

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2015**

	----- Individual Quarter ----		----- Cumulative Quarter ----- (Unaudited)	
	Current Quarter Ended 30 September 2015 RM'000	Preceding Period Corresponding Quarter Ended 30 September 2014 RM'000	6 months to date ended 30 September 2015 RM'000	Preceding 6 months corresponding Period Ended 30 September 2014 RM'000
Revenue	187	1,518	718	1,694
Cost of Sales	(166)	(1,463)	(808)	(1,994)
Gross Profit/(Loss)	21	55	(90)	(300)
Other operating income	4,024	24	4,061	32
Administrative expenses	(3,459)	(1,108)	(4,412)	(2,465)
Selling and distribution expenses	(190)	(251)	(442)	(744)
Other expenses				
- Share-based compensation pursuant to option granted under the Share Issuance Scheme ("SIS")	-	-	(6,537)	-
Operating Profit/(Loss)	396	(1,280)	(7,420)	(3,477)
Finance cost	-	-	-	-
Share of Result of A Jointly Controlled Entity	-	-	-	^
Profit/(Loss) Before Taxation	396	(1,280)	(7,420)	(3,477)
Taxation	-	^	-	-
Net Profit/(Loss) After Taxation	396	(1,280)	(7,420)	(3,477)
Other comprehensive loss, net of tax				
- Foreign currency translation on foreign entity	(497)	(26)	(555)	(5)
Total comprehensive income loss	(101)	(1,306)	(7,975)	(3,482)
Net Profit/(Loss) attributable to :				
- Owners of the Company	514	(1,276)	(7,301)	(3,468)
- Non-controlling interests	(118)	(4)	(119)	(9)
Net Profit/(Loss)	396	(1,280)	(7,420)	(3,477)
Total comprehensive income/(loss) attributable to :				
- Owners of the Company	38	(1,302)	(7,833)	(3,473)
- Non-controlling interests	(139)	(4)	(142)	(9)
Total comprehensive loss	(101)	(1,306)	(7,975)	(3,482)

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

	----- Individual Quarter ----		----- Cumulative Quarter ----- (Unaudited)	
	Current Quarter Ended 30 September 2015	Preceding Period Corresponding Quarter Ended 30 September 2014	6 months to date ended 30 September 2015	Preceding 6 months corresponding Period Ended 30 September 2014
Weighted average no. of ordinary shares in issue ('000)	283,262	272,367	279,214	262,203
Weighted average no. of ordinary shares in issue adjusted for the effect of dilutive potential ordinary shares('000)	283,262	272,367	279,214	262,203
Earnings/(loss) per ordinary share (sen):				
Basic earnings/(loss) per share (sen)	0.18	(0.47)	(2.61)	(1.32)
Diluted earnings/(loss) per share (sen)	N/A	-	N/A	-

Notes:

- ^ Less than RM1,000.
- (i) Basic earnings/(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 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 after adjustment for the effects of all dilutive potential ordinary shares. No diluted earnings/(loss) per share is disclosed as all potential ordinary shares are antidilutive.
- (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 September 2015 RM'000	6 months to date ended 30 September 2015 RM'000
(a) Depreciation and amortisation	486	974
(b) Loss on disposal of properties, plant and equipment	-	3
(c) Allowance for impairment on trade receivables	2	64
(d) Share-based compensation pursuant to option granted under the SIS	-	6,537
(e) Unrealised foreign exchange gain	(382)	(419)
(f) Realised foreign exchange loss	3	11
(g) Gain on deemed disposal of subsidiary	(3,642)	(3,642)

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

	(Unaudited) As at 30 September 2015 RM'000	(Audited) As at 31 March 2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	6,193	8,099
Intangible Assets	1,137	1,392
	<u>7,330</u>	<u>9,491</u>
Current assets		
Inventories	357	441
Trade Receivables	490	465
Other receivables, deposits and prepayment	275	1,389
Amount owing by associate	1,732	-
Tax recoverable	2	1
Cash and bank balances	525	1,386
	<u>3,381</u>	<u>3,682</u>
Asset of disposal group classified as held for sale	6,181	4,989
	<u>9,562</u>	<u>8,671</u>
Total Assets	<u>16,892</u>	<u>18,162</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	28,326	27,237
Accumulated losses	(30,276)	(22,975)
Reserves	17,514	10,859
Shareholders' funds	15,564	15,121
Non-controlling interests	-	(120)
Total Equity	<u>15,564</u>	<u>15,001</u>
Current liabilities		
Trade Payables	373	138
Other payables and accruals	955	3,023
Total liabilities	<u>1,328</u>	<u>3,161</u>
Total equity and liabilities	<u>16,892</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 September 2015 divided by the number of outstanding ordinary shares as at 30 September 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 SECOND QUARTER ENDED 30 SEPTEMBER 2015**

	Current year to date 30 September 2015 RM'000	Preceding period corresponding Period Ended 30 September 2014 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss Before Taxation	(7,420)	(3,477)
Adjustments for Non-cash items	3,517	975
Operating loss before working capital changes	(3,903)	(2,502)
Changes in working capital		
Net change in inventories	105	148
Net change in trade and other receivables	(723)	(1,400)
Net change in trade and other payables	2,666	664
Net cash flows from operations	(1,855)	(3,090)
Tax paid	(1)	(1)
Net cash flows from operating activities	(1,856)	(3,091)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	^	24
Product development costs incurred	(7)	(53)
Purchase of plant and equipment	-	(135)
Proceed from disposal of Property, plant and equipment	2	985
Net cash outflow on disposal of subsidiary	(119)	-
Net cash flows from investing activities	(124)	821
CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from issuance of shares	1,175	4,361
Net cash flows from financing activities	1,175	4,361
NET CHANGES IN CASH AND CASH EQUIVALENTS	(805)	2,091
Effects of Foreign Exchange Translation	(56)	(4)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,386	743
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	525	2,830
Cash and cash equivalents at end of the financial period comprise the following:		
Cash and bank balances	525	1,314
Fixed deposits placed with licensed banks	-	1,516
	525	2,830

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 SECOND QUARTER ENDED 30 SEPTEMBER 2015**

	← Attributable to owners of the Company →				→ Distributable			Total equity RM'000
	Share Capital RM'000	Share Premium RM'000	Non-distributable Foreign Exchange Fluctuation Reserve RM'000	Share Option Reserve RM'000	Accumulated Losses RM'000	Shareholders' Fund RM'000	Non-controlling Interest RM'000	
Balance as at 1 April 2015	27,237	11,082	(223)	-	(22,975)	15,121	(120)	15,001
Total comprehensive loss	-	-	(532)	-	(7,301)	(7,833)	(142)	(7,975)
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
Share issuance expenses	-	(23)	-	-	-	(23)	-	(23)
Disposal of subsidiary	-	-	564	-	-	564	262	826
Balance as at 30 September 2015	<u>28,326</u>	<u>12,040</u>	<u>(191)</u>	<u>5,665</u>	<u>(30,276)</u>	<u>15,564</u>	<u>-</u>	<u>15,564</u>

As at preceding period corresponding quarter ended 30 September 2014

Balance as at 1 October 2013	22,700	11,258	4	-	(9,833)	24,129	(48)	24,081
Total comprehensive income / (loss)	-	-	(8)	-	(6,734)	(6,742)	(21)	(6,763)
Issuance of ordinary shares	<u>4,537</u>	<u>(176)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,361</u>	<u>-</u>	<u>4,361</u>
Balance as at 30 September 2014	<u>27,237</u>	<u>11,082</u>	<u>(4)</u>	<u>-</u>	<u>(16,567)</u>	<u>21,748</u>	<u>(69)</u>	<u>21,679</u>

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 Second Quarter Ended 30 September 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 Second Quarter Ended 30 September 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 on 8 June 2015 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 period-to-date.

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.

QUARTERLY REPORT ON CONSOLIDATED RESULTS

Quarterly Report for the Second Quarter Ended 30 September 2015

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

A12. Changes in the composition of the Group

The changes in composition of the Group during the current quarter under review are as follows:

- i) On 9 September 2015, the Board of Directors announced to Bursa Malaysia that the Company's equity interest in Smartag International Inc. ("SII"), a 94.01% owned subsidiary company of the Company, had been diluted from 94.01% to 31.61% as a result of issuance of restricted common stocks in SII to new shareholders. Following the dilution, SII has ceased to be a subsidiary and will become a 31.61% owned associate company of the Company.

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 Second Quarter Ended 30 September 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 financial period ended (“FPE”) 30 September 2015, the Group recorded revenue of RM0.718 million, which represents a decrease of RM0.976 million as compared to the revenue of RM1.694 million registered in the preceding year corresponding period. The revenue of RM0.718 million for the current year-to-date 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 RM0.300 million and RM0.103 million from digital wallet sales.

The Group recorded a higher loss before taxation of RM7.420 million for FPE 30 September 2015 as compared to a loss before taxation of RM3.477 million registered in the preceding year corresponding period. The higher current year to date’s loss 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. This was mitigated by gain on deemed disposal of subsidiary amounted to RM3.642 million and favourable unrealised exchange gain of RM 0.419 million recorded year to date.

For the current quarter ended 30 September 2015, the Group recorded a revenue of RM0.187 million and profit before taxation of RM0.396 million as compared to a revenue and loss before taxation of RM1.518 million and RM1.280 million respectively for the preceding year corresponding quarter. The higher revenue in the preceding year corresponding quarter was mainly due to revenue contributed by the RFID Community Project. The improvement in result for the current quarter as compared to preceding year corresponding quarter was mainly due to gain on deemed disposal of subsidiary amounted to RM3.642 million and favourable unrealised exchange gain of RM 0.382 million recorded in the current quarter.

B2. Comparison to the Results of the Preceding Quarter

	Current Quarter Ended 30 September 2015 RM'000	Preceding Quarter Ended 30 June 2015 RM'000
Revenue	187	531
Profit/(Loss) before tax	396	(7,816)

Revenue of the Group decreased to RM0.187 million for the current quarter ended 30 September 2015 as compared to RM0.531 million registered in the preceding quarter ended 30 June 2015 due to absence of revenue from Palm Acid Oil (PAO) track and traceability and lower sales from software solutions and related equipment. The Group recorded profit before taxation for the current quarter ended 30 September 2015 of RM0.396 million as compared to preceding quarter ended 30 June 2015’s loss before taxation of RM7.816 million. The difference in profit/(loss) before tax for the said 2 quarters was mainly due to the followings:

- i) Gain on deemed disposal of subsidiary amounted to RM3.642 million and favourable unrealised exchange gain of RM 0.382 million recognised in the current quarter.
- ii) Included in the preceding quarter ended 30 June 2015 was Share-based compensation of RM6.537 million recognised pursuant to Offer of Options under Share Issuance Scheme (“SIS”) to eligible employees.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report for the Second Quarter Ended 30 September 2015
B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES
B3. Prospects

On 12 February 2015, SMTrack Berhad had entered into a business contract with Sino Renewable Energy Corporation (“SREC”) in China for the sourcing, transporting and tracking of palm oil related products. For the quarter under review, SMTrack Berhad is unable to proceed with the business transaction due to unfavourable pricing and uncertainty of the market conditions. This had adversely affected the revenue for the current quarter.

With the uncertainty of the global economy and challenging business environment, the Board of Directors will strive to continue with its effort 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 September 2015 RM'000	6 Months Period Ended 30 September 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. The extended MSC status will expired on 10 July 2017.

QUARTERLY REPORT ON CONSOLIDATED RESULTS

Quarterly Report for the Second Quarter Ended 30 September 2015

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

B6. Status of Corporate Proposal

- i) On 21 May 2015, 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).

On 20 November 2015, the Board of Directors announced to Bursa Malaysia that the Company and One Trooper Systems Sdn Bhd had on 19 November 2015 mutually agreed to extend the time for the fulfilment of various conditions as stated in Clause 3.1 of the SSA for a further period of three (3) months from 21 November 2015 until 20 February 2016.

- ii) On 23 June 2015, 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).

On 25 September 2015, the Board of Directors announced to Bursa Malaysia that the Company and Ni Hsin Resources Berhad had on 23 September 2015 mutually agreed to extend the date for settlement of the balance purchase price amounting to RM1,040,000.00 for a further period of three (3) months from 22 September 2015 until 22 December 2015.

- iii) On 9 September 2015, the Board of Directors announced to Bursa Malaysia that the Company's equity interest in Smartag International Inc. ("SII"), a 94.01% owned subsidiary company of the Company, had been diluted from 94.01% to 31.61% as a result of issuance of restricted common stocks in SII to new shareholders. Following the dilution, SII has ceased to be a subsidiary and will become a 31.61% owned associate company of the Company.
- iv) On 11 November 2015, the Board of Directors announced to Bursa Malaysia that the Company entered into a Sale and Purchase Agreement with Sun Bright International Holding Limited for the disposal of the entire issued and paid-up share capital of LEYS International Limited, a wholly-owned subsidiary of the Company, comprising 2 ordinary shares of HKD1.00 each, for the share transfer price of HKD2.00. Following the disposal, LEYS International Limited has ceased to be a subsidiary of the Company.

B7. Group borrowings and debt securities

As at the reporting date, the Group does not have any borrowings and debt securities.

B8. 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 Second Quarter Ended 30 September 2015****B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES****B9. 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 and thereafter from 9 September 2015 to 22 October 2015 for hearing our application to amend the Statement of Claim.

As at to date, the Session Court has not fix the trials dates for the disposal of the amendment application.

QUARTERLY REPORT ON CONSOLIDATED RESULTS

Quarterly Report for the Second Quarter Ended 30 September 2015

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES
B10. Dividends

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

B11. Earnings / (loss) per share
a) Basic earnings/(loss) per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30 September 2015	Preceding Corresponding Quarter Ended 30 September 2014	6 Months to date ended 30 September 2015	Preceding 6 Months Corresponding Period To date ended 30 September 2014
Net profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	514	(1,276)	(7,301)	(3,468)
Weighted average number of ordinary shares in issue ('000)	283,262	272,367	279,214	262,203
Basic earnings/(loss) per share (sen)	0.18	(0.47)	(2.61)	(1.32)

b) Diluted earnings/(loss) per share

No diluted earnings/(loss) per share is disclosed as all potential ordinary shares are antidilutive.

QUARTERLY REPORT ON CONSOLIDATED RESULTS

Quarterly Report for the Second Quarter Ended 30 September 2015

B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES
B12. Disclosure of realised and unrealised profits or losses

	As at 30 September 2015 RM'000	As at 30 September 2014 RM'000
Total accumulated losses of the Company and its subsidiaries		
- Realised	(31,717)	(21,565)
- Unrealised	372	6
	(31,345)	(21,559)
Total share of accumulated losses of a jointly controlled entity		
- Realised	(26)	(26)
- Unrealised	-	-
	(31,371)	(21,585)
Add: Consolidation adjustments	1,095	5,018
Total Accumulated losses	(30,276)	(16,567)

B13. 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

25 November 2015

BY ORDER OF THE BOARD