

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**SUMMARY OF KEY FINANCIAL INFORMATION****30 JUNE 2013**

		<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
		<b>Current</b>	<b>Preceding</b>	<b>Current</b>	<b>Preceding</b>
		<b>Year</b>	<b>Year</b>	<b>Year</b>	<b>Year</b>
		<b>Quarter</b>	<b>Corresponding</b>	<b>To Date</b>	<b>Corresponding</b>
		<b>30 June 2013</b>	<b>30 June 2012</b>	<b>30 June 2013</b>	<b>30 June 2012</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
1	Revenue	10,996	1,711	17,528	3,907
2	Profit before tax	5,277	274	7,551	1,004
3	Profit for the period	5,261	259	7,523	962
4	Profit attributable to ordinary equity holders of the parent	5,261	259	7,523	962
5	Earnings per share (sen) :				
	-Basic	2.90	0.14	4.15	0.53
	-Diluted	2.90	0.14	4.15	0.53
6	Proposed / Declared dividend per share (sen)	1	-	1	-
		<b>AS AT END</b>	<b>AS AT END</b>	<b>AS AT PRECEDING</b>	<b>AS AT PRECEDING</b>
		<b>OF CURRENT</b>	<b>OF CURRENT</b>	<b>FINANCIAL</b>	<b>FINANCIAL</b>
		<b>QUARTER</b>	<b>QUARTER</b>	<b>YEAR END</b>	<b>YEAR END</b>
		<b>30 June 2013</b>	<b>30 June 2013</b>	<b>31 Dec 2012</b>	<b>31 Dec 2012</b>
7	Net assets per share attributable to ordinary equity holders of the parent	0.33	0.33	0.31	0.31

Note: For full text of the above announcement, please access the Bursa Malaysia website at [www.bursamalaysia.com](http://www.bursamalaysia.com)

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
NOTE	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
Revenue	10,996	1,711	17,528	3,907
Cost of sales	(5,095)	(1,528)	(8,919)	(3,024)
<b>Gross profit</b>	<b>5,901</b>	<b>183</b>	<b>8,609</b>	<b>883</b>
Other income	389	495	738	1,006
Administrative expenses	(1,257)	(602)	(2,102)	(1,132)
Selling and distribution expenses	(2)	-	(7)	(5)
Share of profit in associate	246	198	313	252
<b>Profit before tax</b>	<b>5,277</b>	<b>274</b>	<b>7,551</b>	<b>1,004</b>
Income tax expense	B5 (16)	(15)	(28)	(42)
<b>Profit for the period</b>	<b>5,261</b>	<b>259</b>	<b>7,523</b>	<b>962</b>
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>5,261</b>	<b>259</b>	<b>7,523</b>	<b>962</b>

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period	
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000	
	NOTE				
Attributable to :					
Equity holders of the parent		5,261	259	7,523	962
Non-controlling interest		-	-	-	-
		<u>5,261</u>	<u>259</u>	<u>7,523</u>	<u>962</u>
Total comprehensive income attributable to :					
Equity holders of the parent		5,261	259	7,523	962
Non-controlling interest		-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Earnings per share attributable to equity holders of the parent :</b>					
Basic, for profit for the period (sen)	B13	<u>2.90</u>	<u>0.14</u>	<u>4.15</u>	<u>0.53</u>
Diluted, for profit for the period (sen)	B13	<u>2.90</u>	<u>0.14</u>	<u>4.15</u>	<u>0.53</u>

The unaudited condensed statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT  
30 JUNE 2013**

	NOTE	(Unaudited) 30 June 2013 RM'000	(Audited) 31 Dec 2012 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A9	16,490	12,519
Prepaid lease payments		3,176	3,208
Investment properties		3,296	3,331
Investment in associate		4,076	3,763
		<u>27,038</u>	<u>22,821</u>
<b>Current assets</b>			
Prepaid lease payments		64	64
Inventories		2,316	2,529
Investment securities	B8	18,257	22,675
Trade receivables		12,935	8,524
Other receivables, deposits and prepayments		361	205
Tax recoverable		225	128
Cash and cash equivalents		2,636	3,530
		<u>36,794</u>	<u>37,655</u>
<b>TOTAL ASSETS</b>		<u>63,832</u>	<u>60,476</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		18,113	18,113
Treasury shares		(24)	(24)
Share premium		15,166	15,166
Retained profits		25,998	22,097
<b>Total equity</b>		<u>59,253</u>	<u>55,352</u>
<b>Non-current liability</b>			
Deferred tax liability		74	74
		<u>74</u>	<u>74</u>
<b>Current liabilities</b>			
Trade payables		1,875	2,091
Other payables and accruals		2,630	2,959
		<u>4,505</u>	<u>5,050</u>
<b>Total liabilities</b>		<u>4,579</u>	<u>5,124</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>63,832</u>	<u>60,476</u>
Net assets per share (RM)		<u>0.33</u>	<u>0.31</u>

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**Note:-**

Net assets per share is calculated by dividing net assets of RM 59,253,000 over the number of ordinary shares of 181,113,200 at RM0.10 each.

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

(The figures have not been audited)

	← Non-distributable →		Distributable		
	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Retained profits RM'000	Total equity RM'000
At 1 January 2013	18,113	15,166	(24)	22,097	55,352
<b>Total comprehensive income</b>	-	-	-	7,523	7,523
<b>Transaction with owners</b>					
Interim dividend paid	-	-	-	(3,622)	(3,622)
	-	-	-	(3,622)	(3,622)
At 30 June 2013	18,113	15,166	(24)	25,998	59,253
At 1 January 2012	18,113	15,166	(17)	17,288	50,550
<b>Total comprehensive income</b>	-	-	-	6,620	6,620
<b>Transaction with owners</b>					
Purchase of treasury shares	-	-	(7)	-	(7)
Interim dividend paid	-	-	-	(1,811)	(1,811)
	-	-	(7)	(1,811)	(1,818)
At 31 December 2012	18,113	15,166	(24)	22,097	55,352

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

(The figures have not been audited)

	<b>6 months ended</b>	
	<b>30 June 2013</b>	<b>30 June 2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	7,551	1,004
Adjustment for:		
Depreciation	140	155
Dividend income	(14)	(271)
Gain on disposal of investment securities	(8)	(19)
Gain on fair value adjustment	(268)	(403)
Interest income	(73)	-
Operating lease expense on leased land	32	31
Amortisation of investment properties	35	-
Share of profit in associate	(313)	(252)
Operating profit before working capital changes	<u>7,082</u>	<u>245</u>
Inventories	213	(1,571)
Receivables	(4,567)	3,357
Payables	(545)	593
	<u>2,183</u>	<u>2,624</u>
Taxation	(125)	(30)
Net cash flow from operating activities	<u>2,058</u>	<u>2,594</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(4,111)	(1,159)
Purchase of investment securities	(2,589)	(7,372)
Proceeds from disposal of investment securities	7,283	6,421
Dividend received	14	271
Interest received	73	-
Net cash flow from/(used in) investing activities	<u>670</u>	<u>(1,839)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Purchase of treasury shares	-	(4)
Interim dividend paid	(3,622)	(1,811)
Net cash flow used in financing activities	<u>(3,622)</u>	<u>(1,815)</u>

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

(The figures have not been audited)

	<b>6 months ended</b>	
	<b>30 June 2013</b>	<b>30 June 2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(894)	(1,060)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	3,530	4,096
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<u>2,636</u>	<u>3,036</u>

Represented by :

Short term funds	294	2,115
Cash and bank balances	<u>2,342</u>	<u>921</u>
	<u>2,636</u>	<u>3,036</u>

Short term funds represents highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.



**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**A EXPLANATORY NOTES PURSUANT TO MFRS 134 - INTERIM FINANCIAL REPORTING**

**A1 Basis of preparation**

The financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting in Malaysia and Chapter 9, Part K, 9.22 and Appendix 9B of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad.

The financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012. These explanatory notes attached to the financial statements provide an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012.

The financial statements of the Group and the Company for the financial year ended 31 December 2012 were prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) in Malaysia.

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent annual financial statements for the year ended 31 December 2012, except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs during the current financial period:

**Effective for annual periods commencing on or after 1 January 2013**

MFRS 3	Business Combinations
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
Amendments to MFRS 1	First-time Adoption of MFRS - Government Loans
Amendments to MFRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**A1 Basis of preparation (continued)**

**Effective for annual periods commencing on or after 1 January 2013**

Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Annual Improvements to IC Interpretations and MFRSs 2009 - 2011 Cycle	

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

The followings MFRSs and Amendments to MFRSs have been issued by the MASB but are not yet effective to the Group:

Effective for annual periods commencing on or after 1 January 2014

Amendments to MFRS 9	Mandatory Effective Date of MFRS 9 and Transition Disclosures
Amendments to MFRS 10	Consolidated Financial Statements: Investment Entities
Amendments to MFRS 12	Disclosures of Interests in Other Entities: Investment Entities
Amendments to MFRS 127	Consolidated and Separate Financial Statements: Investment Entities
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncement are not expected to have any effect to the financial statements of the Group upon their initial application.

**A2 Audit report of preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2012 was not subject to any qualification.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**A3 Seasonal or cyclical factors**

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

**A4 Unusual items affecting assets, liabilities, equity, net income or cash flow**

During the current quarter under review, there were no items affecting assets, liabilities, equity, net income or cash flow of the Group that are unusual because of their nature, size or incidence.

**A5 Material changes in estimates**

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

**A6 Changes in debt and equity securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter-to-date under review, except for the following:

**Treasury shares**

The treasury shares held as at 30 June 2013 were as follows:

	<b>RM'000</b>
Balance as at 1 January 2013	24
Add: Purchase of treasury shares	0
Balance as at 30 June 2013	<u>24</u>

**A7 Dividends paid**

**31.12.2012**

Interim dividend for the financial year	31 December 2012
Approved and declared on	22 February 2013
Amount per share	20% tax exempt
Date paid	15 April 2013
Entitlement to dividend based on Record of Depositors as at	18 March 2013

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**A8 Segmental information**

The segment information is presented on the basis of the Group's primary business segments. This segment reporting format is also the basis for the Group's management and internal reporting structure to the chief operating decision maker. There are 2 segments namely the Test, Burn in and Embedded Peripherals Operations and Automation Equipment/Systems Operations.

	<b>Individual</b>		<b>Cumulative</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
<b>Segment Revenue</b>				
(1) Test, Burn-in and Embedded Peripherals	6,082	1,301	11,344	3,205
(2) Automation Equipment/Systems	8,338	574	10,686	1,031
	<u>14,420</u>	<u>1,875</u>	<u>22,030</u>	<u>4,236</u>
Less : Intercompany transactions	(3,424)	(164)	(4,502)	(329)
<b>Total</b>	<b><u>10,996</u></b>	<b><u>1,711</u></b>	<b><u>17,528</u></b>	<b><u>3,907</u></b>
<b>Segment Result</b>				
(1) Test, Burn-in and Embedded Peripherals	2,655	(607)	4,105	(538)
(2) Automation Equipment/Systems	1,987	188	2,395	284
	<u>4,642</u>	<u>(419)</u>	<u>6,500</u>	<u>(254)</u>
Other income	389	495	738	1,006
Share of profit in associate	246	198	313	252
<b>Total</b>	<b><u>5,277</u></b>	<b><u>274</u></b>	<b><u>7,551</u></b>	<b><u>1,004</u></b>

**A9 Property, plant and equipment**

Items of property, plant and equipment are measured at cost less any accumulated depreciation and accumulated impairment losses, if any.

Property, plant and equipment costing approximately RM 4.11 million were acquired during the financial period ended 30 June 2013.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

- A10 Material events subsequent to the end of the quarter**  
There were no material events between the end of the reporting quarter and the date of this announcement.
- A11 Changes in the composition of the Group**  
There were no material changes in the composition of the Group for the current quarter under review.
- A12 Contingent liabilities**  
During the current quarter, the directors are of the opinion that the Group has no contingent liabilities which, upon materialisation would have a material impact on the financial position and business of the Group.
- A13 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 material impact on the financial position and business of the Group.
- A14. Capital Commitments**  
The amount of commitments for the capital work-in progress not provided for in the interim financial statements as at 30 June 2013 is as follows :-

	<b>RM'000</b>
Contracted but not provided for	
- Capital work in progress	<u><u>1,218</u></u>

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR ACE MARKET**

**B1 Review of performance**

For the current quarter, the Group registered revenue and profit before tax ("PBT") of approximately RM 10.99 million and RM 5.28 million respectively. Compared to the preceding year corresponding quarter revenue and profit before tax of approximately RM 1.71 million and RM 0.27 million respectively, revenue has increased by approximately 540% and profit before tax has increased by approximately 1,826% respectively for the current quarter. The higher revenue and PBT recorded was mainly due to very strong demand of our new and existing products.

**B2 Variation of results against preceding quarter**

For the current quarter, the Group recorded significant increased revenue of approximately RM 10.99 million as compared to RM 6.53 million achieved in the preceding quarter revenue. PBT for the current quarter increased from approximately RM 2.27 million in the preceding quarter to RM 5.28 million in the current quarter are in tandem with the strong revenue recorded.

**B3 Prospects**

Barring any unforeseen circumstances, the Board is optimistic on the Group's prospects for the financial year ending 31 December 2013.

**B4 Profit estimate, forecast, projection or internal targets and profit guarantee**

The Group did not announce or provide any profit estimate, forecast, projection, internal targets or profit guarantee in any public documents.

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013****B5 Income tax expense**

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30.6.2013	30.6.2012	30.6.2013	30.6.2012
	RM' 000	RM' 000	RM' 000	RM' 000
Current tax	(16)	(15)	(28)	(42)

For the current quarter ended 30 June 2013, the effective tax rate for the Group is lower than the statutory tax rate due to 100% tax exemption from Pioneer Status granted under MSC Status for Elsoft Research Berhad and Pioneer Status of Section 7 Promotion of Investment Act, 1986 for AGS Automation (Malaysia) Sdn. Bhd.

**B6 Unquoted investments and properties**

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

**B7 Corporate proposals**

There were no corporate proposals announced as at the date of issue of this interim financial report.

**B8 Investment securities**

A summary of the movement of other investments during the period ended 30 June 2013 is as follow:

	RM'000
<b>Investment securities</b>	
Balance at 1 January 2013	22,675
Acquisition during the period	2,589
Less : Disposal during the period	(7,275)
	<u>17,989</u>
Add : Gain on fair value adjustment	268
Balance at 30 June 2013	<u><u>18,257</u></u>

**B9 Group's borrowings and debt securities**

There were no borrowings and debt securities outstanding/issued during the current quarter under review.

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**B10 Off balance sheet financial instruments**

There were no off balance sheet financial instruments as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**B11 Material litigation**

The Group is not engaged in any material litigation as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**B12 Proposed dividend**

**30.6.2013**

Interim dividend for the financial year

31 December 2013

Approved and declared on

23 August 2013

Amount per share

10%

tax exempt

Date payable

27 September 2013

Entitlement to dividend based on Record of

Depositors as at

12 September 2013



**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013****B13 Earnings per share**

## a. Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by weighted average number of ordinary shares in issue during the period.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
Profit attributable to ordinary equity holders of the parent	5,261	259	7,523	962
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Weighted average number of ordinary shares in issue	181,113	181,113	181,113	181,113
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic earnings per share for: Profit for the period	2.90	0.14	4.15	0.53

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013****B13 Earnings per share (cont'd)**

## b. Diluted

For the purpose of calculating diluted earnings per share, the profit for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. share option granted to employees.

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30.6.2013	30.6.2012	30.6.2013	30.6.2012
	RM '000	RM '000	RM '000	RM '000
Profit attributable to ordinary equity holders of the parent	5,261	259	7,523	962
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Weighted average number of ordinary shares in issue	181,113	181,113	181,113	181,113
Effects of dilution :				
Share option	-	-	-	-
	181,113	181,113	181,113	181,113
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30.6.2013</b>	<b>30.6.2012</b>	<b>30.6.2013</b>	<b>30.6.2012</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Diluted earnings per share for:				
Profit for the period	2.90	0.14	4.15	0.53

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2013**

**B14 Breakdown of Realised and Unrealised Profits or Losses of the Group**

The retained profits may be analysed as follows:

	<b>As at end of current quarter 30.6.2013 RM '000</b>	<b>As at end of previous financial year 31.12.2012 RM '000</b>
Total retained profits of Elsoft Research Berhad and its subsidiaries:		
- Realised profits	33,431	29,843
- Unrealised profits	(74)	(74)
	<u>33,357</u>	<u>29,769</u>
Total share of retained earnings from an associate:		
- Realised profits	1,148	835
- Unrealised profits	(42)	(42)
	<u>34,463</u>	<u>30,562</u>
Less : Consolidation adjustments	(8,465)	(8,465)
Total Group retained profits as per consolidated accounts	<u><u>25,998</u></u>	<u><u>22,097</u></u>

**B15 Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on

By Order of the Board

***Tan Cheik Eaik***

Director