

**ELSOFT RESEARCH BERHAD**

(Company No. 617504-K)

(Incorporated in Malaysia)

**SUMMARY OF KEY FINANCIAL INFORMATION****31 DECEMBER 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31 Dec 2015 RM'000	Preceding Year Corresponding Quarter 31 Dec 2014 RM'000	Current Year To Date 31 Dec 2015 RM'000	Preceding Year Corresponding Period 31 Dec 2014 RM'000
1 Revenue	16,759	9,763	49,741	45,143
2 Profit before tax	7,330	4,468	26,468	20,792
3 Profit for the period	7,114	4,606	26,148	20,134
4 Profit attributable to ordinary equity holders of the parent	7,114	4,606	26,148	20,134
5 Earnings per share (sen) :				
-Basic	3.93	2.54	14.44	11.12
-Diluted	3.93	2.54	14.44	11.12
6 Proposed / Declared dividend per share (sen)	4	5	8	7
		<b>AS AT END OF CURRENT QUARTER</b>	<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
		<b>31 Dec 2015 RM</b>	<b>31 Dec 2014 RM</b>	
7 Net assets per share attributable to ordinary equity holders of the parent		0.46	0.41	

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)  
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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter (Unaudited) 31 Dec 2015 RM'000	Preceding Year Corresponding Quarter (Unaudited) 31 Dec 2014 RM'000	Current Year To Date (Unaudited) 31 Dec 2015 RM'000	Preceding Year Corresponding Period (Audited) 31 Dec 2014 RM'000
NOTE				
Revenue	16,759	9,763	49,741	45,143
Cost of sales	(8,172)	(5,540)	(27,095)	(23,660)
<b>Gross profit</b>	<u>8,587</u>	<u>4,223</u>	<u>22,646</u>	<u>21,483</u>
Other income	98	1,666	7,655	3,358
Administrative expenses	(1,110)	(1,882)	(3,949)	(5,264)
Share of (loss)/profit in associate	(245)	461	116	1,215
<b>Profit before tax</b>	<u>7,330</u>	<u>4,468</u>	<u>26,468</u>	<u>20,792</u>
Income tax expense	(216)	138	(320)	(658)
<b>Profit for the period</b>	<u>7,114</u>	<u>4,606</u>	<u>26,148</u>	<u>20,134</u>
<b>Other comprehensive income for the period, net of tax</b>	-	-	-	-
<b>Total comprehensive income for the period</b>	<u><u>7,114</u></u>	<u><u>4,606</u></u>	<u><u>26,148</u></u>	<u><u>20,134</u></u>

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	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter (Unaudited) 31 Dec 2015 RM'000	Preceding Year Corresponding Quarter (Unaudited) 31 Dec 2014 RM'000	Current Year To Date (Unaudited) 31 Dec 2015 RM'000	Preceding Year Corresponding Period (Audited) 31 Dec 2014 RM'000
NOTE				
Attributable to :				
Equity holders of the parent	7,114	4,606	26,148	20,134
Non-controlling interest	-	-	-	-
	<u>7,114</u>	<u>4,606</u>	<u>26,148</u>	<u>20,134</u>
Total comprehensive income attributable to :				
Equity holders of the parent	7,114	4,606	26,148	20,134
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>3.93</u>	<u>2.54</u>	<u>14.44</u>	<u>11.12</u>
Diluted, for profit for the period (sen)	B13 <u>3.93</u>	<u>2.54</u>	<u>14.44</u>	<u>11.12</u>

The unaudited condensed consolidated statement of profit or loss and comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

**ELSOFT RESEARCH BERHAD**

(Company No. 617504-K)

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2015**

		(Unaudited) 31 Dec 2015 RM'000	(Audited) 31 Dec 2014 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	A9	16,406	16,731
Prepaid lease payments		3,081	3,144
Investment properties		3,095	3,179
Investment in associate		16,884	9,268
		<u>39,466</u>	<u>32,322</u>
<b>Current assets</b>			
Inventories		2,610	3,231
Other investment	B8	15,493	19,177
Trade receivables		19,188	12,751
Other receivables, deposits and prepayments		856	346
Current tax assets		386	271
Cash and cash equivalents		15,112	13,161
		<u>53,645</u>	<u>48,937</u>
<b>TOTAL ASSETS</b>		<u>93,111</u>	<u>81,259</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		18,113	18,113
Treasury shares	A6	(158)	(74)
Share premium		15,166	15,166
Retained profits		50,240	40,380
<b>Total equity</b>		<u>83,361</u>	<u>73,585</u>
<b>Non-current liability</b>			
Deferred tax liability		524	524
		<u>524</u>	<u>524</u>
<b>Current liabilities</b>			
Trade payables		2,710	3,065
Other payables and accruals		6,516	4,085
		<u>9,226</u>	<u>7,150</u>
<b>Total liabilities</b>		9,750	7,674
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>93,111</u>	<u>81,259</u>
Net assets per share (RM)		<u>0.46</u>	<u>0.41</u>

**ELSOFT RESEARCH BERHAD**

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**AS AT 31 DECEMBER 2015**

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

**Note:-**

Net assets per share is calculated by dividing net assets of RM 83,361,000 over the number of ordinary shares of 181,132,000 at RM0.10 each.

**ELSOFT RESEARCH BERHAD**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED  
 31 DECEMBER 2015**

(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 2015	18,113	15,166	(74)	40,380	73,585
<b>Total comprehensive income</b>	-	-	-	26,148	26,148
<b>Transaction with owners</b>					
Purchase of treasury shares	-	-	(84)	-	(84)
Interim dividend paid	-	-	-	(16,288)	(16,288)
	-	-	(84)	(16,288)	(16,372)
At 31 Dec 2015	18,113	15,166	(158)	50,240	83,361
At 1 January 2014	18,113	15,166	(38)	27,487	60,728
<b>Total comprehensive income</b>	-	-	-	20,134	20,134
<b>Transaction with owners</b>					
Purchase of treasury shares	-	-	(36)	-	(36)
Interim dividend paid	-	-	-	(7,241)	(7,241)
	-	-	(36)	(7,241)	(7,277)
At 31 Dec 2014	18,113	15,166	(74)	40,380	73,585

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 2014 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED  
31 DECEMBER 2015**

	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	26,468	20,792
Adjustment for:		
Amortisation of prepaid lease payment	63	64
Depreciation of property, plant and equipment	537	525
Depreciation of investment properties	84	83
Impairment loss on trade receivables	-	2
Dividend income from other investments	(423)	(638)
(Gain)/Loss on disposal of other investments	(1,564)	233
Gain on disposal of short term investments	(291)	-
Gain on fair value adjustment of other investments	(889)	(170)
Interest income	(74)	(159)
Negative goodwill from acquisition of associate	-	(140)
Property, plant and equipment written off	48	-
Unrealised gain on foreign exchange	(1,890)	(894)
Share of profit in associate	(116)	(1,215)
Operating profit before working capital changes	<u>21,953</u>	<u>18,483</u>
Decrease/(Increase) in inventories	621	(1,201)
Increase in trade and other receivables	(6,766)	(5,779)
Increase in trade and other payables	2,096	3,262
	<u>17,904</u>	<u>14,765</u>
Tax paid	(435)	(797)
Net cash flow from operating activities	<u>17,469</u>	<u>13,968</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of associate	-	(3,600)
Subscription of Preference Shares	(8,400)	-
Purchase of property, plant and equipment	(260)	(651)
Purchase of other investments	(41,943)	(26,873)
Proceeds from disposal of other investment	48,503	32,141
Dividend received from an associate	900	180
Gain on disposal of short term investments	291	-
Interest received	74	159
Net cash flow (used in)/from investing activities	<u>(835)</u>	<u>1,356</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Purchase of treasury shares	(84)	(36)
Interim dividend paid	(16,288)	(7,241)
Net cash flow used in financing activities	<u>(16,372)</u>	<u>(7,277)</u>

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED  
 31 DECEMBER 2015**

	<b>(Unaudited)</b> <b>31 Dec 2015</b> <b>RM'000</b>	<b>(Audited)</b> <b>31 Dec 2014</b> <b>RM'000</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	262	8,047
<b>EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	1,689	672
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	13,161	4,442
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<u>15,112</u>	<u>13,161</u>
Represented by :		
Short term funds	-	349
Cash and bank balances	<u>15,112</u>	<u>12,812</u>
	<u>15,112</u>	<u>13,161</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 2014 and the accompanying explanatory notes attached to the interim financial statements.



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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015**

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

**A1 Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2014. These explanatory notes attached to the interim 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 2014.

The financial statements of the Group and the Company for the financial year ended 31 December 2014 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 2014, except for the adoption of the Amendments and Annual Improvements to Standards effective as of 1 January 2015.

**Effective for annual periods commencing on or after 1 January 2015**

Amendments to MFRS 119 Employee Benefits - *Defined Benefit Plans: Employee Contributions*

Annual Improvement to MFRSs 2010 - 2012 Cycle

Annual Improvement to MFRSs 2011 - 2013 Cycle

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

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015**

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

**A1 Basis of preparation (Continued)**

The followings Standards, Amendments and Annual Improvements to Standards were issued by the MASB but are not yet effective and have not been adopted by the Group

**Effective for annual periods commencing on or after 1 January 2016**

MFRS 14 Regulatory Deferral Accounts

Amendment to MFRS 11 Joint Arrangements - *Accounting for Acquisition of Interests in Joint Operations*

Amendment to MFRS 101 Presentation of Financial Statements - *Disclosure Initiative*

Amendment to MFRS 127 Separate Financial Statements - *Equity Method in Separate  
Financial Statements*

Amendments to MFRS 116 Property, Plant and Equipment and MFRS 138 Intangible Assets -  
*Clarification of Acceptable Methods of Depreciation and Amortisation*

Amendments to MFRS 116 Property, Plant and Equipment and MFRS 141 Agriculture - *Bearer Plants*

Amendments to MFRS 10 Consolidated Financial Statements, MFRS 12 Disclosure of Interests in  
Other Entities and MFRS 128 Investments in Associates and Joint Ventures - *Investment Entities:  
Applying the Consolidation Exception*

Annual Improvements to MFRSs 2012 - 2014 Cycle

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investment in Associates and  
Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture\**

**Effective for annual periods commencing on or after 1 January 2018**

MFRS 15 Revenue from Contracts with Customers

MFRS 9 Financial Instruments (IFRS 9 Financial Instruments as issued by  
International Accounting Standards Board ("IASB") in July 2014)

\* *The effective date of these Standards have been deferred, and yet to be announced by MASB.*

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.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****A2 Audit report of preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 December 2014 was not subject to any qualification.

**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 ended and year ended 31 December 2015.

**A5 Material changes in estimates**

There were no changes in estimates that have had any material effect on the quarter ended and year ended 31 December 2015.

**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 2015 were as follows:

	<b>RM'000</b>
Balance as at 1 January 2015	74
Add: Purchase of treasury shares	84
Balance as at 31 December 2015	<u>158</u>

**A7 Dividends paid**Single tier dividend

For the financial year	31 December 2015
Approved and declared on	20 November 2015
Dividend per share	RM0.02
Payable on	29 December 2015
Entitlement to dividend based on Record of Depositors as at	10 December 2015

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****A8 Segmental information****Business Segments**

Effective from 1 January 2015, the Group has integrated its Test, Burn-in & Embedded Peripherals segment and Automation Equipment/Systems segment into a single business segment, namely design and production of automated test equipment ("ATE"). As such, no segment reporting has been prepared as the Group has only one business segment.

**Geographical information**

Revenue information based on the geographical location of customers is as follows: -

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
Malaysia	14,219	6,895	44,365	29,753
China	1,842	4	3,960	2,988
Taiwan	594	2,791	1,111	12,046
Others	104	73	305	356
	<u>16,759</u>	<u>9,763</u>	<u>49,741</u>	<u>45,143</u>

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015**

**A9 Property, plant and equipment**

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

Property, plant and equipment costing approximately RM260,000 were acquired during the financial period ended 31 December 2015.

**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 2015.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
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**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
BURSA MALAYSIA SECURITIES BERHAD FOR MAIN MARKET**

**B1 Review of performance**

For the current quarter, the Group registered revenue and profit before tax ("PBT") of approximately RM16.759 million and RM7.330 million respectively. Compared to the preceding year corresponding quarter revenue and profit before tax of approximately RM9.763 million and RM4.468 million respectively, revenue has increased by approximately 72% and profit before tax has increased by approximately 64% respectively for the current quarter.

The higher revenue recorded was contributed by the returned demand from smart devices industry as well as continuous demand from automotive industry compared to the preceding year corresponding quarter.

The higher PBT recorded was mainly contributed by the higher revenue generated from smart devices industry and automotive industry.

**B2 Variation of results against preceding quarter**

For the current quarter, the Group recorded slightly lower revenue of approximately RM16.759 million as compared to RM17.258 million achieved in the previous quarter. PBT for the current quarter decreased from approximately RM12.406 million in the previous quarter to RM7.330 million in the current quarter mainly due to the unrealised loss in foreign exchange, share of losses in associate and lower contribution from other investment.

**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.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****B5 Income tax expense**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
Current tax	216	(138)	320	658

For the year ended 31 December 2015, the effective tax rate for the Group is lower than the statutory tax rate due to 100% tax exemption from Pioneer Status of Section 4D, Promotion of Investment Act, 1986 for Elsoft Systems 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 but not completed as at the reporting date.

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015**

**B8 Other investment**

A summary of the movement of other investments during the period ended 31 December 2015 is as follow:

	<b>RM'000</b>
<b>Other investment</b>	
Balance at 1 January 2015	19,177
Acquisition during the period	41,943
Dividend reinvest	423
Less : Disposal during the period	(46,939)
	<u>14,604</u>
Add : Gain on fair value adjustment	889
Balance at 31 December 2015	<u><u>15,493</u></u>

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

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

**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: -

Single tier dividend

For the financial year	31 December 2015
Approved and declared on	26 February 2016
Dividend per share	RM0.04
Payable on	15 April 2016
Entitlement to dividend based on Record of Depositors as at	18 March 2016



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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****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 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</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	7,114	4,606	26,148	20,134
	<hr/>		<hr/>	
	<b>Individual Quarter 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>	<b>RM' 000</b>
Weighted average number of ordinary shares in issue	181,132	181,132	181,132	181,132
	<hr/>		<hr/>	
	<b>Individual Quarter 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic earnings per share for: Profit for the period	3.93	2.54	14.44	11.12
	<hr/>		<hr/>	

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**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****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 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015 RM '000</b>	<b>31 Dec 2014 RM '000</b>	<b>31 Dec 2015 RM '000</b>	<b>31 Dec 2014 RM '000</b>
Profit attributable to ordinary equity holders of the parent	7,114	4,606	26,148	20,134
	<hr/>		<hr/>	
	<b>Individual Quarter 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015 RM '000</b>	<b>31 Dec 2014 RM '000</b>	<b>31 Dec 2015 RM '000</b>	<b>31 Dec 2014 RM '000</b>
Weighted average number of ordinary shares in issue	181,132	181,132	181,132	181,132
Effects of dilution :				
Share option	-	-	-	-
	<hr/> 181,132	<hr/> 181,132	<hr/> 181,132	<hr/> 181,132
	<hr/>		<hr/>	
	<b>Individual Quarter 3 months ended</b>		<b>Cumulative Quarter 12 months ended</b>	
	<b>31 Dec 2015 Sen</b>	<b>31 Dec 2014 Sen</b>	<b>31 Dec 2015 Sen</b>	<b>31 Dec 2014 Sen</b>
Diluted earnings per share for: Profit for the period	3.93	2.54	14.44	11.12
	<hr/>		<hr/>	

**ELSOFT RESEARCH BERHAD**

(Company No. 617504-K)

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****B14 Profit Before Tax**

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31 Dec 2015 RM '000	31 Dec 2014 RM '000	31 Dec 2015 RM '000	31 Dec 2014 RM '000
Profit before tax is arrived after charging:				
Amortisation of prepaid leasehold land	15	16	63	64
Audit fee	37	21	54	50
Depreciation				
- property, plant and equipment	137	144	537	525
- Investment property	21	31	84	83
Impairment loss on trade receivables	-	2	-	2
Loss on disposal of other investment	-	-	-	162
Loss on fair value adjustment on other investment	1,034	-	-	-
Property, plant and equipment written off	48	-	48	-
Unrealised loss on foreign exchange	1,793	-	-	-
and crediting:				
Dividend income	75	64	423	640
Gain on disposal of other investment	1,441	68	1,564	-
Gain on disposal of short term investment	54	-	291	-
Gain on fair value adjustment on other investment	-	4	889	170
Interest income	29	157	74	159
Negative goodwill from acquisition of an associate	-	140	-	140
Realised gain on foreign exchange	1,027	156	1,208	74
Unrealised gain on foreign exchange	-	635	1,890	894
Rental received	298	238	1,104	799

**ELSOFT RESEARCH BERHAD**

(Company No. 617504-K)

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED  
31 DECEMBER 2015****B15 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 financial year 31 Dec 2015 RM '000</b>	<b>As at end of previous financial year 31 Dec 2014 RM '000</b>
Total retained profits of Elsoft Research Berhad and its subsidiaries:		
- Realised profits	54,525	43,212
- Unrealised profits	<u>1,366</u>	<u>370</u>
	55,891	43,582
Total share of retained earnings from an associate:		
- Realised profits	89	3,943
- Unrealised profits	<u>27</u>	<u>(203)</u>
	56,007	47,322
Less : Consolidation adjustments	<u>(5,767)</u>	<u>(6,942)</u>
Total Group retained profits as per consolidated accounts	<u><u>50,240</u></u>	<u><u>40,380</u></u>

**B16 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 26 February 2016.

By Order of the Board

*Tan Cheik Eaik*

Director