



31 May 2013

To: The Shareholders of Advance Synergy Berhad

Dear Sir / Madam

Errata on Audited Financial Statements for the Financial Year Ended 31 December 2012

Reference is made to the Audited Financial Statements for the financial year ended 31 December 2012 ("AFS") of Advance Synergy Berhad which was submitted to Bursa Malaysia Securities Berhad via Bursa Link on 29 April 2013 (Reference No: AS-130429-61746).

We wish to inform that the following amendments have been made to the AFS:

a) Page 83 (Note 9 - Investment in Associates)

The principal activities of Le Indie Viaggi S.R.I. should read as "Outbound and incoming travel businesses for distribution through internet".

b) Page 105 (Note 22(b) – Other Payables)

There is a typographical error in the second paragraph where "000" after "RM" is missing. The amended paragraph should read as follows:

Other payables include contingent consideration for the acquisition of AMSB detailed as follows:

	Group 31.12.2012 RM'000
Current:	
Other payables	<u>4,069</u>
Non-Current:	
Other payables	<u>5,746</u>

Advance Synergy Berhad (Company No. 1225-D)
- Letter to shareholders dated 31 May 2013

c) Page 111 (Note 29 – Dividends)

There is a typographical error in this note and the amended table should read as follows:

Dividends recognised by the Company are as follows:

	Sen per share (net of tax)	Total Amount RM'000	Date of payment
2012 Final 2011 ordinary	0.375	<u>1,926</u>	8 August 2012
2011 Final 2010 ordinary	-	<u>-</u>	

The above amendments have no impact on the financial results of the Group and the Company for the financial year ended 31 December 2012.

Copies of the amended pages 83, 105 and 111 of the AFS are attached.

The abovementioned errors are regretted.

Yours faithfully

ADVANCE SYNERGY BERHAD



HO TSAE FENG
Company Secretary

9. INVESTMENT IN ASSOCIATES (Continued)

The details of the associates are as follows (Continued):

Name of Company	Country of Incorporation	Effective Equity Interest			Principal Activities
		31.12.2012 %	31.12.2011 %	1.1.2011 %	
Indirect associates held through Alangka-Suka Hotels & Resorts Sdn. Bhd.					
Suntop Corporation Sdn. Bhd.	Malaysia	-	-	40	Investment holding
Holiday Villa Hotels & Resorts Sdn. Bhd.	Malaysia	40	40	40	Dormant
Holiday Villa Kuala Lumpur Sdn. Bhd.	Malaysia	40	40	40	Investment holding
Indirect associate held through Langkawi Holiday Villa Sdn. Bhd.					
M OOD Perfumes Sdn. Bhd.	Malaysia	30	30	30	Perfumes retailer
Indirect associate held through Super Leisure Sdn. Bhd.					
Smile Integrated Solution Sdn. Bhd.	Malaysia	49	49	-	Provide total solution for hotel industry which concentrate in marketing of SMILE Hospitality System, providing training and maintenance of software.
Indirect associate held through Holiday Villa Assets Sdn. Bhd. (formerly known as Holiday Villa Subang Sdn. Bhd.)					
* Posthotel Arosa AG	Switzerland	40	-	-	Hotel operations
Indirect associate held through Unified Communications Sdn. Bhd.					
* Ahead Mobile Sdn. Bhd.	Malaysia	-	23.32	23.32	Software engineering, system integration, project management, and maintenance and support services for the telecommunications industry
Indirect associate held through Synergy Tours Sdn. Bhd.					
* Le Indie Viaggi S. R. I.	Italy	50	-	-	Outbound and incoming travel businesses for distribution through internet

* Companies not audited by Baker Tilly Monteiro Heng.

22. TRADE AND OTHER PAYABLES (Continued)

(a) Trade Payables

Trade payables are non-interest bearing and the normal credit terms granted to the Group range from 30 to 90 days (31.12.2011: 30 to 90 days; 1.1.2011: 30 to 90 days).

(b) Other Payables

On 22 February 2009, a subsidiary namely GlobeOSS Sdn Bhd entered into an agreement with Multimedia Development Corporations Sdn Bhd for an approved grant of RM768,000 for the development of the GlobeOSS Roaming Assurance Project under MSC Malaysia Research & Development Grant Scheme which is amortised over five years as disclosed in Note 6 to the financial statements.

Other payables include contingent consideration for the acquisition of AMSB detailed as follows:

	Group 31.12.2012 RM'000
Current:	
Other payables	4,069
Non-Current:	
Other payables	5,746

(c) Amount Owing to Associates

The amount owing to associates is unsecured, interest-free and is repayable on demand.

(d) Amount Owing to Subsidiaries

The amount owing to subsidiaries is unsecured, interest-free and is repayable on demand.

23. REVENUE

	Group		Company	
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Sales of goods and services	31,873	33,438	-	-
Hotels and resorts services	59,188	59,705	-	-
Coach building	391	2,896	-	-
Information, communications technology and related service	41,106	34,019	-	-
Travel and tours	84,031	81,584	-	-
Card and payment services	3,981	3,422	-	-
Interest and financing income	148	126	148	126
Property development	7,862	5,734	-	-
Rental income	1,229	1,361	-	-
Gross dividend income	-	-	15,643	40,000
	<u>229,809</u>	<u>222,285</u>	<u>15,791</u>	<u>40,126</u>

28. (LOSS)/EARNINGS PER ORDINARY SHARE (Continued)

(b) Diluted earnings per ordinary share (Continued)

	2012 Sen	2011 Sen
Diluted earnings/(loss) per share	<u>(0.19)</u>	<u>0.59</u>

The diluted (loss) per share for current financial year is equivalent to the basic loss per share as the effect arising from deemed conversion of ICULS is anti-dilutive.

29. DIVIDENDS

Dividends recognised by the Company are as follows:

	Sen per share (net of tax)	Total Amount RM'000	Date of payment
2012			
Final 2011 ordinary	0.375	<u>1,926</u>	8 August 2012
2011			
Final 2010 ordinary	-	<u>-</u>	

30. CONTINGENT LIABILITIES

Corporate Guarantee

	Group			Company		
	31.12.2012	31.12.2011	1.1.2011	31.12.2012	31.12.2011	1.1.2011
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<i>Unsecured:</i>						
Corporate guarantee given to bank for credit facilities granted to subsidiaries	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,335</u>	<u>41,979</u>	<u>42,511</u>

At the end of the reporting period, it was not probable that the counterparty to the financial guarantee contract will claim under the contract. Consequently, the fair value for the corporate guarantee is Nil.