

**NEXGRAM HOLDINGS BERHAD**  
**(formerly know as Nextnation Communication Berhad)**  
(Company No. 660055-H)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT**  
**FOR THE THIRD QUARTER ENDED 31 JANUARY 2014**

**NEXGRAM HOLDINGS BERHAD**  
(formerly know as Nextnation Communication Berhad)  
Company No. 660055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**

	NOTE	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 JANUARY 2014 RM	PRECEDING YEAR CORRESPONDING QUARTER 31 JANUARY 2013 RM	CURRENT YEAR TO-DATE 31 JANUARY 2014 RM	PRECEDING YEAR CORRESPONDING PERIOD 31 JANUARY 2013 RM
Revenue		27,832,493	19,002,628	79,895,658	53,168,240
Operating expenses		(22,298,424)	(15,590,438)	(66,746,934)	(45,131,566)
<b>Profit from operations</b>		<b>5,534,069</b>	<b>3,412,190</b>	<b>13,148,724</b>	<b>8,036,674</b>
Depreciation and amortisation		(2,195,756)	(1,441,365)	(6,356,350)	(2,998,524)
Share of loss associate		(349,440)	-	(349,440)	-
Finance costs		(793,699)	(101,074)	(1,386,840)	(399,212)
Interest income		6,530	4,679	19,463	27,086
<b>Profit before taxation</b>		<b>2,201,704</b>	<b>1,874,430</b>	<b>5,075,556</b>	<b>4,666,024</b>
Taxation	B4	(5,885)	-	(5,285)	23,701
<b>Profit for the period</b>		<b>2,195,819</b>	<b>1,874,430</b>	<b>5,070,271</b>	<b>4,689,725</b>
<b>Other comprehensive (loss)/profit, net of tax</b>					
Foreign currency translation		(578)	(164,845)	(361,535)	(632,291)
		<b>(578)</b>	<b>(164,845)</b>	<b>(361,535)</b>	<b>(632,291)</b>
<b>Total comprehensive income for the period, net of tax</b>		<b>2,195,241</b>	<b>1,709,585</b>	<b>4,708,736</b>	<b>4,057,434</b>
<b>Profit for the period attributable to:</b>					
Equity holders of the Company		2,190,615	1,946,139	5,090,328	4,658,377
Non-controlling interests		5,204	(71,709)	(20,057)	31,348
<b>Profit for the period</b>		<b>2,195,819</b>	<b>1,874,430</b>	<b>5,070,271</b>	<b>4,689,725</b>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		2,310,742	2,087,883	5,048,367	4,638,588
Non-controlling interests		(115,501)	(378,298)	(339,631)	(581,154)
<b>Total comprehensive income for the period</b>		<b>2,195,241</b>	<b>1,709,585</b>	<b>4,708,736</b>	<b>4,057,434</b>
Earnings per share attributable to equity holders of the Company:-					
- Basic (sen)	B13	0.26	0.40	0.68	0.79
- Diluted (sen)		0.18	0.35	0.48	0.62

(The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 April 2013 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 14)

**NEXGRAM HOLDINGS BERHAD**  
**(formerly know as Nextnation Communication Berhad)**  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER**  
**ENDED 31 JANUARY 2014**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	AT 31 JANUARY 2014 (UNAUDITED) RM	AT 30 APRIL 2013 (AUDITED) RM
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	28,756,824	11,754,506
Land held for property development	19,217,214	19,217,214
Investment properties	45,330,837	-
Research and development expenditure	3,643,380	4,330,849
Intangible assets	21,822,612	26,137,446
Investment in associate company	9,963,298	-
Investment in unquoted share	17,519,690	-
Goodwill on consolidation	-	-
Total non-current assets	146,253,855	61,440,015
<b>Current assets</b>		
Trade and other receivables	75,775,921	66,674,236
Amount due from associate company	2,059,603	2,450,643
Tax recoverable	5,868	3,877
Assets held for sale	5,370,854	5,840,488
Fixed deposits with a licensed bank	616,801	616,801
Cash and bank balances	73,160,667	3,789,356
Total current assets	156,989,714	79,375,401
<b>Total assets</b>	303,243,569	140,815,416
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
<b>Equity attributable to owners of the parent:</b>		
Share capital	126,908,010	65,405,340
Reserves	43,175,845	8,636,996
Retained earnings	38,764,345	33,674,017
	208,848,200	107,716,353
Non-controlling interests	(1,372,346)	(1,032,715)
<b>Total equity</b>	207,475,854	106,683,638
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Finance lease payables	1,182,274	384,884
Term loans	60,942,789	16,296,315
Total non-current liabilities	62,125,063	16,681,199
<b>Current liabilities</b>		
Trade and other payables	24,408,009	12,476,099
Finance lease payables	250,963	127,898
Term loans	5,571,891	1,498,753
Liabilities directly associate with assets held for sale	1,993,554	1,903,685
Bank overdraft	1,418,235	1,444,144
Total current liabilities	33,642,652	17,450,579
<b>Total liabilities</b>	95,767,715	34,131,778
<b>Total equity and liabilities</b>	303,243,569	140,815,416
<b>Net assets per share attributable to ordinary equity holders of the Company (sen)</b>	24.68	16.47

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 April 2013 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 14)

**NEXGRAM HOLDINGS BERHAD**  
(formerly know as Nextnation Communication Berhad)  
Company No. 660055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)**

	<----- Attributable to owners of the parent ----->							Non-controlling interests RM	Total equity RM
	Non-Distributable			Distributable					
	Share capital RM	Share premium RM	Warrants reserve	Translation reserve RM	Retained earnings RM	Total RM			
At 1 May 2013	65,405,340	4,551,441	4,380,405	(294,850)	33,674,017	107,716,353	(1,032,715)	106,683,638	
Transaction with owners:									
- Issue of ordinary shares	61,502,670	36,496,380	-	-	-	97,999,049	-	97,999,049	
- Issue of warrants	-	-	1,903,620	-	-	1,903,620	-	1,903,620	
Total transactions with owners	61,502,670	36,496,380	1,903,620	-	-	99,902,669	-	99,902,669	
Foreign currency translation	-	-	-	(3,861,151)	-	(3,861,151)	(319,574)	(4,180,725)	
Profit for the financial period	-	-	-	-	5,090,328	5,090,328	(20,057)	5,070,271	
Total comprehensive income for the financial period	-	-	-	(3,861,151)	5,090,328	1,229,177	(339,631)	889,546	
At 31 Jan 2014	<u>126,908,010</u>	<u>41,047,821</u>	<u>6,284,025</u>	<u>(4,156,001)</u>	<u>38,764,345</u>	<u>208,848,199</u>	<u>(1,372,346)</u>	<u>207,475,853</u>	
At 1 May 2012	45,738,000	6,182,540	-	(6,889,492)	32,975,989	78,007,037	(4,975)	78,002,062	
Transaction with owners:									
- Issue of ordinary shares	13,721,400	3,016,863	-	-	-	16,738,263	-	16,738,263	
- Issue of warrants	-	-	4,380,405	-	(4,380,405)	-	-	-	
Total transactions with owners	13,721,400	3,016,863	4,380,405	-	(4,380,405)	16,738,263	-	16,738,263	
Foreign currency translation	-	-	-	1,720,368	-	1,720,368	(612,502)	1,107,866	
Fair value adjustment in share warrants	-	700,783	(700,783)	-	-	-	-	-	
Profit for the financial period	-	-	-	-	4,658,377	4,658,377	31,348	4,689,725	
Total comprehensive income for the financial period	-	700,783	(700,783)	1,720,368	4,658,377	6,378,745	(581,154)	5,797,591	
At 31 January 2013	<u>59,459,400</u>	<u>9,900,186</u>	<u>3,679,622</u>	<u>(5,169,124)</u>	<u>33,253,961</u>	<u>101,124,045</u>	<u>(586,129)</u>	<u>100,537,916</u>	

(The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 April 2013 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 14)

**NEXGRAM HOLDINGS BERHAD**  
**(formerly know as Nextnation Communication Berhad)**  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER**  
**ENDED 31 JANUARY 2014**

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)**

	CUMULATIVE QUARTER	
	CURRENT YEAR TO-DATE 31 JANUARY 2014	PRECEDING YEAR CORRESPONDING PERIOD 31 JANUARY 2013
	RM	RM
<b>Cash flows from operating activities</b>		
Profit before taxation	5,075,556	4,666,024
Adjustments for non-cash flow:		
Non-cash items	6,281,259	1,798,168
Finance costs	1,386,840	399,212
Interest income	(19,463)	(27,086)
Operating profit before working capital changes	<u>12,724,192</u>	<u>6,836,318</u>
Changes in working capital:		
Net change in current assets	(9,832,538)	(2,152,060)
Net change in current liabilities	9,160,464	3,558,368
Cash generated from operations	<u>12,052,118</u>	<u>8,242,626</u>
Interest paid	(1,386,840)	(399,212)
Income tax paid	-	-
Income tax refund	3,711	24,384
<b>Net cash from operating activities</b>	<u>10,668,989</u>	<u>7,867,798</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(7,088,206)	(26,311,822)
Proceeds from disposal of property, plant and equipment	4,324,000	4,578,864
Purchase of investment properties	(1,457,884)	-
Acquisition of associated company	(10,434,611)	-
Acquisition of unquoted share	(17,519,690)	-
<b>Net cash used in investing activities</b>	<u>(32,176,392)</u>	<u>(21,732,958)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	42,302,670	16,738,263
Drawdown of term loan	53,018,599	-
Interest received	19,463	27,086
Repayment of finance lease payables	(99,268)	(302,120)
Repayment of term loans	(4,372,330)	(2,953,816)
<b>Net cash from financing activities</b>	<u>90,869,133</u>	<u>13,509,413</u>
<b>Net increase in cash and cash equivalents</b>	69,361,730	(355,747)
<b>Cash and cash equivalents at 1 May</b>	3,523,248	2,873,380
<b>Translation differences</b>	35,489	(117,308)
<b>Cash and cash equivalents at end of period</b>	<u>72,920,467</u>	<u>2,400,325</u>
<b>Cash and cash equivalents comprise of :-</b>		
Cash and bank balances	73,160,667	3,327,367
Fixed deposit with a licensed bank		510,000
Bank overdraft	(1,418,235)	(1,437,042)
	<u>71,742,432</u>	<u>2,400,325</u>
Asset classified as held for sale	1,178,035	-
	<u>72,920,467</u>	<u>2,400,325</u>

(The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 30 April 2013 and the accompanying Notes to the Unaudited Interim Financial Report on pages 5 to 14)

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
Company No. 660055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**NOTES TO THE INTERIM FINANCIAL REPORT**

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“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 Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the latest audited financial statements of Nexgram Holdings Berhad (formerly known as Nextnation Communication Berhad) (“Nexgram” or the “Company”) and its subsidiaries (“Group”) for the financial year ended 30 April 2013.

The accounting policies adopted by the Group in this interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 April 2013.

**A2. Qualification of financial statements**

There was no audit qualification reported in the audited financial statements of the Group for the financial year ended 30 April 2013.

**A3. Seasonal or cyclical factors**

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 flows of the Group during the current quarter under review.

**A5. Material changes in estimates**

There were no changes in the nature and amount of estimates reported in prior financial years that have a material effect in the current quarter under review.

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**A6. Debts and equity securities**

There were no issuance, repurchase, cancellation, resale, and repayment of debt and equity securities of the Company from the last financial year ended 30 April 2013 to current quarter under review except for the following:-

- (a) On 14 January 2013 and supplemented on 8 March 2013, 12 March 2013, 2 April 2013, proposed renounceable rights issue up to 564,102,000 rights shares together with up to 338,461,200 free detachable warrants (“Warrants-B”) at an issue price of RM0.11 per rights share on the basis of two (2) rights shares for every three (3) existing ordinary shares of RM0.10 each in Company together with three (3) free Warrant-B for every five (5) rights shares subscribed, which adjusted on 27 June 2013.

On 27 June 2013 and supplemented on 29 August 2013, proposed renounceable rights issue of up to 608,806,200 new ordinary shares of RM0.10 each (“NCB Shares”) (“Rights Shares”) together with up to 304,403,100 free detachable warrants (“Warrants”) at an issue price of RM0.10 per Rights Share on the basis of two (2) Rights Shares together with one (1) free Warrant for every four (4) existing NCB Shares held, based on a minimum subscription level of 120,000,000 Rights Shares together with 60,000,000 free Warrants, on an entitlement date to be determined and announced later.

Bank Negara Malaysia has via its letter dated 28 June 2013 given its approval to the Company to issue the warrants to non-residents shareholders of the Company pursuant to the proposed renounceable rights issue.

Bursa Securities has via its letter dated 28 August 2013 approved the Rights Shares and Warrants.

Below are the important relevant dates for renounceable rights:

Despatch date	24 Dec 2013
Date for commencement of trading of the rights	23 Dec 2013
Date for despatch of abridged prospectus and subscription forms	24 Dec 2013
Date for cessation of trading of the rights	31 Dec 2013
Date for announcement of final subscription result and basis of allotment of excess Rights Securities	13 Jan 2014
Listing date of the Rights Securities	22 Jan 2014

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**A6. Debts and equity securities (cont'd)**

On 22 January 2014, the proposals have been completed following the admission of 211,513,345 warrants issued pursuant to the Rights Issue with Warrants to the Official List of Bursa Malaysia Securities Berhad and the listing of and quotation for the Warrants together with 423,026,696 Rights Shares issued pursuant to the Rights Issue with Warrants on the ACE Market of Bursa Securities.

On 21 February 2014, proposed a bonus issue of up to 617,384,147 new ordinary shares of RM0.10 each on the basis of one (1) Bonus Share for every three (3) existing ordinary shares of RM0.10 each held as an entitlement date to be determined later by the board of directors.

**A7. Dividend paid**

There was no dividend paid during the current quarter under review.

**A8. Segmental information**

The segmental analysis of revenue and profit before taxation of the Group for the financial period ended 31 January 2014 is tabulated below:

Segment	Malaysia RM	Other Countries RM	Elimination RM	Total RM
<b>Revenue</b>	41,569,534	38,601,032	(274,908)	79,895,658
<b>Profit/(loss) before taxation</b>	5,121,587	(46,031)	-	5,075,556

**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.



**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
Company No. 660055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

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

- (a) As at 28 March 2014, being the latest practicable date of this Report, there are no material events subsequent to the quarter ended 31 January 2014.

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

Other than as disclosed below, there were no changes in the composition of the Group during the financial year as at 30 April 2013.

**a) Disposal of 100% equity interest in Vinamob Venture Company Limited (“Vinamob”)**

On 16 July 2012, Godynamic Investments Limited (“GIL”), a subsidiary of Nextnation had entered into a Letter of Intent to dispose its 100% equity interest, representing 100,000 ordinary shares of Vinamob to Lifenote Inc. (“Lifenote”) for a total consideration of USD200,000 (RM626,000). On 16 November 2012, GIL had entered into a Share Sale Agreement (“SSA”) with Lifenote to dispose off the entire shares held in the capital of Vinamob. This disposal was completed on 5 March 2014.

**b) Disposal of 60% equity interest in Elasitas Technologies Limited (“ETL”)**

On 29 April 2013, GIL had entered into a SSPA to dispose its 60% equity interest, representing 57 ordinary shares of ETL to True Accurate Limited for a total consideration of RM7.97 million. This disposal is pending for completion.

**c) Acquisition of approximately 22.75% of issued and paid-up share capital of R&A Telecommunication Group Berhad (“R&A”)**

On 25 October 2013, the Company acquired 100,000,000 ordinary shares of RM0.10 each in R&A representing 11.38% of the issued and paid-up capital of R&A at a total cash consideration of RM5,000,000 from Francis Tan Hock Leong (“Vendor”) via direct business transactions.

On 4 November 2013, the Company acquired an additional 100,000,000 ordinary shares of RM0.10 each in R&A representing in total approximately 22.75% of the issued and paid-up capital of R&A at a total cash consideration of RM5,000,000 from Vendor via direct business transactions. Nextnation also acquire 20,849,215 warrants 2012/2017 in R&A from the Vendor via direct business transactions for a cash consideration of RM312,738.23.

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
Company No. 66055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**A12. Contingent assets or liabilities**

Save as disclosed below, the Company does not have any contingent assets or liabilities as at 28 March 2014.

	RM
<u>Contingent liability :</u>	
Corporate guarantee granted to subsidiary companies	<u>62,289,982</u>

**A13. Capital commitments**

There were no capital commitments as at 28 March 2014.

**ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING  
REQUIREMENTS OF BURSA SECURITIES**

**B1. Review of performance**

**(a) Performance of the current quarter against the preceding quarter**

For the current quarter ended 31 January 2014, the Group recorded revenue of RM27.8 million as compared to RM27.1 million which recorded in the previous quarter ended 31 October 2013. The Group's revenue increased by 2.6% as a result of slight increase in sales of the Company's products and services.

The Group recorded a profit before taxation of RM2.2 million for the current quarter ended 31 January 2014 as compared to profit before taxation of RM1.5 million recorded in the previous quarter ended 31 October 2013. The increase was mainly contributed by gain on disposal of property, plant and equipment amounting RM0.5 million.

**(b) Performance of the financial year-to-date against preceding year corresponding period**

The Group's revenue of RM79.9 million in the current 9-months financial period ended 31 January 2014 as compared to RM53.2 million reported in the previous year corresponding period. The Group's revenue increased by 50.2% was mainly due to the drastic increase in sales of the Group's products and services.

The Group recorded a profit before taxation of RM5.1 million in the current 9-months financial period ended 31 January 2014 as compared to RM4.7 million reported in the previous year corresponding period.

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
Company No. 66055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**B1. Review of performance (cont'd)**

**(c) Performance of the current quarter/ period against the preceding year corresponding quarter/ period**

The Group's revenue of RM27.8 million in the current 3-months financial period ended 31 January 2014 as compared to RM19.0 million reported in the previous year corresponding period. The Group's revenue increased by 47.4% was mainly due to the drastic increase in sales of the Group's products and services.

The Group recorded a profit before taxation of RM2.2 million in the current 3-months financial period ended 31 January 2014 as compared to RM1.9 million reported in the previous year corresponding period.

**B2. Current year's prospect**

The Group is principally engaged in programming services, software development, internet consulting, provision of information technology services, development and distribution of retail mobile application solutions and provision of multiple gateways for technology enabling and content provisioning.

The Group had in November 2012, successfully launched an IP-based network delivery solution as a key component of its Consumer Content Application/Corporate Mobile Application modules (CCAM/CMAM). With the wide adoption of cloud technology and higher demand of data consumption, the Group is well-positioned to take advantage of opportunities for growth in both the local and international markets such as the Southeast Asian region, as smartphone penetration rates continue to grow in the region following the increasing consumption of data services.

In addition, the Outsourcing Agreement with the guaranteed revenue of USD22.5 million or equivalent to approximately RM67.68 million over a period of three (3) years starting in November 2012 from Inovisi, the Planned Development of the Cyberjaya Land, which is expected to generate gross development profits of approximately RM70.00 million as well as the acquisition of the Boutique Building which was substantially paid for via the issuance of new NCB Shares and warrants are all expected to drive the Group's revenue and profitability in the future.

Premised on the above, the Board is cautiously optimistic that the prospects of the Group would be satisfactory in the near future.

**B3. Variance of actual profit from forecast profit**

The Group has not published or issued any profit forecast for the current period and financial year as at 28 March 2014.

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**B4. Profit before tax is stated after charging/(crediting):**

	Quarter ended 31.01.2014 RM	Year to date 31.01.2014 RM
Amortisation of development expenditure	229,156	687,469
Amortisation of intangible assets	1,438,278	4,314,834
Depreciation of property, plant and equipment	528,322	1,354,047
Gain on disposal of asset held for sale	-	-
Gain on disposal of property, plant equipment	(513,797)	(897,165)
Gain or loss on derivatives	-	-
Impairment of assets	-	-
Interest expense	793,699	1,386,840
Interest income	(6,530)	(19,463)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Realised loss on foreign exchange	84	318,523

**B5. Taxation**

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to-date	Preceding year corresponding period
	31.01.2014 RM	31.01.2013 RM	31.01.2014 RM	31.01.2013 RM
Current period's provision	(5,885)	-	(5,285)	-
Under provision	-	-	-	23,701
<b>Total</b>	<b>(5,885)</b>	<b>-</b>	<b>(5,285)</b>	<b>23,701</b>

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**B6. Status of corporate proposals and utilisation of proceeds**

- (a) As at 28 March 2014, being the latest practicable date of this Report, there were no other corporate proposals announced by the Company and completion except below.
- (b) The Company had proposed the following:
- (i) Renounceable rights issue up to 608,806,200 rights shares together with up to 304,403,100 Warrants at an issue price of RM0.10 per rights share on the basis of two (2) Rights Shares together with one (1) free Warrant for every four (4) existing NCB Shares held, based on a minimum subscription level of 120,000,000 Rights Shares together with 60,000,000 free Warrants.

The details of the proposed utilisation of the proceeds raised from the Rights Issue is as follows:

	<b>Minimum scenario RM'000</b>	<b>Maximum scenario RM'000</b>	<b>Expected time frame for utilisation of proceeds (from the date of listing of the Rights Shares)</b>
Part finance the property development cost	11,300	40,000	Within 36 months
Acquisition of new businesses	-	18,578	Within 24 months
Working capital purposes	-	1,603	Within 18 months
Estimated expenses in relation to the Proposed Private Placement	700	700	Within 6 months
<b>Total proceeds</b>	<b>12,000</b>	<b>60,881</b>	

The Rights Issue with free warrant had been completed on 21 January 2014.

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**B7. Borrowings and debt securities**

Save as disclosed below, the Group does not have any loan outstanding or created, convertible debt securities, mortgages or charges outstanding as at 31 January 2014.

Secured borrowings	Payable within 12 months	Payable after 12 months
Denominated in: Malaysian Ringgit	5,822,854	62,125,063

The above borrowings are in the Malaysian currencies. There has been no default on payment of either interest and/or principal sum, in respect of the abovementioned borrowings throughout the past one (1) financial year.

**B8. Off balance sheet financial instruments**

The Group does not have any off balance sheet financial instruments as at 28 March 2014.

**B9. Realised and unrealised profits**

	As at 31.01.2014 RM	As at 31.01.2013 RM
Total accumulated profits of the Company and its subsidiary companies:		
- Realised	40,966,513	42,425,871
- Unrealised	(472,634)	(1,391)
	40,493,879	42,424,480
Total share of accumulated losses from the associate company:		
- Realised	(1,708,459)	(4,790,115)
	38,985,930	37,634,366
Less: Consolidation adjustments	(21,075)	-
Total retained earnings as per Consolidated Statements of Financial Position	<u>38,764,345</u>	<u>37,634,366</u>

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
Company No. 660055-H  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
ENDED 31 JANUARY 2014**

**B10. Material litigation**

There is no material litigation as at 28 March 2014.

**B11. Dividend**

There is no dividend declared for the current quarter under review.

**B12. Earnings per share**

(a) Basic

Basic profit per shares is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	<b>Current Quarter</b>	<b>Current Year to date</b>
Profit attributable to ordinary equity holders of the Company (RM)	2,190,615	5,090,328
Weighted average number of shares	846,053,400	749,790,386
Basic profit per shares (sen)	0.26	0.68

**NEXGRAM HOLDINGS BERHAD**  
*(formerly known as Nextnation Communication Berhad)*  
 Company No. 660055-H  
 (Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER  
 ENDED 31 JANUARY 2014**

**B12. Earnings per share (cont'd)**

(b) Diluted

Diluted profit per shares is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue and issuable during the period.

	<b>Current Quarter</b>	<b>Current Year to date</b>
Profit attributable to ordinary equity holders of the Company (RM)	2,190,615	5,090,328
Weighted average number of shares	846,053,400	749,790,386
Effects of dilution in outstanding warrants	371,559,000	311,394,616
Adjusted weighted average number of ordinary shares in issue and issuable	1,217,612,400	1,061,185,003
Diluted profit per shares (sen)	0.18	0.48