



GHL SYSTEMS BERHAD

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31/12/2013	31/12/2012	31/12/2013	31/12/2012
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	15,475	14,061	64,031	53,057
Cost of sales		(5,944)	(3,962)	(23,680)	(17,276)
Gross profit		9,531	10,099	40,351	35,781
Other operating income		295	413	1,020	1,182
Payroll expenses		(6,761)	(4,527)	(24,021)	(18,885)
Administration expenses		(3,426)	(3,579)	(8,140)	(8,173)
Distribution costs		(670)	(1,346)	(2,270)	(2,947)
Other expenses		(450)	(1,094)	(720)	(1,709)
(Loss)/Profit before interest, taxation, amortisation &		(1,481)	(34)	6,220	5,249
Depreciation expenses		(758)	(425)	(2,784)	(2,206)
Finance cost		(9)	(70)	(156)	(211)
(Loss)/Profit before taxation		(2,248)	(529)	3,280	2,832
Income tax expense		1,848	1,243	1,885	1,168
(Loss)/Profit from continuing operations, net of tax		(400)	714	5,165	4,000
Discontinued operation					
Profit from discontinued operations, net of tax		-	-	-	352
(Loss)/Profit for the period		(400)	714	5,165	4,352
Attributable to:					
Owners of the Company		(343)	732	5,264	4,370
Non-controlling interest		(57)	(18)	(99)	(18)
		(400)	714	5,165	4,352
Weighted average number of ordinary shares in issue-Basic		186,193	145,386	169,936	145,386
Weighted average number of ordinary shares in issue-Diluted		188,260	145,386	170,687	145,386
Nominal value per share		RM 0.20	RM 0.50	RM 0.20	RM 0.50
Earnings Per Ordinary Share					
- Basic (sen)	B14	(0.18)	0.50	3.10	3.01
- Diluted (sen)	B14	(0.18)	0.50	3.08	3.01
(Loss)/Profit for the period		(400)	714	5,165	4,352
Other comprehensive income, net of tax					
Foreign currency translation differences		(1,084)	618	(1,001)	623
Total comprehensive income for the period		(1,484)	1,332	4,164	4,975
Total comprehensive income attributable to:					
Owners of the Company		(1,427)	1,350	4,263	4,993
Non-controlling interest		(57)	(18)	(99)	(18)
		(1,484)	1,332	4,164	4,975

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2012)



GHL SYSTEMS BERHAD

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

THE FIGURES HAVE NOT BEEN AUDITED

<u>Note</u>	AS AT CURRENT YEAR QUARTER 31/12/2013 (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2012 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	32,807	27,591
Intangible assets	4,219	3,001
Deferred tax assets	2,463	1,200
	39,489	31,792
Current assets		
Inventories	6,596	8,302
Trade receivables	12,301	11,753
Other receivables	1,692	2,141
Tax recoverable	195	204
Fixed deposits placed with licensed banks	117	1,552
Cash and bank balances	13,429	15,441
	34,330	39,393
TOTAL ASSETS	73,819	71,185
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	37,077	73,401
Reserves	19,488	(31,452)
Treasury shares	(638)	(638)
	55,927	41,311
Equity attributable to equity holders of the parent	55,927	41,311
Non controlling interest	(117)	(18)
Total equity	55,810	41,293
Non-current liabilities		
Hire purchase payables	366	812
Bank borrowing	-	1,889
Deferred tax liability	295	807
Deferred income	3,519	4,290
	4,180	7,798
Current liabilities		
Trade payables	1,558	4,392
Other payables	11,663	15,779
Hire purchase payables	608	829
Bank borrowings	-	842
Tax payable	-	252
	13,829	22,094
Total liabilities	18,009	29,892
TOTAL EQUITY AND LIABILITIES	73,819	71,185
Number of ordinary shares	183,971	145,386
Net assets per share (sen)	30.40	28.41

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2012)



GHL SYSTEMS BERHAD

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

THE FIGURES HAVE NOT BEEN AUDITED

	Share Capital RM'000	Share Premium Reserve RM'000	Foreign Exchange Reserves RM'000	ESOS Reserve RM'000	Treasury Shares RM'000	Retained Profits / (Accumulated Losses) RM'000	Total Equity To Shareholders RM'000	Non Controlling Interest RM'000	Total Equity RM'000
At 1 January 2012	72,901	-	(1,139)	514	(638)	(35,820)	35,818	-	35,818
Issuance of ordinary shares	500	-	-	-	-	-	500	-	500
Total comprehensive income for the year	-	-	623	-	-	4,370	4,993	(18)	4,975
ESOS expired	-	-	-	(514)	-	514	-	-	-
At 31 December 2012	<u>73,401</u>	<u>-</u>	<u>(516)</u>	<u>-</u>	<u>(638)</u>	<u>(30,936)</u>	<u>41,311</u>	<u>(18)</u>	<u>41,293</u>
At 1 January 2013	73,401	-	(516)	-	(638)	(30,936)	41,311	(18)	41,293
Share capital reduction	(44,041)	-	-	-	-	44,041	-	-	-
Right issue	7,269	1,454	-	-	-	-	8,723	-	8,723
Share based payment	448	536	-	646	-	-	1,630	-	1,630
Total comprehensive income for the year	-	-	(1,001)	-	-	5,264	4,263	(99)	4,164
At 31 December 2013	<u>37,077</u>	<u>1,990</u>	<u>(1,517)</u>	<u>646</u>	<u>(638)</u>	<u>18,369</u>	<u>55,927</u>	<u>(117)</u>	<u>55,810</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2012)



GHL SYSTEMS BERHAD

STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013

THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR TO DATE 31/12/2013 RM'000	PRECEDING YEAR CURRENT YEAR TO DATE 31/12/2012 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation		
- Continuing operations	3,280	2,832
- Discontinued operations	-	352
	3,280	3,184
Adjustment for:-		
Amortisation of intangible assets	802	-
Bad debts written-off	11	2
Depreciation of property, plant and equipment	7,666	5,922
Impairment loss on property, plant and equipment	-	194
Impairment loss on goodwill on consolidation	-	713
Impairment loss on receivables	144	262
Interest expense	156	211
Interest income	(215)	(277)
Inventories written off/(recovery)	159	863
(Gain)/Loss on disposal of property, plant and equipment	(12)	(410)
Property, plant and equipment written-off	173	227
Property, plant and equipment written back	(29)	(3)
Reversal of impairment on trade receivables	(166)	(222)
Reversal for loss on disposal of property, plant and equipment	-	(400)
Goodwill arising from acquisition of subsidiaries company	-	(713)
Loss on strike off of subsidiaries	-	76
Share based payment	869	-
Unrealised (gain)/loss on foreign exchange	(221)	11
Operating profit before working capital changes	12,617	9,640
Decrease/(Increase) in working capital		
Inventories	1,548	(2,650)
Trade and other receivables	135	(2,157)
Trade and other payables	(7,721)	5,814
	(6,038)	1,007
Cash generated from operations	6,579	10,647
Interest received		
Interest received	215	277
Interest paid	(156)	(211)
Tax refund/(paid)	(98)	(2)
	(39)	64
Net cash from operating activities	6,540	10,711
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(12,972)	(14,053)
Proceeds from disposal of property, plant and equipment	71	718
Disposal of discontinued operation, net of cash	-	(203)
Addition in intangible assets	(2,020)	(157)
Acquisition of subsidiary companies	-	(451)
Net cash used in investing activities	(14,921)	(14,146)
Cash Flows From Financing Activities		
Issuance of shares	9,484	500
Decrease/(Increase) in fixed deposits pledged	1,534	(106)
Drawdown of hire purchase	200	-
Repayment of hire purchase payables	(1,066)	(767)
Drawdown of bank borrowings	770	450
Repayment of bank borrowings	(3,502)	(265)
Net cash used in financing activities	7,420	(188)
Net (decrease)/increase in cash and cash equivalents	(961)	(3,623)
Effect of exchange rate fluctuation	(952)	(386)
Cash and cash equivalents at beginning of the finance period	15,459	19,468
Cash and cash equivalents at end of the finance period	13,546	15,459
Cash and cash equivalents at end of the finance year:-		
Cash and bank balances	13,429	15,441
Fixed deposits with licensed banks	117	1,552
	13,546	16,993
Less: Fixed deposits pledged to licensed banks	-	(1,534)
	13,546	15,459

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2012)