

TECHNODEX BERHAD

(Incorporated in Malaysia)

Company No: 627634 - A

FINANCIAL REPORT

for the financial year ended 30 April 2015

TECHNODEX BERHAD

(Incorporated in Malaysia)

Company No: 627634 - A

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TECHNODEX BERHAD

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DIRECTORS' REPORT

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 30 April 2015.

PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding and providing information technology products and related services, and carrying out relevant research and development activities whilst the principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	The Group RM	The Company RM
Profit/(loss) for the financial year	327,959	(218,952)
Attributable to:		
Owners of the Company	(251,531)	(218,952)
Non-controlling interests	579,490	-
	327,959	(218,952)

DIVIDENDS

No dividends were paid, declared or proposed by the Company since the end of the previous financial year. The directors also do not recommend any final dividend in respect of the current financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves and provisions during the financial year other than those disclosed in the financial statements.

ISSUES OF SHARES AND DEBENTURES

During the financial year:-

- (a) there were no changes in the authorised share capital of the Company;
- (b) the Company increased its issued and paid-up share capital from RM34,078,540 to RM37,539,390 by:
 - (i) the issuance of 34,078,500 new ordinary shares of RM0.10 each at an issue price of RM0.14 per share pursuant to private placement;
 - (ii) the issuance of 530,000 new ordinary shares of RM0.10 each resulting from the conversion of warrants at the exercise price of RM0.11 per share.

The new shares were issued for cash consideration. The new shares issued rank pari passu in all respects with the existing shares of the Company.

There were no issues of debentures by the Company.

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WARRANTS 2013/2018

The Company had on 23 September 2013 issued 85,196,350 new Warrants 2013/2018 to all entitled shareholders of the Company on the basis of one (1) free detachable warrant for every three (3) existing ordinary shares of RM0.10 each held in the Company.

Each warrant carries the entitlement to subscribe for one (1) new ordinary share of RM0.10 each in the Company at the exercise price of RM0.11 which shall be satisfied in cash and at any time during the exercise period as indicated above ("Exercise Period") subject to the adjustments in accordance with the provisions of the deed poll dated 6 August 2013. Any warrants not exercised during the Exercise Period will thereafter lapse and cease to be valid for any purpose.

During the financial year, 530,000 Warrants 2013/2018 were converted into ordinary shares. As at 30 April 2015, the total number of Warrants 2013/2018 which remains unconverted amounted to 84,666,350 units. Details of the Warrants 2013/2018 are disclosed in Note 13 to the financial statements.

There were no exercise of warrant since the end of the financial year.

The ordinary shares issued from the exercise of Warrants 2013/2018 shall rank pari passu in all respects with the existing issued ordinary shares of the Company, save and except that they will not be entitled to any dividends, rights, allotment, and/or other distributions that may be declared, made or paid prior to the date of allotment and issue of the new shares arising from the exercise of Warrants 2013/2018.

OPTIONS GRANTED OVER UNISSUED SHARES

During the financial year, no options were granted by the Company to any person to take up any unissued shares in the Company.

BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for impairment losses on receivables, and satisfied themselves that there are no known bad debts and that adequate allowance had been made for impairment losses on receivables is required.

At the date of this report, the directors are not aware of any circumstances that would require the writing off of bad debts, or further allowance for impairment losses on receivables in the financial statements of the Group and of the Company.

CURRENT ASSETS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that any current assets other than debts, which were unlikely to be realised in the ordinary course of business, including their value as shown in the accounting records of the Group and of the Company, have been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements misleading.

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VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

CONTINGENT AND OTHER LIABILITIES

The contingent liabilities are disclosed in Note 33 to the financial statements. At the date of this report, there does not exist:-

- (a) any charge on the assets of the Group and of the Company that has arisen since the end of the financial year which secures the liabilities of any other person; or
- (b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

No contingent or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations when they fall due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Group and of the Company during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Group and of the Company for the financial year.

DIRECTORS

The directors who served since the date of the last report are as follows:-

Kerk Han Meng
Tan Sze Chong
Steven Wong Chin Fung
Koo Teck Seong
Tan Tian Wooi
Tan Boon Wooi

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DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors holding office at the end of the financial year in shares and options over shares of the Company and its related corporations during the financial year are as follows:-

	< -----Number Of Ordinary Shares Of RM0.10 Each----- >			
	At 1.5.2014	Bought	Sold	At 30.4.2015
<i>Direct Interests</i>				
Kerk Han Meng	20,997,686	10,733,400	-	31,731,086
Tan Sze Chong	24,029,066	-	-	24,029,066
Koo Teck Seong	13,274,600	-	(1,098,600)	12,176,000
Tan Boon Wooi	32,500,000	-	(15,000,000)	17,500,000
<i>Indirect Interest</i>				
Tan Sze Chong*	66,666	-	-	66,666

* *Deemed interest by virtue of his spouse's shareholdings in Technodex Berhad.*

	< -----Number of Warrants 2013/2018----- >			
	At 1.5.2014	Bought	Sold	At 30.4.2015
<i>Direct Interests</i>				
Kerk Han Meng	6,978,936	2,987,800	(9,966,736)	-
Tan Sze Chong	6,007,266	-	(6,007,266)	-
Koo Teck Seong	1,099,975	-	(1,099,975)	-
<i>Indirect Interest</i>				
Tan Sze Chong*	16,666	-	-	16,666

* *Deemed interest by virtue of his spouse's shareholdings in Technodex Berhad.*

The other directors holding office at the end of the financial year had no interest in shares and options over shares of the Company or its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by directors as shown in the financial statements, or the fixed salary of a full-time employee of the Company) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest except for any benefits which may be deemed to arise from transactions entered into in the ordinary course of business with companies in which certain directors have substantial financial interests as disclosed in Note 29 to the financial statements.

Neither during nor at the end of the financial year was the Group or the Company a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate

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SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

The significant events during the financial year are disclosed in Note 35 to the financial statements.

SIGNIFICANT EVENTS OCCURRING AFTER THE REPORTING PERIOD

The significant events occurring after the reporting period are disclosed in Note 36 to the financial statements.

AUDITORS

The auditors, Messrs. CHI-LLTC, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the directors dated 20 August 2015

Tan Sze Chong

Kerk Han Meng

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STATEMENT BY DIRECTORS

We, Tan Sze Chong and Kerk Han Meng, being two of the directors of Technodex Berhad, state that, in the opinion of the directors, the financial statements set out on pages 10 to 66 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 April 2015 and of their financial performance and cash flows for the financial year ended on that date.

The supplementary information set out in Note 37, which is not part of the financial statements, is prepared in all material respects, in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and the directive of Bursa Malaysia Securities Berhad.

Signed on behalf of the Board in accordance with a resolution of the directors dated 20 August 2015

Tan Sze Chong

Kerk Han Meng

STATUTORY DECLARATION

I, Tan Sze Chong, I/C No. 690206-01-5891, being the director primarily responsible for the financial management of Technodex Berhad, do solemnly and sincerely declare that the financial statements set out on pages 10 to 66 are, to the best of my knowledge and belief, correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act 1960.

Subscribed and solemnly declared by
Tan Sze Chong, I/C No. 690206-01-5891,
at Petaling Jaya in the state of Selangor
Darul Ehsan on this 20 August 2015

Tan Sze Chong

Before me

S. Arokiadass A.M.N
License No.: B 390
Commissioner of Oaths



CH International

CHI-LLTC (AF : 1114)
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(Offices and Affiliate Offices
located throughout Malaysia)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TECHNODEX BERHAD

(Incorporated in Malaysia)
Company No: 627634 - A

Report on the Financial Statements

We have audited the financial statements of Technodex Berhad, which comprise statements of financial position as at 30 April 2015 of the Group and of the Company, and statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 10 to 66.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements so as to give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TECHNODEX BERHAD (COND'T)

(Incorporated in Malaysia)

Company No: 627634 - A

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as of 30 April 2015 and of their financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report the following:-

- (a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.
- (b) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.
- (c) The audit reports on the financial statements of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

Other Reporting Responsibilities

The supplementary information set out in Note 37 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.





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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
TECHNODEX BERHAD (COND'T)**
(Incorporated in Malaysia)
Company No: 627634 - A

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

CHI-LLTC
Firm No: AF 1114
Chartered Accountants

Lim Chee Hoong
Approval No: 1783/02/16(J)
Chartered Accountant

Selangor Darul Ehsan

20 August 2015



TECHNODEX BERHAD

(Incorporated in Malaysia)

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STATEMENTS OF FINANCIAL POSITION AT 30 APRIL 2015

	Note	The Group		The Company	
		2015 RM	2014 RM	2015 RM	2014 RM
ASSETS					
NON-CURRENT ASSETS					
Investments in subsidiaries	5	-	-	5,938,426	3,738,426
Property, plant and equipment	6	1,238,565	811,542	145,103	130,782
Goodwill on consolidation	7	2,713,542	1,559,393	-	-
Intangible assets	8	9,671,694	9,680,782	6,970,466	6,098,938
		<u>13,623,801</u>	<u>12,051,717</u>	<u>13,053,995</u>	<u>9,968,146</u>
CURRENT ASSETS					
Trade receivables	9	4,210,537	4,297,791	-	-
Other receivables, deposits and prepayments	10	5,707,812	3,089,517	54,415	38,289
Amount owing by subsidiaries	11	-	-	3,327,875	2,293,795
Tax refundable		-	-	22,048	-
Fixed deposits with licensed banks	12	4,324,366	7,106,836	4,024,366	5,047,473
Cash and bank balances		1,984,167	1,776,403	878,390	683,222
		<u>16,226,882</u>	<u>16,270,547</u>	<u>8,307,094</u>	<u>8,062,779</u>
TOTAL ASSETS		<u>29,850,683</u>	<u>28,322,264</u>	<u>21,361,089</u>	<u>18,030,925</u>

The annexed notes form an integral part of these financial statements.

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STATEMENTS OF FINANCIAL POSITION AT 30 APRIL 2015 (CONT'D)

	Note	The Group		The Company	
		2015 RM	2014 RM	2015 RM	2014 RM
EQUITY AND LIABILITIES					
EQUITY					
Share capital	13	37,539,390	34,078,540	37,539,390	34,078,540
Share premium	14	1,853,040	694,989	1,853,040	694,989
Foreign exchange translation reserve	15	674,635	674,635	-	-
Non-controlling interests		1,201,659	-	-	-
Accumulated losses		(14,541,343)	(14,289,812)	(18,526,571)	(18,307,619)
TOTAL EQUITY		26,727,381	21,158,352	20,865,859	16,465,910
NON-CURRENT LIABILITIES					
Hire purchase payables	16	-	897,788	-	-
Deferred taxation	17	75,624	-	-	-
		75,624	897,788	-	-
CURRENT LIABILITIES					
Trade payables	18	373,288	1,592,038	-	-
Other payables and accruals	19	1,633,305	1,677,677	495,230	365,296
Amount owing to subsidiaries	11	-	-	-	1,186,772
Hire purchase payables	16	865,237	934,377	-	-
Term loans	20	-	2,047,232	-	-
Provision for taxation		175,848	14,800	-	12,947
		3,047,678	6,266,124	495,230	1,565,015
TOTAL LIABILITIES		3,123,302	7,163,912	495,230	1,565,015
TOTAL EQUITY AND LIABILITIES		29,850,683	28,322,264	21,361,089	18,030,925
NET ASSETS PER SHARE (RM)	21	0.07	0.06		

The annexed notes form an integral part of these financial statements.

TECHNODEX BERHAD

(Incorporated in Malaysia)

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**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015**

	Note	The Group		The Company	
		2015 RM	2014 RM	2015 RM	2014 RM
REVENUE	22	20,163,766	12,636,265	3,152,316	2,727,034
OTHER INCOME		1,782,988	543,115	1,287,767	334,548
EMPLOYMENT BENEFITS		(3,961,682)	(4,476,648)	(484,597)	(924,043)
DEPRECIATION AND AMORTISATION		(3,604,796)	(3,651,743)	(2,519,751)	(2,802,655)
OTHER EXPENSES		(13,433,156)	(5,229,213)	(1,654,386)	(20,820)
FINANCE COSTS		(177,099)	(187,918)	-	-
PROFIT/(LOSS) BEFORE TAXATION	23	770,021	(366,142)	(218,651)	(685,936)
INCOME TAX EXPENSE	24	(442,062)	(71,117)	(301)	(17,720)
PROFIT/(LOSS) FOR THE YEAR		327,959	(437,259)	(218,952)	(703,656)
OTHER COMPREHENSIVE INCOME/(EXPENSE)					
- Foreign currency translation		-	76,369	-	-
TOTAL COMPREHENSIVE INCOME/(EXPENSE)		327,959	(360,890)	(218,952)	(703,656)
PROFIT/(LOSS) FOR THE YEAR ATTRIBUTABLE TO:-					
Owner of the Company		(251,531)	(437,259)	(218,952)	(703,656)
Non-controlling interests		579,490	-	-	-
		327,959	(437,259)	(218,952)	(703,656)
TOTAL COMPREHENSIVE INCOME/(EXPENSE) ATTRIBUTABLE TO:-					
Owner of the Company		(251,531)	(360,890)	(218,952)	(703,656)
Non-controlling interests		579,490	-	-	-
		327,959	(360,890)	(218,952)	(703,656)
LOSS PER SHARE (SEN)	25				
Basic		(0.07)	(0.14)		
Diluted		(0.05)	(0.14)		

The annexed notes form an integral part of these financial statements.

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**STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015**

The Group	← Non-Distributable		Foreign Exchange Translation Reserve		Distributable		Total Equity RM	
	Share Capital RM	Share Premium RM	RM	RM	Accumulated Losses RM	Attributable to owners of the Company RM		Non-Controlling Interest RM
Balance at 1.5.2013	25,558,905	1,135,420	598,266		(13,852,553)	(13,852,553)	-	13,440,038
Loss for the financial year	-	-	-		(437,259)	(437,259)	-	(437,259)
Other comprehensive income for the financial year								
- Foreign currency translation differences	-	-	76,369		-	-	-	76,369
Total comprehensive income/(expense) for the financial year	-	-	76,369		(437,259)	(437,259)	-	(360,890)
Contributions by and distributions to owners of the Company								
- Issuance of shares	8,519,635	-	-		-	-	-	8,519,635
- Right issues	-	(440,431)	-		-	-	-	(440,431)
	34,078,540	694,989	674,635		(14,289,812)	(14,289,812)	-	21,158,352
Profit/(loss)/Total comprehensive income/(expense) for the financial year	-	-	-		(251,531)	(251,531)	579,490	327,959
Contributions by and distributions to owners of the Company								
- Acquisition of a subsidiary	-	-	-		-	-	622,169	622,169
- Issuance of shares	3,407,850	-	-		-	-	-	3,407,850
- Conversion of warrants	53,000	1,158,051	-		-	-	-	1,211,051
Balance at 30.4.2015	37,539,390	1,853,040	674,635		(14,541,343)	(14,541,343)	1,201,659	26,727,381

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**STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015 (CONT'D)**

The Company	Non-Distributable		Distributable	Attributable to owners of the Company RM	Non-Controlling Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Accumulated Losses RM			
Balance at 1.5.2013	25,558,905	1,135,420	(17,603,963)	(17,603,963)	-	9,090,362
Loss/Total comprehensive expense for the financial year	-	-	(703,656)	(703,656)	-	(703,656)
Contributions by and distributions to owners of the Company						
- Issuance of shares	8,519,635	-	-	-	-	8,519,635
- Right issues	-	(440,431)	-	-	-	(440,431)
Balance at 30.4.2014/1.5.2014	34,078,540	694,989	(18,307,619)	(18,307,619)	-	16,465,910
Loss/Total comprehensive expense for the financial year	-	-	(218,952)	(218,952)	-	(218,952)
Contributions by and distributions to owners of the Company						
- Issuance of shares	3,407,850	-	-	-	-	3,407,850
- Conversion of warrants	53,000	1,158,051	-	-	-	1,211,051
Balance at 30.4.2015	37,539,390	1,853,040	(18,526,571)	(18,526,571)	-	20,865,859

The annexed notes form an integral part of these financial statements.

TECHNODEX BERHAD

(Incorporated in Malaysia)

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**STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015**

	Note	The Group		The Company	
		2015 RM	2014 RM	2015 RM	2014 RM
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit/(loss) before taxation		770,021	(366,142)	(218,651)	(685,936)
Adjustments for:-					
Allowance for impairment losses on trade receivables		22,158	9,829	-	-
Reversal of allowance for impairment loss on amount owing by subsidiaries		-	-	-	(3,805)
Reversal of allowance for impairment loss on trade receivables		-	(3,801,268)	-	-
Depreciation and amortisation		3,604,796	3,651,743	2,519,751	2,802,655
Interest expense		173,035	187,918	-	-
Bad debts written off		13,200	-	-	-
Waiver of debts		-	(454,083)	(1,184,577)	(263,233)
Plant and equipment written off		86,814	-	13,519	-
Unrealised loss on foreign exchange		-	-	-	84,692
Interest income		(18,296)	(143,833)	(103,190)	(67,510)
Operating profit/(loss) before working capital changes		4,651,728	(915,836)	1,026,852	1,866,863
(Increase)/Decrease in trade and other receivables		(1,281,203)	5,931,681	(16,126)	(28,789)
(Decrease)/Increase in trade and other payables		(1,430,379)	(332,332)	129,934	(588,528)
CASH FROM OPERATIONS		1,940,146	4,683,513	1,140,660	1,249,546
Interest paid		(173,035)	(187,918)	-	-
Income tax paid		(231,610)	(48,597)	(35,296)	(4,773)
Income tax refunded		32,836	-	-	-
NET CASH FROM OPERATING ACTIVITIES		1,568,337	4,446,998	1,105,364	1,244,773
CASH FLOWS FROM INVESTING ACTIVITIES					
Advances to subsidiaries		-	-	(1,034,080)	(2,289,990)
Acquisition of a subsidiary, net of cash and cash equivalents acquired	26	(2,063,453)	-	(2,200,000)	-
Interest income received		18,296	143,833	103,190	67,510
Purchase of property, plant and equipment	27	(284,160)	(477,609)	(69,112)	(18,575)
Purchase of intangible assets		(3,350,009)	(1,376,427)	(3,350,007)	-
NET CASH FOR INVESTING ACTIVITIES		(5,679,326)	(1,710,203)	(6,550,009)	(2,241,055)

The annexed notes form an integral part of these financial statements.

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**STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015 (CONT'D)**

	Note	The Group		The Company	
		2015 RM	2014 RM	2015 RM	2014 RM
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issuance of shares		4,618,901	8,079,204	4,618,901	8,079,204
Repayment to subsidiaries		-	-	(2,195)	(1,357,138)
Repayment of hire purchase		(966,928)	(1,117,545)	-	-
Repayment of term loans		(2,115,690)	(2,704,256)	-	-
NET CASH FROM FINANCING ACTIVITIES		1,536,283	4,257,403	4,616,706	6,722,066
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(2,574,706)	6,994,198	(827,939)	5,725,784
EFFECTS OF FOREIGN EXCHANGE TRANSLATION		-	76,369	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		8,883,239	1,812,672	5,730,695	4,911
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	28	6,308,533	8,883,239	4,902,756	5,730,695

The annexed notes form an integral part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

1. GENERAL INFORMATION

The Company is a public company limited by shares and is incorporated under the Companies Act 1965 in Malaysia. The domicile of the Company is Malaysia. The registered office and principal place of business are as follows:-

Registered office	:	Third Floor, No. 79 (Room A), Jalan SS21/60 Damansara Utama, 47400 Petaling Jaya Selangor Darul Ehsan
Principal place of business	:	Level 6, Block B-6-6, Pusat Komersial Southgate No. 2, Jalan Dua, Off Jalan Chan Sow Lin 55200 Kuala Lumpur

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 20 August 2015.

2. PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding and providing information technology products and related services, and carrying out relevant research and development activities whilst the principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

3. BASIS OF PREPARATION

The financial statements of the Group and of the Company are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

- (i) During the current financial year, the Group and the Company has adopted the following new accounting standards and interpretations (including the consequential amendments, if any):-

MFRSs and IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation 21 Levies

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

3. BASIS OF PREPARATION (CONT'D)

- (i) During the current financial year, the Group and the Company has adopted the following new accounting standards and interpretations (including the consequential amendments, if any):-
(Cont'd)

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Group's and the Company's financial statements except as follows:-

The amendments to MFRS 10, MFRS 12 and MFRS 127 require investment entities to measure particular subsidiaries at fair value through profit or loss instead of consolidating them. The Company is an investment entity whose business purpose is to invest funds solely for returns from capital appreciation, investment income or both. Accordingly, the Group will deconsolidate its subsidiaries upon the initial application of these amendments and to fair value the investments in accordance with MFRS 139. There will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

The amendments to MFRS 132 provide the application guidance for criteria to offset financial assets and financial liabilities. There will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

The amendments to MFRS 136 remove the requirement to disclosure the recoverable amount when a cash-generating unit (CGU) contains goodwill or intangible assets with indefinite useful lives but there has been no impairment. Therefore, there will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

- (ii) The Group and the Company has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 (2014) Financial Instruments	1 January 2018
MFRS 14 Regulatory Deferral Accounts	1 January 2016
MFRS 15 Revenue from Contracts with Customers	1 January 2017
Amendment to MFRS 5 (Annual Improvements to MFRSs 2012 – 2014 Cycle)	1 January 2016
Amendments to MFRS 7 (Annual Improvements to MFRSs 2012 – 2014 Cycle)	1 January 2016

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****3. BASIS OF PREPARATION (CONT'D)**

- (ii) The Group and the Company has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-(Cont'd)

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 101: Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants	1 January 2016
Amendments to MFRS 119: Defined Benefits Plans – Employee Contributions	1 July 2014
Amendment to MFRS 119: Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016
Amendment to MFRS 124: Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Amendments to MFRS 127: Equity Method in Separate Financial Statements	1 January 2016
Amendment to MFRS 134: Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016
Amendment to MFRS 138: Annual Improvements to MFRSs 2010 - 2012 Cycle	1 July 2014
Amendment to MFRS 140: Annual Improvements to MFRSs 2011 - 2013	1 July 2014
Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 – 2013 Cycle	1 July 2014
Annual Improvements to MFRSs 2012 – 2014 Cycle	To be announced by MASB

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

3. BASIS OF PREPARATION (CONT'D)

- (ii) The above accounting standards and interpretations (including the consequential amendments) are not relevant to the Group's and the Company's operations except as follows:-

MFRS 15 establishes a single comprehensive model for revenue recognition and will supersede the current revenue recognition guidance and other related interpretations when it becomes effective. Under MFRS 15, an entity shall recognise revenue when (or as) a performance obligation is satisfied, i.e. when 'control' of the goods or services underlying the particular performance obligation is transferred to the customers. In addition, extensive disclosures are required by MFRS 15. The Group/Company anticipates that the application of MFRS 15 in the future may have a material impact on the amounts reported and disclosures made in the financial statements. However, it is not practicable to provide a reasonable estimate of the financial impacts of MFRS 15 until the Group/Company performs a detailed review.

MFRS 9 replaces the parts of MFRS 139 that relate to the classification and measurement of financial instruments. MFRS 9 divides all financial assets into 2 categories – those measured at amortised cost and those measured at fair value, based on the entity's business model for managing its financial assets and the contractual cash flow characteristics of the instruments. For financial liabilities, the standard retains most of the MFRS 139 requirement. An entity choosing to measure a financial liability at fair value will present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income rather than within profit or loss. There will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated by the directors and management and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgements that affect the application of the Group's accounting policies and disclosures, and have a significant risk of causing a material adjustment to the carrying amounts of assets, liabilities, income and expenses are discussed below:-

(a) Depreciation of Property, Plant and Equipment

The estimates for the residual values, useful lives and related depreciation charges for the property, plant and equipment are based on commercial factors which could change significantly as a result of technical innovations and competitors' actions in response to the market conditions. The Group anticipates that the residual values of its property, plant and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount. Changes in the expected level of usage and technological development could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

(b) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group recognises tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the year in which such determination is made.

(c) Impairment of Non-Financial Assets

When the recoverable amount of an asset is determined based on the estimate of the value-in-use of the cash-generating unit to which the asset is allocated, the management is required to make an estimate of the expected future cash flows from the cash-generating unit and also to apply a suitable discount rate in order to determine the present value of those cash flows.

(d) Amortisation of Intangible Assets

Changes in the expected level of usage and technological development could impact the economic useful lives and therefore, future amortisation charges could be revised.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

(e) Impairment of Trade and Other Receivables

An impairment loss is recognised when there is objective evidence that a financial asset is impaired. Management specifically reviews its loans and receivables financial assets and analyses historical bad debts, customer concentrations, customer creditworthiness, current economic trends and changes in the customer payment terms when making a judgment to evaluate the adequacy of the allowance for impairment losses. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. If the expectation is different from the estimation, such difference will impact the carrying value of receivables.

(f) Impairment of Goodwill

Goodwill is tested for impairment annually and at other times when such indicators exist. This requires management to estimate the expected future cash flows of the cash-generating unit to which goodwill is allocated and to apply a suitable discount rate in order to determine the present value of those cash flows. The future cash flows are most sensitive to budgeted gross margins, growth rates estimated and discount rate used. If the expectation is different from the estimation, such difference will impact the carrying value of goodwill.

(g) Fair Value Estimates for Certain Financial Assets and Liabilities

The Group carries certain financial assets and liabilities at fair value, which requires extensive use of accounting estimates and judgement. While significant components of fair value measurement were determined using verifiable objective evidence, the amount of changes in fair value would differ if the Group uses different valuation methodologies. Any changes in fair value of these assets and liabilities would affect profit and/or equity.

4.2 BASIS OF CONSOLIDATION

The consolidated financial statements include the financial statements of the Company and its subsidiaries made up to 30 April 2015.

Subsidiaries are entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

Subsidiaries are consolidated from the date on which control is transferred to the Group up to the effective date on which control ceases, as appropriate.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.2 BASIS OF CONSOLIDATION (CONT'D)

Intragroup transactions, balances, income and expenses are eliminated on consolidation. Where necessary, adjustments are made to the financial statements of subsidiaries to ensure consistency of accounting policies with those of the Group.

(a) Business Combinations

Acquisitions of businesses are accounted for using the acquisition method. Under the acquisition method, the consideration transferred for acquisition of a subsidiary is the fair value of the assets transferred, liabilities incurred and the equity interests issued by the Group at the acquisition date. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs, other than the costs to issue debt or equity securities, are recognised in profit or loss when incurred.

In a business combination achieved in stages, previously held equity interests in the acquiree are remeasured to fair value at the acquisition date and any corresponding gain or loss is recognised in profit or loss.

Non-controlling interests in the acquiree may be initially measured either at fair value or at the non-controlling interests' proportionate share of the fair value of the acquiree's identifiable net assets at the date of acquisition. The choice of measurement basis is made on a transaction-by-transaction basis.

(b) Non-Controlling Interests

Non-controlling interests are presented within equity in the consolidated statement of financial position, separately from the equity attributable to owners of the Company. Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

At the end of each reporting period, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests' share of subsequent changes in equity.

(c) Changes In Ownership Interests In Subsidiaries Without Change of Control

All changes in the parent's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions. Any difference between the amount by which the non-controlling interest is adjusted and the fair value of consideration paid or received is recognised directly in equity of the Group.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.2 BASIS OF CONSOLIDATION (CONT'D)

(d) Loss of Control

Upon the loss of control of a subsidiary, the Group recognises any gain or loss on disposal in profit or loss which is calculated as the difference between:-

- (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest in the former subsidiary; and
- (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the former subsidiary and any non-controlling interests.

Amounts previously recognised in other comprehensive income in relation to the former subsidiary are accounted for in the same manner as would be required if the relevant assets or liabilities were disposed of (i.e. reclassified to profit or loss or transferred directly to retained profits). The fair value of any investments retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under MFRS 139 or, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

4.3 GOODWILL

Goodwill is measured at cost less accumulated impairment losses, if any. The carrying value of goodwill is reviewed for impairment annually. The impairment value of goodwill is recognised immediately in profit or loss. An impairment loss recognised for goodwill is not reversed in a subsequent period.

Under the acquisition method, any excess of the sum of the fair value of the consideration transferred in the business combination, the amount of non-controlling interests recognised and the fair value of the Group's previously held equity interest in the acquiree (if any), over the net fair value of the acquiree's identifiable assets and liabilities at the date of acquisition is recorded as goodwill.

Where the latter amount exceeds the former, after reassessment, the excess represents a bargain purchase gain and is recognised as a gain in profit or loss.

4.4 FUNCTIONAL AND FOREIGN CURRENCIES

(a) Functional and Presentation Currency

The individual financial statements of each entity in the Group are presented in the currency of the primary economic environment in which the entity operates, which is the functional currency.

The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is the Company's functional and presentation currency.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.4 FUNCTIONAL AND FOREIGN CURRENCIES (CONT'D)

(b) Transactions and Balances

Transactions in foreign currencies are converted into the respective functional currencies on initial recognition, using the exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities at the end of the reporting period are translated at the rates ruling as of that date. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. All exchange differences are recognised in profit or loss.

(c) Foreign Operations

Assets and liabilities of foreign operations are translated to RM at the rates of exchange ruling at the end of the reporting period. Revenues and expenses of foreign operations are translated at exchange rates ruling at the dates of the transactions. All exchange differences arising from translation are taken directly to other comprehensive income and accumulated in equity under the translation reserve. On the disposal of a foreign operation, the cumulative amount recognised in other comprehensive income relating to that particular foreign operation is reclassified from equity to profit or loss.

Goodwill and fair value adjustments arising from the acquisition of foreign operations are treated as assets and liabilities of the foreign operations and are recorded in the functional currency of the foreign operations and translated at the closing rate at the end of the reporting period except for those business combinations that occurred before the date of transition (1 January 2011) which are treated as assets and liabilities of the Company and are not retranslated.

4.5 FINANCIAL INSTRUMENTS

Financial instruments are recognised in the statements of financial position when the Group has become a party to the contractual provisions of the instruments.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability, are reported as an expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

Financial instruments are offset when the Group has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

Financial instruments recognised in the statements of financial position are disclosed in the individual policy statement associated with each item.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.5 FINANCIAL INSTRUMENTS (CONT'D)

(a) Financial Assets

On initial recognition, financial assets are classified as either financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables financial assets, or available-for-sale financial assets, as appropriate.

(i) Financial Assets at Fair Value through Profit or Loss

Financial assets are classified as financial assets at fair value through profit or loss when the financial asset is either held for trading or is designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. Dividend income from this category of financial assets is recognised in profit or loss when the Group's right to receive payment is established.

As at the end of the reporting period, there were no financial assets classified under this category.

(ii) Held-to-maturity Investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the management has the positive intention and ability to hold to maturity. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment loss, with interest income recognised in profit or loss on an effective yield basis.

As at the end of the reporting period, there were no financial assets classified under this category.

(iii) Loans and Receivables Financial Assets

Trade receivables and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables financial assets. Loans and receivables financial assets are measured at amortised cost using the effective interest method, less any impairment loss. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.5 FINANCIAL INSTRUMENTS (CONT'D)

(a) Financial Assets (Cont'd)

(iv) Available-for-sale Financial Assets

Available-for-sale financial assets are non-derivative financial assets that are designated in this category or are not classified in any of the other categories.

After initial recognition, available-for-sale financial assets are remeasured to their fair values at the end of each reporting period. Gains and losses arising from changes in fair value are recognised in other comprehensive income and accumulated in the fair value reserve, with the exception of impairment losses. On derecognition, the cumulative gain or loss previously accumulated in the fair value reserve is reclassified from equity into profit or loss.

Dividends on available-for-sale equity instruments are recognised in profit or loss when the Group's right to receive payments is established.

Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less accumulated impairment losses, if any.

As at the end of the reporting period, there were no financial assets classified under this category.

(b) Financial Liabilities

All financial liabilities are initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are either held for trading or are designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

(c) Equity Instruments

Ordinary shares classified as equity are measured at cost and are not remeasured subsequently. Incremental costs directly attributable to the issue of new ordinary shares or options are shown in equity as a deduction, net of tax, from proceeds.

Dividends on ordinary shares are recognised as liabilities when approved for appropriation.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.5 FINANCIAL INSTRUMENTS (CONT'D)

(d) Derecognition

A financial asset or part of it is derecognised when, and only when, the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred to another party without retaining control or substantially all risks and rewards of the asset. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in profit or loss.

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expires. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

4.6 INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries are stated at cost in the statement of financial position of the Company, and are reviewed for impairment at the end of the reporting period if events or changes in circumstances indicate that the carrying values may not be recoverable. The cost of the investments includes transaction costs.

On the disposal of the investments in subsidiaries, the difference between the net disposal proceeds and the carrying amount of the investments is recognised in profit or loss.

4.7 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment, other than freehold land, are stated at cost less accumulated depreciation and impairment losses, if any.

Freehold land is stated at cost less impairment losses, if any, and is not depreciated.

Depreciation is charged to profit or loss on the straight-line method to write off the depreciable amount of the assets over their estimated useful lives. Freehold land is not depreciated. Depreciation of an asset does not cease when the asset becomes idle or is retired from active use unless the asset is fully depreciated. The principal annual rates used for this purpose are:-

Buildings	2%
Machineries	14%
Furniture and fittings	10%
Office equipment	10%
Computer equipment	20%
Renovation	20%

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.7 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

The depreciation method, useful lives and residual values are reviewed, and adjusted if appropriate, at the end of each reporting period to ensure that the amounts, method and periods of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of the property, plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when the cost is incurred and it is probable that the future economic benefits associated with the asset will flow to the Group and the cost of the asset can be measured reliably. The carrying amount of parts that are replaced is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred. Cost also comprises the initial estimate of dismantling and removing the asset and restoring the site on which it is located for which the Group is obligated to incur when the asset is acquired, if applicable.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising from derecognition of the asset is recognised in profit or loss.

4.8 RESEARCH AND DEVELOPMENT EXPENDITURE

Research expenditure is recognised as an expense when it is incurred.

Development expenditure is recognised as an expense except that costs incurred on development projects are capitalised as long-term assets to the extent that such expenditure is expected to generate future economic benefits. Development expenditure is capitalised if, and only if an entity can demonstrate all of the following:-

- (a) its ability to measure reliably the expenditure attributable to the asset under development;
- (b) the product or process is technically and commercially feasible;
- (c) its future economic benefits are probable;
- (d) its ability to use or sell the developed asset; and
- (e) the availability of adequate technical, financial and other resources to complete the asset under development.

4.9 INTANGIBLE ASSETS

An intangible asset shall be recognised if, and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and that the cost of the asset can be measured reliably. An entity shall assess the probability of the expected future economic benefits using reasonable and supportable assumptions that represent management's best estimate of the set of economic conditions that will exist over the useful life of the asset. An intangible asset shall be measured initially at cost.

The useful lives of intangible assets are assessed to be either finite or indefinite.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.9 INTANGIBLE ASSETS (CONT'D)

Intangible assets with finite lives are amortised over their useful economic lives and assessed for impairment whenever there is an indication that the intangible assets may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is reviewed annually. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortisation period or method, as appropriate, and treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the profit or loss in the expense category consistent with the function of the intangible asset.

Intangible assets that have been capitalised are amortised on a straight line basis over the period of their expected benefit, but not exceeding 5 years begin from the period when the intangible assets are available for use.

Intangible assets with indefinite useful lives are tested for impairment annually either individually or at the cash generating unit level. Such intangible are not amortised. The useful life of an intangible asset with an indefinite life is reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis.

4.10 IMPAIRMENT

(a) Impairment of Financial Assets

All financial assets (other than those categorised at fair value through profit or loss), are assessed at the end of each reporting period whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset.

An impairment loss in respect of held-to-maturity investments and loans and receivables financial assets is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the financial asset at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.10 IMPAIRMENT (CONT'D)

(b) Impairment of Non-Financial Assets

The carrying values of assets, other than those to which MFRS 136 - Impairment of Assets does not apply, are reviewed at the end of each reporting period for impairment when there is an indication that the assets might be impaired. Impairment is measured by comparing the carrying values of the assets with their recoverable amounts. The recoverable amount of the assets is the higher of the assets' fair value less costs to sell and their value-in-use, which is measured by reference to discounted future cash flow.

An impairment loss is recognised in profit or loss immediately.

When there is a change in the estimates used to determine the recoverable amount, a subsequent increase in the recoverable amount of an asset is treated as a reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in profit or loss immediately.

4.11 ASSETS UNDER HIRE PURCHASE

Assets acquired under hire purchase are capitalised in the financial statements at the lower of the fair value of the leased assets and the present value of the minimum lease payments and, are depreciated in accordance with the policy set out in Note 4.7 above. Each hire purchase payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. Finance charges are recognised in profit or loss over the period of the respective hire purchase agreements.

4.12 INCOME TAXES

Income tax for the year comprises current and deferred tax.

Current tax is the expected amount of income taxes payable in respect of the taxable profit for the reporting year and is measured using the tax rates that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax liabilities are recognised for all taxable temporary differences other than those that arise from goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs or from the initial recognition of an asset or liability in a transaction which is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.12 INCOME TAXES (CONT'D)

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. The carrying amounts of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transactions either in other comprehensive income or directly in equity and deferred tax arising from a business combination is included in the resulting goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs.

4.13 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash in hand, bank balances, demand deposits, deposits pledged with financial institutions, bank overdrafts and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value with original maturities period three months or less.

4.14 PROVISIONS

Provisions are recognised when the Group has a present obligation as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount can be made. Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the provision is the present value of the estimated expenditure required to settle the obligation. The unwinding of the discount is recognised as interest expense in profit or loss.

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4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.15 EMPLOYEE BENEFITS

(a) Short-term Benefits

Wages, salaries, paid annual leave and sick leave, bonuses and non-monetary benefits are measured on an undiscounted basis and are recognised in profit or loss in the period in which the associated services are rendered by employees of the Group.

(b) Defined Contribution Plans

The Group's contributions to defined contribution plans are recognised in profit or loss in the period to which they relate. Once the contributions have been paid, the Group has no further liability in respect of the defined contribution plans.

4.16 RELATED PARTIES

A party is related to an entity (referred to as the "reporting entity") if:-

- (a) A person or a close member of that person's family is related to a reporting entity if that person:-
 - (i) has control or joint control over the reporting entity;
 - (ii) has significant influence over the reporting entity; or
 - (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- (b) An entity is related to a reporting entity if any of the following conditions applies:-
 - (i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
 - (vi) The entity is controlled or jointly controlled by a person identified in (a) above.
 - (vii) A person identified in (a)(i) above has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.17 CONTINGENT LIABILITIES

A contingent liability is a possible obligation that arises from past events and whose existence will only be confirmed by the occurrence of one or more uncertain future events not wholly within the control of the Group. It can also be a present obligation arising from past events that is not recognised because it is not probable that an outflow of economic resources will be required or the amount of obligation cannot be measured reliably.

A contingent liability is not recognised but is disclosed in the notes to the financial statements. When a change in the probability of an outflow occurs so that the outflow is probable, it will then be recognised as a provision.

4.18 FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using a valuation technique. The measurement assumes that the transaction takes place either in the principal market or in the absence of a principal market, in the most advantageous market. For non-financial asset, the fair value measurement takes into account a market's participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

For financial reporting purposes, the fair value measurements are analysed into level 1 to level 3 as follows:-

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liability that the entity can access at the measurement date;
- Level 2: Inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3: Inputs are unobservable inputs for the asset or liability.

The transfer of fair value between levels is determined as of the date of the event or change in circumstances that caused the transfer.

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4. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

4.19 REVENUE AND OTHER INCOME

(a) Sale of Goods

Revenue is measured at fair value of the consideration received or receivable and is recognised upon delivery of goods and customers' acceptance and where applicable, net of returns and trade discounts.

(b) Services

Revenue is recognised upon the rendering of services and when the outcome of the transaction can be estimated reliably. In the event the outcome of the transaction could not be estimated reliably, revenue is recognised to the extent of the expenses incurred that are recoverable.

(c) Interest Income

Interest income is recognised on an accrual basis using the effective interest method.

(d) Government Grants

Grants that compensate the Group for expenses incurred are recognised in profit or loss on a systematic basis over the period necessary to match them with the related costs which they are intended to compensate for.

Grants that compensate the Group for the cost of an asset are recognised in profit or loss on a systematic basis over the expected life of the related asset.

4.20 OPERATING SEGMENTS

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. An operating segment's operating results are reviewed regularly by the chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

4.21 BORROWING COSTS

Borrowing costs, directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of those assets, until such time as the assets are ready for their intended use or sale. Capitalisation of borrowing costs is suspended during extended periods in which active development is interrupted.

All other borrowing costs are recognised in profit or loss as expenses in the period in which they incurred.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****5. INVESTMENTS IN SUBSIDIARIES**

	The Company	
	2015 RM	2014 RM
Unquoted shares, at cost		
- in Malaysia	5,938,426	3,738,426
- outside Malaysia	888,800	888,800
	<hr/>	<hr/>
	6,827,226	4,627,226
Accumulated impairment losses		
At 1 May 2014/30 April 2015	(888,800)	(888,800)
	<hr/>	<hr/>
	5,938,426	3,738,426
	<hr/>	<hr/>

The details of the subsidiaries are as follows:-

Name of Subsidiary	Country of Incorporation	Effective Equity Interest		Principal Activities
		2015 %	2014 %	
Technodex Solutions Sdn. Bhd.	Malaysia	100	100	Providing information technology products and related services, and carrying out relevant research and development activities.
Evodex Solutions Sdn. Bhd.	Malaysia	100	100	Providing human resource solutions and other related products.
Tdex Global Limited	Hong Kong SAR	100	100	Investment holding.
Suzhou Technodex Co., Ltd. ^1	The People's Republic of China	100	100	Dormant.
Idealseed Resources Sdn. Bhd.	Malaysia	55	-	Provision of employment, consultancy and management services.
Idealseed Talent Tactics Sdn. Bhd.^2	Malaysia	51	-	Provision of consultancy and supply of human resources.
Idealseed Arrowhead Sdn. Bhd.^2	Malaysia	51	-	IT outsourcing, IT projects and provision of recruitment and employment services.
Idealseed Creation Sdn. Bhd.^3	Malaysia	51	-	Dormant.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****5. INVESTMENTS IN SUBSIDIARIES (CONT'D)**^{^1} Interest held by Tdex Global Limited^{^2} Interest held by Idealseed Resources Sdn. Bhd.^{^3} Interest held by Idealseed Talent Tactics Sdn. Bhd.

(a) The non-controlling interests at the end of the reporting period comprise the following:-

	The Group	
	2015	2014
	RM	RM
Idealseed Resources Sdn. Bhd. (IRSB)	1,114,091	-
Idealseed Talent Tactics Sdn. Bhd. (ITTSB)	25,716	-
Idealseed Arrowhead Sdn. Bhd. (IASB)	64,855	-
Other individually immaterial subsidiary	(3,003)	-
	1,201,659	-

(b) The summarised financial information (before intra-group elimination) for each subsidiary that has non-controlling interests that are material to the Group is as follows:-

	IRSB	ITTSB	IASB	Total
	RM	RM	RM	RM
2015				
<u>At 30 April</u>				
Non-current assets	472,307	17,529	4,746	494,582
Current assets	2,674,080	118,275	245,801	3,038,156
Current liabilities	(670,629)	(83,322)	(118,189)	(872,140)
	2,475,758	52,482	132,358	2,660,598
<u>Financial year ended 30 April</u>				
Revenue	7,695,919	705,014	302,150	8,703,083
Profit/(loss) for the financial year	925,602	(11,999)	30,961	944,564
Total comprehensive income/(expense)	925,602	(11,999)	30,961	944,564
	189,000	-	-	189,000
	(468,234)	(23,867)	(162,696)	(654,797)
Net cash flows for investing activities	(3,014)	(14,061)	(6,535)	(23,610)
Net cash flows from/(for) financing activities	904,992	(7,379)	69,074	(966,687)

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****5. INVESTMENTS IN SUBSIDIARIES (CONT'D)**

- (b) The summarised financial information (before intra-group elimination) for each subsidiary that has non-controlling interests that are material to the Group is as follows:- (cont'd)

	IRSB RM	ITTSB RM	IASB RM	Total RM
2013				
<u>At 31 December</u>				
Non-current assets	441,408	17,772	-	459,180
Current assets	1,502,339	138,318	105,813	1,746,470
Non-current liabilities	(69,745)	-	-	(69,745)
Current liabilities	(1,334,846)	(91,609)	(4,416)	(1,430,871)
Net assets	539,156	64,481	101,397	705,034
<u>Financial year ended 31 December</u>				
Revenue	3,992,656	476,607	-	4,469,263
Profit/(loss) for the financial year	226,809	35,410	(5,877)	256,342
Total comprehensive income/(expense)	226,809	35,410	(5,877)	256,342
Dividends paid to non- controlling interests	1,000,000	-	-	1,000,000
Net cash flows from/(for) operating activities	160,260	75,315	(6,366)	229,209
Net cash flows from/(for) investing activities	340,230	(13,548)	-	326,682
Net cash flows for financing activities	(631,597)	(27,729)	(8,400)	(667,726)

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****6. PROPERTY, PLANT AND EQUIPMENT**

The Group	At 1.5.2014 RM	Acquired During The Year RM	Additions RM	Written Off RM	Depreciation Charge RM	At 30.4.2015 RM
<i>Net Book Value</i>						
Building	-	414,000	-	-	(12,000)	402,000
Machineries	325,830	-	-	-	(61,193)	264,637
Furniture and fittings	289,646	9,021	10,657	(4,896)	(57,073)	247,355
Office equipment	74,775	10,638	420	(25,238)	(21,265)	39,330
Telecommunication equipment	-	9,522	-	-	(3,379)	6,143
Computer equipment	34,469	17,604	220,163	(183)	(66,649)	205,404
Motor vehicle	-	7,651	-	-	(3,400)	4,251
Renovation	86,822	6,940	52,920	(56,497)	(20,740)	69,445
	811,542	475,376	284,160	(86,814)	(245,699)	1,238,565

	At 1.5.2013 RM	Additions RM	Depreciation Charge RM	At 30.4.2014 RM
<i>Net Book Value</i>				
Machineries	51,333	350,500	(76,003)	325,830
Furniture and fittings	342,340	247	(52,941)	289,646
Office equipment	90,822	2,692	(18,739)	74,775
Computer equipment	23,321	26,020	(14,872)	34,469
Renovation	-	98,150	(11,328)	86,822
	507,816	477,609	(173,883)	811,542

The Group	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
2015			
Building	450,000	(48,000)	402,000
Machineries	630,500	(365,863)	264,637
Furniture and fittings	567,408	(320,053)	247,355
Office equipment	175,016	(135,686)	39,330
Telecommunication equipment	34,292	(28,149)	6,143
Computer equipment	446,552	(241,148)	205,404
Motor vehicle	112,750	(108,499)	4,251
Renovation	128,168	(58,723)	69,445
	2,544,686	(1,306,121)	1,238,565

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****6. PROPERTY, PLANT AND EQUIPMENT (CONT'D)**

The Group	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
2014			
Machineries	630,500	(304,670)	325,830
Furniture and fittings	543,064	(253,418)	289,646
Office equipment	218,274	(143,499)	74,775
Computer equipment	2,598,115	(2,563,646)	34,469
Renovation	98,150	(11,328)	86,822
	4,088,103	(3,276,561)	811,542

The Company	At 1.5.2014 RM	Additions RM	Written Off RM	Depreciation Charge RM	At 30.4.2015 RM
<i>Net Book Value</i>					
Furniture and fittings	67,868	5,734	(3,798)	(22,180)	47,624
Office equipment	45,747	420	(9,691)	(12,623)	23,853
Computer equipment	1,639	10,038	(30)	(2,981)	8,666
Renovation	15,528	52,920	-	(3,488)	64,960
	130,782	69,112	(13,519)	(41,272)	145,103

	At 1.5.2013 RM	Additions RM	Depreciation Charge RM	At 30.4.2014 RM
<i>Net Book Value</i>				
Furniture and fittings	90,088	-	(22,220)	67,868
Office equipment	57,521	1,135	(12,909)	45,747
Computer equipment	5,267	-	(3,628)	1,639
Renovation	-	17,440	(1,912)	15,528
	152,876	18,575	(40,669)	130,782

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****6. PROPERTY, PLANT AND EQUIPMENT (CONT'D)**

The Company	At Cost RM	Accumulated Depreciation RM	Net Book Value RM
2015			
Furniture and fittings	217,441	(169,817)	47,624
Office equipment	88,602	(64,749)	23,853
Computer equipment	20,632	(11,966)	8,666
Renovation	70,360	(5,400)	64,960
	<u>397,035</u>	<u>(251,932)</u>	<u>145,103</u>
2014			
Furniture and fittings	222,198	(154,330)	67,868
Office equipment	129,656	(83,909)	45,747
Computer equipment	126,809	(125,170)	1,639
Renovation	17,440	(1,912)	15,528
	<u>496,103</u>	<u>(365,321)</u>	<u>130,782</u>

7. GOODWILL ON CONSOLIDATION

	The Group	
	2015 RM	2014 RM
At Cost:-		
Goodwill on consolidation	<u>2,713,542</u>	<u>1,559,393</u>

Goodwill on consolidation arose from the acquisition of subsidiaries in the financial year ended 30 June 2005 and is stated at cost.

Addition of goodwill on consolidation in current financial year arose from the acquisition of subsidiaries in the financial year ended 31 October 2014 and is stated at cost.

The Group has assessed the recoverable amounts of goodwill and determined that no impairment is required. The recoverable amounts of the cash-generating units are determined using the value-in-use approach, and this is derived from the present value of the future cash flows from the information technology segment computed based on the projections of financial budgets approved by management covering a period of 3 years. The key assumptions used in the determination of the recoverable amounts are as follows:-

Gross margin	40%
Growth rate	40%
Discount rate	7%

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

7. GOODWILL ON CONSOLIDATION (CONT'D)

- (i) Budgeted gross margin
The basis used to determine the budgeted gross margin is based on past performance and the expectation of market development.
- (ii) Growth rate
The growth rates used are based on the expected projection of the information technology products and related services.
- (iii) Discount rate
The discount rates used are weighted average cost of capital.

8. INTANGIBLE ASSETS

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Cost:-				
At 1.5.2014/2013	26,533,967	22,715,171	16,701,409	16,728,827
Addition during the financial year	3,350,007	4,106,427	3,350,007	-
Write-off during the financial year	-	(287,632)	-	(27,418)
At 30.4.2015/2014	<u>29,883,974</u>	<u>26,533,966</u>	<u>20,051,416</u>	<u>16,701,409</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****8. INTANGIBLE ASSETS (CONT'D)**

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Accumulated amortisation:-				
At 1.5.2014/2013	(16,853,183)	(13,662,956)	(10,602,471)	(7,867,903)
Amortisation during the year	(3,359,097)	(3,477,860)	(2,478,479)	(2,761,986)
Write-off during the financial year	-	287,632	-	27,418
	<u>(20,212,280)</u>	<u>(16,853,184)</u>	<u>(13,080,950)</u>	<u>(10,602,471)</u>
At 30.4.2015/2014	<u>9,671,694</u>	<u>9,680,782</u>	<u>6,970,466</u>	<u>6,098,938</u>

Intangible assets of the Group and of the Company relate to the Technodex Platform Software, Comprehensive Reporting System, Tailoring Production MS, E-Document, Property MS, Warehouse Management, Telematics Platform and ThinkHR System.

Included in the intangible assets of the Group and the Company at the end of the reporting period were staff costs amounting to RM4,869,012 (2014 - RM4,138,302) and RM3,513,450 (2014 - RM2,782,740) respectively.

Included in the intangible assets of the Group and the Company at the end of the reporting period were software licence with a carrying amount of RM1,283,959 (2014 - RM703,726) which were acquired under hire purchase.

9. TRADE RECEIVABLES

	The Group	
	2015 RM	2014 RM
Trade receivables	4,232,695	4,297,791
Allowance for impairment losses	(22,158)	-
	<u>4,210,537</u>	<u>4,297,791</u>
Allowance for impairment losses:-		
At 1.5.2014/2013	-	(3,801,268)
Addition during the financial year	(22,158)	-
Write-off during the financial year	-	3,801,268
At 30.4.2015/2014	<u>(22,158)</u>	<u>-</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****9. TRADE RECEIVABLES (CONT'D)**

- (a) The Group's normal trade credit terms range from 30 to 60 (2014 - 30 to 60) days.
- (b) The allowance for impairment losses is made mainly on those trade receivables in significant financial difficulties and have defaulted on payments.

10. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Other receivables	4,599,694	95,604	3,409	-
Deposits	569,084	613,334	18,600	9,500
Prepayments	539,034	2,380,579	32,406	28,789
	<u>5,707,812</u>	<u>3,089,517</u>	<u>54,415</u>	<u>38,289</u>

11. AMOUNT OWING BY/(TO) SUBSIDIARIES

	The Company	
	2015 RM	2014 RM
<u>Amount Owing By Subsidiaries</u>		
<i>Current</i>		
Trade balances	3,152,316	2,727,034
Non-trade balances	7,418,441	6,809,643
	<u>10,570,757</u>	<u>9,536,677</u>
Allowance for impairment losses	(7,242,882)	(7,242,882)
	<u>3,327,875</u>	<u>2,293,795</u>
Allowance for impairment losses:-		
At 1.5.2014/2013	(7,242,882)	(7,246,687)
Write-back during the financial year	-	3,805
At 30.4.2015/2014	<u>(7,242,882)</u>	<u>(7,242,882)</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****11. AMOUNTS OWING BY/(TO) SUBSIDIARIES (CONT'D)**

	The Company	
	2015 RM	2014 RM
<u>Amount Owing to A Subsidiary</u>		
<i>Current</i>		
Non-trade balances	-	(1,186,772)

The non-trade balances represent unsecured interest-free advances and payments made on behalf. The amounts owing are repayable on demand and are to be settled in cash.

12. FIXED DEPOSITS WITH LICENSED BANKS

- (a) The fixed deposits with licensed banks of the Group and the Company at the end of the reporting period bore effective interest rates ranging from 2.75% to 3.20%. (2014 - 2.75% to 3.10%) per annum. The fixed deposits have an average maturity period of 12 months (2014 - 12 months).
- (b) Included in the fixed deposits with licensed banks of the Group and the Company at the end of the reporting period was an amount of RM NIL (2014 - RM1,759,363) which has been pledged to a licensed bank as security for banking facilities granted to the Group.

13. SHARE CAPITAL

The movements in the authorised and paid-up share capital of the Group/the Company are as follows:-

	The Group/The Company			
	2015 Number Of Shares	2014	2015 RM	2014 RM
Authorised				
Ordinary shares of RM0.10 each	500,000,000	500,000,000	50,000,000	50,000,000

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**NOTES TO THE FINANCIAL STATEMENTS
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The movements in the authorised and paid-up share capital of the Group/the Company are as follows:-(Cont'd)

	The Group/The Company			
	2015	2014	2015	2014
	Number Of Shares		RM	RM
Issued And Fully Paid-Up				
Ordinary shares of RM0.10 each				
At 1.5.2014/2013	340,785,400	255,589,050	34,078,540	25,558,905
Issuance of shares	34,078,500	85,196,350	3,407,850	8,519,635
Conversion of warrants	530,000	-	53,000	-
At 30.4.2015/2014	<u>375,393,900</u>	<u>340,785,400</u>	<u>37,539,390</u>	<u>34,078,540</u>

During the financial year:-

(a) the Company increased its issued and paid-up share capital from RM34,078,540 to RM37,539,390 by:

- (i) the issuance of 34,078,500 new ordinary shares of RM0.10 each at an issue price of RM0.14 per share pursuant to private placement;
- (ii) the issuance of 530,000 new ordinary shares of RM0.10 each resulting from the conversion of warrants at the exercise price of RM0.11 per share.

The new shares were issued for cash consideration. The new shares issued rank pari passu in all respects with the existing shares of the Company.

(b) on 23 September 2013, the Company had issued 85,196,350 new Warrants 2013/2018 to all entitled shareholders of the Company on the basis of one (1) free detachable warrant for every three (3) existing ordinary shares of RM0.10 each held in the Company.

Each warrant carries the entitlement to subscribe for one (1) new ordinary share of RM0.10 each in the Company at the exercise price of RM0.11 which shall be satisfied in cash and at any time during the exercise period as indicated above ("Exercise Period") subject to the adjustments in accordance with the provisions of the deed poll dated 6 August 2013. Any warrants not exercised during the Exercise Period will thereafter lapse and cease to be valid for any purpose.

During the financial year, 530,000 Warrants 2013/2018 were converted into ordinary shares. As at 30 April 2015, the total number of Warrants 2013/2018 which remains unconverted amounted to 84,666,350 units. Details of the Warrants 2013/2018 are disclosed in Note 14 to the financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

13. SHARE CAPITAL (CONT'D)

(b) There were no exercise of warrant since the end of the financial year.

The ordinary shares issued from the exercise of Warrants 2013/2018 shall rank pari passu in all respects with the existing issued ordinary shares of the Company, save and except that they will not be entitled to any dividends, rights, allotment, and/or other distributions that may be declared, made or paid prior to the date of allotment and issue of the new shares arising from the exercise of Warrants 2013/2018.

14. SHARE PREMIUM

The movements in the share premium of the Group and the Company are as follows:

	The Group/The Company 2015 RM	2014 RM
At 1.5.2014/2013	694,989	1,135,420
Share issuance expenses	(210,389)	(440,431)
Conversion of warrants	1,368,440	-
	<hr/>	<hr/>
At 30.4.2015/2014	1,853,040	694,989
	<hr/>	<hr/>

The share premium is not distributable by way of dividends and may be utilised in the manner set out in Section 60(3) of the Companies Act 1965 in Malaysia.

15. FOREIGN EXCHANGE TRANSLATION RESERVE

The foreign exchange translation reserve arose from the translation of the financial statements of foreign subsidiaries and is not distributable by way of dividends.

16. HIRE PURCHASE PAYABLES

	2015 RM	The Group 2014 RM
Minimum hire purchase payments:		
- not later than one year	892,406	927,597
- later than one year and not later than five years	-	1,010,614
	<hr/>	<hr/>
Less: Future finance charges	892,406 (27,169)	1,938,211 (106,046)
	<hr/>	<hr/>
Present value of hire purchase payables	865,237	1,832,165
	<hr/>	<hr/>
<u>Current</u>		
Not later than one year	865,237	934,377
	<hr/>	<hr/>
<u>Non-Current</u>		
Later than one year and not later than five years	-	897,788
	<hr/>	<hr/>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****16. HIRE PURCHASE PAYABLES (CONT'D)**

The hire purchase payables bore an effective interest rates ranging from of 3.90% to 5.00% (2014 - 3.90% to 5.00%) per annum at the end of the reporting year.

17. DEFERRED TAXATION

	The Group	
	2015 RM	2014 RM
At 1 May	-	-
Recognised in profit or loss (Note 24)	75,624	-
At 30 April	<u>75,624</u>	<u>-</u>

The deferred tax liabilities are attributable to the following:-

	The Group	
	2015 RM	2014 RM
Taxable temporary difference between net carrying amount and tax written down value of plant and equipment	<u>75,624</u>	<u>-</u>

18. TRADE PAYABLES

The normal trade credit terms granted to the Group are 30 to 60 days.

19. OTHER PAYABLES AND ACCRUALS

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Other payables	779,115	105,021	82,780	18,337
Deposits received	-	1,046,057	-	-
Accruals	854,190	526,599	412,450	346,959
	<u>1,633,305</u>	<u>1,677,677</u>	<u>495,230</u>	<u>365,296</u>

Included in accruals is an amount of RM327,500 (2014 – RM255,500) owing to directors and a former director in respect of outstanding remuneration and fees of the Group and the Company.

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**NOTES TO THE FINANCIAL STATEMENTS
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	The Group	
	2015 RM	2014 RM
<u>Current</u>		
Not later than one year	-	2,047,232

Details of the term loans outstanding at the end of the reporting period are as follows:-

Term Loan	Number Of Monthly Instalments	Monthly Instalments RM	Effective Dates Of Commencement Of Repayment	Amount Outstanding	
				2015 RM	2014 RM
1	36	80,000#	January 2012	-	2,047,232

The term loans bore a weighted average effective interest of NIL (2014 – 8.10%) per annum at the end of the reporting year were secured by:-

- (a) a pledge of certain fixed deposits of the Group; and
- (b) corporate guarantee of the Company and third party.

21. NET ASSETS PER SHARE

The net assets per share is calculated based on the net assets value of the Group at the end of the reporting year of RM26,727,381 (2014 – RM21,158,352) divided by the number of ordinary shares in issue at the end of the reporting year of 375,393,900 (2014 - 340,785,400).

22. REVENUE

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Sales of goods and services	20,163,766	12,636,265	-	-
Management fees	-	-	3,152,316	2,727,034
	<u>20,163,766</u>	<u>12,636,265</u>	<u>3,152,316</u>	<u>2,727,034</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****23. LOSS BEFORE TAXATION**

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Loss before taxation is arrived at after charging/(crediting):-				
Allowance for impairment losses				
– trade receivables	22,158	9,829	-	-
Audit fee:				
– current financial year	79,195	65,000	37,195	35,000
– (over)/underprovision in the previous financial year	-	(4,693)	-	3,000
Amortisation of intangible assets	3,359,097	3,477,860	2,478,479	2,761,986
Bad debts written off	13,200	-	-	-
Depreciation of property, plant and equipment	245,699	173,883	41,272	40,669
Directors' fees	292,000	206,000	276,000	206,000
Directors' non-fee emoluments:				
– current financial year	1,127,234	574,363	558,340	412,670
– overprovision in the previous financial year	-	(12,000)	-	(12,000)
Incorporation fee	2,500	-	-	-
Interest expenses:				
– bank overdrafts	19,842	-	-	-
– hire purchase	78,876	111,924	-	-
– term loans	78,381	75,994	-	-
Plant and equipment written off	86,814	-	13,519	-
Rental of equipment	53,038	56,575	-	-
Rental of premises	300,588	138,568	87,600	43,800
Rental of safe	317	-	-	-
Staff costs:				
– salaries and other benefits	3,375,032	3,311,208	444,132	288,370
– defined contribution plan	344,110	410,753	40,465	29,003
Realised loss on foreign exchange	912	-	-	-
Unrealised loss on foreign exchange	-	-	-	84,692
Interest income	(134,115)	(143,833)	(103,190)	(67,510)
Realised gain on foreign exchange	-	(1,902)	-	-
Rental income	(9,600)	-	-	-
Waiver of debts	(1,506,613)	(454,083)	(1,184,577)	(263,233)
Write-back of allowance for impairment losses on:				
– amount owing by a subsidiary	-	-	-	(3,805)
– trade receivables	-	(3,801,268)	-	-

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****24. INCOME TAX EXPENSE**

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Income tax:				
- for the financial year	406,803	58,904	-	16,877
- under/(over) provision in the previous financial year	(40,365)	12,213	301	843
- transfer to deferred taxation (Note 17)	75,624	-	-	-
	<u>442,062</u>	<u>71,117</u>	<u>301</u>	<u>17,720</u>

A reconciliation of income tax expense applicable to the profit/(loss) before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and the Company is as follows:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Profit/(loss) before taxation	<u>770,021</u>	<u>(366,142)</u>	<u>(218,651)</u>	<u>(685,936)</u>
Tax at the statutory tax rate of 25% (2014 - 25%)	192,505	(91,536)	(54,663)	(171,484)
Tax effects of:-				
Non-deductible expenses	1,479,894	150,440	721,494	188,361
Utilisation of capital allowance	(98,958)	-	(3,334)	-
Utilisation of previously unrecognised business losses	(1,091,014)	-	(663,497)	-
Under/(over) provision of income tax in the previous financial year	<u>(40,365)</u>	<u>12,213</u>	<u>301</u>	<u>843</u>
Income tax expense for the financial year	<u>442,062</u>	<u>71,117</u>	<u>301</u>	<u>17,720</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****24. INCOME TAX EXPENSE (CONT'D)**

No deferred tax assets are recognised in the statements of financial position for the following items:

	The Group	
	2015 RM	2014 RM
Unabsorbed capital allowances	-	822,000
Unutilised tax losses	8,877,000	12,621,000
	<u>8,877,000</u>	<u>13,443,000</u>

25. LOSS PER SHARE

The basic loss per share is arrived at by dividing the Group's loss attributable to owners of the Company of RM251,531 (2014 – RM437,259) by the following weighted average number of ordinary shares in issue during the financial year.

	The Group	
	2015	2014
Continuing operations		
Loss attributable to owners of the Company (RM)	<u>(251,531)</u>	<u>(437,259)</u>
Weighted average number of ordinary shares:		
Issued ordinary shares at 1.5.2014/2013	306,034,913	255,383,932
Effect of new ordinary shares issued	8,704,119	50,650,981
Weighted average number ordinary shares at 30.4.2015/2014	<u>314,739,032</u>	<u>306,034,913</u>
Basic loss per share (Sen)	<u>(0.07)</u>	<u>(0.14)</u>

The diluted loss per share was not presented as there were no dilutive potential ordinary shares outstanding at the end of the reporting year.

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**NOTES TO THE FINANCIAL STATEMENTS
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During the financial year, the Group acquired 55% equity interest in Idealseed Resources Sdn. Bhd.

The fair values of the identifiable assets and liabilities of Idealseed Resources Sdn. Bhd. at the date of acquisition were:-

	The Group At Date Of Acquisition Carrying Amount/Fair Value RM
Property, plant and equipment	475,376
Trade and other receivables	1,285,196
Tax recoverable	6,615
Cash and bank balances	136,547
Trade and other payables	(167,256)
Term loans	(68,458)
Minority interest	(659,285)
	<hr/>
Share of net assets acquired	1,008,735
Goodwill on acquisition	1,191,265
	<hr/>
Total purchase consideration	2,200,000
Cash and cash equivalents of subsidiary acquired	(136,547)
	<hr/>
Net cash inflow for acquisition of a subsidiary	<u>2,063,453</u>

The non-controlling interests are measured at fair value.

The acquired subsidiary has contributed the following results to the Group:-

	2015 RM
Revenue	8,679,400
Profit after taxation	<u>938,334</u>

If the acquisition had taken place at the beginning of the financial year, the Group's revenue and profit after taxation from operations would have been RM19,275,378 and RM53,667 respectively.

	The Company RM
Idealseed Resources Sdn. Bhd.(Note 35)	<u>2,200,000</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****27. PURCHASE OF PROPERTY, PLANT AND EQUIPMENT**

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Cost of plant and equipment purchased	284,160	477,609	69,112	18,575
Amount financed through hire purchase	-	-	-	-
Cash disbursed for purchase of plant and equipment	<u>284,160</u>	<u>477,609</u>	<u>69,112</u>	<u>18,575</u>

28. CASH AND CASH EQUIVALENTS

For the purpose of the statements of cash flows, cash and cash equivalents comprise the following:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Fixed deposits with licensed banks (Note 12)	4,324,366	7,106,836	4,024,366	5,047,473
Cash and bank balances	1,984,167	1,776,403	878,390	683,222
	<u>6,308,533</u>	<u>8,883,239</u>	<u>4,902,756</u>	<u>5,730,695</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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- (a) The aggregate amounts of emoluments received and receivable by directors of the Group and the Company during the financial year are as follows:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Executive directors:				
– allowance	11,400	-	5,000	-
– fees:				
– current financial year	88,000	86,000	72,000	86,000
– non-fee emoluments:				
– current financial year	1,101,334	403,170	538,840	403,170
– overprovision in previous financial year	-	(6,000)	-	(6,000)
	<u>1,200,734</u>	<u>483,170</u>	<u>615,840</u>	<u>483,170</u>
Non-Executive directors:				
– allowance	14,500	9,500	14,500	9,500
– fees:				
– current financial year	204,000	120,000	204,000	120,000
– non-fee emoluments:				
– overprovision in previous financial year	-	(6,000)	-	(6,000)
	<u>218,500</u>	<u>123,500</u>	<u>218,500</u>	<u>123,500</u>

- (b) Details of directors' emoluments of the Group and the Company received/receivable for the financial year/period in bands of RM50,000 are as follows:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Executive directors:-				
RM50,001 and above	5	3	2	3
Non-Executive directors:-				
RM50,001 and above	4	-	3	-
Below RM50,000	-	4	1	4
	<u>9</u>	<u>7</u>	<u>6</u>	<u>7</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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- (a) Identities of related parties

In addition to the information detailed elsewhere in the financial statements, the Group has related party relationships with its directors, key management personnel and entities within the same group of companies.

- (b) Other than those disclosed elsewhere in the financial statements, the Group and the Company also carried out the following significant transactions with the related parties during the financial year:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Key management personnel compensation:				
– short-term employee benefits	114,177	768,363	834,340	606,670
Writing back of allowance for impairment loss on a subsidiary	-	-	-	(3,805)
Management fees	-	-	3,152,316	2,727,034
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

31. OPERATING SEGMENTS

The operating segments reporting are not presented as the Group is principally involved in the information technology industry.

GEOGRAPHICAL INFORMATION

In presenting the information on the basis of geographical segments, segment revenue is based on the geographical location of customers. The carrying values of segment assets are based on the geographical location of the assets.

	Revenue		Non-Current Assets	
	2015 RM	2014 RM	2015 RM	2014 RM
Malaysia	20,163,766	12,636,265	13,623,801	12,051,717
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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**NOTES TO THE FINANCIAL STATEMENTS
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31. OPERATING SEGMENTS (CONT'D)

MAJOR CUSTOMERS

Revenue from one major customer, with revenue equal to or more than 10% of the Group's revenue, amounted to RM6,701,486 (2014 – RM10,313,264) arising from the information technology services.

32. OPERATING LEASE COMMITMENTS

The future minimum lease payments under the non-cancellable operating leases are as follows:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Not more than one year	260,318	268,828	87,600	87,600
Later than one year and not later than five years	219,580	82,797	87,600	-
	<u>479,898</u>	<u>351,625</u>	<u>175,200</u>	<u>87,600</u>

33. CONTINGENT LIABILITY

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Unsecured				
Corporate guarantees given to licensed banks for credit facilities granted to subsidiaries	-	-	2,000,000	2,000,000
	<u>-</u>	<u>-</u>	<u>2,000,000</u>	<u>2,000,000</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

34. FINANCIAL INSTRUMENTS

The Group's activities are exposed to a variety of market risk (including foreign currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The Group's overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

34.1 FINANCIAL RISK MANAGEMENT POLICIES

The Group's policies in respect of the major areas of treasury activity are as follows:-

(a) Market Risk

(i) Foreign Currency Risk

The Group does not have any transactions or balances denominated in foreign currencies and hence is not exposed to foreign currency risk.

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to interest rate risk arises mainly from interest-bearing financial assets and liabilities. The Group's policy is to obtain the most favourable interest rates available. Any surplus funds of the Group will be placed with licensed financial institutions to generate interest income.

Information relating to the Group's exposure to the interest rate risk of the financial liabilities is disclosed in Note 34.1(c) to the financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

34. FINANCIAL INSTRUMENTS (CONT'D)

34.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)

(a) Market Risk (Cont'd)

(ii) Interest Rate Risk (Cont'd)

Interest rate risk sensitivity analysis

The Group is not exposed to interest rate risk as the interest-bearing financial instruments carry fixed interest rates and are measured at amortised costs. As such, sensitivity analysis is not disclosed.

(iii) Equity Price Risk

The Group does not have any quoted investments and hence is not exposed to equity price risk.

(b) Credit Risk

The Group's exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade and other receivables. The Group manages its exposure to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. For other financial assets (including cash and bank balances), the Group minimises credit risk by dealing exclusively with high credit rating counterparties.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of the trade and other receivables as appropriate. The main components of this allowance are a specific loss component that relates to individually significant exposures, and a collective loss component established for groups of similar assets in respect of losses that have been incurred but not yet identified. Impairment is estimated by management based on prior experience and the current economic environment.

(i) Credit risk concentration profile

The Group does not have any major concentration of credit risk related to any individual customer or counterparty.

(ii) Exposure to credit risk

As the Group does not hold any collateral, the maximum exposure to credit risk is represented by the carrying amount of the financial assets at the end of the reporting period.

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**NOTES TO THE FINANCIAL STATEMENTS
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(ii) Exposure to credit risk (Cont'd)

The exposure of credit risk for trade receivables by geographical region is as follows:-

	The Group	
	2015 RM	2014 RM
Malaysia	4,210,537	4,297,791

(iii) Ageing analysis

The ageing analysis of the Group's trade receivables (including amount owing by related parties) at the end of the reporting period are as follows:-

The Group	Gross Amount RM	Individual Impairment RM	Collective Impairment RM	Carrying Value RM
2015				
Not past due	1,261,229	-	-	1,261,229
Past due:				
- less than 3 months	2,034,941	-	-	2,034,941
- 3 to 6 months	390,143	8,522	-	381,621
- 7 to 12 months	540,378	7,632	-	532,746
- over 1 year	6,004	6,004	-	-
	4,232,695	22,158	-	4,210,537

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**NOTES TO THE FINANCIAL STATEMENTS
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The Group	Gross Amount RM	Individual Impairment RM	Collective Impairment RM	Carrying Value RM
2014				
Not past due	2,070,516	-	-	2,070,516
Past due:				
- less than 3 months	873,008	-	-	873,008
- 3 to 6 months	343,680	-	-	343,680
- 7 to 12 months	-	-	-	-
- over 1 year	1,010,587	-	-	1,010,587
	4,297,791	-	-	4,297,791

At the end of the reporting period, trade receivables that are individually impaired were those in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancement.

The collective impairment allowance is determined based on estimated irrecoverable amounts from the sale of goods, determined by reference to past default experience.

Trade receivables that are past due but not impaired

The Group believes that no impairment allowance is necessary in respect of these trade receivables. They are substantially companies with good collection track record and no recent history of default.

Trade receivables that are neither past due nor impaired

A significant portion of trade receivables that are neither past due nor impaired are regular customers that have been transacting with the Group. The Groups uses ageing analysis to monitor the credit quality of the trade receivables. Any receivables having significant balances past due or more than 60 days, which are deemed to have higher credit risk, are monitored individually.

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FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****34. FINANCIAL INSTRUMENTS (CONT'D)****34.1 FINANCIAL RISK MANAGEMENT POLICIES (CONT'D)****(c) Liquidity Risk**

Liquidity risk arises mainly from general funding and business activities. The Group practises prudent risk management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):-

The Group	Weighted Average Effective Rate %	Carrying Amount RM	Contractual Undiscounted Cash Flows RM	Within 1 Year RM	1 - 5 Years RM	Over 5 Years RM
2015						
Hire purchase payables	3.90 - 5.00	865,237	892,406	892,406	-	-
Trade payables	-	373,288	373,288	373,288	-	-
Other payables and accruals	-	1,633,305	1,633,305	1,633,305	-	-
		2,871,830	2,898,999	2,898,999	-	-
2014						
Hire purchase payables	3.90 - 5.00	1,832,165	1,938,211	927,597	1,010,614	-
Term loans	8.10	2,047,232	2,142,662	2,142,662	-	-
Trade payables	-	1,592,038	1,592,038	1,592,038	-	-
Other payables and accruals	-	1,677,677	1,677,677	1,677,677	-	-
		7,149,112	7,350,588	6,339,974	1,010,614	-

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The Company	Weighted Average Effective Rate %	Carrying Amount RM	Contractual Undiscounted Cash Flows RM	Within 1 Year RM	1 - 5 Years RM	Over 5 Years RM
2015						
Other payables and accruals	-	495,230	495,230	495,230	-	-
2014						
Other payables and accruals	-	365,296	365,296	365,296	-	-
Amount owing to subsidiaries	-	1,186,772	1,186,772	1,186,772	-	-
		1,552,068	1,552,068	1,552,068	-	-

34.2 CAPITAL RISK MANAGEMENT

The Group manages its capital to ensure that entities within the Group will be able to maintain an optimal capital structure so as to support their businesses and maximise shareholder(s) value. To achieve this objective, the Group may make adjustments to the capital structure in view of changes in economic conditions, such as adjusting the amount of dividend payment, returning of capital to shareholders or issuing new shares.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****34. FINANCIAL INSTRUMENTS (CONT'D)****34.2 CAPITAL RISK MANAGEMENT (CONT'D)**

The Group manages its capital based on debt-to-equity ratio that complies with debt covenants and regulatory, if any. The debt-to-equity ratio is calculated as total borrowings from financial institutions divided by total equity.

There was no change in the Group's approach to capital management during the financial year.

The debt-to-equity ratio of the Group at the end of the reporting period was as follows:-

	The Group	
	2015 RM	2014 RM
Hire purchase payables	865,237	1,832,165
Term loans	-	2,047,232
	<hr/>	<hr/>
	865,237	3,879,397
Less: Fixed deposit with licensed banks	(4,324,366)	(7,106,836)
Less: Cash and bank balances	(1,984,167)	(1,776,403)
	<hr/>	<hr/>
Net debt	(5,443,296)	(5,003,842)
	<hr/>	<hr/>
Total equity	26,727,381	21,158,352
	<hr/>	<hr/>
Debt-to-equity ratio	(0.20)	(0.24)
	<hr/>	<hr/>

34.3 CLASSIFICATION OF FINANCIAL INSTRUMENTS

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Financial Assets				
<u>Loans and receivables financial assets</u>				
Trade receivables	4,210,537	4,297,791	-	-
Other receivables and deposits	5,168,778	708,938	22,009	9,500
Amount owing by subsidiaries	-	-	3,327,875	2,293,795
Fixed deposit with licensed banks	4,324,366	7,106,836	4,024,366	5,047,473
Cash and bank balances	1,984,167	1,776,403	878,390	683,222
	<hr/>	<hr/>	<hr/>	<hr/>
	15,687,848	13,889,968	8,252,640	8,033,990
	<hr/>	<hr/>	<hr/>	<hr/>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015

34. FINANCIAL INSTRUMENTS (CONT'D)

34.3 CLASSIFICATION OF FINANCIAL INSTRUMENTS (CONT'D)

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Financial Liabilities				
<u>Other financial liabilities</u>				
Trade payables	373,288	1,592,038	-	-
Other payables and accruals	1,633,305	1,677,677	495,230	365,296
Amount owing to subsidiaries	-	-	-	1,186,772
Hire purchase payables	865,237	1,832,165	-	-
Term loans	-	2,047,232	-	-
	<u>2,871,830</u>	<u>7,149,112</u>	<u>495,230</u>	<u>1,552,068</u>

34.4 FAIR VALUE MEASUREMENTS

At the end of the reporting period, there were no financial instruments carried at fair values.

The fair values of the financial assets and financial liabilities approximated their carrying amounts due to the relatively short-term maturity of the financial instruments (maturing within the next 12 months). The fair values are included in level 2 of the fair value hierarchy.

35. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

On 17 October 2014, the Company entered into the following agreements to acquire and subscribe a total of 275,000 ordinary shares of RM1.00 each in Idealseed Resources Sdn Bhd ("Idealseed") ("Idealseed Shares") representing 55% of the enlarged issued and paid-up share capital of Idealseed for a total cash consideration of RM2,200,000:-

- (i) a conditional Agreement for Sale and Purchase of Shares between the Company as purchaser and Tan Wah Choy as vendor ("Vendor") for the proposed acquisition of 125,000 Idealseed Shares at a purchase price of RM1,000,000, representing RM8.00 per Idealseed Share from the Vendor; and
- (ii) a conditional Subscription Agreement between the Company as subscriber, Idealseed as issuer and the Vendor for the proposed subscription by the Company of 150,000 new Idealseed Shares at a subscription price of RM1,200,000, representing RM8.00 per Subscription Share.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2015****36. SIGNIFICANT EVENTS OCCURRING AFTER THE REPORTING PERIOD**

- (a) On 3 June 2015, the Company entered into the following shareholders' agreements:-
- (i) the shareholders' agreement between the Company and SurfsTeK Resources (M) Sdn Bhd ("SurfsTeK") to subscribe for an aggregate of 1,500,000 new ordinary shares of RM1.00 each in Surfstek Resources (R&D) Sdn. Bhd. ("SurfsTeKR&D") representing 50% of the enlarged issued and paid-up share capital of SurfsTeKR&D for a total cash consideration of RM1.50 million and to regulate the relationships between the Company and SurfsTeK *inter se* as the shareholders of SurfsTeKR&D; and
 - (ii) the shareholders' agreement between the Company and Epilog Tenggara Sdn Bhd ("Epilog") to subscribe for an aggregate of 1,500,000 new ordinary shares of RM1.00 each in MyProperty Data Sdn. Bhd. ("MyProperty") representing 50% of the enlarged issued and paid-up share capital of MyProperty for a total cash consideration of RM1.50 million and to regulate the relationships between the Company and Epilog *inter se* as the shareholders of MyProperty.

37. SUPPLEMENTARY INFORMATION – DISCLOSURE OF REALISED AND UNREALISED PROFITS/LOSSES

The breakdown of the accumulated loss of the Group and of the Company at the end of the reporting period into realised and unrealised losses are presented in accordance with the directive issued by Bursa Malaysia Securities Berhad and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants, as follows:-

	The Group		The Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Total accumulated losses of the Company and its subsidiaries:				
– realised	(29,831,209)	(30,191,716)	(18,526,571)	(18,307,619)
– unrealised	(75,624)	-	-	-
	<u>(29,906,833)</u>	<u>(30,191,716)</u>	<u>(18,526,571)</u>	<u>(18,307,619)</u>
Less: Consolidation adjustments	15,365,490	15,901,904	-	-
At 30 April	<u>(14,541,343)</u>	<u>(14,289,812)</u>	<u>(18,526,571)</u>	<u>(18,307,619)</u>