

**THETA EDGE BERHAD** (260002-W)  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/03/2013 RM'000	Preceding Year Corresponding Quarter Ended 31/03/2012 RM'000	Current Year To Date Ended 31/03/2013 RM'000	Preceding Year Corresponding Period Ended 31/03/2012 RM'000
1. Revenue	13,024	19,370	13,024	19,370
2. Gross Profit	489	1,656	489	1,656
3. Loss before taxation	(3,281)	(1,492)	(3,281)	(1,492)
4. Loss after taxation	(3,281)	(1,494)	(3,281)	(1,494)
5. Loss for the period	(3,281)	(1,494)	(3,281)	(1,494)
6. Loss attributable to owners of the Company	(3,281)	(1,494)	(3,281)	(1,494)
7. Basic loss per share (sen)	(3.06)	(1.39)	(3.06)	(1.39)
8. Proposed/Declared dividend per share (sen)	-	-	-	-
			<b>As At End Of Current Quarter</b>	<b>As At Preceding Financial Year End</b>
8. Net assets per share attributable to owners of the Company (RM)			0.71	0.74

**Additional Information**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/03/2013 RM'000	Preceding Year Corresponding Quarter Ended 31/03/2012 RM'000	Current Year To Date Ended 31/03/2013 RM'000	Preceding Year Corresponding Period Ended 31/03/2012 RM'000
1. Gross income from short term investments	90	185	90	185
2. Gross borrowing costs	(17)	(44)	(17)	(44)

**THETA EDGE BERHAD (260002-W)**  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/03/2013 RM'000	Preceding Year Corresponding Quarter Ended 31/03/2012 RM'000	Current Year To Date Ended 31/03/2013 RM'000	Preceding Year Corresponding Period Ended 31/03/2012 RM'000
<b>Revenue</b>	<b>13,024</b>	<b>19,370</b>	<b>13,024</b>	<b>19,370</b>
Cost of sales	(12,535)	(17,714)	(12,535)	(17,714)
<b>Gross Profit</b>	<u>489</u>	<u>1,656</u>	<u>489</u>	<u>1,656</u>
Other operating income	-	77	-	77
Operating expenses	<u>(2,750)</u>	<u>(2,657)</u>	<u>(2,750)</u>	<u>(2,657)</u>
<b>Loss from operations</b>	<b>(2,261)</b>	<b>(924)</b>	<b>(2,261)</b>	<b>(924)</b>
Income from short term investments	90	185	90	185
Depreciation & Amortisation	(941)	(764)	(941)	(764)
Borrowing costs	(17)	(44)	(17)	(44)
Allowances and non cash expenses	-	55	-	55
Share of loss of equity-accounted investees	<u>(152)</u>	<u>-</u>	<u>(152)</u>	<u>-</u>
<b>Loss before taxation</b>	<b>(3,281)</b>	<b>(1,492)</b>	<b>(3,281)</b>	<b>(1,492)</b>
Taxation	-	(2)	-	(2)
<b>Loss for the period</b>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>
Other comprehensive income, net of taxation	-	-	-	-
<b>Total comprehensive loss for the period</b>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>
<b>Loss attributable to :</b>				
Owners of the Company	(3,281)	(1,494)	(3,281)	(1,494)
Non-controlling interest	-	-	-	-
<b>Loss for the period</b>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>
<b>Total comprehensive loss attributable to:</b>				
Owners of the Company	(3,281)	(1,494)	(3,281)	(1,494)
Non-controlling interest	-	-	-	-
<b>Total comprehensive loss for the period</b>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>	<u><b>(3,281)</b></u>	<u><b>(1,494)</b></u>
<b>Loss per ordinary share (sen)</b>				
Basic	(3.06)	(1.39)	(3.06)	(1.39)
Diluted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The unaudited condensed Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012

**THETA EDGE BERHAD (260002-W)**  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2013**

	Unaudited As At 31/03/2013 RM'000	Audited As At 31/12/2012 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	7,012	7,944
Investment in jointly-controlled entity	1,711	1,863
Goodwill on consolidation	657	657
Intangible assets	3,676	3,565
Deferred income tax assets	3,902	3,902
	16,958	17,931
<b>Current assets</b>		
Inventories	16,351	15,932
Receivables	31,138	40,763
Deposits, cash and bank balances	17,867	17,842
	65,356	74,537
<b>Total assets</b>	<b>82,314</b>	<b>92,468</b>
<b>EQUITY</b>		
<b>Capital and reserves attributable to the Company's equity holders</b>		
Share capital	107,241	107,241
Reserves	(31,224)	(27,943)
<b>Shareholder's fund / Total equity</b>	<b>76,017</b>	<b>79,298</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Payables	5,932	12,282
Hire Purchase	91	91
Bank borrowings	-	500
	6,023	12,873
<b>Non Current liabilities</b>		
Hire Purchase	274	297
	274	297
<b>Total liabilities</b>	<b>6,297</b>	<b>13,170</b>
<b>Total equity and liabilities</b>	<b>82,314</b>	<b>92,468</b>

The unaudited condensed Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012.

**THETA EDGE BERHAD (260002-W)**  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2013**

	<u>Non-distributable</u>		<u>Distributable</u> Reserves	
	Share Capital RM'000	Other Reserves RM'000	Attributable To Revenue RM'000	Total Equity RM'000
<b><u>3 months ended 31 March 2012</u></b>				
At 1 January 2012 (audited)	107,241	1,897	(22,868)	<b>86,270</b>
Comprehensive loss for the financial period	-	-	(1,494)	<b>(1,494)</b>
At 31 March 2012 (Unaudited)	<u>107,241</u>	<u>1,897</u>	<u>(24,362)</u>	<u><b>84,776</b></u>
<b><u>3 months ended 31 March 2013</u></b>				
At 1 January 2013 (audited)	107,241	1,897	(29,840)	<b>79,298</b>
Comprehensive loss for the financial period	-	-	(3,281)	<b>(3,281)</b>
At 31 March 2013 (Unaudited)	<u>107,241</u>	<u>1,897</u>	<u>(33,121)</u>	<u><b>76,017</b></u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012

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**QUARTERLY REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2013**

	3 Months Ended	
	Unaudited 31/03/2013 RM'000	Audited 31/12/2012 RM'000
<b>Cash flow used in operating activities</b>		
Net loss before taxation	(3,129)	(6,906)
<b>Adjustments for:</b>		
Depreciation & Amortisation of PPE	941	3,507
Borrowing costs	17	227
Income from Short term investments	(90)	(544)
Allowances and other non cash items	-	(2,648)
Share of loss of equity-accounted investees	-	1,137
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<b>Operating loss before working capital changes</b>	<b>(2,261)</b>	<b>(5,227)</b>
<b>Movements in working capital</b>		
(Increase)/Decrease in inventories	(419)	1,493
Decrease/(Increase) In receivables	9,625	(3,803)
(Decrease)/Increase in payables	(6,350)	303
<b>Cash flow from/(used in) operations</b>	<b>595</b>	<b>(7,234)</b>
Taxation paid	-	(82)
Borrowing costs paid	(17)	(227)
Income from Short term investments received	90	544
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<b>Net cash flow from/(used in) operating activities</b>	<b>668</b>	<b>(6,999)</b>
<b>Cash flow from investing activities</b>		
Acquisition of property, plant & equipment	(9)	(3,656)
Increase in development cost	(111)	(593)
Investment in associated company	(120)	(3,000)
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<b>Cash flow from financing activities</b>		
Bank borrowings	(500)	(500)
Hire purchase	(23)	(55)
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<b>Net movement in cash and cash equivalents</b>	<b>25</b>	<b>(14,803)</b>
Cash and cash equivalents at beginning of financial period	17,842	32,645
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<b>Cash and cash equivalents at end of financial period</b>	<b>17,867</b>	<b>17,842</b>
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<b>Cash and cash equivalents consist of:</b>		
Cash & bank balances	8,179	9,087
Deposits	9,688	8,755
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	<b>17,867</b>	<b>17,842</b>
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The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2012