

COMPUGATES HOLDINGS BERHAD  
(Company No. 669287 - H)  
(Incorporated in Malaysia)  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2013

The actual results of Compugates Holdings Berhad for the year ended 31 December 2013 are as follows:-

NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	CORRESPONDING
	CURRENT YEAR QUARTER ENDED 31 DECEMBER 2013 RM'000 (Unaudited )	CORRESPONDING QUARTER ENDED 31 DECEMBER 2012 RM'000 (Unaudited ) Restated	CURRENT YEAR TO DATE 31 DECEMBER 2013 RM'000 (Unaudited )	YEAR ENDED 31 DECEMBER 2012 RM'000 (Audited ) Restated
REVENUE*	29,090 *	43,584 *	131,263 *	524,211 *
COST OF SALES*	(26,981)	(42,191)	(122,551)	(515,915)
GROSS PROFIT	2,109	1,393	8,712	8,296
OTHER INCOME	1,588	2,624	12,552	9,755
SALES AND MARKETING EXPENSES	(257)	(318)	(882)	(1,425)
ADMINISTRATIVE EXPENSES	(9,041)	(8,115)	(24,895)	(21,621)
OTHER EXPENSES	(572)	(1,553)	(2,312)	(2,555)
FINANCE COSTS	(167)	(159)	(594)	(531)
LOSS BEFORE TAXATION	(6,340)	(6,128)	(7,419)	(8,081)
TAX (EXPENSE)/CREDIT	(133)	188	3,949	(1,172)
LOSS AFTER TAXATION	(6,473)	(5,940)	(3,470)	(9,253)
OTHER COMPREHENSIVE INCOME/(LOSS)				
Item never reclassified subsequently to profit or loss:				
- Revaluation of property and equipment	721	-	48,150	-
- Effect of changes in tax rate	653	-	653	-
Items that may be reclassified subsequently to profit or loss:				
- Changes in fair value reserve of available-for-sale investment	17	458	(872)	-
- Transfer to profit or loss on disposal of available-for-sale investment	(17)	150	872	-
- Foreign currency translation	659	144	476	281
Total other comprehensive income, net of tax	2,033	752	49,279	281
TOTAL COMPREHENSIVE (LOSS)/INCOME	(4,440)	(5,188)	45,809	(8,972)
LOSS ATTRIBUTABLE TO:				
Owners of the Company	(4,624)	(5,408)	(1,429)	(7,690)
Non-controlling Interests	(1,849)	(532)	(2,041)	(1,563)
	(6,473)	(5,940)	(3,470)	(9,253)
TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO:				
Owners of the Company	(3,058)	(4,717)	34,331	(7,516)
Non-controlling Interests	(1,382)	(471)	11,478	(1,456)
	(4,440)	(5,188)	45,809	(8,972)
LOSS PER SHARE (SEN)				
Basic on ordinary shares of:				
- RM0.10 each	(0.22)	(0.25)	(0.07)	(0.36)
Diluted	N/A	N/A	N/A	N/A

The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

\* Effective from 1 August 2012, revenue of Bangladesh subsidiary is recognised on net commission basis following new sales and service agreement entered into by the subsidiary. Effective from 1 March 2013, revenue of Cambodia subsidiary is recognised on net commission basis following new reseller agreement entered into by the subsidiary. If revenue of Bangladesh and Cambodia subsidiaries were to be recognised on gross basis as in corresponding quarter and year ended 31 December 2012, the revenue would have been RM117,200,000 and RM553,326,000 respectively.

COMPUGATES HOLDINGS BERHAD  
(Company No. 669287 - H)  
(Incorporated in Malaysia)  
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2013

	(Unaudited)	(Audited) Restated	(Audited) Restated
	AS AT END OF CURRENT YEAR QUARTER ENDED	AS AT PRECEDING FINANCIAL YEAR ENDED	AS AT PRECEDING FINANCIAL YEAR ENDED
Note	31 DECEMBER 2013 RM'000	31 DECEMBER 2012 RM'000	01 JANUARY 2012 RM'000
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	73,801	16,098	16,418
Available-for-sale investments	46	3,915	8,518
Plantation expenditure	1,351	1,217	1,175
Investment property	100,000	100,000	100,000
Deferred tax asset	5	5	8
Goodwill on consolidation	23,991	23,991	23,991
	<u>199,194</u>	<u>145,226</u>	<u>150,110</u>
<b>CURRENT ASSETS</b>			
Inventories	13,344	16,746	17,775
Receivables	18,872	20,253	19,807
Tax refundable	313	1,367	885
Cash and cash equivalents	17,276	19,331	17,500
	<u>49,805</u>	<u>57,697</u>	<u>55,967</u>
Non-current assets classified as held for sale	2,996	-	-
<b>TOTAL ASSETS</b>	<u>251,995</u>	<u>202,923</u>	<u>206,077</u>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	213,429	213,429	213,429
Revaluation reserve	37,060	883	883
Exchange fluctuation reserve	(469)	(54)	(228)
Premium on acquisition of non-controlling interests	(2,100)	(2,100)	(2,100)
Accumulated losses	(94,071)	(92,640)	(84,950)
<b>Equity attributable to owners of the Company</b>	<u>153,849</u>	<u>119,518</u>	<u>127,034</u>
Non-controlling interests	34,368	22,890	24,346
<b>TOTAL EQUITY</b>	<u>188,217</u>	<u>142,408</u>	<u>151,380</u>
<b>NON-CURRENT LIABILITIES</b>			
Deferred tax liabilities	20,482	10,018	10,031
<b>CURRENT LIABILITIES</b>			
Payables	28,373	34,717	33,823
Amount owing to shareholders of subsidiaries	644	419	4,905
Short-term borrowings	12,626	14,400	5,359
Provision for taxation	1,653	961	579
	<u>43,296</u>	<u>50,497</u>	<u>44,666</u>
<b>TOTAL LIABILITIES</b>	<u>63,778</u>	<u>60,515</u>	<u>54,697</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>251,995</u>	<u>202,923</u>	<u>206,077</u>
Net Assets per share (RM)			
On ordinary shares of:			
- RM0.10 each	<u>0.07</u>	<u>0.06</u>	<u>0.06</u>

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**COMPUGATES HOLDINGS BERHAD**  
 (Company No. 669287 - H)  
 (Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 31 DECEMBER 2013**

	Note	Attributable to Owners of the Company					Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
		Share Capital RM'000	Revaluation Reserve RM'000	Exchange Fluctuation Reserve RM'000	Premium on Acquisition of Non-controlling Interests RM'000	Accumulated Losses RM'000			
Balance as at 1 January 2012 (As previously reported)		213,429	883	(228)	(2,100)	(144,344)	67,640	66,532	
Effect of change in accounting policy	2(ii)	-	-	-	-	59,394	59,394	84,848	
Balance as at 1 January 2012 (As restated)		213,429	883	(228)	(2,100)	(84,950)	127,034	151,380	
Total comprehensive income/(loss)		-	-	174	-	(7,690)	(7,516)	(8,972)	
Balance as at 31 December 2012 (As restated)		213,429	883	(54)	(2,100)	(92,640)	119,518	142,408	
Balance as at 1 January 2013 (As previously reported)		213,429	883	(54)	(2,100)	(152,078)	60,080	57,497	
Effect of change in accounting policy	2(ii)	-	-	-	-	59,438	59,438	84,911	
Balance as at 1 January 2013 (As restated)		213,429	883	(54)	(2,100)	(92,640)	119,518	142,408	
Total comprehensive income/(loss)		-	36,177	(415)	-	(1,431)	34,331	45,809	
Balance as at 31 December 2013		213,429	37,060	(469)	(2,100)	(94,071)	153,849	188,217	

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

(Company No. 669287 - H)  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 31 DECEMBER 2013**

	<b>CURRENT YEAR TO DATE 31 DECEMBER 2013 RM'000 (Unaudited)</b>	<b>CORRESPONDING YEAR ENDED 31 DECEMBER 2012 RM'000 (Audited)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(7,419)	(8,081)
Adjustments for:-		
Bad debts written off	1	-
Depreciation of property and equipment	1,355	764
Equipment written off	54	8
Inventories written off	-	4
Gain on disposal of equipment	-	(3)
Impairment loss on available-for-sale investments	17	1,343
Impairment loss on inventories	-	75
Impairment loss on trade receivables	1,197	443
Gain on disposal of available-for-sale investments	(873)	(200)
Gain on disposal of property	(3,794)	-
Loss on subsidiary strike off	69	-
Unrealised (gain)/loss on foreign exchange	(2)	1
Write-back of impairment loss on trade receivables	(723)	(523)
Write-back of allowance for inventory obsolescence	-	(93)
Interest expense	521	531
Interest income	(346)	(357)
Operating loss before working capital changes	(9,943)	(6,088)
Decrease in inventories	3,402	1,043
Decrease/(Increase) in receivables	905	(367)
(Decrease)/Increase in payables	(6,880)	893
<b>Cash used in operations</b>	(12,516)	(4,519)
Interest paid	(521)	(531)
Income tax refunded/(paid)	831	(1,282)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	(12,206)	(6,332)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	346	357
Purchase of property and equipment	(513)	(483)
Increase in plantation expenditure	(134)	(42)
Placement of fixed deposit held as security value	(2,865)	(238)
Proceeds from disposal of available-for-sale investments	4,742	3,460
Proceeds from disposal of property and equipment	6,330	30
<b>NET CASH FROM INVESTING ACTIVITIES</b>	7,906	3,084
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares to non- controlling interest	-	204
(Repayment)/Drawdown of bankers' acceptances	(1,774)	9,041
Advances from/(Repayment to) shareholders of subsidiaries	225	(4,486)
Advances from related parties	537	-
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>	(1,012)	4,759
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(5,312)	1,511
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>		
	393	82
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	10,898	9,306
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	5,979	10,899
<b>NOTE:</b>		
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	14,175	13,157
Cash and bank balances	3,101	6,174
	17,276	19,331
Less : Fixed deposits pledged with licensed banks	(11,297)	(8,432)
	5,979	10,899

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.