

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2015**

	----- Individual Quarter ----		----- Cumulative Quarter ----- (Unaudited)	
	Current Quarter Ended 30 June 2015 RM'000	Preceding Period Corresponding Quarter Ended 30 June 2014 RM'000	3 months to date ended 30 June 2015 RM'000	Preceding 3 months corresponding Period Ended 30 June 2014 RM'000
Revenue	531	176	531	176
Cost of Sales	(642)	(531)	(642)	(531)
Gross Loss	(111)	(355)	(111)	(355)
Other operating income	37	8	37	8
Administrative expenses	(953)	(1,266)	(953)	(1,266)
Selling and distribution expenses	(252)	(493)	(252)	(493)
Other expenses - Share-based compensation pursuant to option granted under the Share Issuance Scheme ("SIS")	(6,537)	-	(6,537)	-
Operating Loss	(7,816)	(2,106)	(7,816)	(2,106)
Finance cost	-	-	-	-
Share of Result of A Jointly Controlled Entity	-	^	-	^
Loss Before Taxation	(7,816)	(2,106)	(7,816)	(2,106)
Taxation	-	-	-	-
Net Loss After Taxation	(7,816)	(2,106)	(7,816)	(2,106)
Other comprehensive (loss)/income, net of tax - Foreign currency translation on foreign entity	(58)	21	(58)	21
Total comprehensive income loss	(7,874)	(2,085)	(7,874)	(2,085)
Net loss attributable to :				
- Owners of the Company	(7,815)	(2,101)	(7,815)	(2,101)
- Non-controlling interests	(1)	(5)	(1)	(5)
Net Loss	(7,816)	(2,106)	(7,816)	(2,106)
Total comprehensive loss attributable to :				
- Owners of the Company	(7,871)	(2,080)	(7,871)	(2,080)
- Non-controlling interests	(3)	(5)	(3)	(5)
Total comprehensive loss	(7,874)	(2,085)	(7,874)	(2,085)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2015 (CONTINUED)**

	----- Individual Quarter ----		----- Cumulative Quarter ----- (Unaudited)	
	Current Quarter Ended 30 June 2015	Preceding Period Corresponding Quarter Ended 30 June 2014	3 months to date ended 30 June 2015	Preceding 3 months corresponding Period Ended 30 June 2014
Weighted average no. of ordinary shares in issue ('000)	275,121	272,367	275,121	272,367
Weighted average no. of ordinary shares in issue adjusted for the effect of dilutive potential ordinary shares('000)	281,510	272,367	281,510	272,367
Earning/(loss) per ordinary share (sen):				
Basic loss per share (sen)	(2.84)	(0.77)	(2.84)	(0.77)
Diluted loss per share (sen)	(2.77)	(0.77)	(2.77)	(0.77)

Notes:

- ^ Less than RM1,000.
- (i) Basic loss per share for the quarter and financial period is calculated based on the net loss divided by the weighted average number of ordinary shares for the quarter and year-to-date respectively.
- (ii) Diluted loss per share for the quarter and financial period is calculated based on the net loss divided by the weighted average number of ordinary shares after adjustment for the effects of all dilutive potential ordinary shares arising from the exercise of share option under the Share Issuance Scheme ("SIS") to eligible employees.
- (iii) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial period ended ("**FPE**") 31 March 2015 and the accompanying notes attached to this interim financial report.
- (iv) The loss before taxation is arrived at after charging/ (crediting) the following items:-

	Current Quarter Ended 30 June 2015 RM'000	3 months to date ended 30 June 2015 RM'000
(a) Depreciation and amortisation	488	488
(b) Loss on disposal of properties, plant and equipment	3	3
(c) Allowance for impairment on trade receivables	62	62
(d) Share-based compensation pursuant to option granted under the SIS	6,537	6,537
(e) Foreign exchange gain	(29)	(29)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015**

	(Unaudited) As at 30 June 2015 RM'000	(Audited) As at 31 March 2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	6,539	8,099
Intangible Assets	1,268	1,392
	<u>7,807</u>	<u>9,491</u>
Current assets		
Inventories	463	441
Trade Receivables	641	465
Other receivables, deposits and prepayment	1,632	1,389
Tax recoverable	2	1
Cash and bank balances	2,627	1,386
	<u>5,365</u>	<u>3,682</u>
Asset of disposal group classified as held for sale	6,187	4,989
	<u>11,552</u>	<u>8,671</u>
Total Assets	<u>19,359</u>	<u>18,162</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	28,326	27,237
Accumulated losses	(30,790)	(22,975)
Reserves	17,449	10,859
Shareholders' funds	14,985	15,121
Non-controlling interests	(123)	(120)
Total Equity	<u>14,862</u>	<u>15,001</u>
Current liabilities		
Trade Payables	573	138
Other payables and accruals	3,924	3,023
Total liabilities	<u>4,497</u>	<u>3,161</u>
Total equity and liabilities	<u>19,359</u>	<u>18,162</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.05	0.06

Notes:

- (i) The net asset per share for the quarter and financial period is calculated based on the net asset as at 30 June 2015 divided by the number of outstanding ordinary shares as at 30 June 2015.
- (ii) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the FPE 31 March 2015 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2015**

	Current year to date 30 June 2015 RM'000	Preceding period corresponding Period Ended 30 June 2014 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss Before Taxation	(7,816)	(2,106)
Adjustments for Non-cash items	7,053	422
Operating loss before working capital changes	<u>(763)</u>	<u>(1,684)</u>
Changes in working capital		
Net change in inventories	(18)	78
Net change in trade and other receivables	(395)	(205)
Net change in trade and other payables	1,287	(160)
Net cash flows from operations	<u>111</u>	<u>(1,971)</u>
Tax paid	(1)	^
Net cash flows from operating activities	<u>110</u>	<u>(1,971)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	^	9
Product development costs incurred	(7)	(2)
Purchase of plant and equipment	-	(21)
Proceed from disposal of Property, plant and equipment	2	985
Net cash flows from investing activities	<u>(5)</u>	<u>971</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from issuance of shares	1,198	4,361
Net cash flows from financing activities	<u>1,198</u>	<u>4,361</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	1,303	3,361
Effects of Foreign Exchange Translation	(62)	21
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,386	743
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u>2,627</u>	<u>4,125</u>
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	2,627	2,119
Fixed deposits placed with licensed banks	-	2,006
	<u>2,627</u>	<u>4,125</u>

Note:

- (i) The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements of the Group for the FPE 31 March 2015 and the accompanying notes attached to this interim financial report.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2015**

	Attributable to owners of the Company				Distributable	Shareholders' Fund	Non-controlling Interest	Total equity
	Share Capital	Share Premium	Non-distributable Foreign Exchange Fluctuation Reserve	Share Option Reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 April 2015	27,237	11,082	(223)	-	(22,975)	15,121	(120)	15,001
Total comprehensive loss	-	-	(56)	-	(7,815)	(7,871)	(3)	(7,874)
Share option granted under the SIS	-	-	-	6,537	-	6,537	-	6,537
Issuance of ordinary shares at premium pursuant to SIS	1,089	981	-	(872)	-	1,198	-	1,198
Balance as at 30 June 2015	28,326	12,063	(279)	5,665	(30,790)	14,985	(123)	14,862
As at preceding period corresponding quarter ended 30 June 2014								
Balance as at 1 October 2013	22,700	11,258	4	-	(9,833)	24,129	(48)	24,081
Total comprehensive income / (loss)	-	-	18	-	(5,367)	(5,349)	(17)	(5,366)
Issuance of ordinary shares	4,537	(176)	-	-	-	4,361	-	4,361
Reserve from acquisition of subsidiary	-	-	-	-	(91)	(91)	-	(91)
Balance as at 30 June 2014	27,237	11,082	22	-	(15,291)	23,050	(65)	22,985

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 FPE 31 March 2015 and the accompanying notes attached to this interim financial report.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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 period ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial report.

The Group has also adopted all Amendments/Improvements to MFRSs that are relevant and effective for accounting periods beginning on or after 1 July 2014. The adoption of these Amendments/Improvements to MFRSs has 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 of the Group were qualified for the following matters:

(i) Property, plant and equipment

As disclosed in Note 4(a) to the financial statements, included in property, plant and equipment of the Group and the Company as at 31st March 2015 are IT equipment and IT equipment under installation amounting to RM2,871,071 and RM3,255,305 respectively that relates to a project which was terminated during the financial period. The directors are confident that the said equipment have alternative uses which can generate economic benefits to the Group in the future. However, since a substantial portion of the said equipment has yet to be fully deployed as at the date of this report, we were unable to ascertain the directors’ assessment of the recoverable amount of the said equipment in accordance with MFRS 136: Impairment of Assets. Therefore, we could not determine the effect of adjustments, if any, on the financial position of the Group and the Company as at 31st March 2015, or on its financial performance and cash flows for the period then ended.

(ii) Intangible assets

As disclosed in Note 9(iii) to the financial statements, the total carrying amount of intangible assets of the Group and the Company of RM1,391,543 as at 31st March 2015 consists of product development costs that relates to a project which was terminated during the financial period. The directors are confident that the technological knowhow contained in the development costs can be used in alternative projects which can generate economic benefits to the Group in the future. We were unable to ascertain the directors’ assessment of the recoverable amount of the development expenditure in accordance with MFRS 136: Impairment of Assets. Therefore, we could not determine the effect of adjustments, if any, on the financial position of the Group and its related disclosures as at 31st March 2015, or on its financial performance and cash flows for the period then ended.

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.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134

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

Save for the issuance of 10,894,600 new ordinary shares of RM0.10 each in SMTrack Berhad pursuant to exercise of options under the Offer of Options under Share Issuance Scheme (“SIS”) to eligible employees, 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.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134

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

There are no material events subsequent to the end of the reporting quarter that have not been reflected in the financial quarter under review.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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 quarter ended 30 June 2015, the Group recorded revenue of RM0.531 million and loss before taxation of RM7.816 million as compared to a revenue and loss before taxation of RM0.176 million and RM2.106 million respectively for the preceding financial period corresponding quarter. The revenue for the current quarter was mainly contributed by Palm Acid Oil (PAO) track and traceability which amounted to RM0.315 million, software solutions and related equipment which amounted to RM0.152 million and RM0.064 million from digital wallet sales. The increase in loss before taxation was mainly due to share-based compensation of RM6.537 million recognised pursuant to Offer of Options under Share Issuance Scheme (“SIS”) to eligible employees.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter Ended 30 June 2015 RM'000	Preceding Quarter Ended 31 March 2015 RM'000
Revenue	531	45
(Loss)/Profit before tax	(7,816)	275

Revenue of the Group increased to RM0.531 million for the current quarter ended 30 June 2015 as compared to RM0.045 million registered in the preceding quarter ended 31 March 2015 due to new revenue stream from Palm Acid Oil (PAO) track and traceability and higher sales from software solutions and related equipment in current quarter. The Group recorded loss before taxation for the current quarter ended 30 June 2015 of RM7.816 million as compared to preceding quarter ended 31 March 2015’s profit before taxation of RM0.275 million. The difference in (loss)/profit before tax for the said 2 quarters was mainly due to the followings:

- i) Share-based compensation of RM6.537 million was recognised in the current quarter pursuant to Offer of Options under Share Issuance Scheme (“SIS”) to eligible employees.
- ii) Included in the preceding quarter ended 31 March 2015 was reversal of allowance for impairment of investment in a jointly controlled entity of RM4.988 million.

B3. Prospects

As previously announced, SMTrack Berhad had on 12 February 2015 entered into a contract to source, transport and track up to 5,000mt per month of palm oil related products with Sino Renewable Energy Corporation (“SREC”) in China. For this purpose, SMTrack Berhad had obtained the required license from the Malaysian Palm Oil Board (“MPOB”) for exporting and transporting of palm oil products including the trading of crude palm oil (“CPO”), sludge palm oil (“SPO”), processed palm oil (“PPO”), crude palm kernel oil (“CPKO”). The Palm Acid Oil (PAO) track and traceability business had kicked-off at the beginning of this quarter but at a sales volume lower than expected. We anticipated the sales volume to be increased progressively from next quarter onwards.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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

The Group will also be focusing with its regional business expansion to China market for new potential track and traceability software solutions.

In view of the uncertain domestic economic conditions, the Group is anticipating a challenging year in 2015/2016 and will continue its efforts to diversify its revenue stream.

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 30 June 2015 RM'000	3 Months Period Ended 30 June 2015 RM'000
Current tax expense	-	-

There is no tax expense for the current quarter and current year to date due to majority of business income are exempted under Pioneer Status, and there is no taxable profit for the financial period. 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

- i) On 21 May 2015, M&A Securities Sdn Bhd had on behalf of the Board of Directors announced to Bursa Malaysia that the Company entered into a Share Sale Agreement with One Trooper Systems Sdn Bhd to dispose its 50% equity interest in My Record Sdn Bhd (formerly known as Sure-Reach Smartag Sdn Bhd) comprising 5,015,000 ordinary shares of RM1.00 each for a cash disposal consideration of RM5,000,000. The Company had received a deposit sum equivalent to 10% of the Disposal Consideration amounting to Ringgit Malaysia Five Hundred Thousand (RM500,000.00). As at the date of this report, the Share Sale Agreement ("SSA") is pending fulfilment of the conditions precedent in accordance with the terms of the SSA.
- ii) On 23 June 2015, M&A Securities Sdn Bhd had on behalf of the Board of Directors announced to Bursa Malaysia that the Company entered into a Sale and Purchase Agreement with Ni Hsin Resources Berhad, for the disposal of property held under Strata title No. Geran 58485/M1/4/49, Parcel No. 49, Storey No. 4, Building No. M1, Parent Lot No. 2626, Town of Georgetown Section 1, District of North East, State of Pulau Pinang for a cash disposal consideration of RM1,300,000. The Company had received the deposit and part payment of the Disposal Consideration amounting to Ringgit Malaysia Two Hundred and Sixty Thousand (RM260,000.00). As at the date of this report, the completion for disposal of property is pending fulfilment of the conditions precedent in accordance with the terms of the Sale Purchase Agreement ("SPA").

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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

B7. Status of utilisation of proceeds

The status of utilisation of the gross proceeds of RM4.537 million (through the issuance of 45,367,200 new ordinary shares of RM0.10 each) raised from the Proposed Private Placement as at 30 June 2015 are as follows:-

	Proposed Amount as Disclosed in the Circular to Shareholders dated 4 April 2014 (RM'000)	Amount Utilized as at 30 June 2015 (RM'000)	Amount Unutilized as at 30 June 2015 (RM'000)	Timeframe for Utilisation of Proceeds from Date of Listing
Purposes				
Development of food traceability platform	2,800	2,800	-	Within 12 months
RFID Community projects	900	900	-	Within 6 months
Marketing Expenses	640	661	(21)	Within 12 months
Estimated expenses in relation to Private Placement	197	176*	21	Within 1 month
Total	4,537	4,537	-	

Notes:

* In view that the actual listing expenses were lower than estimated, the excess will be utilised for marketing purposes.

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 31 December 2010. 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.

On 16 May 2014, SMTrack advances to Smartag International Inc had increased to USD300,000, the advances are interest free and shall be paid on or before 30 September 2015. The repayment were subsequently extended to 30 September 2016.

B9. Off balance sheet financial instruments

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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

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, on 5 May 2014, the Full Trial have been taken off and postponed to 11 and 12 August 2014.

On 11 August 2014, the Judicial Commissioner transferred the matter to the Session Court on the basis that the amount claimed is within the jurisdiction of the Session Court. Pending extraction of High Court, this matter will be registered with the Session Court for the Trial to proceed.

On 24 November 2014, the Session Court has fixed this matter for case management on 17 December 2014. The case management on 17 December 2014 was postponed to 21 May 2015 and the Full Trial has been scheduled on 10 August 2015.

The case has been adjourned from 10 August 2015 to 9 September 2015 for hearing our application to amend the Statement of Claim. The Session Court will only fix trial dates for the case after the disposal of the amendment application.

B11. Dividends

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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

B12. Earnings / (loss) per share

a) Basic earnings/(loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30 June 2015	Preceding Corresponding Quarter Ended 30 June 2014	3 Months to date ended 30 June 2015	Preceding 3 Months Corresponding Period To date ended 30 June 2015
Net loss attributable to ordinary equity holders of the Company (RM'000)	(7,816)	(2,101)	(7,816)	(2,101)
Weighted average number of ordinary shares in issue ('000)	275,121	272,367	275,121	272,367
Basic loss per share (sen)	(2.84)	(0.77)	(2.84)	(0.77)

b) Diluted earnings/(loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30 June 2015	Preceding Corresponding Quarter Ended 30 June 2014	3 Months to date ended 30 June 2015	Preceding 3 Months Corresponding Period To date ended 30 June 2015
Net loss attributable to ordinary equity holders of the Company (RM'000)	(7,816)	(2,101)	(7,816)	(2,101)
Weighted average number of ordinary shares in issue ('000) for the purpose of basic earnings/(loss) per share	275,121	272,367	275,121	272,367
Add: Effect of dilution:				
- Option granted under the Share Issuance Scheme ("SIS") ('000)	6,389	-	6,389	-
Weighted average number of ordinary shares in issue ('000) for the purpose of diluted earnings/(loss) per share	281,510	272,367	281,510	272,367
Diluted loss per share (sen)	(2.77)	(0.77)	(2.77)	(0.77)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the First Quarter Ended 30 June 2015

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

B13. Disclosure of realised and unrealised profits or losses

	As at 30 June 2015 RM'000	As at 30 June 2014 RM'000
Total accumulated losses of the Company and its subsidiaries		
- Realised	(37,581)	(20,203)
- Unrealised	37	(34)
	(37,544)	(20,237)
Total share of accumulated losses of a jointly controlled entity		
- Realised	(26)	(26)
- Unrealised	-	-
	(37,570)	(20,263)
Add: Consolidation adjustments	6,780	4,972
Total Accumulated losses	(30,790)	(15,291)

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.

SMTRACK BERHAD
 14 August 2015
 BY ORDER OF THE BOARD