

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 DECEMBER 2013**

	----- Individual Quarter ----		----- Cumulative Quarter ----- (Unaudited)	
	Current year quarter 31 Dec 2013 RM'000	Preceding year corresponding quarter 31 Dec 2012 RM'000	Current year to date 31 Dec 2013 RM'000	Preceding year corresponding period 31 Dec 2012 RM'000
Revenue	237	75	237	75
Cost of Sales	(563)	(640)	(563)	(640)
Gross Profit/(Loss)	(326)	(565)	(326)	(565)
Other operating income	8	65	8	65
Selling and distribution expenses	(409)	(114)	(409)	(114)
Administrative expenses	(933)	(1,098)	(933)	(1,098)
Other expenses - Impairment of Property, Plant and Equipment	-	-	-	-
Operating Profit/(Loss)	(1,660)	(1,712)	(1,660)	(1,712)
Finance cost	-	-	-	-
Share of Result of A Jointly Controlled Entity	^	^	^	^
Profit/ (Loss) Before Taxation	(1,660)	(1,712)	(1,660)	(1,712)
Taxation	-	^	-	^
Net Profit / (Loss) After Taxation	(1,660)	(1,712)	(1,660)	(1,712)
Other comprehensive income/(loss), net of tax - Foreign currency translation on foreign entity	(7)	1	(7)	1
Total comprehensive income /(loss)	(1,667)	(1,711)	(1,667)	(1,711)
Net profit/(loss) attributable to :				
- Owners of the Company	(1,653)	(1,709)	(1,653)	(1,709)
- Non-controlling interests	(7)	(3)	(7)	(3)
Net Profit/(Loss)	(1,660)	(1,712)	(1,660)	(1,712)
Total comprehensive income/(loss) attributable to :				
- Owners of the Company	(1,660)	(1,708)	(1,660)	(1,708)
- Non-controlling interests	(7)	(3)	(7)	(3)
Total comprehensive income/ (loss)	(1,667)	(1,711)	(1,667)	(1,711)
Weighted average no. of ordinary shares in issue ('000)	227,000	227,000	227,000	227,000
Basic earnings/ (loss) per ordinary share (sen):				
Basic earnings/ (loss) per share (sen)	(0.73)	(0.75)	(0.73)	(0.75)
Diluted earnings/ (loss) per share (sen)	(0.73)	(0.75)	(0.73)	(0.75)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 DECEMBER 2013 (CONT'D)**

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 Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended (“FYE”) 30 September 2013 and the accompanying notes attached to this interim financial report.
- (iii) The loss before taxation is arrived at after charging/ (crediting) the following items:-

	Current year quarter 31 Dec 2013 RM'000	Current year to date 31 Dec 2013 RM'000
(a) Interest income	(7)	(7)
(b) Other income including investment income	-	-
(c) Interest expenses	-	-
(d) Depreciation and amortisation	480	480
(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	-	-
(i) Foreign exchange (gain)/ loss	1	1
(j) (Gain)/loss on derivatives	-	-
(k) Exceptional items	-	-

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013**

	(Unaudited) As at 31 December 2013 RM'000	(Audited) As at 30 September 2013 RM'000	(Audited) As at 1 October 2012 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	12,878	13,210	21,091
Investment in a jointly controlled entity	4,995	4,995	5,002
Investment in Securities	82	-	-
Goodwill on consolidation	-	-	-
Intangible Assets	2,052	2,174	6,088
Other investment	-	81	-
	<u>20,007</u>	<u>20,460</u>	<u>32,181</u>
Current assets			
Inventories	426	428	239
Trade Receivables	885	809	206
Other receivables, deposits and prepayment	173	157	269
Tax recoverable	1	1	^
Fixed deposits placed with licensed banks	520	2,020	8,042
Cash and bank balances	1,037	928	679
	<u>3,042</u>	<u>4,343</u>	<u>9,435</u>
Total Assets	<u>23,049</u>	<u>24,803</u>	<u>41,616</u>
EQUITY AND LIABILITIES			
Equity Attributable to Equity Holders of the Company			
Share capital	22,700	22,700	22,700
(Accumulated loss)/ Retained profits	(11,486)	(9,833)	7,276
Other reserves	11,256	11,262	11,304
Shareholders' funds	22,470	24,129	41,280
Non-controlling interests	(55)	(48)	(23)
Total Equity	<u>22,415</u>	<u>24,081</u>	<u>41,257</u>
Current liabilities			
Trade Payables	267	195	40
Other payables and accruals	367	527	319
Tax payable	-	-	-
Total liabilities	<u>634</u>	<u>722</u>	<u>359</u>
Total equity and liabilities	<u>23,049</u>	<u>24,803</u>	<u>41,616</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.10	0.11	0.18

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 31 December 2013 divided by the number of outstanding ordinary shares as at 31 December 2013.
- (ii) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2013 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 DECEMBER 2013**

	Current year to date 31 December 2013 RM'000	Preceding year corresponding period 31 December 2012 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) Before Taxation	(1,660)	(1,712)
Adjustments for Non-cash items	473	856
Operating profit/(loss) before working capital changes	<u>(1,187)</u>	<u>(856)</u>
Changes in working capital		
Net change in inventories	2	(17)
Net change in trade and other receivables	(90)	110
Net change in trade and other payables	(88)	84
Net cash from operations	<u>(1,363)</u>	<u>(679)</u>
Tax paid	^	-
Net cash flow from operating activities	<u>(1,363)</u>	<u>(679)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	7	65
Investment in Securities	-	-
Product development costs incurred	(8)	(280)
Purchase of plant and equipment	(19)	(137)
Proceed from disposal of Property, plant and equipment	-	-
Net cash flow from investing activities	<u>(20)</u>	<u>(352)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	-	-
Net cash flow from financing activities	<u>-</u>	<u>-</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(1,383)	(1,031)
Effects of Foreign Exchange Translation	(7)	1
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	2,947	8,721
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>1,557</u>	<u>7,691</u>
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	520	838
Fixed deposits placed with licensed banks	<u>1,037</u>	<u>6,853</u>
	<u>1,557</u>	<u>7,691</u>

Note:

^ Less than RM1,000

(i) The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2013 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 DECEMBER 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 2013	22,700	11,258	5	(9,833)	24,130	(48)	24,082
Total comprehensive income	-	-	(7)	(1,653)	(1,660)	(7)	(1,667)
Transaction with owners	-	-	-	-	-	-	-
Balance as at 31 December 2013	<u>22,700</u>	<u>11,258</u>	<u>(2)</u>	<u>(11,486)</u>	<u>22,470</u>	<u>(55)</u>	<u>22,415</u>
As at preceding year corresponding quarter 31 December 2012							
Balance as at 1 October 2012	22,700	11,258	46	7,276	41,280	(23)	41,257
Total comprehensive income	-	-	1	(1,709)	(1,708)	(3)	(1,711)
Total Transactions with owners	-	-	-	-	-	-	-
Balance as at 31 December 2012	<u>22,700</u>	<u>11,258</u>	<u>47</u>	<u>5,567</u>	<u>39,572</u>	<u>(26)</u>	<u>39,546</u>

Note:

- (i) The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 30 September 2013 and the accompanying notes attached to this interim financial report.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 31 December 2013**A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134****A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2013 and the accompanying explanatory notes attached to the interim financial report.

The Group has adopted the Malaysian Financial Reporting Standard (MFRS) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia’s existing Financial Reporting Standards (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board. The transition from the previous FRSs to the new MFRSs has no impact on the Group financial position, financial performance, cash flows and the notes to the financial statements.

The Group has also adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 October 2012. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

A2. Auditors’ Report of preceding annual financial statements

The preceding year’s annual financial statements were not subject to any qualification.

Notwithstanding this, the financial statements of the subsidiaries comprise the following emphasis of matter paragraph in the auditors’ report:-

Smartag International Inc.

“The accompanying financial statements have been prepared assuming that the Company will continue as a going concern. As discussed in notes of the financial statements, the Company has suffered recurring losses from operations and is dependent upon the continued sale of its securities, obtaining debt financing, or finding a suitable candidate for a business combination for funds to meet its cash requirements. These factors raise substantial doubt the Company’s ability to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.”

Smartag Technologies Sdn Bhd

“Without qualifying our opinion, we draw attention to Note 2 to the financial statements which disclose the premise upon which the Company has prepared its financial statements by applying the going concern assumption, notwithstanding that the Company incurred a net loss of RM17,263 during the financial year ended 30 September 2013, and as at that date, the Company’s current liabilities exceeded its current assets by RM62,237 and recorded a capital deficiency of RM60,822, thereby indicating the existence of a material uncertainty which may cast significant doubt about the Company’s ability to continue as going concern.

A3. Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal and cyclical factors.

A4. Unusual Items affecting assets, liabilities, equity, net income or cash flows

There were no other unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.

A5. Material changes in estimates

There were no material changes in estimates in the current financial quarter under review and financial year-to-date.

A6. Debts and equity securities

There was no issuance or repayment of debt or equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current financial quarter under review.

A7. Dividends

There were no dividends paid or declared for the current financial quarter under review.

A8. Segmental Information

The Group has one reportable segment, which is principally engaged in the distribution, research, design and deployment of the radio frequency identification (RFID) tag and operates predominantly in one country, that is, Malaysia. Accordingly, information by operating and geographical segments on the Group's operations as required by MFRS 8 is not presented.

Further information on the Group's revenue is discussed in Section B1.

A9. Valuation of property, plant and equipment

The Company has not carried out valuation on its property, plant and equipment in the current financial quarter under review.

A10. Capital commitments

There were no material capital commitments in respect of property, plant and equipment as at the current financial quarter under review.

A11. Other commitments

There were no material other commitments as at the current financial quarter under review.

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current financial quarter under review.

A13. Contingent assets or liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at reporting date.

A14. Material events subsequent to the end of the quarter

Save for the corporate proposals as disclosed in Section B6, there are no material events subsequent to the end of the reporting quarter that have not been reflected in the financial quarter under review.

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of the performance of the Group

For the current financial period ended (“FPE”) 31 December 2013, the Group recorded revenue of RM0.237 million, which represents an increase of RM0.162 million as compared to the revenue of RM0.075 million registered in the preceding year corresponding period. The revenue of RM0.237 million for the current year-to-date was mainly contributed by sales of RFID solutions, software solutions and related equipment which amounted to RM0.140 million, traceability sales from its subsidiary, Smartag International Inc, US of RM0.050 million, and recurring revenue stream of RM0.042 million from the Secured Trade Project, RM0.005 million from digital wallet sales.

The Group recorded a lower loss before taxation of RM1.660 million as compared to a loss before taxation of RM1.712 million registered in the preceding financial year corresponding period due to the decrease in gross loss by RM0.239 million mainly attributed to the cessation of depreciation amounting to RM0.205 million of certain property, plant and equipment related to a container tracking project and software assets which were impaired in the previous quarter. However, the decrease in gross loss was off-set by an increase in expenses for selling and distribution of RM0.295 million mainly due to re-organisation of staff roles to sales and marketing and increase in travelling expenses.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter	Preceding Quarter
	31/12/13	30/09/13
	RM'000	RM'000
Revenue	237	711
Profit / (Loss) before tax	(1,660)	(11,753)

Revenue of the Group had reduced to RM0.237 million for the current quarter ended 31 December 2013 as compared to RM0.711 million registered in the preceding quarter ended 30 September 2013 mainly due to lower software solutions sales and sales of inventories during the current quarter. The Group’s loss before taxation for the current quarter ended 31 December 2013 of RM1.660 million decreased by RM10.093 million compared to preceding quarter ended 30 September 2013 loss before taxation of RM11.753 million mainly due to impairment of certain property, plant and equipment related to a container tracking project and software assets amounting to RM9.562 million in the previous quarter.

B3. Prospects

The Company will continue to engage with stakeholders to build up usage of the Secured Trade.

In November 2013, the Company has successfully completed its international mobile payment network (“**service**”) trial with PT. Media Kreasindo Utama (“**MKU**”), an Indonesian company engaged in the business of providing premium SMS/MMS/WAP billing, content and services via MKU’s network through mobile and/or portable devices. Since then, the service has gone “live” and the Company is now selling Steam Wallet game codes via MKU network.

The Board of Directors foresees challenges for the financial year ending 30 September 2014 and will put in all effort to ensure the Company diversifies its revenue base.

B4. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter under review or in any public documents.

B5. Taxation

	Current Quarter Ended 31/12/13 RM'000	Current Year to Date Ended 31/12/13 RM'000
Current tax expense	*	*
	*	*

* Less than RM1,000

The effective tax rate of the Group remained low as the company was accorded the MSC (Multimedia Super Corridor) status and was granted Pioneer Status on 11th July 2007 which exempts 100% of its eligible statutory business income for a period of five (5) years, which has been extended for a further period of five (5) years.

B6. Status of Corporate Proposal

On 5 February 2014, on behalf of the Board of Directors of Smartag, TA Securities Holdings Berhad had announced that the Company proposed to undertake the following:

- (i) proposed private placement of up to 45,400,000 new ordinary shares of RM0.10 each in Smartag (“**Smartag Shares**” or “**Shares**”) (“**Placement Shares**”), representing approximately twenty percent (20%) of the existing issued and paid-up share capital of Smartag (“**Proposed Private Placement**”);
- (ii) proposed establishment of a share issuance scheme of up to thirty percent (30%) of the Company’s issued and paid-up share capital (excluding treasury shares, if any) at any one time during the duration of the scheme for the Directors and employees of the Smartag Group (“**Proposed SIS**”);
- (iii) proposed increase in the authorised share capital of Smartag from RM25,000,000 comprising 250,000,000 Smartag Shares to RM50,000,000 comprising 500,000,000 Smartag Shares (“**Proposed Increase in Authorised Share Capital**”); and
- (iv) proposed amendment to the Company’s Memorandum of Association as a consequence of the Proposed Increase in Authorised Share Capital (“**Proposed Amendment**”);

(collectively, referred to as the “Proposals”).

The Proposals are subject to the approval of Bursa Securities, the shareholders of the Company at an Extraordinary General Meeting (“EGM”) to be convened and any other relevant authorities (if required). Barring any unforeseen circumstances, the Proposals are expected to be completed in the second quarter of 2014.

B7. Status of utilisation of proceeds

The Company was listed on 18 April 2011 on the ACE Market of Bursa Securities. The status of utilisation of the gross proceeds of RM17.67 million from the public issue by the Group as at 31 December 2013 are as follows:-

	Proposed Amount as Disclosed in the Prospectus (RM'000)	Revision as announced on 10.12.2012 (RM'000)	Amount Utilized as at 30.09.2013 (RM'000)	Amount Utilized as at 31.12.2013 (RM'000)	Amount Unutilized as at 31.12.2013 (RM'000)	Initial Timeframe for Utilisation of IPO Proceeds from Date of Listing	Extension of time-frame for Utilisation of IPO Proceeds from Date of Listing
Purposes							
Project Related Capital Expenditure	8,835	-	⁽¹⁾ 8,835	-	-	Within 3 years	Within 3 years
Research & Development (R&D) Expenditure and Research & Development Related Capital Expenditure							
▪ R&D Expenditure	1,330	600	1,930	-	-	Within 2 years	Within 3 years
▪ R&D Related Capital Expenditure	2,027	(1,412)	517	8	90	Within 2 years	Within 3 years
	3,357	(812)	2,447	8	90		
Working capital	3,534	851	⁽²⁾ 4,385	-	-	Within 2 years	Within 3 year3
Estimated listing expenses	1,944	(39)*	1,905	-	-	Within 6 months	*
Total	17,670	-	17,572	8	90		

Notes:

* In view that the actual listing expenses were lower than estimated, the excess was utilised for working capital purposes.

(1) Related to expenditures to set up equipment and infrastructures for the Customs Project with the Royal Malaysian Customs such as RFID readers, fibre optics cables, pole structures, computers, network equipment and servers.

(2) Working capital expenses related to selling and distribution and administrative expenses.

B8. Group borrowings and debt securities

The Group does not have any borrowings and debt securities in the current financial quarter under review and financial year-to-date.

In terms of inter-Group borrowings, on 17 March 2009, the Company entered into a Revolving Promissory Note (the "Secured Note") with Smartag International Inc. Under the terms of the Secured Note, the Company agreed to advance to Smartag International Inc. from time to time amounts up to an aggregate of USD200,000. The Secured Note is renewable from year to year and all advances are interest free and shall be paid on or before 30th September. The purpose of the Secured Note is to enable Smartag International Inc. to settle any statutory and administrative expenses such as audit fees, filing expenses, secretarial expenses and corporate exercise fees as and when incurred.

B9. Off balance sheet financial instruments

As at the reporting date, the Group does not have any off balance sheet financial instruments.

B10. Material Litigations**Claim against both the defendants being G.T. & T. Engineering (M) Sdn Bhd ("GTT (M)") and G.T.&T. Engineering Pte Ltd ("GTT(S)")**

On 14 April 2009 and 17 March 2010, the Company had claimed from GTT (M) and GTT(S) respectively through the Johor Bahru High Court an amount of RM850,000.00 for the supply of 30,000 units of inferior RFID tags to Johor Port Berhad.

GTT(M) had on 13 May 2009 filed a claim against the Company for an amount of RM108,762.32 under the Johor Bahru Sessions Court (formerly in Shah Alam Sessions Court) in respect of damages for replacement of the abovementioned inferior RFID tags (referred to as the "JB Sessions Court Summons"). On 8 March 2011, the Company's solicitors had filed its statement of defense and counterclaim, being the claim of RM850,000.00 for the supply of 30,000 units of inferior RFID tags to Johor Port Berhad.

The Company's solicitors then filed an application to transfer all three (3) suit, being the GTT (S) suit, GTT (M) suit and the JB Sessions Court Summons to the Penang High Court and thereafter an Order In Terms ("OIT") was granted to the said applications on 16 November 2011.

On 27 January 2012, the two (2) suit being the GTT (S) and GTT (M) were transferred from Johor Bahru High Court to Penang High Court and subsequently were consolidated on 24 July 2012. The JB Sessions Court Summons was transferred from Johor Bahru Sessions Court to Georgetown Sessions Court ("Georgetown Sessions Court Summons") on 1 February 2012 and the plaintiff's solicitors then filed an application to transfer the Georgetown Sessions Court Summons to Penang High Court which to be heard together with the cases of GTT (S) and GTT (M). On 28 August 2012, an OIT was granted to the said application.

On 30 October 2012, an appointment/meeting for an amicable settlement was held between the Company, Johor Port Berhad, GTT (S) and GTT (M) together with their solicitors. This amicable settlement is currently at the stage of negotiation between the parties and targeted to be resolved prior to the Full Trial date.

On 12 November 2013, the Penang High Court has fixed the aforesaid suit for Full Trial to be held on 5th, 6th and 7th of May 2014 in the Penang High Court.

B11. Dividends

The Board of Directors does not recommend any dividends for the current financial quarter under review.

B12. Earnings / (loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/13	Preceding Corresponding Quarter Ended 31/12/12	Current Year To date ended 31/12/13	Preceding Corresponding Year To date ended 31/12/12
Net profit / (loss) attributable to ordinary equity holders of the Company (RM'000)	(1,653)	(1,709)	(1,653)	(1,709)
Weighted average number of ordinary shares in issue ('000)	227,000	227,000	227,000	227,000
Basic earnings / (loss) per share (sen)	(0.73)	(0.75)	(0.73)	(0.75)

Diluted earnings per share is not disclosed herein as it is not applicable to the Group.

B13. Disclosure of realised and unrealised profit / losses

	As at 31/12/13 RM'000	(Audited) As at 30/09/13 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	(16,394)	(14,778)
- Unrealised	^	53
	(16,394)	(14,725)
Total share of retained profits of a jointly controlled entity		
- Realised	(20)	(19)
- Unrealised	-	-
	(16,414)	(14,744)
Add: Consolidation adjustments	4,928	4,911
Total retained profits	(11,486)	9,833

^ Less than RM1,000

B14. Authorisation for issue

The interim financial statement were authorised for issue by the Board of Directors in accordance with a resolution of the directors.

SMARTAG SOLUTIONS BERHAD
21 FEBRUARY 2014

BY ORDER OF THE BOARD
Chang Junn
Chief Financial Officer