

**MTOUCHE TECHNOLOGY BERHAD**  
**Company no. 656395-X**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30 JUNE 2017**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2017 RM'000 (Unaudited)	Preceding Year Quarter 30.06.2016 RM'000 **	Current Year To Date 30.06.2017 RM'000 (Unaudited)	Preceding Year To Date 30.06.2016 RM'000 **
Revenue	5,947	N/A	36,353	N/A
Cost of Sales	(2,319)	N/A	(18,998)	N/A
<b>Gross Profit</b>	<b>3,628</b>	<b>N/A</b>	<b>17,355</b>	<b>N/A</b>
Administrative Expenses	(1,974)	N/A	(13,022)	N/A
Other Expenses	(398)	N/A	(2,467)	N/A
<b>PBITDA*</b>	<b>1,256</b>	<b>N/A</b>	<b>1,866</b>	<b>N/A</b>
Other Income	141	N/A	2,848	N/A
Finance Costs	-	N/A	-	N/A
Depreciation and Amortisation	(102)	N/A	(2,327)	N/A
<b>Profit Before Tax</b>	<b>1,295</b>	<b>N/A</b>	<b>2,387</b>	<b>N/A</b>
Tax Expense	(1,016)	N/A	(1,775)	N/A
<b>Profit for the Financial Period</b>	<b>279</b>	<b>N/A</b>	<b>612</b>	<b>N/A</b>
<b>Other Comprehensive (Loss)/Income</b>				
Item that may be Reclassified Subsequently to Profit				
Currency Translation Differences	(289)	N/A	770	N/A
<b>Item That Will not be subsequently reclassified to Profit</b>				
Actuarial gains on defined benefit obligation	(6)	N/A	(6)	N/A
Income Tax Effect	1	N/A	1	N/A
	(5)	N/A	(5)	N/A
<b>Other Comprehensive (Loss)/Income for the Financial Period, net of tax</b>	<b>(294)</b>	<b>N/A</b>	<b>765</b>	<b>N/A</b>
<b>Total Comprehensive (Loss)/Income for the Financial Period</b>	<b>(15)</b>	<b>N/A</b>	<b>1,377</b>	<b>N/A</b>
<b>Profit for the Financial Period Attributable to:</b>				
Owners of the Company	319	N/A	892	N/A
Non-Controlling Interest	(40)	N/A	(280)	N/A
	279	N/A	612	N/A
<b>Total Comprehensive (Loss)/Income for the Financial Period Attributable to:</b>				
Owners of the Company	25	N/A	1,776	N/A
Non-Controlling Interest	(40)	N/A	(399)	N/A
	(15)	N/A	1,377	N/A
<b>Earnings Per Ordinary Share Attributable to Equity Holders of the Company</b>				
Basic and Diluted (sen)	0.25	N/A	0.70	N/A

\* - PBITDA denotes "Profit Before Interest, Tax, Depreciation and Amortisation"

\*\*There are no comparative figures disclosed for the current quarter and the cumulative period-to-date results following the change in the financial year end from 31 December to 30 June.

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 30.06.2017 RM'000 (Unaudited)</b>	<b>As at 31.12.2015 RM'000 (Audited)</b>
<b>Non-Current Assets</b>		
Property, Plant and Equipment	610	1,849
Intangible Assets	335	4,262
Deferred Tax Assets	112	79
	1,057	6,190
<b>Current Assets</b>		
Trade and Other Receivables	21,348	8,209
Prepayments	518	208
Inventories	2	19
Tax Recoverable	648	639
Cash and Bank Balances	1,620	3,470
	24,136	12,545
<b>Current Liabilities</b>		
Tax Payable	1,251	263
Trade and Other Payables	12,544	12,359
	13,795	12,622
<b>NET ASSETS</b>	11,398	6,113
<b>FINANCED BY:</b>		
<b>Equity Attributable to Owners of the Company</b>		
Share Capital	12,735	23,154
Share Premium	1,430	4,864
Treasury Shares	-	(5,212)
Reserves	10,674	9,904
Accumulated Loss	(12,367)	(25,990)
	12,472	6,720
Non-Controlling Interest	(1,430)	(1,031)
	11,042	5,689
<b>Non-Current Liabilities</b>		
Deferred Tax Liabilities	16	139
Defined Benefits Obligations	340	285
	356	424
	11,398	6,113
<b>Net Assets Per Share (sen)</b>	9	4

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.*

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**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2017**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	[-----Non-distributable-----]									
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Warrants Reserve RM'000	Capital Redemption Reserve RM'000	Other Reserve RM'000	Accumulated Loss RM'000	Total RM'000	Non- controlling interest RM'000	Total Equity RM'000
As at 1 January 2016	23,154	4,864	(5,212)	9,445	4,195	(3,736)	(25,990)	6,720	(1,031)	5,689
Profit/(Loss) for the financial period	-	-	-	-	-	-	892	892	(279)	613
Remeasurement Loss on Defined Benefit Obligation, Net of Tax	-	-	-	-	-	-	(4)	(4)	-	(4)
Currency Translation Differences	-	-	-	-	-	770	-	770	(120)	650
Total comprehensive profit/(loss)	-	-	-	-	-	770	888	1,658	(399)	1,259
<b>Transaction with owners:-</b>										
Disposal of treasury shares	-	(3,434)	5,212	-	-	-	-	1,778	-	1,778
Par value reduction	(12,735)	-	-	-	-	-	12,735	-	-	-
Issuance of new shares	2,316	-	-	-	-	-	-	2,316	-	2,316
Total transactions with owners	(10,419)	(3,434)	5,212	-	-	-	12,735	4,094	-	4,094
As at 30 June 2017 (Unaudited)	12,735	1,430	-	9,445	4,195	(2,966)	(12,367)	12,472	(1,430)	11,042
As at 1 January 2015	23,154	4,864	(5,212)	9,445	4,195	(86)	(24,846)	11,514	(804)	10,710
Loss for the financial year	-	-	-	-	-	-	(1,151)	(1,151)	(147)	(1,298)
Remeasurement Gain on Defined Benefit Obligation, Net of Tax	-	-	-	-	-	-	7	7	-	7
Currency Translation Differences	-	-	-	-	-	(3,650)	-	(3,650)	(80)	(3,730)
Total comprehensive profit/(loss)	-	-	-	-	-	(3,650)	(1,144)	(4,794)	(227)	(5,021)
As at 31 December 2015 (Audited)	23,154	4,864	(5,212)	9,445	4,195	(3,736)	(25,990)	6,720	(1,031)	5,689

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.*

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Current Year To Date 30.06.2017 RM'000 (Unaudited)</b>	<b>Preceding Year To Date 31.12.2015 RM'000 (Audited)</b>
<b>Operating activities</b>		
Profit/(Loss) before tax	2,387	(720)
Adjustments for:-		
Non-cash items	2,322	1,303
Non-operating items	(334)	(3,711)
Written off of property, plant and equipment	1	5
Operating profit/(loss) before changes in working capital	<u>4,376</u>	<u>(3,123)</u>
Changes in working capital:-		
Trade and non-trade receivables	(15,254)	5,684
Trade and non-trade payables	6,306	(3,218)
Cash used in operations	<u>(4,572)</u>	<u>(657)</u>
Defined benefit obligation paid	(47)	-
Income tax paid	(96)	(1,143)
Net cash used in operating activities	<u>(4,715)</u>	<u>(1,800)</u>
<b>Investing activities</b>		
Interest received	31	75
Additions to intangible assets	(169)	(4,047)
Disposal of subsidiary companies, net of cash acquired	179	-
Net cash inflow on acquisition of subsidiary company	92	-
Placement of fixed deposits	(3)	-
Purchase of property, plant and equipment	(1,425)	(1,462)
Net cash used in investing activities	<u>(1,295)</u>	<u>(5,434)</u>
<b>Financing activities</b>		
Proceeds from disposal of treasury Shares	1,778	-
Proceeds from issuance of ordinary shares	2,315	-
Interest paid	-	(4)
Repayment of financial lease liabilities	-	(28)
Withdrawal of fixed deposits with maturity of three months or more	-	29
Net cash from/(used in) financing activities	<u>4,093</u>	<u>(3)</u>
Net changes in cash and cash equivalents	(1,917)	(7,237)
Effect of changes in foreign exchange rate	64	656
Cash and cash equivalents at beginning of financial period	<u>3,427</u>	<u>10,008</u>
Cash and cash equivalents at end of financial period	<u><u>1,574</u></u>	<u><u>3,427</u></u>
1. Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	1,620	3,470
Fixed deposits with maturity of three month or more	(46)	(43)
	<u><u>1,574</u></u>	<u><u>3,427</u></u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.*

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**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 INTERIM FINANCIAL REPORTING**

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**A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in Malaysia Financial Reporting Standards (“MFRS”) 134 – Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

These explanatory notes provide an explanation of 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 2015.

The accounting policies and methods of computation used in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2015 except for the changes in accounting policies and presentation resulting from the adoption of new and revised MFRSs and amendments to MFRSs that are effective for financial periods beginning on or after 1 January 2016.

The Group has not adopted the following new MFRSs and amendments to MFRSs issued by the Malaysian Accounting Standards Board:

<b>Title</b>	<b>Effective date</b>
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
MFRS 16 Leases	1 January 2019

The possible impact on adoption of the above pronouncements in the period of initial application cannot be determined at present.

**A2. Auditors’ Report on the Preceding Annual Financial Statements**

The auditor’s report on the latest audited financial statements for the year ended 31 December 2015 was not subject to any audit qualification.

**A3. Seasonal or Cyclical Factors of Interim Operations**

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current quarter under review.

**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 flow of the Group during the current quarter under review.

**A5. Material Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current quarter results.

**A6. Issuance and Repayment of Debts and Equity Securities**

There were no issuance and repayment of debts and equity securities of The Group during the current quarter under review.

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**A7. Dividends Paid or Proposed**

There were no dividends declared and paid for the current quarter under review.

**A8. Segmental Information**

The management determines that its geographical segments comprise the following markets which have similar characteristics:

- (i) Matured markets – countries which the Group has achieved stable penetration rate including Malaysia, Singapore, Thailand and Hong Kong.
- (ii) Emerging markets – countries with potential growth and penetration rate including Indonesia, Vietnam, Philippines and Cambodia.

**Segmental information by geographical segments for the eighteen (18) months ended 30 June 2017.**

	<b>Matured markets RM'000</b>	<b>Emerging markets RM'000</b>	<b>Elimination RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>				
Sales to external customers	30,726	5,627	-	36,353
Inter-segment sales	2,871	79	(2,950)	-
Total revenue	<u>33,597</u>	<u>5,706</u>	<u>(2,950)</u>	<u>36,353</u>
<b>Results</b>				
Profit/(Loss) before tax	3,869	(1,482)	-	2,387
Tax expenses	(1,761)	(14)	-	(1,775)
Profit/(Loss) for the period	<u>2,108</u>	<u>(1,496)</u>	<u>-</u>	<u>612</u>

**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 Quarter**

- (a) On 19 July 2017, the Company entered into a Master Collaboration Partnership Agreement (“Agreement”) with Advanced Platform Sdn. Bhd. (“APSB”) to collaborate with APSB on joint development and marketing of the Digital Media and Infotainment Platform, and to obtain the exclusive rights to market and commercialise the new developed platform for the market in Southeast Asia (the “Licensed Territory”) as per the terms and conditions of the Agreement. The Licensed Territory shall include Malaysia, Thailand, Indonesia, Singapore, Vietnam, Cambodia, Philippines, Myanmar, Laos plus Hong Kong.
- (b) On 2 August 2017, the Company entered into a Master Collaboration Partnership Agreement (“Agreement”) with Octa Gravity Company Limited (“Octa”) to collaborate with Octa on joint development and marketing of the Digital Media and Infotainment Platform with the enhancement of OCTABrain technology, and to obtain the exclusive rights to market and commercialise the new developed Platform driven by OCTABrain for the market in Southeast Asia (the “Licensed Territory”) as per the terms and conditions of the Agreement. The Licensed Territory shall include Malaysia, Thailand, Indonesia, Singapore, Vietnam, Cambodia, Philippines, Myanmar, Laos as well as Hong Kong.

Both of the Agreements will not have any material impact on the issued and paid-up capital of the Group and the earnings and net assets of the Group for financial year ending 30 June 2018 but is expected to contribute positively to the earnings of the mTouche Group.

Save for the above, there were no other material events subsequent to the end of the current financial quarter.

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**A11. Changes in Composition of the Group**

On 10 May 2017, the Company's wholly-owned subsidiary, mTouche (Vietnam) Co., Ltd ("MVCL") had acquired the entire shares of Mobile Asia Vietnam Co., Ltd ("MAVC") for a total cash consideration of VND500,000,000 (Vietnam Dong Five hundred million) or equivalent to approximately RM95,577 (Ringgit Malaysia Ninety-Five Thousand Five Hundred Seventy-Seven) for the purpose of market penetration into Republic of Vietnam.

Save for the above, there were no other changes in the composition of the Group for the current quarter under review.

**A12. Contingent Assets or Changes on Contingent Liabilities**

There were no contingent assets or contingent liabilities since the last statement of financial position date.

**A13. Significant Related Party Transaction**

The Directors are of the opinion that there are no related party transactions which would have material impact on the financial position and the business of the Group during the current financial quarter.

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**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENT OF BURSA SECURITIES FOR THE ACE MARKET**

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**B1. Review of Performance**

The Group registered revenue of RM36.4 million for the eighteen (18) months ended 30 June 2017. There is no preceding year corresponding period comparison due to the change in the financial year end from 31 December to 30 June. Revenue from matured market recorded at RM30.7 million whereas revenue from emerging markets recorded at RM5.7 million. Overall, the figures shown an acceleration in revenue which in turn shown the improved market response to our products.

With the abovementioned higher revenue recorded, coupled with Management's initiative to tighten the cost of services through a series of cost control measurement and management, the Group registered a pre-tax profit of RM2.4 million.

**B2. Material Changes in Profit before Tax in Comparison to the Previous Quarter**

The Group recorded a profit before tax of RM1.3 million during the quarter as compared to profit before tax of RM0.7 million in the immediate preceding quarter. This was mainly due to acceleration in revenue which in turn shows the improved market response to our products. There is no preceding year corresponding period comparison due to the change in the financial year end from 31 December to 30 June.

**B3. Future Prospect**

**Thailand**

As mentioned in Quarterly Report for the quarter ended 31 March 2017, mTouche (Thailand) has on 10 April 2017 entered into a MOU with G.I.S. to establish collaboration and explore opportunities between mTouche Thailand and G.I.S. to jointly develop, build, install and operate the SMART4 Public Phone & Wi-Fi Hub Terminal, Display Content Management and Broadcast Platform for Physical Advertising Marketing, CCTV Security Cameras with 24 hours Security Monitoring System, Wi-Fi enabled and authentication Platform and the SERA Location Based Engagement Platform for the Digital Advertising Marketing, as well as the SERAPON mobile application for general public to access tourist information, city maps, directions and services, that is mutually beneficial to the both parties. With this new business venture into the media advertising industry (both physical and digital advertising) which will provide the Group with new revenue stream in the future, the exposure into the media advertising industry will further provide the Group with the opportunity to tap into the media production services for its future advertisers.

**Republic of Vietnam**

Aside from Thailand market, MVCL had on 10 May 2017 acquired the entire shares of MAVC to penetrate into Republic of Vietnam's mobile value-added services market. With the business move on the acquisition of MAVC, it will provide MAVC the seamless integration with direct connectivity to all the Telco providers in Republic of Vietnam as well as increases the profitability of the services instead of sharing short code via other service providers.

**Malaysia**

For domestic market, on 19 July 2017 and 2 August 2017, mTouche entered into a Master Collaboration Partnership Agreement ("Agreement") with Advanced Platform Sdn. Bhd. ("APSB") and Octa Gravity Company Limited ("Octa") to collaborate on joint development and marketing a range of Software-as-a-Service (SaaS) and Platform-as-a-Service (PaaS) offerings, and to obtain the exclusive rights to market and commercialise the new developed platform for the market in Southeast Asia.

The alliance between the companies is expected to deliver a continuous stream of services offerings over the next 18 months, with the first wave of offerings slated for a phased release during the fourth quarter of 2017.

Apart from that, according to a recent research done by eMarketer, in collaboration with Interactive Advertising Bureau Singapore, which released its first-ever digital media advertising spending forecast that predicts double-digit overall growth in digital media spending in 2017 with a market value of US\$2.69 billion covering Malaysia, Thailand, Indonesia, Vietnam, Philippine, Singapore plus Hong Kong.

The studies include advertising that appears on desktop and laptops computers as well as mobile phones, tablets and other internet-connected devices, and includes all various formats of advertising on those platforms; excludes SMS, MMS and P2P messaging-based advertising (Source: eMarketer, Jan 2017).



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**B3. Future Prospect (cont'd)**

**Malaysia (cont'd)**

Given the total population of an estimate 647 million people across the Southeast Asian market, the companies expect the innovative platform to reach the quality critical mass of more than 10 million user base within Five (5) years with the access to the market that mTouche presently serves as the gateway to the region which allow the platform to tap wider markets with a potential of US\$2.69 billion in today's market value.

Moving forward, the Group will continue to focus and drive existing core business in mobile value-added services, promote new products and continuously looking forward for the growth in South East Asia. mTouche will invest additional resources and funding to help accelerate time-to-market for the platform, with specific cloud-based solution and services for the media and entertainment industry

**B4. Variance on Profit Forecast**

Not applicable as the Group has not issued any profit forecast.

**B5. Tax expenses**

	Individual Quarter		Cumulative Quarter	
	Current year quarter 30.06.2017 RM'000	Preceding year corresponding quarter 30.06.2016 RM'000	Current year to date 30.06.2017 RM'000	Preceding year corresponding period 30.06.2016 RM'000
Current tax expense:				
Malaysian income tax	-	N/A	-	N/A
Foreign tax	926	N/A	1,685	N/A
	926	N/A	1,685	N/A
Deferred tax	90	N/A	90	N/A
	1,016	N/A	1,775	N/A

Malaysian income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the year. Taxation for other jurisdiction is calculated at the rate prevailing in the respective jurisdiction.

**B6. Status of Corporate Proposals**

On 23 January 2017, the Company's shareholders' approved the following resolutions:

**Announced and completed as at 21 August 2017:**

- Par value reduction via the cancellation of RM0.05 from the par value of every existing ordinary shares of RM0.10 each in the issued and paid-up share capital of the company. The par value reduction has completed on 9 March 2017.
- Consolidation of every two ordinary shares of RM0.05 each (after the par value reduction) into one (1) ordinary share of RM 0.10 each. The share consolidation has completed on 27 March 2017.
- Increase in the authorised share capital of mTouche from RM50,000,000 comprising 500,000,000 shares to RM300,000,000 comprising 3,000,000,000 shares.

**Announced but not completed as at 21 August 2017:**

- Renounceable rights issue of up to 557,500,566 new ordinary shares of RM0.10 each in mTouche ("mTouche Shares" or "Shares") ("Rights Shares") together with up to 278,750,283 free detachable warrants in mTouche ("Warrants C") (after share consolidation) on the basis of six (6) rights shares together with three (3) free warrants C for every two (2) existing shares held by entitled shareholders on a rights entitlement date to be determined.

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**B6. Status of Corporate Proposals (cont'd)**

**Announced but not completed as at 21 August 2017 (cont'd):**

- Establishment of an employees' share option scheme involving up to 30% of the issued and paid-up share capital of mTouche for the eligible Directors and employees of the Company and its subsidiaries.

**B7. Borrowings and Debt Securities**

There were no other borrowings or debt securities in the Group as at 30 June 2017.

**B8. Material Litigation**

There were no significant changes in material litigation as at this reporting date.

**B9. Dividends**

No dividend was declared and paid during the current quarter under review.

**B10. Earnings per shares**

	<b>Current Year Quarter 30.06.2017</b>	<b>Preceding Year Quarter 30.06.2016</b>	<b>Current Year To Date 30.06.2017</b>	<b>Preceding Year To Date 30.06.2016</b>
<b>Profit attributable to ordinary shareholders of the Company (RM'000)</b>	<u>319</u>	<u>N/A</u>	<u>892</u>	<u>N/A</u>
<b>Weighted average number of ordinary shares in issue ('000)</b>	<u>127,348</u>	<u>N/A</u>	<u>127,348</u>	<u>N/A</u>
<b>Basic &amp; diluted (loss)/earnings per share (sen)</b>	<u>0.25</u>	<u>N/A</u>	<u>0.70</u>	<u>N/A</u>

The diluted earnings per ordinary share is same as the basic earnings per share as the average market price of the ordinary shares during the current financial quarter was lower than the exercise price of the warrants and accordingly, the effect of the assumed conversion of warrants outstanding will be anti-dilutive effect and the Company has no other dilutive potential ordinary shares in issue as at the end of the current financial quarter.

**B11. Disclosure of Realised and Unrealised Losses**

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1 Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to the Bursa Securities' Listing Requirements, issued by the Malaysian Institute of Accountants:

	<b>As at 30.06.2017 RM'000 (Unaudited)</b>	<b>As at 31.12.2015 RM'000 (Audited)</b>
Total accumulated losses of the Group:		
- Realised	(57,734)	(76,298)
- Unrealised	<u>(185)</u>	<u>3,802</u>
	(57,919)	(72,496)
Add: Consolidated adjustments	<u>45,552</u>	<u>46,506</u>
Total group accumulated losses as per consolidated accounts	<u>(12,367)</u>	<u>(25,990)</u>

Unrealised losses include unrealised (loss)/gain on foreign exchange and deferred tax.

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**B12. Profit Before Tax**

The following items have been included in arriving at profit before tax:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2017 RM'000	Preceding Year Quarter 30.06.2016 RM'000	Current Year to Date 30.06.2017 RM'000	Preceding Year to Date 30.06.2016 RM'000
Interest income	-	N/A	(31)	N/A
Other income	(19)	N/A	(1,819)	N/A
Gain on acquisition of subsidiary company	(122)	N/A	(122)	N/A
Loss on disposal of subsidiary companies	-	N/A	12	N/A
Depreciation and amortisation	102	N/A	2,327	N/A
Foreign exchange loss/(gain)	232	N/A	(735)	N/A

Save for the above, the other items as required under Chapter 9 Appendix 9B (16) of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

By Order of the Board,

NG SALLY (MAICSA 7060343)  
LIM LEE KUAN (MAICSA 7017753)  
Company Secretary  
28 August 2017