

**CBS TECHNOLOGY BERHAD (537337M)**  
(Incorporated in Malaysia)  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	INDIVIDUAL PERIOD		CUMULATIVE	
	Quarter ended 30.09.2010 RM	Quarter ended 30.09.2009 RM	Year to date 30.09.2010 RM	Year to date 30.09.2009 RM
Revenue	13,717,131	11,981,471	33,477,898	27,866,487
Operating expenses	(10,403,717)	(8,748,354)	(27,638,004)	(21,138,781)
Other income	252,875	254,633	2,502,807	390,757
Profit from Operations	3,566,289	3,487,750	8,342,701	7,118,463
Finance Cost	(40,537)	(270)	(120,945)	(270)
Profit before taxation	3,525,752	3,487,480	8,221,756	7,118,193
Taxation	(359,635)	(230,395)	(530,075)	(243,395)
Profit for the period	3,166,117	3,257,085	7,691,681	6,874,798
Other comprehensive income	-	-	-	-
Total comprehensive income	3,166,117	3,257,085	7,691,681	6,874,798
Attributable to:-				
Equity holders of the parent	3,166,122	3,274,902	7,575,137	6,669,341
Minority Interest	(5)	(17,817)	116,544	205,457
	3,166,117	3,257,085	7,691,681	6,874,798
Weighted average number of shares	238,981,085	232,920,652	237,587,388	231,348,819
Earnings per share (sen)				
-Basic	1.32	1.41	3.19	2.88
-Diluted	1.32	1.40	3.19	2.88

Note :

The calculations of the basic and diluted earnings per share are shown in Note B14.

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial state

**CBS TECHNOLOGY BERHAD (537337M)**  
(Incorporated in Malaysia)  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	<b>Unaudited as at 30.09.2010</b>	<b>Audited as at 31.12.2009</b>
	<b>RM</b>	<b>RM</b>
SHARE CAPITAL	23,898,109	15,665,539
SHARE PREMIUM	316,407	2,061,909
SHARE OPTION RESERVE	-	131,214
UNAPPROPRIATED PROFIT	27,283,320	25,399,984
	<u>51,497,836</u>	<u>43,258,646</u>
MINORITY INTEREST	332,823	216,279
Total Equity	<u>51,830,659</u>	<u>43,474,925</u>
NON-CURRENT LIABILITIES		
Finance lease liabilities	644,782	43,982
Deferred taxation	52,000	52,000
	<u>52,527,441</u>	<u>43,570,907</u>
REPRESENTED BY :		
NON-CURRENT ASSETS		
Property, plant and equipment	3,306,414	2,481,308
Prepaid land lease payment	-	7,049,182
Intangible assets	20,862,160	20,862,160
Development cost	1,135,317	857,711
Goodwill on consolidation	8,344,079	8,344,078
Other investment	55,000	55,000
CURRENT ASSETS		
Inventories	352,454	151,899
Trade receivables	20,846,633	13,416,019
Other receivables	4,025,024	4,248,161
Investments	6,032,432	159
Tax recoverable	-	141,467
Directories in progress	2,739,510	2,614,981
Fixed deposits with licensed banks	4,530,657	2,244,345
Cash and bank balances	6,502,338	3,199,957
	<u>45,029,048</u>	<u>26,016,988</u>
CURRENT LIABILITIES		
Trade payables	2,775,826	3,034,888
Other payables	22,990,986	16,988,015
Borrowings	206,851	1,463,785
Tax payable	230,914	608,832
	<u>26,204,577</u>	<u>22,095,520</u>
NET CURRENT ASSETS	18,824,471	3,921,468
	<u>52,527,441</u>	<u>43,570,907</u>
Net asset per share attributable to ordinary equity holders of the parent (sen)	21.69	27.75

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)

**CBS TECHNOLOGY BERHAD (537337M)**  
(Incorporated in Malaysia)  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**  
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable To Equity Holders Of The Parent				Total	Minority Interest	Total Equity
	Non-Distributable			Distributable			
	Share capital	Share premium	Share option reserve	Unappropriated profit			
RM	RM	RM	RM	RM	RM	RM	
As at 1 January 2010	15,665,539	2,061,909	131,214	25,399,984	43,258,646	216,279	43,474,925
Issuance of share capital	367,800	344,440	-	-	712,240	-	712,240
Bonus issue	7,864,770	(2,172,969)	-	(5,691,801)	-	-	-
Bonus issue expenses	-	(35,000)	-	-	(35,000)	-	(35,000)
Exercise of share options	-	118,027	(131,214)	-	(13,187)	-	(13,187)
Total comprehensive income for the period	-	-	-	7,575,137	7,575,137	116,544	7,691,681
As at 30 September 2010	23,898,109	316,407	-	27,283,320	51,497,836	332,823	51,830,659

	Attributable To Equity Holders Of The Parent				Total	Minority Interest	Total Equity
	Non-Distributable			Distributable			
	Share capital	Share premium	Share option reserve	Unappropriated profit			
RM	RM	RM	RM	RM	RM	RM	
As at 1 January 2009	15,181,899	1,156,463	194,260	14,416,604	30,949,226	-	30,949,226
Issuance of share capital	388,840	487,020	-	-	875,860	-	875,860
Share based payment under ESOS	-	-	82,007	-	82,007	-	82,007
Exercise of share options	-	220,630	(220,630)	-	-	-	-
Total comprehensive income for the period	-	-	-	6,669,341	6,669,341	205,457	6,874,798
As at 30 September 2009	15,570,739	1,864,113	55,637	21,085,945	38,576,434	205,457	38,781,891

(The Condensed Consolidated Statements of Change in Equity should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statement)

**CBS TECHNOLOGY BERHAD**

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2010**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Cumulative Quarter	
	Current year 30.09.2010 RM	Preceding year 30.09.2009 RM
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	8,221,757	7,118,193
Adjustment for:		
Non-cash items	1,083,525	615,614
Non-operating items	(1,824,885)	(270,735)
<b>Operating profit before working capital changes</b>	<b>7,480,397</b>	<b>7,463,072</b>
Net changes in current assets	(7,992,702)	(2,999,976)
Net changes in current liabilities	5,743,907	5,961,414
<b>Cash generated from operations</b>	<b>5,231,602</b>	<b>10,424,510</b>
Interest income received	-	271,314
Income tax paid	(766,526)	(246,379)
<b>Net cash flow from operating activities</b>	<b>4,465,076</b>	<b>10,449,445</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in subsidiary	-	(27,145,277)
Proceeds from disposal of property, plant and equipment	218,000	450
Proceeds from disposal of prepaid land lease payment	8,790,467	-
Proceeds from disposal of investments	-	3,688,784
Acquisition of property, plant and equipment	(1,461,142)	(983,308)
Payment for development costs	(399,052)	(293,892)
<b>Net cash flow from investing activities</b>	<b>7,148,273</b>	<b>(24,733,243)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from finance lease	860,000	65,326
Proceeds from issuance of shares	712,240	903,587
Repayment of finance lease liabilities	(81,846)	(1,334)
Bonus issue expenses paid	(35,000)	-
<b>Net cash flow from financing activities</b>	<b>1,455,394</b>	<b>967,579</b>
<b>Net change in cash and cash equivalents</b>	<b>13,068,743</b>	<b>(13,316,219)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>3,996,525</b>	<b>15,748,344</b>
<b>Cash and cash equivalents at end of period</b>	<b>17,065,268</b>	<b>2,432,125</b>

Note A

**Notes**

A. Cash and cash equivalents included in the Statements of Cash Flows comprise the following balance sheets items:

	As at 30.09.2010 RM	As at 30.09.2009 RM
Fixed deposits with licensed banks	4,530,657	1,680,359
Cash and bank balances	6,502,338	3,648,997
Bank overdraft (included within Borrowings under Current Liabilities)	-	(2,897,231)
Money market funds (included within Investments under Current Assets)	6,032,273	-
	<b>17,065,268</b>	<b>2,432,125</b>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements)