

# VisDynamicsHoldings Berhad

(Company No: 677095-M)

Incorporated in Malaysia

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX (6) MONTHS YEAR ENDED 30 APRIL 2013

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 30 APRIL 2013 RM'000 (Unaudited)	PRECEDING YEAR QUARTER ENDED 30 APRIL 2012 RM'000 (Unaudited)	CURRENT YEAR SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2013 RM'000 (Unaudited)	PRECEDING YEAR SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2012 RM'000 (audited)
Revenue	1,070	776	1,219	2,140
Cost of Sales	(729)	(592)	(887)	(1,251)
<b>Gross Profit</b>	<b>341</b>	<b>184</b>	<b>332</b>	<b>889</b>
Other Operating Income	26	36	67	63
Human Resource Related Expenses	(745)	(695)	(1,390)	(1,362)
Administrative Expenses	(30)	(148)	(80)	(197)
Logistic Expenses	(3)	(13)	(7)	(20)
Selling and Distribution Expenses	(77)	(17)	(94)	(40)
Research and Development	(57)	98	(91)	69
Other Operating Expenses	(136)	(127)	(257)	(358)
<b>Loss From Operations</b>	<b>(681)</b>	<b>(682)</b>	<b>(1,520)</b>	<b>(956)</b>
Finance Cost	(13)	(13)	(23)	(27)
<b>Loss Before Taxation</b>	<b>(694)</b>	<b>(695)</b>	<b>(1,543)</b>	<b>(983)</b>
Taxation	-	-	-	-
<b>Loss For The Year</b>	<b>(694)</b>	<b>(695)</b>	<b>(1,543)</b>	<b>(983)</b>
<b>Attributable to:</b>				
Equity holders of the parent	(694)	(695)	(1,543)	(983)
Minority Interest	-	-	-	-
<b>Net Loss For The Year</b>	<b>(694)</b>	<b>(695)</b>	<b>(1,543)</b>	<b>(983)</b>
<b>Loss Per Share</b>				
<b>(i) Basic (sen)</b>	<b>(0.69)</b>	<b>(0.69)</b>	<b>(1.53)</b>	<b>(0.98)</b>
<b>(ii) Fully diluted (sen)</b>	<b>(0.69)</b>	<b>(0.69)</b>	<b>(1.53)</b>	<b>(0.98)</b>

(The accompanying notes form an integral part of, and should be read in conjunction with this interim financial statements)

# VisDynamicsHoldings Berhad

(Company No: 677095-M)  
Incorporated in Malaysia

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2013

	Unaudited As At 30 APRIL 2013 RM'000	Audited As At 31 OCTOBER 2012 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	5,253	5,479
Development expenditure	1,302	1,034
Goodwill on consolidation	1,576	1,576
Intangible Assets	43	46
Deferred tax asset	83	83
<b>Total Non-Current Assets</b>	<b>8,257</b>	<b>8,218</b>
<b>CURRENT ASSETS</b>		
Inventories	6,746	5,131
Trade receivables	1,720	3,039
Other receivables, deposits and prepayments	140	157
Fixed deposit	2,304	3,750
Cash and bank balances	1,084	2,030
<b>Total Current Assets</b>	<b>11,994</b>	<b>14,107</b>
<b>TOTAL ASSETS</b>	<b>20,251</b>	<b>22,325</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Ordinary share capital	10,070	10,070
Share Premium	2,823	2,823
Warrant Reserve	2,014	2,014
Retained profits	2,214	3,757
<b>Equity attributable to equity holders of the parent</b>	<b>17,121</b>	<b>18,664</b>
Minority interests	-	-
<b>TOTAL EQUITY</b>	<b>17,121</b>	<b>18,664</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	28	135
<b>Total Non-Current Liabilities</b>	<b>28</b>	<b>135</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,010	364
Other payables and accruals	1,452	1,537
Borrowings	640	1,625
<b>Total Current Liabilities</b>	<b>3,102</b>	<b>3,526</b>
<b>TOTAL LIABILITIES</b>	<b>3,130</b>	<b>3,661</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>20,251</b>	<b>22,325</b>
Net assets value per share (RM)	0.17	0.19

(The accompanying notes form an integral part of, and should be read in conjunction with this interim financial statements)

# ***VDynamicsHoldings Berhad***

(Company No: 677095-M)

*Incorporated in Malaysia*

## **UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS FINANCIAL YEAR ENDED 30 APRIL 2013**

(The figures have not been audited)

	<b>Share Capital</b>	<b>Share Premium</b>	<b>Share Option Reserve</b>	<b>Warrant Reserve</b>	<b>Retained Profits</b>	<b>Total</b>
	<b>RM '000</b>	<b>RM '000</b>	<b>RM '000</b>	<b>RM '000</b>	<b>RM '000</b>	<b>RM '000</b>
<b>As At 31 October 2011 (Audited)</b>	<b>10,070</b>	<b>2,823</b>	-	<b>2,014</b>	<b>4,196</b>	<b>19,103</b>
Net Loss for the year	-	-	-	-	(439)	(439)
<b>As At 31 October 2012 (Audited)</b>	<b>10,070</b>	<b>2,823</b>	-	<b>2,014</b>	<b>3,757</b>	<b>18,664</b>
Net Loss for the year					(1,543)	(1,543)
<b>As At 30 April 2013 (Unaudited)</b>	<b>10,070</b>	<b>2,823</b>	-	<b>2,014</b>	<b>2,214</b>	<b>17,121</b>

(The accompanying notes form an integral part of, and should be read in conjunction with this interim financial statements)

# VisDynamicsHoldings Berhad

(Company No: 677095-M)

Incorporated in Malaysia

## UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE 6 MONTHS FINANCIAL YEAR ENDED 30 APRIL 2013

	SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2013 (Unaudited)	SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2012 (audited)
	RM'000	RM'000
<b>NET LOSS BEFORE TAXATION</b>	<b>(1,543)</b>	<b>(983)</b>
Adjustment for:-		
Depreciation of property, plant and equipment	232	309
Amortisation of development expenditure	2	11
Amortisation of Trademarks and Patents	3	3
Reversal of provision and accruals	(198)	(596)
Development expenditure transferred to income statement	-	-
Loss on foreign exchange - unrealised	30	66
Profit on disposal of fixed asset	-	2
Interest income	(67)	(63)
Interest expenses	15	18
<b>Operating profit before working capital changes</b>	<b>(1,526)</b>	<b>(1,233)</b>
Increase in inventories	(1,615)	(1,710)
Decrease in trade and other receivables	1,600	1,107
Increase in trade and other payables	472	1,598
<b>Cash generated from operations</b>	<b>(1,069)</b>	<b>(238)</b>
Interest paid	(15)	(18)
<b>NET CASH FROM/(FOR) OPERATING ACTIVITIES</b>	<b>(1,084)</b>	<b>(256)</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Payment for development expenditure	(270)	(281)
Interest received	67	63
Proceed from disposal of property, plant and equipment	-	2
Purchase of property, plant and equipment	(6)	(171)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(209)</b>	<b>(387)</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Drawdown of banker acceptance	328	-
Repayment of term loan	(163)	(156)
Repayment of banker acceptance	(1,233)	(438)
Repayment of HP Creditor	(24)	(24)
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<b>(1,092)</b>	<b>(618)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,385)</b>	<b>(1,261)</b>
<b>EFFECT OF EXCHANGE RATE ON CASH AND CASH EQUIVALENTS</b>	<b>(6)</b>	<b>(20)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>5,779</b>	<b>6,551</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>3,388</b>	<b>5,270</b>

(The accompanying notes form an integral part of, and should be read in conjunction with this interim financial statements)

## PART A – EXPLANATORY NOTE PURSUANT TO FRS 134

### 1. Accounting Policies

The interim financial report is unaudited and is prepared in accordance with Malaysian Financial Reporting Standard (MFRS) 134 “Interim Financial Reporting” and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) for the ACE Market.

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted by the Group in the audited financial statements for the year ended 31 October 2012, except for the adoption of the following new MFRS effective for the financial periods beginning on or after 1 July 2012.

<u>Standard/Interpretation</u>	<u>Effective for the financial periods beginning on or after</u>
Amendments to MFRS 101 – <i>Presentation of Items of other Comprehensive Income</i>	1-Jul-2012
MFRS 3 – <i>Business Combinations</i>	1-Jan-2013
MFRS 10 – <i>Consolidated Financial Statements</i>	1-Jan-2013
MFRS 11 – <i>Joint Arrangements</i>	1-Jan-2013
MFRS 12 – <i>Disclosure of Interests in Other Entities</i>	1-Jan-2013
MFRS 13 – <i>Fair Value Measurement</i>	1-Jan-2013
MFRS 119 – <i>Employee Benefits (revised)</i>	1-Jan-2013
MFRS 127 – <i>Consolidated and Separate Financial Statements (revised)</i>	1-Jan-2013
Amendments to MFRS 1 – <i>First-time Adoption of MFRS – Government Loans</i>	1-Jan-2013
Amendments to MFRS 7 – <i>Financial Instruments : Disclosures - Offsetting - Financial Assets and Financial Liabilities</i>	1-Jan-2013
Amendments to MFRS 10 – <i>Consolidated Financial Statements : Transition Guidance</i>	1-Jan-2013
Amendments to MFRS 11 – <i>Joint Arrangements : Transition Guidance - Disclosure of Interests in Other Entities : Transition</i>	1-Jan-2013

Amendments to MFRS 132 – *Financial Instruments : Presentation - Offsetting Financial Assets and Financial Liabilities* 1-Jan-2014

Amendments to MFRS 9 – *Mandatory Effective Date of MFRS 9 and Transition Disclosures* 1-Jan-2015

The adoption of the new MFRS does not have any significant impact on the financial statement of the Group and the company.

## **2. Seasonal or cyclical of interim operations**

The Group’s operation is dependent on the cyclical trend of the semiconductors and electronics industries.

## **3. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size, or incidence during the six (6) months financial year ended 30 April 2013.

## **4. Changes in Estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the six (6) months financial year ended 30 April 2013.

## **5. Debt and Equity Securities**

There were no issuances, cancellations or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the six (6) months financial period ended 30 April 2013.

## **6. Dividends Paid**

There was no dividend paid during the six (6) months financial period ended 30 April 2013.

## **7. Subsequent Material Events**

There were no material events since the end of the current quarter to the date of this announcement that have not been reflected in the interim financial statements.

## 8. Change in the Composition of the Group

There were no changes in the composition of the Group during the six (6) months financial year ended 30 April 2013.

## 9. Contingent Liabilities and Contingent Assets

<u>Contingent liabilities</u>	<u>30 April 2013</u>	<u>30 April 2012</u>
Guarantee given to a financial institution for banking facilities granted to a subsidiary	5,561,000	5,561,000

## 10. Segmental Information

Sales Revenue by Geographical Market for the six (6) months financial period up to 30 April 2013:

	<b>Current Year</b>	<b>Previous Year</b>
	<b>30 April 2013 RM'000</b>	<b>30 April 2012 RM'000</b>
Malaysia	34	134
South East Asia	185	267
North Asia	978	1,687
USA	22	52
<b>Total</b>	<b>1,219</b>	<b>2,140</b>

No other segmental information such as segment assets, liabilities and results are presented as the Group is principally engaged in business as a manufacturer of automated test equipment and operates from Malaysia only.

## 11. Capital Commitments

There was no capital commitment for the purchase of property, plant and equipment that was not provided for in the interim financial statements as at 30 April 2013.

## **Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market**

### **12. Performance Review**

In the current quarter ended 30 April 2013, the Group generated revenue of RM1,069,826, an increase of RM294,096 or approximately 38% from the previous corresponding quarter ended 30 April 2012 of RM775,730. The increase in revenue was mainly attributable to the increase in sales volume in the current quarter as compared to the previous corresponding quarter.

Despite the increase in revenue in current quarter ended 30 April 2013, the Group posted an almost equivalent loss before taxation of RM693,552 this current quarter ended 30 April 2013 against RM694,792 during previous corresponding quarter ended 30 April 2012 mainly due to the higher service commission expenses.

### **13. Commentary on Material Change in Profit before Taxation for the Quarter Reported against the Preceding Quarter**

The Group posted a higher revenue in the current quarter of RM1,069,826 as compared to the preceding quarter ended 31 January 2013 of RM149,447, representing an increase of RM920,379 or approximately 616%.

With the higher revenues, the Group posted a loss before taxation of RM693,552 as compared to loss before taxation of RM849,740 in the preceding quarter ended 31 January 2013.

### **14. Commentary on the Prospects**

Through the early 2013, the global semiconductor industry has seen modest growth as compared to 2012. Thus, we are hopeful and cautiously optimistic on improving sales for this financial year.

### **15. Profit Forecast and Profit Guarantee**

The Group did not issue any profit forecast or profit guarantee in any public document and hence, is not applicable.

***[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]***



## 16. Qualification of Audit Reports

The audited financial statements of the Company and its subsidiary, VisDynamics Research Sdn Bhd (“VRSB”), for the preceding financial years were reported without any qualification.

## 17. Tax Expense

Taxation comprises the following:

	Current Year Quarter	Previous Year Quarter	Current Year 6 Months Cumulative To-Date	Previous Year 6 Months Cumulative To-Date
	30 April 2013	30 April 2012	30 April 2013	30 April 2012
	RM'000	RM'000	RM'000	RM'000
In respect of:-				
Taxation	-	-	-	-
Deferred taxation	-	-	-	-
	-	-	-	-

The effective tax rate of the Group is lower than the statutory tax rate due to Pioneer Status granted to VRSB under the Promotion of Investments Act, 1986. Under Pioneer Status incentive granted to its subsidiary, 100% of the subsidiary’s statutory income from pioneer activities is exempted from income tax for a period of five (5) years, commencing from 1 June 2003. The Pioneer Status was further extended for another five (5) years commencing from 1 June 2008 to 31 May 2013 which was approved by Ministry of International Trade and Industry via its letter dated 14 October 2008.

## 18. Status of Corporate Proposal

There was no corporate proposal announced but not completed as at the date of this announcement.

***[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]***

## 19. Group Borrowings and Debt Securities

Group borrowings as at 30 April 2013 were as follows:

<b><u>Short term</u></b>	<b><u>RM '000</u></b>
Secured	640
<b><u>Long term</u></b>	
Secured	28
<b>TOTAL</b>	<b>668</b>

The Groups borrowings are all in Ringgit Malaysia.

## 20. Changes in Material Litigation Since the Last Annual Balance Sheet Date

As at the date of this announcement, the Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group.

## 21. Dividend Payable

The Group has not recommended or declared any dividend during the current quarter and six (6) months financial year to date ended 30 April 2013.

## 22. Profit/(Loss)/ Before Taxation

Profit/(loss) before taxation is stated after charging/(crediting) :-

	<b>Current Year Quarter</b>	<b>Current Year 6 Months Cumulative To-Date</b>
	<b>30 April 2013</b>	<b>30 April 2013</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest Income	(27)	(67)
Interest Expense	9	15
Depreciation of Property, Plant & Equipment	115	232
Amortisation of Development Expenditure	0	2
Amortisation of Trademarks & Patents	2	3
Loss/(Gain) on Foreign Exchange-Unrealised	29	30
(Reversal)/Addition of Provision & Accruals	310	(198)
Profit on Disposal of Fixed Assets	-	-

## 23. Earnings/(Loss) Per Share (“EPS/LPS”)

### 23.1. Basic EPS/(LPS)

	Current Year Quarter	Previous Year Quarter	Current Year 6 Months Cumulative To-Date	Previous Year 6 Months Cumulative To-Date
	30 April 2013	30 April 2012	30 April 2013	30 April 2012
Net loss for the year (RM'000)	(694)	(695)	(1,543)	(983)
Weighted average number of shares in issue ('000)	100,696	100,696	100,696	100,696
Basic LPS (sen)	(0.69)	(0.69)	(1.53)	(0.98)

### 23.2. Diluted EPS

The calculation of diluted EPS has taken into consideration of the adjustment of weighted average number of ordinary shares in issue during the year for the dilutive effect of all potential ordinary shares in relation to the outstanding ESOS in existence.

	Current Year Quarter	Previous Year Quarter	Current Year 6 Months Cumulative To-Date	Previous Year 6 Months Cumulative To-Date
	30 April 2013	30 April 2012	30 April 2013	30 April 2012
Net loss for the year (RM'000)	(694)	(695)	(1,543)	(983)
Weighted average number of shares in issue ('000)	100,696	100,696	100,696	100,696
Effect of dilution ('000): ESOS	-	-	-	-
Adjusted weighted average number of shares in issue and issuable ('000)	100,696	100,696	100,696	100,696
Diluted LPS (sen)	(0.69)	(0.69)	(1.53)	(0.98)

## 24. Realised and Unrealised Profits Disclosure

The realised and unrealised profits of the Group are as follows:

	<b>As at 30.04.2013</b> <b>RM'000</b>	<b>As at 31.01.2013</b> <b>RM'000</b>
	-----	-----
Total retained profits of the Group:		
- Realised	2,305	2,998
- Unrealised	<u>(1)</u>	<u>(1)</u>
	2,304	2,997
Less : Consolidation Adjustment	<u>(90)</u>	<u>(90)</u>
Total group retained profits as per consolidated accounts	<u>2,214</u>	<u>2,907</u>

***[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]***