

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2014

	(Unaudited) As at 31-Dec-14 RM'000	Audited As at 31-Mar-14 RM'000
Fixed assets	11,865	12,344
Deferred Tax Assets	492	491
Current assets		
Inventories	856	862
Receivables ,deposits and prepayments	5,932	5,069
Amount due from Associate	1,770	986
Current Tax Assets	12	4
Cash and cash equivalents	15,540	13,043
	24,110	19,964
Current liabilities		
Payables and accruals	2,795	2,802
Bank borrowings	232	277
Provision for taxation	-	25
	3,027	3,104
Net current assets	21,083	16,860
	33,440	29,695
Equity		
Share capital	44,753	44,753
Reserves	-16,424	-20,738
Equity attributable to Equity Holders of the Company	28,329	24,015
Non-controlling interest	1,465	1,880
	29,794	25,895
Long Term and Deferred Liabilities		
Bank borrowings	3,646	3,800
Deferred tax liabilities	-	-
	3,646	3,800
Net assets per share attributable to Equity Holders of the Company (RM)	0.63	0.54

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2014

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

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2014
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Dec-14 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Dec-13 RM'000	CURRENT YEAR TODATE 31-Dec-14 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Dec-13 RM'000
1 a Revenue	2,609	2,876	7,943	7,788
b Cost of Sales	-704	-757	-2,005	-2,223
c Other Operating Expenses	-1,060	-1,346	-3,550	-3,563
d Other Operating Income	103	69	280	218
e Profit from Operations	948	842	2,668	2,220
f Finance Costs	-56	-72	-163	-171
g Share of profit/(loss) on Associate	263	-42	182	-1,343
h Profit before Taxation	1,155	728	2,687	706
i Taxation	-4	-23	-53	3
j Profit after Taxation	1,151	705	2,633	709
Attributable to:				
k Equity Holders of the Company	713	118	3,057	-540
l Non-Controlling Interest	438	587	-423	1,249
m Profit after Taxation	1,151	705	2,633	709
2 Earnings per share (EPS) attributable to Equity Holders of the Company (sen):				
a Basic EPS	1.59	0.26	6.83	-1.21
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 2014

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2014
(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-Dec-14 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-Dec-13 RM'000	CURRENT YEAR TODATE 31-Dec-14 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-Dec-13 RM'000
3 a Profit after Taxation	1,151	705	2,633	709
b Other Comprehensive Loss : Currency translation differences of foreign subsidiaries	883	718	1,266	876
Total Comprehensive Income	2,034	1,423	3,899	1,585
Attributable to :				
c Equity Holders of the Company	1,149	165	4,314	424
d Non-controlling Interest	885	1,258	-415	1,161
Total Comprehensive Income	2,034	1,423	3,899	1,585

The above Consolidated Statement of Comprehensive Income should be read
in conjunction with the Audited Financial Statements for the year ended 31 March 2014

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2014
 (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 2014	44,753	132	283	-21,153	24,015	1,880	25,895
Total Comprehensive Income for the period	-	-	1,257	3,057	4,314	-415	3,899
At 31 December 2014	44,753	132	1,540	-18,096	28,329	1,465	29,794
At 1 April 2013	44,753	132	-783	-15,038	29,064	41	29,105
Total Comprehensive Income for the period	-	-	964	-540	424	1,161	1,585
At 31 December 2013	44,753	132	182	-15,580	29,488	1,202	30,690

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 2014

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

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2014
(The figures have not been audited)

	CURRENT YEAR TODATE 31-Dec-14 RM'000	PRECEDING YEAR 31-Dec-13 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Taxation	2,687	706
Adjustments for:		
Depreciation and amortisation	747	860
Interest income	-274	-218
Interest expenses	163	171
Gain on disposal of PPE	-15	-
Share of result of associate	-182	1,343
Operating profit before working capital changes	3,126	2,862
Changes in Inventories	6	-1
Changes in receivables, deposits and prepayments	202	21
Changes in amount due from associate	-602	-2,622
Changes in payables and accruals	-21	-167
Cash generated from operating activities	2,711	93
Tax (paid)/refund	-74	25
Net cash generated from operating activities	2,637	118
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	-53	-75
Interest income	274	218
Net cash generated from Investing activities	221	143
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank borrowings	-198	-195
Interest paid	-163	-171
Net cash used in financing activities	-361	-366
Net increase/(decrease) in cash and cash equivalents	2,497	-105
Cash and cash equivalents at beginning of year	13,043	11,141
Cash and cash equivalents at end of financial period	15,540	11,036

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-Dec-14 RM'000	31-Dec-13 RM'000
Deposit with licensed banks and financial institutions	12,383	9,352
Cash and bank balances	3,157	1,684
	15,540	11,036

The above Condensed Consolidated Cash Flow Statement should be read in conjunction
with the Audited Financial Statements for the year ended 31 March 2014

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
31 DECEMBER 2014

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.

These interim financial reports should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2014.

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 2014, except for the adoption of those relevant mandatory new/revised accounting standards for annual financial periods beginning on or after 1 April 2014.

The following MFRS has been issued but not yet effective:

MRFS 9 : Financial Instruments - Classification and measurement of financial assets and financial liabilities
(effective 1 January 2015)

The adoption of the above MFRS is not expected to have any significant impact to the Group.

2 Status of Audit Qualification

The annual financial statements for the year ended 31 March 2014 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 period 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 period 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 period under review.

7 Dividend Paid

No dividend has been paid for the financial period under review.

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
31 DECEMBER 2014

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 December 2014							
Revenue from external customers	3,099	215	3,374	985	270	-	7,943
Inter-segment revenue	-	335	-	-	225	-560	-
Total Revenue	3,099	550	3,374	985	495	-560	7,943
Segment Result	164	-277	3,150	-197	1,405	-1,851	2,394
Interest income							274
Finance costs							-163
Share of Profit on Associate							182
Profit before Tax							2,687
Segment Assets	2,156	3,036	5,986	3,331	9,072		23,581
Unallocated assets							12,887
							36,468
Segment Liabilities	276	1,620	332	161	406		2,795
Unallocated liabilities							3,878
							6,673

9 Subsequent Events

There were no material events subsequent to the end of the current financial period-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 period under review :-

- i) A subsidiary, Enselini International Limited, incorporated in the British Virgin Islands, had been successfully struck off the register of the Registrar of Corporate Affairs in 1st Quarter ended 30 June 2014.

11 Contingent liabilities

Saved as disclosed below, the Group did not have any material contingent liabilities as at 6 February 2015 (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 latest audited financial statements, a third party commenced an action against Rich Lee Holdings Sdn. Bhd. ("RLHSB"), a wholly owned subsidiary, in respect of a loan amounting to RM1.335 million purportedly given to RLHSB in 2007. RLHSB was acquired on 10 June 2009 and based on available records of RLHSB, there is no indication of the existence of such a loan. RLHSB is disputing the claim. On 21 June 2013, the Court had dismissed the third party's action against RLHSB. On 8 July 2013, the third party filed an appeal against the Court's decision but the appeal had been dismissed by the Court of Appeal on 10 October 2013. Subsequent to this, the third party's application for leave to appeal to the Federal Court had been dismissed by the Court on 24 June 2014.

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
 31 DECEMBER 2014

12 Capital Commitments

The Group did not have any material capital commitment as at 6 February 2015 (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-Dec-14
	RM'000
Management fees receivable	225
	225

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

	As at
	31-Dec-14
	RM'000
Rental receivable	269
	269

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
 31 DECEMBER 2014

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 RM7.943 million and a pre-tax profit of RM2.687 million for the financial period ended 31 December 2014 against the preceding year's corresponding period turnover of RM7.788 million and a pre-tax profit of RM0.706 million.

The gaming operations in Vietnam and Cambodia achieved a higher revenue of RM3.374 million and a pre-tax profit of RM2.731 million against a revenue of RM2.621 million and a pre-tax profit of RM2.152 million in the preceding year's corresponding period. Despite an improved revenue in 2014, the elimination of inter-company debts and provisions arising from the striking off of a subsidiary has reduced this division's pre-tax profit by RM0.419 million.

After due consideration of the new annual royalty fee imposed by the Nepalese government, the Board has decided to close the casino in Nepal as it is no longer feasible. The casino was suspended since September 2013 and full provisions and impairments have been made in the last audited financial statements ended 31 March 2014. The electronic gaming outlets in Nepal which was closed in April 2014, is now re-opened in August 2014. Our share of profit on associate amounted to RM0.182 million against a share of loss of RM1.343 in the preceding year's corresponding period.

The manufacturing division registered a lower revenue of RM3.099 million and a pre-tax profit of RM0.465 million, against a revenue of RM3.501 million and a pre-tax profit of RM0.691 million in the preceding year's corresponding period. This is mainly due to smaller sales order from a major overseas customer.

As expected, the consumer financing business continue to record a lower profit with a declining revenue of RM0.215 million and a pre-tax loss of RM0.017 million due to a declining loan base as the Company had ceased this business.

The hotel operation in Laos remained loss-making, with a 9% decrease in revenue to RM0.985 million, and a higher pre-tax loss of RM0.202 million, as compared to a pre-tax loss of RM0.151 million in the preceding year's corresponding period.

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

For the 3rd quarter ended 31 December 2014, the Group achieved a turnover of RM2.609 million and generated a pre-tax profit of RM1.155 million as compared to a revenue of RM2.151 million and pre-tax profit of RM0.653 million in the preceding quarter ended 30 September 2014.

The improved result in the current quarter was mainly attributable to the following factors :

- i) The Vietnam operations registered a higher pre-tax profit of RM0.892 million against a pre-tax profit of RM0.731 million in the preceding quarter.
- ii) The various company functions booked and held in our hotel in November and December 2014 boosted the revenue of the hotel division, which resulted in a lower pre-tax loss of RM0.035 million against a pre-tax loss of RM0.127 million in the preceding quarter.
- iii) The re-opening of the electronic gaming outlets in Nepal in August 2014 has resulted in a higher share of pre-tax profit on associate of RM0.263 million, as compared to a share of pre-tax profit of RM0.053 million in the preceding quarter.

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
31 DECEMBER 2014

3 Realised and Unrealised Profits/Losses

	As at 31-Dec-14 RM'000	As at 31-Mar-14 RM'000
Total accumulated losses of the Group :		
Realised	-36,253	-37,640
Unrealised	-635	-635
	<u>-36,888</u>	<u>-38,275</u>
Total accumulated losses from the associate :		
Realised	182	-4,558
	<u>-36,706</u>	<u>-42,833</u>
Consol adjustments	18,610	21,681
Total accumulated losses	<u>-18,096</u>	<u>-21,152</u>

4 Prospects

- i) The consumer finance business will continue to contribute positively to the 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 ensure the competitiveness of its products.
- iii) Management fees derived from provision of equipment, operation and management services for an e-gaming club in Nha Trang, Vietnam will end in mid-April 2015.
- iv) Our gaming operations on a revenue sharing basis with a casino in Cambodia is expected to contribute positively to the long term earnings of the Group.
- v) 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) After due consideration of the new annual royalty fee imposed by the Nepalese government, the Board has decided to closed the casino in Nepal as it is no longer feasible. The electronic gaming outlets in Nepal which was closed in April 2014, is now re-opened in August 2014. These outlets are expected to contribute positively to the 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-Dec-14 RM'000
<u>Current tax expenses</u>	
Current year	53
Total	<u>53</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.

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

NOTES TO THE QUARTERLY REPORT FOR THE FINANCIAL QUARTER ENDED
31 DECEMBER 2014

7 Status of corporate proposals

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

8 Group Borrowings and Debt Securities

The Group borrowings and debt securities as at 31 December 2014 are as follows:-

	RM'000
A Short Term Borrowings	
Secured	
Term loan	210
Hire purchase obligation	22
	232
	232
B Long Term Borrowings	
Secured	
Term loan	3,643
Hire purchase obligation	3
	3,646
	3,646

9 Material pending litigation

The Group was not engaged in any material / material pending litigation as at 6 February 2015 (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 period.

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 December 2014 have been seen and approved by the Board of Directors of Widetech (Malaysia) Berhad on 11 February 2015 for release to the Bursa Securities.

BY ORDER OF THE BOARD

Lim Seck Wah
Tang Chi Hoe (Kevin)
Company Secretaries

Dated this 11th day of February 2015