

Financial Results

Reference No.

Submitting Merchant Bank
(If applicable)

Company Name

ORIENTED MEDIA GROUP BERHAD ("OMEDIA")

Stock Name

OMEDIA

Contact Person

Designation

DIRECTOR

Part A1: QUARTERLY REPORT

Financial Year End

30 JUNE 2016

Quarter

2

Quarterly report for the
financial period ended

31 DECEMBER 2015

The figures

Have not been audited

Part A2: SUMMARY OF KEY FINANCIAL INFORMATION

Summary of Key Financial Information for the financial period ended

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	2015	2014	2015	2014
	31.12.2015 RM '000	31.12.2014 RM '000	31.12.2015 RM '000	31.12.2014 RM '000
1 Revenue	118	364	460	891
2 Profit/(loss) before tax	(157)	(119)	(154)	(132)
3 Profit/(loss) for the period	(157)	(119)	(154)	(132)
4 Net profit/(loss) attributable to ordinary equity holders of the parent	(157)	(119)	(154)	(132)
5 Basic earnings/(loss) per share (sen)	(0.07)	(0.06)	(0.07)	(0.06)
6 Proposed/Declared Dividend per share (sen)	Nil	Nil	Nil	Nil
	AS AT END OF CURRENT QUARTER*		AS AT PRECEDING FINANCIAL YEAR ENDED	
7 Net assets per share attributable to ordinary equity holders of the parent (RM)	0.0279		0.0270	

PART A3: ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	2015	2014	2015	2014
	31.12.2015 RM '000	31.12.2014 RM '000	31.12.2015 RM '000	31.12.2014 RM '000
1 Gross interest income	1	37	8	76
2 Gross interest expense	0	0	0	0

ORIENTED MEDIA GROUP BERHAD (517487-A)

(Incorporated in Malaysia)

**CONDENSED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**

	3 Months Ended		6 Months Ended		Cumulative	
	1st Quarter 30 Sept	1st Quarter 30 Sept	2nd Quarter 31-Dec	2nd Quarter 31-Dec	Quarter Ended 31 Dec	2014 RM
Revenue	2015 RM	2014 RM	2015 RM	2014 RM	2015 RM	2014 RM
Cost of sales	342,055	527,071	117,727	363,880	459,782	890,951
GROSS PROFIT	(87,937)	(501,050)	(62,192)	(350,000)	(150,129)	(851,050)
Other operating income	254,118	26,021	55,535	13,880	309,653	39,901
Administrative expenses	7,221	112,150	705	38,343	7,926	150,493
OPERATING PROFIT/(LOSS)	(258,602)	(151,240)	(212,791)	(171,598)	(471,393)	(322,838)
Finance costs	2,737	(13,069)	(156,551)	(119,375)	(153,814)	(132,444)
PROFIT/(LOSS) BEFORE TAXATION	0	0	0	-	0	-
Taxation	2,737	(13,069)	(156,551)	(119,375)	(153,814)	(132,444)
PROFIT/(LOSS) NET OF TAX	2,737	(13,069)	(156,551)	(119,375)	(153,814)	(132,444)
Other comprehensive income	595,857	-	(268,705)	-	327,152	-
Foreign currency translation	595,857	-	(268,705)	-	327,152	-
Other comprehensive income for the quarter, net of tax	595,857	-	(268,705)	-	327,152	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE QUARTER	598,594	(13,069)	(425,256)	(119,375)	173,338	(132,444)
Profit/(Loss) attributable to:						
Owners of the parent	2,737	(13,069)	(156,551)	(119,375)	(153,814)	(132,444)
Non-controlling interests	-	-	-	-	-	-
Total comprehensive income/(loss) attributable to:						
Owners of the parent	598,594	(13,069)	(425,256)	(119,375)	173,338	(132,444)
Non-controlling interests	598,594	(13,069)	(425,256)	(119,375)	173,338	(132,444)
Loss per share attributable to equity holders of the Company:						
Basic (sen)	0.00	(0.01)	(0.07)	(0.06)	(0.07)	(0.06)
Diluted (sen)	N/A	N/A	N/A	N/A	N/A	N/A

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

ORIENTED MEDIA GROUP BERHAD (517487-A)

(Incorporated in Malaysia)

**CONDENSED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015
STATEMENT OF FINANCIAL POSITION**

	2015 31 DECEMBER RM	AUDITED 2015 30 JUNE RM
ASSETS		
Non-current assets		
Property, plant and equipment	757,246	927,334
Total Non-current assets	757,246	927,334
Current assets		
Trade and other receivables	1,857,001	2,024,071
Tax recoverable	33,480	32,320
Fixed deposits placed with licensed banks	-	31,842
Cash and bank balances	4,689,381	4,064,441
Total Current Assets	6,579,862	6,152,674
TOTAL ASSETS	7,337,108	7,080,008
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company:		
Share capital	21,348,960	21,348,960
Share premium	5,220,460	5,220,460
Retained profits	(20,937,955)	(20,784,141)
Foreign exchange translation reserve	315,143	(12,009)
Reserves	(15,402,352)	(15,575,690)
Shareholders' funds	5,946,608	5,773,270
Non-controlling interests	-	-
Total equity	5,946,608	5,773,270
Current liabilities		
Trade and other payables	1,390,500	1,306,738
Bank overdraft	-	-
Total Current Liabilities	1,390,500	1,306,738
TOTAL LIABILITIES	1,390,500	1,306,738
TOTAL EQUITY AND LIABILITIES	7,337,108	7,080,008

Notes:

i. The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements

ORIENTED MEDIA GROUP BERHAD (517487-A)

(Incorporated in Malaysia)

**CONDENSED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**

	Attributable to equity holders of the parent							Equity attributable to owners of the parent	Non-controlling Interests	Total Equity
	Issued Capital RM	Share Premium RM	Translation Reserve RM	Share Option Reserve RM	Accumulated Losses RM	RM	RM	RM	RM	
2nd Quarter ended 31 December 2015										
As at 1 July 2015	21,348,960	5,220,460	(12,009)	-	(20,784,141)	5,773,270	-	5,773,270		
Total comprehensive loss	-	-	327,152	-	(153,814)	173,338	-	173,338		
Transaction with owners:										
Share issuance expenses	-	-	-	-	-	-	-	-		
As at 31 December 2015	<u>21,348,960</u>	<u>5,220,460</u>	<u>315,143</u>	<u>-</u>	<u>(20,937,955)</u>	<u>5,946,608</u>	<u>-</u>	<u>5,946,608</u>		
2nd Quarter ended 31 December 2014										
As at 1 July 2014	21,348,960	5,220,460	(184,388)	-	(19,378,415)	7,006,617	50,790	7,057,407		
Total comprehensive loss	-	-	-	-	(132,444)	(132,444)	-	(132,444)		
Prior year adjustments	-	-	-	-	(113,399)	(113,399)	-	(113,399)		
Transaction with owners:										
Issue of Ordinary Shares	-	(28,499)	-	-	-	(28,499)	-	(28,499)		
As at 31 December 2014	<u>21,348,960</u>	<u>5,191,961</u>	<u>(184,388)</u>	<u>-</u>	<u>(19,624,258)</u>	<u>6,732,275</u>	<u>50,790</u>	<u>6,783,065</u>		

ORIENTED MEDIA GROUP BERHAD (517487-A)
(Incorporated in Malaysia)

**CONDENSED INTERIM FINANCIAL REPORT
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015
STATEMENT OF CASH FLOW (UNAUDITED)**

	6 months ended 31.12.2015 (RM)	12 months ended 30.06.2015 (RM)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(153,814)	(1,191,283)
Adjustments for :		
Depreciation	181,142	351,497
Interest income	(7,926)	(114,953)
Loss on disposal of the subsidiaries	-	922,653
Impairment loss on trade receivable	-	113,400
Impairment loss on goodwill	-	4,342
Operating profit before working capital changes	19,402	85,656
Changes in Working Capital:		
Receivables	167,070	(1,458,161)
Payables	83,762	1,933
Cash generated from operations	270,234	(1,370,572)
Tax paid	(1,160)	(2,733)
Net Operating Cash Flows	269,074	(1,373,305)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	7,926	114,953
Purchase of property, plant & equipment	(1,749)	(121,571)
Sale of subsidiaries, net of cash disposed	-	(2,010)
Net Investing Cash Flows	6,177	(8,628)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	275,251	(1,381,933)
EFFECTS OF EXCHANGE RATE CHANGES	317,847	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	4,096,283	5,478,216
CASH AND CASH EQUIVALENTS AT END OF PERIOD	4,689,381	4,096,283
Note: Cash and cash equivalents	31.12.2015	30.06.2015
Cash and bank balance	4,689,381	4,064,441
Fixed deposit placed with licensed banks	-	31,842
	4,689,381	4,096,283
Less: Bank overdraft	-	-
Cash and cash equivalents	4,689,381	4,096,283

(The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.)

ORIENTED MEDIA GROUP BERHAD (517487-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

A Explanatory Notes Pursuant to Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting

A1. Basis of Preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting, and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (for the ACE Market), and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2015.

The Group has adopted the MFRS framework issued by Malaysian Accounting Standards board ("MASB") with effect from 1st July 2012. In this condensed consolidated interim financial statements, MFRS 1: First time Adoption of Malaysian Financial Reporting Standards, has been adopted in the transition to MFRS framework. The transition from FRS framework to MFRS framework does not have any significant financial impact to the financial statements of the Group as the accounting policies adopted under the previous FRS framework were already in line with the requirements of the MFRS framework.

A2. Audit Report of the Preceding Annual Financial Statements

The auditors' report of the preceding annual financial statements was not subject to any qualification.

A3. Seasonal or Cyclical Factors of Interim Operations

There were no seasonal or cyclical factors affecting the results of the Group for the current interim period.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income, or Cash

There were no items affecting assets, liabilities, equity, net income, or cash that are unusual in nature, size or incidence for the current interim period.

A5. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current interim period.

A6. Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares during the current quarter under review.

A7. Dividend paid

The Board does not recommend any dividend for the current interim period.

A8. Segmental Information

Business Segment

The Group is primarily operated in information technology and e-commerce business as a single business segment, therefore segmental reporting by business segment is deemed not necessary.

Geographical segment

In determining the geographical segments of the Group, segment revenue is based on the geographical location of customers.

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/2015	Comparative Quarter Ended 31/12/2014	Current 12-months 31/12/2015	Comparative 12-months 31/12/2014
	RM	RM	RM	RM
Malaysia	-	363,880	-	890,951
China	117,727	-	459,782	-
	<u>117,727</u>	<u>363,880</u>	<u>459,782</u>	<u>890,951</u>

A9. Valuations of Property, Plant and Equipment

The property, plant and equipment were acquired at cost during the current interim period.

A10. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the current quarter under review up to the date of this quarterly report

A11. Changes in the Composition of the Group

There were no other material changes to the composition of the Group for the current quarter under review.

A12. Contingent Liabilities/Contingent Assets

The Group does not have any contingent liabilities and contingent assets as at the date of this quarterly report.

A13. Capital commitments

The Group has no material capital commitments in respect of property, plant and equipment in the current quarter under review.

A14. Significant related party transactions

During the current quarter under review, the Directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group.

ORIENTED MEDIA GROUP BERHAD (517487-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (for ACE Market)

B1. Review of Performance

The Group recorded revenue of RM118,000 for the second quarter ended 31 December 2015 compared to the revenue RM364,000 recorded in the preceeding year of the corresponding quarter.

The Group has recorded a net loss after taxation of RM 157,000 for the second quarter ended 31 December 2015 which is higher compared to the net loss after taxation of RM 119,000 in the preceeding year of the corresponding quarter. This is due to the reduced revenue from Malaysia's operations in light of the overall challenging business sentiments as compared to corresponding quarter.

The main activities during the period are the provision of e-commerce business in developing, managing online trading platform and trading of equipment.

B2. Material changes in profit/(loss) before taxation for the current quarter as compared with the immediate

For the quarter ended 31 December 2015, the Group reported a lower revenue of RM0.12 million as compared to RM0.34 million achieved in the previous quarter ended 30 September 2015. The net loss recorded in this quarter is RM157,000 as compared to last quarter net profit of RM3,000 due to decrease billing for the current quarter under review.

The comparison between the current quarter and the immediate preceding quarter are as follows:-

	Current Quarter 31.12.2015	Previous Quarter 30.06.2015
Revenue	RM 117,727	RM 342,055
Profit/(Loss) before taxation	(156,551)	2,737

B3. Current Year Prospects

The Group will continue to derive its income from its trading activities and the development of internet based e-commerce platform. Nonetheless, the prospects revolving main challenging in light of the evolving IT industry as a whole.

B4. Forecasts of Profit After Tax

Not applicable as no forecast was disclosed in any public document.

B5. Tax Expenses

No tax expenses were provided during this quarter

B6. Unquoted Securities and/or Properties

There were no purchases or disposal of unquoted securities and/or properties for the current quarter and financial year-to-date under review.

B7. Quoted Securities

There were no purchases or disposals of quoted securities for the current quarter and financial year-to-date under review. The Group does not have any material investment in quoted securities as at the reporting date.

B8. Status of Corporate Proposals

Multiple Proposals

On 27 February 2015, the Company (or "Omedia") announced the following proposals:

(i) Proposed Rights Issue With Warrants

Renounceable rights issue of up to 426,979,200 new ordinary shares of RM0.10 each in Omedia together with up to 320,234,400 free detachable warrants in the Company on the basis of four (4) Right Shares together with three (3) free warrants for every two (2) existing shares held by entitled shareholders of Omedia on an entitlement date to be determined later;

(ii) Proposed ESOS Termination

Termination of the Company's existing employees' share option schedule which was established in 2009 and will expire in 2019;

B8. Status of Corporate Proposals (Cont'd)

Multiple Proposals (Cont'd)

(iii) Proposed New ESOS

Establishment of a new employees' share option schedule involving up to 30% of the issued and paid-up share capital of Omedia for the eligible directors and employees of the Company and its subsidiary;

(iv) Proposed Increase in Authorised Share Capital

Increase in the authorised share capital of the Company from Rm50,000,000 comprising 500,000,000 shares to RM200,000,000 comprising 2,000,000,000 Omedia shares.

(v) Proposed Amendment

Amendment to the Memorandum of Association of the Company.

The abovementioned multiple proposals have been approved by Bursa Malaysia Securities Berhad ("Bursa Securities") on 29 May 2015 and EGM-Shareholders on 2 July 2015 respectively.

The Company has obtained approval of Bursa Securities vide its letter dated 17 November 2015 for an extension of time of approximately three (3) months from 29 November 2015 up to 26 February 2016, for the Company to implement and complete the Rights Issue with Warrants.

The Proposed Right Issue with Warrants was completed on 27 January 2016 with the listing of and quotation for the following on the ACE Market of Bursa Securities.

- (i) 426,979,200 Rights Shares issued pursuant to the Rights Issue with Warrants; and
- (ii) 320,234,400 Warrants issued pursuant to the Rights Issue with Warrants.

Consequently, the issued and paid-up share capital of the Company increased from RM21,348,960 comprising 213,489,600 ordinary shares of RM0.10 each to RM64,046,880 comprising 640,468,800 ordinary shares of RM0.10 each with the completion of Rights Issue with Warrants.

B9. Group Borrowings and Debt Securities

The Group has no bank borrowings as at 31 December 2015.

B10. Profit/(Loss) Before Tax

Profit/(Loss) for the period is arrived after crediting/(charging) the following:

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/2015 RM'000	Comparative Quarter Ended 31/12/2014 RM'000	Current 12-months 31/12/2015 RM'000	Comparative 12-months 31/12/2014 RM'000
Interest income	1	37	8	76
Depreciation and amortisation	(89)	(86)	(181)	(172)
Reversal of impairment loss on investment	-	-	-	73

B11. Realised and unrealised profit/ losses disclosure

Breakdown of the accumulated losses of the Group as at 31 December 2015, into realised and unrealised profits or losses is as follows:

	6 months ended 31.12.2015 RM	Audited 12 months ended 30.06.2015 RM
	Total accumulated losses of the Company and its subsidiaries:	
- Realised	(22,385,972)	(22,118,761)
- Unrealised	-	-
	(22,385,972)	(22,118,761)
Less: Consolidation adjustments	1,448,017	1,334,620
Total group accumulated losses	(20,937,955)	(20,784,141)

B12. Changes In Material Litigation

There was no material litigation pending as at the date of this report.

B13. Dividend

The Board does not recommend any dividend for the first quarter financial period under review.

B14. Status of Utilisation of Proceeds

On 20th June 2014, the Private Placement funds amounting to RM5,337,240 has been raised by issuing 35,581,600 new ordinary shares of the Group at an issue price of RM0.15 each.

The details of the utilisation of the proceeds from the Private Placement up to 31 December 2015 are as follows:

Description	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance to be Utilised RM'000	Intended Timeframe for Utilisation
Setting up mobile application studio	1,300	-	1,300	Within 12 months
Purchase of virtualisation software source code	1,000	-	1,000	Within 12 months
Working Capital	2,887	(1,870)	1,017	Within 12 months
Expenses in relation to the Proposal	150	(150)	-	Within 1 month
Total	5,337	(2,020)	3,317	

B15. Earnings Per Share

Basic earnings/(loss) per share is calculated by dividing the net profit/(loss) for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	6 months ended		Cumulative	
	Current Year Quarter 31.12.2015 RM	Preceding Year Corresponding Quarter 30.09.2014 RM	Current Year To Date 31.12.2015 RM	Preceding Year Corresponding period 30.09.2014 RM
Net profit/(loss) for the period attributable to ordinary equity holders of the parent	(156,551)	(119,375)	(153,814)	(132,444)
Weighted average number of ordinary shares of RM0.10 each	213,489,600	213,489,600	213,489,600	213,489,600
EPS (sen) - Basic	(0.07)	(0.06)	(0.07)	(0.06)
- Diluted	N/A	N/A	N/A	N/A