

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

13. DEFERRED TAX ASSETS/(LIABILITIES) (cont'd)

- (c) The estimated amount of temporary differences for which no deferred tax assets are recognised in the financial statements are as follows: (cont'd)

	Company	
	2014 RM	2013 RM
Unutilised tax losses	-	129,180

14. INVESTMENT IN SUBSIDIARIES

	Company	
	2014 RM	2013 RM
Unquoted shares, at cost		
At beginning of the financial year	19,382,315	18,399,998
Additions	499,900	982,317
At end of the financial year	19,882,215	19,382,315

The details of the subsidiaries are as follows:

Name of Company	Country of Incorporation	Effective Equity Interest		Principal Activities
		2014	2013	
Direct subsidiaries:				
Milab Marketing Sdn. Bhd.	Malaysia	100%	100%	Provision of renewable energy and power solutions.
OCK International Sdn. Bhd.	Malaysia	100%	100%	Investment holding.
OCK Setia Engineering Sdn. Bhd.	Malaysia	100%	100%	Engaged in the provision of turnkey telecommunications network services.
OCK Ventures Sdn. Bhd.	Malaysia	100%	100%	Investment holding and general trading.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

The details of the subsidiaries are as follows: (cont'd)

Name of Company	Country of Incorporation	Effective Equity Interest		Principal Activities
		2014	2013	
Subsidiaries of OCK International Sdn. Bhd.				
OCK Phnom Penh Pte. Ltd. *	The Kingdom of Cambodia	100%	100%	Provision of consultants, deployment advisory and services relating to telecommunication network services.
Fuzhou 1-Net Solution Co. Ltd. *	The People's Republic of China	51%	-	Provision of various telecommunications network services.
PT Putra Mulia Telecommunication *	The Republic of Indonesia	85%	-	Provision of telecommunication solution services.
OCK Telco Infra Pte. Ltd. *	Singapore	100%	-	Provision of tower facilities, utilities and communication network for mobile and broadband operators.
Subsidiaries of OCK Ventures Sdn. Bhd.				
OCK Industries Sdn. Bhd.	Malaysia	65%	65%	Provision of engineering services and general trading.
Massive Connection Sdn. Bhd.	Malaysia	100%	-	Providing information technology services.
Subsidiaries of OCK Engineering Sdn. Bhd.				
OCK M & E Sdn. Bhd.	Malaysia	100%	100%	Provision of mechanical and electrical engineering services.
Delicom Sdn. Bhd.	Malaysia	100%	100%	Provision of telecommunications network services focusing on network deployment services.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

The details of the subsidiaries are as follows: (cont'd)

Name of Company	Country of Incorporation	Effective Equity Interest		Principal Activities
		2014	2013	
Subsidiaries of OCK Engineering Sdn. Bhd. (cont'd)				
Dynasynergy Services Sdn. Bhd.	Malaysia	51%	51%	Provision of operations, engineering and maintenance services in telecommunications sector and other sectors.
Fortress Pte. Ltd. *	Singapore	100%	100%	Distribution and installation of network security products and solutions for enterprise customers and provision of technical support.
Firatel Sdn. Bhd.	Malaysia	61%	61%	Trading of telecommunications network equipment and materials.
EI Power Technologies Sdn. Bhd.	Malaysia	52%	52%	Provision of green energy and power solutions.
OCK Yangon Pte. Ltd.	Myanmar	100%	100%	Provision of consultants, deployment advisory and services relating to telecommunication network services.
Steadcom Sdn. Bhd.	Malaysia	51%	51%	Provision of telecommunications network services, primarily focusing on network planning, design and optimisation.
Smartbean Systems Sdn. Bhd.	Malaysia	-	51%	Engaged in supplying test and measurement equipments, software solution, information communications technology equipments, fiber network components and providing for the potential customers in the relevant area.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

The details of the subsidiaries are as follows: (cont'd)

Name of Company	Country of Incorporation	Effective Equity Interest		Principal Activities
		2014	2013	
Subsidiaries of Fortress Pte Ltd.				
Fortress Distribution Sdn. Bhd.	Malaysia	100%	100%	Distribution and installation of network security products and solutions for enterprise customers and provision of technical support.

* Audited by other professional firms of accountants other than Baker Tilly Monteiro Heng.

(a) Acquisition/Incorporation of subsidiaries

2014

Fuzhou 1-Net Solution Co. Ltd.

On 17 February 2014, the Company's wholly-owned subsidiary, OCK International Sdn. Bhd. ("OCKINT") had completed the incorporation of a 51% owned subsidiary, namely Fuzhou 1-Net Solution Co. Ltd. ("Fuzhou 1-Net"), a company incorporated in the People's Republic of China with a registered capital of 1,000,000 Chinese Yuan. The intended principal activity of Fuzhou 1-Net is the provision of various telecommunications network services.

Massive Connection Sdn. Bhd.

On 18 March 2014, the Company's wholly owned subsidiary, OCK Ventures Sdn. Bhd. ("OCKVSB") had acquired two (2) ordinary shares of RM1 each in Massive Connection Sdn. Bhd. ("MCSB") for a total cash consideration of RM2. Consequently, MCSB became a wholly-owned subsidiary of OCKVSB.

PT Putra Mulia Telecommunication

On 3 September 2014, the Company's wholly-owned subsidiary, OCK International Sdn. Bhd. ("OCKINT") had acquired 85% equity interest in PT Putra Mulia Telecommunication ("PMT") for a total purchase consideration of RM21,250,000, to be fully satisfied via a combination of RM10,000,000 cash and issuance of 10,227,272 ordinary shares of RM0.10 each in the Company.

OCK Telco Infra Pte. Ltd.

On 22 December 2014, the Company's wholly-owned subsidiary, OCKINT had incorporated a wholly-owned subsidiary, namely OCK Telco Infra Pte. Ltd. ("OCK Telco"), a company incorporated in Singapore with an issued and paid-up capital of SGD1.00. The intended principal activity of OCK Telco is the provision of tower facilities, utilities and communication network for mobile and broadband operators.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

(a) Acquisition/Incorporation of subsidiaries (cont'd)

2014 (cont'd)

OCK International Sdn. Bhd.

On 11 September 2014, the Company had further subscribed 499,900 ordinary shares of RM1.00 each in the share capital of OCKINT.

2013

Milab Marketing Sdn. Bhd.

On 14 August 2013, the Company acquired 250,000 ordinary shares of RM1 each of Milab Marketing Sdn. Bhd. ("Milab"), representing 100% of the total equity interest in Milab for a total cash consideration of RM232,215. Milab became a wholly-owned subsidiary of the Company.

On 27 November 2013, the Company had further subscribed 750,000 ordinary shares of RM1.00 each in Milab at par value.

OCK International Sdn. Bhd.

On 25 March 2013, the Company subscribed for 99 ordinary shares of RM1 each of OCKINT, representing 99% of the total equity interest in OCKINT for a total cash consideration of RM99. Subsequently on 28 March 2013, the Company acquired 1 ordinary share of RM1 each of OCKINT, representing 1% of the total equity interest in OCKINT for a total cash consideration of RM1. OCKINT became a wholly-owned subsidiary of the Company.

OCK Ventures Sdn. Bhd.

On 16 July 2013, the Company subscribed 2 ordinary shares of RM1 each of OCKVSB, representing 100% of the total equity interest in OCKVSB for a total cash consideration of RM2. OCKVSB became a wholly-owned subsidiary of the Company.

OCK Phnom Penh Pte. Ltd.

On 13 August 2013, OCKINT, a wholly-owned subsidiary of the Company, received the Certificate of Incorporation dated 31 July 2013 issued by the Ministry of Commerce of the Government of the Kingdom of Cambodia for the establishment of OCK Phnom Penh Pte. Ltd. ("OCKPP") as a foreign investment enterprise in The Kingdom of Cambodia.

OCKPP is established as a wholly-owned subsidiary of OCKINT with a registered capital of 400,000,000 Riels which is divided into 1,000 shares each with a par value of 400,000 Riels (equivalent to USD100,000 divided into 1,000 shares of USD100 each).

As there is no paid-up capital requirement set by Cambodia Law, OCKPP can operate the business legally with the registered capital. There is no time-frame for OCKPP to have a paid-up capital.

OCK Industries Sdn. Bhd.

On 18 July 2013, OCKVSB, a wholly-owned subsidiary of the Company, acquired 65 ordinary shares of OCK Industries Sdn. Bhd. ("OCKIND"), representing 65% of the total equity interest in OCKIND for a total cash consideration of RM65. OCKIND became an indirect subsidiary of the Company.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

(a) Acquisition/Incorporation of subsidiaries (cont'd)

2013 (cont'd)

Dynasynergy Services Sdn. Bhd.

On 30 July 2013, OCK Setia Engineering Sdn. Bhd. ("OCKSE"), a wholly-owned subsidiary of the Company, subscribed for 153,000 ordinary shares of RM1 each of Dynasynergy Services Sdn. Bhd. ("DSSB"), representing 51% of the total equity interest in DSSB for a total cash consideration of RM153,000. DSSB became an indirect subsidiary of the Company.

OCK Yangon Pte. Ltd.

On 12 July 2013, OCKSE, a wholly-owned subsidiary of the Company, received the Final Business Licence issued by the Ministry of National Planning and Economic Development of the Government of the Republic of the Union of Myanmar for the establishment of OCK Yangon Pte. Ltd ("OCK Yangon") as a foreign investment enterprise in The Republic of the Union of Myanmar.

OCK Yangon is established with a registered capital of Myanmar Kyat ("Ks.") 100,000,000 divided into 100,000 shares of Ks.1,000 each. The issued and paid-up share capital of OCK Yangon as at date of its incorporation is Ks.23,925,000 comprising of 23,925 shares of Ks.1,000 each.

OCKSE subscribed for 23,924 shares of Ks.1,000 each of OCK Yangon, representing 99.99% of the total equity interest in OCK Yangon for a total cash consideration of Ks.23,924,000.

(b) Disposal of a subsidiary

On 14 March 2014, the Company's wholly-owned subsidiary, OCKSE had disposed of its entire 51% equity interest in Smartbean Systems Sdn. Bhd., equivalent to 153,000 ordinary shares of RM1 each for a total consideration of RM78,377.

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

(a) The subsidiaries of the Group that have non-controlling interests ("NCI") are as follows:-

	Fuzhou 1-Net Solution Co. Ltd. RM	PT Putra Mulia Tele- Communication RM	OCK Industries Sdn. Bhd. RM	Dynasynergy Sdn. Bhd. RM	El Power Technologies Sdn. Bhd. RM	Steadcom Sdn. Bhd. RM	Firafel Sdn. Bhd. RM	Smartbean Sdn. Bhd. RM	Total RM
2014									
NCI Percentage of ownership interest and voting interest	49%	15%	35%	49%	48%	49%	39%	-	
Carrying amount of NCI	294,001	2,616,747	(43,667)	694,494	2,443,616	922,708	1,330,777	(12,426)	8,246,250
Profit/(Loss) allocated to NCI	5,118	85,720	(30,316)	336,324	461,726	334,145	276,663	-	1,469,380
2013									
NCI Percentage of ownership interest and voting interest	-	-	35%	49%	48%	49%	39%	49%	
Carrying amount of NCI	-	-	(13,351)	260,170	1,981,890	588,563	1,054,114	62,877	3,934,263
(Loss)/Profit allocated to NCI	-	-	(13,387)	113,169	1,095,904	249,353	344,990	(80,986)	1,709,043

NOTES TO THE FINANCIAL STATEMENTS

(cont'd)

14. INVESTMENT IN SUBSIDIARIES (cont'd)

(b) The summarised financial information before intra-group elimination of the subsidiaries that have NCI as at the end of each reporting period are as follows:

	Fuzhou 1-Net Solution Co. Ltd.		PT Putra Mulia Tele- Communication		OCK Industries Sdn. Bhd.		Dynasnergy Sdn. Bhd.		EI Power Technologies Sdn. Bhd.		Steadcom Sdn. Bhd.		Firatel Sdn. Bhd.		Total	
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
2014																
Assets and liabilities																
Non-current assets	63,663	1,817,180	95,640	2,414	494,421	1,251,856	4,207,246									
Current assets	918,847	7,800,373	11,302	6,030,867	14,054,855	5,097,185	40,299,608									
Non-current liabilities	-	(120,916)	-	-	(288,855)	(183,760)	(812,680)									
Current liabilities	(400,883)	(4,540,720)	(231,708)	(4,621,365)	(9,169,553)	(4,295,533)	(26,509,741)									
Net assets/(liabilities)	581,627	4,955,917	(124,766)	1,411,916	5,090,868	1,869,748	17,184,433									
Results																
Revenue	1,549,500	7,410,102	11,118	8,713,010	34,156,861	6,879,155	68,833,905									
Profit/(Loss) for the financial year	9,838	1,059,561	(86,618)	680,959	9,61,931	668,602	3,990,538									
Total comprehensive income/(loss)	9,838	1,059,561	(86,618)	680,959	9,61,931	668,602	3,990,538									
Cash flows from operating activities	(71,012)	(575,002)	(78,015)	(841,840)	3,514,098	170,888	2,775,865									
Cash flows from investing activities	(67,643)	(729,758)	(110,400)	49,840	(16,156)	(582,171)	(1,517,088)									
Cash flows from financing activities	567,655	1,876,420	192,460	592,822	(4,336,175)	214,436	(598,571)									

