

SMARTAG SOLUTIONS BERHAD (639421-X)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013

	----- Individual Quarter -----		---- Cumulative Quarter ----	
	Current year Quarter 30 Sep 2013 RM'000	Preceding year corresponding quarter 30 Sep 2012 RM'000	Current year to date 30 Sep 2013 RM'000	(Audited) Preceding year corresponding period 30 Sep 2012 RM'000
<b>Revenue</b>	711	15	1,158	1,341
Cost of Sales	(1,111)	(207)	(3,246)	(351)
Gross Profit/(Loss)	(400)	(192)	(2,088)	990
Other operating income	59	74	218	468
Selling and distribution expenses	(243)	(130)	(623)	(640)
Administrative expenses	(1,607)	(1,104)	(5,072)	(3,517)
Other expenses				
- Impairment of Property, Plant and Equipment	(9,562)	-	(9,562)	-
Operating Profit/(Loss)	(11,753)	(1,352)	(17,127)	(2,699)
Finance cost	-	-	-	-
Share of Result of A Jointly Controlled Entity	-	^	(6)	1
<b>Profit/ (Loss) Before Taxation</b>	(11,753)	(1,352)	(17,133)	(2,698)
Taxation	-	^	-	-^
<b>Net Profit / (Loss) After Taxation</b>	(11,753)	(1,352)	(17,133)	(2,698)
Other comprehensive income/(loss), net of tax				
- Foreign currency translation on foreign entity	(47)	18	(40)	18
<b>Total comprehensive income /(loss)</b>	<b>(11,800)</b>	<b>(1,334)</b>	<b>(17,173)</b>	<b>(2,680)</b>
<b>Net profit/(loss) attributable to :</b>				
- Owners of the Company	(11,733)	(1,352)	(17,108)	(2,694)
- Non-controlling interests	(20)	^	(25)	(4)
<b>Net Profit/(Loss)</b>	<b>(11,753)</b>	<b>(1,352)</b>	<b>(17,133)</b>	<b>(2,698)</b>
<b>Total comprehensive income/(loss) attributable to :</b>				
- Owners of the Company	(11,780)	(1,334)	(17,148)	(2,676)
- Non-controlling interests	(20)	^	(25)	(4)
<b>Total comprehensive income/ (loss)</b>	<b>(11,800)</b>	<b>(1,334)</b>	<b>(17,173)</b>	<b>(2,680)</b>
Weighted average no. of ordinary shares in issue ('000)	227,000	227,000	227,000	227,000
<b>Basic earnings/ (loss) per ordinary share (sen):</b>				
Basic earnings/ (loss) per share (sen)	(5.17)	(0.60)	(7.54)	(1.19)
Diluted earnings/ (loss) per share (sen)	(5.17)	(0.60)	(7.54)	(1.19)

**SMARTAG SOLUTIONS BERHAD (639421-X)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013 (CON'T)**

Notes :

^ Less than RM1,000

- (i) Basic earnings/ (loss) per share for the quarter and financial period is calculated based on the net profit / (loss) divided by the weighted average number of ordinary shares for the quarter and year-to-date respectively.
- (ii) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 30 September 2012 and the accompanying notes attached to this interim financial report.
- (iii) The loss before taxation is arrived at after charging/ (crediting) the following items:-

	<b>Current year quarter 30 Sep 2013 RM'000</b>	<b>Current year to date 30 Sep 2013 RM'000</b>
(a) Interest income	(8)	(165)
(b) Other income including investment income	-	(4)
(c) Interest expenses	-	-
(d) Depreciation and amortisation	957	3,749
(e) Provision for and write off of receivables	-	-
(f) Provision for and write off of inventories	-	-
(g) Gain or loss on disposal of quoted or unquoted investment or properties	-	-
(h) Impairment of assets	9,562	9,562
(i) Foreign exchange (gain)/ loss	1	1
(j) (Gain)/loss on derivatives	-	-
(k) Exceptional items	-	-

SMARTAG SOLUTIONS BERHAD (639421-X)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2013

	(Unaudited) As at 30 September 2013 RM'000	(Audited) As at 30 September 2012 RM'000	(Unaudited) As at 1 October 2011 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	13,174	21,091	14,298
Investment in subsidiary companies	-	-	-
Investment in a jointly controlled entity	4,996	5,002	5,000
Investment in Securities	82	-	-
Goodwill on consolidation	-	-	-
Intangible Assets	2,174	6,088	4,940
	<u>20,426</u>	<u>32,181</u>	<u>24,238</u>
<b>Current assets</b>			
Inventories	428	239	45
Trade Receivables	810	206	110
Other receivables, deposits and prepayment	157	269	256
Tax recoverable	1	^	1
Fixed deposits placed with licensed banks	2,019	8,042	12,971
Cash and bank balances	928	679	6,680
	<u>4,343</u>	<u>9,435</u>	<u>20,063</u>
<b>Total Assets</b>	<b><u>24,769</u></b>	<b><u>41,616</u></b>	<b><u>44,301</u></b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity Attributable to Equity Holders of the Company</b>			
Share capital	22,700	22,700	22,700
Retained profits	(9,831)	7,276	9,970
Reserves	11,263	11,304	11,286
Shareholders' funds	24,132	41,280	43,956
Non-controlling interests	(48)	(23)	(19)
<b>Total Equity</b>	<b><u>24,084</u></b>	<b><u>41,257</u></b>	<b><u>43,937</u></b>
<b>Current liabilities</b>			
Trade Payables	194	40	40
Other payables and accruals	491	319	324
Tax payable	-	-	-
<b>Total liabilities</b>	<b><u>685</u></b>	<b><u>359</u></b>	<b><u>364</u></b>
<b>Total equity and liabilities</b>	<b><u>24,769</u></b>	<b><u>41,616</u></b>	<b><u>44,301</u></b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.11	0.18	0.19

**SMARTAG SOLUTIONS BERHAD (639421-X)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2013 (CON'T)**

Notes :

^ Less than RM1,000.

- (i) The net asset per share for the quarter and financial period is calculated based on the net asset as at 30 June 2013 divided by the number of outstanding ordinary shares as at 30 September 2013.
- (ii) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2012 and the accompanying notes attached to this interim financial report.

SMARTAG SOLUTIONS BERHAD (639421-X)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013

	Current year to date 30 September 2013 RM'000	(Audited) Preceding year corresponding period 30 September 2012 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) Before Taxation	(17,133)	(2,698)
Adjustments for Non-cash items	13,122	621
Operating profit/(loss) before working capital changes	(4,011)	(2,077)
Changes in working capital		
Net change in inventories	(189)	(252)
Net change in trade and other receivables	(492)	(135)
Net change in trade and other payables	326	(4)
Net cash from operations	(4,366)	(2,468)
Tax paid	1	1
Net cash flow from operating activities	(4,365)	(2,467)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Received	165	391
Investment in Securities	(82)	
Product development costs incurred	(1,206)	(1,403)
Purchase of plant and equipment	(248)	(7,467)
Proceed from disposal of Property, plant and equipment	3	
Net cash flow from investing activities	(1,368)	(8,479)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	-	-
Net cash flow from financing activities	-	-
Net Change in Cash and Cash Equivalents	(5,733)	(10,946)
Effects of Foreign Exchange Translation	(41)	16
Cash and Cash Equivalents at beginning of the period	8,721	19,651
Cash and Cash Equivalents at end of the period	2,947	8,721
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	928	678
Fixed deposits placed with licensed banks	2,019	8,043
	2,947	8,721

**SMARTAG SOLUTIONS BERHAD (639421-X)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013 (CON'T)**

Note :

^ Less than RM1,000

- (i) The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2012 and the accompanying notes attached to this interim financial report.

SMARTAG SOLUTIONS BERHAD (639421-X)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013

	← Attributable to owners of the Company →				Shareholders' Fund RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Distributable Retained Profits RM'000			
Balance as at 1 October 2012	22,700	11,258	46	7,276	41,280	(23)	41,257
Total comprehensive income	-	-	(41)	(17,107)	(17,148)	(25)	(17,173)
Transaction with owners	-	-	-	-	-	-	-
Balance as at 30 September 2013	<u>22,700</u>	<u>11,258</u>	<u>5</u>	<u>(9,831)</u>	<u>24,132</u>	<u>(48)</u>	<u>24,084</u>
<b>As at preceding year corresponding quarter 30 September 2012</b>							
Balance as at 1 October 2011	22,700	11,258	28	9,970	43,956	(19)	43,937
Total comprehensive income	-	-	18	(2,694)	(2,676)	(4)	(2,680)
Total Transactions with owners	-	-	-	-	-	-	-
Balance as at 30 September 2012 (Audited)	<u>22,700</u>	<u>11,258</u>	<u>46</u>	<u>7,276</u>	<u>41,280</u>	<u>(23)</u>	<u>41,257</u>

**SMARTAG SOLUTIONS BERHAD (639421-X)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 30 SEPTEMBER 2013**

Note :

- (i) The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2012 and the accompanying notes attached to this interim financial report.