

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

	Note	***** Individual Quarter *****		Cumulative 12 months to date 31 December 2013 RM'000	Audited results 31 December 2012 RM'000
		Current year quarter 31 December 2013 RM'000	Preceding year corresponding quarter 31 December 2012 RM'000		
Revenue		3,119	1,775	8,822	7,268
Direct Costs		<u>(1,634)</u>	<u>(294)</u>	<u>(2,961)</u>	<u>(2,102)</u>
Gross Profit		1,485	1,481	5,861	5,166
Other Income		100	163	688	536
Administrative and General Expenses		<u>(980)</u>	<u>(1,604)</u>	<u>(4,939)</u>	<u>(5,217)</u>
Operating Profit		605	40	1,610	485
Finance Costs		<u>(1)</u>	<u>(3)</u>	<u>(4)</u>	<u>-</u>
Profit Before Taxation	B5	604	37	1,606	485
Taxation	B6	<u>(180)</u>	<u>(212)</u>	<u>(665)</u>	<u>(363)</u>
(Loss)/Profit After Taxation		424	(175)	941	122
Other comprehensive income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)		<u>424</u>	<u>(175)</u>	<u>941</u>	<u>122</u>
PROFIT ATTRIBUTABLE TO					
Equity holders of the Company		<u>424</u>	<u>(175)</u>	<u>941</u>	<u>122</u>
Total comprehensive income attributable to					
Equity holders of the Company		<u>424</u>	<u>(175)</u>	<u>941</u>	<u>122</u>
Weighted average no. of ordinary shares in issue ('000)		366,062	255,043	366,062	255,043
(Loss)/Earnings per share (sen) :-					
a) Basic		0.12	(0.07)	0.26	0.05
b) Diluted		0.12	(0.07)	0.26	0.05

Notes:

- (i) Basic (loss)/ earnings per share for the quarter and financial period is calculated based on the net (loss)/profit divided by the weighted average number of ordinary shares for the quarter and financial period respectively.
- (ii) There is no potential dilution for earnings per share given that the average market price of ordinary shares during the period is less than the exercise price of the warrants.
- (iii) The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

MANAGEPAY SYSTEMS BERHAD (887689-D)
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013**

	Unaudited As at 31 December 2013 RM'000	Audited As at 31 December 2012 RM'000	Audited As at 1 January 2012 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	9,351	7,551	8,877
Software development	5,405	3,464	2,088
	<u>14,756</u>	<u>11,015</u>	<u>10,965</u>
Current assets			
Inventories	4,181	4,758	294
Trade receivables	7,925	2,910	2,038
Other receivables, deposits and prepayment	2,747	3,200	73
Current tax asset	17	21	27
Fixed deposits with a licensed bank	13,561	18,182	5,927
Cash and bank balances	3,253	4,668	3,283
	<u>31,684</u>	<u>33,739</u>	<u>11,642</u>
Total Assets	<u><u>46,440</u></u>	<u><u>44,754</u></u>	<u><u>22,607</u></u>
EQUITY AND LIABILITIES			
Share capital	36,606	36,606	18,303
Share premium	4,485	4,485	1,522
Warrant reserve	10,067	10,067	-
Other reserves	(10,067)	(10,067)	-
Retained earnings	3,326	2,385	2,263
Equity Attributable To Equity Holders of the Company	<u>44,417</u>	<u>43,476</u>	<u>22,088</u>
Minority Interests	1	-	-
Total Equity	<u>44,418</u>	<u>43,476</u>	<u>22,088</u>
Non-current Liabilities			
Deferred tax liability	933	370	-
	<u>933</u>	<u>370</u>	<u>-</u>
Current Liabilities			
Trade payables	136	139	144
Other payables and accruals	864	762	342
Current tax liabilities	89	7	33
	<u>1,089</u>	<u>908</u>	<u>519</u>
Total Liabilities	<u>2,022</u>	<u>1,278</u>	<u>519</u>
TOTAL EQUITY AND LIABILITIES	<u><u>46,440</u></u>	<u><u>44,754</u></u>	<u><u>22,607</u></u>
Net asset per share attributable to ordinary equity holders of the Company (RM)	<u><u>0.12</u></u>	<u><u>0.12</u></u>	<u><u>0.12</u></u>

Notes:

- (i) The net assets per share attributable to owners of company is computed based on the number of ordinary shares for the quarter and financial period respectively.
- (ii) The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2013

	As at 31 December 2013	Audited as at 31 December 2012
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	1,606	485
Adjustment for:		
Allowance for doubtful debts	41	123
Bad Debt Recovery	(100)	-
Provision for stock obsolescence	25	-
Amortisation of software development	153	501
Depreciation of property, plant and equipment	1,873	1,775
Gain on disposal of property, plant and equipment	(2)	(1)
Interest income	(554)	(315)
Interest expenses	-	2
Operating profit before changes in working capital	<u>3,042</u>	<u>2,570</u>
(Increase)/Decrease in inventories	552	(4,464)
Increase in receivables	(4,502)	(4,122)
Increase in payables	(64)	415
Cash used in operations	<u>(972)</u>	<u>(5,601)</u>
Interest received	554	315
Interest paid	-	-
Tax paid	(16)	(14)
Net cash flow used in operating activities	<u>(434)</u>	<u>(5,300)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Cost incurred in software development	(2,094)	(1,876)
Proceeds from disposal of property, plant and equipment	3	125
Purchase of property, plant and equipment	(3,675)	(575)
Acquisition of subsidiaries	(1)	-
Net cash flow used in investing activities	<u>(5,767)</u>	<u>(2,326)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Financing of assets through hire purchase	163	-
Proceeds from issuance of shares	2	21,266
Net cash generated from financing activities	<u>165</u>	<u>21,266</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(6,036)	13,640
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>22,850</u>	<u>9,210</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>16,814</u></u>	<u><u>22,850</u></u>

Note:

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2013

	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	WARRANT RESERVE RM'000	OTHER RESERVES RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000	MINORITY INTERESTS RM'000	TOTAL EQUITY RM'000
Balance as at 1 January 2013	36,606	4,485	10,067	(10,067)	2,385	43,476	-	43,476
Net profit for the financial year	-	-	-	-	941	941	-	941
Acquisition of ordinary shares by minorities	-	-	-	-	-	-	1	1
Balance as at 31 December 2013	<u>36,606</u>	<u>4,485</u>	<u>10,067</u>	<u>(10,067)</u>	<u>3,326</u>	<u>44,417</u>	<u>1</u>	<u>44,418</u>
Balance as at 1 January 2012	18,303	1,522	-	-	2,263	22,088	-	22,088
Issuance of shares	18,303	2,963	-	-	-	21,266	-	21,266
Issuance of warrants	-	-	10,067	(10,067)	-	-	-	-
Net profit for the financial year	-	-	-	-	122	122	-	122
Balance as at 31 December 2012	<u>36,606</u>	<u>4,485</u>	<u>10,067</u>	<u>(10,067)</u>	<u>2,385</u>	<u>43,476</u>	<u>-</u>	<u>43,476</u>

Note:

The unaudited Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012.