

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2016

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		Current Year Quarter <u>30 June 2016</u> RM'000	Preceding Year Corresponding Quarter <u>30 June 2015</u> RM'000	Current Year To Date <u>30 June 2016</u> RM'000	Preceding Year Corresponding Period <u>30 June 2015</u> RM'000
Revenue	A9	1,182	1,909	2,452	5,391
Cost of sales		<u>(381)</u>	<u>(1,127)</u>	<u>(525)</u>	<u>(1,757)</u>
Gross profit		801	782	1,927	3,634
Other income		80	129	167	193
Administrative expenses		<u>(2,386)</u>	<u>(3,653)</u>	<u>(6,444)</u>	<u>(5,716)</u>
Loss from operations		(1,505)	(2,742)	(4,350)	(1,889)
Finance costs		<u>(2)</u>	<u>(34)</u>	<u>(3)</u>	<u>(35)</u>
Loss before taxation		(1,507)	(2,776)	(4,353)	(1,924)
Taxation		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Loss after taxation		(1,507)	(2,776)	(4,353)	(1,924)
Other comprehensive (loss)/income					
Exchange difference arising on translation of foreign operation		(1)	-	7	-
Total comprehensive loss for the period		<u>(1,508)</u>	<u>(2,776)</u>	<u>(4,346)</u>	<u>(1,924)</u>
Loss after taxation attributable to:					
Equity holders of the parent		<u>(1,507)</u>	<u>(2,776)</u>	<u>(4,353)</u>	<u>(1,924)</u>
Total comprehensive loss attributable to:					
Equity holders of the parent		<u>(1,508)</u>	<u>(2,776)</u>	<u>(4,346)</u>	<u>(1,924)</u>
Loss Per Share					
Basic (sen)	B10	(0.54)	(1.00)	(1.55)	(0.69)
Diluted (sen)	B10	(0.54)	(0.96)	(1.55)	(0.65)

Notes:

The unaudited Condensed Consolidated Statement of 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 in this interim financial statements.

APPASIA BERHAD
 Company No. 643683-U
 (Incorporated In Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2016

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2016 (Unaudited) RM'000	31 Dec 2015 (Audited) RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	1,296	1,290
Investment properties	3,744	1,287
	<u>5,040</u>	<u>2,577</u>
CURRENT ASSETS		
Inventories	346	532
Trade receivables	567	517
Other receivables	1,017	1,877
Tax recoverable	78	85
Deposits placed with licensed banks	111	242
Cash and bank balances	6,787	11,476
	<u>8,906</u>	<u>14,729</u>
TOTAL ASSETS	<u>13,946</u>	<u>17,306</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	28,112	28,112
Share premium	4,013	4,013
Share issuance scheme option reserve	2,804	1,286
Foreign currency translation reserve	4	(3)
Warrants reserve	20,982	20,982
Other reserve	(20,982)	(20,982)
Accumulated losses	(22,584)	(18,231)
Total Equity	<u>12,349</u>	<u>15,177</u>
NON-CURRENT LIABILITY		
Finance lease payable	48	48
CURRENT LIABILITIES		
Trade payables	69	469
Other payables	1,462	1,577
Finance lease payable	18	35
	<u>1,549</u>	<u>2,081</u>
Total Liabilities	<u>1,597</u>	<u>2,129</u>
TOTAL EQUITY AND LIABILITIES	<u>13,946</u>	<u>17,306</u>
	-	-
Weighted average number of ordinary shares at RM0.10 par each ('000)	281,123	277,532
Net Asset per share (sen)	4.39	5.47

Notes:

The unaudited 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 in this interim financial statements.

APPASIA BERHAD
 Company No. 643683-U
 (Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2016
 (The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<----- Attributable to Equity Holders of the Parent ----->							
	<----- Non-Distributable ----->							
	Share Capital	Share Premium	Share-Based Payment Reserve	Foreign Currency Translation Reserve	Warrants Reserve	Other Reserve	Accumulated Losses	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current period-to-date ended								
30 June 2016								
As at 1 January 2016	28,112	4,013	1,286	(3)	20,982	(20,982)	(18,231)	15,177
Shares options granted under SIS	-	-	1,518	-	-	-	-	1,518
Total comprehensive loss for the period	-	-	-	7	-	-	(4,353)	(4,346)
As at 30 June 2016	<u>28,112</u>	<u>4,013</u>	<u>2,804</u>	<u>4</u>	<u>20,982</u>	<u>(20,982)</u>	<u>(22,584)</u>	<u>12,349</u>
Corresponding period-to-date ended								
30 June 2015								
As at 1 January 2015	13,896	4,082	-	-	-	-	(13,053)	4,925
Issuance of shares pursuant to: -								
Rights issue	13,895	-	-	-	-	-	-	13,895
Share issuance scheme	276	229	-	-	-	-	-	505
Issuance of warrants	-	-	-	-	20,982	(20,982)	-	-
Shares issuance expenses	-	(567)	-	-	-	-	-	(567)
Share-based payment	-	-	1,518	-	-	-	-	1,518
Exercised of SIS	-	199	(199)	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	-	(1,924)	(1,924)
As at 30 June 2015	<u>28,067</u>	<u>3,943</u>	<u>1,319</u>	<u>-</u>	<u>20,982</u>	<u>(20,982)</u>	<u>(14,977)</u>	<u>18,352</u>

Notes:
 The unaudited 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 in this interim financial statements.

APPASIA BERHAD

Company No. 643683-U

(Incorporated In Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2016

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	1 January 2016 to 30 June 2016	Preceding Year Corresponding Period 1 January 2015 to 30 June 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(4,353)	(1,924)
Adjustments for:-		
Bad debts recovery	-	(2)
Bad debts written off	-	1
Depreciation of investment properties	43	20
Depreciation of property, plant and equipment	429	172
Gain on disposal of property, plant and equipment	(4)	-
Written off of property, plant and equipment	30	-
Share-based payment	1,518	1,518
Interest expense	3	35
Interest income	(73)	(95)
Unrealised loss on foreign exchange	33	-
Operating loss before working capital changes	(2,374)	(275)
Changes in working capital		
Inventories	186	(613)
Trade receivables	(50)	(483)
Other receivables	860	451
Trade payables	(400)	(250)
Other payables	(115)	42
	481	(853)
Cash used in operations	(1,893)	(1,128)
Interest paid	(3)	(35)
Interest income	73	95
Tax refunded / (paid)	2	(30)
Foreign exchange translation differences	7	-
Net cash used in operating activities	(1,814)	(1,098)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	4	-
Purchase of property, plant and equipment	(460)	(726)
Purchase of investment properties	(2,500)	-
Net cash flows from acquisition of business	-	(414)
Withdrawal of fixed deposits pledged	131	66
Net cash used in investing activities	(2,825)	(1,074)
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceeds on issuance of shares capital	-	14,171
Premium on issuance of shares capital	-	229
Shares issuance expenses	-	(567)
Repayment of finance lease payable	(17)	(26)
Net cash (used in) / generated from financing activities	(17)	13,807
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(4,656)	11,635
EFFECT OF EXCHANGE TRANSLATION ON CASH AND CASH EQUIVALENTS	(33)	-
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	11,476	2,179
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	6,787	13,814
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	111	242
Cash and bank balances	6,787	13,814
	6,898	14,056
Less: Fixed deposits pledged	(111)	(242)
	6,787	13,814

Notes:

The unaudited 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 in this interim financial statements.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
(The figures have not been audited)

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

A1. BASIS OF PREPARATION

The interim financial statements of AppAsia Berhad (“AppAsia” or “Company”) and its subsidiaries (“AppAsia Group” or “Group”) is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134 “Interim Financial Reporting” issued by the Malaysian Accounting Standards Board (“MASB”), Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended (“FYE”) 31 December 2015 and the accompanying explanatory notes. These explanatory notes attached to the interim financial statement 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 FYE 31 December 2015.

The significant accounting policies and presentations adopted by the Group in this quarterly report are consistent with those adopted in the annual audited financial statements for the FYE 31 December 2015.

The adoption of the following Malaysian Financial Reporting Standards (“MFRSs”) and Amendments to MFRSs that come into effect on 1 January 2016 did not have any significant impact on the unaudited condensed consolidated financial statements of the Group upon their initial application.

Adoption of Amendments to MFRSs

During the financial period, the Group have adopted the following Amendments to MFRSs which are effective and mandatory for the current financial year:

MFRS 14	Regulatory Deferral Accounts
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations
Amendments to MFRS 101	Disclosure Initiative
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants
Amendments to MFRS 127	Equity Method in Separate Financial Statements
Annual Improvements to MFRSs 2012–2014 Cycle	
Amendments to MFRS 10, MFRS12 and MFRS 128	Investments Entities: Applying the Consolidation Exception

Adoption of above Amendments to MFRSs did not have any significant impact on the financial statements of the Group.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
(The figures have not been audited)

A1. BASIS OF PREPARATION (CONT'D)

Standards issued but not yet effective

The Group have not applied the following MFRSs and Amendments to MFRSs that have been issued by MASB but are not yet effective for the Group:

		Effective dates for financial periods beginning on or after
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
Amendments to MFRS 112	Recognition of Deferred Tax for Unrealised Losses	1 January 2017
Amendments to MFRS 107	Disclosures Initiatives	1 January 2017
MFRS 15	Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 15	Classification to MFRS 15	1 January 2018
MFRS 16	Leases	1 January 2019
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced

The Group intends to adopt the above MFRSs when they become effective.

The initial application of the abovementioned MFRSs is not expected to have any significant impacts on the financial statements of the Group.

A2. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report on the preceding annual financial statements of the Group for the FYE 31 December 2015 was not subject to any qualification.

A3. SEASONALLY OR CYCLICAL FACTORS OF INTERIM OPERATIONS

The Group's operations are not materially affected by any major seasonal or cyclical factors during the financial quarter under review and financial period-to-date.

A4. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

During the current financial quarter under review and the current financial period-to-date, there are no unusual significant items or events that arose, which affected the assets, liabilities, equity, net income or cash flows.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
(The figures have not been audited)

A5. MATERIAL CHANGE IN ESTIMATES

There were no material changes in estimates that have had material effect on the current financial quarter under review and financial period-to-date.

A6. DEBT AND EQUITY SECURITIES

There were no issuance, cancellations, or repayments of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares, repurchase and resale of treasury shares for the current financial quarter under review and the financial period-to-date.

A7. VALUATION OF PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTIES

There were no revaluation of property, plant and equipment and investment properties during the financial quarter under review and financial period-to-date.

All property, plant and equipment and investment properties were stated at cost less accumulated depreciation.

A8. DIVIDEND PAID

No dividend was declared, approved or paid during the financial quarter under review and financial period-to-date.

A9. SEGMENTAL INFORMATION

In line with the Group's strategy to penetrate into different IT consumers market, the management has currently segregate the Group into 2 core business units based on different products, services and market segments as follows:

1. ICT Security Business

The ICT Security Business provides the solutions, products and services in the information technology security sector. It includes the managed security services, security-enhanced enterprise solutions, managed infrastructure services, IT hardware and software trading, professional consultancy, system development, security penetration testing, forensic research and specialized training services.

2. E-Commerce Business

The E-Commerce Business mainly focuses in the research, development and operation of the e-commerce websites and mobile applications. The Group aims to further expand the existing online fashion wholesale mall into a global e-marketplace targeted for various consumer markets. The major revenue of the E-Commerce Business is mainly from the online merchandize transaction.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
 (The figures have not been audited)

A9. SEGMENTAL INFORMATION (CONT'D)

The Group management strategically dedicates the operation of each business units to the respective subsidiaries and monitors the operation separately for effective resource allocation and performance assessment. Each business unit's performance is evaluated based on the long term business value and profitability.

The segmental revenue and results of the Group are as follows:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30 June 2016	30 June 2015	30 June 2016	30 June 2015
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
ICT security business	603	659	1,237	3,786
E-commerce business	579	1,250	1,215	1,605
Total revenue	1,182	1,909	2,452	5,391
Segment Results				
ICT security business	(201)	(21)	(90)	2,026
E-commerce business	(1,304)	(2,721)	(4,260)	(3,915)
Loss from operations	(1,505)	(2,742)	(4,350)	(1,889)
Finance costs	(2)	(34)	(3)	(35)
Loss before taxation	(1,507)	(2,776)	(4,353)	(1,924)

A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER

On 7 April 2016, the Board of Directors of AppAsia wishes to inform that the Company had received a letter from the Company's Solicitors informing that Mohd Badaruddin Bin Masodi's ("Appellant") appeal had been fixed for case management on 29 April 2016 pending filing of the Additional Record of Appeal.

On 6 May 2016, the Board of Directors of AppAsia wishes to inform that the Company had received a letter from the Company's Solicitors informing that the Appellant's appeal had been fixed for hearing on 28 July 2016.

On 22 August 2016, the Board of Directors of AppAsia wishes to inform that the Company had received a letter from the Company's Solicitors informing that the Appellant's appeal had been fixed for decision on 5 September 2016.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
(The figures have not been audited)

A10. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER (CONT'D)

Save from the above, there was no material event to the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

On 9 August 2016, the Company had acquired two (2) ordinary shares of RM1.00 each in AppAsia Pay Sdn Bhd (Company No. 1192591-D) ("AppAsia Pay") from Mr Toh Hong Chye and Mr Wong Ngai Peow at a total consideration of RM2.00 (Ringgit Malaysia Two) only ("Acquisition"). Following the Acquisition, AppAsia would hold 100% of the total issued and paid up capital of AppAsia Pay and AppAsia Pay would become a wholly-owned subsidiary of the Company.

Save for the above, there were no changes in the composition of the Group during the period under review.

A12. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

Save from the material events disclosed in Notes A10 in this quarterly report, there was no contingent assets at the end of the current financial quarter under review and financial period-to-date that has not been reflected in the interim financial statements.

A13. CAPITAL COMMITMENTS

There was no capital commitments during the period under review.

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Directors of the Company are of the opinion that there are no related party transactions which would have a material impact on the financial position and the business of the Group during the current financial quarter under review and financial period-to-date.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
 (The figures have not been audited)

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF THE BURSA SECURITIES FOR THE ACE MARKET

B1. REVIEW OF PERFORMANCE FOR THE CURRENT QUARTER AND FINANCIAL YEAR-TO-DATE ENDED 31 DECEMBER 2015

The Group recorded revenue in the current quarter ended 30 June 2016 of RM 1.18 million, representing an decrease of approximately 38.22 % as compared to the revenue of corresponding quarter of the preceding period ended 30 June 2015 of RM 1.91 million. The decrease in revenue was mainly attributed to the competitive and challenging industry feedback.

The Group recorded a loss after taxation of RM 1.51 million for the current quarter under review as compared to a loss after taxation of RM 2.78 million recorded in the corresponding quarter of the preceding period.

B2. COMPARISON OF CURRENT QUARTER WITH THE IMMEDIATE PRECEDING QUARTER

	Current quarter 30 June 2016 RM'000	Preceding quarter 31 March 2016 RM'000
Revenue	1,182	1,270
Gross profits	801	1,126
Gross Margin	67.85%	88.66%
Loss before taxation	(1,507)	(2,846)

The Group recorded revenue in the current quarter ended 30 June 2016 of RM 1.18 million, representing an decrease of 7.09% as compared to the revenue of previous quarter ended 31 March 2016 of RM 1.27 million. The decrease in revenue was mainly attributed to the decrease in E-commerce business which represented approximately 8.96%.

The Group recorded a loss before taxation of RM 1.51 million for the current quarter under review as compared to a loss before taxation of RM 2.85 million recorded in the previous quarter ended 31 March 2016.

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

The Board is of the view that, barring any unforeseen circumstances, the ICT security segment is expected to remain challenging given the competitive market. Our Group will continue and try our best to improve in meeting better result in ICT security segment.

Besides, our Group is optimistic about the Company's future by expanding the e-commerce business.

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
 (The figures have not been audited)

B4. VARIANCE ON PROFIT FORECAST AND PROFIT GUARANTEE

Not applicable as no profit forecast or profit guarantee was provided.

B5. TAXATION

Income tax income comprises the followings:

	Individual 30 June 2016 RM'000	Quarter Ended 30 June 2015 RM'000	Cumulative 30 June 2016 RM'000	Quarter Ended 30 June 2015 RM'000
In respect of the current period				
Taxation				
- Current year	-	-	-	-
- Overprovision in prior year	-	-	-	-
Deferred taxation	-	-	-	-
Total income tax income	-	-	-	-

B6. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced but not completed as at the date of this report.

B7. STATUS OF UTILISATION OF PROCEEDS

The Status of utilization of the proceeds from Rights Issue of Shares with Warrants as follows:

Purpose	Proceeds Raise RM'000	Amount Utilised RM'000	Amount Unutilised RM'000	Intended Timeframe for utilisation (from the date of listing i.e 2 January 2015)
Research and development for new product	3,882	3,129	753	Within 24 months
Purchase of production and operation equipment	1,151	1,045	106	Within 24 months
Working Capital	8,296	8,240	56	Within 24 months
Listing Expenses	567	567	-	Within 2 weeks
Total	13,896	12,981	915	

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
 (The figures have not been audited)

B8. GROUP BORROWINGS AND DEBT SECURITIES

The Group's borrowings denominated in Ringgit Malaysia as at the end of the current quarter under review are as follows:

	30 June 2016 RM'000
Secured – short term	
Finance lease payables	18
Secured – long term	
Finance lease payables	48
Total Borrowings	<u>66</u>

B9. MATERIAL LITIGATION

Save as disclosed in Note A10, there was no material event to the end of the current financial quarter under review.

B10. LOSS PER SHARE

(a) Basic loss per share

The basic loss per share for the current financial quarter and financial period to-date are computed as follows:

	Current quarter ended 30 June 2016	Cumulative quarter ended 30 June 2016
Net loss attributed to equity holders of the Company (RM'000)	(1,507)	(4,353)
Weighted average number of ordinary shares of RM0.10 in issue ('000)	281,123	281,123
Basic loss per share (sen)	(0.54)	(1.55)

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
 (The figures have not been audited)

B10. LOSS PER SHARE (CONT'D)

(b) Diluted loss per share

The diluted loss per share for current financial quarter and financial period to-date are computed as follows:

	Current quarter ended 30 June 2016	Cumulative quarter ended 30 June 2016
Net loss attributed to equity holders of the Company (RM'000)	(1,507)	(4,353)
Weighted average number of ordinary shares of RM0.10 in issue ('000)	281,123	281,123
Diluted loss per share (sen)	(0.54)	(1.55)

B11. REALISED AND UNREALISED LOSSES DISCLOSURE

Total accumulated losses may be analyzed as follows:

	As at 30 June 2016 RM'000	As at 31 December 2015 RM'000
Total accumulated losses of the Group		
Realised	(18,514)	(14,161)
Unrealised	-	-
	<hr style="width: 100%; border: 0.5px solid black;"/> (18,514)	<hr style="width: 100%; border: 0.5px solid black;"/> (14,161)
Less: Consolidation adjustments	(4,070)	(4,070)
Total accumulated losses as per condensed consolidated statement of financial position	<hr style="width: 100%; border: 0.5px solid black;"/> (22,584)	<hr style="width: 100%; border: 0.5px solid black;"/> (18,231)

QUARTERLY REPORT

Notes to the Quarterly Report for Second Quarter Ended 30 June 2016
(The figures have not been audited)

B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS

Total comprehensive loss for the period was derived after charging / (crediting) the following items:

	Current quarter ended	Cumulative quarter ended
	30 June 2016	30 June 2016
	RM'000	RM'000
Depreciation	220	472
Unrealised (gain)/loss on foreign exchange	(59)	33
Finance costs	2	3
Interest income	(29)	(73)
Rental income	(38)	(75)
Written off of property, plant and equipment	30	30
Gain on disposal of property, plant and equipment	(4)	(4)

B13. AUTHORISATION FOR ISSUE

The interim financial statements were authorized for issue on 23 August 2016 in accordance with resolution of the board of directors.