



Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(The figures have not been audited)

| | Unaudited As at 31 October 2014 RM'000 | Audited As at 31 January 2014 RM'000 |
|---|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 11,884 | 4,400 |
| Available-for-sale investments | 8,466 | 11,366 |
| Intangible assets | 2,353 | 2,352 |
| | 22,703 | 18,118 |
| Current assets | | |
| Trade and other receivables, deposit and prepayments | 7,578 | 712 |
| Marketable securities | 10,354 | 4,091 |
| Deposit with Financial Institution | 21,700 | 1,900 |
| Inventories | 128 | - |
| Cash and cash equivalents | 1,909 | 1,224 |
| | 41,669 | 7,927 |
| TOTAL ASSETS | 64,372 | 26,045 |
| EQUITY AND LIABILITIES | | |
| Share capital | 84,040 | 42,020 |
| Warrant reserve | 356 | - |
| Exchange reserve | - | - |
| Accumulated losses | (20,183) | (18,549) |
| Total equity attributable to owners of the Company | 64,213 | 23,471 |
| Non-controlling interest | 13 | 45 |
| Total equity | 64,226 | 23,516 |
| Current liabilities | | |
| Trade and other payables | 146 | 595 |
| Deferred income | - | 1,934 |
| Total current liabilities | 146 | 2,529 |
| Total liabilities | 146 | 2,529 |
| TOTAL EQUITY AND LIABILITIES | 64,372 | 26,045 |
| Net assets per share attributable to equity holders of the Company (sen) | 7.64 | 5.59 |

Notes:

-

-

The condensed consolidated statement of financial position is prepared based on the consolidated results of the Group for the quarter ended 31 October 2014 and is to be read in conjunction with the audited consolidated financial statements of ABT for the financial year ended 31 January 2014.

Net assets per share is arrived at based on the total Group's net assets over the 840,400,000 ordinary shares of RM0.10 each in issue as at 31 October 2014.

The accompanying notes are an integral part of this quarterly report.

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|--|---|--|---|---|
| | Current year quarter for the period ended 31 October 2014 RM'000 | Preceding year corresponding quarter ended 31 October 2013 RM'000 | Current year-to-date for the period ended 31 October 2014 RM'000 | Preceding year corresponding period ended 31 October 2013 RM'000 |
| Revenue | 17,555 | 770 | 36,102 | 1,434 |
| Cost of sales | (17,014) | (758) | (36,074) | (1,416) |
| Gross profit | 541 | 12 | 28 | 18 |
| Other operating income | - | 21 | 1,934 | 4,591 |
| Operating expenses | (157) | (1,947) | (3,273) | (5,585) |
| Finance costs | - | - | - | - |
| Share of loss of associated companies | - | - | - | - |
| Profit before taxation | 384 | (1,914) | (1,311) | (976) |
| Tax expense | - | (1) | - | (1) |
| Profit for the period | 384 | (1,915) | (1,311) | (977) |
| Other comprehensive income: <u>Items that may be reclassified subsequently to profit or loss:</u> | | | | |
| Share of other comprehensive income of an associate | (1) | - | - | - |
| Total comprehensive income for the period | 383 | (1,915) | (1,311) | (977) |
| Profit attributable to: | | | | |
| Owners of the Company | 394 | (1,908) | (1,278) | (914) |
| Non-controlling interest | (10) | (7) | (33) | (63) |
| | 384 | (1,915) | (1,311) | (977) |
| Total comprehensive profit attributable to: | | | | |
| Owners of the Company | 393 | (1,908) | (1,278) | (914) |
| Non-controlling interest | (10) | (7) | (33) | (63) |
| | 383 | (1,915) | (1,311) | (977) |
| Basic Earnings Per Share attributable to equity owners of the Company (sen) | 0.09 | (0.48) | (0.30) | (0.23) |

Notes:

The condensed consolidated statements of comprehensive income are prepared based on the consolidated results of the Group for the quarter ended 31 October 2014 and is to be read in conjunction with the audited consolidated financial statements of ABT for the financial year ended 31 January 2014.

The accompanying notes are an integral part of this quarterly report.

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)

(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

| | ----- Attributable to Owners of the Company ----- | | | | Total RM'000 | Non-controlling Interest RM'000 | Total Equity RM'000 |
|--|---|------------------------------|---------------------------------|-------------------------------|-----------------|---------------------------------------|---------------------------|
| | Share Capital RM'000 | Warrant Reserve RM'000 | Accumulated Losses RM'000 | Exchange Reserve RM'000 | | | |
| <u>Audited</u> | | | | | | | |
| Balance as at 1 February 2013 | 38,200 | - | (17,904) | - | 20,296 | 110 | 20,406 |
| Issuance of share capital | 3,820 | - | - | - | 3,820 | - | 3,820 |
| Total comprehensive (loss)/income for the period | - | - | (645) | - | (645) | (65) | (710) |
| Balance as at 31 January 2014 | <u>42,020</u> | <u>-</u> | <u>(18,549)</u> | <u>-</u> | <u>23,471</u> | <u>45</u> | <u>23,516</u> |
| <u>Unaudited</u> | | | | | | | |
| Balance as at 1 February 2014 | 42,020 | - | (18,549) | - | 23,471 | 45 | 23,516 |
| Arising from the Right Issue of Shares with Warrants | 42,020 | 356 | (356) | - | 42,020 | - | 42,020 |
| Total comprehensive income/(loss) for the period | - | - | (1,278) | - | (1,278) | (33) | (1,311) |
| Balance as at 31 Oct 2014 | <u>84,040</u> | <u>356</u> | <u>(20,183)</u> | <u>-</u> | <u>64,213</u> | <u>13</u> | <u>64,226</u> |

Notes:

The condensed consolidated statement of changes in equity is prepared based on the consolidated results of the Group for the quarter ended 31 Oct 2014 and is to be read in conjunction with the audited consolidated financial statements of ABT for the financial year ended 31 January 2014.

The accompanying notes are an integral part of this quarterly report.

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)

(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(The figures have not been audited)

| | Period ended 31 July 2014 RM'000 | Period ended 31 January 2014 RM'000 |
|--|--|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit/(Loss) before tax | (1,311) | (709) |
| Adjustments for : | | |
| Depreciation of property, plant and equipment | 410 | 325 |
| Gain on disposal of other investment | (1,934) | (4,455) |
| Waiver of debt | - | (54) |
| Deposit forfeited | - | 44 |
| (Profit)/Loss on disposals of investment securities | 518 | 16 |
| Loss on change in fairvalue | 763 | 562 |
| Gain on foreign exchange | 1 | - |
| Gain on derecognition of a subsidiary | - | - |
| Impairment loss on other investment | 700 | 2,018 |
| Property, Plant and equipment written off | - | 798 |
| Share of loss of associated companies | - | - |
| Operating loss before working capital changes | (853) | (1,455) |
| Changes in working capital: | | |
| Deposit with financial institution | (19,800) | (1,900) |
| Proceeds from disposal of Investment securities | 35,544 | 1,528 |
| Purchase of investment securities | (41,154) | (6,197) |
| Increase in inventories | (129) | - |
| Increase in trade and other receivables | (6,867) | (517) |
| Decrease in trade and other payables | (448) | (1,985) |
| Cash generated from/(used in) operations | (33,707) | (10,526) |
| Income tax paid | - | (21) |
| Net cash generated from/(used in) operating activities | (33,707) | (10,547) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (7,894) | (4,237) |
| Purchase of unquoted investment | - | (919) |
| Dividend received | - | - |
| Proceeds from disposal of investment | 926 | 11,203 |
| Acquisition of associate company | (660) | - |
| Net cash (used in)/generated from investing activities | (7,628) | 6,047 |
| CASH FLOWS FROM FINANCING ACTIVITY | | |
| Proceeds from issuance of ordinary shares | 42,020 | 3,820 |
| Net cash generated from financing activity | 42,020 | 3,820 |
| Net increase/(decrease) in cash and cash equivalents | 685 | (680) |
| Cash and cash equivalents at beginning of the period | 1,224 | 1,904 |
| Cash and cash equivalents at end of the period | 1,909 | 1,224 |
| <u>Cash and cash equivalents consist of:</u> | | |
| Cash and bank balances | 1,909 | 1,224 |

Notes:

The condensed consolidated statements of cash flow for the period ended 31 Oct 2014 is to be read in conjunction with the audited consolidated financial statements of ABT for the financial year ended 31 January 2014.

The accompanying notes are an integral part of this quarterly report.

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

A NOTES TO THE INTERIM FINANCIAL REPORT

A1 Compliance with Malaysia Financial Reporting Standard (FRS) 134, and ACE Market Listing Requirements of Bursa Malaysia Securities Berhad

Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysia Financial Reporting Standard ("MFRS") No. 134: Interim Financial Reporting, and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("AMLR").

The interim financial statements should be read in conjunction with the audited consolidated financial statements of ABT for the financial year ended 31 January 2014. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to and understanding the changes in the financial position and performance of the Group for the financial period ended 31 October 2014.

A2 Auditors' report on preceding annual financial statements

There were no audit qualifications in relation to the audited consolidated financial statements of ABT for the financial year ended 31 January 2014.

A3 Seasonal or cyclical factors

There are no seasonal or cyclical factors which materially affect the Group as the primary business of the Group is that of a technology incubator.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A5 Material changes in estimates

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

A6 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares for the financial quarter ended 31 October 2014.

A7 Dividend paid

There were no dividends paid by the Company during the financial quarter ended 31 October 2014.

A8 Segmental information

Segment information based on the Group's activities is set out below. Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Cumulative Quarter Ended 31 October 2014

| | Incubation/ Investment RM'000 | Green Technology products RM'000 | Elimination RM'000 | Group RM'000 |
|-----------------------------------|-------------------------------------|--|-----------------------|-----------------|
| Revenue | | | | |
| External sales | 36,102 | - | | 36,102 |
| Intersegment revenue | - | - | - | - |
| | <u>36,102</u> | <u>-</u> | <u>-</u> | <u>36,102</u> |
| Results from operating activities | 153 | (95) | | 58 |
| Finance costs | | | | - |
| Share of profit of associates | | | | - |
| Net unallocated expenses | | | | (1,369) |
| (Loss)/Profit before taxation | | | | <u>(1,311)</u> |
| Tax expense | | | | - |
| (Loss)/Profit for the period | | | | <u>(1,311)</u> |
| Segment assets | 57,560 | 6,812 | | 64,372 |
| Unallocated assets | | | | - |
| Total assets | | | | <u>64,372</u> |
| Segment liabilities | 56 | 90 | | 146 |
| Unallocated liabilities | | | | - |
| Total liabilities | | | | <u>146</u> |

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

A NOTES TO THE INTERIM FINANCIAL REPORT

A9 Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter.

A10 Material events subsequent to the end of the quarter

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

A11 Changes in the composition of the Group

There have been no changes in the composition of the Group in the current quarter.

A12 Contingent liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at reporting date.

A13 Capital commitments

As at 31 October 2014, the Group has no material capital commitments.

A14 Significant related party transactions

During the financial quarter ended 31 October 2014, the Directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group.

A15 Additional Disclosure Requirements to the Statements of Comprehensive Income

| | Current quarter for the period ended 31 October 2014 RM'000 | Current year-to-date for the period ended 31 October 2014 RM'000 |
|--|--|---|
| Bad debts recovered | - | - |
| Interest income | 253 | 557 |
| Waiver of debt | - | - |
| Interest expense | - | - |
| Depreciation and amortisation | (173) | (410) |
| Provision for and write off of receivable | - | - |
| Provision for and write off of inventories | - | - |
| Property, plant and equipment written off | - | - |
| Gain or (loss) of disposal/derecognition of subsidiaries | - | - |
| Gain or (loss) of disposal of quoted or unquoted investments or properties (non revenue) | - | 1,934 |
| Inventories written off | - | - |
| Impairment of assets | (700) | (700) |
| Loss on change of fairvalue | 1,083 | (763) |
| Foreign exchange gain or loss | - | (1) |
| Gain or loss on derivatives | - | - |
| Exceptional items | - | - |

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

B DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of performance

In the current quarter, ABT Group registered a total comprehensive income of approximately RM 384k on the back of a revenue of RM 17.5 million. The Group's incubation division commenced active investments in marketable securities in not only Malaysia but Australia and UK as well, resulting in the profit and revenue activity for the period. Resulting therefrom, the loss in the early part of the year resulting mainly from disposal of Graphene Nanochem shares were reduced as a result of the positive performance in the current quarter.

The incubator/investment division registered a profit as a result of its investments in marketable securities whilst the Green Tech division recorded slight losses due to operational expenses pending full commercial operations.

As the Group is involved in incubation activities especially on high technology areas, it hold investments particularly in start-ups. In view thereof, its performance is subjected to various volatilities.

B2 Variation of results against immediate preceding quarter

| | Current quarter 31 October 2014 RM'000 | Preceding quarter 31 July 2014 RM'000 |
|-------------------------------|---|--|
| Revenue | 17,555 | 18,414 |
| Profit/(Loss) before taxation | 384 | (2,164) |

The revenue in the current and preceding quarters are generated from our investment activities in marketable securities as part of our incubation division.

B3 Prospects for the current financial year ending 31 January 2015

In respect of the prospects for the coming financial year ending 31 January 2015, the Group will be continue its investment activities in marketable securities as well as focusing its efforts on high technology areas especially "green" related such as the Effective Microbial solutions as well as palm trunk lumber project commencing operations. We anticipate the prospects for the year to remain challenging in view of uncertain worldwide economic conditions.

B4 Profit forecast, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee or made public any internal targets for the period under review.

B5 Income tax expense

Certain statutory income of its incubatees are exempted from income tax pursuant to the respective capital gains, pioneer status and foreign exempt income. As such, the effective tax rate for the group is lower than the statutory tax rate for the current quarter and financial year to date.

B6 Group's borrowings and debt securities

The Group has no borrowings or debt securities

B7 Material litigation

As at this reporting date, neither the Company nor its subsidiary companies are engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary companies.

B8 Dividends

There was no dividend declared for the financial quarter ended 31 October 2014.

B9 Earnings per share

| | Current year quarter | | Current year to date | |
|--|----------------------|-----------------|----------------------|-----------------|
| | 31 October 2014 | 31 October 2013 | 31 October 2014 | 31 October 2013 |
| Profit attributable to owners of the Company (RM'000) | 394 | (1,908) | (1,278) | (914) |
| Weighted average number of shares in issue ('000) | 420,200 | 400,750 | 420,200 | 400,750 |
| Effect of issuance of ordinary shares pursuant to right issue ('000) | 3,454 | - | 3,454 | - |
| Adjusted weighted average number of shares in issue ('000) | <u>423,654</u> | <u>400,750</u> | <u>423,654</u> | <u>400,750</u> |
| Gross Interest Income | 253 | 7 | 557 | 7 |
| Gross Interest Expense | - | - | - | - |
| Basic profit/(loss) per share (sen) | 0.09 | (0.48) | (0.30) | (0.23) |

There is no dilution in the earnings per share of the Company as the average market values of the warrants as at 31 October 2014 together with the exercise price were higher than the market value of the ordinary shares. Accordingly, there was no assumed full conversion of the warrants into ordinary shares which could result in the dilution of the Company's earning per share.

Asia Bioenergy Technologies Berhad

(Company No. 774628-U)
(Incorporated in Malaysia)

Quarterly report on results for the 3rd Quarter ended 31 October 2014

B DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B10 Status of corporate proposals

As at the end of the current quarter, there are no corporate proposals that has been announced that has yet to be completed.

B11 Realised and Unrealised Profit/(Loss)

Breakdown of the Group's realised and unrealised profits are as follows

| | As at | |
|---|-----------------|-----------------|
| | 31 October 2014 | 31 January 2014 |
| | RM'000 | RM'000 |
| <u>Unappropriated profits of Company and subsidiaries</u> | | |
| Realised | (24,821) | (23,510) |
| Unrealised | (356) | - |
| | <u>(25,177)</u> | <u>(23,510)</u> |
| <u>Share of retained profits of associates</u> | | |
| Realised | - | - |
| Unrealised | - | - |
| | <u>(25,177)</u> | <u>(23,510)</u> |
| Less : Consolidated adjustments | 4,994 | 4,961 |
| Total Group Retained Profits/(Loss) | <u>(20,183)</u> | <u>(18,549)</u> |

B12 Status of Utilisation of Proceeds

Status of utilisation of proceeds as at 31 October 2014.

| | Proposed Utilisation | Actual Utilisation | Unutilised | Deviation | Timeframe for |
|---|----------------------|--------------------|---------------|-----------|--------------------|
| | RM'000 | RM'000 | proceeds | RM'000 | the utilisation of |
| | | | RM'000 | | proceeds |
| <u>Private Placement of 38,200,000 Shares</u> | | | | | |
| Technology incubation fund | 3,280 | (3,280) | - | - | Within 3 years |
| Working capital | 500 | (500) | - | - | Within 1 year |
| Estimated expenses | 40 | (40) | - | - | Within 1 month |
| | <u>3,820</u> | <u>(3,820)</u> | <u>-</u> | <u>-</u> | |
| <u>Rights Issue of 420,200,000 Shares</u> | | | | | |
| Technology incubation fund | 41,020 | (17,998) | 23,022 | - | Within 3 years |
| Working capital | 500 | (513) | (13) | 13 | Within 3 years |
| Estimated expenses | 500 | (487) | 13 | (13) | Within 3 months |
| | <u>42,020</u> | <u>(18,997)</u> | <u>23,023</u> | <u>-</u> | |
| TOTAL | <u>45,840</u> | <u>(22,817)</u> | <u>23,023</u> | <u>-</u> | |

B13 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the Board of Directors dated 22 December 2014.

On Behalf of the Board

Wong Wei Fong
Loh Woan Fen
Company Secretaries

Date: 23 December 2014