

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED  
30 APRIL 2014 (UNAUDITED)**

	Note	3 months ended	12 months ended
		30-Apr-2014 RM'000 (Unaudited)	30-Apr-2014 RM'000 (Unaudited)
Revenue	B1	2,816	12,636
Other operating income		327	543
Employee benefits		(1,246)	(4,477)
Depreciation & amortisation		(960)	(3,652)
Other operating expenses		(752)	(5,229)
<b>Profit/(Loss) from operations</b>		185	(178)
Finance costs		(64)	(188)
<b>Profit/(loss) before taxation</b>	B2	121	(366)
Income tax recover/ (expenses)	B5	(71)	(71)
<b>Profit/(loss) for the year/(period)</b>		50	(437)
<b>Other Comprehensive income</b>			
- Currency translation difference not recognised in income statement		(87)	77
<b>Total comprehensive income for the financial year/(period)</b>		(36)	(360)
<b>Profit Attributable to:</b>			
Equity holders of the Company		50	(437)
<b>Total comprehensive income attributable to :</b>			
Equity holders of the Company		(36)	(514)
<b>Earning/(Loss) per share (sen)</b>			
- Basic	B10	0.01	(0.13)
- Diluted	B10	0.01	(0.14)

**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 preceeding 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 30 APRIL 2014

RM'000	Note	Unaudited As At 30/04/2014 (12 months)	Audited As At 30/4/2013 (16 months)
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment		812	508
Goodwill on consolidation		1,559	1,559
Other intangible assets		9,681	9,052
<b>Total Non-current Assets</b>		<b>12,052</b>	<b>11,119</b>
<b>Current Assets</b>			
Trade receivables		4,298	7,055
Other receivables, deposits and prepayments		3,090	2,500
Tax refundable		-	8
Fixed deposits with licensed banks		7,107	1,706
Cash and bank balances		1,776	107
<b>Total Current Assets</b>		<b>16,271</b>	<b>11,376</b>
<b>Total Assets</b>		<b>28,322</b>	<b>22,495</b>
<b>Equity</b>			
<b>Capital and reserves</b>			
Share Capital		34,079	25,559
Share Premium		695	1,136
Foreing exchange translation reserve		675	598
Accumulated (losses)/ Retained profits		(14,290)	(13,853)
<b>Net Equity</b>		<b>21,158</b>	<b>13,440</b>
<b>Non-current and deferred liabilities</b>			
Finance lease payable	B7	898	845
Term loans		-	2,243
<b>Total Non-current and deferred liabilities</b>		<b>898</b>	<b>3,088</b>
<b>Current Liabilities</b>			
Trade and other payables		3,270	4,084
Finance lease payable	B7	934	525
Term loans		2,047	1,359
Provision for taxation	B5	15	-
<b>Total Current Liabilities</b>		<b>6,266</b>	<b>5,967</b>
<b>Total Liabilities</b>		<b>7,164</b>	<b>9,055</b>
<b>Total Equity and Liabilities</b>		<b>28,322</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)

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)**  
**For twelve months ended 30 April 2014 (financial year ending 30 April 2014)**

RM'000	12 months ended 30-Apr-2014 Unaudited	16 months ended 30-Apr-2013 Audited
<b>Cash flows from/(for) operating activities</b>		
Profit/(loss) before tax	(366)	(9,499)
Adjustment for:		
-Allowance for impairment loss on:		
-Trade receivables	-	1,701
Depreciation of property, plant and equipment	3,652	5,846
Bad debts written off	6	96
Equipment written off	-	6
Intangible assets written off	-	2,008
Interest expenses	188	1,036
amortisation of government grant	-	(490)
Gain on disposal of property	-	(1,508)
Interest income	(144)	(163)
	<hr/>	<hr/>
Operating profit/(loss) before working capital changes	3,336	(968)
Changes in working capital:		
(Increase)/ Decrease in trade and other receivables	2,152	5,141
Increase/ (Decrease) in trade and other payables	(815)	341
<b>Cash flows from/(for) operating activities</b>	<hr/> 4,672	<hr/> 4,514
Tax (paid)/ refund	(51)	17
Interest paid	(188)	(1,036)
<b>Net cash from/(for) operating activities</b>	<hr/> 4,434	<hr/> 3,495
<b>Cash flows from/(for) investing activities</b>		
Proceeds from disposal of equipment	-	3,500
Purchase of property, plant and equipment	(478)	(141)
Intangible assets/Development costs incurred	(4,106)	(2,534)
Interest received	144	162
<b>Net cash from/(for) investing activities</b>	<hr/> (4,440)	<hr/> 988
<b>Cash flows from/(for) financing activities</b>		
Proceeds from issuance of shares	8,520	906
Share Issue expenses	(441)	-
Repayment of term loans	(1,554)	(5,058)
Decrease in revolving credits	-	(927)
Repayment of hire purchase and finance lease payable	(688)	(210)
Bank borrowing	1,150	-
<b>Net cash from/(for) financing activities</b>	<hr/> 6,988	<hr/> (5,289)
<b>Net increase/(decrease) in cash and cash equivalents</b>	6,982	(806)
Foreign exchange translation differences	77	(28)
Cash and cash equivalents at beginning of the financial period	1,813	2,647
	<hr/>	<hr/>
<b>Cash and cash equivalents at end of the financial period</b>	<hr/> <hr/> 8,873	<hr/> <hr/> 1,813
<b>Cash and cash equivalents at the end of the financial period comprises the following :-</b>		
Fixed deposits with licensed banks	7,107	1,706
Cash and bank balances	1,766	107
Bank overdraft	-	-
	<hr/> 8,873	<hr/> 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 twelve months ended 30 April 2014 (financial year ending 30 April 2014)**

	← Attributable to Equity Holders of the Company →				
	Share Capital RM'000	Non-Distributable Share Premium RM'000	Exchange fluctuation reserve RM'000	Distributable Retained Profits RM'000	Total RM'000
Balance at 30 Apr 2013/ 1 May 2013	25,559	1,135	598	(13,853)	13,439
Loss after taxation for the financial year	-	-	-	(437)	(437)
Other comprehensive income for the financial period, net of tax					
- Foreign currency translation	-	-	77	-	77
<b>Total comprehensive income for the year</b>	-	-	77	(437)	(360)
Issuance of ordinary shares pursuant to:-					
- Right issue	8,520	(441)	-	-	8,080
<b>Total Transactions with owners</b>	8,520	(441)	-	-	8,080
Balance at 30 Apr 2014	<u>34,079</u>	<u>695</u>	<u>675</u>	<u>(14,289)</u>	<u>21,158</u>
<hr/>					
Balance at 31.12.2011/1 Jan 2012	24,653	1,135	626	(4,384)	22,030
(Loss) after taxation for the financial period	-	-	-	(9,468)	(9,468)
Other comprehensive income for the financial period, net of tax					
- Foreign currency translation	-	-	(28)	-	(28)
<b>Total comprehensive income for the financial period</b>	-	-	(28)	(9,468)	(9,496)
Contributions by the owners of the Company:					
- Issuance of shares	906	-	-	-	906
<b>Total Transactions with owners</b>	906	-	-	-	906
Balance at 30 Apr 2013	<u>25,559</u>	<u>1,135</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 30 April 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 period 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**

The accounting policies and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial period ended 30 April 2013.

The adoption of the following MFRSs, Amendments to MFRSs and IC Interpretation that came into effect on 1 January 2014 did not have any significant impact on the unaudited condensed consolidated financial statements upon their initial application.

Amendment to MFRS 10, : Consolidated Financial Statements Investment Entities  
MFRS 12, MFRS 127

Amendment to MFRS 132 : Financial Instruments Presentation – Offsetting Financial Assets  
and Financial Liabilities

Amendment to MFRS 136 : Impairment of Assets – Recoverable Amount Disclosure for Non-  
Financial Assets

Amendment to MFRS 139 : Financial Instrument – Recognition and Measurement - Novation  
of Derivatives and Continuation of Hedge Accounting

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

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

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

### 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 qualification002E

### 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.

### 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:

	Three month ended		Twelve month ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	Unaudited	Audited	Unaudited	Audited
RM'000				
Revenue	2,816	1,579	12,636	6,430

The Group's segmental information by geographical location is not shown as the activities of the Group are in Malaysia.

# **TECHNODEX BHD**

**(Company No. 627634-A)**

**(Incorporated in Malaysia)**

**Quarterly financial report (unaudited)**

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

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

### **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 B6, 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.

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 30 April 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		Twelve month ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	Unaudited	Audited	Unaudited	Audited
Revenue	2,816	1,579	12,636	6,430
Profit/ (Loss) before Tax	121	(3,694)	(366)	(3,440)

The Group recorded revenue of RM2.816 million for current quarter ended 30 April 2014, higher by 78% as compared to RM1.579 million for the quarter ended 30 April 2013.

Profit before tax (PBT) for the quarter ended 30 April 2014 was RM0.121 million, having a turnaround of RM3.815 million compared to a LBT of RM3.694 million for the quarter ended 30 April 2013. This was mainly due to increase in revenue and better debt collection.

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

RM'000	CURRENT YEAR QUARTER ENDED			
	Current Quarter	Preceding Quarter	Changes	
	30/04/14	31/01/14		(%)
Revenue	2,816	2,945	-129	-4%
Profit/ (Loss) before Tax	121	33	88	264%

For the current quarter under review, there has been slight decrease in revenue to RM2.816 million as compared to RM2.945 million recorded in the preceding quarter ended 31 January 2014. However, the PBT recorded an increase of 88% to RM121,000 in current quarter as compared with preceding quarter.

#### 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.



# TECHNODEX BHD

(Company No. 627634-A)

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## Quarterly financial report (unaudited)

For three months ended 30 April 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

#### B4. Profit Forecast and Profit Guarantee

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

#### B5. Taxation

	Three month ended		Twelve month ended	
	30/04/14	30/04/13	30/04/14	30/04/13
RM'000	Unaudited	Audited	Unaudited	Audited
Income tax				
- Current provision	55	(490)	55	(490)
- (Over)/ under provision of tax in prior years	16	459	16	459
Total income tax expenses	71	(31)	71	(31)

The subsidiaries income taxes were calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period.

The effective tax rate of the Group for the current and previous corresponding quarters were higher than the statutory tax rate of the respective year principally due to certain expenses which were not deductible for tax purposes.

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

The Company announced that it had on 7 May 2014 entered into a Heads of Agreement with Chong Eng Yeau and Pang Kim Huay (collectively, the "Controlling Shareholders") with the intention to invest in Zeal Systems (M) Sdn. Bhd., MYZSM Sdn. Bhd. and E-Tech IT Solution Pte. Ltd. by way of subscription of 55% equity interest in a private limited company to be formed by the Controlling Shareholders under the Companies Act, 1965 ("Act") ("SPV") for an aggregate subscription price of RM2,200,000 ("HOA") ("Proposed Subscription").

As of the date of announcement, the proposed subscription has not been completed.

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Quarterly financial report (unaudited)

For three months ended 30 April 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

### B7. Borrowings and Debt Securities

Details of the Group's borrowings as at 30 April 2014 are as follows:

	As at End of Current Quarter Ended	As at End of Preceding Financial Period Ended
	30-Apr-14	30-Apr-13
Secured borrowings:-	(RM'000)	(RM'000)
<b>Current:</b>		
Term Loan	2,047	1,359
Hire Purchase Payable	934	525
	<b>2,982</b>	<b>1,884</b>
<b>Non-Current:</b>		
Term Loan	0	2,243
Hire Purchase Payable	898	845
	<b>898</b>	<b>3,088</b>
<b>Total</b>	<b>3,879</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.

# TECHNODEX BHD

(Company No. 627634-A)

(Incorporated in Malaysia)

## Quarterly financial report (unaudited)

For three months ended 30 April 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		Twelve month ended	
	30/04/14	30/04/13	30/04/14	30/04/13
	Unaudited	Audited	Unaudited	Audited
(Loss)/Profit After Taxation (RM'000)	50	(3,409)	(437)	(3,681)
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	(1.33)	(0.13)	(1.44)
Weighted Average Number of Ordinary Shares after effect of Employee Share Option Scheme ('000)	340,785	255,589	306,240	255,589
Diluted (loss)/ earnings per share (sen)	0.01	(1.33)	(0.14)	(1.44)

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

The breakdown of the retained profits of the Group as at 30 April 2014, into realised and unrealised profits/losses, pursuant to the directive, is as follows:

RM'000	As At 30/04/2014	As At 30/4/2013
	Unaudited	Audited
Total (accumulated loss)/retained earnings of the Company and its subsidiary companies:		
- realised	(30,192)	(29,759)
Total share of loss of an associate:		
- realised	-	-
	(30,192)	(29,759)
Less: Consolidation adjustments	15,902	15,907
Group's retained profits/ (Loss) as per consolidated financial statements	(14,290)	(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 30 April 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 rights issue of 85,196,350 shares by the Company as at 30 April 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	(2,096)	(76)	-	Within 12 months
Expenses in relation to the Rights Issue with Warrant	500	(424)	76	-	Within 1 month
	8,520	(5,020)	3,500	-	

\* 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.