

ETI TECH CORPORATION BERHAD (667845-M)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 28 FEBRUARY 2014

The Board of Directors of ETI TECH Corporation Berhad ("ETICB" or "Company") is pleased to announce the following unaudited consolidated results for the fourth quarter ended 28 FEBRUARY 2014

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	28 FEB 2014 RM'000	28 FEB 2013 RM'000	28 FEB 2014 RM'000	28 FEB 2013 RM'000
Revenue	2,573	95	5,005	72,365
Other operating income	0	10	18	2,030
Operating Expenses	(1,557)	(36,363)	(10,677)	(129,138)
Finance costs	123	(124)	(1,573)	(1,982)
Profit / (Loss) before taxation	1,139	(36,382)	(7,227)	(56,725)
Taxation	-	3	-	409
Profit / (Loss) for the period	1,139	(36,379)	(7,227)	(56,316)
(Loss) / (Gain) from discontinued operation	(1,920)	-	(2,486)	-
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	(781)	(36,379)	(9,713)	(56,316)
Profit / (Loss) for the period attributable to:				
Owners of the parent	(781)	(36,379)	(9,713)	(56,316)
Non- controlling interest	-	-	-	-
Total comprehensive income attributable to:				
Owners of the parent	(781)	(36,379)	(9,713)	(56,316)
Non- controlling interest	-	-	-	-
	(781)	(36,379)	(9,713)	(56,316)
Earnings per share (sen)				
1) from continuing operations	1.61	(51.51)	(10.23)	(79.74)
2) from discontinued operations	(2.72)	-	(3.52)	-

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the eighteen months financial period ended 28 February 2013 and the accompanying explanatory notes of this interim financial reports.

ETI TECH CORPORATION BERHAD (667845-M)

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 28 FEBRUARY 2014**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	UNAUDITED AS AT 28 FEB 2014 RM'000	AUDITED AS AT 28 FEB 2013 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	8,023	9,340
Development expenditure	22,131	26,653
	<u>30,154</u>	<u>35,993</u>
Current assets		
Inventories	-	-
Trade receivables	1,102	82
Other receivables	154	141
Amount owing by subsidiary companies	-	-
Short term deposits with a licensed bank	33	875
Cash and cash equivalents	108	5
	<u>1,397</u>	<u>1,103</u>
Assets of disposal group classified as held for sale	44,753	45,690
	<u>46,150</u>	<u>46,793</u>
TOTAL ASSETS	<u>76,304</u>	<u>82,786</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	70,627	70,627
Share premium	1,785	1,785
Accumulated losses	(29,312)	(19,599)
	<u>43,100</u>	<u>52,813</u>
Non controlling interest	<u>3</u>	<u>3</u>
TOTAL EQUITY	<u>43,103</u>	<u>52,816</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	-	-
Hire purchase payables	-	-
Bank borrowings	-	-
	<u>-</u>	<u>-</u>
CURRENT LIABILITIES		
Trade payables	1,031	207
Other payables	1,647	1,519
Amount owing to subsidiary companies	174	-
Amount owing to directors	82	79
Hire purchase payables	3,175	2,959
Bank borrowings	24,609	24,039
	<u>30,718</u>	<u>28,803</u>
Liabilities directly associated with disposal group classified as held for sale	2,483	1,167
TOTAL LIABILITIES	<u>33,201</u>	<u>29,970</u>
TOTAL EQUITY AND LIABILITIES	<u>76,304</u>	<u>82,786</u>
	-	-
Net asset per share (RM)	0.61	0.75

The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the eighteen months financial period ended 28 February 2013 and the accompanying explanatory notes of this interim financial reports.

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 28 FEBRUARY 2014

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	RETAINED PROFITS RM'000	TOTAL RM'000	NON CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
4th quarter ended 28 February 2014						
Balance at 1 March 2013	70,627	1,785	(19,599)	52,813	3	52,816
Public share issue	-	-	-	-	-	-
Total comprehensive income for the period	-	-	(9,713)	(9,713)	-	(9,713)
Balance as at 28 February 2014	70,627	1,785	(29,312)	43,100	3	43,103
Eighteen months period ended 28 February 2013						
Balance at 1 September 2011	68,077	-	36,349	104,426	-	104,426
Public share issue	2,550	1,785	-	4,335	-	4,335
Total comprehensive income for the period	-	-	(55,948)	(55,948)	3	(55,945)
Balance as at 28 February 2013	70,627	1,785	(19,599)	52,813	3	52,816

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the eighteen months financial period ended 28 February 2013 and the accompanying explanatory notes of this interim financial reports.

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 28 FEBRUARY 2014

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CURRENT YEAR TO DATE 28 FEB 2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28 FEB 2013 RM'000
Cash flows from operating activities		
Loss before tax from continuing operation	(7,228)	(35,750)
Loss before tax from discontinued operation	(2,486)	(20,984)
Adjustments for:		
Non-cash items	6,661	8,274
Non operating items	1,573	54,918
Operating (loss)/profit before working capital changes	(1,480)	6,458
Changes in working capital:		
Net changes in current assets	(919)	(16,735)
Net changes in current liabilities	1,874	(115)
Net changes in interco balances	-	-
Bill Payables	865	-
Cash generated/ (used in) from operations	340	(10,392)
Interest received	-	25
Interest paid	(842)	(1,800)
Net cash used in operating activities	(502)	(12,167)
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(112)
Proceed from disposal of property, plant and equipment	-	-
Development expenditure	-	(1,470)
Net cash used in investing activities	-	(1,582)
Cash flows from financing activities		
Proceed from hire purchase creditor	-	-
Proceed from public share issue	-	4,335
Repayment of short term bank borrowings (net)	-	(8,262)
Repayment of hire purchase	-	(671)
Repayment of term loans	-	(223)
Short-term deposits held as security	33	(23)
Net cash generated/ (used in) from investing activities	33	(4,844)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(469)	(18,593)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	(12,195)	6,398
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(12,664)	(12,195)
CASH AND CASH EQUIVALENTS AT END OF PERIOD COMPRISES		
Cash and bank balances		
- Continuing operations	108	5
- Discontinued operations	7	9
Fixed deposit with a licensed bank	33	875
Bank overdraft		
- Continuing operations	(12,723)	(12,209)
- Discontinued operations	(56)	-
	(12,631)	(11,320)
Less : Fixed deposit pledged to a licensed bank	(33)	(875)
	(12,664)	(12,195)

The unaudited condensed consolidated statement of cashflows should be read in conjunction with the audited financial statements for the eighteen months financial period ended 28 February 2013 and the accompanying explanatory notes of this interim financial reports.