

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

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2013  
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Mar-13 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-12 RM'000	CURRENT YEAR TODATE 31-Mar-13 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-12 RM'000
1 a Revenue	2,858	2,078	9,432	8,943
b Cost of Sales	(834)	(651)	(2,844)	(2,682)
c Other Operating Expenses	(1,854)	(1,700)	(5,520)	(5,722)
d Other Operating Income	720	292	2,238	1,891
e Profit from Operations	890	19	3,306	2,430
f Finance Costs	(54)	(61)	(241)	(265)
g Share of profit/(loss) of Associate	3	(468)	(765)	(3,135)
h Profit/(Loss) before Taxation	839	(510)	2,300	(970)
i Taxation	9	28	(26)	(86)
j Profit/(Loss) for the period	848	(482)	2,274	(1,056)
Attributable to:				
k Equity Holders of the Company	304	(353)	830	(1,377)
l Non-Controlling Interest	544	(129)	1,444	321
m Profit/(Loss) for the period	848	(482)	2,274	(1,056)
2 Earnings per share (EPS) attributable to Equity Holders of the Company (sen):				
a Basic EPS	0.68	(0.79)	1.85	(3.08)
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 2012

WIDETECH (MALAYSIA) BERHAD  
(Company No. 113939-U)  
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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2013  
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Mar-13 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Mar-12 RM'000	CURRENT YEAR TODATE 31-Mar-13 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Mar-12 RM'000
3 a Profit/(Loss) for the period	848	(482)	2,274	(1,056)
b Other Comprehensive (Loss)/Income :				
Currency translation differences of foreign subsidiaries	(509)	120	(580)	(265)
<b>Total Comprehensive Income</b>	<b>339</b>	<b>(362)</b>	<b>1,694</b>	<b>(1,321)</b>
Attributable to :				
c Equity Holders of the Company	(197)	(151)	258	(1,589)
d Non-controlling Interest	536	(211)	1,436	268
<b>Total Comprehensive Income</b>	<b>339</b>	<b>(362)</b>	<b>1,694</b>	<b>(1,321)</b>

The above Consolidated Statement of Comprehensive Income should be read  
in conjunction with the Audited Financial Statements for the year ended 31 March 2012.

WIDETECH (MALAYSIA) BERHAD  
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2013  
(The figures have not been audited)

	Attributable to Equity Holders of the Company						Total Equity RM'000
	Share Capital RM'000	Share Premium Reserve RM'000	Exchange Fluctuation Reserve RM'000	Accumulated Losses RM'000	Sub-Total RM'000	Non - Controlling Interest RM'000	
At 1 April 2012	44,753	132	(894)	(15,172)	28,819	132	28,951
MFRS adjustment	-	-	(126)	126	-	-	-
As restated	44,753	132	(1,020)	(15,046)	28,819	132	28,951
Total Comprehensive Income for the period	-	-	(572)	830	258	1,436	1,694
Distributions paid to Non Controlling Interest	-	-	-	-	-	(1,526)	(1,526)
At 31 March 2013	44,753	132	(1,592)	(14,216)	29,077	42	29,119
At 1 April 2011	44,753	132	(682)	(13,795)	30,408	778	31,186
MFRS adjustment	-	-	(126)	126	-	-	-
As restated	44,753	132	(808)	(13,669)	30,408	778	31,186
Total Comprehensive Loss for the period	-	-	(212)	(1,377)	(1,589)	268	(1,321)
Distributions paid to Non Controlling Interest	-	-	-	-	-	(914)	(914)
At 31 March 2012	44,753	132	(1,020)	(15,046)	28,819	132	28,951

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 2012

WIDETECH (MALAYSIA) BERHAD  
 (Company No. 113939-U)  
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 AND ITS SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2013

	(Unaudited) As at 31-Mar-13 RM'000	Audited As at 31-Mar-12 RM'000
<b>Fixed assets</b>	13,141	14,561
<b>Non current assets classified as held-for-sale</b>	-	500
<b>Trade Debtors</b>	2,561	3,643
<b>Current assets</b>		
Inventories	783	851
Receivables, deposits and prepayments	2,761	3,621
Amount due from Associate	5,569	3,222
Current Tax Assets	45	49
Cash and cash equivalents	11,140	9,439
	<b>20,299</b>	<b>17,182</b>
<b>Current liabilities</b>		
Payables and accruals	2,448	2,248
Bank borrowings	471	470
	<b>2,919</b>	<b>2,718</b>
<b>Net current assets</b>	17,380	14,464
	<b>33,082</b>	<b>33,168</b>
<b>Equity</b>		
Share capital	44,753	44,753
Reserves	-15,676	-15,934
Equity attributable to Equity Holders of the Company	29,077	28,819
Non-controlling interest	42	132
	<b>29,119</b>	<b>28,951</b>
<b>Long Term and Deferred Liabilities</b>		
Bank borrowings	3,868	4,122
Deferred tax liabilities	95	95
	<b>33,082</b>	<b>33,168</b>
<b>Net assets per share attributable to Equity Holders of the Company (RM)</b>	0.65	0.64

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012

WIDETECH (MALAYSIA) BERHAD  
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FINANCIAL QUARTER ENDED 31 MARCH 2013  
(The figures have not been audited)

	CURRENT YEAR TODATE 31-Mar-13 RM'000	PRECEDING YEAR 31-Mar-12 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	2,300	(970)
Adjustments for:		
Allowance for impairment loss	571	50
(Write back)/Allowance for slow moving inventories	(60)	9
Bad debts written off	1	11
Depreciation and amortisation	1,494	1,727
Interest income	(597)	(472)
Interest expenses	241	265
Property, plant and equipment written off	5	9
Gain on Disposal of PPE	(952)	317
Reversal of impairment loss	(25)	(541)
Unrealised loss/(gain) on foreign exchange	-	10
Waiver of debts	-	(894)
Share of result of associate	765	3,134
<b>Operating profit before working capital changes</b>	<b>3,743</b>	<b>2,655</b>
Changes in Inventories	128	(65)
Changes in receivables, deposits and prepayments	1,395	3,343
Changes in amount due from associate	(2,969)	(3,079)
Changes in payables and accruals	184	(473)
<b>Cash generated from operating activities</b>	<b>2,481</b>	<b>2,381</b>
Tax paid/Tax refund	(51)	(122)
<b>Net cash generated from operating activities</b>	<b>2,430</b>	<b>2,259</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment	(75)	(75)
Proceeds from Disposal of PPE	919	281
Additional Investment in Associated Company	(149)	(1,778)
Interest income	597	472
<b>Net cash generated from/(used in) investing activities</b>	<b>1,292</b>	<b>(1,100)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Distribution to Non Controlling Interests	(1,526)	(914)
Bank borrowings	(253)	(287)
Interest paid	(241)	(265)
<b>Net cash used in financing activities</b>	<b>(2,020)</b>	<b>(1,466)</b>
Net increase in cash and cash equivalents	1,702	(307)
Cash and cash equivalents at beginning of year	9,438	9,755
Effects of exchange differences on cash and cash equivalents	-	(10)
<b>Cash and cash equivalents at end of financial period</b>	<b>11,140</b>	<b>9,438</b>

## 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-13 RM'000	31-Mar-12 RM'000
Deposit with licensed banks and financial institutions	9,858	8,122
Cash and bank balances	1,282	1,316
	<b>11,140</b>	<b>9,438</b>

The above Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012

WIDETECH (MALAYSIA) BERHAD  
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NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED  
31 MARCH 2013

**A EXPLANATORY NOTES PURSUANT TO FRS 134**

**1 Basis of Preparation**

These interim financial reports of the Group 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. The interim financial reports also complies with IAS 34 : Interim Financial Reporting issued by the International Accounting Standards Board.

These interim financial reports should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2012. For the periods up to and including year ended 31 March 2012, the Group prepared its financial statements in accordance with Financial Reporting Standards (FRS).

The accounting policies, method of computation and basis of consolidation adopted by the Group in these interim financial reports are consistent with those adopted in the audited financial statements for the year ended 31 March 2012, except for the adoption of MFRS which are mandatory for annual financial periods beginning on or after 1 January 2012.

**1.1 Application of MFRS 1**

These interim financial reports are the Group's first Malaysian Financial Reporting Standards ("MFRS") compliant interim financial reports and hence, MFRS 1 : First Time Adoption of Malaysian Financial Reporting Standards has been applied.

**Exemption for business combinations**

MFRS 1 provides the option to apply MFRS 3 : Business Combinations prospectively from the date of transition or from a specific date prior to the date of transition. This provides relief from full retrospective application of MFRS 3 that would require restatement of all business combinations prior to the transition date.

The Group elected to apply MFRS 3 prospectively to business combinations after transition date. Business combinations that was acquired prior to transition date have not been restated.

**Foreign currency translation reserve**

Under FRS, the Group recognised translation differences on foreign operations as a separate component of equity. Cumulative foreign currency translation differences for all foreign operations are deemed to be Nil as at the transition date to MFRS.

Accordingly, at the transition date to MFRS, the cumulative foreign currency translation differences of RM126,155 (31 December 2011 : RM126,155; 31 March 2012 : RM126,155) were adjusted to retained earnings.

The reconciliations of equity for comparative periods and of equity at transition date reported under FRS to those reported for those periods and at the transition date under MFRS are provided below:

Reconciliation of equity as at 1 January 2011

RM'000	FRS As at 01-Jan-11	Reclassifications	MFRS As at 01-Jan-11
<b>Equity</b>			
Foreign currency translation reserve	126	(126)	-
Accumulated losses	(13,614)	126	(13,488)

Reconciliation of equity as at 31 December 2011

RM'000	FRS As at 31-Dec-11	Reclassifications	MFRS As at 31-Dec-11
<b>Equity</b>			
Foreign currency translation reserve	(895)	(126)	(1,021)
Accumulated losses	(15,172)	126	(15,046)

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31 MARCH 2013

**1.1 Application of MFRS 1 (cont'd)**  
**Foreign currency translation reserve (cont'd)**

Reconciliation of equity as at 31 March 2012

RM'000	FRS As at 31-Mar-12	Reclassifications	MFRS As at 31-Mar-12
<b>Equity</b>			
Foreign currency translation reserve	(894)	(126)	(1,020)
Accumulated losses	(15,172)	126	(15,046)

Saved as disclosed above, the adoption of MFRS framework is not expected to have any significant impact on the financial statements of the Group and hence, no reconciliation of the transition from FRSS to MFRSS were prepared.

**2 Status of Audit Qualification**

The annual financial statements for the year ended 31 March 2012 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.

**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 years.

**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 for the financial year under review.

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### 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
<b>As at 31 March 2013</b>							
Revenue from external customers	4,132	618	2,734	1,588	360	-	9,432
Inter-segment revenue	-	760	-	-	411	(1,171)	-
<b>Total Revenue</b>	<b>4,132</b>	<b>1,378</b>	<b>2,734</b>	<b>1,588</b>	<b>771</b>	<b>(1,171)</b>	<b>9,432</b>
<b>Segment Result</b>	<b>134</b>	<b>(342)</b>	<b>5,160</b>	<b>(72)</b>	<b>(493)</b>	<b>(1,678)</b>	<b>2,709</b>
Interest income							597
Finance costs							(241)
Share of Loss of Associate							(765)
<b>Loss before Tax</b>							<b>2,300</b>
<b>Segment Assets</b>	<b>2,493</b>	<b>4,155</b>	<b>6,263</b>	<b>3,451</b>	<b>9,736</b>		<b>26,098</b>
Unallocated assets							9,903
							<b>36,001</b>
<b>Segment Liabilities</b>	<b>435</b>	<b>1,347</b>	<b>204</b>	<b>176</b>	<b>381</b>		<b>2,543</b>
Unallocated liabilities							4,339
							<b>6,882</b>

### 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.

### 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 September 2009. The Companies Commission of Malaysia ("CCM") had approved the said strike off with effect from 29 November 2012.

### 11 Contingent liabilities

Saved as disclosed below, the Group did not have any material contingent liabilities as at 27 May 2013 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report):-

- i) As disclosed in the audited financial statements for the year ended 31 March 2012, a third party commenced an action against Rich Lee Holdings Sdn. Bhd. ("RLHSB"), a wholly owned subsidiary, in respect of a friendly loan amounting to RM1,335,000 purportedly given to RLHSB in 2007. RLHSB was acquired on 10 June 2009 and based on the available records of RLHSB, there is no indication of the existence of such a loan. RLHSB is disputing the claim. The trial has concluded on 5 March 2013 and now awaiting court decision on 21 June 2013.



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 31 MARCH 2013

**12 Capital Commitments**

The Group did not have any material capital commitment as at 27 May 2013 (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-13 RM'000
Management fees receivable	300
Rental receivable	<u>111</u>

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

	As at 31-Mar-13 RM'000
Rental receivable	<u>275</u>

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**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 RM9.432 million and a pre-tax profit of RM2.300 million for the financial year ended 31 March 2013 against a turnover of RM8.943 million and a pre-tax loss of RM0.970 million in FY2012.

The gaming operations registered a higher revenue of RM2.734 million and a pre-tax profit of RM3.477 million against a revenue of RM1.918 million and a pre-tax profit of RM1.825 million in FY2012.

The Vietnam operations registered a higher pre-tax profit of RM2.796 million as compared to RM1.126 million in FY2012.

The current financial year profit included a gain on disposal of a subsidiary's freehold land of RM0.670 million, which was earlier foreclosed by the Bank before our acquisition of the subsidiary in 2009, for the settlement of banking facilities granted to a former director of the subsidiary.

In addition, the Cambodia operations recorded a gain on disposal of its gaming machines of approximately RM0.263 million in the current financial year.

Amidst stiff competition in the market, the manufacturing division posted a lower revenue of RM4.132 million and a pre-tax profit of RM0.535 million, as compared to a revenue of RM4.366 million and a pre-tax profit of RM0.703 million in FY2012.

As expected, the consumer financing business continue to record a lower profit with its revenue declining by 37% to RM0.618 million, with a slight pre-tax profit of RM0.043 million due to a lower loan base as the Company had ceased this business.

Although the hotel operation in Laos remained loss-making, its revenue increased by 20% to RM1.588 million and pre-tax loss reduced by 90% to RM0.074 million.

Our investment in an associate which operates a casino in Kathmandu, Nepal, contributed to a share of loss of RM0.765 million, as compared to share of loss of RM3.134 million in FY2012.

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

For the 4th quarter ended 31 March 2013, the Group achieved a turnover of RM2.858 million and generated a pre-tax profit of RM0.839 million as compared to a revenue of RM2.225 million and pre-tax loss of RM0.456 million in the preceding quarter ended 31 December 2012.

The improved result in the current quarter was mainly attributed to the gaming operations :-

- i) A higher revenue posted by the Vietnam operations resulted in an improved pre-tax profit by approximately RM0.519 million as compared to the preceding quarter.
- ii) Our associate contributed to a share of profit of RM0.003 million against a share of loss of RM0.800 million in the preceding quarter.

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**3 Realised and Unrealised Profits/Losses**

	As at 31-Mar-13 RM'000	As at 31-Mar-12 RM'000
Total accumulated losses of the Group :		
Realised	(43,548)	(45,233)
Unrealised	152	(105)
	<u>(43,396)</u>	<u>(45,338)</u>
Total accumulated losses from the associate :		
Realised	(3,900)	(3,135)
	<u>(47,296)</u>	<u>(48,473)</u>
Consol adjustments	33,080	33,427
Total accumulated losses	<u>(14,216)</u>	<u>(15,046)</u>

**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 interest income resulting from loan redemption.
- ii) Amidst stiff competition in the market, the manufacturing division will strive to remain resilient and continue to embark on improvement in production and operational efficiencies to deliver satisfactory operational performance.
- 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 the casino in Cambodia is expected to contribute positively to the long term earnings of the Group.
- 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) The newly renovated casino operated by our associate company in Kathmandu, Nepal 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-13 RM'000
Current year taxation	26
Total	<u>26</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 year under review.

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**8 Group Borrowings and Debt Securities**

The Group borrowings and debt securities as at 31 March 2013 are as follows:-

	RM'000
<b>A Short Term Borrowings</b>	
<b>Secured</b>	
Term loan	449
Hire purchase obligation	22
	471
<b>B Long Term Borrowings</b>	
<b>Secured</b>	
Term loan	3,826
Hire purchase obligation	42
	3,868

**9 Material pending litigation**

The Group was not engaged in any material / material pending litigation as at 27 May 2013 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**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 2013 have been seen and approved by the Board of Directors of Widetech (Malaysia) Berhad on 29 May 2013 for release to the Bursa Securities.

BY ORDER OF THE BOARD

Anna Lee Ai Leng  
Pang Chia Tyng

Company Secretaries