 June 2012**  
**(THE FIGURES HAVE NOT BEEN AUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	2012 Quarter Ended 30-Jun-12 RM'000	2011 Quarter Ended 30-Jun-11 RM'000	2012 Year to date 30-Jun-12 RM'000	2011 Year to date 30-Jun-11 RM'000
The following items have been included in arriving at profit before tax:				
Amortisation of product development expenditure	341	311	1,238	1,145
Bad debts written off	(12)	-	504	-
Depreciation of plant and equipment	255	259	1,166	1,091
Gain/(loss) on disposal of plant and equipment	2	(13)	2	(13)
<u>Gain/(loss) on foreign exchange translation</u>				
- Realised	31	-	(82)	-
- Unrealised	(154)	138	67	138
<u>Interest income/(expense)</u>				
- Interest expense	(3)	(9)	(7)	(9)
- Interest income	90	-	264	134
	<u>87</u>	<u>(9)</u>	<u>257</u>	<u>125</u>
Plant and equipment written off	-	23	-	23
Provision for doubtful debts	-	-	7	-
Share of results of jointly controlled entity	(12)	-	(33)	-

There is no income/expenses in relation to the below items :

- investment income;
- gain or loss on disposal of quoted or unquoted investments or properties;
- impairment of assets;
- gain/loss on derivatives; and
- exceptional items (Otherwise disclosed).

**M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at 30 June 2012**

	<b>(UNAUDITED)</b> <b>As at</b> <b>30-Jun-12</b> <b>RM'000</b>	<b>(AUDITED)</b> <b>As at</b> <b>30-Jun-11</b> <b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	4,289	4,096
Intangible assets	1,626	1,190
Interest in jointly controlled entity	1,016	431
Deferred tax asset	-	108
Goodwill on consolidation	13,029	12,982
	<u>19,960</u>	<u>18,807</u>
<b>Current Assets</b>		
Cash in transit	26	-
Goods in transit	199	-
Inventories	8,259	6,951
Trade and other receivables	16,647	15,055
Cash and bank balances	19,214	20,169
	<u>44,345</u>	<u>42,175</u>
<b>TOTAL ASSETS</b>	<u>64,305</u>	<u>60,982</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Current Liabilities</b>		
Trade and other payables	9,545	9,350
Dividend payable	-	810
Bank borrowings	793	27
Amount due to director	8	-
Income tax payable	542	616
	<u>10,888</u>	<u>10,803</u>
<b>Non-current Liabilities</b>		
Bank borrowings	152	35
Deferred tax liabilities	135	290
	<u>287</u>	<u>325</u>
<b>TOTAL LIABILITIES</b>	<u>11,175</u>	<u>11,128</u>
<b>Net Assets</b>	<u>53,130</u>	<u>49,854</u>
<b>Equity attributable to owners of the parent</b>		
Share capital	16,352	16,352
Share premium	2,352	2,352
Treasury shares	(566)	(316)
Retained earnings	31,968	29,512
Foreign exchange reserve	(1,023)	(1,137)
	<u>49,083</u>	<u>46,763</u>
<b>Non-controlling interests</b>	<u>4,047</u>	<u>3,091</u>
<b>Total equity</b>	<u>53,130</u>	<u>49,854</u>
<b>Total equity and liabilities</b>	<u>64,305</u>	<u>60,982</u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	30.49	28.88

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)

**M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For the twelve (12) months ended 30 June 2012**

	< ----- Attributable to Equity Holders of the Parent ----- >						Non-Controlling Interests	Total
	Share Capital	Share Premium	Treasury Shares	Translation Reserve	Retained Profit	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Twelve (12) months ended 30 June 2012</b>								
Balance at 1 July 2011	16,352	2,352	(316)	(1,137)	29,512	46,763	3,091	49,854
Total comprehensive income for the period	-	-	-	114	4,075	4,189	1,145	5,334
<b>Transactions with owners</b>								
Purchase of treasury shares	-	-	(250)	-	-	(250)	-	(250)
Dividend paid	-	-	-	-	(1,619)	(1,619)	(189)	(1,808)
Balance at 30 June 2012	16,352	2,352	(566)	(1,023)	31,968	49,083	4,047	53,130
<b>Twelve (12) months ended 30 June 2011</b>								
Balance at 1 July 2010	16,352	2,352	(309)	(749)	26,006	43,652	2,683	46,335
Effects of adopting FRS139	-	-	-	-	400	400	-	400
	16,352	2,352	(309)	(749)	26,406	44,052	2,683	46,735
Total comprehensive income for the period	-	-	-	(388)	4,713	4,325	663	4,988
<b>Transactions with owners</b>								
Increase in share of net assets as a result of additional investment in a subsidiary	-	-	-	-	12	12	(12)	-
Purchase of treasury shares	-	-	(7)	-	-	(7)	-	(7)
Dividend paid	-	-	-	-	(1,619)	(1,619)	(243)	(1,862)
Balance at 30 June 2011	16,352	2,352	(316)	(1,137)	29,512	46,763	3,091	49,854

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)

**M3 TECHNOLOGIES (ASIA) BERHAD (482772-D)**  
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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**For the twelve (12) months ended 30 June 2012**

	<u>30-Jun-12</u> RM'000	<u>30-Jun-11</u> RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	7,559	7,136
Adjustment for :		
Amortisation of product development expenditure	1,238	1,145
Bad debts written off	504	-
Depreciation of plant and equipment	1,166	1,091
(Gain)/loss on disposal of plant and equipment	(2)	13
(Gain)/loss on foreign exchange translation - Unrealised	100	(138)
Hire purchase interest	7	9
Interest income	(264)	(134)
Plant and equipment written off	-	23
Provision for doubtful debts	7	-
Share of results of jointly controlled entity	33	13
Operating profit before working capital changes	<u>10,348</u>	<u>9,158</u>
Changes in working capital :		
(Increase)/Decrease in inventory	(1,308)	(3,315)
(Increase)/Decrease in receivables	(2,328)	(1,020)
Increase/(Decrease) in payables	848	3,683
Cash generated from operating activities	<u>7,560</u>	<u>8,506</u>
Tax paid	(2,347)	(1,349)
Interest received	264	134
<b>Net cash generated from operating activities</b>	<u>5,477</u>	<u>7,291</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment	(1,152)	(1,696)
Proceed from disposal of plant and equipment	3	3
Product development expenditure	(1,674)	(1,279)
Repayment of hire purchase creditor	(77)	(9)
Advance to jointly controlled entity	(618)	(444)
<b>Net cash used in investing activities</b>	<u>(3,518)</u>	<u>(3,425)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid to shareholders of the Company	(2,429)	(810)
Dividend paid by subsidiaries to non-controlling interests	(189)	(243)
Purchase of treasury shares	(250)	(7)
<b>Net cash used in from financing activities</b>	<u>(2,868)</u>	<u>(1,060)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(909)	2,806
<b>EFFECT OF EXCHANGE RATE CHANGES</b>	(46)	(335)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>20,169</u>	<u>17,698</u>
<b>CASH AND CASH EQUIVALENTS AT QUARTER END</b>	<u>19,214</u>	<u>20,169</u>

The cash and cash equivalents at beginning of year and quarter end represents cash on hand and at bank.

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2011)