Coventive Technologies, Ltd. and Subsidiaries

Consolidated Financial Statements for the Mar, 2015(unaudited) and December 31, 2014(un-audited)

COVENTIVE TECHNOLOGIES, LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
Mar. 31, 2015 AND December 31, 2013
(In U.S. Dollars, thousands)

ASSETS	2015.3.31 (un-audited) Amount	2014.12.31 (un-audited) Amount
CURRENT ASSETS		
Cash	$ 34	$ 64
Notes and accounts receivable, net of allowance for doubtful accounts as of Jun.30, 2014 and December 31, 2013	89	91
Other receivables	548	542
Merchandise inventories	3	46
Deferred income tax assets	-	-
Restricted assets	-	0
Prepayments and other current assets	1	1
Total current assets	675	745
LONG-TERM EQUITY INVESTMENTS		
Financial assets carried at cost	57	57
PROPERTIES, NET	4	5
INTANGIBLE ASSETS		
Computer software, net	-	0
Goodwill	-	-
Technology and patent use rights, net	-	-
Total intangible assets	0	0
OTHER ASSETS		
Properties for lease, net		
Refundable deposits/other assets	415	433
Deferred income tax assets	-	-
Total other assets	415	433
TOTAL	$ 1,152	$ 1,240

LIABILITIES AND STOCKHOLDERS' EQUITY	2015.3.31 (un-audited) Amount	2014.12.31 (un-audited) Amount
CURRENT LIABILITIES		
Short-term loans	$ -	$ 0
Notes and accounts payable	55	103
Accrued expenses	85	96
Current portion of long-term debt	-	
Other current liabilities	198	133
Total current liabilities	337	332
LONG-TERM LIABILITIES		
Long-term debt	-	0
OTHER LIABILITIES		
Accrued pension cost	89	91
Guarantee deposits /others	10	11
Total other liabilities	99	102
Total liabilities	435	434
STOCKHOLDERS' EQUITY		
Equity attributable to stockholders of the parent		
Common stock, $0.01 par value; authorized 100,000,000 shares; issued 32,793,323 shares	328	328
Capital surplus	3,958	3,958
Accumulated deficit	(3,564)	(3,484)
Cumulative translation adjustments	(8)	(4)
Treasury stock - 280,000 shares of common stock	-	0
Total equity attributable to stockholders of the parent	714	796
Minority interest	3	9
Total stockholders' equity	717	806
TOTAL	$ 1,152	$ 1,240

COVENTIVE TECHNOLOGIES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME
(In U.S. Dollars, thousands)

	Year to Date 3/31/2015(un-audited) Amount	Year to Date 12/31/2014(un-audited) Amount	Year to Date 12/31/2013(audited) Amount
OPERATING REVENUES, NET	$ 177	$ 645	$ 1,089
OPERATING COSTS	67	204	(458)
GROSS PROFIT	109	441	631
OPERATING EXPENSES	184	727	816
GAIN / (LOSS) FROM OPERATIONS	(75)	(285)	(185)
NON-OPERATING INCOME AND GAINS			
Interest income	0-	0	14
Government subsidy income	-	-	
Foreign exchange gain, net	0	0	3
Gain on disposal of investments, net	-	-	-
Miscellaneous income		0	12
Total non-operating income and gains	0	0	29
NON-OPERATING EXPENSES AND LOSSES			
Interest expense			0
Foreign exchange loss, net		-	0
Impairment loss		-	0
Loss on disposal of investments, net			(0)
Miscellaneous expenses	(10)	26	-
Total non-operating expenses and losses		26	
LOSS BEFORE INCOME TAX			(797)
INCOME TAX EXPENSE	-	-	0
CONSOLIDATED NET GAIN / (LOSS)	$ (85)	$ (259)	$ (797)
ATTRIBUTABLE TO:			
Stockholders of the parent	$ (80)	$ (241)	$ (596)
Minority interest	(5)	(18)	(201)
	$ (85)	$ (259)	$ (797)

The accompanying notes are an integral part of the consolidated financial statements.

COVENTIVE TECHNOLOGIES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY
(In U.S. Dollars, Thousands)

	Common Stock (Note 13)	Capital Surplus	Accumulated Deficit	Cumulative Translation Adjustments	Treasury Stock	Total Equity Attributable to Stockholders of the Parent	Minority Interest	Total Stockholders' Equity
BALANCE, JANUARY 1, 2013	$ 328	$ 3,958	$ (3,094)	$ (2)	0	$ 1,191	$ 34	$ 1,225
Consolidated net loss for 2013			(150)			(150)	(6)	(156)
Change in translation adjustments				-	0	-		-
Decrease in minority interests				(2)		(2)	(1)	(3)
BALANCE, DECEMBER 31, 2013	328	3,958	(3,243)	(4)	0	1,039	27	1,066
Consolidated net loss 1/1-12/31 2014			(241)		-	(241)	(18)	(259)
Adjustment of treasury stock due to disposal of long-term equity investments								
Net decrease in minority interest				(1)		(1)	-	(1)
Change in translation adjustments		-						
BALANCE, Dec. 31, 2014	$ 328	$ 3,958	$ (3,484)	$ (5)	$ 0	$ 797	$ 9	$ 806
Consolidated net loss 1/1-12/31 2014			(80)			(80)	(5)	(85)
Net decrease in minority interest							(1)	(1)
Change in translation adjustments				(3)				(3)
BALANCE, Mar. 31, 2015	$ 328	$ 3,958	$ (3,564)	(8)		(80)	3	(717)

The accompanying notes are an integral part of the consolidated financial statements