

COMPUGATES HOLDINGS BERHAD
(Company No. 669287 - H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2014

The actual results of Compugates Holdings Berhad and its subsidiaries ("The Group") for the period ended 30 June 2014 are as follows:-

NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER ENDED	CORRESPONDING QUARTER ENDED	CURRENT YEAR TO DATE	CORRESPONDING PERIOD ENDED
	30 JUNE 2014	30 JUNE 2013	30 JUNE 2014	30 JUNE 2013
	RM'000 (Unaudited)	RM'000 (Unaudited) (Restated)	RM'000 (Unaudited)	RM'000 (Unaudited) (Restated)
REVENUE*	31,640	34,526	65,847	73,490
COST OF SALES*	<u>(29,911)</u>	<u>(31,907)</u>	<u>(62,285)</u>	<u>(69,228)</u>
GROSS PROFIT	1,729	2,619	3,562	4,262
OTHER INCOME	2,001	3,173	2,979	5,425
SALES AND MARKETING EXPENSES	(221)	(244)	(461)	(441)
ADMINISTRATIVE EXPENSES	(5,309)	(5,617)	(10,931)	(10,165)
OTHER EXPENSES	(976)	(448)	(1,450)	(1,147)
FINANCE COSTS	(286)	(159)	(430)	(262)
LOSS BEFORE TAXATION	27 <u>(3,062)</u>	<u>(676)</u>	<u>(6,731)</u>	<u>(2,328)</u>
INCOME TAX EXPENSE	20 (189)	(479)	(427)	(823)
LOSS AFTER TAXATION	<u>(3,251)</u>	<u>(1,155)</u>	<u>(7,158)</u>	<u>(3,151)</u>
OTHER COMPREHENSIVE INCOME/(LOSS)				
Item never reclassified subsequently to profit or loss:				
- Revaluation of properties	-	-	-	47,429
Items that may be reclassified subsequently to profit or loss:				
- Changes in fair value reserve of available-for-sale investment	(30)	(1,227)	8	(876)
- Transfer to profit or loss on disposal of available-for-sale investment	-	872	-	872
- Foreign currency translation	52	(102)	68	(133)
Total other comprehensive income, net of tax	<u>22</u>	<u>(457)</u>	<u>76</u>	<u>47,292</u>
TOTAL COMPREHENSIVE INCOME/(LOSS)	<u>(3,229)</u>	<u>(1,612)</u>	<u>(7,082)</u>	<u>44,141</u>
LOSS ATTRIBUTABLE TO:				
Owners of the Parent	(2,452)	(811)	(5,498)	(2,559)
Non-controlling Interests	<u>(799)</u>	<u>(344)</u>	<u>(1,660)</u>	<u>(592)</u>
	<u>(3,251)</u>	<u>(1,155)</u>	<u>(7,158)</u>	<u>(3,151)</u>
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO:				
Owners of the Parent	(2,370)	(1,252)	(5,614)	32,066
Non-controlling Interests	<u>(859)</u>	<u>(360)</u>	<u>(1,468)</u>	<u>12,075</u>
	<u>(3,229)</u>	<u>(1,612)</u>	<u>(7,082)</u>	<u>44,141</u>
LOSS PER SHARE (SEN)				
Basic on ordinary shares of: - RM0.10 each	26 (0.11)	(0.04)	(0.26)	(0.12)
Diluted	26 (0.11)	(0.04)	(0.26)	(0.12)

The unaudited Condensed Consolidated Statements of Profit or Loss And Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

*** Effective from 1 March 2013, revenue of Cambodia subsidiary is recognised on net commission basis following new reseller agreement entered into by the subsidiary. The Group revenue and cost of sales for corresponding quarter and period ended 30 June 2013 has been restated accordingly. If revenue of Cambodia subsidiary was to be recognised on gross basis, the Group revenue for the corresponding quarter and period ended 30 June 2013 would have been RM42,375,000 and RM82,825,000 respectively.**

COMPUGATES HOLDINGS BERHAD
(Company No. 669287 - H)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	(Unaudited)	(Audited)
	AS AT END OF CURRENT YEAR QUARTER ENDED 30 JUNE 2014 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31 DECEMBER 2013 RM'000
Note		
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	73,574	73,807
Available-for-sale investments	54	46
Plantation expenditure	1,428	1,351
Investment property	100,000	100,000
Deferred tax asset	106	106
Goodwill on consolidation	23,991	23,991
	<u>199,153</u>	<u>199,301</u>
CURRENT ASSETS		
Inventories	13,035	13,253
Receivables	17,709	18,099
Tax refundable	-	313
Cash and cash equivalents	20,406	17,281
	<u>51,150</u>	<u>48,946</u>
Non current assets held for sale	1,383	2,996
TOTAL ASSETS	<u>251,686</u>	<u>251,243</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	213,429	213,429
Fair value reserve	8	-
Revaluation reserve	36,893	37,060
Exchange fluctuation reserve	(419)	(462)
Premium on acquisition of non-controlling interests	(2,100)	(2,100)
Accumulated losses	(100,312)	(94,814)
Equity attributable to owners of the Parent	<u>147,499</u>	<u>153,113</u>
Non-controlling interests	32,790	34,258
TOTAL EQUITY	<u>180,289</u>	<u>187,371</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	20,388	20,482
CURRENT LIABILITIES		
Payables	32,340	27,927
Amount owing to shareholders of subsidiaries	2,356	1,184
Short-term borrowings	14,371	12,626
Provision for taxation	1,942	1,653
	<u>51,009</u>	<u>43,390</u>
TOTAL LIABILITIES	<u>71,397</u>	<u>63,872</u>
TOTAL EQUITY AND LIABILITIES	<u>251,686</u>	<u>251,243</u>
Net Assets per share (RM)		
On ordinary shares of:		
- RM0.10 each	<u>0.07</u>	<u>0.07</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 2013 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 30 JUNE 2014

Note	Attributable to Owners of the Company						Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Fair Value Reserve 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 2013	213,429	-	883	(54)	(2,100)	(92,640)	119,518	22,890	142,408
Total comprehensive income/(loss)	-	(13)	34,822	(184)	-	(2,559)	32,066	12,075	44,141
Balance as at 30 June 2013	<u>213,429</u>	<u>(13)</u>	<u>35,705</u>	<u>(238)</u>	<u>(2,100)</u>	<u>(95,199)</u>	<u>151,584</u>	<u>34,965</u>	<u>186,549</u>
Balance as at 1 January 2014	213,429	-	37,060	(462)	(2,100)	(94,814)	153,113	34,258	187,371
Total comprehensive income/(loss)	-	8	(167)	43	-	(5,498)	(5,614)	(1,468)	(7,082)
Balance as at 30 June 2014	<u>213,429</u>	<u>8</u>	<u>36,893</u>	<u>(419)</u>	<u>(2,100)</u>	<u>(100,312)</u>	<u>147,499</u>	<u>32,790</u>	<u>180,289</u>

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 2013 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 CASH FLOWS
FOR THE QUARTER ENDED 30 JUNE 2014

	CURRENT YEAR TO DATE 30 JUNE 2014 RM'000 (Unaudited)	CORRESPONDING PERIOD ENDED 30 JUNE 2013 RM'000 (Unaudited) Restated
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(6,731)	(2,328)
Adjustments for:-		
Bad debts written off	24	-
Depreciation of property and equipment	699	541
Equipment written off	49	46
Inventories written off	-	-
Gain on disposal of property, plant & equipment	(694)	-
Impairment loss on		
- trade receivables	364	563
- other receivables	7	-
Gain on disposal of available-for-sale investments	-	(873)
Unrealised loss/ (gain) on foreign exchange	3	(1)
Write-back of impairment loss on trade receivables	(138)	(454)
Interest expense	430	229
Interest income	(244)	(166)
Operating loss before working capital changes	(6,231)	(2,443)
Decrease in inventories	218	1,706
Decrease/(Increase) in receivables	133	(1,468)
Increase/(Decrease) in payables	4,413	(2,085)
Cash used in operations	(1,467)	(4,290)
Interest paid	(430)	(229)
Income tax paid	(231)	(140)
Income tax refund	312	-
NET CASH USED IN OPERATING ACTIVITIES	(1,816)	(4,659)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	244	166
Purchase of property and equipment	(547)	(223)
Increase in plantation expenditure	(77)	(66)
Placement of fixed deposit held as security	(754)	(98)
Proceeds from disposal of available-for-sale investments	-	4,742
Proceeds from disposal of property, plant and equipment	2,338	-
NET CASH FROM INVESTING ACTIVITIES	1,204	4,521
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown/(Repayment) of bankers' acceptances	1,745	(1,844)
Advances from shareholders of subsidiaries	1,172	75
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	2,917	(1,769)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,305	(1,907)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	66	(209)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	5,984	10,898
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	8,355	8,782
NOTE:		
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	17,705	13,740
Cash and bank balances	2,701	3,572
	20,406	17,312
Less : Fixed deposits pledged with licensed banks	(12,051)	(8,530)
	8,355	8,782

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 2013 and the accompanying explanatory notes attached to the interim financial statements.