



INIX Technologies Holdings Berhad (665797-D)
(Incorporated in Malaysia)

Condensed consolidated income statement

for the three-month period ended 31 October 2012

	Note	Three months ended	
		31 Oct 2012	31 Oct 2011
		unaudited	unaudited
		RM'000	RM'000
Revenue	A9	8	900
Cost of sales		-	(25)
<hr/>			
<i>Gross profit</i>		8	875
Other income		6	-
Selling and marketing expenses		-	-
Administrative expenses		(953)	(55)
Research and development expenses		-	(799)
Other expenses		-	(140)
Finance costs		-	-
<hr/>			
<i>Profit/(Loss) before tax</i>		(939)	(119)
Taxation	B5	-	-
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<i>profit/(Loss) for the period</i>		(939)	(119)
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<i>Profit/(Loss) per share</i>			
<i>attributable to ordinary equity</i>			
<i>holders of the Company (sen)</i>			
Basic	B13	(0.74)	(0.10)
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Diluted	B13	N/A	(0.10)
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The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 July 2012 and the accompanying explanatory notes attached to the interim financial statements.



INIX Technologies Holdings Berhad (665797-D)
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Condensed consolidated balance sheet

as at 31 October 2012

	Note	As at 31 Oct 2012 unaudited RM'000	As at 31 July 2012 audited RM'000
ASSETS			
Non-Current Assets			
Intangible assets		3,605	3,142
Property, plant and equipment	A10	10	13
		<u>3,615</u>	<u>3,155</u>
Current Assets			
Inventories		1	1
Trade receivables		2,727	4,187
Other receivables, deposits and prepayments		1,291	1,291
Cash and bank balances		251	154
		<u>4,270</u>	<u>5,633</u>
TOTAL ASSETS		7,885	8,788
EQUITY AND LIABILITIES			
Attributable to Equity Holders of the Company			
Share capital		12,645	12,645
Share premium		8,658	8,658
Share option reserve	A7	-	-
Accumulated losses		(14,778)	(13,839)
		<u>6,525</u>	<u>7,464</u>
Non-Current Liability			
Hire purchase payable	B9	-	-
Current liabilities			
Trade payables		200	200
Other payables and accruals		1,160	1,124
Provision for warranty claims		-	-
Hire purchase payable	B9	-	-
		<u>1,360</u>	<u>1,324</u>
TOTAL EQUITY AND LIABILITIES		7,885	8,788
Net assets per share attributable to ordinary equity holders of the Company (RM)			
		0.0516	0.0590

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 July 2012 and the accompanying explanatory notes attached to the interim financial statements.



INIX Technologies Holdings Berhad (665797-D)
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Condensed consolidated statement of changes in equity for the three-month period ended 31 October 2012

	Attributable to equity holders of the Company				
	Share capital	Share premium	Share option reserve	Accumulated losses	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 August 2011 (audited)	11,495	8,658	-	(13,955)	6,198
Loss for the period	-	-	-	(119)	(119)
At 31 Oct 2011 (unaudited)	11,495	8,658	-	(14,074)	6,079
At 1 August 2012 (audited)	12,645	8,658	-	(13,839)	7,464
Loss for the period	-	-	-	(939)	(939)
At 31 July 2012 (unaudited)	12,645	8,658	-	(14,778)	6,525

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 July 2012 and the accompanying explanatory notes attached to the interim financial statements.



INIX Technologies Holdings Berhad (665797-D)
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Condensed consolidated cashflow statement

for the three-month period ended 31 October 2012

	Three months ended	
	31 Oct 2012	31 Oct 2011
	unaudited	unaudited
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) for the period	(939)	(119)
<i>Adjustments:</i>		
Waiver of advances from directors	-	-
Depreciation of property, plant and equipment	3	381
Unrealised loss on foreign exchange	-	-
Allowance for obsolete inventories	-	-
Amortisation of intangible assets	-	25
Net provision for warranty claims (written back)	-	-
Allowance for doubtful debts made/ (written back)	-	-
Operating profit/(loss) before working capital changes	(936)	287
Decrease/(Increase) in inventories	-	(372)
Increase in trade receivables	1,460	204
Decrease/(Increase) in other receivables, deposits and prepayments	-	(5)
Decrease in trade payables	-	(21)
Increase/(decrease) in other payables and accruals	36	(151)
Net cash generated from/(used in) operating activities	560	(58)
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in Intangible assets	(463)	-
Purchase of property, plant & equipment	-	-
Research & development expenditure	-	-
Net cash generated from/(used in) investing activities	(463)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in share capital	-	-
Net cash generated from/(used in) financing activities	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	97	(58)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	154	343
CASH AND CASH EQUIVALENTS AT END OF PERIOD	251	285
<i>These comprise:-</i>		
Cash in hand	6	12
Bank balances	245	273
	251	285

The condensed consolidated cashflow statement should be read in conjunction with the audited financial statements for the year ended 31 July 2012 and the accompanying explanatory notes attached to the interim financial statements.



INIX Technologies Holdings Berhad (665797-D)
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Explanatory notes to the interim financial report

A Pursuant to FRS 134: Interim Financial Reporting

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 July 2012. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 July 2012.

A2 Changes in accounting policies

The Group has adopted the MFRS framework issued by the MASB with effect from 1 August 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards ("FRS") framework with the International Financial Reporting Standards ("IFRS") framework issued by the International Accounting Standards Board. Whilst all FRSs issued under the previous FRS framework were equivalent to the MFRSs issued under the MFRS framework, there are some differences in relation to the transitional provisions and effective dates contained in certain of the FRSs.

This interim financial report is the Group's first MFRS interim financial report for part of the period covered by the Group's first MFRS annual financial statements for the year ending 31 July 2013 and hence MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards (MFRS1) has been applied. The transition from FRS to MFRS has no material impact on the statement of financial position and statement of cash flows.

A3 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 July 2012 was not qualified.

A4 Seasonal or cyclical factors

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the current quarter and financial year-to-date under review.

A5 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date.

A6 Significant estimates and changes in estimates

There were no changes in estimates that have a material effect in the current quarter and financial year-to-date.

A7 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares during the financial year-to-date under review.

A8 Dividends paid

No dividends were paid during the financial year-to-date.



INIX Technologies Holdings Berhad (665797-D)
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Explanatory notes to the interim financial report

A9 Segmental information

(a) Operating segments

	<i>Software development and system integration</i>	<i>Sales of Books</i>	<i>Corporate</i>	<i>Elimina-tions</i>	<i>Total</i>
	RM'000	RM'000	RM'000	RM'000	RM'000
Three months ended 31Oct 2012					
Revenue					
External customers	-	8	-	-	8
Inter-segment	-	-	-	-	-
Total revenue	-	8	-	-	8
Results					
Depreciation	(3)	-	-	-	(3)
Amortisation	-	-	-	-	-
Inventories written-down	-	-	-	-	-
Provision for warranty claims	-	-	-	-	-
Share-based payments	-	-	-	-	-
Segment profit/(loss)	(932)	8	(15)	-	(939)
Assets					
investment in subsidiaries	-	-	-	-	-
Additions to intangible assets	463	-	-	-	463
Additions of property, plant and equipment	-	-	-	-	-
Amount due from holding company	902	-	-	(902)	-
Amount due from a subsidiary company	3,539	-	-	(3,539)	-
Amount due from related company	864	-	-	(864)	-
Segment assets	9,644	1	3,545	(5,305)	7,885
Liabilities					
Amount due to holding company	11,675	-	-	(11,675)	-
Amount due to related company	3,453	-	-	(3,453)	-
Amount due to a subsidiary company	-	-	888	(888)	-
Segment liabilities	16,199	-	1,177	(16,016)	1,360



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Explanatory notes to the interim financial report

A9 Segmental information (continued)

(a) Operating segments (continued)

	<i>Development and sales of security, automation surveillance systems</i> RM'000	<i>Software and development integration</i> RM'000	<i>Sales of Books</i> RM'000	<i>Corporate</i> RM'000	<i>Elimina-tions</i> RM'000	<i>Total</i> RM'000
Three months ended 31 Oct 2011						
Revenue						
External customers	-	900	-	-	-	900
Inter-segment	-	-	-	-	-	-
Total revenue	-	900	-	-	-	900
Results						
Depreciation	(381)	-	-	-	-	(381)
Amortisation	(25)	-	-	-	-	(25)
Impairment of financial assets (made)/ written back	-	-	-	-	-	-
Share-based payments	-	-	-	-	-	-
Segment profit/(loss)	-	(94)	-	(25)	-	(119)
Assets						
Investment in subsidiaries	-	-	-	1,000	(1,000)	-
Additional of property, plant and equipment	-	-	-	-	-	-
Additions to intangible assets	-	372	-	-	-	372
Amount due from holding company	-	1,027	-	-	(1,027)	-
Amount due from subsidiaries	-	1,729	-	2,672	(4,401)	-
Amount due from related company	-	-	-	-	-	-
Segment assets	1,799	8,106	-	3,677	(6,428)	7,154
Liabilities						
Amount due to holding company	-	10,817	-	-	(10,817)	-
Amount due to related company	-	-	-	-	-	-
Amount due to subsidiaries	-	1,729	-	1,028	(2,757)	-
Segment liabilities	-	13,313	-	1,331	(13,569)	1,075

(b) Geographical information

	Non-current assets		Current asset		
	<i>Revenue</i> RM'000	<i>Profit/(Loss) before taxation</i> RM'000	<i>Property, plant and equipment</i> RM'000	<i>Intangible assets</i> RM'000	<i>Trade receivables</i> RM'000
Three months ended 31 Oct 2012					
Malaysia	8	(939)	10	3,605	2,727
Three months ended 31 Oct 2011					
Malaysia	900	(119)	1,275	1,911	3,045



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Explanatory notes to the interim financial report

A10 Carrying value of revalued assets

There has been no revaluation of property, plant and equipment during the financial year-to-date.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the financial year-to-date.

A12 Capital commitments

As at the end of the current financial year-to-date, the Group has no material commitment in respect of property, plant and equipment.

A13 Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 July 2012.

A14 Significant related party transactions

On 1st October 2011, the Group via its subsidiaries ASSB, received a Contract from eNCoral Digital Solutions Sdn Bhd (EDSSB) for the software development work.

Significant transactions between related parties and the Group as at balance sheet date are as follows:

Revenue

	Three months ended	
	31st Oct 2012	31st Oct 2011
	RM	RM
Fees on software development in progress receivable from EDSSB	-	900

A15 Subsequent events

There were no material events subsequent to the end of the current quarter.



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Explanatory notes to the interim financial report

B Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad for the ACE Market

B1 Performance review

For the current quarter under review ("FY13Q1"), the Group registered a pre-tax loss of RM0.939 million on sales turnover of RM0.008 million compared to RM0.116 million profit for the preceding quarter. For financial year-to-date, consolidated loss before tax is RM0.939 million.

B2 Material change in profit/(loss) before tax

	<i>Current quarter ended 31 Oct 2012</i> RM'000	<i>Preceding quarter ended 31 July 2012</i> RM'000
Revenue	8	4,807
Profit/(Loss) before taxation	(939)	116

In comparison, the preceding quarter ("FY12Q4") recorded a pre-tax profit of RM0.116 million on a sales turnover of RM4.8 million. For FY13Q1, there were no increment in research and development expenses (FY12Q4: RM3.558 million). Administrative expenses were higher for FY13Q1 at +RM0.953 million (FY12Q4: RM0.291 million).

B3 Prospects

In light of the Group's disappointing revenue and earnings performance in the immediately preceding financial years, the Directors are cautious on the prospects of the Group in the near term. Barring any unforeseen significant further deterioration of the Group's operating environment, including impairment and/or diminution in the value of the Group's assets vis-à-vis the future economic benefits reasonably expected to flow to the Group therefrom, the Directors are hopeful of improved results for the succeeding financial year ending 31 July 2013.

B4 Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

B5 Taxation

For both the current quarter as well as financial year-to-date, the Group has no taxable income.

B6 Sale of unquoted investments and properties

There were no sales of unquoted investments and properties in the current quarter and financial year-to-date.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter and financial year-to-date.

B8 Corporate proposals

There were no corporate proposals announce for this quarter.

B9 Borrowings and debt securities

There were no borrowings and debt securities outstanding and/or issued as at the end of the reporting period.



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Explanatory notes to the interim financial report

B10 Off balance sheet financial instruments

There were no off balance sheet financial instruments as at the date of this report.

B11 Changes in material litigation

Save as disclosed below, neither the Company nor its subsidiary is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary.

B12 Dividend payable

No interim ordinary dividend has been declared for the financial period under review.

B13 Earnings per share

The basic/diluted earnings per share are computed based on the net profit attributable to ordinary shareholders and the weighted average/adjusted weighted average number of ordinary shares outstanding during the year as follows:

	<i>Three months and year-to date ended</i>	
	<i>31 Oct 2012</i>	<i>31 Oct 2011</i>
Basic:		
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(939)	(119)
Weighted average number of ordinary shares in issue ('000)	126,450	114,950
<i>Basic earnings/(loss) per ordinary share (sen)</i>	<i>(0.74)</i>	<i>(0.10)</i>
Diluted:		
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(939)	(119)
Weighted average number of ordinary shares in issue ('000)	126,450	114,950
Number of shares issuable under ESOS ('000)	-	-
Number of shares that would have been issued at fair value ('000)	-	-
Adjusted weighted average number of ordinary shares in issue ('000)	126,450	114,950
<i>Diluted earnings/(loss) per ordinary share (sen)</i>	<i>N/A</i>	<i>(0.10)</i>

B14 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 28 December 2012.

INIX Technologies Holdings Berhad
28 December 2012