

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2014

	Note	***** Individual Quarter *****		***** Cumulative Quarter *****	
		Current year quarter 31 March 2014 RM'000	Preceding year corresponding quarter 31 March 2013 RM'000	Current year to date 31 March 2014 RM'000	Preceding year corresponding period 31 March 2013 RM'000
Revenue		2,884	2,097	2,884	2,097
Direct Costs		<u>(867)</u>	<u>(346)</u>	<u>(867)</u>	<u>(346)</u>
Gross Profit		2,017	1,751	2,017	1,751
Other Income		106	138	106	138
Administrative and General Expenses		<u>(1,289)</u>	<u>(1,206)</u>	<u>(1,289)</u>	<u>(1,206)</u>
Operating Profit		834	683	834	683
Finance Costs		<u>(10)</u>	<u>(1)</u>	<u>(10)</u>	<u>(1)</u>
Profit Before Taxation	B5	824	682	824	682
Taxation	B6	<u>(64)</u>	<u>(203)</u>	<u>(64)</u>	<u>(203)</u>
(Loss)/Profit After Taxation		760	479	760	479
Other comprehensive income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income		<u><u>760</u></u>	<u><u>479</u></u>	<u><u>760</u></u>	<u><u>479</u></u>
PROFIT ATTRIBUTABLE TO					
Equity holders of the Company		<u><u>760</u></u>	<u><u>479</u></u>	<u><u>760</u></u>	<u><u>479</u></u>
Total comprehensive income attributable to					
Equity holders of the Company		<u><u>760</u></u>	<u><u>479</u></u>	<u><u>760</u></u>	<u><u>479</u></u>
Weighted average no. of ordinary shares in issue ('000)		371,757	366,062	371,757	366,062
Earnings per share (sen) :-					
a) Basic		0.20	0.13	0.20	0.13
b) Diluted		0.14	(*) -	0.14	(*) -

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) 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 2013.
- (*) There is no dilution for earnings per share in the quarter / period given that the average market price of ordinary shares during the period is less than the exercise price of the warrants.

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2014

	Unaudited As at 31 March 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	11,247	9,351
Software development	6,615	5,405
	<u>17,862</u>	<u>14,756</u>
Current assets		
Inventories	2,301	4,179
Trade receivables	6,523	7,925
Othes receivables, deposits and prepayment	3,330	3,339
Current tax asset	24	17
Fixed deposits with a licensed bank	18,112	13,561
Cash and bank balances	4,788	2,678
	<u>35,078</u>	<u>31,699</u>
Total Assets	<u><u>52,940</u></u>	<u><u>46,455</u></u>
EQUITY AND LIABILITIES		
Share capital	40,267	36,606
Share premium	6,506	4,485
Warrant reserve	10,067	10,067
Other reserves	(10,067)	(10,067)
Retained earnings	4,086	3,326
Equity Attributable To Equity Holders of the Company	<u>50,859</u>	<u>44,417</u>
Minority Interests	1	1
Total Equity	<u>50,860</u>	<u>44,418</u>
Non-current Liabilities		
Hire Purchase Payable	126	131
Deferred tax liability	999	935
	<u>1,125</u>	<u>1,066</u>
Current Liabilities		
Trade payables	183	136
Other payables and accruals	661	718
Hire Purchase Payable	32	32
Current tax liabilities	79	85
	<u>955</u>	<u>971</u>
Total Liabilities	<u>2,080</u>	<u>2,037</u>
TOTAL EQUITY AND LIABILITIES	<u><u>52,940</u></u>	<u><u>46,455</u></u>
Net asset per share attributable to ordinary equity holders of the Company (RM)	<u><u>0.13</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 2013.

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2014

	As at 31 March 2014	As at 31 March 2013
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	824	682
Adjustment for:		
Amortisation of software development	44	125
Depreciation of property, plant and equipment	605	471
Gain on disposal of property, plant and equipment	-	(2)
Interest income	(106)	(135)
Operating profit before changes in working capital	<u>1,367</u>	<u>1,141</u>
(Increase)/Decrease in inventories	(530)	(192)
(Increase)/Decrease in receivables	1,411	(1,213)
Increase/(Decrease) in payables	<u>(10)</u>	<u>(264)</u>
Cash generated from/(used in) operations	2,238	(528)
Interest received	106	135
Tax paid	<u>(13)</u>	<u>5</u>
Net cash flow from/(used in) operating activities	<u>2,331</u>	<u>(388)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Cost incurred in software development	(1,254)	(507)
Proceeds from disposal of property, plant and equipment	-	64
Purchase of property, plant and equipment	(93)	(139)
Acquisition of subsidiaries	-	-
Net cash flow used in investing activities	<u>(1,347)</u>	<u>(582)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment to hire purchase payable	(5)	-
Net proceeds from issuance of shares	<u>5,682</u>	<u>-</u>
Net cash generated from financing activities	<u>5,677</u>	<u>-</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	6,661	(970)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>16,239</u>	<u>22,849</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>22,900</u>	<u>21,879</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 2013.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2014**

	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 2014	36,606	4,485	10,067	(10,067)	3,326	44,417	1	44,418
Net profit for the financial year	-	-	-	-	760	760	-	760
Private Placement	3,661	2,021	-	-	-	5,682	-	5,682
Balance as at 31 March 2014	<u>40,267</u>	<u>6,506</u>	<u>10,067</u>	<u>(10,067)</u>	<u>4,086</u>	<u>50,859</u>	<u>1</u>	<u>50,860</u>
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	-	-	-	-	479	479	-	479
Balance as at 31 March 2013	<u>36,606</u>	<u>4,485</u>	<u>10,067</u>	<u>(10,067)</u>	<u>2,864</u>	<u>43,955</u>	<u>-</u>	<u>43,955</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 2013.