

WIDETECH (MALAYSIA) BERHAD
 (Company No. 113939-U)
 (Incorporated in Malaysia)
 AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2012
 (The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Mar-12 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-11 RM'000	CURRENT YEAR TODATE 31-Mar-12 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-11 RM'000
1 a Revenue	2,078	2,311	8,943	9,521
b Cost of Sales	-651	-622	-2,682	-2,815
c Other Operating Expenses	-1,534	-1,705	-5,556	-6,834
d Other Operating Income	108	94	1,707	233
e Profit from Operations	1	78	2,412	105
f Finance Costs	-64	-62	-269	-256
g Share of loss of Associate	-468	-	-3,133	-
h (Loss)/Profit before Taxation	-531	16	-990	-151
i Taxation	18	-110	-97	-285
j Loss for the period	-513	-94	-1,087	-436
Attributable to:				
k Equity Holders of the Company	-454	-181	-1,478	-998
l Non-Controlling Interest	-59	87	391	562
m Loss for the period	-513	-94	-1,087	-436
2 Earnings per share (EPS) attributable to Equity Holders of the Company (sen):				
a Basic EPS	(0.010)	(0.004)	(0.033)	(0.022)
b Diluted EPS	N/A	N/A	N/A	N/A

The above Consolidated Income Statement should be read
 in conjunction with the Audited Financial Statements for the year ended 31 March 2011

WIDETECH (MALAYSIA) BERHAD
(Company No. 113939-U)
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AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2012
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Mar-12 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-11 RM'000	CURRENT YEAR TODATE 31-Mar-12 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-11 RM'000
3 a Loss for the period	-513	-94	-1,087	-436
b Other Comprehensive Income/(Loss) :				
Currency translation differences of foreign subsidiaries	125	-819	-260	508
Total Comprehensive Income	-388	-913	-1,347	72
Attributable to :				
c Equity Holders of the Company	-248	-743	-1,686	-452
d Non-controlling Interest	-140	-170	339	524
Total Comprehensive Income	-388	-913	-1,347	72

The above Consolidated Statement of Comprehensive Income should be read
in conjunction with the Audited Financial Statements for the year ended 31 March 2011.

WIDETECH (MALAYSIA) BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2012
 (The figures have not been audited)

	----- Attributable to Equity Holders of the Company -----				Sub-Total RM'000	Non - Controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium Reserve RM'000	Exchange Fluctuation Reserve RM'000	Accumulated Losses RM'000			
At 1 April 2011	44,753	132	-682	-13,795	30,408	778	31,186
Total Comprehensive Income for the period	-	-	-208	-1,478	-1,686	339	-1,347
Dividend paid to Minority shareholde	-	-	-	-	-	-914	-914
At 31 March 2012	<u>44,753</u>	<u>132</u>	<u>-890</u>	<u>-15,273</u>	<u>28,722</u>	<u>203</u>	<u>28,925</u>
At 1 April 2010	44,753	132	-1,228	-12,797	30,860	254	31,114
Total Comprehensive Income for the period	-	-	546	-998	-452	524	72
At 31 March 2011	<u>44,753</u>	<u>132</u>	<u>-682</u>	<u>-13,795</u>	<u>30,408</u>	<u>778</u>	<u>31,186</u>

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011

WIDETECH (MALAYSIA) BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2012

	(Unaudited) As at 31-Mar-12 RM'000	Audited As at 31-Mar-11 RM'000
Fixed assets	15,061	17,256
Investments in Associate and Joint Ventures	0	61
Current assets		
Inventories	851	795
Receivables, deposits and prepayments	7,264	10,457
Amount due from Associate	3,223	1,439
Current Tax Assets	38	38
Cash and cash equivalents	9,413	9,755
	20,789	22,484
Current liabilities		
Payables and accruals	2,238	3,615
Bank borrowings	471	513
Provision for taxation	-	25
	2,709	4,153
Net current assets	18,080	18,331
	33,141	35,648
Equity		
Share capital	44,753	44,753
Reserves	-16,031	-14,345
Equity attributable to Equity Holders of the Company	28,722	30,408
Non-controlling interest	203	778
	28,925	31,186
Long Term and Deferred Liabilities		
Bank borrowings	4,121	4,367
Deferred tax liabilities	95	95
	33,141	35,648
Net assets per share attributable to Equity Holders of the Company (RM)	0.64	0.68

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011

WIDETECH (MALAYSIA) BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2012
(The figures have not been audited)

	CURRENT YEAR TODATE 31-Mar-12 RM'000	PRECEDING YEAR 31-Mar-11 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before tax	-990	-151
Adjustments for:		
Allowance for impairment loss	-	19
Allowance for slow moving inventories	-	19
Bad debts written off	-	12
Depreciation and amortisation	1,727	2,360
Interest income	-472	-191
Interest expenses	269	256
Property, plant and equipment written off	9	18
Gain on Disposal of PPE	317	-35
Reversal of impairment loss	-	-12
Unrealised gain on foreign exchange	-	-12
Operating profit before working capital changes	860	2,283
Changes in Inventories	-56	-131
Changes in receivables, deposits and prepayments	2,867	5,007
Changes in amount due from associate	55	-1,439
Changes in payables and accruals	-1,376	28
Cash generated from operating activities	2,350	5,748
Tax paid/Tax refund	-122	-194
Net cash generated from operating activities	2,228	5,554
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend paid to Non Controlling Interest	-914	-
Purchase of Property , Plant & Equipment	-75	-702
Proceeds from Disposal of PPE	281	35
Investment in Associated Company	-1,778	-61
Interest income	472	191
Net cash generated from/(used in) investing activities	-2,014	-537
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	-287	-304
Interest paid	-269	-256
Net cash used in financing activities	-556	-560
Net increase in cash and cash equivalents	-342	4,458
Cash and cash equivalents at beginning of year	9,755	5,300
Effects of exchange differences on cash and cash equivalents	-	-2
Cash and cash equivalents at end of financial period	9,413	9,756

NOTES

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated cash flow statement comprise the following consolidated balance sheet amounts :

	31-Mar-12 RM'000	31-Mar-11 RM'000
Deposit with licensed banks and financial institutions	-	8,809
Cash and bank balances	9,413	946
	9,413	9,755

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NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
31 MARCH 2012

A EXPLANATORY NOTES PURSUANT TO FRS 134

1 Accounting Policies

The interim financial reports of the Group are prepared in accordance with FRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The accounting policies, method of computation and basis of consolidation adopted by the Group in this interim financial reports are consistent with those adopted in the audited financial statements for the year ended 31 March 2011, except for the adoption of the following FRSs:-

FRSs/interpretations effective for accounting period beginning on or after 1 July 2010

FRS 1	First -time Adoption of Financial Reporting Standards (Revised)
FRS 3	Business Combinations (Revised)
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 138	Intangible Assets
IC Interpretation 17	Distributions of Non-cash Assets to Owners

FRSs/interpretations effective for accounting period beginning on or after 1 January 2011

Amendments to FRS 1	Limited Exemptions from Comparative FRS 7 Disclosures for First-time Adopters; Additional Exemptions for First-time Adopters; and Accounting policy changes in the year of adoption, revaluation basis as deemed cost and the use of deemed cost for operations subject to rate regulation
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 3	Measurement of non-controlling interests and un-replaced and voluntarily replaced share-based payments award
Amendments to FRS 7	Improving Disclosures about Financial Instruments; and
Amendments to FRS 101	Clarification of Statement of changes in Equity
Amendments to FRS 134	Significant events and transactions
IC Interpretation 4	Determining whether an Arrangement contains a Lease

The adoption of the above FRSs or Interpretations is not expected to have any material financial effects to the Group.

2 Status of Audit Qualification

The annual financial statements for the year ended 31 March 2011 were not subject to any qualification.

3 Comments about Seasonal or Cyclical Factors

The Group performance is normally not affected by seasonal and cyclical factors for the financial year under review.

4 Items of unusual in nature, size or incidence

There were no material unusual items that affect assets, liabilities, equity, net income or cash flows of the Group for the financial year under review.

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31 MARCH 2012

5 Changes in Estimates

There were no material changes in estimates of amounts reported in this interim period of the current financial year or changes in estimates of amounts reported in prior financial year.

6 Issuance of equity or debts securities etc.

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the financial year under review.

7 Dividend Paid

No dividend has been paid since the end of previous financial year.

8 Segmental reporting

Segment information is presented in respect of the Group's business segments as follows:-

	Manufacturing RM'000	Supply RM'000	Gaming RM'000	Hotel RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
As at 31 March 2012							
Revenue from external customers	4,366	980	1,919	1,319	359	-	8,943
Inter-segment revenue	-	760	-	-	411	-1,171	-
Total Revenue	4,366	1,740	1,919	1,319	770	-1,171	8,943
Segment Result	307	-27	767	-786	4,222	-2,543	1,940
Interest income							472
Finance costs							-269
Share of Loss of Associate							-3,133
Loss before Tax							-990
Segment Assets	2,542	13,453	4,726	3,997	11,094		35,812
Unallocated assets							38
							35,850
Segment Liabilities	286	734	790	144	379		2,333
Unallocated liabilities							4,592
							6,925

9 Subsequent Events

There were no material events subsequent to the end of the current financial year-to date that have not been reflected in the financial statements for the said period as at the date of this report.

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 31 MARCH 2012

10 Changes in the composition of the Group

Saved as disclosed below, there were no changes in the composition of the Group for the financial year under review:-

- i) On 2 November 2011, the Company applied to strike off its wholly owned subsidiary, GW Capital Sdn Bhd, which has ceased operation since 30 June 2009. The strike off application is currently pending approval from Companies Commission of Malaysia.

11 Contingent liabilities

The Group did not have any material contingent liabilities as at 18 May 2012 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

12 Capital Commitments

The Group did not have any material capital commitments as at 18 May 2012 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

13 Related Party Transactions

Significant transactions are as follows :-

- i) Transactions between the Company and its subsidiaries :-

	As at 31-Mar-12 RM'000
Management fees receivable	300
Rental receivable	111
	111

- ii) Transactions with companies in which a Director is deemed to have substantial financial interest :-

	As at 31-Mar-12 RM'000
Rental receivable	275
	275

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31 MARCH 2012

B EXPLANATORY NOTES PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1 Review of the performance of the Company and its Principal Subsidiaries.

The Group recorded a turnover of RM8.943 million and a pre-tax loss of RM0.990 million for the financial year ended 31 March 2012 as compared to the preceding year's corresponding year turnover of RM9.521 million and a pre-tax profit loss of RM0.151 million.

The gaming operations registered a higher revenue of RM1.918 million and a pre-tax profit of RM1.824 million against a revenue of RM1.805 million and a pre-tax profit of RM0.227 million in the preceding year's corresponding year. In Cambodia, the gaming machines have almost fully depreciated in 2012 and thus, resulting in a pre-tax profit of RM0.260 million as compared to a pre-tax loss of RM0.564 million in the preceding year's corresponding year.

The manufacturing division posted a slightly lower revenue of RM4.366 million in 2012 as compared to RM4.521 million in 2011. Pre-tax loss declined by 23% to RM0.706 million as compared to RM0.915 million in the preceding year's corresponding year.

As expected, the consumer financing business recorded a lower profit with its revenue and pre-tax profit declining by 42% to RM0.980 million and 57% to RM0.328 million respectively due to a lower loan base as the company had ceased this business.

Although the hotel operation in Laos remained loss-making, its revenue and pre-tax loss improved by 15% to RM1.319 million and 24% to RM0.770 million respectively. The losses were mainly attributed to depreciation charges.

The investment in our associate which operates a casino in Kathmandu, Nepal, contributed to a share of loss in associate of RM3.133 million. The casino was under renovation in the preceding quarter and renovation was subsequently completed in January 2012. Losses was expected in the initial development stage and during the renovation period. In addition, the casino was temporarily closed in mid-November due to a labour dispute between two Staff Unions in the casino and this eventually led to an illegal strike by both Unions. The issue has since been resolved and the casino resumed operations at the end of January 2012.

As highlighted in the previous quarter, on 1 August 2011, our subsidiaries, EPA Automation Sdn Bhd and EPA Automation Pte Ltd, and Camozzi s.p.a have reached an out of court settlement whereby debts of EURO 204,590 owing to Camozzi s.p.a was written off from the accounts. This extraordinary gain is reflected in Other Income.

2 Material changes in the Quarterly Results compared to the results of the Preceding Quarter

For the 4th quarter ended 31 March 2012, the Group achieved a turnover of RM2.078 million and generated a pre-tax loss of RM0.531 million as compared to a revenue of RM2.195 million and pre-tax loss of RM0.027 million in the preceding quarter ended 31 December 2011.

The higher pre-tax loss in the current quarter was attributed to a lower contribution from the gaming divisions.

3 Realised and Unrealised Profits/Losses

	As at 31-Mar-12 RM'000	As at 31-Mar-11 RM'000
Total accumulated losses of the Company and its subsidiaries:-		
Realised	-43,939	-48,471
Unrealised	-1,278	-1,337
	<u>-45,217</u>	<u>-49,808</u>
Consol adjustments	29,944	36,013
Total accumulated losses	<u><u>-15,273</u></u>	<u><u>-13,795</u></u>

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4 Prospects

- i) The consumer finance business will continue to contribute positively to the long term earnings of the Group albeit on a reducing scale due to a declining loan base.
- ii) The manufacturing division is expected to remain stable with plans to increase its market share by enlarging its customer base.
- iii) Management fees derived from provision of equipment, operation and management services for e-gaming club in Nha Trang, Vietnam is expected to contribute positively to the long term earnings of the Group.
- iv) Our gaming operations on a revenue sharing basis with two casinos in Cambodia is expected to contribute positively to the long term earnings of the Group.
- v) Our e-gaming club in Ho Chi Minh, Vietnam, owned by Enselini International Limited ("EIL"), a 65% held subsidiary, and operated by another subsidiary, Remarkable Group Limited ("RGL"), has closed due to the unlawful interference of its business by Ramana Saigon Hotel (formerly known as Amara Saigon Hotel) ("Hotel") as they have refused to recognise RGL as the legal operator of the club despite a court order obtained in January 2007 confirming the legal status of RGL as the legal operator of the club. RGL has since initiated a legal suit against the Hotel on 14 May 2008.
The Board took note that this has been a costly long drawn battle with legal fees paid to date of approximately USD0.185 million. After due consideration and deliberation on the facts of the case presented by our lawyer, the Board acknowledged that the outcome of winning the case is uncertain, and after considering all legal avenues, the Board agreed unanimously to withdraw our legal proceeding against Viet Star. The case has now been permanently suspended by the Court pursuant to our withdrawal application.
- vi) The Board is currently looking into improving the business of our hotel in Lao PDR and at the same time considering disposal of the hotel.
- vii) On 31 March 2011, the Group acquired 40% equity interest in Goldshore Capital Limited ("GCL"), which operates a casino in Kathmandu, Nepal. On 1 April 2012, the Group reduced its equity interest in GCL to 36% pursuant to an equity participation of a new shareholder in GCS. The newly renovated casino is expected to contribute positively to the long term earnings of the Group.

5 Variance of Actual Profit from Forecast Profit

Not Applicable as no profit forecast was published.

6 Taxation

	As at 31-Mar-12 RM'000
Current year taxation	97
Total	<u>97</u>

The tax charges is not reflective of the Group's performance. This is mainly due to the profit of subsidiaries incorporated overseas are not subject to taxation.

7 Status of corporate proposals

There were no corporate proposals announced for the financial period under review.

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31 MARCH 2012

8 Group Borrowings and Debt Securities

The Group borrowings and debt securities as at 31 March 2012 are as follows:-

	RM'000
A Short Term Borrowings	
Secured	
Term loan	449
Hire purchase obligation	22
	471
B Long Term Borrowings	
Secured	
Term loan	4,057
Hire purchase obligation	64
	4,121

9 Material pending litigation

Saved as disclosed below, the Group was not engaged in any material / material pending litigation as at 18 May 2012 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) :-

i) On 28 May 2003, EPA Automation Sdn Bhd ("EPA Malaysia") and EPA Automation Pte Ltd ("EPA Singapore") filed a suit against Camozzi s.p.a., Camozzi Malaysia Sdn Bhd and two former employees of EPA Malaysia (collectively known as the "Camozzi Defendants") in relation to the alleged wrongful termination of the sole agency and distributorship agreement between EPA Malaysia and EPA Singapore with Camozzi s.p.a. and the alleged wrongful use of EPA Malaysia's and EPA Singapore's confidential information by the Camozzi Defendants. Sufficient provision has been made in the accounts for the abovementioned material litigation.

As mentioned in the previous quarter, on 1 August 2011, both EPA Malaysia and EPA Singapore and the Camozzi Defendants have reached an out of court settlement whereby both parties agreed to withdraw the suit against each other and neither party shall have any claims against the other.

ii) On 14 May 2008, RGL filed a petition against Viet Star, AOI Saigon Pte Ltd and Amara Holdings Limited in relation to the unlawful interference of its business and closure of its club in Ho Chi Minh, Vietnam. RGL has sought damages arising thereof amounting to a total of approximately USD3.907 million. In addition to the above petition, on 5th and 8th February 2010, RLHSB and RGL had filed separate petitions against Viet Star seeking damages amounting to USD13.383 million and USD9.476 million respectively for the unlawful closure of RGL's club. As advised by the lawyers, these petitions were necessary to file for additional damages to date and to seek direction from the courts in enforcing further judgements which Viet Star had so far not complied.

On 5 October 2010, the Court rejected our application for an injunction order to bar the Hotel from operating a new gaming club. We have submitted an appeal letter but was rejected by the Court.

The Board took note that this has been a costly long drawn battle with legal fees paid to date of approximately USD0.185 million. After due consideration and deliberation on the facts of the case presented by our lawyer, the Board acknowledged that the outcome of winning the case is uncertain, and after considering all legal avenues, the Board agreed unanimously to withdraw our legal proceeding against Viet Star. The case has now been permanently suspended by the Court pursuant to the withdrawal application.

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10 Dividends

No dividend has been paid, declared or proposed since the end of previous financial year.

11 Earnings per ordinary share

a) Basic earnings per ordinary share

The basic earnings per ordinary share has been calculated based on the net loss attributable to shareholders and on the weighted average 44,753,400 ordinary shares issued.

b) Fully diluted earnings per ordinary share

Not applicable

12 Authorisation

This Quarterly Results for the financial period ended 31 March 2012 have been seen and approved by the Board of Directors of Widetech (Malaysia) Berhad on 23 May 2012 for release to the Bursa Securities.

BY ORDER OF THE BOARD

Chia Siew Chin
Pang Chia Tyng
Company Secretaries

Dated this 24th day of May 2012