

SILVERLAKE AXIS LTD

Third Quarter Financial Statements And Dividend Announcement For The Financial Period Ended 31 March 2016

PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

CONSOLIDATED INCOME STATEMENT

For the nine months period and third quarter ended 31 March 2016

	Nine months period ended 31 March			Third quarter ended 31 March		
	2016	2015	Change	2016	2015	Change
	RM	RM	%	RM	RM	%
Revenue	471,142,915	387,262,568	22	156,951,130	143,254,508	10
Cost of sales	(196,560,645)	(129,413,084)	52	(67,924,313)	(46,111,626)	47
Gross profit	274,582,270	257,849,484	6	89,026,817	97,142,882	(8)
Other items of income						
Finance income	1,756,690	2,182,700	(20)	318,187	776,213	(59)
Other income	12,852,805	6,682,468	92	3,147,806	5,144,226	(39)
Other items of expenses						
Selling and distribution costs	(19,394,508)	(8,237,801)	>100	(7,919,625)	(2,145,761)	>100
Administrative expenses	(52,869,223)	(38,827,655)	36	(18,853,864)	(17,203,319)	10
Finance costs	(687,262)	(1,218,025)	(44)	(169,279)	(336,900)	(50)
Share of profit of associates and a joint venture	1,926,489	4,461,465	(57)	353,892	390,456	(9)
Profit before tax	218,167,261	222,892,636	(2)	65,903,934	83,767,797	(21)
Income tax expense	(21,509,122)	(14,939,213)	44	(4,444,827)	(7,143,587)	(38)
Profit for the period	196,658,139	207,953,423	(5)	61,459,107	76,624,210	(20)
Profit for the period attributable to:						
Owners of the parent	196,651,662	207,944,226	(5)	61,459,256	76,620,007	(20)
Non-controlling interests	6,477	9,197	(30)	(149)	4,203	>100
	196,658,139	207,953,423	(5)	61,459,107	76,624,210	(20)
Earnings per share attributable to the owners of the parent:						
- Basic (sen) *	7.40	7.76	(5)	2.31	2.86	(19)
- Diluted (sen) *	7.40	7.76	(5)	2.31	2.86	(19)

* The basic and diluted earnings per share for the financial period ended 31 March 2015 were restated due to the increase in the number of ordinary shares as a result of bonus shares issued on 8 July 2015, where retrospective adjustment is required in accordance with IAS 33 Earnings Per Share.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months period and third quarter ended 31 March 2016

	Nine months period ended 31 March			Third quarter ended 31 March		
	2016	2015	Change	2016	2015	Change
	RM	RM	%	RM	RM	%
Profit for the period	196,658,139	207,953,423	(5)	61,459,107	76,624,210	(20)
Other comprehensive income:						
Item that can be reclassified subsequently to profit or loss:						
Foreign currency translation gain/(loss) *	3,423,179	19,614,707	(83)	(16,442,068)	5,714,649	>100
Item that cannot be reclassified to profit or loss:						
Actuarial gain on defined benefit plans	2,436	-	N/M	-	-	N/M
Other comprehensive income/(loss) for the period, net of tax	3,425,615	19,614,707	(83)	(16,442,068)	5,714,649	>100
Total comprehensive income for the period	200,083,754	227,568,130	(12)	45,017,039	82,338,859	(45)
Total comprehensive income for the period attributable to:						
Owners of the parent	200,077,277	227,558,933	(12)	45,017,188	82,334,656	(45)
Non-controlling interests	6,477	9,197	(30)	(149)	4,203	>100
	200,083,754	227,568,130	(12)	45,017,039	82,338,859	(45)

N/M = Not Meaningful

* Foreign currency translation gain/(loss) represents the movement in exchange differences arising from the translation of financial statements of foreign operations whose functional currencies are different from that of the Group's reporting currency.

1(a)(ii) Notes to the statement of comprehensive income:
Profit before tax is arrived at after (charging)/crediting:

	Nine months period ended 31 March			Third quarter ended 31 March		
	2016	2015	Change	2016	2015	Change
	RM	RM	%	RM	RM	%
Amortisation of intangible assets	(13,586,439)	(8,338,605)	63	(4,707,945)	(2,752,415)	71
Depreciation of property, plant and equipment	(2,293,606)	(1,479,934)	55	(923,449)	(526,631)	75
Write off of property, plant and equipment	(498)	(4,044)	(88)	281	(306)	>100
Bad debts written off	-	(12,088)	(100)	-	(11,910)	(100)
Reversal of impairment loss on trade receivables	772,653	86,820	>100	-	-	N/M
Net foreign currency exchange gain**/(loss)*:						
- realised	554,060	525,319	5	(1,422,898)	2,909,695	>100
- unrealised	7,156,031	4,515,802	58	(1,505,340)	1,645,709	>100
Adjustments for over/(under) provision of tax in respect of prior years	75,424	(81,450)	>100	(822)	(104,492)	(99)
Gain**/(Loss)* on disposal of property, plant and equipment	45,267	-	N/M	(2,733)	(1,365)	>100
Gain on redemption of available-for-sale financial assets - money market fund **	787,229	1,252,026	(37)	80,341	424,480	(81)
Gain on dilution of interest in an associate arising from issuance of new shares pursuant to employee share incentive plan **	2,907,261	-	N/M	2,907,261	-	N/M
Performance shares issued	(7,058,887)	(6,968,735)	1	(1,846,229)	(6,776,600)	(73)
(Allowance for)/Reversal of unutilised leave	(53,121)	(63,352)	(16)	124,943	87,089	43
Allowance for defined benefit liabilities	(754,487)	(494,093)	53	(342,789)	(173,540)	98
Fair value adjustment arising from subsequent measurement of contingent consideration for business combination *	(13,401)	-	N/M	(13,401)	-	N/M

* Included in other operating expenses

** Included in other operating income

N/M = Not Meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.
STATEMENTS OF FINANCIAL POSITION

	As at 31-Mar-16		As at 30-Jun-15	
	Group RM	Company RM	Group RM	Company RM
ASSETS				
Non-current assets				
Property, plant and equipment	15,860,315	-	12,868,571	764
Intangible assets	196,041,439	-	156,367,645	-
Investments in subsidiaries	-	1,903,702,199	-	1,827,788,044
Investments in associates	107,609,743	1,230,000	102,095,635	1,230,000
Interest in a joint venture	29,379,680	31,492,158	28,359,311	29,791,431
Deferred tax assets	4,597,814	-	2,099,569	-
	353,488,991	1,936,424,357	301,790,731	1,858,810,239
Current assets				
Amounts due from customers for contract work-in-progress	10,929,261	-	24,374,841	-
Trade and other receivables	223,259,660	79	85,481,398	246,869
Advance maintenance costs	3,684,574	-	2,415,363	-
Prepayments	4,296,033	138,034	2,043,035	93,608
Dividend receivable	-	28,400,000	-	-
Amount due from subsidiaries	-	1,313,283	-	-
Amounts due from related parties	22,435,993	-	30,186,863	-
Loan to subsidiaries	-	17,007,668	-	12,014,683
Tax recoverable	3,755,497	-	1,837,700	-
Available-for-sale financial assets - money market fund	6,173,684	-	10,390,000	-
Cash and bank balances	206,175,953	38,160,519	320,514,200	91,043,416
	480,710,655	85,019,583	477,243,400	103,398,576
Total assets	834,199,646	2,021,443,940	779,034,131	1,962,208,815
EQUITY AND LIABILITIES				
Equity				
Share capital	191,040,654	191,040,654	157,483,159	157,483,159
Share premium	228,242,678	1,664,800,434	259,269,373	1,695,827,129
Treasury shares	(73,326,486)	(73,326,486)	(7,926,631)	(7,926,631)
Foreign currency translation reserve	19,912,398	-	16,489,219	-
Capital reserve	466,828	-	466,828	-
Statutory reserve	21,819	-	21,819	-
Performance share plan reserve	5,523,945	5,523,945	5,212,658	5,212,658
Merger deficit	(119,765,286)	-	(119,765,286)	-
Retained profits	318,853,448	137,248,671	328,095,192	94,323,242
Equity attributable to owners of the parent	570,969,998	1,925,287,218	639,346,331	1,944,919,557
Non-controlling interests	77,854	-	71,377	-
Total equity	571,047,852	1,925,287,218	639,417,708	1,944,919,557

STATEMENTS OF FINANCIAL POSITION (Cont'd)

	As at 31-Mar-16		As at 30-Jun-15	
	Group RM	Company RM	Group RM	Company RM
Non-current liabilities				
Loans and borrowings	1,448,803	-	1,626,409	-
Deferred tax liabilities	18,120,887	-	15,475,135	-
Provision for defined benefit liabilities	9,045,818	-	4,467,313	-
	28,615,508	-	21,568,857	-
Current liabilities				
Amounts due to customers for contract work-in-progress	13,049,246	-	4,902,810	-
Trade and other payables	73,616,317	25,824,440	58,365,641	17,162,718
Provision for defined benefit liabilities	391,817	-	360,953	-
Advance maintenance fees	67,263,656	-	30,749,393	-
Loans and borrowings	56,471,840	55,725,000	784,516	-
Amounts due to subsidiaries	-	14,495,000	-	20,010
Amounts due to related parties	13,613,922	-	11,362,515	-
Income tax payable	10,129,488	112,282	11,521,738	106,530
	234,536,286	96,156,722	118,047,566	17,289,258
Total liabilities	263,151,794	96,156,722	139,616,423	17,289,258
Net current assets/(liabilities)	246,174,369	(11,137,139)	359,195,834	86,109,318
Total equity and liabilities	834,199,646	2,021,443,940	779,034,131	1,962,208,815

Note: The following comparative figures have been reclassified to conform with current year's presentation:

	Nine months period ended 31 March 2015			Third quarter ended 31 March 2015		
	As previously stated RM	Re- classifications RM	As restated RM	As previously stated RM	Re- classifications RM	As restated RM
Consolidated income statement						
Finance income	2,369,378	(186,678)	2,182,700	850,481	(74,268)	776,213
Other income	6,495,790	186,678	6,682,468	5,069,958	74,268	5,144,226
Consolidated statement of cash flows						
Gain on redemption of available-for-sale financial assets - money market fund	(1,065,348)	(186,678)	(1,252,026)	(350,212)	(74,268)	(424,480)
Finance income	(2,369,378)	186,678	(2,182,700)	(850,481)	74,268	(776,213)
Proceeds from redemption of available-for-sale financial assets - money market fund	212,115,348	396,678	212,512,026	67,300,212	1,094,268	68,394,480
Interest received	2,192,926	(186,678)	2,006,248	698,337	(74,268)	624,069
Cash and cash equivalents at beginning of the financial period	227,722,306	(6,800,000)	220,922,306	254,694,475	(7,610,000)	247,084,475
Cash and cash equivalents at end of the financial period	274,938,459	(6,590,000)	268,348,459	274,938,459	(6,590,000)	268,348,459
Cash and bank balances per Statements of Financial Position	330,050,321	(6,590,000)	323,460,321	330,050,321	(6,590,000)	323,460,321

1(b)(ii) Aggregate amount of group's borrowings and debt securities
Amount repayable in one year or less, or on demand

As at 31-Mar-16	
Secured Group RM	Unsecured Group RM
746,840	55,725,000

As at 30-Jun-15	
Secured Group RM	Unsecured Group RM
784,516	-

Amount repayable after one year

As at 31-Mar-16	
Secured Group RM	Unsecured Group RM
1,448,803	-

As at 30-Jun-15	
Secured Group RM	Unsecured Group RM
1,626,409	-

Details of any collateral

The secured facilities of the Group comprise hire purchases, leasing and term loan which are secured by certain property, plant and equipment of subsidiaries with a total net book value of RM9,669,498 as at 31 March 2016 (RM9,892,031 as at 30 June 2015).

1(c) Cash flow statements (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS

	Nine months period ended		Third quarter ended	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	RM	RM	RM	RM
Operating activities:				
Profit before tax	218,167,261	222,892,636	65,903,934	83,767,797
Adjustments for:				
Amortisation of intangible assets	13,586,439	8,338,605	4,707,945	2,752,415
Depreciation of property, plant and equipment	2,293,606	1,479,934	923,449	526,631
Write off of property, plant and equipment	498	4,044	(281)	306
Net (gain)/loss on disposal of property, plant and equipment	(45,267)	-	2,733	1,365
Gain on redemption of available-for-sale financial assets - money market fund	(787,229)	(1,252,026)	(80,341)	(424,480)
Unrealised foreign currency exchange (gain)/loss	(7,156,031)	(4,515,802)	1,505,340	(1,645,709)
Reversal of impairment loss on trade receivables	(772,653)	(86,820)	-	-
Bad debts written off	-	12,088	-	11,910
Gain on dilution of interest in an associate arising from issuance of new shares pursuant to employee share incentive plan	(2,907,261)	-	(2,907,261)	-
Allowance for/(Reversal of) unutilised leave	53,121	63,352	(124,943)	(87,089)
Allowance for defined benefit liabilities	754,487	494,093	342,789	173,540
Performance shares issued	7,058,887	6,968,735	1,846,229	6,776,600
Fair value adjustment arising from subsequent measurement of contingent consideration for business combination	13,401	-	13,401	-
Share of profit of associates and a joint venture	(1,926,489)	(4,461,465)	(353,892)	(390,456)
Finance costs	687,262	1,218,025	169,279	336,900
Finance income	(1,756,690)	(2,182,700)	(318,187)	(776,213)
Operating cash flows before changes in working capital	227,263,342	228,972,699	71,630,194	91,023,517
Changes in working capital:				
(Increase)/Decrease in trade and other receivables	(106,949,362)	28,437,299	(41,691,220)	(13,115,490)
Net movement in amounts due from/to customers for contract work-in-progress	6,523,661	6,573,852	16,630,463	4,553,257
Net movement in amounts due from/to related parties	11,858,696	11,467,120	(7,452,859)	7,197,051
Increase/(Decrease) in trade and other payables	30,213,105	(27,166,171)	2,986,086	4,799,945
Cash flows from operations	168,909,442	248,284,799	42,102,664	94,458,280
Income tax paid	(25,819,360)	(19,870,281)	(7,873,522)	(7,901,825)
Interest paid	(369,995)	(89,612)	(169,278)	(27,448)
Net cash flows from operating activities	142,720,087	228,324,906	34,059,864	86,529,007
Investing activities:				
Purchases of property, plant and equipment	(2,017,491)	(602,828)	(622,766)	(111,511)
Payments for software development expenditure	(610,246)	-	(610,246)	-
Payments for other intangible assets	(448,633)	(4,451)	959,729	(4,451)
Acquisition of subsidiaries, net of cash acquired	(50,282,874)	(13,226,240)	(16,857,600)	(1,200,000)
Advances to a joint venture	(235,254)	(31,409,341)	(58,598)	(31,409,341)
Proceeds from disposal of property, plant and equipment	45,548	-	(2,452)	(1,365)
Proceeds from redemption of available-for-sale financial assets - money market fund	85,777,229	212,512,026	6,130,341	68,394,480
Purchases of available-for-sale financial assets - money market fund	(80,773,684)	(211,050,000)	(6,519,367)	(66,950,000)
Interest received	1,994,751	2,006,248	354,595	624,069
Uplift of short-term deposits	3,714,373	69,441,197	14,780,000	26,453,399
Net cash flows (used in)/from investing activities	(42,836,281)	27,666,611	(2,446,364)	(4,204,720)
Financing activities:				
Dividends paid	(205,895,842)	(218,564,053)	(59,426,889)	(66,560,863)
Purchase of treasury shares	(69,616,655)	-	(23,842,754)	-
Proceeds from revolving credit	113,722,500	-	61,042,500	-
Repayment of revolving credit and term loan	(52,680,000)	(335,394)	-	(80,732)
Repayment of finance lease liabilities	(664,428)	(744,996)	(211,697)	(245,811)
Net cash flows used in financing activities	(215,134,425)	(219,644,443)	(22,438,840)	(66,887,406)
Net (decrease)/increase in cash and cash equivalents	(115,250,619)	36,347,074	9,174,660	15,436,881
Effects of exchange rate changes on cash and cash equivalents	4,625,829	11,079,079	(12,797,113)	5,827,103
Cash and cash equivalents at beginning of the financial period	315,572,913	220,922,306	208,570,576	247,084,475
Cash and cash equivalents at end of the financial period	204,948,123	268,348,459	204,948,123	268,348,459

	Nine months period ended		Third quarter ended	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	RM	RM	RM	RM
For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following at the reporting date:				
Cash and bank balances per Statements of Financial Position	206,175,953	323,460,321	206,175,953	323,460,321
Less: Short-term deposits with licensed banks with maturity more than 3 months	-	(53,886,000)	-	(53,886,000)
Less: Pledged deposits	(1,227,830)	(1,225,862)	(1,227,830)	(1,225,862)
Cash and cash equivalents at end of the financial period	204,948,123	268,348,459	204,948,123	268,348,459

1(d)(i) Statements (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Changes in Equity for the nine months period ended 31 March 2016

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Group												
As at 1-Jul-2015	157,483,159	259,269,373	(7,926,631)	16,489,219	466,828	21,819	5,212,658	(119,765,286)	328,095,192	639,346,331	71,377	639,417,708
Profit for the period	-	-	-	-	-	-	-	-	196,651,662	196,651,662	6,477	196,658,139
Other comprehensive income for the period	-	-	-	3,423,179	-	-	-	-	2,436	3,425,615	-	3,425,615
Issuance of bonus shares	33,557,495	(33,557,495)	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(69,616,655)	-	-	-	-	-	-	(69,616,655)	-	(69,616,655)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	7,058,887	-	-	7,058,887	-	7,058,887
Release of shares under Performance Share Plan	-	2,530,800	4,216,800	-	-	-	(6,747,600)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(205,895,842)	(205,895,842)	-	(205,895,842)
As at 31-Mar-2016	191,040,654	228,242,678	(73,326,486)	19,912,398	466,828	21,819	5,523,945	(119,765,286)	318,853,448	570,969,998	77,854	571,047,852

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Company												
As at 1-Jul-2015	157,483,159	1,695,827,129	(7,926,631)	-	-	-	5,212,658	-	94,323,242	1,944,919,557	-	1,944,919,557
Profit for the period	-	-	-	-	-	-	-	-	248,821,271	248,821,271	-	248,821,271
Issuance of bonus shares	33,557,495	(33,557,495)	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(69,616,655)	-	-	-	-	-	-	(69,616,655)	-	(69,616,655)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	7,058,887	-	-	7,058,887	-	7,058,887
Release of shares under Performance Share Plan	-	2,530,800	4,216,800	-	-	-	(6,747,600)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(205,895,842)	(205,895,842)	-	(205,895,842)
As at 31-Mar-2016	191,040,654	1,664,800,434	(73,326,486)	-	-	-	5,523,945	-	137,248,671	1,925,287,218	-	1,925,287,218

Consolidated Statement of Changes in Equity for the nine months period ended 31 March 2015

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Group												
As at 1-Jul-2014	157,483,159	252,437,933	(768,352)	(5,663,853)	466,828	21,819	576,405	(119,765,286)	331,527,685	616,316,338	61,612	616,377,950
Profit for the period	-	-	-	-	-	-	-	-	207,944,226	207,944,226	9,197	207,953,423
Other comprehensive income for the period	-	-	-	19,614,707	-	-	-	-	-	19,614,707	-	19,614,707
Grant of shares under Performance Share Plan	-	-	-	-	-	-	6,968,735	-	-	6,968,735	-	6,968,735
Release of shares under Performance Share Plan	-	6,831,440	713,700	-	-	-	(7,545,140)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(218,564,053)	(218,564,053)	-	(218,564,053)
As at 31-Mar-2015	157,483,159	259,269,373	(54,652)	13,950,854	466,828	21,819	-	(119,765,286)	320,907,858	632,279,953	70,809	632,350,762

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Company												
As at 1-Jul-2014	157,483,159	1,688,995,689	(768,352)	-	-	-	576,405	-	124,202,110	1,970,489,011	-	1,970,489,011
Profit for the period	-	-	-	-	-	-	-	-	197,448,931	197,448,931	-	197,448,931
Grant of shares under Performance Share Plan	-	-	-	-	-	-	6,968,735	-	-	6,968,735	-	6,968,735
Release of shares under Performance Share Plan	-	6,831,440	713,700	-	-	-	(7,545,140)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(218,564,053)	(218,564,053)	-	(218,564,053)
As at 31-Mar-2015	157,483,159	1,695,827,129	(54,652)	-	-	-	-	-	103,086,988	1,956,342,624	-	1,956,342,624

Consolidated Statement of Changes in Equity for the third quarter ended 31 March 2016

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Group												
As at 1-Jan-2016	191,040,654	225,711,878	(53,700,532)	36,354,466	466,828	21,819	10,425,316	(119,765,286)	316,821,081	607,376,224	78,003	607,454,227
Profit for the period	-	-	-	-	-	-	-	-	61,459,256	61,459,256	(149)	61,459,107
Other comprehensive loss for the period	-	-	-	(16,442,068)	-	-	-	-	-	(16,442,068)	-	(16,442,068)
Purchase of treasury shares	-	-	(23,842,754)	-	-	-	-	-	-	(23,842,754)	-	(23,842,754)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	1,846,229	-	-	1,846,229	-	1,846,229
Release of shares under Performance Share Plan	-	2,530,800	4,216,800	-	-	-	(6,747,600)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(59,426,889)	(59,426,889)	-	(59,426,889)
As at 31-Mar-2016	191,040,654	228,242,678	(73,326,486)	19,912,398	466,828	21,819	5,523,945	(119,765,286)	318,853,448	570,969,998	77,854	571,047,852

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Company												
As at 1-Jan-2016	191,040,654	1,662,269,634	(53,700,532)	-	-	-	10,425,316	-	99,114,378	1,909,149,450	-	1,909,149,450
Profit for the period	-	-	-	-	-	-	-	-	97,561,182	97,561,182	-	97,561,182
Purchase of treasury shares	-	-	(23,842,754)	-	-	-	-	-	-	(23,842,754)	-	(23,842,754)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	1,846,229	-	-	1,846,229	-	1,846,229
Release of shares under Performance Share Plan	-	2,530,800	4,216,800	-	-	-	(6,747,600)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(59,426,889)	(59,426,889)	-	(59,426,889)
As at 31-Mar-2016	191,040,654	1,664,800,434	(73,326,486)	-	-	-	5,523,945	-	137,248,671	1,925,287,218	-	1,925,287,218

Consolidated Statement of Changes in Equity for the third quarter ended 31 March 2015

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Group												
As at 1-Jan-2015	157,483,159	252,437,933	(768,352)	8,236,205	466,828	21,819	768,540	(119,765,286)	310,848,714	609,729,560	66,606	609,796,166
Profit for the period	-	-	-	-	-	-	-	-	76,620,007	76,620,007	4,203	76,624,210
Other comprehensive income for the period	-	-	-	5,714,649	-	-	-	-	-	5,714,649	-	5,714,649
Grant of shares under Performance Share Plan	-	-	-	-	-	-	6,776,600	-	-	6,776,600	-	6,776,600
Release of shares under Performance Share Plan	-	6,831,440	713,700	-	-	-	(7,545,140)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(66,560,863)	(66,560,863)	-	(66,560,863)
As at 31-Mar-2015	157,483,159	259,269,373	(54,652)	13,950,854	466,828	21,819	-	(119,765,286)	320,907,858	632,279,953	70,809	632,350,762

	Share capital	Share premium	Treasury shares	Foreign currency translation reserve	Capital reserve	Statutory reserve	Performance share plan reserve	Merger deficit	Retained profits	Total	Non-controlling interests	Total equity
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Company												
As at 1-Jan-2015	157,483,159	1,688,995,689	(768,352)	-	-	-	768,540	-	108,227,013	1,954,706,049	-	1,954,706,049
Profit for the period	-	-	-	-	-	-	-	-	61,420,838	61,420,838	-	61,420,838
Grant of shares under Performance Share Plan	-	-	-	-	-	-	6,776,600	-	-	6,776,600	-	6,776,600
Release of shares under Performance Share Plan	-	6,831,440	713,700	-	-	-	(7,545,140)	-	-	-	-	-
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(66,560,863)	(66,560,863)	-	(66,560,863)
As at 31-Mar-2015	157,483,159	1,695,827,129	(54,652)	-	-	-	-	-	103,086,988	1,956,342,624	-	1,956,342,624

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

On 8 July 2015, the Company issued 448,929,692 bonus shares on the basis of one (1) bonus share for every five (5) existing ordinary shares held by shareholders in the capital of the Company. The bonus shares issued rank pari passu in all respects with the existing ordinary shares and with each other.

Following the issuance of bonus shares, the total number of issued shares excluding treasury shares has increased from 2,244,649,108 to 2,693,578,800 shares with the number of treasury shares remains at 2,894,000.

During Q3 FY2016, the Company has reissued 2,400,000 treasury shares to its Managing Director pursuant to Silverlake Axis Ltd Performance Share Plan on 5 January 2016.

From 26 August 2015 to 18 February 2016, the Company purchased 41,016,700 shares pursuant to the share purchase mandate approved by shareholders on 26 October 2015. These shares were acquired by way of market acquisition for a total consideration of RM69,616,655 and are held as treasury shares by the Company. The number of treasury shares has increased from 2,894,000 as at 30 June 2015 to 41,510,700 as at 31 March 2016.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at end of the current financial period and as at end of the immediately preceding year.

	As at 31-Mar-16	As at 30-Jun-15	As at 31-Mar-15
Total number of issued shares	2,247,543,108	2,247,543,108	2,247,543,108
Add: Issuance of bonus shares during the period	448,929,692	-	-
Total number of issued shares at end of the period/year	2,696,472,800	2,247,543,108	2,247,543,108
Less: Treasury shares	(41,510,700)	(2,894,000)	(194,000)
Total number of issued shares excluding treasury shares	2,654,962,100	2,244,649,108	2,247,349,108

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

	As at 31-Mar-16	As at 30-Jun-15
Number of treasury shares at beginning of the year	2,894,000	2,794,000
Release of treasury shares pursuant to Performance Share Plan	(2,400,000)	(2,600,000)
Purchase of treasury shares	41,016,700	2,700,000
Number of treasury shares at end of the period/year	41,510,700	2,894,000

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors of the Company.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group's audited annual financial statements for financial year ended 30 June 2015 were prepared in accordance with International Financial Reporting Standards (IFRS). The accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those disclosed in the audited financial statements as at 30 June 2015.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

Description	Effective for annual periods beginning on or after
Amendments to IFRS 10, IFRS 12 and IAS 28 Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to IAS 27 Equity Method in Separate Financial Statements	1 January 2016
Amendments to IAS 16 and IAS 38 Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to IAS 16 and IAS 41 Agriculture: Bearer Plants	1 January 2016
Amendments to IFRS 11 Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to IAS 1 Disclosure Initiative	1 January 2016
Improvements to IFRSs 2012 - 2014 Cycle	1 January 2016
IFRS 14 Regulatory Deferral Accounts	1 January 2016
Amendments to IAS 7 Disclosure Initiative	1 January 2017
Amendments to IAS 12 Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
IFRS 15 Revenue from Contracts with Customers	1 January 2018
IFRS 9 Financial Instruments	1 January 2018
IFRS 16 Leases	1 January 2019
Amendments to IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group is currently assessing the impact of the adoption of the above standards and interpretations on the Group's financial position and performance.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		Group	
	Nine months period ended		Third quarter ended	
	31-Mar-16	31-Mar-15 (Restated) *	31-Mar-16	31-Mar-15 (Restated) *
	Sen	Sen	Sen	Sen
Based on the weighted average number of ordinary shares on issue ⁽¹⁾	7.40	7.76	2.31	2.86
Based on a fully diluted basis ⁽²⁾	7.40	7.76	2.31	2.86

* The weighted average number of ordinary shares used for the per share calculations as at 31 March 2015 has been adjusted to account for the bonus shares issued on 8 July 2015, where retrospective adjustment is required in accordance with IAS 33 Earnings Per Share.

⁽¹⁾ The weighted average number of ordinary shares on issue has taken into account the weighted average effect of changes in ordinary shares and treasury shares transactions during the financial period ended 31 March 2016 of 2,658,411,501 (31 March 2015: 2,680,619,027) of USD0.02 each.

⁽²⁾ Based on weighted average number of ordinary shares on issue, after adjusting for dilution shares under Silverlake Axis Ltd Performance Share Plan.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:- (a) current financial period reported on; and (b) immediately preceding financial year.

	As at 31-Mar-16		As at 30-Jun-15 (Restated)	
	Group Sen	Company Sen	Group Sen	Company Sen
Net asset value per ordinary share ⁽¹⁾	21.51	72.52	23.74	72.21

⁽¹⁾ Based on the issued share capital excluding treasury shares as at the end of the current financial period and the immediately preceding financial year. The number of ordinary shares used for the per share calculations as at 30 June 2015 has been adjusted to account for the bonus shares issued on 8 July 2015, where retrospective adjustment is required in accordance with IAS 33 Earnings Per Share.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -

- (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial year reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial year reported on.

(a)(i) INCOME STATEMENT REVIEW – Third quarter ended 31 March 2016 ("Q3 FY2016") vs Third quarter ended 31 March 2015 ("Q3 FY2015")

Overview

Silverlake Axis Ltd (SAL) is a leading provider of digital economy solutions and services to the Banking, Insurance, Payment, Retail and Logistics industries. The Group's Silverlake Axis Software and Services Solutions deliver operational excellence and enable business transformations at over 200 organisations across Asia, including 40% of the largest banks in South East Asia.

From FY2011 to 9M FY2016, the Group has successfully undertaken 5 acquisitions to broaden the suite of business enterprise software solutions and services offerings which in turn contributed to the steady growth over the past 5 years. With expanded capabilities, the Group is well positioned to empower its customers to compete effectively in the digital economy ecosystem. Buoyed by continual investments in Information Technology by Asian financial institutions and corporations to improve their competitive edge, the Group continues to achieve steady growth.

On 1 October 2015, the Group completed the acquisition of SunGard Ambit (Singapore) Pte. Ltd., now renamed as Silverlake Symmetri (Singapore) Pte. Ltd. ("Symmetri Group"). With this acquisition, the Group has expanded its suite of software and services to a complementary retail banking software portfolio that offers mid-tier customers a wider variety of tiered deployment options from an open digital technology platform and a pricing perspective. In the two quarters post acquisition, Symmetri Group has contributed about 7% of Group revenue with a small loss mainly due to the higher cost structure under a Transition Services Agreement which will end in Q4 FY2016.

In Q3 FY2016, the Group's revenue increased by 10% compared with the previous corresponding period and achieved a net profit attributable to shareholders of RM61.5 million.

Revenue

By Business Activities

	1-1-16 to 31-3-16 Group	1-1-15 to 31-3-15 Group	Change
	RM	RM	%
Revenue			
Software licensing	33,731,911	25,611,777	32
Software project services	25,035,899	13,420,608	87
Maintenance and enhancement services	85,206,344	91,090,536	(6)
Sale of software and hardware products	1,095,050	4,573,665	(76)
Credit and cards processing	5,691,163	3,581,849	59
Insurance processing	6,190,763	4,976,073	24
	156,951,130	143,254,508	10

For Q3 FY2016, Group revenue of RM157.0 million was 10% higher compared with Q3 FY2015. The increase in the Group's revenue was due to higher contribution from all revenue segments with the exception of sale of software and hardware products and maintenance and enhancement services, as well as the effect of an appreciation of the Singapore Dollar ("SGD") and United States Dollar ("USD") against Ringgit Malaysia ("RM"). The appreciation of SGD and USD against RM has contributed approximately 9% to the increase in revenue compared with Q3 FY2015.

Software project services revenue increased 87% to RM25.0 million in Q3 FY2016 due to higher progressive revenue recognition from new and on-going project implementation contracts and the consolidation of Symmetri Group's projects on hand in Q3 FY2016.

Software licensing revenue was 32% higher compared with Q3 FY2015 due to higher value software licensing contracts delivered in Q3 FY2016. Following the expansion of business activities into Thailand and Vietnam as well as winning new customers in Malaysia, Singapore and Indonesia, which increased the recurrent revenue base of insurance processing, revenue contribution of RM6.2 million from insurance processing in Q3 FY2016 was 24% higher compared with Q3 FY2015.

Revenue from maintenance and enhancement services was marginally lower in Q3 FY2016 compared with Q3 FY2015 due to more enhancement contracts secured in Malaysia in Q3 FY2015 following the implementation of new regulatory compliance requirements, partially offset with more maintenance contracts secured in Malaysia in Q3 FY2016 after the completion of software implementation project and the consolidation of Symmetri Group's maintenance and enhancement revenue.

Lower sale of software and hardware products was registered in Q3 FY2016 compared with Q3 FY2015 as there were only minimal sales of hardware products delivered in Q3 FY2016 compared with a major sale of hardware product in Q3 FY2015. Revenue contribution from credit and cards processing of RM5.7 million in Q3 FY2016 was 59% higher compared with the previous corresponding period due to more enhancement contracts from a major customer and the appreciation of Japanese Yen ("JPY") against RM.

Profitability

The Group's gross profit of RM89.0 million in Q3 FY2016 was 8% lower compared with RM97.1 million in Q3 FY2015. The Group's gross profit margin of 57% in Q3 FY2016 was lower compared with 68% in Q3 FY2015 due to lower proportion of revenue recorded from higher margin maintenance and enhancement services, partially offset with higher gross profit margin from software project services for the Silverlake business and the consolidation of the Symmetri Group, which has a lower margin than SAL Group, in Q3 FY2016.

Other income of RM3.1 million was 39% lower compared with Q3 FY2015. Lower realised and unrealised foreign currency exchange gains were due to the depreciation of SGD and USD bank balances and receivables against RM recorded in Q3 FY2016 compared to Q3 FY2015. Lower gain on redemption of available-for-sale financial assets has also contributed to the decrease in other income. This was partially offset by an accounting gain of RM2.9 million on dilution of interest in an associate in China, Global InfoTech Co. Ltd. ("GIT"), following the issuance of new shares pursuant to its employee share incentive plan in January 2016.

The selling and distribution expenses increased from RM2.1 million in Q3 FY2015 to RM7.9 million in Q3 FY2016 due to additional expenses from the consolidation of the newly acquired subsidiary, Symmetri Group and higher expenses were incurred for marketing and research activities in Q3 FY2016.

Compared with Q3 FY2015, administrative expenses increased from RM17.2 million to RM18.9 million in Q3 FY2016 due to realised and unrealised foreign currency loss of RM2.9 million arising from translation of receivables and bank balances denominated in foreign currencies and an additional RM2.8 million expenses from the consolidation of Symmetri Group, partially offset with lower charge on share awards granted pursuant to the Silverlake Axis Ltd Performance Share Plan ("PSP").

Finance costs decreased from RM0.3 million to RM0.2 million in Q3 FY2016. Higher finance costs incurred in Q3 FY2015 compared with Q3 FY2016 were due to quarterly fair value adjustment on the remaining purchase consideration for the acquisition of Merimen Group and Cyber Village Sdn. Bhd. ("CVSB") as required by IFRS, partially offset with interest incurred on revolving credit facility in Q3 FY2016.

With higher revenue from most revenue segments, offset with higher cost of sales, increase in selling and administrative expenses and lower realised and unrealised foreign currency exchange gain resulted in the Group's profit before tax decreasing from RM83.8 million to RM65.9 million in Q3 FY2016 compared with the previous corresponding period.

Income tax expense decreased from RM7.1 million in Q3 FY2015 to RM4.4 million in Q3 FY2016 mainly due to lower profitability in Q3 FY2016. The effective tax rate decreased from 9% in Q3 FY2015 to 7% in Q3 FY2016.

The Group reported a profit after tax attributable to shareholders of RM61.5 million in Q3 FY2016.

(a)(ii) INCOME STATEMENT REVIEW – Nine months period ended 31 March 2016 ("9M FY2016") vs Nine months period ended 31 March 2015 ("9M FY2015")

Overview

In 9M FY2016, the Group's revenue increased by 22% whereas net profit attributable to shareholders decreased by 5% compared with the previous corresponding period.

Revenue

By Business Activities

	1-7-15 to 31-3-16 Group	1-7-14 to 31-3-15 Group	Change
	RM	RM	%
<u>Revenue</u>			
Software licensing	86,175,624	99,821,513	(14)
Software project services	88,610,809	40,607,143	>100
Maintenance and enhancement services	248,518,740	215,281,950	15
Sale of software and hardware products	14,023,498	6,185,945	>100
Credit and cards processing	15,614,365	10,693,711	46
Insurance processing	18,199,879	14,672,306	24
	471,142,915	387,262,568	22

For 9M FY2016, Group revenue of RM471.1 million was 22% higher compared with 9M FY2015. The increase in the Group's revenue was due to higher contribution from all revenue segments with the exception of software licensing, maiden contribution from Symmetri Group after the acquisition, as well as the effect of the appreciation of SGD and USD against RM. The appreciation of SGD and USD against RM has contributed approximately 10% to the increase in revenue compared with 9M FY2015.

Software project services revenue increased significantly to RM88.6 million compared with 9M FY2015 due to higher progressive revenue recognition from new and on-going project implementation contracts and the consolidation of Symmetri Group's projects on hand. The Group has also benefited from three major sales of hardware products in 9M FY2016 compared with only one major sale of hardware products delivered in 9M FY2015.

Higher maintenance and enhancement services revenue recorded in 9M FY2016 compared with 9M FY2015 was due to more maintenance secured after the completion of software implementation projects in Singapore and Malaysia and the consolidation of Symmetri Group's maintenance and enhancement revenue, partially offset with higher enhancement revenue from compliance related contracts secured in 9M FY2015.

More enhancement contracts from a major customer and the appreciation of JPY against RM led to an increase in credit and cards processing revenue. The recurrent revenue base of insurance processing was 24% higher in 9M FY2016 compared with 9M FY2015 following the expansion of business activities into Thailand and Vietnam and the securing of new customers in Malaysia, Singapore and Indonesia.

Software licensing revenue was lower compared with the previous corresponding period due to lower value software licensing contracts delivered in 9M FY2016. Further revenue recognition of software licensing is expected to take place in the subsequent quarters with the progressive delivery of new and on-going software licensing contracts secured from customers.

Profitability

The Group's gross profit of RM274.6 million in 9M FY2016 was 6% higher compared with RM257.8 million in 9M FY2015. The Group's gross profit margin of 58% in 9M FY2016 was lower compared with 67% in 9M FY2015 mainly due to a change in the revenue mix, with a lower proportion of revenue recorded from higher margin software licensing partially offset with higher gross profit margin from software project services and the two-quarter consolidation of newly acquired but lower margin Symmetri Group in 9M FY2016 compared with 9M FY2015.

Other income increased from RM6.7 million to RM12.9 million in 9M FY2016 as unrealised and realised foreign currency exchange gains recorded in 9M FY2016 were higher at RM7.7 million due to the depreciation of RM against New Zealand Dollar and JPY advances to a joint venture and a subsidiary respectively, and also the appreciation of SGD and USD receivables against RM. An accounting gain of RM2.9 million on dilution of interest in GIT, following the issuance of new shares pursuant to its employee share incentive plan in January 2016 and reversal of impairment loss on trade receivables recorded in 9M FY2016 have also contributed to the overall increase in other income.

The selling and distribution expenses increased from RM8.2 million in 9M FY2015 to RM19.4 million in 9M FY2016 due to additional expenses from the consolidation of Symmetri Group and higher expenses were incurred for marketing and research activities in 9M FY2016.

Compared with 9M FY2015, administrative expenses increased by 36% from RM38.8 million to RM52.9 million in 9M FY2016 due to additional expenses from the consolidation of Symmetri Group, professional fees for the special independent review on interested persons transactions and increase in staff related costs.

Finance costs decreased from RM1.2 million to RM0.7 million in 9M FY2016. Higher finance costs incurred in 9M FY2015 compared with 9M FY2016 were due to quarterly fair value adjustment on the remaining purchase consideration for the acquisition of Merimen Group and CVSB as required by IFRS, partially offset with interest incurred on revolving credit facility in 9M FY2016.

The Group's share of profit of associates and a joint venture was RM1.9 million in 9M FY2016 compared with RM4.5 million in 9M FY2015 due to lower contribution and lower share of profit of GIT from the dilution of interest in GIT from 27% to 20.25% arising from the Initial Public Offering in Q4 FY2015 and subsequently from 20.25% to 20.01% arising from issuance of new shares pursuant to employee share incentive plan in January 2016. Share of losses of a joint venture after accounting for the dilution loss from an issuance of Finzsoft's new shares as final payment for its acquisition in Sush Mobile in 2014 has also led to lower profit sharing in 9M FY2016.

With higher revenue from most revenue segments as well as the effect of appreciation of SGD and USD against RM and higher realised and unrealised foreign currency exchange gain, partially offset by an increase in selling and administrative expenses, the Group recorded a profit before tax of RM218.2 million in 9M FY2016, 2% lower than RM222.9 million achieved in the previous corresponding financial period.

Income tax expense increased from RM14.9 million in 9M FY2015 to RM21.5 million in 9M FY2016 mainly due to higher withholding tax on some overseas revenue and higher taxable income contributed by subsidiaries. The effective tax rate increased from 7% in 9M FY2015 to 10% in 9M FY2016.

The Group reported a profit after tax attributable to shareholders of RM196.7 million in 9M FY2016.

(b) STATEMENT OF FINANCIAL POSITIONS REVIEW

Intangible assets

The increase in intangible assets from RM156.4 million as at 30 June 2015 to RM196.0 million as at 31 March 2016 was mainly due to the provisional fair values of the identifiable assets and goodwill arising from the acquisition of Symmetri Group completed on 1 October 2015, a new software acquired during 9M FY2016, as well as higher intangibles recorded attributable to the appreciation of SGD and USD against RM, partially offset with the amortisation of intangible assets for 9M FY2016.

Trade and other receivables

Trade and other receivables increased from RM85.5 million as at 30 June 2015 to RM223.3 million as at 31 March 2016 mainly due to higher revenue billings during 9M FY2016 and the consolidation of Symmetri Group's receivables of approximately RM42.7 million.

Amounts due from/(to) related parties

The amounts due from/(to) related parties relate to transactions between the Group and Interested Persons ("Silverlake Entities") under the approved General Mandate for Interested Persons Transactions and the Ancillary Transactions Mandate (collectively "Mandates"). These amounts fluctuate from quarter to quarter mainly due to the timing of billings and payments received.

Amounts due from/(to) customers for contract work-in-progress

The amounts due from/(to) customers for contract work-in-progress represent timing differences between revenue recognition on contract and billing to customers. Revenue recognition on contract is based on percentage of completion method, while billings to customers are in accordance with contracted payment milestones.

The net amount due to customers for contract work-in-progress as at 31 March 2016 was RM2.1 million compared with net amount due from customers for contract work-in-progress of RM19.5 million as at 30 June 2015 and this was mainly due to the timing of billings and revenue recognition for the contracts on hand.

Trade and other payables

Trade and other payables increased from RM58.4 million as at 30 June 2015 to RM73.6 million as at 31 March 2016 mainly due to accrual of the remaining purchase consideration for the acquisition of Symmetri Group (RM23.2 million) and the consolidation of Symmetri Group's payables (RM14.4 million), partially offset with the final payment made for the acquisition of the remaining 20% issued share capital of Merimen Group, the third payment made for the acquisition of the entire issued share capital of CVSB and lower accruals of sub-contractor fees.

Advance maintenance fees

Advance maintenance fees represent maintenance fees billed in advance, for which revenue will be recognised over the contractual period, typically twelve months. The increase in the advance maintenance fees from RM30.7 million as at 30 June 2015 to RM67.3 million as at 31 March 2016 were due to higher maintenance fee billings in Q2 FY2016 as most maintenance contractual period commence from January to December and the consolidation of Symmetri Group's advance maintenance fees.

Total current and non-current loans and borrowings

Loans and borrowings increased from RM2.4 million as at 30 June 2015 to RM57.9 million as at 31 March 2016 mainly due to drawn down of revolving credit facilities amounting to SGD3.0 million and USD12.0 million (equivalent to RM52.7 million) during the financial period.

Cash and bank balances

Cash and bank balances decreased from RM320.5 million as at 30 June 2015 to RM206.2 million as at 31 March 2016 mainly due to the cash outflow from financing activities of RM205.9 million for payment of dividends to shareholders, cash outflow from investing activities of RM33.4 million for the acquisition of Symmetri Group, RM15.1 million for the final payment for the acquisition of remaining 20% issued share capital of Merimen Group and RM1.8 million for the third payment for the acquisition of CVSB, partially offset by the net cash inflow from operating activities of RM142.7 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

With economic growth in Asia expected to moderate for the rest of 2016, financial institutions in this region are seeking to expand their services in a more cost effective manner by leveraging on information technology. The Group is continuing to work with current and potential customers to enhance existing software systems as well as implement suitable digital and mobile technologies to deliver quick but effective solutions to meet their needs.

The Group is focusing on its recent acquisitions to improve their market penetration. Following the initial business transition at a higher cost structure, the Group is working with the Symmetri Group to cross sell services and streamline operating procedures to improve its profit margin. The Merimen Group is broadening its insurance processing services as well as expanding into new growth markets in the region to bring more insurance companies into its collaborative platform. Concurrently, the Group will also continue to evaluate suitable acquisition opportunities to increase its suite of software products and services.

11. If a decision regarding dividend has been made:

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	First Interim	Second Interim	Third Interim
Dividend Type	Cash	Cash	Cash
Dividend Rate	Singapore cents 0.60 per ordinary share	Singapore cents 0.75 per ordinary share	Singapore cents 0.65 per ordinary share
Par Value of Shares	USD0.02	USD0.02	USD0.02
Tax Rate	Tax exempt 1-tier	Tax exempt 1-tier	Tax exempt 1-tier

Q3 FY2016 interim dividend of Singapore cents 0.65 per ordinary share is based on a larger share base, taken into account the bonus shares of 448,929,692, compared to Q3 FY2015.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	First Interim	Second Interim	Third Interim
Dividend Type	Cash	Cash	Cash
Dividend Rate	Singapore cents 0.80 per ordinary share	Singapore cents 1.10 per ordinary share	Singapore cents 1.10 per ordinary share
Par Value of Shares	USD0.02	USD0.02	USD0.02
Tax Rate	Tax exempt 1-tier	Tax exempt 1-tier	Tax exempt 1-tier

(c) Date payable

The Directors have proposed a tax exempt (one-tier) interim dividend of Singapore cents 0.65 per ordinary share. The interim dividend will be payable on 6 June 2016.

(d) Books closure date

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed on 23 May 2016 for the purpose of determining shareholders' entitlements to the proposed interim dividend. Duly completed transfers received by the Company's Share Transfer Agent, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623, up to 5.00 p.m., on 20 May 2016 will be registered before entitlements to the dividend are determined.

Shareholders (being depositors) whose securities accounts with the Central Depository (Pte) Limited are credited with ordinary shares as at 5.00 p.m. on 20 May 2016 will be entitled to the proposed interim dividend.

12. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Not applicable.

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable.

15. A breakdown of sales

Not applicable.

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable.

17. Recurrent Interested Person Transactions of A Revenue or Trading Nature

The aggregate value of recurrent Interested Person Transactions ("IPT") of revenue or trading nature conducted during the financial period ended 31 March 2016 by the Group in accordance with the shareholders' mandates were as follow:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than SGD100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions, conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than SGD100,000)
	1-7-15 to 31-3-16	1-7-15 to 31-3-16
	RM	RM
Companies associated to Mr Goh Peng Ooi ("Silverlake Entities")		
- New IPT Mandate ⁽¹⁾		
Revenue from Silverlake Entities	-	50,710,581
Service fees to Silverlake Entities	-	(54,439,753)
- Ancillary Transactions ⁽²⁾		
Revenue from Silverlake Entities	-	4,084,646
- Non-Mandate Transactions ⁽³⁾		
Revenue from Silverlake Entities	2,425,521	-

⁽¹⁾ The New IPT Mandate was approved by shareholders on 24 October 2008 for transactions pursuant to Master License Agreement and Master Services Agreement. The New IPT Mandate is subject to annual renewal.

⁽²⁾ Ancillary Transactions were approved by shareholders at Special General Meeting on 28 January 2010 for transactions pursuant to Restructuring Agreements where Silverlake Entities shall be bare trustees for the Group, pending novation and/or assignment of applicable contracts to the Group.

⁽³⁾ The Non-Mandate revenue was mainly revenue from sale of hardware and provision of enhancement services between Silverlake Holdings Sdn. Bhd. and Silverlake Entities.

18. Ageing for amounts owing from related parties

The ageing for amounts owing from related parties as at 31 March 2016 was as follows:

Name of related parties	Total Due RM	0-30 days RM	31-60 days RM	61-90 days RM	91-180 days RM	> 180 days RM
<u>Transactions conducted under the New Mandates: -</u>						
Silverlake Entities ⁽¹⁾	22,327,327	19,163,774	3,163,553	-	-	-
<u>Non-Mandate Transactions</u>						
Silverlake Entities	23,618	23,618	-	-	-	-
<u>Non-Trade Transactions</u>						
Silverlake Entities	85,048	53,266	-	6,260	25,522	-
Grand Total ⁽²⁾	22,435,993	19,240,658	3,163,553	6,260	25,522	-

⁽¹⁾ The Audit Committee confirms that collections from the Silverlake Entities were within the mandated terms.

⁽²⁾ As at 11 May 2016, the amounts owing from Silverlake Entities for more than 30 days have been fully collected.

19. Confirmation by the Board pursuant to Rule 705(5) of the Listing Manual

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to their attention which may render the unaudited financial statements for the financial period ended 31 March 2016 to be false or misleading in any material aspect.

20. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

21. Use of Proceeds from the Placement of 100,000,000 shares

On 11 June 2013, the Company allotted and issued 100,000,000 ordinary shares at an issue price of SGD0.75 per share. The total net proceeds of RM180.3 million have been utilised as follows:

- (i) RM42.3 million has been utilised for the acquisition of the entire share capital of Cyber Village Sdn. Bhd.;
- (ii) RM38.3 million has been utilised for the acquisition of the entire share capital of Merimen Group;
- (iii) RM31.6 million has been disbursed and utilised for the takeover offer of Finzsoft; and
- (iv) RM68.1 million has been disbursed and utilised for the acquisition of Symmetri Group.

The use of the net proceeds is in accordance with that previously disclosed in the Company's announcement dated 29 May 2013. The Company had made periodic announcements on the utilisation of the proceeds as and when the proceeds were materially disbursed.

BY ORDER OF THE BOARD

KWONG YONG SIN
Group Managing Director

11 May 2016