

# VisDynamicsHoldings Berhad

(Company No: 677095-M)

Incorporated in Malaysia

## UNAUDITED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX (6) MONTHS YEAR ENDED 30 APRIL 2014

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 30 APRIL 2014 RM'000 (Unaudited)	PRECEDING YEAR QUARTER ENDED 30 APRIL 2013 RM'000 (Audited)	CURRENT YEAR SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2014 RM'000 (Unaudited)	PRECEDING YEAR SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2013 RM'000 (Audited)
Revenue	3,116	1,070	6,884	1,219
Cost of Sales	(1,642)	(729)	(3,682)	(887)
<b>Gross Profit</b>	<b>1,474</b>	<b>341</b>	<b>3,202</b>	<b>332</b>
Other Operating Income	11	26	19	67
Human Resource Related Expenses	(576)	(555)	(1,152)	(1,060)
Administrative Expenses	(266)	(220)	(466)	(410)
Logistic Expenses	(14)	(3)	(21)	(7)
Selling and Distribution Expenses	(703)	(77)	(980)	(94)
Research and Development	(87)	(57)	(153)	(91)
Other Operating Expenses	(181)	(136)	(206)	(257)
<b>Profit/(Loss) From Operations</b>	<b>(342)</b>	<b>(681)</b>	<b>243</b>	<b>(1,520)</b>
Finance Cost	(5)	(13)	(9)	(23)
<b>Profit/(Loss) Before Taxation</b>	<b>(347)</b>	<b>(694)</b>	<b>234</b>	<b>(1,543)</b>
Taxation	-	-	-	-
<b>Profit/(Loss) For The Year</b>	<b>(347)</b>	<b>(694)</b>	<b>234</b>	<b>(1,543)</b>
<b>Attributable to:</b>				
Equity holders of the parent	(347)	(694)	234	(1,543)
Minority Interest	-	-	-	-
<b>Net Profit/(Loss) For The Year</b>	<b>(347)</b>	<b>(694)</b>	<b>234</b>	<b>(1,543)</b>
<b>Profit/(Loss) Per Share</b>				
<b>(i) Basic (sen)</b>	<b>(0.34)</b>	<b>(0.69)</b>	<b>0.23</b>	<b>(1.53)</b>
<b>(ii) Fully diluted (sen)</b>	<b>(0.34)</b>	<b>(0.69)</b>	<b>0.23</b>	<b>(1.53)</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 2014

	Unaudited As At 30 APRIL 2014 RM'000	Audited As At 31 OCTOBER 2013 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	4,926	5,112
Development expenditure	2,359	1,996
Goodwill on consolidation	1,576	1,576
Intangible Assets	55	51
Deferred tax asset	83	83
<b>Total Non-Current Assets</b>	<b>8,999</b>	<b>8,818</b>
<b>CURRENT ASSETS</b>		
Inventories	4,419	6,126
Trade receivables	2,862	810
Other receivables, deposits and prepayments	117	126
Fixed deposit	2,050	1,500
Cash and bank balances	1,493	709
<b>Total Current Assets</b>	<b>10,941</b>	<b>9,271</b>
<b>TOTAL ASSETS</b>	<b>19,940</b>	<b>18,089</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	1,596	1,362
<b>Equity attributable to equity holders of the parent</b>	<b>16,503</b>	<b>16,269</b>
Minority interests	-	-
<b>TOTAL EQUITY</b>	<b>16,503</b>	<b>16,269</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	-	-
<b>Total Non-Current Liabilities</b>	<b>-</b>	<b>-</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	1,030	316
Other payables and accruals	2,378	1,137
Borrowings	29	367
<b>Total Current Liabilities</b>	<b>3,437</b>	<b>1,820</b>
<b>TOTAL LIABILITIES</b>	<b>3,437</b>	<b>1,820</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>19,940</b>	<b>18,089</b>
Net assets value per share (RM)	0.16	0.16

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

# Vis Dynamics Holdings 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 2014

(The figures have not been audited)

	Share Capital	Share Premium	Share Option Reserve	Warrant Reserve	Retained Profits	Total
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
<b>As At 31 October 2012 (Audited)</b>	<b>10,070</b>	<b>2,823</b>	<b>-</b>	<b>2,014</b>	<b>3,757</b>	<b>18,664</b>
Net Loss for the year					(2,395)	(2,395)
<b>As At 31 October 2013 (Audited)</b>	<b>10,070</b>	<b>2,823</b>	<b>-</b>	<b>2,014</b>	<b>1,362</b>	<b>16,269</b>
Net Loss for the year					234	234
<b>As At 30 April 2014 (Unaudited)</b>	<b>10,070</b>	<b>2,823</b>	<b>-</b>	<b>2,014</b>	<b>1,596</b>	<b>16,503</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 2014

	SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2014 (Unaudited)	SIX (6) MONTHS CUMULATIVE TO-DATE 30 APRIL 2013 (Audited)
	RM'000	RM'000
<b>NET PROFIT/(LOSS) BEFORE TAXATION</b>	<b>234</b>	<b>(1,543)</b>
Adjustment for:-		
Depreciation of property, plant and equipment	222	232
Amortisation of development expenditure	-	2
Amortisation of Trademarks and Patents	5	3
Reversal/(addition) of provision and accruals	1,525	(198)
(Gain)/ Loss on foreign exchange - unrealised	4	30
Interest income	(19)	(67)
Interest expenses	1	15
<b>Operating gain/(loss) before working capital changes</b>	<b>1,972</b>	<b>(1,526)</b>
(Increase)/Decrease in inventories	1,707	(1,615)
Decrease/ (Increase) in trade and other receivables	(2,053)	1,600
Increase in trade and other payables	432	472
<b>Cash generated for operations</b>	<b>2,058</b>	<b>(1,069)</b>
Interest paid	(1)	(15)
<b>NET CASH (FOR)/FROM OPERATING ACTIVITIES</b>	<b>2,057</b>	<b>(1,084)</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Payment for development expenditure	(363)	(270)
Interest received	19	67
Proceed from disposal of fixed asset	-	-
Additional of Trademarks & Patents	(9)	-
Purchase of property, plant and equipment	(35)	(6)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(388)</b>	<b>(209)</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Drawdown of banker acceptance	-	328
Repayment of term loan	(93)	(163)
Repayment of banker acceptance	(220)	(1,233)
Repayment of HP Creditor	(25)	(24)
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<b>(338)</b>	<b>(1,092)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,331</b>	<b>(2,385)</b>
<b>EFFECT OF EXCHANGE RATE ON CASH AND CASH EQUIVALENTS</b>	<b>3</b>	<b>(6)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>2,209</b>	<b>5,779</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>3,543</b>	<b>3,388</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 2013.

As at the date of authorisation of these financial statements, the following Standards, Amendments and Issues Committee (“IC”) Interpretations have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Group and the Company :

Effective for financial periods beginning on or after 1 January 2014

Amendments to MFRS 12	<i>Disclosure of Interests in Other Entities</i>
Amendments to MFRS 127	<i>Investment Entities</i>
Amendments to MFRS 132	<i>Financial Instruments : Presentation –Offsetting Financial Assets and Financial Liabilities</i>
Amendments to MFRS 136	<i>Recoverable Amount Disclosures for Non-Financial Assets</i>
Amendments to MFRS 139	<i>Novation of Derivatives and Continuation of Hedge Accounting</i>
Amendments to MFRS 9	<i>Financial Instruments</i>

The Group and the Company will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any significant effect to the financial statements of the Group and of the Company upon their initial application.

### **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 2014.

#### **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 period ended 30 April 2014.

#### **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 2014.

#### **6. Dividends Paid**

There was no dividend paid during the six (6) months financial period ended 30 April 2014.

#### **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 period ended 30 April 2014.

#### **9. Contingent Liabilities and Contingent Assets**

<b><u>Contingent liabilities</u></b>	<b><u>30 April 2014</u></b>	<b><u>31 January 2014</u></b>
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 2014:

	<b>Current Year</b>	<b>Previous Year</b>
	<b>30 April 2014 RM'000</b>	<b>30 April 2013 RM'000</b>
Malaysia	40	34
South East Asia	1,009	185
North Asia	5,418	978
USA	417	22
<b>Total</b>	<b>6,884</b>	<b>1,219</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 2014.

## 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 2014, the Group generated revenue of RM3,115,710, an increase of RM2,045,884 from the previous corresponding quarter ended 30 April 2013 of RM1,069,826. The increase in revenue was mainly attributable to the increase in sales volume in the current quarter as compared to the previous corresponding quarter.

With the higher revenues the Group posted a lower loss before taxation of RM347,575 in the current quarter as compared to loss before taxation for the previous corresponding quarter ended 30 April 2013 of RM693,552.

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

The Group posted a lower revenue in the current quarter of RM3,115,710 as compared to the preceding quarter ended 31 January 2014 of RM3,768,306, representing a decrease of RM652,596.

The Group posted a loss before taxation of RM347,575 as compared to profit before taxation of RM581,435 in the preceding quarter ended 31 January 2014.

### 14. Commentary on the Prospects

In view of the improved sales during these two quarters, in comparison with the previous corresponding quarters, the Board is optimistic on the better performance for this financial year 2014.

### 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.

### 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:

	<b>Current Year Quarter</b>	<b>Previous Year Quarter</b>	<b>Current Year 6 Months Cumulative To-Date</b>	<b>Previous Year 6 Months Cumulative To-Date</b>
	<b>30 April 2014</b>	<b>30 April 2013</b>	<b>30 April 2014</b>	<b>30 April 2013</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
In respect of:-				
Taxation	-	-	-	-
Deferred taxation	-	-	-	-
	-	-	-	-



## 18. Status of Corporate Proposal

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

## 19. Group Borrowings and Debt Securities

Group borrowings as at 30 April 2014 were as follows:

<b><u>Short term</u></b>	<b><u>RM '000</u></b>
Secured	29
<b><u>Long term</u></b>	
Secured	-
<b>TOTAL</b>	<b>29</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 period ended 30 April 2014.

## 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 2014</b>	<b>30 April 2014</b>
	<b>RM'000</b>	<b>RM'000</b>
Interest Income	(11)	(19)
Other income including investment income	-	-

Interest Expense	0	1
Depreciation of Property, Plant & Equipment	111	222
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
(Gain)/Loss on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Amortisation of Development Expenditure	-	-
Amortisation of Trademarks & Patents	2	5
Loss/(Gain) on Foreign Exchange-Unrealised	(64)	4
(Reversal)/Addition of Provision & Accruals	1,446	1,525
Profit on Disposal of Fixed Assets	-	-
Exceptional items	-	-

## 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 2014	30 April 2013	30 April 2014	30 April 2013
Net profit for the year (RM'000)	(347)	(694)	234	(1,543)
Weighted average number of shares in issue ('000)	100,696	100,696	100,696	100,696
Basic LPS (sen)	(0.34)	(0.69)	0.23	(1.53)

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## 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.

	<b>Current Year Quarter</b>	<b>Previous Year Quarter</b>	<b>Current Year 6 Months Cumulative To-Date</b>	<b>Previous Year 6 Months Cumulative To-Date</b>
	<b>30 April 2014</b>	<b>30 April 2013</b>	<b>30 April 2014</b>	<b>30 April 2013</b>
Net loss for the year (RM'000)	(347)	(694)	234	(1,543)
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)	(0.34)	(0.69)	0.23	(1.53)

## 24. Realised and Unrealised Profits Disclosure

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

	<b>As at 30.04.2014</b> <b>RM'000</b>	<b>As at 31.01.2014</b> <b>RM'000</b>
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Total retained profits of the Group:		
- Realised	1,600	1,884
- Unrealised	<u>86</u>	<u>149</u>
	1,686	2,033
Less : Consolidation Adjustment	<u>(90)</u>	<u>(90)</u>
Total group retained profits as per consolidated accounts	<u>1,596</u>	<u>1,943</u>