

Company No: 926043-M

APPXPLORE SDN. BHD.
(Incorporated in Malaysia)

**REPORTS AND
FINANCIAL STATEMENTS
31 DECEMBER 2012**

APPXPLORE SDN. BHD.
(Incorporated in Malaysia)

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APPXPLORE SDN. BHD.
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CORPORATE INFORMATION

BOARD OF DIRECTORS - Ms Lai Ming Lian
Ms Lim Chiau Ching

SECRETARY - Mdm Bong Kwee Fah

AUDITORS - W. F. Yong & Co.
Chartered Accountants

PRINCIPAL BANKER - Hong Leong Islamic Bank Berhad

REGISTERED OFFICE - No. 11B-5, Jalan PJU 1/42
Dataran Prima
47301 Petaling Jaya

PRINCIPAL PLACE OF
BUSINESS - No. 125, Jalan KIP 8
Taman Perindustrian KIP
52200 Kuala Lumpur

LAI MING LIAN (F)	-	APPOINTED ON 1.11.2012
LIM CHIAU CHING (F)	-	APPOINTED ON 1.11.2012
CHONG MEOW HING	-	RESIGNED ON 1.11.2012
CHIA HUE ENG (F)	-	RESIGNED ON 1.11.2012
HAM KOU HEE	-	RESIGNED ON 1.11.2012

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangements to which the Company is a party, whereby directors might acquire benefits by means of the acquisition of shares in, or debentures of the Company or any other body corporate.

The following directors who held office at the end of the financial year had according to the register required to be kept under Section 134 of the Companies Act 1965, an interest in shares of the Company as stated below:-

NUMBER OF ORDINARY SHARES OF RM1 EACH

Name of Directors	At	Bought	Sold	At
	1.1.2012			31.12.2012
LAI MING LIAN (F)	-	50,000	-	50,000
LIM CHIAU CHING (F)	-	50,000	-	50,000

Since the end of the previous financial period, no director has received or become entitled to receive (other than directors' remuneration shown in the financial statements) any benefits by reason of a contract made by the Company 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 required to be disclosed by Section 169(8) of the Companies Act 1965 other than as disclosed in the financial statements.

SHARE CAPITAL

During the financial year, the Company increased its issued and paid up capital from RM1,000 to RM100,000 by the issue of 99,000 ordinary shares of RM1 each at par for cash to provide for working capital.

OTHER STATUTORY INFORMATION

- (a) Before the income statement and balance sheet of the Company were made up, the directors took reasonable steps:-

- (i) to ascertain that proper action has been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that there were no bad debts and that no provision for doubtful debts was necessary; and
 - (ii) to ensure that any current assets which were unlikely to realise their value as shown in the accounting records in the ordinary course of business were written down to an amount which they might be expected so to realise

- (b) At the date of this report, the directors are not aware of any circumstances which would render:-
 - (i) the necessity to write off any debts or to make provision for doubtful debts; and
 - (ii) the values attributed to current assets in the financial statements of the Company misleading.

- (c) 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 Company misleading or inappropriate.

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

- (e) At the date of this report, there does not exist:-
 - (i) any charge on the assets of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liabilities in respect of the Company which have arisen since the end of the financial year.

- (f) In the opinion of the directors:-
 - (i) no contingent liability or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Company to meet its obligations as and when they fall due; and
 - (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Company for the financial year in which this report is made

AUDITORS

The auditors, W. F. Yong & Co., Chartered Accountants, have expressed their willingness to continue in office.

On Behalf Of The Board



LAI MING LIAN



LIM CHIAU CHING

KUALA LUMPUR
10 JUN 2013

APPXPLORE SDN. BHD.
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STATEMENT BY DIRECTORS

We, the undersigned, being two of the directors of the Company, state that, in the opinion of the directors, the financial statements set out on pages 10 to 17 are drawn up so as to give a true and fair view of the state of affairs of the Company as at 31 December 2012 and of the results and the cash flows of the Company for the financial year ended on that date in accordance with MASB Private Entity Reporting Standards and the Companies Act 1965 in Malaysia.

On Behalf Of The Board



LAI MING LIAN



LIM CHIAU CHING

KUALA LUMPUR
10 JUN 2013

STATUTORY DECLARATION

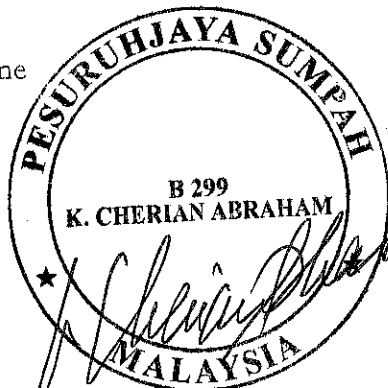
I, the undersigned, being the director primarily responsible for the financial management of the Company, do solemnly and sincerely declare that the financial statements set out on pages 10 to 17 are in my opinion correct and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act 1960.

Subscribed and solemnly declared
at Petaling Jaya in Selangor Darul
Ehsan on 10 JUN 2013



LAI MING LIAN

Before me



17-2, Block E1, Jalan PJU 1/42,
Dataran Prima, 47301 Petaling Jaya
Selangor Darul Ehsan

Company No: 926043-M

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

APPXPLORE SDN. BHD.
(Incorporated in Malaysia)

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of the Company, which comprise the balance sheet as at 31 December 2012, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 10 to 17.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation and fair presentation of these financial statements in accordance with MASB Private Entity Reporting Standards and the Companies Act 1965 in Malaysia. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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 judgment, 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 Company's preparation and fair presentation of the financial statements 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 Company'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.

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with MASB Private Entity Reporting Standards and the Companies Act 1965 in Malaysia so as to give a true and fair view of the financial position of the Company as of 31 December 2012 and of its financial performance and cash flows for the year then ended.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 1 to the financial statements. As at 31 December 2012, the Company has a capital deficiency of RM408,617 as a result of losses sustained to that date. The ability of the Company to continue as a going concern is dependent upon future profitable operations and/or obtaining additional finance from the shareholders and/or other sources. The financial statements of the Company do not include any adjustments relating to amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report that in our opinion the accounting and other records and the registers required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

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.



W.F. YONG & CO.
NO. AF: 0960
CHARTERED ACCOUNTANTS



YONG WENG FAI
NO. 1661/08/14 (J)
CHARTERED ACCOUNTANT

PETALING JAYA
10 JUN 2013

APPXPLORE SDN. BHD.
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BALANCE SHEET AS AT 31 DECEMBER 2012

	Note	2012 RM	2011 RM
ASSETS EMPLOYED			
PROPERTY, PLANT AND EQUIPMENT	3	21,609	27,213
CURRENT ASSETS			
Trade debtor		14,764	-
Sundry deposits		1,905	167
Bank balance		32,847	930
		<u>49,516</u>	<u>1,097</u>
LESS: CURRENT LIABILITIES			
Trade creditor	4	-	4,000
Other creditor and accruals		11,890	7,632
Amount due to a director	5	467,852	114,000
		<u>479,742</u>	<u>125,632</u>
NET CURRENT LIABILITIES		<u>(430,226)</u>	<u>(124,535)</u>
		<u>(408,617)</u>	<u>(97,322)</u>
REPRESENTED BY:			
SHARE CAPITAL	6	100,000	1,000
ACCUMULATED LOSS		(508,617)	(98,322)
		<u>(408,617)</u>	<u>(97,322)</u>

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

APPXPLORE SDN. BHD.
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INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2012

	Note	2012 RM	2011 RM
REVENUE	7	97,621	214,500
Cost of sales		(20,617)	(4,000)
GROSS PROFIT		77,004	210,500
Administration expenses		(458,400)	(288,090)
Other operating expenses		(28,899)	(20,732)
NET LOSS FOR THE YEAR/PERIOD	8	(410,295)	(98,322)

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

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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2012**

	SHARE CAPITAL RM	ACCUMULATED LOSS RM	TOTAL RM
Issued during the period	1,000	-	1,000
Net loss for the period	-	(98,322)	(98,322)
Balance at 31 December 2011	1,000	(98,322)	(97,322)
Issued during the year	99,000	-	99,000
Net loss for the year	-	(410,295)	(410,295)
Balance at 31 December 2012	100,000	(508,617)	(408,617)

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

APPXPLORE SDN. BHD.
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**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	2012 RM	2011 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the year/period	(410,295)	(98,322)
Adjustment for:-		
Depreciation of property, plant and equipment	7,103	6,803
Operating loss before working capital changes	(403,192)	(91,519)
Increase in Debtors	(16,502)	(167)
Increase in Creditors	354,110	125,632
NET CASH (USED IN)/FROM OPERATING ACTIVITIES	<u>(65,584)</u>	<u>33,946</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,499)	(34,016)
NET CASH USED IN INVESTING ACTIVITIES	<u>(1,499)</u>	<u>(34,016)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	99,000	1,000
NET CASH FROM FINANCING ACTIVITIES	<u>99,000</u>	<u>1,000</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	31,917	930
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR/PERIOD	<u>930</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR/PERIOD	<u><u>32,847</u></u>	<u><u>930</u></u>
CASH AND CASH EQUIVALENTS CONSISTS OF:-		
Bank balance	<u><u>32,847</u></u>	<u><u>930</u></u>

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

APPXPLORE SDN. BHD.
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NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 2012

1. FUNDAMENTAL ACCOUNTING ASSUMPTION

The financial statements have been prepared on the going concern basis, the validity of which is dependent upon future profitable operations and/or obtaining additional finance from the shareholders and/or other sources.

2. ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements of the Company are prepared under the historical cost convention and comply with applicable approved accounting standards in Malaysia.

b) Depreciation

Depreciation is calculated on the straight line method to write off the cost of the property, plant and equipment over their estimated useful lives.

The principal annual rate used for this purpose is:-

Office equipment	20%
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c) Income Tax

Tax on the profit or loss for the year comprises current and deferred tax. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted at the balance sheet date, and any adjustment to tax payable in respect of previous period.

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

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

d) Impairment of Assets

The carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, impairment is measured by comparing the carrying values of the assets with their recoverable amounts. Recoverable amount is the higher of the net selling price and value in use, which is measured by reference to discounted future cash flows. Recoverable amounts are estimated for individual assets or, if it is not possible, for the cash-generating unit to which the asset belongs.

An impairment loss is recognised as an expense in the income statement immediately.

e) Employee Benefits

Employee benefits include salaries, wages, bonus, social security and statutory contributions and paid leave. These benefits are recognised as an expense in the period in which the services are rendered by the employees.

3. PROPERTY, PLANT AND EQUIPMENT

	Office Equipment RM
COST	
At 1.1.2012	34,016
Additions	1,499
At 31.12.2012	<u>35,515</u>
ACCUMULATED DEPRECIATION	
At 1.1.2012	6,803
Charge for the year	7,103
At 31.12.2012	<u>13,906</u>
NET BOOK VALUE	
At 31.12.2012	<u>21,609</u>
At 31.12.2011	<u><u>27,213</u></u>

4. TRADE CREDITOR

The amount is due to a company in which a director has interest.

5. AMOUNT DUE TO A DIRECTOR

This is unsecured, interest free and with no fixed term of repayment.

6. SHARE CAPITAL

	2012 RM	2011 RM
Ordinary shares of RM1 each, Authorised	100,000	100,000
Issued and fully paid:-		
At beginning of year/period	1,000	2
Issued during the year/period	99,000	998
At end of year/period	100,000	1,000

7. REVENUE

This represents the invoiced value of services rendered.

8. NET LOSS FOR THE YEAR/PERIOD

Net loss for the year/period is stated after charging:-

	2012 RM	2011 RM
Auditors' remuneration	2,000	2,000
Depreciation of property, plant and equipment	7,103	6,803
Incorporation expenses	-	2,550
Rental of premises	2,894	833
Staff cost (Note 10)	397,968	283,237

9. TAXATION

There is no taxation charge for the year due to the operating loss incurred by the Company.

Subject to the agreement with the Inland Revenue Board, the Company has estimated unabsorbed tax losses and capital allowances of approximately RM500,000 (2011: RM127,000) to be carried forward to set off against future taxable profits

10. STAFF COST

The total numbers of employees of the Company (excluding directors) at the end of the financial year was 5 (2011: 5).

11. COMPARATIVE FIGURES

The comparative figures stated are in respect of the period from 20 December 2010 to 31 December 2011.

12. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 10 June 2013.

	2012 RM	2011 RM
Balance brought forward	118,573	72,779
Refreshments	691	-
Registered office expenses	120	-
Registration fees	2,506	326
Rental of premises	2,894	833
Secretarial fee	1,040	867
Service tax	314	52
Socso	2,899	2,014
Salaries and allowance	350,414	225,950
Stamp duty	1,220	-
Sundry expenses	565	417
Subsidy	1,000	2,000
Tax agent fee	1,000	-
Telephone and internet charges	2,640	1,308
Travelling	1,040	50
Upkeep of office equipment	383	2,106
Upkeep of premises	-	120
	487,299	308,822
NET LOSS FOR THE YEAR/PERIOD	(410,295)	(98,322)