

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2014**

	Note	***** Individual Quarter *****		***** Cumulative Quarter *****	
		Current year quarter 30 June 2014 RM'000	Preceding year corresponding quarter 30 June 2013 RM'000	Current year to date 30 June 2014 RM'000	Preceding year corresponding period 30 June 2013 RM'000
Revenue		1,809	1,989	4,693	4,086
Direct Costs		<u>(386)</u>	<u>(472)</u>	<u>(1,253)</u>	<u>(818)</u>
Gross Profit		1,423	1,517	3,440	3,268
Other Income		477	156	583	294
Administrative and General Expenses		<u>(1,713)</u>	<u>(1,377)</u>	<u>(3,002)</u>	<u>(2,583)</u>
Operating Profit		187	296	1,021	979
Finance Costs		<u>(2)</u>	<u>(1)</u>	<u>(12)</u>	<u>(2)</u>
Profit Before Taxation	B5	185	295	1,009	977
Taxation	B6	<u>(105)</u>	<u>(162)</u>	<u>(169)</u>	<u>(365)</u>
(Loss)/Profit After Taxation		80	133	840	612
Non-Controlling Interest		<u>2</u>	<u>-</u>	<u>2</u>	<u>-</u>
Total comprehensive income		<u>82</u>	<u>133</u>	<u>842</u>	<u>612</u>
PROFIT ATTRIBUTABLE TO					
Equity holders of the Company		<u>82</u>	<u>133</u>	<u>842</u>	<u>612</u>
Total comprehensive income attributable to					
Equity holders of the Company		<u>82</u>	<u>133</u>	<u>842</u>	<u>612</u>
Weighted average no. of ordinary shares in issue ('000)		402,669	366,062	402,669	366,062
Earnings per share (sen) :-					
a) Basic		0.02	0.04	0.21	0.17
b) Diluted		0.01	0.04	0.14	0.17

Notes:

- (i) Basic earnings per share for the quarter and financial period is calculated based on the net 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.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

	Unaudited As at 30 June 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	14,331	9,351
Software development	7,879	5,405
	<u>22,210</u>	<u>14,756</u>
Current assets		
Inventories	2,379	4,179
Trade receivables	6,680	7,925
Othes receivables, deposits and prepayment	3,060	3,339
Current tax asset	27	17
Fixed deposits with a licensed bank	16,750	13,561
Cash and bank balances	2,361	2,678
	<u>31,257</u>	<u>31,699</u>
Total Assets	<u><u>53,467</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	4,168	3,326
Equity Attributable To Equity Holders of the Company	<u>50,941</u>	<u>44,417</u>
Minority Interests	(1)	1
Total Equity	<u>50,940</u>	<u>44,418</u>
Non-current Liabilities		
Hire Purchase Payable	125	131
Deferred tax liability	1,104	935
	<u>1,229</u>	<u>1,066</u>
Current Liabilities		
Trade payables	133	136
Other payables and accruals	1,154	718
Hire Purchase Payable	23	32
Current tax liabilities	(12)	85
	<u>1,298</u>	<u>971</u>
Total Liabilities	<u>2,527</u>	<u>2,037</u>
TOTAL EQUITY AND LIABILITIES	<u><u>53,467</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 30 JUNE 2014

	As at 30 June 2014	As at 30 June 2013
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	1,009	977
Adjustment for:		
Amortisation of software development	88	250
Depreciation of property, plant and equipment	1,359	957
Gain on disposal of property, plant and equipment	-	(2)
Interest income	(255)	(287)
Operating profit before changes in working capital	2,201	1,895
(Increase)/Decrease in inventories	(630)	(394)
(Increase)/Decrease in receivables	1,520	(4,446)
Increase/(Decrease) in payables	438	308
Cash generated from/(used in) operations	3,529	(2,637)
Interest received	255	287
Tax paid	(107)	-
Net cash flow from/(used in) operating activities	<u>3,677</u>	<u>(2,350)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Cost incurred in software development	(2,563)	(1,053)
Proceeds from disposal of property, plant and equipment	-	64
Purchase of property, plant and equipment	(3,909)	(357)
Net cash flow used in investing activities	<u>(6,472)</u>	<u>(1,346)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment to hire purchase payable	(15)	-
Net proceeds from issuance of shares	5,682	-
Net cash generated from financing activities	<u>5,667</u>	<u>-</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	2,872	(3,696)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	16,239	22,849
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>19,111</u>	<u>19,153</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.

MANAGEPAY SYSTEMS BERHAD (887689-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 30 JUNE 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 INTEREST 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	-	-	-	-	842	842	(2)	840
Private Placement	3,661	2,021	-	-	-	5,682		5,682
Balance as at 30 June 2014	<u>40,267</u>	<u>6,506</u>	<u>10,067</u>	<u>(10,067)</u>	<u>4,168</u>	<u>50,941</u>	<u>(1)</u>	<u>50,940</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	-	-	-	-	612	612	-	612
Balance as at 30 June 2013	<u>36,606</u>	<u>4,485</u>	<u>10,067</u>	<u>(10,067)</u>	<u>2,997</u>	<u>44,088</u>	<u>-</u>	<u>44,088</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.