

**Unaudited Condensed Consolidated Statement of Comprehensive Income
For the Fourth Quarter ended 31 December 2014**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/12/2014 Unaudited RM'000	Preceding Year Quarter 31/12/2013 Restated RM'000	Current Year To Date 31/12/2014 Unaudited RM'000	Preceding Year To Date 31/12/2013 Restated RM'000
Revenue	882	128	1,545	1,595
Cost of sales	(859)	(55)	(1,592)	(1,418)
Gross profit / (loss)	23	73	(47)	177
Other income	25	57	94	438
Administrative expenses	(1,686)	(604)	(3,653)	(2,200)
Amortisation of Intangible Assets	(7)	(83)	(139)	(330)
Other operating expenses	-	-	(3)	(407)
Finance costs	(1)	(1)	(2)	(2)
Loss from operation	(1,646)	(558)	(3,750)	(2,324)
Tax expense	-	-	-	-
Net loss for the period	(1,646)	(558)	(3,750)	(2,324)
Loss attributable to :				
Owners of the parent	(1,574)	(496)	(3,500)	(2,037)
Non-controlling interests	(72)	(62)	(250)	(287)
	(1,646)	(558)	(3,750)	(2,324)
Total comprehensive expense attributable to :				
Owners of the parent	(1,574)	(496)	(3,500)	(2,037)
Non-controlling interests	(72)	(62)	(250)	(287)
	(1,646)	(558)	(3,750)	(2,324)
Basic loss per ordinary share attributable to				
Owners of the parent (sen)	(0.59)	(0.19)	(1.31)	(0.79)
Diluted loss per ordinary share (sen)	(0.43)	(0.14)	(0.95)	(0.57)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of Vsolar Group Berhad, formerly known as Fast Track Solution Holdings Berhad ("Vsolar" or "Company") for the financial year ended 31 December 2013)

Unaudited Condensed Consolidated Statement of Financial Position
As at 31 December 2014

	Unaudited	Audited
	As at	As at
	31/12/2014	31/12/2013
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	1,135	796
Work in progress	10,796	6,421
Goodwill on consolidation	189	1,029
Intangible assets	-	202
	<u>12,120</u>	<u>8,448</u>
CURRENT ASSETS		
Trade and other receivables	2,159	1,202
Tax in credit	4	4
Cash and bank balances	2,632	7,730
	<u>4,795</u>	<u>8,936</u>
Total Assets	<u>16,915</u>	<u>17,384</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	28,187	25,624
Share premium	5,339	4,827
Warrant reserve	5,125	5,125
Accumulated losses	(22,246)	(18,746)
	<u>16,405</u>	<u>16,830</u>
Non controlling interests	(144)	64
Total equity	<u>16,261</u>	<u>16,894</u>
CURRENT LIABILITIES		
Trade and other payables	654	490
Overdraft	-	-
Total liabilities	<u>654</u>	<u>490</u>
TOTAL EQUITY AND LIABILITIES	<u>16,915</u>	<u>17,384</u>
NET ASSETS PER SHARE ATTRIBUTABLE TO THE OWNERS OF THE PARENT(SEN)		
	<u>5.82</u>	<u>6.57</u>

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

Statement of Changes in Equity

For the Fourth Quarter ended 31 December 2014

(The figures have not been audited)

	ATTRIBUTABLE TO OWNERS OF THE PARENT						
	NON DISTRIBUTABLE				DISTRIBUTABLE		
	SHARE CAPITAL	SHARE PREMIUM	WARRANT RESERVE	ACCUMULATED LOSSES	TOTAL	NON- CONTROLLING INTERESTS	
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 January 2014	25,624	4,827	5,125	(18,746)	16,830	64	16,894
Issue of share capital	2,563	512	-	-	3,075	-	3,075
In respect of subsidiary acquired	-	-	-	-	-	42	42
Total comprehensive expense	-	-	-	(3,500)	(3,500)	(250)	(3,750)
At 31 December 2014	28,187	5,339	5,125	(22,246)	16,405	(144)	16,261
At 1 January 2013	25,624	4,827	5,125	(16,709)	18,867	351	19,218
Total comprehensive expense	-	-	-	(2,037)	(2,037)	(287)	(2,324)
At 31 December 2013	25,624	4,827	5,125	(18,746)	16,830	64	16,894

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of Vsolar for the financial year ended 31 December 2013)

Unaudited Condensed Consolidated Statement of Cash Flows
For Fourth Quarter ended 31 December 2014

	12 months ended	
	31/12/2014	31/12/2013
	Unaudited	Restated
	RM'000	RM'000
Cash flows from operating activities		
Loss before taxation	(3,750)	(2,324)
Adjustments :		
Depreciation	178	225
Impairment of goodwill	873	666
Amortisation of intangible assets	139	330
Interest expense	2	2
Interest income	(86)	(413)
Share issue expenses	47	-
Allowance for specific doubtful debt	23	97
Bad debts written off	-	132
Intangible asset written off	63	-
Other income adjustment	(1)	-
Operating loss before working capital changes	<u>(2,512)</u>	<u>(1,285)</u>
Increase in receivables	(956)	(460)
Increase / (decrease) in payables	<u>164</u>	<u>(145)</u>
Cash used in operations	(3,304)	(1,890)
Interest paid	(2)	(2)
Net tax refunded	-	11
Net cash used in operating activities	<u>(3,306)</u>	<u>(1,881)</u>
Cash flows from investing activities		
Acquisition of subsidiary company, net of cash acquired	(88)	(300)
Purchase of property, plant and equipment	(442)	(39)
Capital work in progress	(4,376)	(6,421)
Interest received	86	413
Net cash used in investing activities	<u>(4,820)</u>	<u>(6,347)</u>
Cash flows from financing activities		
Proceeds from issuance of private placement shares	3,075	-
Share issuance expenses	(47)	-
Net cash generated from financing activities	<u>3,028</u>	<u>-</u>
Net decrease in cash and cash equivalents	(5,098)	(8,228)
Cash and cash equivalents at beginning of period	7,730	15,958
Cash and cash equivalents at end of period #	<u><u>2,632</u></u>	<u><u>7,730</u></u>
<i># Represented by:</i>		
Cash and bank balances	2,632	7,730
Overdraft	-	-
	<u><u>2,632</u></u>	<u><u>7,730</u></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of Vsolar for the financial year ended 31 December 2013)

NOTES TO THE INTERIM FINANCIAL REPORT

PART A - EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 ("MFRS 134") INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2013, except for the adoption of Amendments to Standards and Issues Committee (IC) Interpretations effective as of 1 January 2014.

Adoption of Amendments to Standards and IC Interpretations

The Group has adopted the following Amendments to Standards and IC Interpretations, with a date of initial application of 1 January 2014.

Amendments to MFRS 10	Consolidated Financial Statements - Investment Entities
Amendments to MFRS 12	Disclosure of Interests in Other Entities - Investment Entities
Amendments to MFRS 127	Separate Financial Statements - Investment Entities
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 136	Impairment of Assets - Recoverable Amount Disclosures for Non-Financial Assets
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	Levies

The adoption of the above pronouncements did not have any impact on the financial statements of the Group.

Standards issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards were issued but not yet effective and have not been adopted by the Group:

Effective for financial periods beginning on or after 1 July 2014

Amendments to MFRS 119 Defined Benefit Plan & Employee Contributions
Annual Improvements to MFRSs 2010 - 2012 Cycle
Annual Improvements to MFRSs 2011 - 2013 Cycle

Effective for financial periods beginning on or after 1 January 2016

Amendments to MFRS116 and MFRS138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS116 and MFRS141	Agriculture: Bearer Plants
Amendments to MFRS 127	Equity Method in Separate Financial Statement
Amendments to MFRS10 and MFRS128	Sale or Contribution of Assets between an Investor and its Associate & Joint Venture
Amendments to MFRS 10, MFRS 12 & MFRS128	Investment Entities: Applying the Consolidation Exception
Amendments to MFRS 101	Disclosure Initiatives
Amendments to MFRS 11	Accounting for Acquisition of Interest in Joint Operations
MFRS 14	Regulatory Deferral Accounts

A1. Basis of preparation – cont'd

Effective for financial periods beginning on or after 1 January 2017

MFRS 15 Revenue from Contract with Customers

Effective for financial periods beginning on or after 1 January 2018

MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application, other than for MFRS 9 Financial Instruments. The Group will assess the financial implications of MFRS 9 Financial Instruments when the full standard is issued.

A2. Qualification of financial statements

The audit report of the Company's financial statements for the financial year ended 31 December 2013 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the period were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current quarter under review.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior financial periods, which have a material effect in the current quarter under review.

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 for the current quarter under review .

A7. Dividend paid

There were no dividends paid during the current quarter under review.

A8. Segmental information

All businesses were transacted in Malaysia and generated substantially from information technology related business.

12 months ended 31 December 2014	Animation Designing	Servers	Investment Holding	Publishing	Production House	Solar Farm	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	-	1,241	-	304	-	-	1,545	-	1,545
Result									
Profit / (Loss) from reportable segments	-	24	-	(71)	-	-	(47)	-	(47)
Finance cost									(2)
Other income									94
Admin expenses									(2,922)
Impairment loss of goodwill									(873)
Loss before tax									(3,750)
Income tax									-
Net loss after tax									(3,750)
Assets									
Segment assets	820	505	1,661	1,006	60	12,863	16,915	-	16,915
Liabilities									
Segment liabilities	205	4	176	60	125	84	654	-	654
12 months ended 31 December 2013	Animation Designing	Servers	Investment Holding	Publishing	Production House	Solar Farm	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	-	412	-	1,183	-	-	1,595	-	1,595
Result									
Profit from reportable segments	-	16	-	161	-	-	177	-	177
Finance cost									(2)
Other Income									438
Admin expenses									(2,271)
Impairment loss of goodwill									(666)
Loss before tax									(2,324)
Income tax									-
Net loss after tax									(2,324)
Assets									
Segment assets	1,504	226	7,188	1,509	-	6,957	17,384	-	17,384
Liabilities									
Segment liabilities	199	2	104	182	-	3	490	-	490

A9. Valuation of property, plant and equipment

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A10. Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of period that have not been reflected in the financial statements for the current quarter.

A11. Changes in the composition of the Group

There were no material changes in the composition of the Group during the quarter under review.

A12. Contingent liabilities

There are no changes in the contingent liabilities as at the date of this report since the preceding financial year ended 31 December 2013, save as disclosed below:-

- (a) Vsolar has given corporate guarantee of RM800,000 to Fast Track Solution Sdn Bhd, a subsidiary company of Vsolar as security against banking facility granted to Fast Track Solution Sdn Bhd in the form of bank overdraft.

A13. Capital commitments

Except as disclosed below, there was no capital commitment as at 31 December 2014:-

	Capital Commitment As at 31 December 2014
Capital expenditure Approved and contracted for:-	
- Solar Plant Projects	<u><u>7,504,328</u></u>

A14. Significant related party transactions

There were no significant related party transactions during the current quarter under review.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review of performance

Cumulative period ended 31 December 2014

The Group recorded a revenue of RM1.545 million with loss before taxation of RM3.750 million for the financial period ended 31 December 2014 as compared to revenue of RM1.595 million with loss before taxation of RM2.324 million in the preceding period correspondence.

The slight decreased in revenue was mainly due to dwindling demand in advertising and event management of the media publishing segment during the financial year. However, there is increased in revenue from the server trading segment during the financial year.

On the other hand, the other income had decreased from RM0.438 million to RM0.094 million due to the lower interest income received from fixed deposit during the period. This is the result of continuous fund utilisation for the construction of solar farm projects at Simpang Pulai, Perak and Mukim Serendah, Selangor.

The administrative expenses had been increased by RM1.453 million compared to previous correspondence period due to a major impairment of goodwill amounted to RM0.873 million and increased professional fees. Consequently, the impact of the increased administrative expenses have also increased of loss before taxation by RM1.426 million as compared to the corresponding preceding period of RM2.324 million.

The total assets for the Group was amounted RM16.915 million as at 31 December 2014, representing an decrease of RM0.469 million from RM17.384 million as recorded in previous financial year. Generally, the decrease in total assets was a result of consolidation goodwill and intangible assets being written off from non performing segments.

For the financial period under review, the loss per share attributable to ordinary equity holder increased to 1.31 sen per share from the loss per share of 0.79 sen per share for previous financial period due to higher loss incurred during the year.

The performance of the Group is expected to improve later in the next financial year upon the commencement of operation from the solar plant where income from sales of renewable energy starts to flow in.

B2. Comparison with preceding quarter's results

The revenue of the Group increased from RM0.530 million in the immediate preceding quarter to RM0.882 million in the current quarter where the increase in revenue was mainly contributed by the server trading segment. In this quarter, the gross margin had improved slightly from 1.1% to 2.6% as compared to the immediate preceding quarter. Although the gross margin had improved, however it is still relatively low where this is partly due to the fluctuation of foreign exchange rate that has an effect on the overall cost of the servers.

In this final quarter of the financial period, multiple year-end adjustments, such as the impairment, provision for doubtful debts, writing off of intangible assets, etc. were made and which has resulted in higher loss before tax. Therefore, the loss before tax for this quarter had increased by 131.8% to RM1.646 million from RM0.710 million recorded in the immediate preceding quarter.

B3. Current year prospects

Digital media content creation has been identified by the Government as a key growth sector and there are ambitious plans to develop Malaysian companies in this field, which would create more business opportunities for the Group. With the increased Government drive in the digital content development, the Group believe that they will be able to benefit from the growing demand albeit stiff challenges are expected.

The Group intends to explore more in the media and entertainment industry, recruit more programmers and film production equipment. For this purpose, the Group had acquired an existing company, Newo Pictures Sdn Bhd that specialised in the film production to enhance the Group's ability to secure and execute future projects

Notwithstanding the opportunity in digital media content creation, the Group had diversified its business into renewable energy and media publishing. The Group had entered into a Renewable Energy Power Purchase Agreement on 1 August 2013 with Tenaga Nasional Berhad ("TNB") for the sale and delivery of 500KW solar renewable energy to Tenaga Nasional Bhd for a concession period of 21 years.

Vsolar is also realigning its business strategy along the current Malaysia Government Renewable Energy Policy. SEDA is expected to announce and open up more Feed-in-Tariff (FiT) quotas in the coming year and Vsolar shall continuously bid in SEDA Malaysia's FiT tender and grow its current solar power generation plant from 500KW to maximum limit allowed by individual company.

Additionally, the Group had also entered into a business agreement with Integrate Solar Farm Sdn Bhd to build & construct a 500KW Solar Plant for the generation of green electricity.

B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. Taxation

There is no taxation being provided during the current quarter under review.

B6. Profit on sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties during the current quarter under review.

B7. Purchase or disposal of quoted securities

There was no purchase or disposal of any quoted securities during the current quarter under review.

B8. Status of corporate proposals

There is no corporate proposals announced but not completed as at the reporting date save and except for the following:-

(a) Bumiputera Shareholding Requirements

Vsolar had, on 19 June 2009, submitted an application for an extension of time to meet the 30% Bumiputera shareholding requirement to the Securities Commission ("SC"). The SC had vide its letter dated 14 July 2009 approved the extension of time to meet the Bumiputera shareholding requirement ("Approval Letter") as follows:-

- (i) Vsolar is to comply with the Bumiputera equity condition by 31 December 2010 via the allocation of 12.5% of its enlarged issued and paid-up share capital to Bumiputera investors recognised by the Ministry of International Trade and Industry ("MITI") within 5 years from its listing on the ACE Market of Bursa Securities ("Revised Equity Condition"). In connection thereto, the shares must be allocated to public shareholders (as defined under the Listing Requirements of Bursa Securities for the ACE Market). As such, the equity condition imposed via the SC's letter 7 July 2004 will no longer be applicable;
- (ii) MIMB Investment Bank Bhd ("MIMB")/Vsolar is to submit a proposal to the SC to meet the Revised Equity Condition within 6 months from the date of the Approval Letter;
- (iii) MIMB/Vsolar is to submit an application to MITI for purposes of the allocation of shares to Bumiputera investors. In the event the said shares are not fully subscribed by the Bumiputera investors or MITI fails to allocate the shares within 1 year, Vsolar will be exempted from complying with the Revised Equity Condition; and
- (iv) MIMB/Vsolar is to submit a quarterly report to the SC on the progress of MITI's share allocation process.

On behalf of Vsolar, M&A Securities Sdn Bhd, the Adviser of Vsolar has on 31 May 2012 applied to the Securities Commission that Datuk Manan Bin Haji Md Said, the Executive Chairman of Vsolar has provided an irrevocable written undertaking to subscribe for up to 50,000,000 rights shares which will be issued together with 3,333,333 warrants via 3 excess application, if required, to meet the minimum subscription level (hereinafter referred to as "Undertaking"). In the event of Datuk Manan Bin Haji Md Said subscribes in full for the rights shares pursuant to the Undertaking, Datuk Manan Bin Haji Md Said's shareholding in Vsolar would increase to 32.79%, which meet the Revised Equity Condition. In the event, Datuk Manan is not required to subscribe in full for the rights shares pursuant to the Undertaking, Datuk Manan's shareholding may not fulfil the Revised Equity Condition. If that event arises, Vsolar will submit another proposal to the SC to meet the Revised Equity Condition (hereinafter referred to as "Application to Securities Commission (Equity Compliance Unit)"). On 16 July 2012, M&A Securities Sdn Bhd act on behalf of Vsolar to submit the withdrawal application to SC in relation to the Application to Securities Commission (Equity Compliance Unit).

On 4 June 2013, the Board has resolved to implement a private placement exercise involving the issuance of up to 25,624,500 new ordinary shares of RM0.10 each in Vsolar where the Board had given priority to issue the Placement Shares to Bumiputera investors in order to address the equity condition. In relation thereto, M&A Securities was appointed as the placement agent to identify potential Bumiputera investors. In their efforts to identify potential Bumiputera investors, M&A Securities had first offered the Placement Shares to their stockbroking team's existing retail clients. However, M&A Securities did not receive any interests from Bumiputera investors for the Placement Shares. Resulting from the absence of interests from Bumiputera investors in the Placement Shares, the Company had proceeded to issue the Placement Shares to other non-bumiputera third party investors in order to complete the Private Placement.

B8. Status of corporate proposals – cont'd

(a) Bumiputera Shareholding Requirements – cont'd

Moving forward, Vsolar will continue strive to meet the equity condition via new fund raising exercises. At this juncture, the Board is contemplating on proposing another rights issue exercise (“Proposed Rights Issue II”). Under the Proposed Rights Issue II, the Board intends to obtain the irrevocable undertaking from Bumiputera investors to subscribe for the new rights shares to be issued. In the event that such undertaking can be successfully procured, the equity condition shall be met.

On 23 January 2015, Vsolar had made further applications to extent the Bumiputra shareholding requirements via M&A Securities Sdn Bhd.

(b) Private Placement

On 19 November 2013, the Board had announced that Bursa Malaysia Securities Berhad (“Bursa Securities”) had, vide its letter dated 18 November 2013, approved the listing of and quotation for up to 25,624,500 new Vsolar Shares to be issued pursuant to the Private Placement on the ACE Market of Bursa Securities subject to the following conditions:

- i. Vsolar and M&A Securities must fully comply with the relevant provisions under the ACE Market Listing Requirements pertaining to the implementation of the Private Placement;
- ii. Vsolar and M&A Securities to inform Bursa Securities upon the completion of the Private Placement; and
- iii. Vsolar to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities’ approval once the Private Placement is completed.

The Placement Shares shall be issued based on a discount, if any, of not more than ten per cent (10%) to the five (5) days weighted average market price of Vsolar Shares immediately preceding the price-fixing date. In any case, the issue price of the Placement Shares shall not be lower than the par value of Vsolar Shares of RM0.10 each.

On 29 April 2014, the Board had announced that an application for extension of time of six (6) months up to 17 November 2014 to complete the Private Placement has been submitted to Bursa Securities.

On 19 May 2014, the Board had announced that Bursa Malaysia Securities Berhad had vide its letter dated 16 May 2014, approved the application for an extension of time up to 17 November 2014 to complete the Private Placement.

On 16 July 2014, the Company announced that the issued price for the Placement Shares has been fixed by the Board of Directors at RM0.12 per placement share. The issued price represents a discount of approximately 6.18% to the five (5) days volume weighted average market price of the Vsolar shares up to and including 14 July 2014, being the market day immediately preceding to the price fixing date of RM0.1279 per share.

On 31 July 2014, the Company announced that 25,624,500 new ordinary shares of RM0.10 each issued pursuant to the Private Placement will be granted listing and quotation with effect from 1 August 2014. On 1 August 2014, the Company announced that the Private Placement is completed following the listing and quotation of the private placement, comprising 25,624,500 placement shares on the ACE Market of Bursa Securities on 1 August 2014

B8. Status of corporate proposals – cont'd

(c) Multiple proposals

On 8 December 2014, the Board had announced to Bursa Securities that the Company wishes to undertake the following proposals:-

- a) Proposed renounceable rights issue of up to 1,153,102,353 new ordinary shares of RM0.10 each in Vsolar together with up to 576,551,176 free detachable warrants (“Warrants-B”) on the basis of three (3) Rights Shares for every existing ordinary share of RM0.10 each held in Vsolar together with one (1) Warrant-B for every two (2) Rights Shares subscribed at an entitlement date to be determined later;
- b) Proposed establishment and implementation of an employees’ share option scheme (“ESOS”) for eligible employees and Directors of Vsolar and its subsidiaries (excluding dormant subsidiaries);
- c) Proposed increase in the authorised share capital of the Company from RM50,000,000 comprising 500,000,000 Vsolar Shares to RM500,000,000 comprising 5,000,000,000 Vsolar Shares (“Proposed IASC”); and
- d) Proposed amendments to the Memorandum and Articles of Association of the Company to facilitate the Proposed IASC.

B9. Status of utilisation of proceeds

(i) The proceeds from the Private Placement issue of RM0.932 million are to be utilised as follows:

Purpose	Proposed Utilisation 27/06/2011	Actual utilisation as at 30/09/14	Intended timeframe for utilisation	Balance unutilised		Explanation
	RM'000	RM'000	RM'000	RM'000	%	
Working Capital	832	900	21/03/12	(68)	-8.2	Extension of timeframe until 30/9/14
Estimated Expenses	100	32	Within 1 month	68	68.0	- N/A -
Total	932	932		-	0.0	

On 31 May 2012, the Board had approved for the extension of time for working capital for up to 31 December 2012.

On 28 November 2012, the Board had approved for the extension of time for working capital for up to 30 March 2013.

On 25 February 2013, the Board had approved for the extension of time for working capital for up to 31 December 2013.

On 25 February 2014, the Board had approved for the extension of time for working capital for up to 30 September 2014.

** The unutilised portion of the proceeds from the private placement estimated expenses in relation to proposed private placement which amounts to RM68,000, has been transferred to working capital as this amount is an excess over the actual listing expenses incurred.*

(ii) The proceeds from the right issue of RM15.375 million are to be utilised as follows:

Purpose	Proposed Utilisation 05/11/2012	Actual utilisation as at 30/09/14	Intended timeframe for utilisation	Balance unutilised		Explanation
	RM'000	RM'000	RM'000	RM'000	%	
Working capital	5,000	5,000	Within 24 months	-	0.0%	- N/A -
Expansion of Business	5,000	4,993	Within 24 months	7	0.1%	Fully Utilised
Operating Cost	4,783	4,846	Within 24 months	(63)	-1.3%	- N/A -
Repayment of bank borrowing	192	192	Within 12 months	-	0.0%	Fully Utilised
Estimated expenses	400	344	Within 3 months	56	14.0%	- N/A -
Total	15,375	15,375		-	0.0%	- N/A -

** The unutilised portion of the proceeds from the right issue public issue estimated expenses in relation to proposed right issue which amounts to RM56,000, has been transferred to working capital as this amount is an excess over the actual listing expenses incurred.*

B9. Status of utilisation of proceeds – cont'd

(iii) The proceeds from the Private Placement issue of RM3.075 million are to be utilised as follows:

Purpose	Proposed Utilisation 19/05/2014	Actual utilisation as at 31/12/14	Intended timeframe for utilisation	Balance unutilised		Explanation
	RM'000	RM'000	RM'000	RM'000	%	
Production Cost of media publishing	2,175	938	Within 12 months	1,237	56.9%	- N/A -
Sales & marketing	300	-	Within 12 months	300	100.0%	- N/A -
Operating Cost	500	500	Within 12 months	-	0.0%	- N/A -
Estimated expenses	100	46	Within 3 months	54	54.0%	- N/A -
Total	3,075	1,484		1,591	51.7%	- N/A -

B10. Borrowings and debt securities

The Company did not issue any debt securities or long term borrowings during the current quarter under review.

The Group's borrowings which are denominated in Ringgit Malaysia as at 31 December 2014 are as follows:

	Secured	Unsecured	Total
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Short term loans			
Term loans	-	-	-
Revolving credits	-	-	-
Overdraft	-	-	-
Long term loans			
Term loans	-	-	-
Revolving credits	-	-	-
Overdraft	-	-	-

B11. Derivative Financial Instruments

The Group does not have any financial instruments with off statement of financial position risk as at the date of this report.

B12. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B13. Dividend

The Board of Directors did not recommend any dividend for the current quarter ended 31 December 2014.

B14. Profit before tax

	Individual Quarter		Cumulative Year to Date	
	3 months ended		12 months ended	
	31/12/14	31/12/13	31/12/14	31/12/13
	RM'000	RM'000	RM'000	RM'000
<u>Loss before tax is stated after crediting:-</u>				
Interest income	18	57	86	413
Other income (including investment income)	N/A	N/A	8	25
Gain on disposal of plant & equipment	N/A	N/A	N/A	N/A
Foreign exchange gain	N/A	N/A	N/A	N/A
<u>Loss before tax is stated after charging:-</u>				
Interest expense	1	1	2	2
Depreciation and amortisation	51	122	317	555
Foreign exchange loss	N/A	N/A	N/A	N/A
Impairment of assets	845	141	873	666
Exceptional items	N/A	N/A	N/A	N/A
Provision for and write off of inventories	N/A	N/A	N/A	N/A
Provision for and write off of receivables	23	N/A	23	229
Loss on derivatives	N/A	N/A	N/A	N/A
Loss on disposal of investments or properties	N/A	N/A	N/A	N/A

B15. Earnings / (loss) per share

Basic loss per share is calculated by dividing the net loss for the period by the number of ordinary shares in issue during the period.

	Quarter Ended		Year Ended	
	31 Dec 2014	31 Dec 2013	31 Dec 2014	31 Dec 2013
Net loss attributable to owners of the parent (RM'000)	(1,574)	(496)	(3,500)	(2,037)
Weighted average number of ordinary shares in issue ('000)	266,922	256,245	266,922	256,245
Basic loss per share attributable to owners of the parent (sen)	(0.59)	(0.19)	(1.31)	(0.79)

The diluted loss per share for the financial period is based on the loss attributable to the equity holders of the Company divided by number of ordinary shares in issue during the period.

	Quarter Ended		Year Ended	
	31 Dec 2014	31 Dec 2013	31 Dec 2014	31 Dec 2013
Net loss attributable to owners of the parent (RM'000)	(1,574)	(496)	(3,500)	(2,037)
Weighted average number of ordinary shares in issue ('000)	266,922	256,245	266,922	256,245
Effect of dilution of warrants ('000)	102,498	102,498	102,498	102,498
Adjusted weighted average number of ordinary shares in issue ('000)	369,420	358,743	369,420	358,743
Basic loss per share attributable to owners of the parent (sen)	(0.43)	(0.14)	(0.95)	(0.57)

B16. Qualification of financial statement

The audit report of the Company's financial statements for the financial year ended 31 December 2013 was not subject to any audit qualification.

B17. Realised and unrealised profits/losses disclosure

	As at 31.12.2014	As at 31.12.2013
	RM'000	RM'000
Total accumulated losses from the Company and its subsidiaries		
- Realised	(20,099)	(15,491)
- Unrealised	-	-
Consolidated Adjustment	(2,147)	(3,255)
Total accumulated losses as per consolidated financial statements	(22,246)	(18,746)