

GPRO TECHNOLOGIES BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE SIX (6) -MONTH PERIOD ENDED 30 JUNE 2006

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		PRECEDING YEAR		PRECEDING YEAR
	CURRENT YEAR	CORRESPONDING	CURRENT YEAR	CORRESPONDING
	QUARTER ENDED	QUARTER ENDED	TO DATE	QUARTER ENDED
	30/06/2006	30/06/2005	30/06/2006	30/06/2005
	RM	RM	RM	RM
Revenue	3,467,348	3,479,484	7,043,716	6,874,769
Cost of sales	<u>(1,228,595)</u>	<u>(721,743)</u>	<u>(2,186,606)</u>	<u>(1,200,758)</u>
Gross profit	2,238,753	2,757,741	4,857,110	5,674,011
Other income	21,546	84,151	189,221	216,175
Selling and distribution costs	(1,154,029)	(904,352)	(2,253,225)	(1,719,141)
Administration expenses	(1,133,864)	(1,159,479)	(2,280,202)	(2,290,494)
Other expenses	(244,938)	(251,755)	(441,097)	(407,765)
Finance cost	<u>(3,966)</u>	<u>(8,361)</u>	<u>(8,351)</u>	<u>(12,528)</u>
(Loss) / Profit before tax	(276,498)	517,945	63,456	1,460,258
Income tax expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(Loss) / Profit for the period	<u>(276,498)</u>	<u>517,945</u>	<u>63,456</u>	<u>1,460,258</u>
Attributable to:				
Equity holders of the parent	(265,189)	517,945	113,397	1,460,258
Minority interest	<u>(11,309)</u>	<u>-</u>	<u>(49,941)</u>	<u>-</u>
	<u>(276,498)</u>	<u>517,945</u>	<u>63,456</u>	<u>1,460,258</u>
(Loss) / Earnings per share attributable to equity holders of the parent (sen):				
Basic	(0.11)	0.21	0.05	0.58
Diluted	-	0.21	-	0.58

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

GPRO TECHNOLOGIES BERHAD
CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 30 JUNE 2006

	(UNAUDITED) AS AT 30-Jun-06 RM	(AUDITED) AS AT 31-Dec-05 RM
ASSETS		
Non-current assets		
Property, plant and equipment	1,404,373	1,473,978
Research and development expenditure	10,376,928	9,121,847
Goodwill on consolidation	4,224,471	4,224,471
	<u>16,005,772</u>	<u>14,820,296</u>
Current assets		
Inventories	4,897,482	4,905,633
Trade receivables	14,246,349	11,749,023
Other Receivables	2,489,066	2,290,059
Taxation recoverable	141,765	132,079
Fixed deposits	5,672,694	10,129,070
Cash and bank balances	932,979	876,442
	<u>28,380,335</u>	<u>30,082,306</u>
TOTAL ASSETS	<u><u>44,386,107</u></u>	<u><u>44,902,602</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	25,000,000	25,000,000
Share premium	17,381,943	17,381,943
Exchange translation reserve	(10,415)	17,219
Retained earnings	480,874	367,477
	<u>42,852,402</u>	<u>42,766,639</u>
Minority interest	133,692	184,239
Total equity	<u>42,986,094</u>	<u>42,950,878</u>
Non-current liabilities		
Finance creditors	171,475	171,475
	<u>171,475</u>	<u>171,475</u>
Current liabilities		
Trade payables	364,258	443,292
Other payables	820,722	1,241,473
Finance creditors	43,558	95,484
	<u>1,228,538</u>	<u>1,780,249</u>
Total liabilities	<u>1,400,013</u>	<u>1,951,724</u>
TOTAL EQUITY AND LIABILITIES	<u><u>44,386,107</u></u>	<u><u>44,902,602</u></u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	17.19	17.18

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompany explanatory notes attached to the interim financial statements.

GPRO TECHNOLOGIES BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2006

	← Attributable to Equity Holders of the Parent →				Total RM	Minority Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Exchange Translation Reserve RM	Retained Earnings RM			
At 1 January 2005	25,000,000	17,381,943	11,455	3,138,723	45,532,121	-	45,532,121
Foreign currency translation, representing net expenses recognised directly in equity	-	-	(3,845)	-	(3,845)	-	(3,845)
Profit for the period	-	-	-	1,460,258	1,460,258	-	1,460,258
Dividend payable				(625,000)	(625,000)	-	(625,000)
At 30 June 2005	<u>25,000,000</u>	<u>17,381,943</u>	<u>7,610</u>	<u>3,973,981</u>	<u>46,363,534</u>	<u>-</u>	<u>46,363,534</u>
At 1 January 2006	25,000,000	17,381,943	17,219	367,477	42,766,639	184,239	42,950,878
Foreign currency translation, representing net expenses recognised directly in equity	-	-	(27,634)	-	(27,634)	(606)	(28,240)
Profit/(Loss) for the period	-	-	-	113,397	113,397	(49,941)	63,456
At 30 June 2006	<u>25,000,000</u>	<u>17,381,943</u>	<u>(10,415)</u>	<u>480,874</u>	<u>42,852,402</u>	<u>133,692</u>	<u>42,986,094</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

GPRO TECHNOLOGIES BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2006

	QUARTER ENDED 30/06/2006 RM	PRECEDING YEAR QUARTER QUARTER ENDED 30/06/2005 RM
Cashflows from operating activities		
Profit before taxation	63,456	1,460,258
<i>Adjustment for:</i>		
Depreciation	244,380	222,642
Amortisation of R & D	192,637	-
Amortisation of Goodwill	-	115,740
Loss on disposal of PPE	210	-
Interest expenses	8,125	12,305
Interest income	(183,581)	(162,694)
<i>Operating profit before working capital changes</i>	<u>325,227</u>	<u>1,648,251</u>
Changes in working capital:-		
Inventories	22,735	(1,241,854)
Receivables	(2,696,333)	(2,013,310)
Payables	(545,655)	(26,634)
<i>Cash generated from operations</i>	<u>(2,894,026)</u>	<u>(1,633,547)</u>
Interest paid	(8,125)	(12,305)
Interest received	183,581	162,694
Tax paid	(9,686)	(80,580)
<i>Net cash generated from operating activities</i>	<u>(2,728,256)</u>	<u>(1,563,738)</u>
Cashflows from investing activities		
Proceed from disposal of PPE	-	28,779
Purchase of plant and equipment	(171,939)	(600,013)
R & D expenditure incurred	(1,447,718)	(1,477,782)
<i>Net cash used in investing activities</i>	<u>(1,619,657)</u>	<u>(2,049,016)</u>
Cashflows from financing activities		
Repayment of finance creditors	(51,926)	63,522
<i>Net cash used in financing activity</i>	<u>(51,926)</u>	<u>63,522</u>
Net increase in cash & cash equivalents	(4,399,839)	(3,549,232)
Cash and cash equivalents at beginning of period	11,005,512	20,043,334
Cash and cash equivalents at 30/06/2006 and 30/06/2005	<u>6,605,673</u>	<u>16,494,102</u>
Cash and cash equivalents consist of:-		
Fixed deposits with licensed banks	5,672,694	15,198,300
Cash and bank balances	932,979	1,295,802
	<u>6,605,673</u>	<u>16,494,102</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.