

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**  
**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND**  
**OTHER COMPREHENSIVE INCOME**

*(The figures have not been audited)*

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30.06.2016</b>	<b>30.06.2015</b>	<b>30.06.2016</b>	<b>30.06.2015</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	5,866	5,820	12,087	12,618
Cost of sales	(2,447)	(1,861)	(4,766)	(3,845)
<b>Gross profit</b>	<b>3,419</b>	<b>3,959</b>	<b>7,321</b>	<b>8,773</b>
Other income	178	131	299	246
Other operating expenses	(575)	(498)	(1,115)	(1,012)
Marketing expenses	(32)	(16)	(67)	(85)
Administrative expenses	(1,594)	(1,251)	(2,826)	(2,755)
Finance costs	-	-	-	(1)
<b>Profit before tax</b>	<b>1,395</b>	<b>2,325</b>	<b>3,612</b>	<b>5,166</b>
Tax expense	(351)	(579)	(964)	(1,304)
<b>Profit for the period</b>	<b>1,044</b>	<b>1,746</b>	<b>2,648</b>	<b>3,862</b>
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>1,044</b>	<b>1,746</b>	<b>2,648</b>	<b>3,862</b>
<b>Profit for the period attributable to:</b>				
Owners of the parent	1,052	1,774	2,793	3,952
Non-controlling interests	(8)	(28)	(145)	(90)
	<b>1,044</b>	<b>1,746</b>	<b>2,648</b>	<b>3,862</b>
<b>Earnings per share</b>				
- Basic (sen)	<b>0.51</b>	<b>0.86</b>	<b>1.35</b>	<b>1.91</b>
- Diluted (sen)	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

*(The unaudited Condensed Consolidated Statements of 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.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*(The figures have not been audited)*

	Note	(Unaudited) 30.06.2016 RM'000	(Audited) 31.12.2015 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		16,514	17,257
Development costs		9,417	10,026
Goodwill on consolidation		32	32
<b>Total non-current assets</b>		25,963	27,315
<b>Current assets</b>			
Inventories		33	79
Trade and other receivables		6,817	7,912
Cash and cash equivalents	B7	19,632	19,702
<b>Total current assets</b>		26,482	27,693
<b>TOTAL ASSETS</b>		<b>52,445</b>	<b>55,008</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		20,677	20,677
Reserves		21,921	23,263
		42,598	43,940
Non-controlling interests		(9)	506
<b>TOTAL EQUITY</b>		<b>42,589</b>	<b>44,446</b>

*(The unaudited Condensed Consolidated Statements of 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.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

*(The figures have not been audited)*

	Note	(Unaudited) 30.06.2016 RM'000	(Audited) 31.12.2015 RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>(continued)</b>			
<b>Non-current liabilities</b>			
Borrowings	B8	4,730	5,221
Deferred tax liabilities		77	77
<b>Total non-current liabilities</b>		4,807	5,298
<b>Current liabilities</b>			
Trade and other payables		3,079	3,578
Borrowings	B8	981	981
Current tax liabilities		989	705
<b>Total current liabilities</b>		5,049	5,264
<b>TOTAL LIABILITIES</b>		9,856	10,562
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>52,445</b>	<b>55,008</b>
<b>Net assets per share attributable to equity holders of the Company (RM)</b>		0.21	0.21

*(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.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

*(The figures have not been audited)*

	<b>Share Capital RM'000</b>	<b>Retained Earnings RM'000</b>	<b>Total Attributable to the Owners of the Parent RM'000</b>	<b>Non- Controlling Interests RM'000</b>	<b>Total Equity RM'000</b>
<u>6 Months Period Ended</u>					
<u>30 June 2016</u>					
At 1 January 2016	20,677	23,263	43,940	506	<b>44,446</b>
Total comprehensive income for the period	-	3,065	3,065	(144)	<b>2,921</b>
Disposal of investment in subsidiary	-	(272)	(272)	(371)	<b>(643)</b>
	-	(4,135)	(4,135)	-	<b>(4,135)</b>
Dividend paid					
At 30 June 2016	<u>20,677</u>	<u>21,921</u>	<u>42,598</u>	<u>(9)</u>	<u><b>42,589</b></u>
<u>6 Months Period Ended</u>					
<u>30 June 2015</u>					
At 1 January 2015	20,677	21,914	42,591	491	<b>43,082</b>
Total comprehensive income for the period	-	3,953	3,953	(91)	<b>3,862</b>
Dividend paid	-	(4,135)	(4,135)	-	<b>(4,135)</b>
At 30 June 2015	<u>20,677</u>	<u>21,732</u>	<u>42,409</u>	<u>400</u>	<u><b>42,809</b></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.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

*(The figures have not been audited)*

	<b>6 Months Period Ended</b>	
	<b>30.06.2016</b>	<b>30.06.2015</b>
<b>Note</b>	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	3,821	5,166
Adjustments for:		
Amortisation of development costs	868	714
Depreciation of property, plant and equipment	733	749
Unrealised loss/(gain) on foreign exchange	19	(37)
Gain on disposal of property, plant and equipment	(22)	(22)
Property, plant and equipment written off	96	-
Gain on disposal of investment	-	-
Interest expense	-	1
Interest income from deposits with licensed banks	(244)	(168)
Operating profit before working capital changes	5,271	6,403
Changes in working capital:		
Increase in inventories	46	(14)
Decrease/(Increase) in trade and other receivables	1,279	(2,871)
(Decrease) in trade and other payables	(270)	(171)
Increase in development cost	(1,068)	(1,363)
Cash generated from operations	5,258	1,984
Tax paid	(680)	(650)
<b>Net cash from operating activities</b>	<b>4,578</b>	<b>1,334</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	244	168
Effect on cash flow from disposal of subsidiary	(137)	-
Purchase of property, plant and equipment	(126)	(251)
Proceeds from disposal of property, plant and equipment	24	48
<b>Net cash used in investing activities</b>	<b>5</b>	<b>(35)</b>

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 June 2016**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*(The figures have not been audited)*

		<b>6 Months Period Ended</b>	
	<b>Note</b>	<b>30.06.2016</b>	<b>30.06.2015</b>
		<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of			
- Hire purchas liabilities		-	(51)
- Term loan		(491)	(491)
Interest paid		-	(1)
Dividend paid		(4,135)	(4,135)
<b>Net cash used in financing activities</b>		<b>(4,626)</b>	<b>(4,678)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(43)</b>	<b>(3,379)</b>
<b>Effects of exchange rate changes</b>		<b>(28)</b>	<b>25</b>
<b>Cash and cash equivalents at 1 January</b>		<b>19,702</b>	<b>20,547</b>
<b>Cash and cash equivalents at 31 December</b>	<b>B7</b>	<b>19,631</b>	<b>17,193</b>

Notes:

\* Denotes amount less than RM1,000

*(The unaudited Condensed Consolidated Statements of Cash Flows 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.)*

## **A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)**

### **A1. Basis of Preparation**

The unaudited interim financial statements, for the period ended 30 June 2016, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transaction that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2015.

Since the previous annual audited financial statements as at 31 December 2015 were issued, the Group has adopted the Malaysia Financial Reporting Standards (“MFRS”) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converged Malaysia’s existing Financial Reporting Standards (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board.

At the date of issuance of this unaudited interim financial statements, the MFRSs, amendments to MFRSs and IC Interpretation have been issued by MASB but not yet effective are as listed below:

#### **Effective from financial period beginning on or after 1 January 2016**

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been early adopted by the Group and the Company.

<b>Title</b>	<b>Effective Date</b>
MFRS 14 <i>Regulatory Deferral Accounts</i>	1 January 2016
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associates or Joint Venture</i>	Deferred
Amendments to MFRS 10, MFRS 12 and MFRS 128 <i>Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Amendments to MFRS 101 <i>Disclosure Initiative</i>	1 January 2016
Amendments to MFRS 116 and MFRS 138 <i>Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to MFRS 11 <i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to MFRS 116 and MFRS 141 <i>Agriculture: Bearer Plants</i>	1 January 2016
Amendments to MFRS 127 <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to MFRSs <i>Annual Improvements to 2012-2014 Cycle</i>	1 January 2016
MFRS 9 <i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
MFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

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**A1. Basis of Preparation (continue)**

The Group is in the process of accessing the impact of implementing these standards and amendments, since the effect will only be observable for the future financial year.

**A2. Auditors’ Report on Preceding Annual Financial Statements**

The auditors' report on the audited annual financial statements for the financial year ended 31 December 2015 was not qualified.

**A3. Seasonality or Cyclicalities of Interim Operations**

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

During the current financial quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5. Material Changes in Accounting Estimates**

There was no material changes in estimates of amounts reported in the prior financial year that has a material effect on the current financial quarter under review.

**A6. Issuances, Cancellation, Repurchases, Resale and Repayments of Debts and Equity Securities**

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

**A7. Dividends Paid and Distributed**

On 24 February 2015, the Board of Directors had declared a first interim tax exempt dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 31 March 2015.

On 26 May 2015, the Board of Directors had declared a second interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 30 June 2015.

On 20 November 2015, the Board of Directors had declared a third interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 23 December 2015.



**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)  
(continued)**

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**A7. Dividends Paid and Distributed (continue)**

On 25 February 2016, the Board of Directors had declared a first interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 25 March 2016.

On 31 May 2016, the Board of Directors had declared a second interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 1 July 2016.

**A8. Segmental Reporting**

Segment information is presented in respect of the Group’s business segments.

- (i) Application Solutions (“AS”)
  - Sales of software applications and product on an outright purchase basis.
- (ii) Application Services Providers (“ASP”)
  - Income from outsourcing service charge which is volume and transaction based.
- (iii) Maintenance Services
  - Provision of maintenance services.

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A8. Segmental Reporting**

**(a) Individual quarter**

<b><u>3 Months Period Ended</u></b> <b><u>30 June 2016</u></b>	<b>AS</b> <b>RM'000</b>	<b>ASP</b> <b>RM'000</b>	<b>Maintenance</b> <b>Services</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>Revenue</b>				
Total revenue	1,348	4,201	494	6,043
Inter-segment revenue	(17)	(160)	-	(177)
Revenue from external customers	1,332	4,041	494	5,866
<b>Results</b>				
Segment results	139	897	238	1,274
Finance costs	-	-	-	-
Interest income from deposits with licensed bank				121
Profit before tax				1,395
Income tax expense				(351)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>1,044</b>

<b><u>3 Months Period Ended</u></b> <b><u>30 June 2015</u></b>	<b>AS</b> <b>RM'000</b>	<b>ASP</b> <b>RM'000</b>	<b>Maintenance</b> <b>Services</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>Revenue</b>				
Total revenue	1,654	3,807	480	5,941
Inter-segment revenue	-	(122)	-	(122)
Revenue from external customers	1,654	3,685	480	5,819
<b>Results</b>				
Segment results	572	1,382	296	2,250
Finance costs	-	-	-	-
Interest income from deposits with licensed bank				75
Profit before tax				2,325
Income tax expense				(579)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>1,746</b>

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A8. Segmental Reporting (continued)**

(b) Cumulative quarter

<b><u>6 Months Period Ended</u></b> <b><u>30 June 2016</u></b>	<b>AS</b> <b>RM'000</b>	<b>ASP</b> <b>RM'000</b>	<b>Maintenance</b> <b>Services</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>Revenue</b>				
Total revenue	3,201	8,218	967	12,386
Inter-segment revenue	(17)	(282)	-	(299)
Revenue from external customers	3,184	7,936	967	12,087
<b>Results</b>				
Segment results	792	2,055	523	3,369
Finance costs	-	-	-	-
Interest income from deposits with licensed bank				243
Profit before tax				2,218
Income tax expense				(964)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>2,648</b>

<b><u>6 Months Period Ended</u></b> <b><u>30 June 2015</u></b>	<b>AS</b> <b>RM'000</b>	<b>ASP</b> <b>RM'000</b>	<b>Maintenance</b> <b>Services</b> <b>RM'000</b>	<b>Total</b> <b>RM'000</b>
<b>Revenue</b>				
Total revenue	4,102	7,835	930	12,867
Inter-segment revenue	-	(250)	-	(250)
Revenue from external customers	4,102	7,585	930	12,617
<b>Results</b>				
Segment results	1,366	3,084	547	4,997
Finance costs	-	(1)	-	(1)
Interest income from deposits with licensed bank				170
Profit before tax				5,166
Income tax expense				(1,304)
<b>Net profit for the period / Total comprehensive income for the period</b>				<b>3,862</b>

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)**

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**A9. Subsequent Material Event**

There was no material event subsequent to the current financial quarter ended 31 March 2016 up to the date of the announcement of this report which is likely to substantially affect the results of the operations of the Group for the current financial quarter under review.

**A10. Changes in the Composition of the Group**

Following the disposal of the entire shareholdings of 130,000 ordinary shares of RM1.00 each in Capital Market Risk Advisor Sdn. Bhd. ("CMRA"), representing 52% of the total issued and paid up share capital of CMRA, to Mr. Teh Kheng Wan Michael (NRIC No. 670704-71-5059) for a total cash consideration of RM416,000.00 (the "Disposal") on 31 May 2016. CMRA shall ceased to be a subsidiary of EFORCE.

**A11. Changes in Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets for the current financial quarter under review.

**A12. Recurrent Related Party Transactions ("RRPT")**

There were no RRPT in the Group during the current financial quarter under review.

**A13. Capital Commitments**

As at 30 June 2016, the Group has no material capital commitment in respect of property, plant and equipment.

## **B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)**

### **B1. Review of Group's Performance**

#### *Current Year -to date vs. Previous Year-to date*

For the 6 months ended 30 June 2016, the Group registered a turnover of RM12.09 million, decrease by 4% or RM531K compared to the same corresponding period a year ago. The drop in revenue is mainly attributed by lower contribution from Application Solution (AS) segment.

The profit before tax (PBT) for the period under review stood at RM3.61 million, lower by RM1.55 million or 30% as compared to the same period last year. The drop in revenue was mainly due to lower sales and higher operating cost, higher amortisation charged out is one of the factor lead to increased in operating cost.

The profit after tax (PAT) recorded at RM2.65 million, a decrease of RM1.21 million or 31% compared to same corresponding period last year.

### **B2. Variation of Results against Preceding Quarter**

	<b>Q2 2016</b>	<b>Q1 2016</b>	<b>&lt; ----- Increase ----- &gt;</b>	
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	5,866	6,221	(355)	(6)
PBT	1,395	2,217	(822)	(37)
PAT	1,044	1,605	(561)	(35)

The Group's revenue for current quarter record at RM5.87 million, decrease by RM355K or 6% compared to immediate preceding quarter. This was attributed by lower revenue recorded in Application Solution segment (AS).

PBT in current quarter stood at RM1.4 million, a decrease of 37% or RM822K compared to immediate preceding quarter mainly due to lower sales and higher operating cost, partly due to higher amortisation charged out compared to first quarter of 2016.

PAT recorded at RM1.04 million, decrease of 35% or RM561K as compared to immediate preceding quarter.

### **B3. Prospects for 2016**

Despite the uncertain global economic outlook, the Group is committed to improved and enhanced on its product quality and services. The Group believes that focusing on its core business segments shall remain its priority. In the coming months, the Group shall evaluate and consider aligning its current internal Group business activities. Notwithstanding the foregoing, the Board is confident that current financial year's result shall be satisfactory.

### **B4. Variance of Profit Forecast and Shortfall in Profit Guarantee**

The Group has not issued any profit forecast nor profit guarantee for the current financial quarter under review and the financial period to-date.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B5. Taxation**

The taxation charge for the individual financial quarter and the cumulative financial quarter are as follows:

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30.06.16</b>	<b>30.06.15</b>	<b>30.06.16</b>	<b>30.06.15</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Income tax	351	579	964	1,304
Deferred tax	-	-	-	-
	<u>351</u>	<u>579</u>	<u>964</u>	<u>1,304</u>

**B6. Status of Corporate Proposals**

There were no corporate proposals announced as at the date of this quarterly report.

**B7. Cash and cash equivalents**

The Group cash and cash equivalents as at 30 June 2016 comprise of:-

	<b>RM'000</b>
Cash in hand	16
Cash at banks	7,286
Short term fund - Investment in fixed income trust funds	12,329
	<u>19,631</u>

**B8. Group Borrowings and Debt Securities**

The Group borrowings as at 30 June 2016 were as follow:-

	<b>Term Loan RM'000</b>
Current	981
Non-current	4,731
	<u>5,712</u>

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

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**B9. Off Balance Sheet Financial Instruments**

The Company does not have any off balance sheet financial instruments as at the date of this report.

**B10. Material Litigation**

No further update on the legal litigation on CMRA as its has been ceased to be a subsidiary on 31 May 2016.

**B11. Dividends**

On 24 February 2015, the Board of Directors had declared a first interim tax exempt dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 31 March 2015.

On 26 May 2015, the Board of Directors had declared a second interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 30 June 2015.

On 20 November 2015, the Board of Directors had declared a third interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2015. The dividend was paid to the shareholders of EForce on 23 December 2015.

On 25 February 2016, the Board of Directors had declared a first interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 25 March 2016.

On 31 May 2016, the Board of Directors had declared a second interim single tier dividend of 10% equivalent 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.06 million in respect of financial year ending 31 December 2016. The dividend was paid to the shareholders of EForce on 1 July 2016.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B12. Earnings per Share ("EPS")**

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30.06.16</b>	<b>30.06.15</b>	<b>30.06.16</b>	<b>30.06.15</b>
<b><u>(a) Basic EPS</u></b>				
Net profit attributable to the equity holders of the Company (RM'000)	1,052	1,774	2,793	3,952
Weighted average number of ordinary shares in issue ('000)	206,768	206,768	206,768	206,768
Basic EPS (sen)	<u>0.51</u>	<u>1.86</u>	<u>1.35</u>	<u>1.91</u>

The calculation of the basic EPS is based on the net profit attributable to equity holders of the parent for the current financial quarter ended 30 June 2016, divided by the weighted average number of ordinary shares outstanding during the financial year.

**B12. Earnings per Share ("EPS") (continue)**

**(b) Diluted EPS**

The diluted earnings per ordinary share is same as the basic earnings per share because the effect of the assumed conversion of warrants will be anti-dilutive and the Company has no other dilutive potential ordinary share in issue as at the end of the reporting period.

**B13. Realised and Unrealised Profits**

The breakdown of retained profits of the Group as at 30 June 2016 into realised and unrealised profits, pursuant to the directive issued by Bursa Securities dated 25 March 2010, is as follow:

	<b>As at 30.06.16 RM'000</b>	<b>As at 30.06.15 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	21,640	21,831
- Unrealised (loss) / profit	(57)	(383)
	<u>21,583</u>	<u>21,448</u>
Add: Consolidation adjustments	238	284
Total Group retained profits as per consolidated accounts	<u>21,921</u>	<u>21,732</u>

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.



**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (continued)**

**B14. Profit for the Period**

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30.06.16</b>	<b>30.06.15</b>	<b>30.06.16</b>	<b>30.06.15</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Profit for the period is arrived after charging:</b>				
Amortisation of development costs	461	357	936	714
Depreciation of property, plant and equipment	359	361	737	722
Finance costs	-	-	-	1
Loss on foreign exchange	-	-	66	1
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>and after crediting:</b>				
Gain on disposal of property, plant and equipment	-	22	22	22
Gain on foreign exchange	12	23	12	44
Interest income from deposits with licensed bank	122	75	243	168
Rental income	15	-	30	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

Notes:

\* Denotes amount less than RM1,000