

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED  
31 JANUARY 2014 (UNAUDITED)**

	Note	3 months ended	9 months ended
		31-Jan-2014 RM'000 (Unaudited)	31-Jan-2014 RM'000 (Unaudited)
Revenue	B1	2,945	9,820
Other operating income		90	216
Employee benefits		(1,097)	(3,231)
Depreciation & amortisation		(1,186)	(2,691)
Other operating expenses		(684)	(4,477)
<b>Profit/(Loss) from operations</b>		68	(363)
Share of profit of associate		-	-
Finance costs		(35)	(124)
<b>Profit/(loss) before taxation</b>	B2	33	(488)
Income tax recover/ (expenses)	B5	-	-
<b>Profit/(loss) for the year/(period)</b>		33	(488)
<b>Other Comprehensive income</b>			
- Currency translation difference not recognised in income statement		10	12
<b>Total comprehensive income for the financial year/(period)</b>		43	(476)
<b>Profit Attributable to:</b>			
Equity holders of the Company		33	(488)
<b>Total comprehensive income attributable to :</b>			
Equity holders of the Company		43	(476)
<b>Earning/(Loss) per share (sen)</b>			
- Basic	B10	0.01	(0.14)
- Diluted	B10	0.01	(0.17)

**Note:**

The Company changed its financial year from 31 December to 30 April with effect from the financial year ended 30 April 2013. As such, no comparative figures are presented for condensed consolidated income statement as there are no comparable interim periods (current and year-to-date) of the immediately preceding financial year. Comparative figures for the same financial year ended/ ending 30 April will be available for the interim financial reports for the financial year ending 30 April 2015

**TECHNODEX BHD**

Company No. 627634-A

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

As at 31st January 2014

RM'000	Note	Unaudited As At 31/01/2014	Audited As At 30/4/2013 (16 months)
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment		859	508
Goodwill on consolidation		1,559	1,559
Development costs		-	-
Other intangible assets		10,569	9,052
<b>Total Non-current Assets</b>		<b>12,987</b>	<b>11,119</b>
<b>Current Assets</b>			
Trade receivables		3,274	7,055
Other receivables, deposits and prepayments		4,005	2,500
Tax recoverable		40	8
Fixed deposits with licensed banks		7,058	1,706
Cash and bank balances		2,341	107
<b>Total Current Assets</b>		<b>16,718</b>	<b>11,376</b>
<b>Total Assets</b>		<b>29,706</b>	<b>22,495</b>
<b>Equity</b>			
<b>Capital and reserves</b>			
Share Capital		34,079	25,559
Share Premium		695	1,136
Exchange fluctuation reserve		586	598
Retained (Loss)/Profits		(14,330)	(13,853)
<b>Net Equity</b>		<b>21,030</b>	<b>13,440</b>
<b>Non-current and deferred liabilities</b>			
Finance lease payable	B7	1,021	845
Term loans		-	2,243
Government grant		-	-
<b>Total Non-current and deferred liabilities</b>		<b>1,021</b>	<b>3,088</b>
<b>Current Liabilities</b>			
Other payables and accruals		4,485	4,084
Finance lease payable	B7	962	525
Term loans		2,208	1,359
Bank overdraft		-	-
Provision for taxation	B5	-	-
<b>Total Current Liabilities</b>		<b>7,655</b>	<b>5,967</b>
<b>Total Liabilities</b>		<b>8,676</b>	<b>9,055</b>
<b>Total Equity and Liabilities</b>		<b>29,706</b>	<b>22,495</b>
<b>Net assets per share attributable to ordinary equity holders of the parent company (RM)</b>		<b>0.06</b>	<b>0.05</b>

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 30 April 2013 and the accompanying notes attached to this interim financial report)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)  
For nine months ended 31 January 2014 (financial year ending 30 April 2014)

RM'000	9 months ended 31-Jan-2014 Unaudited	16 months ended 30-Apr-2013 Audited
<b>Cash flows from/(for) operating activities</b>		
Profit/(loss) before tax	(476)	(9,499)
Adjustment for non-cash items	2,840	8,503
Operating profit/(loss) before working capital changes	2,364	(996)
Changes in working capital:		
Decrease/(Increase) in trade and other receivables	2,276	5,141
Increase/(Decrease) in trade and other payables	400	341
<b>Cash flows from/(used in) operations</b>	5,040	4,486
Tax (paid)/ refund	(32)	17
Interest paid	(124)	(1,036)
<b>Net cash from/(used in) operating activities</b>	4,884	3,467
<b>Cash flows for investing activities</b>		
Proceeds from disposal of equipment	-	3,500
Purchase of property, plant and equipment	(476)	(141)
Intangible assets/Development costs incurred	(4,083)	(2,534)
Interest received	89	163
<b>Net cash used in investing activities</b>	(4,471)	988
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	8,520	906
Share Issue expenses	(441)	-
Net drawdown/(repayment) of term loans	(1,428)	(5,058)
Net (repayment)/drawdown of revolving credits	-	(927)
Net drawdown/(Repayment) of hire purchase and finance lease payables	522	(210)
<b>Net cash (used in)/from financing activities</b>	7,173	(5,289)
<b>Net increase/(decrease) in cash and cash equivalents</b>	7,586	(834)
Cash and cash equivalents at beginning of the financial period	1,813	2,647
<b>Cash and cash equivalents at end of the financial period</b>	9,399	1,813
<b><u>Cash and cash equivalents at the end of the financial period comprises the following :-</u></b>		
Fixed deposits with licensed banks	7,058	1,706
Cash and bank balances	2,341	107
Bank overdraft	-	-
	9,399	1,813

(The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial period ended 30 April 2013 and the accompanying notes attached to this interim financial report.)

**TECHNODEX BHD**  
**Company No. 627634-A**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**For nine months ended 31 January 2014 (financial year ending 30 April 2014)**

	← Attributable to Equity Holders of the Company →					Total RM'000
	Share Capital RM'000	Non-Distributable Share Premium RM'000	Other reserves RM'000	Exchange fluctuation reserve RM'000	Distributable Retained Profits RM'000	
At 1 May 2013	25,559	1,135	-	598	(13,853)	13,440
Currency translation difference not recognised in income statement	-	-	-	(12)	-	(12)
Loss after taxation for the financial period	-	-	-	-	(477)	(477)
<b>Total Comprehensive income for the year</b>	-	-	-	(12)	(477)	(489)
Issuance of ordinary shares pursuant to:-						
- Right issue	8,520	(441)	-	-	-	8,079
<b>Total Transactions with owners</b>	8,520	(441)	-	-	-	8,079
At 31 October 2013	<u>34,079</u>	<u>695</u>	<u>-</u>	<u>586</u>	<u>(14,330)</u>	<u>21,030</u>
At 1 Jan 2012	24,653	1,136	-	626	(4,384)	22,031
Currency translation difference not recognised in income statement	-	-	-	(28)	-	(28)
Profit/ (Loss) after taxation for the financial period	-	-	-	-	(9,469)	(9,469)
<b>Total Comprehensive income for the year</b>	-	-	-	(28)	(9,469)	(9,497)
Issuance of ordinary shares pursuant to:-						
- ESOS	-	-	-	-	-	-
- Bonus issue	-	-	-	-	-	-
- Private placement	906	-	-	-	-	906
Transfer from other reserves to share premium	-	-	-	-	-	-
Transfer from other reserves to retained earnings upon ESOS expired	-	-	-	-	-	-
<b>Total Transactions with owners</b>	906	-	-	-	-	906
At 30 Apr 2013	<u>25,559</u>	<u>1,136</u>	<u>-</u>	<u>598</u>	<u>(13,853)</u>	<u>13,440</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 30 April 2013 and the accompanying explanatory notes attached to the interim financial statements.

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

## PART 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 Malaysia Financial Reporting Standard ("MFRS") No. 134: Interim Financial Reporting, and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("AMLR").

The interim financial report should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2013 and the accompanying notes attached to this interim financial report.

### Change of Financial Year End

The Board of Directors of the Company had on 21 December 2012 approved the change of financial year end of the Company from 31 December to 30 April.

The financial period ended 30 April 2013 made up of 16 months' results from 1 January 2012 to 30 April 2013. As such, no comparative figures are presented for Statements of Comprehensive Income as there are no comparable interim periods (current and year-to-date) of the immediately preceding financial year. Comparative figures for the same financial year ended / ending 30 April will be available for interim financial reports for the financial year ending 30 April 2015.

### A2. Changes in accounting policies

As at the date of authorization of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRSs, Amendments to MFRSs and IC Interpretations		Effective for annual periods beginning on or after
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009) and October 2010)	1 January 2015
MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 13	Fair Value Measurement	1 January 2013
MFRS 119	Employee Benefits	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 7	Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012

# **TECHNODEX BHD**

(Company No. 627634-A)

(Incorporated in Malaysia)

**Quarterly financial report (unaudited)**

**For three months ended 31 January 2014 (financial year ending 30 April 2014)**

## **PART A - Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting**

<b>MFRSs, Amendments to MFRSs and IC Interpretations</b>		<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	01-Jan-14
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	01-Jan-13

The Group plans to apply the abovementioned MFRSs (and its consequential amendments) and Interpretations in the respective annual periods based on their effective dates and applicability.

The initial application of the above applicable standards (and its consequential amendments) and interpretations, is not expected to have any material impact on the financial statements of the Group.

### **A3. Audit Report of Preceding Annual Financial Statements**

The audited annual financial statements for the period ended 30 April 2013 were not subject to any qualification.

### **A4. Comments on Seasonal or Cyclical Factors**

The results of the Group were not significantly affected by any seasonal or cyclical factors during the current quarter under review and the financial year-to-date.

### **A5. Nature and Amount of Exceptional and Extraordinary Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group during the current quarter under review and the financial year-to-date.

### **A6. Material Changes in Estimates**

There were no material changes in the estimates used for the preparation of this interim financial report.

### **A7. Debts and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

### **A8. Dividend**

There were no dividends paid during the current quarter under review and the financial year-to-date.

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

## PART A - Explanatory Notes Pursuant To Malaysian Financial Reporting Standard (“MFRS”) 134, Interim Financial Reporting

### A9. Segmental Information

The Group operates in a single line of business, namely the provision of Open Source Based Business Software and as such, segment reporting by business segment is not prepared.

In determining the geographical segments of the Group, segmental revenue is based on the country in which the customer is located.

The Group derives revenue from customers in the following geographical areas:

RM'000	Three month ended		Nine month ended	
	31/01/14	31/01/13	31/01/14	31/01/13
	Unaudited	Audited	Unaudited	Audited
Revenue				
Malaysia	2,945	1,226	9,820	4,851

Information on the segment results have not been presented as the operating expenses of the Group are mostly incurred in Malaysia and therefore could not be allocated to the respective geographical area.

### A10. Valuation of Property, plant and equipment

There were no changes in the valuation of property, plant and equipment reported in the previous audited financial statements that will have an effect in the financial quarter under review.

### A.11 Material Events Subsequent To the End of the Current Period

Save as disclosed in Note B8 and B11, there were no material events subsequent to the end of the current period under review.

### A12. Changes in Composition of the Group

There were no changes in the composition of the Group in the current period under review.

### A13. Contingent Assets or Liabilities

There were no changes in contingent liabilities and contingent assets since the end of the last annual reporting period.

### A14. Capital Commitments

There were no capital commitments for the period under review.

### A15. Related Party Transactions

The Directors are of the opinion that the Group has no related party transactions entered into in the current quarter under review and the financial year-to-date.

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(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

### PART B. - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

#### B1. Review of Performance

RM'000	Three month ended		Nine month ended	
	31/01/14	31/01/13	31/01/14	31/01/13
	Unaudited	Audited	Unaudited	Audited
Revenue	2,945	1,226	9,820	4,851
Profit/ (Loss) before Tax	33	2,591	(488)	255

The Group recorded revenue of RM2.945 million for current quarter ended 31 January 2014, higher by 140% as compared to RM1.226 million for the quarter ended 31 January 2013.

Profit before tax (PBT) for the quarter ended 31 January 2014 was RM33,000, lower by 99% compared to PBT of RM2.591 million for the quarter ended 31 January 2013 due to gain on disposed of office building in Dec 2012. However, the Group's PBT has been gradually improved since the last few quarters.

#### B2. Variation of Results against Preceding Quarter

RM'000	CURRENT YEAR QUARTER ENDED			
	Current Quarter	Preceding Quarter	Changes	
	31/01/14	31/10/13		(%)
Revenue	2,945	3,651	-706	-19%
Profit/ (Loss) before Tax	33	96	(63)	-65%

For the current quarter, there are dropped both in revenue and PBT as compared with preceding quarter. The reduction in revenue is due to lower billing on outsourcing business during festive season.

#### B3. Commentary on Prospects

Moving forward, the Group will focus on the development and future growth of its existing businesses and the coming new projects despite the challenging global and local economic outlook. The Group is positioned to weather these uncertainties in view of its order book which includes hardware support maintenance and software renewal contract, outsourcing contract and application development contract awarded for the next two years. These projects are expected to contribute positively to the revenue and earnings of the Group.

Our management remains committed to the growth strategy which focuses on a prudent and cohesive expansion in activities closely correlated with the Group's core competencies. The Group will continue to tender for more IT contracts.

The Group's prospects for the year 2014 are expected to remain positive.

#### B4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.



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(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

### PART B. - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

#### B5. Taxation

The Company was granted the MSC Malaysia Status and the Pioneer Status on 20 April 2010, which qualifies the Company for the Pioneer Status incentive under the Promotion of Investments Act, 1986. The statutory income from pioneer activities is exempted from income tax for a period of five years from 20 April 2010 to 19 April 2015.

The taxation charge is in respect of interest income earned by the Company.

#### B6. Corporate Proposals

There were no corporate proposal announced but not completed prior to the date of issuance of this quarterly report

#### B7. Borrowings and Debt Securities

Details of the Group's borrowings as at 31 January 2014 are as follows:

	As at End of Current Quarter Ended	As at End of Preceding Financial Period Ended
	31-Jan-14	30-Apr-13
Secured borrowings:-	(RM'000)	(RM'000)
<b>Current:</b>		
Term Loan	2,208	1,359
Hire Purchase Payable	962	525
	<b>3,170</b>	<b>1,884</b>
<b>Non-Current:</b>		
Term Loan	0	2,243
Hire Purchase Payable	1021	845
	<b>1,021</b>	<b>3,088</b>
<b>Total</b>	<b>4,191</b>	<b>4,972</b>

#### B8. Material Litigation

There were no material litigations as at the date of this report.

#### B9. Dividend

The Board of Directors does not recommend any dividend for the current quarter under review and the financial year-to-date.

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(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

### PART B. - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

#### B10. Earnings per Share

The earnings per share have been calculated based on the (loss)/profit after taxation divided by the weighted average number of ordinary shares as follows:

	Three month ended		Nine month ended	
	31/01/14	31/01/13	31/01/14	31/01/13
	Unaudited	Audited	Unaudited	Audited
(Loss)/Profit After Taxation (RM'000)	33	2,608	(488)	273
Weighted Average Number of Ordinary Shares in issue of RM0.10 each ('000)	340,785	255,589	340,785	255,589
Basic (loss)/ earnings per share (sen)	0.01	1.02	(0.14)	0.11
Weighted Average Number of Ordinary Shares after effect of Employee Share Option Scheme ('000)	340,785	255,589	295,100	255,589
Diluted (loss)/ earnings per share (sen)	0.01	1.02	(0.17)	0.11

#### B11. Disclosure of Realised and Unrealised earnings

The breakdown of the retained profits of the Group as at 31 January 2014, into realised and unrealised profits/losses, pursuant to the directive, is as follows:

RM'000	As At 31/01/2014	As At 30/4/2013
	Unaudited	Audited
Total (accumulated loss)/retained earnings of the Company and its subsidiary companies:		
- realised	(14,330)	(13,853)
Total share of loss of an associate:		
- realised	-	-
	(14,330)	(13,853)
Less: Consolidation adjustments	-	-
Group's retained profits/ (Loss) as per consolidated financial statements	(14,330)	(13,853)

The determination of realised and unrealised profits or losses is compiled based on Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities ACE Market Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010. The disclosure of realised and unrealised profits/losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 31 January 2014 (financial year ending 30 April 2014)

### PART B. - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

#### B12 Status of Utilization of Proceeds

Status of utilization of Proceeds derived from the right issue of 85,196,350 shares by the Company as at 31 January 2014 is as follow:-

	Proposed Utilisation	Actual Utilisation	Unutilised Proceed	Deviation	Timeframe for the utilisation of proceed
	RM'000	RM'000	RM'000	RM'000	
Business development expenditure	3,500	-	3,500	-	Within 18 months
Capital expenditure	2,500	-	2,500	-	Within 12 months
Working capital	2,020	(2,020)	-	-	Within 12 months
Expenses in relation to the Rights Issue with Warrant (1)	500	(424)	76*	-	Within 1 month
	8,520	(2,444)	6,076	-	

\* Excess of the amounts allocated will be utilised for meeting general working capital requirements as disclosed in the Prospectus in relation to the right issue dated 27 August 2013.