

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

THE FIGURES HAVE NOT BEEN AUDITED

I. CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter 31/3/2014	Preceding year corresponding quarter 31/3/2013	Three months to 31/3/2014	Three months to 31/3/2013
	RM'000	RM'000	RM'000	RM'000
Operating revenue	131,881	133,011	131,881	133,011
Operating expenses				
- depreciation and amortisation of property, plant and equipment	(20,233)	(17,478)	(20,233)	(17,478)
- other operating expenses*	(89,559)	(84,525)	(89,559)	(84,525)
Other operating income (net)	460	477	460	477
Profit from operations	22,549	31,485	22,549	31,485
Investment income	11,313	8,269	11,313	8,269
Finance expense*	(2,044)	(1,868)	(2,044)	(1,868)
Profit before income tax	31,818	37,886	31,818	37,886
Income tax expense	(2,492)	(1,802)	(2,492)	(1,802)
Profit for the period	29,326	36,084	29,326	36,084
Attributable to owners of:				
- the Company	29,415	36,084	29,415	36,084
- non-controlling interests	(89)	-	(89)	-
Profit for the period	29,326	36,084	29,326	36,084
Other comprehensive income:				
Foreign currency translation	216	1,019	216	1,019
Fair value gain/(loss) on available-for-sale financial assets	59,154	(181,500)	59,154	(181,500)
Other comprehensive income/(expense) for the period	59,370	(180,481)	59,370	(180,481)
Total comprehensive income/(expense) for the period	88,696	(144,397)	88,696	(144,397)
Attributable to owners of:				
- the Company	88,785	(144,397)	88,785	(144,397)
- non-controlling interests	(89)	-	(89)	-
Total comprehensive income/(expense) for the period	88,696	(144,397)	88,696	(144,397)
Earnings per share				
Basic and diluted (based on weighted average number of ordinary shares)	5.13 sen	6.30 sen	5.13 sen	6.30 sen

* Included in finance expense in the preceding year corresponding quarter is amortisation of borrowings costs of RM78,000 which had been previously classified under "other operating expenses". The comparative figure has been reclassified to conform with current period's presentation.

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2013.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

II. CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 31/3/2014 RM'000	Audited As at 31/12/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	822,122	811,923
Deferred tax assets	212,096	212,764
Available-for-sale financial assets	741,301	681,897
Intangible assets	213,959	213,959
Trade and other receivables	10,749	10,862
	2,000,227	1,931,405
Current assets		
Trade and other receivables	178,674	157,220
Tax recoverable	318	366
Restricted cash	35,553	34,917
Deposits, cash and bank balances	236,836	227,917
	451,381	420,420
Total assets	2,451,608	2,351,825
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	286,547	286,547
Reserves	1,805,867	1,717,082
Attributable to owners of the Company	2,092,414	2,003,629
Non-controlling interests	1,411	-
Total equity	2,093,825	2,003,629
Non-current liabilities		
Deferred tax liabilities	5,839	5,469
Loans and borrowings	126,289	130,477
	132,128	135,946
Current liabilities		
Trade and other payables	188,109	176,364
Loans and borrowings	36,922	35,260
Provision for tax	624	626
	225,655	212,250
Total liabilities	357,783	348,196
Total equity and liabilities	2,451,608	2,351,825
Net assets per share attributable to ordinary owners of the Company	RM3.65	RM3.50

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2013.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

III. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited Three months to 31/3/2014 RM'000	Unaudited Three months to 31/3/2013 RM'000
Operating Activities		
Cash receipts from customers	138,082	106,986
Transfer to restricted cash and bank balances	(636)	(1,070)
Cash payments to suppliers	(54,220)	(65,398)
Cash payments to employees and for administrative expenses	(43,364)	(27,624)
Cash generated from operations	39,862	12,894
Tax paid	(1,409)	(1,816)
Tax refund	-	15
Net cash generated from operating activities	38,453	11,093
Investing Activities		
Purchase of property, plant and equipment	(35,959)	(43,924)
Proceeds from disposal of property, plant and equipment	-	5
Investment income received	11,119	8,177
Net cash used in investing activities	(24,840)	(35,742)
Financing Activities		
Proceeds from term loans and other borrowings	1,246	-
Repayment of term loans and other borrowings	(3,173)	(1,677)
Repayment of finance lease liabilities	(713)	(11)
Finance charges paid	(1,882)	(1,800)
Transactions costs paid	(156)	(54)
Net cash used in financing activities	(4,678)	(3,542)
Net change in Cash and Cash Equivalents	8,935	(28,191)
Effect of exchange rate fluctuations on cash held	(16)	91
Cash and Cash Equivalents as at beginning of financial period	227,917	223,845
Cash and Cash Equivalents as at end of financial period	Note (a) 236,836	195,745
Note:		
(a) Cash and Cash Equivalents comprise the following amounts:		
Cash and bank balances	35,802	39,842
Deposits with licensed banks	236,587	179,720
	272,389	219,562
Restricted cash	(35,553)	(23,817)
	236,836	195,745

Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2013.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

IV. CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←----- Attributable to owners of the Company ----->		←----- Non-distributable ----->		←----- Distributable ----->		Attributable to owners of the Company	Non-controlling interests	Total Equity
	Share Capital	Share Premium	Available-for-Sale Reserve	Foreign Currency Translation Reserve	Capital Reserve	Retained Earnings			
Three months to 31 March 2014 (unaudited)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2014	286,547	844,686	382,136	3,753	8,760	477,747	2,003,629	-	2,003,629
Sale of subsidiary shares to non-controlling interests	-	-	-	-	-	-	-	1,500	1,500
Exchange differences recognised directly in equity	-	-	-	216	-	-	216	-	216
Profit/(loss) for the period	-	-	-	-	-	29,415	29,415	(89)	29,326
Fair value gain on available-for-sale financial assets	-	-	59,154	-	-	-	59,154	-	59,154
Total comprehensive income/(expense) for the period	-	-	59,154	216	-	29,415	88,785	(89)	88,696
Balance as at 31 March 2014	286,547	844,686	441,290	3,969	8,760	507,162	2,092,414	1,411	2,093,825

	←----- Attributable to owners of the Company ----->		←----- Non-distributable ----->		←----- Distributable ----->		Attributable to owners of the Company	Total Equity
	Share Capital	Share Premium	Available-for-Sale Reserve	Foreign Currency Translation Reserve	Capital Reserve	Retained Earnings		
Three months to 31 March 2013 (unaudited)	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2013	286,547	844,686	855,250	(1,005)	8,760	485,606	2,479,844	
Exchange differences recognised directly in equity	-	-	-	1,019	-	-	1,019	
Profit for the period	-	-	-	-	-	36,084	36,084	
Fair value loss on available-for-sale financial assets	-	-	(181,500)	-	-	-	(181,500)	
Total comprehensive income/(expense) for the period	-	-	(181,500)	1,019	-	36,084	(144,397)	
Balance as at 31 March 2013	286,547	844,686	673,750	14	8,760	521,690	2,335,447	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2013.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

V. NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Basis of Preparation

The interim financial statements have been prepared in accordance with *MFRS 134: Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). The interim financial statements also comply with *IAS 34: Interim Financial Reporting* issued by the International Accounting Standards Board (IASB).

The interim financial statements should be read in conjunction with the annual audited financial statements for the year ended 31 December 2013. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of changes in the financial position and performance of the Group since the year ended 31 December 2013.

2. Significant accounting policies

The accounting policies and presentation adopted for this interim report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2013, except for the adoption of the following amendments to MFRSs and IC Interpretation:

Description		Effective for annual periods beginning on or after
Amendments to MFRS 10	<i>Consolidated Financial Statements: Investment Entities</i>	1 January 2014
Amendments to MFRS 12	<i>Disclosure of Interest in Other Entities: Investment Entities</i>	1 January 2014
Amendments to MFRS 127	<i>Separate Financial Statements (2011): Investment Entities</i>	1 January 2014
Amendments to MFRS 132	<i>Financial Instrument: Presentation - Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
Amendments to MFRS 136	<i>Impairment of Assets – Recoverable Amount Disclosures for Non-Financial Assets</i>	1 January 2014
Amendments to MFRS 139	<i>Financial Instruments: Recognition and Measurement – Novation of Derivatives and Continuation of Hedge Accounting</i>	1 January 2014
IC Interpretation 21	<i>Levies</i>	1 January 2014

The adoption of the above amendments and IC Interpretation did not have any material financial impact to the financial statements of the Group.

At the date of this report, the following standards, amendments and improvements were issued but not yet effective and have not been adopted by the Group:

Description		Effective for annual periods beginning on or after
MFRS 9	<i>Financial Instruments (2009)</i>	To be announced by MASB
MFRS 9	<i>Financial Instruments (2010)</i>	To be announced by MASB
MFRS 9	<i>Financial Instruments (Hedge Accounting and Amendments to MFRS9, MFRS7 and MFRS139)</i>	To be announced by MASB
Amendments to MFRS 7	<i>Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	To be announced by MASB
Amendments to MFRS 119	<i>Employee Benefits – Defined Benefit Plans: Employee Contributions</i>	1 July 2014
	<i>Annual Improvements to MFRSs, 2010 – 2012 cycle</i>	1 July 2014
	<i>Annual Improvements to MFRSs, 2011 – 2013 cycle</i>	1 July 2014

The Group will adopt the above standards, amendments and improvements when they became effective in the respective financial periods. These standards, amendments and improvements are not expected to have any material financial impact to the financial statements of the Group, except for MFRS 9, Financial Instruments. The Group is currently assessing the impact of adopting MFRS 9.

3. Audit report in respect of the 2013 financial statements

The audit report on the Group's financial statements for the financial year ended 31 December 2013 was not qualified.

4. Seasonal or cyclical factors

The Group's operations are not subject to any significant seasonal or cyclical factors.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

5. Unusual items due to their nature, size or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size or incidence in the current period other than as disclosed elsewhere in this interim report.

6. Material changes in estimates used

There were no changes in estimates of amounts reported in prior financial years that have material effect in the current period.

7. Debt and equity securities

The Group did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter ended 31 March 2014.

8. Dividend

The Group has not declared or paid any dividend during the current quarter ended 31 March 2014.

9. Segmental Reporting

Group	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/3/2014	31/3/2013	31/3/2014	31/3/2013
	RM'000	RM'000	RM'000	RM'000
Operating Revenue*				
Voice	17,466	18,728	17,466	18,728
Data	98,354	100,220	98,354	100,220
Data Centre	15,187	13,705	15,187	13,705
Others	874	358	874	358
	131,881	133,011	131,881	133,011
Operating Expenses:				
Depreciation and amortisation of property, plant and equipment	(20,233)	(17,478)	(20,233)	(17,478)
Other operating expenses	(89,559)	(84,525)	(89,559)	(84,525)
Other operating income (net)	460	477	460	477
Profit from operations	22,549	31,485	22,549	31,485
Investment income	11,313	8,269	11,313	8,269
Finance expense	(2,044)	(1,868)	(2,044)	(1,868)
Profit before income tax	31,818	37,886	31,818	37,886

Geographical locations

Operating Revenue				
Within Malaysia	131,068	128,479	131,068	128,479
Outside Malaysia	813	4,532	813	4,532
	131,881	133,011	131,881	133,011

* The Group had reviewed the presentation and classification of its revenue by product segment and accordingly, the comparative have been reclassified to be consistent with the current period presentation.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

10. Valuation of Property, Plant and Equipment

There were no material changes to the valuation of property, plant and equipment since the financial year ended 31 December 2013.

11. Material events subsequent to the end of the current financial quarter

- (a) TIME dotCom Berhad ("the Company") announced on 3 April 2014 that Information Edge Sdn Bhd ("IESB"), a wholly-owned dormant subsidiary of the Group, has been struck off from the register pursuant to Section 308(4) of the Companies Act, 1965 and has accordingly been dissolved.
- (b) On 4 April 2014, the Group incorporated a new wholly-owned subsidiary in Labuan, Federal Territory, Malaysia known as Global Transit 2 Limited ("GT2"). The issued and paid-up share capital of GT2 is USD2.00 comprising 2 ordinary shares of USD1.00 each. The principal activity of GT2 is provision of telecommunication services.
- (c) The Company announced on 15 April 2014 that Hakikat Pasti Sdn Bhd ("HPSB"), a wholly-owned dormant subsidiary of the Group, has been struck off from the register pursuant to Section 308(4) of the Companies Act, 1965 and has accordingly been dissolved.
- (d) On 15 April 2014, the Company announced its participation in the ASIA-AFRICA-EUROPE-1 ("AAE-1") submarine cable system via the signing of the Construction and Maintenance Agreement along with 16 other consortium members. The Company's gross investment in AAE-1 including the Malaysian cable landing station is estimated at USD44 million. The AAE-1 is expected to commence construction in the second quarter of 2014 and is targeted for completion in 2016.

In the opinion of the Directors, other than the above, there are no items, transactions or events of a material and unusual nature which have arisen since 31 March 2014 to 19 May 2014 (being the latest practicable date) which would substantially affect the financial results of the Group.

12. Changes in the composition of the Group during the current financial quarter

On 29 January 2014, the Group acquired the entire issued and paid-up share capital of a shelf company known as Fantastic Fiesta Sdn Bhd ("FFSB"). The paid-up share capital of FFSB at the time of acquisition was RM2.00 comprising 2 ordinary shares of RM1.00 each.

On 27 February 2014, the Group entered into an Asset Purchase Agreement and Shareholders' Agreement which would, inter-alia, reduce its stake in FFSB to 70% in exchange for net assets worth RM3,000,000 to be injected into FFSB by a third party. FFSB, in turn, will allot issued and paid-up share capital to the said third party in two equal tranches of RM1,500,000 each. The said injection of net assets and first tranche of allotment was completed during the current financial quarter.

13. Contingent liabilities/assets

There were no changes in the contingent liabilities or contingent assets since 31 December 2013.

14. Capital commitments

	As at 31/3/2014 RM'000
a) Approved and contracted but not provided for in the financial statements	250,489
b) Approved but not contracted for	8,884

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

15. Income tax

The income tax expense for the Group for current quarter ended 31 March 2014 was made up as follows:

Group	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/3/2014	31/3/2013	31/3/2014	31/3/2013
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- Current year	1,455	980	1,455	980
Deferred tax:				
- Current year	1,037	822	1,037	822
Total	2,492	1,802	2,492	1,802

The effective tax rate of the Group for the current and preceding year corresponding quarter is lower than the statutory tax rate of 25% principally due to utilisation of unabsorbed capital allowances and tax losses available to the Group. The lower effective tax rate is also due to the lower tax rates prevailing in some of the jurisdictions/countries in which the Group operates.

16. Investments in quoted securities

- a. There were no acquisitions or disposals of any quoted securities during the current quarter other than quoted securities received as settlement-in-kind for debts owed to the Group. The amount of quoted securities received were valued at RM212,213 at the point of receipt and have a market value of RM295,078 as at 31 March 2014.
- b. Particulars of investments in quoted securities are as follows:-

	As at 31/3/2014 RM'000
Quoted Securities in Malaysia:	
- Cost	342,485
- At book value	741,201
- At market value (fair value)	<u>741,201</u>

17. Status of corporate proposals announced but not completed as at the latest practicable date

There are no corporate proposals, which have been announced but not completed as at 19 May 2014, being the latest practicable date.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

18. Loans and Borrowings

The loans and borrowings as at 31 March 2014 are as follows:

	Amount repayable in one year or on demand	Amount repayable after one year	Total
	RM'000	RM'000	RM'000
<u>Secured:</u>			
Finance lease liabilities in RM	2,306	1,525	3,831
Loans and borrowings			
- Denominated in RM	23,423	104,103	127,526
- Denominated in USD	11,193	20,661	31,854
	36,922	126,289	163,211

19. Off Balance Sheet financial instruments

The cash and cash equivalents of the Group, as at 31 March 2014, do not include a bank balance amounting to RM14,234,000 (31.12.2013: RM8,476,000) held by the Group in trust for consortium members of the Asia Pacific Gateway submarine cable project to pay the supplier under the terms of supply contract.

Other than above, the Group does not have any off balance sheet financial instruments as at the date of this quarterly report.

20. Material litigation

The Company and its subsidiaries have no outstanding material litigations as at 19 May 2014, being the latest practicable date.

21. Comparison between the current quarter ("Q1 2014") and the immediate preceding quarter ("Q4 2013")

The Group posted a consolidated revenue of RM149.2 million in Q4 2013, which included RM17.4 million non-recurring revenue from global bandwidth sales, one-off data centre revenue and non-recurring contracts. These revenues did not recur in Q1 2014. For comparability purposes, excluding non-recurring revenues recorded in Q4 2013 mentioned above, consolidated revenue in the current quarter of RM131.9 million would have shown a marginal increase against the consolidated comparable revenue of RM131.8 million recorded in Q4 2013.

The Group's pre-tax profits in the current quarter of RM31.8 million was RM4.4 million or 12.2% lower than the pre-tax profit recorded in the immediate preceding quarter of RM36.2 million mainly due to lower revenue recognised in Q1 2014 as a result of the absence of global bandwidth sales and income from non-recurring contracts and a net foreign exchange loss of RM448,000 in Q1 2014 compared to a net gain of foreign exchange of RM696,000 in Q4 2013. The above reduction in pre-tax profit is, however, offset by:

- a) Allowance for construction deposits and outstanding rental deposits recorded in Q4 2013 of RM1.6 million (Q1 2014: RM Nil);
- b) Write-off of property, plant and equipment of RM0.5 million in Q4 2013 (Q1 2014: RM Nil);
- c) Higher costs incurred to repair multiple festoon cable cuts in Q4 2013 (Q1 2014: RM Nil);
- d) Lower depreciation charges in Q1 2014 as opposed to Q4 2013;
- e) Higher dividend income from the Group's quoted equity investment in Q1 2014 of RM9.6 million compared against RM7.8 million in Q4 2013.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

22. Review of performance for the current quarter ("Q1 2014") versus preceding year corresponding quarter ("Q1 2013")

The Group recorded a consolidated revenue of RM131.9 million in Q1 2014 as compared to RM133.0 million in Q1 2013. The consolidated revenue in Q1 2013 included RM13.0 million from non-recurring revenue from one-off contracts and global bandwidth sales. Excluding such non-recurring revenues from Q1 2013, consolidated revenue in Q1 2014 would have shown an increase of RM11.9 million or a year-on-year growth of 10%. The improvement on a comparable basis comes primarily from continued growth in the Group's data and data centre businesses despite a decline in voice revenues.

The Group also recorded a profit before tax of RM31.8 million in the current quarter which was similarly distorted by non-recurring revenue recognised in Q1 2013. Excluding the effects of the non-recurring revenue, profit before tax for the period would have shown an increase of RM6.9 million or 28% which was as a result of improved yields, cost efficiencies and also higher dividend income from the Group's quoted equity investment in the current quarter.

23. Profit before income tax

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
Group	31/3/2014	31/3/2013	31/3/2014	31/3/2013
	RM'000	RM'000	RM'000	RM'000
Profit before income tax is arrived at after (charging)/crediting:				
Depreciation of property, plant and equipment	(20,233)	(17,478)	(20,233)	(17,478)
Amortisation of borrowing costs	(161)	(78)	(161)	(78)
Interest expense	(1,883)	(1,790)	(1,883)	(1,790)
Interest income from short term deposits	1,691	1,394	1,691	1,394
Dividend income from quoted equity investment	9,622	6,875	9,622	6,875
Rental income	46	53	46	53
Bad debt recovered	186	123	186	123
Net (loss)/gain on foreign exchange	(448)	283	(448)	283
Net allowance for doubtful debts	(415)	(687)	(415)	(687)
Net gain on disposal of property, plant and equipment	-	5	-	5

There were no gains/losses on disposal or impairment of quoted and unquoted securities, investments, properties and/or derivatives included in the results for the current quarter and preceding year corresponding quarter other than as disclosed elsewhere in this interim report.

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

24. Prospects

The Group will continue to focus its efforts to increase market share and to deliver its customers a good and uninterrupted network experience, improve its product and solution offerings, seek out potential new growth opportunities within the telecommunications and its related sectors, enhance operational and cost efficiencies throughout the Group, while further expanding and strengthening its underlying fibre network and coverage footprints. Demand for higher speed bandwidth services and fibre connectivity requirements by mobile operators for their network modernization and LTE network rollout is expected to continue throughout 2014 and is expected to provide avenues for additional data revenue to the Group.

The Group will also look into unlocking the potential of its data centre, submarine cable and global bandwidth businesses by continuing to leverage on organic growth and opportunities for further expansion both within and outside Malaysia, particularly within the ASEAN region and to optimise customer acquisitions in its existing footprint in partnership with Astro, as well as its own product offerings via the Group's own Fibre-to-the-Office ("FTTO") and Fibre-to-the-Home ("FTTH") products. The Group's existing submarine cable investments that include a stake in Unity Cable System that connects Japan and the United States, and the Asia-Pacific Gateway (APG), that links Malaysia to Korea and Japan (expected to be completed next year) coupled with the Group's recent participation in the consortium to build AAE-1, a submarine cable system that will link Asia, Africa, Europe and the Middle East via Malaysia (targeted to be completed in 2016), is expected to further enhance the Group's global network footprint.

These abovementioned initiatives may be capital intensive and may result in some margin compression for the Group in 2014. The said initiatives are, however, necessary to ensure continued revenue growth in the future and are expected to benefit the Group in the longer term.

The results of the Group for 2014 is expected to remain positive.

25. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee in any public document.

26. Earnings per share ("EPS")

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Three months to	Three months to
	31/3/2014	31/3/2013	31/3/2014	31/3/2013
Weighted average number of shares in issue ('000)	<u>573,093</u>	<u>573,093</u>	<u>573,093</u>	<u>573,093</u>
Profit for the period attributable to owners of the Company (RM'000)	<u>29,415</u>	<u>36,084</u>	<u>29,415</u>	<u>36,084</u>
Basic and diluted earnings per share	<u>5.13 sen</u>	<u>6.30 sen</u>	<u>5.13 sen</u>	<u>6.30 sen</u>

27. Comparative figures

Certain comparative figures have been reclassified to conform with the current period presentation as disclosed below:

Statements of profit or loss and other comprehensive income

	As restated	As previously stated
	Three months to	Three months to
	31/3/2013	31/3/2013
Other operating expenses	(84,525)	(84,603)
Finance expense	<u>(1,868)</u>	<u>(1,790)</u>

TIME DOTCOM BERHAD
(413292-P)
Incorporated in Malaysia

28. Supplementary information on the breakdown of realised and unrealised profits or losses

The breakdown of retained earnings of the Group as at the reporting date, into realised and unrealised profits, as disclosed pursuant to the directive issued by Bursa Malaysia Securities Berhad ("Bursa Malaysia") on 25 March 2010, is as follows:

	As at 31/3/2014 RM'000	As at 31/12/2013 RM'000
Total retained earnings of the Group		
- Realised	300,198	270,164
- Unrealised	206,964	207,583
Total retained earnings	507,162	477,747

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purpose.

By Order of the Board

MISNI ARYANI MUHAMAD
(LS 0009413)
Secretary

Selangor
26 May 2014