

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2016

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended		12 months ended	
		30/04/2016 RM'000 (Unaudited)	30/04/2015 RM'000 (Audited)	30/04/2016 RM'000 (Unaudited)	30/04/2015 RM'000 (Audited)
Revenue	B1	5,794	9,489	23,953	20,164
Other operating income		27	1,692	105	1,783
Employee benefits		(1,172)	(1,260)	(5,632)	(3,962)
Depreciation & amortisation		(754)	(797)	(3,137)	(3,605)
Other operating expenses		(3,120)	(8,538)	(12,935)	(13,433)
<b>Profit/(Loss) from operations</b>		775	586	2,354	947
Finance costs		(1)	(36)	(24)	(177)
<b>Profit before taxation</b>	B2	774	550	2,330	770
Income tax recover/(expenses)	B5	(176)	(327)	(256)	(442)
<b>Profit/(loss) for the year/(period)</b>		598	223	2,074	328
<b>Other Comprehensive income</b>					
- Currency translation difference not recognised in income statement		-	-	-	-
<b>Total comprehensive income for the financial year/(period)</b>		598	223	2,074	328
<b>Profit/ (Loss) Attributable to:</b>					
Owner of the Parent		237	(238)	297	(252)
Non-controlling interest		361	462	1,777	579
		598	223	2,074	328
<b>Total comprehensive income attributable to :</b>					
Owner of the Parent		237	(238)	297	(252)
Non-controlling interest		361	462	1,777	579
		598	223	2,074	328
<b>Earning/(Loss) per share (sen)</b>					
- Basic	B10	0.06	(0.06)	0.08	(0.07)
- Diluted	B10	0.05	(0.05)	0.06	(0.05)

**Note:**

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the notes to the interim financial report and the audited financial statements of the Group for the financial year ended 30 April 2015.

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

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Note	Unaudited As At 30/04/2016 RM'000	Audited As At 30/04/2015 RM'000
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment		1,081	1,239
Goodwill on consolidation		2,714	2,714
Development costs		-	-
Other intangible assets		10,068	9,672
<b>Total Non-current Assets</b>		<b>13,862</b>	<b>13,624</b>
<b>Current Assets</b>			
Trade receivables		11,786	4,211
Other receivables, deposits and prepayments		2,245	5,708
Tax refundable		62	-
Fixed deposits with licensed banks		604	4,324
Cash and bank balances		4,289	1,984
<b>Total Current Assets</b>		<b>18,985</b>	<b>16,227</b>
<b>Total Assets</b>		<b>32,847</b>	<b>29,851</b>
<b>Equity and Liabilities</b>			
Share capital		37,539	37,539
Share premium		1,853	1,853
Foreign exchange translation reserve		675	675
Accumulated (losses)		(14,244)	(14,541)
Non controlling interest		4,479	1,202
<b>Total Equity</b>		<b>30,302</b>	<b>26,727</b>
<b>Non-current Liabilities</b>			
Hire purchase payables	B7	-	-
Deferred tax liability		61	76
<b>Total Non-current Liabilities</b>		<b>61</b>	<b>76</b>
<b>Current Liabilities</b>			
Trade payables		325	373
Other payables & accruals		1,810	1,633
Bank overdraft		-	0
Hire purchase payables	B7	174	865
Term loans		-	-
Provision for taxation	B5	175	176
<b>Total Current Liabilities</b>		<b>2,485</b>	<b>3,048</b>
<b>Total Liabilities</b>		<b>2,546</b>	<b>3,123</b>
<b>Total Equity and Liabilities</b>		<b>32,847</b>	<b>29,851</b>
<b>Net assets per share attributable to ordinary equity holders of the parent company (RM)</b>		<b>0.08</b>	<b>0.07</b>

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying notes attached to this interim financial report)

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2016

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Year ended 30/04/2016 Unaudited RM'000	Year ended 30/04/2015 Audited RM'000
<b>Cash flows from/(for) operating activities</b>		
Profit/ (Loss) before taxation	2,330	770
Adjustment for:-		
Allowance for impairment loss on trade receivables	-	22
Depreciation and amortisation	3,137	3,605
Interest expenses	25	173
Waiver of debts	-	13
Interest income	(62)	(18)
Written off of plant and equipment	-	87
	<hr/>	<hr/>
Operating profit/(loss) before working capital changes	5,430	4,652
(Increase)/ Decrease in trade and other receivables	(4,112)	(1,238)
Increase/ (Decrease) in trade and other payables	128	(1,430)
<b>Cash flows from/(for) operating activities</b>	<hr/> 1,447	<hr/> 1,984
Interest income	62	18
Interest paid	(25)	(173)
Income tax refund	27	33
Income tax paid	(359)	(232)
<b>Net cash from/(for) operating activities</b>	<hr/> 1,152	<hr/> 1,630
<b>Cash flows from/(for) investing activities</b>		
Purchase of property, plant and equipment	(44)	(284)
Purchase of intangible assets	(3,332)	(3,350)
Acquisition of subsidiaries, net of cash acquired	1,500	(2,063)
<b>Net cash from/(for) investing activities</b>	<hr/> (1,875)	<hr/> (5,698)
<b>Cash flows from/(for) financing activities</b>		
Proceeds from issuance of shares	-	4,619
Advances from/ (to) directors	-	(43)
Repayment of hire purchase	(692)	(967)
Repayment of term loans	-	(2,116)
Expenses on ESOS & M&A	-	-
<b>Net cash from/(for) financing activities</b>	<hr/> (692)	<hr/> 1,493
<b>Net increase/(decrease) in cash and cash equivalents</b>	(1,415)	(2,575)
Effects of foreign exchange translation	-	-
Cash and cash equivalents at beginning of the financial year	6,308	8,883
<b>Cash and cash equivalents at end of the financial period</b>	<hr/> 4,893	<hr/> 6,309
<b><u>Cash and cash equivalents at the end of the financial period comprises the following :-</u></b>		
Fixed deposits with licensed banks	604	4,324
Cash and bank balances	4,289	1,984
Bank overdraft	-	-
	<hr/> 4,893	<hr/> 6,309

(The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying notes attached to this interim financial report.)

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 30 APRIL 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to Equity Holders of the Company →			→ Distributable ←		Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Translation Reserve RM'000	Accumulated Losses RM'000	Non-Controlling Interest RM'000	
Balance at 1 May 2015	37,539	1,853	675	(14,541)	1,202	26,727
Profit for the financial year	-	-	-	297	-	297
Other comprehensive income for the financial year - Foreign currency translation differences	-	-	-	-	-	-
Minority interest	-	-	-	-	1,777	1,777
<b>Total comprehensive income for the year</b>	-	-	-	297	1,777	2,074
Contributions by the owners of the Company	-	-	-	-	-	-
ESOS expenses	-	-	-	-	-	-
Acquisition of a subsidiary	-	-	-	-	1,500	1,500
<b>Total Transactions with owners</b>	-	-	-	-	1,500	1,500
Balance at 30 April 2016	<u>37,539</u>	<u>1,853</u>	<u>675</u>	<u>(14,244)</u>	<u>4,479</u>	<u>30,302</u>
Balance at 1 May 2014	34,078	695	675	(14,290)	-	21,158
Loss for the financial year	-	-	-	(251)	579	328
Contributions by the owners of the Company	-	-	-	-	622	622
- Acquisition of a subsidiary	-	-	-	-	-	3,408
- Issuance of shares	3,408	-	-	-	-	1,212
- Conversion of warrants	54	1,158	-	-	-	5,241
	3,461	1,158	-	-	622	5,241
Balance at 31 April 2015	<u>37,539</u>	<u>1,853</u>	<u>675</u>	<u>(14,541)</u>	<u>1,202</u>	<u>26,727</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2014 and the accompanying explanatory notes attached to the interim financial statements.

# **TECHNODEX BHD**

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

**(Incorporated in Malaysia)**

## **Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016**

### **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 2015 and the accompanying notes attached to this interim financial report.

#### **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 year ended 30 April 2015.

The adoption of the following MFRSs, Amendments to MFRSs and IC Interpretation that came into effect on 1 May 2015 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

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

The audited annual financial statements for the year 30 April 2015 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.

# **TECHNODEX BHD**

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

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## **Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016**

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

#### **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 or repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period ended 30 April 2016.

#### **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)

## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

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

#### A9. Segmental Information

##### a) Analysis of revenue by product categories

Quarter Ended	Application Support & Services	Manpower Outsourcing	E-Commerce	Others	Investment Holding	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30 April 2016							
Sales	1,756	3,153	883	21	-	(19)	5,794
Intersegment sales	-	-	-	-	1,721	(1,721)	-
	<u>1,756</u>	<u>3,153</u>	<u>883</u>	<u>21</u>	<u>1,721</u>	<u>(1,740)</u>	<u>5,794</u>
<b>Results</b>							
Interest Income	15	-	-	-	16	(28)	4
Interest expenses	(2)	(27)	-	-	-	28	(1)
Depreciation & amortisation	(239)	(5)	(76)	(6)	(428)	-	(754)
Income Tax expenses	(37)	(113)	-	-	(26)	-	(176)
Segment profit/(loss) after tax	<u>(740)</u>	<u>(236)</u>	<u>642</u>	<u>(179)</u>	<u>1,112</u>	<u>-</u>	<u>598</u>

Year to date Ended	Application Support & Services	Manpower Outsourcing	E-Commerce	Others	Investment Holding	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30 April 2016							
Sales	8,176	11,814	3,500	483	-	(19)	23,953
Intersegment sales	-	-	-	-	1,956	(1,956)	-
	<u>8,176</u>	<u>11,814</u>	<u>3,500</u>	<u>483</u>	<u>1,956</u>	<u>(1,975)</u>	<u>23,953</u>
<b>Segment results</b>							
Interest Income	20	-	-	-	82	(41)	62
Interest expenses	(25)	(40)	-	-	-	41	(24)
Depreciation & amortisation	(953)	(27)	(226)	(33)	(1,899)	-	(3,137)
Income Tax expenses	(37)	(193)	-	-	(26)	-	(256)
Profit/(loss) after tax	<u>81</u>	<u>976</u>	<u>2,691</u>	<u>239</u>	<u>(1,912)</u>	<u>-</u>	<u>2,074</u>

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

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)**

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## **Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016**

### **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 Group has no related party transactions transpired this quarter under review and the current financial year-to-date.



# TECHNODEX BHD

(Company No. 627634-A)

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## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

### 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	INDIVIDUAL QUARTER ENDED		VARIANCE	
	30/4/2016	30/4/2015	RM'000	%
	Unaudited	Audited		
Revenue	5,794	9,489	(3,695)	-39%
Profit before Tax	774	550	224	41%

The Group recorded revenue of RM5.794 million for the current quarter ended 30 April 2016, representing a decrease of 39% as compared to RM9.489 million recorded in the last corresponding quarter ended 30 April 2015. The drop in revenue was due to the manpower outsourcing segment compared to last year.

However, the Group's profit before tax (PBT) for the current quarter ended 30 April 2016 was RM0.774 million, an increase of 41% as compared to RM0.550 million recorded in the last corresponding quarter ended 30 April 2015.

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

	INDIVIDUAL QUARTER ENDED		Variance	
	Current Quarter	Preceding Quarter	RM'000	%
	30/4/2016	31/1/2016		
	RM'000	RM'000		
Revenue	5,794	6,322	-528	-8%
Profit before Tax	774	818	(44)	-5%

Revenue in the quarter under review has slightly decreased by 8% from RM 6.322 million to RM5.794 million as compared to the previous quarter. The PBT has decreased 5% from RM0.818 million to RM0.774 million.

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## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

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

#### B3. Commentary on Prospects

In view of the uncertainties and challenges ahead, the Group will focus on the development and future growth of its existing businesses both locally and globally. The Group is positioned to weather these uncertainties by focusing in 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 maintain existing revenue with emphasis on manpower outsourcing and licensing service, and develop new revenue streams.

Moving forward, the Group's prospects for the financial year ending 30 April 2017 will remain moderately positive.

#### B4. Profit Forecast and Profit Guarantee

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

#### B5. Taxation

	Current Quarter	Cumulative Quarter Ended
	30/4/2016	30/4/2016
RM'000	Unaudited	Unaudited
Income tax		
- Current provision	259	256
- (Over)/ under provision of tax in prior years	(83)	-
Total income tax expenses	176	256

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.

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(Company No. 627634-A)

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## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

### B6. Corporate Proposals

The Board of Directors of the Company had on 4 February 2016 announced that the Company had proposed to undertake a private placement of up to ten percent (10%) of the issued and paid-up share capital of the Company to investor(s) to be identified later (“Proposed Private Placement”).

The listing application in relation to the Proposed Private Placement has been submitted to Bursa Securities on 2 March 2016.

Bursa Securities had, vide its letter dated 18 April 2016 approved the listing and quotation of up to 39,939,750 shares of the Company to be issued pursuant to the Proposed Private Placement subject to the conditions stated therein.

### B7. Borrowings and Debt Securities

Details of the Group’s borrowings as at 30 April 2016 are as follows:

	As at 30/04/2016	As at 30/04/2015
	(RM’000)	(RM’000)
<b>Secured borrowings:-</b>		
<b>Current:</b>		
Hire Purchase Payable	174	865

### B8. Material Litigation

There was no material litigation 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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## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

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

#### B10. Earnings per Share

The basic earnings per share is calculated based on Group's net profit attributable to the owners of the parent of approximately RM0.237 million for the current quarter under review and net profit attributable to the owners of RM0.297 million for the current year-to-date, divided by the weighted average number of ordinary shares of RM0.10 each in issue for the current quarter and cumulative year to date of 375,393,900 as follows:-

	Current quarter	Current year-to-date
	30/4/2016	30/4/2016
	Unaudited	Unaudited
Net profit/ (loss) attributable to ordinary equity holders of the parent (RM'000)	237	297
Weighted Average Number of Ordinary Shares in issue of RM0.10 each	375,393,900	375,393,900
Basic (loss)/ earnings per share (sen)	0.06	0.08
Weighted Average Number of Ordinary Shares after conversion of all outstanding warrants	460,060,250	460,060,250
Diluted (loss)/ earnings per share (sen)	0.05	0.06

# TECHNODEX BHD

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## Unaudited Quarterly Financial Report For The Fourth Quarter Ended 30 April 2016

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

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

The breakdown of the retained profits of the Group as at 30 April 2016, into realised and unrealised profits/losses, pursuant to the directive, is as follows:

	Year Ended	Year Ended
	30/4/2016	30/4/2015
	Unaudited	Audited
	RM'000	RM'000
Total (accumulated loss)/retained earnings of the Company and its subsidiary companies:		
- realised	(14,244)	(14,541)
Total share of loss of an associate:		
- realised	-	-
	(14,244)	(14,541)
Less: Consolidation adjustments	-	-
Group's retained profits/ (Loss) as per consolidated financial statements	(14,244)	(14,541)

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.

#### B12 Status of Utilisation of Proceeds

Status of utilisation of Proceeds derived from the private placement of 34,078,500 shares by the Company as at 30 April 2016 is as follow:-

	Proposed Utilisation	Actual Utilisation	Unutilised Proceed	Timeframe for the utilisation of proceed
	RM'000	RM'000	RM'000	
Working capital/ future investment	4,561	(4,561)	-	Within 24 months
Expenses in relation to the private placement	210	(210)	-	Immediately
	4,771	(4,771)	-	

\* In the event that no suitable investment projects are identified, the entire amount will be utilised for working capital purpose.