



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014
THE FIGURES HAVE NOT BEEN AUDITED

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
		QUARTER 31/03/2014 RM'000	CORRESPONDING QUARTER 31/03/2013 RM'000	TO DATE 31/03/2014 RM'000	CORRESPONDING PERIOD 31/03/2013 RM'000
Revenue *	A8	24,759	17,467	24,759	17,467
Cost of sales *		(11,980)	(7,302)	(11,980)	(7,302)
Gross profit		12,779	10,165	12,779	10,165
Other operating income		919	136	919	136
Payroll expenses		(7,537)	(5,299)	(7,537)	(5,299)
Administration expenses		(2,798)	(1,706)	(2,798)	(1,706)
Distribution costs		(747)	(496)	(747)	(496)
Other expenses		(156)	(101)	(156)	(101)
Profit before interest, taxation, amortisation & depreciation		2,460	2,699	2,460	2,699
Depreciation expenses		(885)	(644)	(885)	(644)
Finance cost		(94)	(52)	(94)	(52)
Share of results of associated companies		66	-	66	-
Profit before taxation		1,547	2,003	1,547	2,003
Income tax expense		(7)	-	(7)	-
Profit for the period		1,540	2,003	1,540	2,003
Attributable to:					
Owners of the Company		1,543	2,010	1,543	2,010
Non-controlling interest		(3)	(7)	(3)	(7)
		1,540	2,003	1,540	2,003
Weighted average number of ordinary shares in issue-Basic		241,664	145,386	241,664	145,386
Weighted average number of ordinary shares in issue-Diluted		248,117	145,386	248,117	145,386
Nominal value per share		RM 0.20	RM 0.50	RM 0.20	RM 0.50
Earnings Per Ordinary Share					
- Basic (sen)	B15	0.64	1.38	0.64	1.38
- Diluted (sen)	B15	0.62	1.38	0.62	1.38
Profit for the period		1,539	2,003	1,539	2,003
Other comprehensive income, net of tax					
Foreign currency translation differences		83	572	83	572
Total comprehensive income for the period		1,622	2,575	1,622	2,575
Total comprehensive income attributable to:					
Owners of the Company		1,625	2,582	1,625	2,582
Non-controlling interest		(3)	(7)	(3)	(7)
		1,622	2,575	1,622	2,575

Note: * Comparatives have been presented to conform with current year presentation.

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2013)



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014
THE FIGURES HAVE NOT BEEN AUDITED

<u>Note</u>	AS AT CURRENT YEAR QUARTER 31/03/2014 (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2013 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	37,085	32,807
Goodwill on consolidation	51,520	-
Intangible assets	4,190	4,219
Other investment	9,695	-
Deferred tax assets	2,443	2,443
	<u>104,933</u>	<u>39,469</u>
Current assets		
Inventories	42,856	6,596
Trade receivables	16,210	12,406
Other receivables	3,590	1,752
Tax recoverable	2,174	646
Fixed deposits placed with licensed banks	43,422	117
Cash and bank balances	26,971	13,980
	<u>135,223</u>	<u>35,497</u>
TOTAL ASSETS	<u>240,156</u>	<u>74,966</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	83,657	37,077
Reserves	75,598	19,789
Treasury Shares	(638)	(638)
Equity attributable to equity holders of the parent	<u>158,617</u>	<u>56,228</u>
Non controlling interest	(114)	(117)
Total equity	<u>158,503</u>	<u>56,111</u>
Non-current liabilities		
Hire purchase payables	B9 670	366
Bank borrowing	B9 17,460	-
Deferred tax liability	1,167	295
Deferred income	-	3,175
	<u>19,297</u>	<u>3,836</u>
Current liabilities		
Trade payables	11,971	1,489
Other payables	26,835	10,641
Deferred income	139	1,849
Hire purchase payables	B9 561	608
Bank borrowings	B9 22,850	-
Tax payable	-	432
	<u>62,356</u>	<u>15,019</u>
Total liabilities	<u>81,653</u>	<u>18,855</u>
TOTAL EQUITY AND LIABILITIES	<u>240,156</u>	<u>74,966</u>
Number of ordinary shares	416,868	145,386
Net assets per share (sen)	38.05	38.67

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2013)



GHL SYSTEMS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014
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 Attributable To Shareholders RM'000	Non Controlling Interest RM'000	Total Equity RM'000
At 1 January 2013	73,401	-	(516)	-	(638)	(30,936)	41,311	(18)	41,293
Total comprehensive income for the year	-	-	572	-	-	2,010	2,582	(7)	2,575
At 31 March 2013	73,401	-	56	-	(638)	(28,926)	43,893	(25)	43,868
At 1 January 2014	37,077	1,990	(1,215)	646	(638)	18,368	56,228	(117)	56,111
Share swap to acquire a subsidiary	29,887	35,864	-	-	-	-	65,751	-	65,751
Issuance of ordinary shares	16,589	18,248	-	-	-	-	34,837	-	34,837
Issuance of ordinary shares pursuant to ESS	104	71	-	-	-	-	175	-	175
Total comprehensive income for the year	-	-	83	-	-	1,543	1,626	(3)	1,623
Forex exchange differences	-	-	-	-	-	-	-	6	6
At 31 March 2014	83,657	56,173	(1,132)	646	(638)	19,911	158,617	(114)	158,503

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2013)



GHL SYSTEMS BERHAD
STATEMENT OF CASH FOLWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2014
THE FIGURES HAVE NOT BEEN AUDITED

	CURRENT YEAR TO DATE 31/03/2014 RM'000	PRECEDING YEAR CURRENT YEAR TO DATE 31/03/2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,546	2,003
Adjustment for:-		
Amortisation of development cost	274	-
Bad debts written-off	1	-
Depreciation of property, plant and equipment	2,278	1,922
Interest expense	94	52
Interest income	(103)	(34)
Inventories written back	(41)	-
Loss/(Gain) on disposal of property, plant and equipment	35	(1)
Reversal of impairment on trade receivables	(7)	(60)
Share of gain from an associate	(65)	-
Unrealised gain on foreign exchange	(743)	(4)
Operating profit before working capital changes	<u>3,269</u>	<u>3,878</u>
Decrease/(Increase) in working capital		
Inventories	(7,763)	1,171
Trade and other receivables	13,953	43
Trade and other payables	(1,165)	(4,622)
Advance receipt from deferred income	(4,885)	-
	<u>140</u>	<u>(3,408)</u>
Cash generated from operations	3,409	470
Interest received	103	34
Interest paid	(94)	(52)
Tax paid	(699)	(347)
	<u>(690)</u>	<u>(365)</u>
Net cash from operating activities	<u>2,719</u>	<u>105</u>
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(383)	(3,760)
Purchase of other investment	(579)	-
Proceeds from disposal of property, plant and equipment	7	4
Addition in intangible assets	(226)	(448)
Acquisition of subsidiary for cash, net cash acquired	19,069	-
Net cash used in investing activities	<u>17,888</u>	<u>(4,204)</u>
Cash Flows From Financing Activities		
Proceeds from issuance of shares	35,013	-
(Increase)/Decrease in fixed deposits pledged	(5,576)	573
Drawdown of hire purchase	-	200
Repayment of hire purchase payables	(275)	(208)
Drawdown of bank borrowings	2,229	100
Repayment of bank borrowings	(1,540)	(399)
Net cash used in financing activities	<u>29,851</u>	<u>266</u>
Net increase/(decrease) in cash and cash equivalents	50,458	(3,833)
Effect of exchange rate fluctuation	262	273
Cash and cash equivalents at beginning of the finance period	<u>13,997</u>	<u>15,460</u>
Cash and cash equivalents at end of the finance period	<u>64,717</u>	<u>11,900</u>
Cash and cash equivalents at end of the finance year:-		
Cash and bank balances	26,971	11,876
Fixed deposits with licensed banks	43,422	985
	<u>70,393</u>	<u>12,861</u>
Less: Fixed deposits pledged to licensed banks	(5,676)	(961)
Less: Cash at bank pledged to licensed banks	-	-
	<u>64,717</u>	<u>11,900</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with Audited Financial Statements for the financial year ended 31 December 2013)