

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

**SUMMARY OF KEY FINANCIAL INFORMATION**  
**31 DECEMBER 2013**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		Year	Corresponding	Year	Corresponding
		Quarter	Quarter	To Date	Period
		31 Dec 2013	31 Dec 2012	31 Dec 2013	31 Dec 2012
		RM'000	RM'000	RM'000	RM'000
1	Revenue	4,059	7,290	25,218	18,758
2	Profit before tax	2,332	2,621	11,344	6,664
3	Profit for the period	1,829	2,581	10,803	6,620
4	Profit attributable to ordinary equity holders of the parent	1,829	2,581	10,803	6,620
5	Earnings per share (sen) :				
	-Basic	1.01	1.42	5.96	3.65
	-Diluted	1.01	1.42	5.96	3.65
6	Proposed / Declared dividend per share (sen)	2	2	3	2
		<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
		<b>31 Dec 2013</b>		<b>31 Dec 2012</b>	
7	Net assets per share attributable to ordinary equity holders of the parent	0.34		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 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 Dec 2013 RM'000	31 Dec 2012 RM'000	31 Dec 2013 RM'000	31 Dec 2012 RM'000
Revenue		4,059	7,290	25,218	18,758
Cost of sales		(2,480)	(4,599)	(13,271)	(11,449)
<b>Gross profit</b>		<u>1,579</u>	<u>2,691</u>	<u>11,947</u>	<u>7,309</u>
Other income		685	388	1,731	1,852
Administrative expenses		(383)	(184)	(3,236)	(2,570)
Selling and distribution expenses		-	-	(8)	(6)
Share of (loss)/profit in associate		451	(274)	910	79
<b>Profit before tax</b>		<u>2,332</u>	<u>2,621</u>	<u>11,344</u>	<u>6,664</u>
Income tax expense	B5	(503)	(40)	(541)	(44)
<b>Profit for the period</b>		<u>1,829</u>	<u>2,581</u>	<u>10,803</u>	<u>6,620</u>
<b>Other comprehensive income for the period, net of tax</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<u>1,829</u>	<u>2,581</u>	<u>10,803</u>	<u>6,620</u>

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME 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 Dec 2013 RM'000	31 Dec 2012 RM'000	31 Dec 2013 RM'000	31 Dec 2012 RM'000
Attributable to :					
Equity holders of the parent		1,829	2,581	10,803	6,620
Non-controlling interest		-	-	-	-
		<u>1,829</u>	<u>2,581</u>	<u>10,803</u>	<u>6,620</u>
Total comprehensive income attributable to :					
Equity holders of the parent		1,829	2,581	10,803	6,620
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>1.01</u>	<u>1.42</u>	<u>5.96</u>	<u>3.65</u>
Diluted, for profit for the period (sen)	B13	<u>1.01</u>	<u>1.42</u>	<u>5.96</u>	<u>3.65</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  
31 DECEMBER 2013**

	NOTE	(Unaudited) 31 Dec 2013 RM'000	(Audited) 31 Dec 2012 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A9	16,612	12,519
Prepaid lease payments		3,144	3,208
Investment properties		3,262	3,331
Investment in associate		4,493	3,763
		<u>27,511</u>	<u>22,821</u>
<b>Current assets</b>			
Prepaid lease payments		64	64
Inventories		2,023	2,529
Investment securities	B8	23,870	22,675
Trade receivables		6,706	8,524
Other receivables, deposits and prepayments		345	205
Tax recoverable		138	128
Cash and cash equivalents		4,422	3,530
		<u>37,568</u>	<u>37,655</u>
<b>TOTAL ASSETS</b>		<u>65,079</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		(38)	(24)
Share premium		15,166	15,166
Retained profits		27,468	22,097
<b>Total equity</b>		<u>60,709</u>	<u>55,352</u>
<b>Non-current liability</b>			
Deferred tax liability		550	74
		<u>550</u>	<u>74</u>
<b>Current liabilities</b>			
Trade payables		597	2,091
Other payables and accruals		3,223	2,959
		<u>3,820</u>	<u>5,050</u>
<b>Total liabilities</b>		<u>4,370</u>	<u>5,124</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>65,079</u>	<u>60,476</u>
Net assets per share (RM)		<u>0.34</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 60,709,000 over the number of ordinary shares of 181,132,000 at RM0.10 each.

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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>	-	-	-	10,803	10,803	
<b>Transaction with owners</b>						
Purchase of treasury shares	-	-	(14)	-	(14)	
Interim dividend paid	-	-	-	(5,432)	(5,432)	
	-	-	(14)	(5,432)	(5,446)	
At 31 December 2013	18,113	15,166	(38)	27,468	60,709	
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 FOURTH QUARTER ENDED 31 DECEMBER 2013**

(The figures have not been audited)

	(Unaudited) 31 Dec 2013 RM'000	(Audited) 31 Dec 2012 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	11,344	6,665
Adjustment for:		
Depreciation	276	261
Dividend income	-	(776)
Gain on disposal of investment securities	-	(35)
Gain on fair value adjustment	(37)	(233)
Interest income	(147)	(147)
Unrealised (gain)/loss on foreign exchange	(321)	(19)
Operating lease expense on leased land	64	64
Amortisation of investment properties	69	70
Share of profit in associate	(910)	(79)
Operating profit before working capital changes	10,338	5,771
Inventories	506	(488)
Receivables	1,999	(2,518)
Payables	(1,230)	2,405
	11,613	5,170
Taxation	(75)	(111)
Net cash flow from operating activities	11,538	5,059
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(4,369)	(6,049)
Purchase of investment securities	(19,977)	(10,376)
Proceeds from disposal of investment securities	18,819	12,223
Dividend received	180	239
Interest received	147	147
Net cash flow from investing activities	(5,200)	(3,816)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Purchase of treasury shares	(14)	(7)
Interim dividend paid	(5,432)	(1,811)
	(5,446)	(1,818)

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

(The figures have not been audited)

	(Unaudited)	
	31 Dec 2013	31 Dec 2012
	RM'000	RM'000
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	892	(575)
<b>EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	-	9
<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>	4,422	3,530
Represented by :		
Short term funds	299	1,147
Cash and bank balances	4,123	2,383
	4,422	3,530

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)**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 31 December 2012, except for the adoption of the following MFRSs, IC Interpretation and Amendments to MFRSs during the current financial periods.

**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

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

**A1 Basis of preparation (continued)**

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

Amendments to MFRSs 11	Joint Arrangements: Transition Guidance
Amendments to MFRSs 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRSs 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 by the Group

Effective for annual periods commencing on or after 1 January 2015

Amendments to MFRS 9	Mandatory Effective Date of MFRS 9 and Transition Disclosures
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Effective for annual periods commencing on or after 1 January 2014

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: Investments 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 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.

**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.

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

(Incorporated in Malaysia)

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and year ended 31 December 2013.

**A5 Material changes in estimates**

There were no changes in estimates that have had any material effect on the quarter and year ended 31 December 2013.

**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 31 December 2013 were as follows:

	<b>RM'000</b>
Balance as at 1 January 2013	24
Add: Purchase of treasury shares	14
Balance as at 31 December 2013	<u>38</u>

**A7 Dividends**

No dividend was paid during the current interim period under review.

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

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</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	4,204	6,864	18,591	14,654
(2) Automation Equipment/Systems	432	1,115	12,052	6,460
	<u>4,636</u>	<u>7,979</u>	<u>30,643</u>	<u>21,114</u>
Less : Intercompany transactions	(577)	(689)	(5,425)	(2,356)
Total	<u>4,059</u>	<u>7,290</u>	<u>25,218</u>	<u>18,758</u>

	<b>Individual</b>		<b>Cumulative</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
<b>Segment Result</b>				
(1) Test, Burn-in and Embedded Peripherals	117	1,945	5,118	2,829
(2) Automation Equipment/Systems	1,079	562	3,585	1,904
	<u>1,196</u>	<u>2,507</u>	<u>8,703</u>	<u>4,733</u>
Other income	685	388	1,731	1,852
Share of (loss)/profit in associate	451	(274)	910	79
Total	<u>2,332</u>	<u>2,621</u>	<u>11,344</u>	<u>6,664</u>

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

(Incorporated in Malaysia)

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

**A9 Property, plant and equipment**

The valuation of the property, plant and equipment have been brought forward without amendment from the financial statements for the financial year ended 31 December 2012.

Property, plant and equipment costing approximately RM4.51 million were acquired during the financial year ended 31 December 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**

There is no capital commitments in the interim financial statements as at 31 December 2013.

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

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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 4.06 million and RM 2.33 million respectively. Compared to the preceding year corresponding quarter revenue and profit before tax of approximately RM 7.29 million and RM 2.62 million respectively, revenue has decreased by approximately 44% and profit before tax has decreased by approximately 11% respectively for the current quarter. The lower revenue recorded was mainly due to the lower demand after the robust first half. The higher PBT margin was mainly due to gain in foreign exchange, lower administrative expenses and higher contribution from associate.

The Group recorded revenue and PBT of approximately RM 25.22 million and RM11.34 million respectively for the current year-to-date. Compared to the preceding year corresponding year-to-date revenue and PBT of RM 18.76 million and RM 6.67 million respectively, revenue and PBT have increased by approximately 34% and 70% respectively for the current year-to-date. The higher revenue and PBT recorded was mainly due to high demand of the automated LED test equipment.

**B2 Variation of results against preceding quarter**

For the current quarter, the Group recorded higher revenue of approximately RM 4.06 million as compared to RM 3.63 million achieved in the previous quarter. PBT for the current quarter also increased from approximately RM 1.46 million in the previous quarter to RM 2.33 million in the current quarter. The higher PBT margin was mainly due to the gain in foreign exchange, lower administrative expenses and higher contribution from associate.

**B3 Prospects**

Barring any unforeseen circumstances, the Board is optimistic on the Group's prospects for the coming financial year.

**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)**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013****B5 Income tax expense**

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31.12.2013 RM' 000	31.12.2012 RM' 000	31.12.2013 RM' 000	31.12.2012 RM' 000
Current tax	(503)	(40)	(541)	(44)

For the current quarter ended 31 December 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 31 December 2013 is as follow:

	<b>RM'000</b>
<b>Investment securities</b>	
Balance at 1 January 2013	22,675
Acquisition during the period	19,438
Dividend reinvest	539
Less : Disposal during the period	(18,819)
	<u>23,833</u>
Add : Gain on fair value adjustment	37
Balance at 31 December 2013	<u><u>23,870</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 FOURTH QUARTER ENDED 31 DECEMBER 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 Dividends**

Details of the interim dividend approved and declared by the Board of Directors are as follows:-

	<b>31.12.2013</b>
Interim dividend for the financial year	2013
Approved and declared on	<b>21 February 2014</b>
Amount per share	20% Tax exempt
Date payable	15 April 2014
Entitlement to dividend based on Record of Depositors as at	18 April 2014



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

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</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	1,829	2,581	10,803	6,620
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Weighted average number of ordinary shares in issue	181,132	181,132	181,132	181,132
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic earnings per share for: Profit for the period	1.01	1.42	5.96	3.65

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 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.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</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	1,829	2,581	10,803	6,620
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>'000</b>	<b>'000</b>	<b>'000</b>	<b>'000</b>
Weighted average number of ordinary shares in issue	181,132	181,132	181,132	181,132
Effects of dilution :				
Share option	-	-	-	-
	181,132	181,132	181,132	181,132
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2013</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.12.2012</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Diluted earnings per share Profit for the period	1.01	1.42	5.96	3.65

**ELSOFT RESEARCH BERHAD (Company No. 617504-K)**  
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**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 31.12.2013 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	34,959	29,844
- Unrealised profits	(550)	(75)
	<u>34,409</u>	<u>29,769</u>
Total share of retained earnings from an associate:		
- Realised profits	941	835
- Unrealised profits	(31)	(42)
	<u>35,319</u>	<u>30,562</u>
Less : Consolidation adjustments	(7,851)	(8,465)
Total Group retained profits as per consolidated accounts	<u><u>27,468</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 21 February 2014.

By Order of the Board

*Tan Cheik Eaik*  
Director