

**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 31 DECEMBER 2016**

The actual results of Compugates Holdings Berhad and its subsidiaries ("the Group") for the period ended 31 December 2016 are as follows:-

NOTE	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER ENDED 31 DEC 2016 RM'000 (Unaudited)	CORRESPONDING QUARTER ENDED 31 DEC 2015 RM'000 (Unaudited)	CURRENT YEAR TO DATE 31 DEC 2016 RM'000 (Unaudited)	CORRESPONDING PERIOD ENDED 31 DEC 2015 RM'000 (Unaudited)
REVENUE	16,473	23,937	79,108	117,794
COST OF SALES	(16,087)	(22,532)	(76,596)	(110,973)
GROSS PROFIT	386	1,406	2,512	6,821
OTHER INCOME	1 (1,498)	1,082	3,055	4,885
SALES AND MARKETING EXPENSES	(151)	(66)	(828)	(621)
ADMINISTRATIVE EXPENSES	(2,125)	1,264	(8,696)	(11,479)
OTHER EXPENSES	2 569	(785)	(3,133)	(2,941)
FINANCE COSTS	(60)	(186)	(355)	(917)
PROFIT / (LOSS) BEFORE TAXATION	(2,879)	2,714	(7,445)	(4,252)
TAX EXPENSE	124	5,255	259	4,697
PROFIT / (LOSS) AFTER TAXATION	(2,755)	7,969	(7,186)	445
<b>OTHER COMPREHENSIVE INCOME / (LOSS)</b>				
Item that will not reclassified subsequently to profit or loss:				
- Revaluation of properties	-	-	-	-
Items that may be reclassified subsequently to profit or loss:				
- Fair value reserve reclassified to profit or loss on disposal of available-for-sale financial assets	-	-	-	(29)
- Changes in fair value reserve of available-for-sale investment	-	-	-	29
- Foreign currency translation	1	3,999	-	1,808
Total other comprehensive (loss)/income, net of tax	1	3,999	-	1,808
TOTAL COMPREHENSIVE INCOME / (LOSS)	(2,754)	11,968	(7,186)	2,253
<b>INCOME / (LOSS) ATTRIBUTABLE TO:</b>				
Owners of the Parent	(2,396)	7,042	(6,222)	1,439
Non-controlling Interests	(358)	927	(964)	(994)
	(2,755)	7,969	(7,186)	445
<b>TOTAL COMPREHENSIVE INCOME / (LOSS) ATTRIBUTABLE TO:</b>				
Owners of the Parent	(2,396)	11,150	(6,222)	2,922
Non-controlling Interests	(358)	818	(964)	(669)
	(2,754)	11,968	(7,186)	2,253
<b>PROFIT / (LOSS) PER SHARE (SEN)</b>				
Basic on ordinary shares of:				
- RM0.10 each	25 (0.56)	0.33	(1.46)	0.07
Diluted	25 (0.56)	0.33	(1.46)	0.07

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 2015 and the accompanying explanatory notes attached to the interim financial statements.

**Note 1 & 2**

The negative amount and positive amount for other income and other expenses respectively are arise from the reclassification of proceed from disposal of international subsidiaries

**COMPUGATES HOLDINGS BERHAD**  
**(Company No. 669287 - H)**  
**(Incorporated in Malaysia)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2016**

	(Unaudited)	(Audited)
	AS AT END OF CURRENT YEAR QUARTER ENDED 31 DEC 2016	AS AT PRECEDING FINANCIAL YEAR ENDED 31 DECEMBER 2015
Note	RM'000	RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property and equipment	70,109	71,641
Available-for-sale investments	-	-
Plantation expenditure	1,699	1,600
Investment property	-	-
Land held for property development	100,000	100,000
Other receivables	837	-
Deferred tax asset	-	206
	<u>172,645</u>	<u>173,447</u>
<b>CURRENT ASSETS</b>		
Inventories	4,621	10,477
Receivables	7,724	15,162
Tax refundable	528	475
Cash and cash equivalents	2,086	17,980
	<u>14,959</u>	<u>44,094</u>
<b>TOTAL ASSETS</b>	<u>187,604</u>	<u>217,541</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	42,686	213,429
Revaluation reserve	34,035	34,606
Exchange fluctuation reserve	-	347
Premium on acquisition of non-controlling interests	(2,100)	(2,100)
Retained earnings / (Accumulated losses)	41,884	(123,208)
<b>Equity attributable to owners of the Parent</b>	<u>116,505</u>	<u>123,074</u>
Non-controlling interests	31,804	32,548
<b>TOTAL EQUITY</b>	<u>148,309</u>	<u>155,622</u>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	14,947	15,127
Provision for Employee Obligation	-	-
	<u>14,947</u>	<u>15,127</u>
<b>CURRENT LIABILITIES</b>		
Payables	24,348	29,779
Amount owing to shareholders of subsidiaries	-	1,248
Short-term borrowings	-	13,199
Provision for taxation	-	2,567
	<u>24,348</u>	<u>46,793</u>
<b>TOTAL LIABILITIES</b>	<u>39,295</u>	<u>61,919</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>187,604</u>	<u>217,541</u>
Net Assets per share (RM)		
On ordinary shares of:		
- RM0.10 each	<u>0.05</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 2015 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 2016**

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 2015	213,429	35,177	(1,136)	(2,100)	(123,833)	121,537	31,832	153,369
Acquisition of non-controlling interest	-	-	-	-	(1,385)	(1,385)	1,385	- *
Total comprehensive loss	-	-	1,483	-	1,439	2,922	(669)	2,253
Realisation of revaluation surplus	-	(571)	-	-	571	-	-	-
Balance as at 31 DECEMBER 2015	<u>213,429</u>	<u>34,606</u>	<u>347</u>	<u>(2,100)</u>	<u>(123,208)</u>	<u>123,074</u>	<u>32,548</u>	<u>155,622</u>
Balance as at 1 January 2016	213,429	34,606	347	(2,100)	(123,208)	123,074	32,548	155,622
Disposal of subsidiary			(347)			(347)	220	(127)
Total comprehensive loss					(6,222)	(6,222)	(964)	(7,186)
Reduction of par value for share capital	(170,743)				170,743	-		
Realisation of revaluation surplus		(571)			571	-		-
Balance as at 31 DECEMBER 2016	<u>42,686</u>	<u>34,035</u>	<u>(0)</u>	<u>(2,100)</u>	<u>41,884</u>	<u>116,505</u>	<u>31,804</u>	<u>148,309</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 2015 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 DEC 2016**

	<b>CURRENT YEAR TO DATE 31 DEC 2016 RM'000 (Unaudited)</b>	<b>CORRESPONDING PERIOD ENDED 31 DEC 2015 RM'000 (Audited)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(7,445)	(4,252)
Adjustments for:-		
Bad debts written off	492	139
Depreciation of property and equipment	956	1,247
Amortisation of leasehold land	-	-
Write off - amount due from subsidiary	481	-
Loss on disposal of subsidiary	(90)	-
Inventories written off	316	503
Impairment loss on:		
- trade receivables	91	613
- other receivables	-	-
Loss/(Gain) on disposal of equipment	-	53
Gain on disposal of available-for-sale investments	-	(105)
Gain on disposal of non-current assets held for sale	-	-
Unrealised (gain)/loss on foreign exchange	5	(134)
Write-back of impairment loss on trade receivables	-	(268)
Interest expense	393	917
Interest income	(185)	(502)
Operating profit/(loss) before working capital changes	(4,986)	(1,789)
Decrease/(Increase) in inventories	2,553	1,743
Decrease/(Increase) in receivables	1,429	4,786
(Decrease)/Increase in payables	(1,971)	(6,463)
<b>Cash used in operations</b>	(2,975)	(1,723)
Interest paid	(393)	(917)
Net income tax (paid)/refunded	19	(236)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	(3,349)	(2,876)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	185	502
Purchase of property and equipment	(29)	(107)
Increase in plantation expenditure	(99)	(112)
Placement/(withdrawal) of fixed deposit held as security value	10,946	336
Proceeds from disposal of available-for-sale investments	-	295
Proceeds from disposal of subsidiary	594	-
Proceeds from disposal of property and equipment	-	354
<b>NET CASH FROM INVESTING ACTIVITIES</b>	11,597	1,268
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment)/Drawdown of bankers' acceptances	(13,199)	(1,161)
Advances from shareholders of subsidiaries	-	147
<b>NET CASH (USED IN)/FROM FINANCING ACTIVITIES</b>	(13,199)	(1,014)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(4,951)	(2,623)
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>		
	1	355
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	6,036	8,304
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	1,086	6,036
<b>NOTE:</b>		
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	1,553	16,086
(Bank overdraft)/Cash and bank balances	533	1,895
	2,086	17,981
Less : Fixed deposits pledged with licensed banks	(1,000)	(11,945)
	1,086	6,036

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 2015 and the accompanying explanatory notes attached to the interim financial statements.