

**DVM TECHNOLOGY BERHAD (609953-K)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME****for first quarter ended 31 March 2014***(The figures have not been audited)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	2014 CURRENT QUARTER <u>31/03/2014</u> RM'000	2013 PRECEDING YEAR CORRESPONDING QUARTER <u>31/03/2013</u> RM'000	2014 CURRENT YEAR TO DATE <u>31/03/2014</u> RM'000	2013 PRECEDING YEAR CORRESPONDING PERIOD <u>31/03/2013</u> RM'000
REVENUE	<u>8,601</u>	<u>3,391</u>	<u>8,601</u>	<u>3,391</u>
Operating profit	156	559	156	559
Other income	308	173	308	173
Amortisation and depreciation	(446)	(578)	(446)	(578)
Interest expense	(6)	(148)	(6)	(148)
Gain on fair value - Property	0	0	0	0
Share of results of associate company	22	(15)	22	(15)
<b>Profit/(loss) before taxation</b>	<u>34</u>	<u>(9)</u>	<u>34</u>	<u>(9)</u>
Taxation	0	0	0	0
<b>Profit/(loss) after taxation</b>	<u><u>34</u></u>	<u><u>(9)</u></u>	<u><u>34</u></u>	<u><u>(9)</u></u>
<b>Profit/(loss) attributable to:</b>				
Equity holders of the company	34	(3)	34	(3)
Non-controlling interest	0	(6)	0	(6)
<b>Profit/(loss) after taxation</b>	<u><u>34</u></u>	<u><u>(9)</u></u>	<u><u>34</u></u>	<u><u>(9)</u></u>
Weighted average number of shares in issue ('000)	580,800	193,600	580,800	193,600
Earnings per share (sen) - basic	0.01	(0.00)	0.01	(0.00)

The unaudited condensed consolidated statement of profit and loss and other comprehensive income should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial statements.

**DVM TECHNOLOGY BERHAD (609953-K)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**as at 31 March 2014**  
*(The figures have not been audited)*

	<b>AS AT END OF CURRENT QUARTER 3/31/2014 (Unaudited)</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 12/31/2013 (Audited)</b>
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant and Equipment	11,624	11,598
Development Expenditure	485	615
Investment in Associate	160	138
Other investment	1,468	-
Goodwill	39	-
	<u>13,776</u>	<u>12,351</u>
<b>Current Assets</b>		
Inventories	545	545
Trade and other receivables	13,077	16,117
Tax recoverable	32	28
Fixed deposits with licensed banks	1,067	21,067
Cash and bank balances	21,535	5,858
	<u>36,256</u>	<u>43,615</u>
<b>TOTAL ASSETS</b>	<u><u>50,032</u></u>	<u><u>55,966</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Issued capital	58,080	58,080
Share premium	10,275	10,275
Accumulated Loss	(26,504)	(26,538)
Warrants reserve	3,775	3,775
	<u>45,626</u>	<u>45,592</u>
Non-controlling interest	(1,105)	(1,105)
<b>Total Equity</b>	<u>44,521</u>	<u>44,487</u>
<b>Non-current Liability</b>		
Deferred tax liabilities	1,724	1,724
Borrowings	270	125
	<u>1,994</u>	<u>1,849</u>
<b>Current Liabilities</b>		
Trade and other payables	3,453	9,605
Bank borrowings	64	25
	<u>3,517</u>	<u>9,630</u>
<b>Total Liabilities</b>	<u>5,511</u>	<u>11,479</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>50,032</u></u>	<u><u>55,966</u></u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.08	0.08

The unaudited condensed consolidated Balance Sheet should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial statements.

**DVM TECHNOLOGY BERHAD (609953-K)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**for first quarter ended 31 March 2014**  
*(The figures have not been audited)*

	<b>3-MONTHS ENDED</b> <b>31/03/14</b> (Unaudited) RM'000	<b>12-MONTHS ENDED</b> <b>31/12/13</b> (Audited) RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	34	(2,450)
Adjustment for:		
Non-cash items	452	4,480
Non-operating items	(366)	46
<b>Operating profit before working capital changes</b>	<b>120</b>	<b>2,076</b>
Net changes in current assets	3,040	(12,491)
Net changes in current liabilities	(6,152)	5,343
<b>Cash used in operations</b>	<b>(2,992)</b>	<b>(5,072)</b>
Interest paid	(6)	(420)
Net tax paid	(4)	(54)
<b>Net cash used in operating activities</b>	<b>(3,002)</b>	<b>(5,546)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	372	374
Fixed deposits withdrawn / (pledged)	0	1,028
Purchase of property, plant and equipment	(170)	(75)
Proceeds from disposal of plant and equipment	0	877
Investment in Associate	0	(1)
Advance to an associate	0	(49)
Acquisition of subsidiary	(39)	0
Purchase of investment	(1,468)	0
<b>Net cash (used in)/generated from investing activities</b>	<b>(1,305)</b>	<b>2,154</b>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>		
Proceeds from issuance of shares pursuant to Rights Issue	0	38,720
Share issuance expenses	0	(442)
Repayment to director	0	(2,634)
Repayment of hire purchase	(16)	(30)
Repayment of term loan	0	(7,065)
<b>Net cash (used in)/generated from financing activities</b>	<b>(16)</b>	<b>28,549</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(4,323)</b>	<b>25,157</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD/YEAR</b>	<b>25,858</b>	<b>701</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD/YEAR</b>	<b>21,535</b>	<b>25,858</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE OF:</b>		
Fixed deposits with licensed bank	1,067	21,067
Cash and bank balances	21,535	5,858
Bank overdrafts	0	0
	22,602	26,925
Less : Fixed deposits pledged	(1,067)	(1,067)
	<b>21,535</b>	<b>25,858</b>

The unaudited condensed consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial statements.

**DVM TECHNOLOGY BERHAD (609953-K)**  
(Incorporated in Malaysia)

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for first quarter ended 31 March 2014**

*(The figures have not been audited)*

	<b>Issued Capital</b>	<b>Share Premium</b>	<b>Warrant Reserve</b>	<b>Non-distributable reserve - Reserve on consolidation</b>	<b>Accumulated Loss</b>	<b>Non - Controlling Interest</b>	<b>Total</b>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as of 1 January 2014</b>	58,080	10,275	3,775	0	(26,538)	(1,105)	44,487
Total comprehensive income/(loss) for the period	0	0	0	0	34	0	34
<b>Balance as of 31 March 2014</b>	<u>58,080</u>	<u>10,275</u>	<u>3,775</u>	<u>0</u>	<u>(26,504)</u>	<u>(1,105)</u>	<u>44,521</u>

	<b>Issued Capital</b>	<b>Share Premium</b>	<b>Warrant Reserve</b>	<b>Non-distributable reserve - Reserve on consolidation</b>	<b>Accumulated Loss</b>	<b>Non - Controlling Interest</b>	<b>Total</b>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as of 1 January 2013</b>	19,360	10,717	0	0	(20,276)	(1,094)	8,707
Issuance of rights share	38,720	0	3,775	0	(3,775)	0	38,720
Share issuance expenses	0	(442)	0	0	0	0	(442)
Total comprehensive income/(loss) for the period	0	0	0	0	(2,487)	(11)	(2,498)
<b>Balance as of 31 December 2013</b>	<u>58,080</u>	<u>10,275</u>	<u>3,775</u>	<u>0</u>	<u>(26,538)</u>	<u>(1,105)</u>	<u>44,487</u>

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial statements.