

SILVERLAKE AXIS LTD

Second Quarter Financial Statements And Dividend Announcement For The Financial Period Ended 31 December 2015

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 half year period and second quarter ended 31 December 2015

	Half year period ended 31 December			Second quarter ended 31 December		
	2015	2014	Change	2015	2014	Change
	RM	RM	%	RM	RM	%
Revenue	313,055,962	240,911,273	30	178,970,044	124,071,971	44
Cost of sales	(128,137,465)	(82,893,822)	55	(74,539,460)	(41,641,197)	79
Gross profit	184,918,497	158,017,451	17	104,430,584	82,430,774	27
Other items of income						
Finance income	1,437,245	1,397,213	3	528,099	747,712	(29)
Other income	12,589,031	4,186,792	>100	4,012,452	4,972,326	(19)
Other items of expenses						
Selling and distribution costs	(11,470,305)	(6,077,429)	89	(8,302,447)	(3,573,929)	>100
Administrative expenses	(36,330,843)	(21,665,180)	68	(25,998,302)	(10,221,955)	>100
Finance costs	(517,660)	(880,997)	(41)	(200,493)	(359,169)	(44)
Share of profit of associates and a joint venture	1,572,597	4,071,008	(61)	607,116	2,079,018	(71)
Profit before tax	152,198,562	139,048,858	9	75,077,009	76,074,777	(1)
Income tax expense	(16,999,530)	(7,719,645)	>100	(8,500,758)	(4,449,041)	91
Profit for the period	135,199,032	131,329,213	3	66,576,251	71,625,736	(7)
Profit for the period attributable to:						
Owners of the parent	135,192,406	131,324,219	3	66,575,458	71,624,384	(7)
Non-controlling interests	6,626	4,994	33	793	1,352	(41)
	135,199,032	131,329,213	3	66,576,251	71,625,736	(7)
Earnings per share attributable to the owners of the parent:						
- Basic (sen) *	5.09	4.91	4	2.50	2.68	(7)
- Diluted (sen) *	5.08	4.91	3	2.50	2.68	(7)

* The basic and diluted earnings per share for the financial period ended 31 December 2014 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 half year period and second quarter ended 31 December 2015

	Half year period ended 31 December			Second quarter ended 31 December		
	2015	2014	Change	2015	2014	Change
	RM	RM	%	RM	RM	%
Profit for the period	135,199,032	131,329,213	3	66,576,251	71,625,736	(7)
Other comprehensive income:						
Item that can be reclassified subsequently to profit or loss:						
Foreign currency translation gain/(loss) *	19,865,247	13,900,058	43	(4,285,885)	11,130,712	>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 for the period, net of tax	19,867,683	13,900,058	43	(4,285,885)	11,130,712	>100
Total comprehensive income for the period	155,066,715	145,229,271	7	62,290,366	82,756,448	(25)
Total comprehensive income for the period attributable to:						
Owners of the parent	155,060,089	145,224,277	7	62,289,573	82,755,096	(25)
Non-controlling interests	6,626	4,994	33	793	1,352	(41)
	155,066,715	145,229,271	7	62,290,366	82,756,448	(25)

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:

	Half year period ended 31 December			Second quarter ended 31 December		
	2015	2014	Change	2015	2014	Change
	RM	RM	%	RM	RM	%
Amortisation of intangible assets	(8,830,780)	(5,531,514)	60	(6,011,051)	(2,752,074)	>100
Depreciation of property, plant and equipment	(1,359,490)	(991,623)	37	(894,977)	(539,641)	66
Write off of property, plant and equipment	(779)	(3,739)	(79)	(641)	(2,802)	(77)
Bad debts written off	-	(177)	(100)	-	(177)	(100)
Reversal of impairment loss on trade receivables	767,646	83,926	>100	767,646	83,926	>100
Net foreign currency exchange gain**(loss)*:						
- realised	1,984,207	253,793	>100	2,676,677	369,609	>100
- unrealised	8,613,035	2,886,011	>100	(4,876,947)	4,013,935	>100
Adjustments for over provision of tax in respect of prior years	76,247	23,042	>100	7,820	19,157	(59)
Gain on disposal of property, plant and equipment **	48,000	1,365	>100	-	1,365	(100)
Gain on redemption of available-for-sale financial assets - money market fund **	706,888	827,546	(15)	251,531	423,961	(41)
Performance shares issued	(5,212,658)	(192,135)	>100	(2,606,329)	(96,067)	>100
(Allowance for)/Reversal of unutilised leave	(178,134)	(148,933)	20	390,925	300,021	30
Allowance for defined benefit liabilities	(548,024)	(316,822)	73	(342,405)	(158,411)	>100

* Included in other operating expenses

** Included in other operating income

1(b)(i) Balance sheets (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-Dec-15		As at 30-Jun-15	
	Group RM	Company RM	Group RM	Company RM
ASSETS				
Non-current assets				
Property, plant and equipment	16,460,255	-	12,868,571	764
Intangible assets	202,952,370	-	156,367,645	-
Investments in subsidiaries	-	1,903,702,199	-	1,827,788,044
Investments in associates	104,585,535	1,230,000	102,095,635	1,230,000
Interest in a joint venture	31,874,877	34,224,301	28,359,311	29,791,431
Deferred tax assets	4,385,580	-	2,099,569	-
	360,258,617	1,939,156,500	301,790,731	1,858,810,239
Current assets				
Amounts due from customers for contract work-in-progress	25,393,966	-	24,374,841	-
Trade and other receivables	193,904,824	36,488	85,481,398	246,869
Advance maintenance costs	4,077,366	-	2,415,363	-
Prepayments	2,794,602	127,224	2,043,035	93,608
Amounts due from related parties	15,471,629	-	30,186,863	-
Loan to subsidiaries	-	17,531,742	-	12,014,683
Tax recoverable	3,852,384	-	1,837,700	-
Available-for-sale financial assets - money market fund	5,704,317	-	10,390,000	-
Cash and bank balances	224,579,722	36,360,026	320,514,200	91,043,416
	475,778,810	54,055,480	477,243,400	103,398,576
Total assets	836,037,427	1,993,211,980	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	225,711,878	1,662,269,634	259,269,373	1,695,827,129
Treasury shares	(53,700,532)	(53,700,532)	(7,926,631)	(7,926,631)
Foreign currency translation reserve	36,354,466	-	16,489,219	-
Capital reserve	466,828	-	466,828	-
Statutory reserve	21,819	-	21,819	-
Performance share plan reserve	10,425,316	10,425,316	5,212,658	5,212,658
Merger deficit	(119,765,286)	-	(119,765,286)	-
Retained profits	316,821,081	99,114,378	328,095,192	94,323,242
Equity attributable to owners of the parent	607,376,224	1,909,149,450	639,346,331	1,944,919,557
Non-controlling interests	78,003	-	71,377	-
Total equity	607,454,227	1,909,149,450	639,417,708	1,944,919,557

STATEMENTS OF FINANCIAL POSITION (Cont'd)

	As at 31-Dec-15		As at 30-Jun-15	
	Group RM	Company RM	Group RM	Company RM
Non-current liabilities				
Loans and borrowings	1,666,183	-	1,626,409	-
Deferred tax liabilities	16,703,564	-	15,475,135	-
Provision for defined benefit liabilities	9,395,267	-	4,467,313	-
	27,765,014	-	21,568,857	-
Current liabilities				
Amounts due to customers for contract work-in-progress	11,706,325	-	4,902,810	-
Trade and other payables	107,436,981	42,986,146	58,365,641	17,162,718
Provision for defined benefit liabilities	412,011	-	360,953	-
Advance maintenance fees	52,772,730	-	30,749,393	-
Loans and borrowings	784,498	-	784,516	-
Amounts due to subsidiaries	-	40,972,963	-	20,010
Amounts due to related parties	14,015,197	-	11,362,515	-
Income tax payable	13,690,444	103,421	11,521,738	106,530
	200,818,186	84,062,530	118,047,566	17,289,258
Total liabilities	228,583,200	84,062,530	139,616,423	17,289,258
Net current assets/(liabilities)	274,960,624	(30,007,050)	359,195,834	86,109,318
Total equity and liabilities	836,037,427	1,993,211,980	779,034,131	1,962,208,815

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

	Half year period ended 31 December 2014			Second quarter ended 31 December 2014		
	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	1,509,623	(112,410)	1,397,213	806,306	(58,594)	747,712
Other income	4,074,382	112,410	4,186,792	4,913,732	58,594	4,972,326
Consolidated statement of cash flows						
Gain on redemption of available-for-sale financial assets - money market fund	(715,136)	(112,410)	(827,546)	(365,367)	(58,594)	(423,961)
Finance income	(1,509,623)	112,410	(1,397,213)	(806,306)	58,594	(747,712)
Proceeds from redemption of available-for-sale financial assets - money market fund	144,815,136	112,410	144,927,546	57,665,367	58,594	57,723,961
Purchases of available-for-sale financial assets - money market fund	(144,100,000)	(810,000)	(144,910,000)	(57,300,000)	(810,000)	(58,110,000)
Interest received	1,485,315	(112,410)	1,372,905	1,029,766	(58,594)	971,172
Cash and cash equivalents at beginning of the financial period	227,722,306	(6,800,000)	220,922,306	302,365,679	(6,800,000)	295,565,679
Cash and cash equivalents at end of the financial period	254,694,475	(7,610,000)	247,084,475	254,694,475	(7,610,000)	247,084,475
Cash and bank balances per Statements of Financial Position	337,495,353	(7,610,000)	329,885,353	337,495,353	(7,610,000)	329,885,353

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-Dec-15	
Secured Group RM	Unsecured Group RM
784,498	-

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

Amount repayable after one year

As at 31-Dec-15	
Secured Group RM	Unsecured Group RM
1,666,183	-

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 RM9,955,407 as at 31 December 2015 (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

	Half year period ended		Second quarter ended	
	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
	RM	RM	RM	RM
Operating activities:				
Profit before tax	152,198,562	139,048,858	75,077,009	76,074,777
Adjustments for:				
Amortisation of intangible assets	8,830,780	5,531,514	6,011,051	2,752,074
Depreciation of property, plant and equipment	1,359,490	991,623	894,977	539,641
Write off of property, plant and equipment	779	3,739	641	2,802
Net gain on disposal of property, plant and equipment	(48,000)	(1,365)	-	(1,365)
Gain on redemption of available-for-sale financial assets - money market fund	(706,888)	(827,546)	(251,531)	(423,961)
Unrealised foreign currency exchange (gain)/loss	(8,613,035)	(2,886,011)	4,876,947	(4,013,935)
Reversal of impairment loss on trade receivables	(767,646)	(83,926)	(767,646)	(83,926)
Bad debts written off	-	177	-	177
Allowance for/(Reversal of) unutilised leave	178,134	148,933	(390,925)	(300,021)
Allowance for defined benefit liabilities	548,024	316,822	342,405	158,411
Performance shares issued	5,212,658	192,135	2,606,329	96,067
Share of profit of associates and a joint venture	(1,572,597)	(4,071,008)	(607,116)	(2,079,018)
Finance costs	517,660	880,997	200,493	359,169
Finance income	(1,437,245)	(1,397,213)	(528,099)	(747,712)
Operating cash flows before changes in working capital	155,700,676	137,847,729	87,464,535	72,333,180
Changes in working capital:				
(Increase)/Decrease in trade and other receivables	(65,258,141)	41,552,789	(38,387,698)	17,680,501
Net movement in amounts due from/to customers for contract work-in-progress	(10,106,802)	2,020,595	(9,875,527)	(4,898,643)
Net movement in amounts due from/to related parties	19,311,555	4,270,069	(4,521,035)	2,594,721
Increase/(Decrease) in trade and other payables	27,227,019	(31,966,116)	24,130,628	(13,409,441)
Cash flows from operations	126,874,307	153,725,066	58,810,903	74,300,318
Income tax paid	(17,945,838)	(11,968,456)	(10,365,661)	(5,723,623)
Interest paid	(200,394)	(62,036)	(181,278)	(30,415)
Net cash flows from operating activities	108,728,075	141,694,574	48,263,964	68,546,280
Investing activities:				
Purchases of property, plant and equipment	(1,394,725)	(491,317)	(1,100,316)	(366,832)
Payments for other intangible assets	(1,408,362)	-	(1,011,052)	-
Acquisition of subsidiaries, net of cash acquired	(33,425,274)	(12,026,240)	(33,425,274)	(12,026,240)
Advances to a joint venture	(176,656)	-	(29,829)	-
Proceeds from disposal of property, plant and equipment	48,000	1,365	-	1,365
Proceeds from redemption of available-for-sale financial assets - money market fund	79,646,888	144,927,546	18,951,531	57,723,961
Purchases of available-for-sale financial assets - money market fund	(74,254,317)	(144,910,000)	(20,714,317)	(58,110,000)
Interest received	1,638,898	1,372,905	525,729	971,172
(Placement)/Uplift of short-term deposits	(11,065,627)	42,987,798	(12,467,277)	43,007,093
Net cash flows (used in)/from investing activities	(40,391,175)	31,862,057	(49,270,805)	31,200,519
Financing activities:				
Dividends paid	(146,468,953)	(152,003,190)	(146,468,953)	(152,003,190)
Purchase of treasury shares	(45,773,901)	-	(22,304,493)	-
Proceeds from revolving credit	52,680,000	-	52,680,000	-
Repayment of revolving credit and term loan	(52,680,000)	(254,662)	(52,680,000)	(128,431)
Repayment of finance lease liabilities	(452,731)	(499,185)	(223,889)	(253,125)
Net cash flows used in financing activities	(192,695,585)	(152,757,037)	(168,997,335)	(152,384,746)
Net (decrease)/increase in cash and cash equivalents	(124,358,685)	20,799,594	(170,004,176)	(52,637,947)
Effects of exchange rate changes on cash and cash equivalents	17,356,348	5,362,575	(3,422,790)	4,156,743
Cash and cash equivalents at beginning of the financial period	315,572,913	220,922,306	381,997,542	295,565,679
Cash and cash equivalents at end of the financial period	208,570,576	247,084,475	208,570,576	247,084,475

	Half year period ended		Second quarter ended	
	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
	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	224,579,722	329,885,353	224,579,722	329,885,353
Less: Short-term deposits with licensed banks with maturity more than 3 months	(14,780,000)	(81,575,486)	(14,780,000)	(81,575,486)
Less: Pledged deposits	(1,229,146)	(1,225,392)	(1,229,146)	(1,225,392)
Cash and cash equivalents at end of the financial period	208,570,576	247,084,475	208,570,576	247,084,475

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 half year period ended 31 December 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-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	-	-	-	-	-	-	-	-	135,192,406	135,192,406	6,626	135,199,032
Other comprehensive income for the period	-	-	-	19,865,247	-	-	-	-	2,436	19,867,683	-	19,867,683
Issuance of bonus shares	33,557,495	(33,557,495)	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(45,773,901)	-	-	-	-	-	-	(45,773,901)	-	(45,773,901)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	5,212,658	-	-	5,212,658	-	5,212,658
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(146,468,953)	(146,468,953)	-	(146,468,953)
As at 31-Dec-2015	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

	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	-	-	-	-	-	-	-	-	151,260,089	151,260,089	-	151,260,089
Issuance of bonus shares	33,557,495	(33,557,495)	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	-	-	(45,773,901)	-	-	-	-	-	-	(45,773,901)	-	(45,773,901)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	5,212,658	-	-	5,212,658	-	5,212,658
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(146,468,953)	(146,468,953)	-	(146,468,953)
As at 31-Dec-2015	191,040,654	1,662,269,634	(53,700,532)	-	-	-	10,425,316	-	99,114,378	1,909,149,450	-	1,909,149,450

Consolidated Statement of Changes in Equity for the half year period ended 31 December 2014

	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	-	-	-	-	-	-	-	-	131,324,219	131,324,219	4,994	131,329,213
Other comprehensive income for the period	-	-	-	13,900,058	-	-	-	-	-	13,900,058	-	13,900,058
Grant of shares under Performance Share Plan	-	-	-	-	-	-	192,135	-	-	192,135	-	192,135
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(152,003,190)	(152,003,190)	-	(152,003,190)
As at 31-Dec-2014	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

	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	-	-	-	-	-	-	-	-	136,028,093	136,028,093	-	136,028,093
Grant of shares under Performance Share Plan	-	-	-	-	-	-	192,135	-	-	192,135	-	192,135
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(152,003,190)	(152,003,190)	-	(152,003,190)
As at 31-Dec-2014	157,483,159	1,688,995,689	(768,352)	-	-	-	768,540	-	108,227,013	1,954,706,049	-	1,954,706,049

Consolidated Statement of Changes in Equity for the second quarter ended 31 December 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-Oct-2015	191,040,654	225,711,878	(31,396,039)	40,640,351	466,828	21,819	7,818,987	(119,765,286)	396,714,576	711,253,768	77,210	711,330,978
Profit for the period	-	-	-	-	-	-	-	-	66,575,458	66,575,458	793	66,576,251
Other comprehensive loss for the period	-	-	-	(4,285,885)	-	-	-	-	-	(4,285,885)	-	(4,285,885)
Purchase of treasury shares	-	-	(22,304,493)	-	-	-	-	-	-	(22,304,493)	-	(22,304,493)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	2,606,329	-	-	2,606,329	-	2,606,329
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(146,468,953)	(146,468,953)	-	(146,468,953)
As at 31-Dec-2015	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

	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-Oct-2015	191,040,654	1,662,269,634	(31,396,039)	-	-	-	7,818,987	-	105,703,100	1,935,436,336	-	1,935,436,336
Profit for the period	-	-	-	-	-	-	-	-	139,880,231	139,880,231	-	139,880,231
Purchase of treasury shares	-	-	(22,304,493)	-	-	-	-	-	-	(22,304,493)	-	(22,304,493)
Grant of shares under Performance Share Plan	-	-	-	-	-	-	2,606,329	-	-	2,606,329	-	2,606,329
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(146,468,953)	(146,468,953)	-	(146,468,953)
As at 31-Dec-2015	191,040,654	1,662,269,634	(53,700,532)	-	-	-	10,425,316	-	99,114,378	1,909,149,450	-	1,909,149,450

Consolidated Statement of Changes in Equity for the second quarter ended 31 December 2014

	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-Oct-2014	157,483,159	252,437,933	(768,352)	(2,894,507)	466,828	21,819	672,473	(119,765,286)	391,227,520	678,881,587	65,254	678,946,841
Profit for the period	-	-	-	-	-	-	-	-	71,624,384	71,624,384	1,352	71,625,736
Other comprehensive income for the period	-	-	-	11,130,712	-	-	-	-	-	11,130,712	-	11,130,712
Grant of shares under Performance Share Plan	-	-	-	-	-	-	96,067	-	-	96,067	-	96,067
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(152,003,190)	(152,003,190)	-	(152,003,190)
As at 31-Dec-2014	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

	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-Oct-2014	157,483,159	1,688,995,689	(768,352)	-	-	-	672,473	-	121,956,309	1,968,339,278	-	1,968,339,278
Profit for the period	-	-	-	-	-	-	-	-	138,273,894	138,273,894	-	138,273,894
Grant of shares under Performance Share Plan	-	-	-	-	-	-	96,067	-	-	96,067	-	96,067
Dividends on ordinary shares	-	-	-	-	-	-	-	-	(152,003,190)	(152,003,190)	-	(152,003,190)
As at 31-Dec-2014	157,483,159	1,688,995,689	(768,352)	-	-	-	768,540	-	108,227,013	1,954,706,049	-	1,954,706,049

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.

From 26 August to 22 October 2015, the Company purchased 27,666,700 shares pursuant to the share purchase mandate approved by shareholders on 27 October 2014. These shares were acquired by way of market acquisition for a total consideration of RM45,773,901 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 30,560,700 as at 31 December 2015.

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-Dec-15	As at 30-Jun-15	As at 31-Dec-14
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	(30,560,700)	(2,894,000)	(2,794,000)
Total number of issued shares excluding treasury shares	2,665,912,100	2,244,649,108	2,244,749,108

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-Dec-15	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	-	(2,600,000)
Purchase of treasury shares	27,666,700	2,700,000
Number of treasury shares at end of the period/year	30,560,700	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 IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	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
IFRS 15 Revenue from Contracts with Customers	1 January 2018
IFRS 9 Financial Instruments	1 January 2018

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	
	Half year period ended	
	31-Dec-15	31-Dec-14 (Restated) *
	Sen	Sen
Based on the weighted average number of ordinary shares on issue ⁽¹⁾	5.09	4.91
Based on a fully diluted basis ⁽²⁾	5.08	4.91

* The weighted average number of ordinary shares used for the per share calculations as at 31 December 2014 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 December 2015 of 2,658,455,498 (31 December 2014: 2,674,160,118) 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-Dec-15		As at 30-Jun-15 (Restated)	
	Group Sen	Company Sen	Group Sen	Company Sen
Net asset value per ordinary share ⁽¹⁾	22.78	71.61	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 – Second quarter ended 31 December 2015 ("Q2 FY2016") vs Second quarter ended 31 December 2014 ("Q2 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 1H 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. The Group continues to benefit from these acquisitions. 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 Silverlake Symmetri (Singapore) Pte. Ltd. (formerly known as SunGard Ambit (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 first quarter post acquisition, Symmetri Group has contributed about 10% of group revenue and achieved a marginally positive net profit.

In Q2 FY2016, the Group's revenue increased by 44% whereas net profit attributable to shareholders decreased by 7% over the previous corresponding period.

Revenue

By Business Activities

	1-10-15 to 31-12-15	1-10-14 to 31-12-14	Change
	Group RM	Group RM	%
Revenue			
Software licensing	28,927,269	33,295,028	(13)
Software project services	36,063,573	14,544,539	>100
Maintenance and enhancement services	92,737,037	66,913,381	39
Sale of software and hardware products	9,375,445	834,628	>100
Credit and cards processing	5,605,019	3,547,836	58
Insurance processing	6,261,701	4,936,559	27
	178,970,044	124,071,971	44

For Q2 FY2016, group revenue of RM179.0 million was 44% higher compared with Q2 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 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 14% to the increase in revenue compared with Q2 FY2015.

Revenue from maintenance and enhancement services increased 39% to RM92.7 million in Q2 FY2016 with the consolidation of Symmetri Group's maintenance and enhancement revenue and more maintenance and enhancement contracts secured in Singapore and Malaysia after the completion of software implementation projects. Software project services revenue recorded strong growth with higher progressive revenue recognition from new and on-going project implementation contracts and the consolidation of Symmetri Group's projects on hand in Q2 FY2016.

Higher revenue was recorded from the sale of software and hardware products following two major sales of hardware products in Q2 FY2016 compared with some small sales of hardware products delivered in Q2 FY2015. Credit and cards processing revenue has also increased due to more enhancement contracts from a major customer and appreciation of the Japanese Yen ("JPY") against RM. Following the expansion of business activities into Thailand and Vietnam as well as winning new customers in Malaysia, which increased the recurrent revenue base of insurance processing, revenue contribution of RM6.3 million from insurance processing in Q2 FY2016 was 27% higher compared with Q2 FY2015.

Software licensing revenue was lower compared with the previous corresponding period due to lower value of software licensing contracts delivered in Q2 FY2016.

Profitability

The Group's gross profit of RM104.4 million in Q2 FY2016 was 27% higher compared with RM82.4 million in Q2 FY2015. The Group's gross profit margin of 58% in Q2 FY2016 was lower compared with 66% in Q2 FY2015 mainly due to a change in the revenue mix, with a higher proportion of revenue recorded from lower margin software project services and sale of hardware products for the Silverlake business and the consolidation of the Symmetri Group, which has a lower margin than SAL Group, in Q2 FY2016.

Other income of RM4.0 million was 19% lower compared with Q2 FY2015. Lower realised and unrealised foreign currency exchange gains were due to the depreciation of SGD and USD bank balances and receivables against RM being recorded in Q2 FY2016 compared to Q2 FY2015. The higher reversal of impairment loss on trade receivables recorded in Q2 FY2016, partially offset with marginally lower gain on redemption of available-for-sale financial assets has also contributed to the increase in other income.

The selling and distribution expenses increased from RM3.6 million in Q2 FY2015 to RM8.3 million in Q2 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 Q2 FY2016.

Compared with Q2 FY2015, administrative expenses increased from RM10.2 million to RM26.0 million in Q2 FY2016 due to unrealised foreign currency loss of RM4.9 million arising from translation of receivables and bank balances denominated in foreign currencies, additional expenses from the consolidation of the Symmetri Group (RM4.1 million), a charge on share awards granted to the Managing Director pursuant to the Silverlake Axis Ltd Performance Share Plan ("PSP") (RM2.6 million), and professional fees incurred for a special independent review in relation to certain allegations raised against the Company. During the business transition, the Symmetri Group will incur a higher cost structure under a Transition Services Agreement which will end in Q4 FY2016.

Finance costs decreased from RM0.4 million to RM0.2 million in Q2 FY2016. Higher finance costs were incurred in Q2 FY2015 compared with Q2 FY2016 due to quarterly fair value adjustment on the remaining purchase consideration for the acquisition of Merimen Group and Cyber Village Sdn. Bhd. as required by IFRS.

The Group's share of profit of associates and a joint venture was RM0.6 million in Q2 FY2016 compared with RM2.1 million in Q2 FY2015 due to 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, partially offset with higher contribution from GIT in Q2 FY2016.

Notwithstanding higher gross profit, the increase in selling and administrative expenses and lower unrealised foreign currency exchange gain resulted in the Group's profit before tax decreasing marginally by 1% from RM76.1 million to RM75.1 million in Q2 FY2016 compared with the previous corresponding period.

Income tax expense increased from RM4.4 million in Q2 FY2015 to RM8.5 million in Q2 FY2016 mainly due to higher withholding tax on some overseas revenue and higher taxable income contributed by subsidiaries. The effective tax rate increased from 6% in Q2 FY2015 to 11% in Q2 FY2016.

The Group reported a profit after tax attributable to shareholders of RM66.6 million.

(a)(ii) INCOME STATEMENT REVIEW – Half year period ended 31 December 2015 ("1H FY2016") vs Half year period ended 31 December 2014 ("1H FY2015")

Overview

In 1H FY2016, the Group's revenue increased by 30% and net profit attributable to shareholders increased by 3% compared with the previous corresponding financial period.

Revenue

By Business Activities

	1-7-15 to 31-12-15 Group RM	1-7-14 to 31-12-14 Group RM	Change %
Revenue			
Software licensing	52,066,109	71,885,996	(28)
Software project services	63,264,206	27,169,417	>100
Maintenance and enhancement services	163,092,305	123,440,320	32
Sale of software and hardware products	12,912,023	1,612,280	>100
Credit and cards processing	9,721,862	7,135,103	36
Insurance processing	11,999,457	9,668,157	24
	313,055,962	240,911,273	30

For 1H FY2016, group revenue of RM313.1 million was 30% higher compared with 1H 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 1H FY2015.

Maintenance and enhancement revenue recorded strong growth with more maintenance and enhancement contracts secured in Singapore and Malaysia after the completion of software implementation projects and the consolidation of Symmetri Group's maintenance and enhancement revenue. Higher progressive revenue recognition from new and on-going project implementation contracts and the consolidation of Symmetri Group's projects on hand in Q2 FY2016 have also contributed to the increase in software project services recorded in 1H FY2016.

The Group has benefited from three major sales of hardware products in 1H FY2016. There was no similar major sale of hardware products delivered in 1H 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 1H FY2016 compared with 1H FY2015 following the expansion of business activities into Thailand and Vietnam and the securing of new customers in Malaysia.

Software licensing revenue was lower compared with the previous corresponding financial period due to lower value of software licensing contracts delivered in 1H 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 RM184.9 million in 1H FY2016 was 17% higher compared with RM158.0 million in 1H FY2015. The Group's gross profit margin of 59% in 1H FY2016 was lower compared with 66% in 1H FY2015 mainly due to a change in the revenue mix, with a lower proportion of revenue recorded from higher margin software licensing in 1H FY2016, partially offset with higher gross profit margin from software project services in 1H FY2016 compared with the previous corresponding financial period.

Other income increased significantly from RM4.2 million to RM12.6 million in 1H FY2016 as unrealised and realised foreign currency exchange gains recorded in 1H FY2016 were higher at RM10.6 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 bank balances and receivables against RM. Reversal of impairment loss on trade receivables recorded in Q2 FY2016 has also contributed to the overall increase in other income.

The selling and distribution expenses increased from RM6.1 million in 1H FY2015 to RM11.5 million in 1H FY2016 due to additional expenses from the consolidation of Symmetri Group and higher expenses were incurred for marketing and research activities in 1H FY2016.

Compared with 1H FY2015, administrative expenses increased by 68% from RM21.7 million to RM36.3 million in 1H FY2016 due to a charge on shares awards granted to the Managing Director pursuant to the Silverlake Axis Ltd Performance Share Plan ("PSP"), additional expenses from the consolidation of Symmetri Group, higher professional fees for the new acquisition as well as for the special independent review of certain allegations raised against the Company.

Finance costs decreased from RM0.9 million to RM0.5 million in 1H FY2016. Higher finance costs were incurred in 1H FY2015 compared with 1H FY2016 due to quarterly fair value adjustment on the remaining purchase consideration for the acquisition of Merimen Group and Cyber Village Sdn. Bhd. as required by IFRS.

The Group's share of profit of associates and a joint venture was RM1.6 million in 1H FY2016 compared with RM4.1 million in 1H FY2015 due to 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 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.

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 RM152.2 million in 1H FY2016, 9% higher than RM139.0 million achieved in the previous corresponding financial period.

Income tax expense increased from RM7.7 million in 1H FY2015 to RM17.0 million in 1H FY2016 mainly due to higher withholding tax on some overseas revenue and higher taxable income contributed by subsidiaries. The effective tax rate increased from 6% in 1H FY2015 to 11% in 1H FY2016.

Overall, the Group reported a profit after tax attributable to shareholders of RM135.2 million, 3% higher than the RM131.3 million achieved in the previous corresponding financial period.

(b) STATEMENT OF FINANCIAL POSITIONS REVIEW

Intangible assets

The increase in intangible assets from RM156.4 million as at 30 June 2015 to RM203.0 million as at 31 December 2015 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 1H 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 1H FY2016.

Trade and other receivables

Trade and other receivables increased from RM85.5 million as at 30 June 2015 to RM193.9 million as at 31 December 2015 mainly due to higher revenue billings during the quarter and the consolidation of Symmetri Group's receivables of approximately RM39.2 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 from customers for contract work-in-progress as at 31 December 2015 was RM13.7 million compared with 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 RM107.4 million as at 31 December 2015 mainly due to accrual of the remaining purchase consideration for the acquisition of Symmetri Group (RM23.2 million), higher accrual of sub-contractor fees (RM11.9 million) and the consolidation of Symmetri Group's payables (RM15.7 million).

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 RM52.8 million as at 31 December 2015 were due to higher maintenance fee billings in December as most maintenance contractual period start from January to December and the consolidation of Symmetri Group's advance maintenance fees.

Cash and bank balances

Cash and bank balances decreased from RM320.5 million as at 30 June 2015 to RM224.6 million as at 31 December 2015 mainly due to the cash outflow from financing activities of RM146.5 million for payment of dividends to shareholders and RM45.8 million for purchase of treasury shares, cash outflow from investing activities of RM33.4 million for acquisition of Symmetri Group, partially offset by the net cash inflow from operating activities of RM108.7 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.

The economic outlook in Asia, although still positive, is expected to moderate in 2016. With a competitive business environment in Asia, financial institutions and corporations are leveraging on digital and mobile technologies to protect and grow their market share. Potential customers are evaluating software technologies for quick implementation and existing customers are enhancing their software systems to deliver cost effective new services for their customers. With our expanding suite of mission critical enterprise software solutions and service offerings, the Silverlake Group continues to be the IT partner of choice for customers embarking on this digital transformation.

The SunGard Ambit acquisition was completed on 1 October 2015 and the business rebranded as the Symmetri Group is consolidated in Q2 FY2016. During the business transition, a higher cost structure will continue under a Transition Services Agreement. Together with ongoing efforts to cross sell the products and services of Symmetri and streamlining to improve efficiency and reduce costs, these benefits will be felt from Q4 FY2016. The Group will continue to evaluate opportunities to expand its suite of software products and services as well as to deepen and broaden our customer relationships and geographical presence.

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
Dividend Type	Cash	Cash
Dividend Rate	Singapore cents 0.60 per ordinary share	Singapore cents 0.75 per ordinary share
Par Value of Shares	USD0.02	USD0.02
Tax Rate	Tax exempt 1-tier	Tax exempt 1-tier

Q2 FY2016 interim dividend of Singapore cents 0.75 per ordinary share is based on a larger share base, taken into account the bonus shares of 448,929,692, compared to Q2 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
Dividend Type	Cash	Cash
Dividend Rate	Singapore cents 0.80 per ordinary share	Singapore cents 1.10 per ordinary share
Par Value of Shares	USD0.02	USD0.02
Tax Rate	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 0.75 per ordinary share. The interim dividend will be payable on 7 March 2016.

(d) Books closure date

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed on 22 February 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 19 February 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 19 February 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 December 2015 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 31-12-15	1-7-15 to 31-12-15
	RM	RM
Companies associated to Mr Goh Peng Ooi ("Silverlake Entities")		
- New IPT Mandate ⁽¹⁾		
Revenue from Silverlake Entities	-	28,605,943
Service fees to Silverlake Entities	-	(37,554,594)
- Ancillary Transactions ⁽²⁾		
Revenue from Silverlake Entities	-	2,079,578
- Non-Mandate Transactions ⁽³⁾		
Revenue from Silverlake Entities	2,095,999	-

⁽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 December 2015 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⁾	15,393,143	15,321,241	71,902	-	-	-
<u>Non-Mandate Transactions</u>						
Silverlake Entities	-	-	-	-	-	-
<u>Non-Trade Transactions</u>						
Silverlake Entities	78,486	78,486	-	-	-	-
Grand Total ⁽²⁾	15,471,629	15,399,727	71,902	-	-	-

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

⁽²⁾ As at 11 February 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 December 2015 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 partly 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) RM52.7 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 remaining proceeds from the placement of RM15.4 million is currently being placed as fixed deposits with financial institutions. The Company will continue to make periodic announcements on the utilisation of the proceeds as and when the proceeds are materially disbursed.

BY ORDER OF THE BOARD

KWONG YONG SIN
Group Managing Director

11 February 2016