

Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2011

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	31.12.2011 RM'000	31.12.2010 RM'000	31.12.2011 RM'000	31.12.2010 RM'000
Revenue	5,039	3,276	16,052	13,382
Other operating income	211	167	877	555
Operating expenses	<u>(3,497)</u>	<u>(2,547)</u>	<u>(10,434)</u>	<u>(8,501)</u>
Profit from operations	1,753	896	6,495	5,436
Finance costs	<u>(13)</u>	<u>-</u>	<u>(19)</u>	<u>-</u>
Profit before taxation	1,740	896	6,476	5,436
Taxation	(370)	(14)	(430)	(73)
Net profit for the period	<u>1,370</u>	<u>882</u>	<u>6,046</u>	<u>5,363</u>
Other comprehensive income for the period, net of tax	<u>1,370</u>	<u>-</u>	<u>6,046</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,370</u></u>	<u><u>882</u></u>	<u><u>6,046</u></u>	<u><u>5,363</u></u>
Attributable to:				
Equity holders of the Company	<u>1,370</u>	<u>882</u>	<u>6,046</u>	<u>5,363</u>
Earnings per share				
- Basic (sen)	<u>0.66</u>	<u>0.45</u>	<u>2.92</u>	<u>2.68</u>
- Diluted (sen)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2011

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

(The figures have not been audited)

	(Unaudited) As at 31.12.2011 RM'000	(Audited) As at 31.12.2010 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	5,462	3,807
Development costs	5,659	5,285
Intangible assets	151	253
	11,272	9,345
Current assets		
Inventories	60	66
Trade receivables	5,911	3,820
Other receivables and prepaid expenses	1,278	147
Deposits with financial institutions	21,430	21,992
Cash and bank balances	3,012	1,771
	31,691	27,796
TOTAL ASSETS	42,963	37,141
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	20,677	20,677
Reserves	17,067	15,157
Equity attributable to equity holders of the Company	37,744	35,834
Non-current liabilities		
Finance lease liability	647	-
Deferred tax liability	351	-
	998	-
Current liabilities		
Trade payables	679	278
Other payables and accrued expenses	3,203	1,016
Finance lease liability	331	-
Tax liabilities	8	13
	4,221	1,307
TOTAL EQUITY AND LIABILITIES	42,963	37,141
Net assets per share (attributable to equity holders of the Company) (RM)	0.18	0.17

(The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2011

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

(The figures have not been audited)

	12 Months Period Ended	
	(Unaudited) 31.12.2011 RM'000	(Audited) 31.12.2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	6,476	5,436
Adjustments for:		
Amortisation of development costs	1,112	1,028
Amortisation of intangible assets	102	101
Depreciation of property, plant and equipment	649	530
Impairment loss on trade receivables	56	32
Reversal of impairment loss on trade receivables	(175)	-
Unrealised (gain)/ loss on foreign exchange	(44)	4
Gain on disposal of property, plant and equipment	(123)	(33)
Property, plant and equipment written off	8	-
Interest expense	19	-
Interest income	(685)	(519)
Operating profit before working capital changes	<u>7,395</u>	<u>6,579</u>
Changes in working capital:		
Decrease / (Increase) in inventories	6	(27)
(Increase)/ Decrease in trade receivables	(1,956)	11
(Increase)/ (Decrease) in other receivables and prepaid expenses	(1,128)	322
Increase in trade payables	401	80
Increase / (Decrease) in other payables and accrued expenses	2,187	(630)
Cash generated from operations	<u>6,905</u>	<u>6,335</u>
Tax paid	(83)	(63)
Interest paid	(19)	-
Interest received	685	519
Development costs incurred	(1,486)	(1,432)
Net cash from operating activities	<u>6,002</u>	<u>5,359</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,331)	(559)
Proceeds from disposal of property, plant and equipment	142	34
Net cash used in investing activities	<u>(2,189)</u>	<u>(525)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from finance lease liability	1,076	-
Repayment of finance lease liability	(98)	-
Proceeds from issuance of shares	-	5,329
Dividends paid	(4,136)	(3,325)
Share issue expenses paid – private placement	-	(36)
– bonus issue	-	(23)
Net cash (used in) / from financing activities	<u>(3,158)</u>	<u>1,945</u>

Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2011

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)

(The figures have not been audited)

	12 Months Period Ended	
	(Unaudited)	(Audited)
	31.12.2011	31.12.2010
	RM'000	RM'000
NET INCREASE IN CASH AND CASH EQUIVALENTS	655	6,779
EFFECTS OF EXCHANGE RATE CHANGES	24	(4)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	23,763	16,988
CASH AND CASH EQUIVALENTS CARRIED FORWARD	24,442	23,763
Cash and cash equivalents comprise:		
Deposits with financial institutions	21,430	21,992
Cash and bank balances	3,012	1,771
	24,442	23,763

(The unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

Interim Financial Report on Consolidated Results for the Financial Quarter Ended 31 December 2011

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(The figures have not been audited)

	< ----- Attributable to equity holders of the Company ----- >			
	Share Capital	Distributable Retained Profits	Non- Distributable Share Premium	Total Equity
<u>12 Months Period Ended</u> <u>31 December 2011</u>	RM'000	RM'000	RM'000	RM'000
As at 1 January 2011	20,677	15,157	-	35,834
Total comprehensive income for the period	-	6,046	-	6,046
Dividends paid	-	(4,136)	-	(4,136)
As at 31 December 2011	<u>20,677</u>	<u>17,067</u>	<u>-</u>	<u>37,744</u>

	< ----- Attributable to equity holders of the Company ----- >			
	Share Capital	Distributable Retained Profits	Non- Distributable Share Premium	Total Equity
<u>12 Months Period Ended</u> <u>31 December 2010</u>	RM'000	RM'000	RM'000	RM'000
As at 1 January 2010	12,573	14,258	1,695	28,526
Issuance of shares pursuant to private placement	1,211	-	4,118	5,329
Issuance of shares pursuant to bonus issue	6,893	(1,080)	(5,813)	-
Total comprehensive income for the period	-	5,363	-	5,363
Dividends paid	-	(3,325)	-	(3,325)
Share issue expenses paid	-	(59)	-	(59)
As at 31 December 2010	<u>20,677</u>	<u>15,157</u>	<u>-</u>	<u>35,834</u>

(The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.)

A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARDS (“FRSs”) NO. 134

A1. Accounting Policies and Basis of Preparation

The interim financial report has been prepared in compliance with FRS No. 134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2010.

The accounting policies and method of computation adopted by the Group in this interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 December 2010 except for the adoption of the following revised FRSs and Amendments to FRSs which are applicable to the Group’s operations.

Effective for financial period beginning on or after 1 July 2010:

FRS 1 (revised)	First Time Adoption of Financial Reporting Standards
FRS 3 (revised)	Business Combinations
FRS 127 (revised)	Consolidated and Separate Financial Statements
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 138	Intangible Assets
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners

Effective for financial period beginning on or after 1 January 2011:

Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
Amendments to FRS 1	Additional Exemptions for First-time Adopters
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 121	The Effects of Changes in Foreign Exchange Rates
Amendments to FRS 1, FRS 3, FRS 7, FRS 101, FRS 121, FRS 128, FRS 131, FRS 132, FRS 134, FRS 139 and Amendments to IC Interpretation 13	Improvements to FRSs (2010)
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 18	Transfers of Assets from Customers

Effective for financial period beginning on or after 1 July 2012:

IC Interpretation 19	Extinguish Financial Liabilities with Financial Instruments
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The adoption of the FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC interpretation above did not have any material impact on the financial results of the Group.

A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARDS (“FRSs”) NO. 134 (CONT’D)

A2. Audit Report

The auditors' report on the Group's preceding annual financial statements was not subject to any qualification.

A3. Seasonality or Cyclicity of Interim Operations

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the current financial quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

A5. Material Changes in Accounting Estimates

There was no material changes in estimates of amounts reported in the prior financial year that has a material effect on the current financial quarter under review.

A6. Issuances, Cancellation, Repurchases, Resale and Repayments of Debts and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the current financial quarter under review.

A7. Dividends Paid

On 25 November 2011, the Board of Directors had declared a second interim tax exempt dividend of 10% equivalent to 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.07 million in respect of the financial year ending 31 December 2011. The dividend was paid to the shareholders of Excel Force MSC Berhad (“EForce”) on 28 December 2011.

On 24 February 2012, the Board of Directors had declared a first interim tax exempt dividend of 10% equivalent to 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.07 million in respect of the financial year ending 31 December 2012.

A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARDS (“FRSs”) NO. 134 (CONT’D)

A7. Dividends Paid (Cont’d)

The amount of dividend paid during the current and preceding cumulative financial quarter are as follows:

In respect of the financial year ended 31 December	12 Months Period Ended	
	31.12.2011 RM’000	31.12.2010 RM’000
2011: First interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 29 June 2011	2,068	N/A
: Second interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 28 December 2011	2,068	N/A
2010: First interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 12 April 2010	N/A	1,257
: Second interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 28 December 2010	N/A	2,068
	4,136	3,325

A8. Segmental Reporting

Segment information is presented in respect of the Group’s business segments.

- (i) Application Solutions (“AS”)
 - Sales of software applications and product on an outright purchase basis.
- (ii) Application Services Providers (“ASP”)
 - Income from outsourcing service charge which is volume and transaction based.
- (iii) Maintenance Services
 - Provision of maintenance services.

(a) Individual Quarter

<u>3 Months Period Ended</u> <u>31 December 2011</u>	AS RM’000	ASP RM’000	Maintenance Services RM’000	Total RM’000
REVENUE				
External sales	2,567	2,212	260	5,039
RESULT				
Segment profit	580	824	138	1,542
Unallocated income / Other gains				211
Finance costs				(13)
Profit before taxation				1,740
Taxation				(370)
Net profit for the period / Total comprehensive income for the period				1,370

A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARDS (“FRSs”) NO. 134 (CONT’D)

A8. Segmental Reporting (Cont’d)

(a) Individual Quarter (cont’d)

<u>3 Months Period Ended</u> <u>31 December 2010</u>	AS RM’000	ASP RM’000	Maintenance Services RM’000	Total RM’000
REVENUE				
External sales	657	2,418	201	3,276
RESULT				
Segment profit	124	537	68	729
Unallocated income / Other gains				167
Profit before taxation				896
Taxation				(14)
Net profit for the period / Total comprehensive income for the period				882

(b) Cumulative Quarter

<u>12 Months Period Ended</u> <u>31 December 2011</u>	AS RM’000	ASP RM’000	Maintenance Services RM’000	Total RM’000
REVENUE				
External sales	5,447	9,570	1,035	16,052
RESULT				
Segment profit	1,442	3,649	527	5,618
Unallocated income / Other gains				877
Finance costs				(19)
Profit before taxation				6,476
Taxation				(430)
Net profit for the period / Total comprehensive income for the period				6,046

<u>12 Months Period Ended</u> <u>31 December 2010</u>	AS RM’000	ASP RM’000	Maintenance Services RM’000	Total RM’000
REVENUE				
External sales	3,924	8,720	738	13,382
RESULT				
Segment profit	1,765	2,782	334	4,881
Unallocated income / Other gains				555
Profit before taxation				5,436
Taxation				(73)
Net profit for the period / Total comprehensive income for the period				5,363

**A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARDS
("FRSs") NO. 134 (CONT'D)**

A9. Valuation of Property, Plant and Equipment

The Group did not revalue any of its property, plant and equipment during the current financial quarter under review. Therefore, the valuation of property, plant and equipment has been brought forward without amendment from the previous annual financial statements.

A10. Subsequent Material Event

There was no material event subsequent to the current financial quarter ended 31 December 2011 up to the date of the announcement of this report which is likely to substantially affect the results of the operations of the Group for the current financial quarter under review.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review.

A12. Changes in Contingent Liabilities or Contingent Assets

There were no material contingent liabilities or contingent assets for the current financial quarter under review.

A13. Recurrent Related Party Transactions ("RRPT")

There were no RRPT in the Group during the current financial quarter under review.

A14. Capital Commitments

As at 31 December 2011, the Group has no material capital commitment in respect of property, plant and equipment.

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)

B1. Review of Group's Performance

4th Quarter 2011 versus 4th Quarter 2010

The Group recorded revenue of approximately RM16.05 million for the twelve (12) months financial period ended 31 December 2011, compared to RM13.38 million achieved for the corresponding period in year 2010, representing an increase of approximately RM2.67 million or 19.95%. This was due mainly to higher sales generated from AS business segment as a result of recognition of progress billings.

The Group's profit before tax ("PBT") for the twelve (12) months financial period ended 31 December 2011 has increased by approximately RM1.04 million or 19.13% to RM6.48 million as compared to the corresponding period in the preceding financial year. The improvement in PBT was due mainly to contribution from higher sales generated from both AS and ASP business segment as well as higher interest income from short term deposit.

B2. Variation of Results against Preceding Quarter

	Q4 2011	Q3 2011	Increase / (Decrease)	
	RM'000	RM'000	RM'000	%
Revenue	5,039	3,310	1,729	52.24
PBT	1,740	1,573	167	10.62
("Profit after Tax") PAT	1,370	1,552	(182)	(11.73)

The Group had recorded higher revenue for the current financial quarter as compared to the immediate preceding quarter due to higher income generated from the AS business segment due to recognition of progress billings made for existing projects.

PBT had increased by approximately RM0.02 million or 10.62% from RM1.57 million to RM1.74 million for the current financial quarter under review due to the factors explained in B1 above.

The current quarter's PAT of RM1.37 million was lower as compared to PAT of RM1.55 million of the immediate preceding quarter. The declined in PAT was due mainly to the effect of deferred tax liability of RM0.35 million.

B3. Prospects for 2012

Moving forward, the Group will continue to focus on implementing its new cutting edge equity trading platform, BTXTM Bridging Traders & Exchanges system, to replace the Broker Front End System ("BFE System") to the domestic investment banks and securities intermediaries.

Meanwhile, the Group will strategize its planning to internationalize the BTX system in foreign markets which have the potential for high in market demand. In view of this, the Board continues to believe its prospects remain favourable with sustainable growth for the financial year ending 31 December 2012.

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B4. Variance of Profit Forecast and Shortfall in Profit Guarantee

The Group has not issued any profit forecast nor profit guarantee for the current financial quarter under review and the financial period to-date.

B5. Taxation

The taxation charge for the individual financial quarter and the cumulative financial quarter are as follows:

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.11 RM'000	31.12.10 RM'000	31.12.11 RM'000	31.12.10 RM'000
Income tax	19	14	79	73
Deferred tax	351	-	351	-
	<u>370</u>	<u>14</u>	<u>430</u>	<u>73</u>

The Group has been granted Pioneer Tax Status under the Promotion of Investments (Amendment) Act, 1997 and awarded with the MSC-Status. Accordingly, the Group is exempted from tax on statutory income, of which has been extended for a second five (5)-year term on 16 May 2007 and will expire on 15 May 2012. The reported tax expense is attributed to interest income on short term deposits.

B6. Status of Corporate Proposals

(a) Status of Corporate Proposal Announced but Not Completed

There were no corporate proposals announced but not completed as at the date of this report.

(b) Utilisation of Proceeds

Proceeds from Private Placement

The Company had raised approximately RM5.33 million from its private placement exercise of 12,111,800 ordinary shares of RM0.10 each ("Placement Shares") which was completed on 24 May 2010.

As at 31 December 2011, the status of the utilisation of proceeds is as follows:

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B6. Status of Corporate Proposals (Cont'd)

	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance Unutilised RM'000	%	Adjusted Balance for the Working Capital of the EForce Group RM'000	Remaining Balance RM'000	Intended Time Frame for Utilisation	Explanation
- Business expansion	4,000	4,000	-	-	-	-	23 May 2012	Note 1
- Working capital requirements	1,279	1,293	(14)	-	14	-	23 May 2011	Note 2
- Estimated expenses in relation to the private placement	50	36	14	28.00	(14) ⁴	-	N/A	Note 3
Total	5,329	5,329	-		-	-		

Notes:

- The Group intend to utilise a portion of the proceeds from the Private Placement for business expansion domestically and overseas for the next two (2) years, of which is expected to contribute positively to the Group's future financial performance. The estimated cost for local expansion is approximately RM2 million while the estimated cost for its overseas expansion would require approximately RM2 million for research works, travelling, accommodation, exhibitions, marketing and promotion activities, which is in line with the Group's overseas market penetration efforts.*
- Proceeds from the Private Placement will also be utilised for working capital requirements of the Group. This amount will be utilised for but are not limited to operating expenses such as staff salaries, development expenditure, promotional and marketing expenditure, and other expenditure.*
- The proceeds of approximately RM36,000 of the Private Placement has been utilised for professional fees, placement fees, fee payable to authorities and other miscellaneous expenses relating to the Private Placement.*
- The surplus funds of approximately RM14,000 of the Private Placement have been adjusted to the amount earmarked for working capital.*

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B7. Group Borrowings and Debt Securities

The Group borrowings as at the end of the financial year were as follow:-

	As at 31.12.2011 RM'000
<u>Finance Lease</u>	
Not later than 1 year	331
Later than 1 year and not later than 5 years	647
Later than 5 years	-
	<u><u>978</u></u>

B8. Off Balance Sheet Financial Instruments

The Company does not have any off balance sheet financial instruments as at the date of this report.

B9. Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Board does not have any knowledge of any proceedings pending or threatened against the Group as at the date of this report.

B10. Dividends

On 25 November 2011, the Board of Directors had declared a second interim tax exempt dividend of 10% equivalent to 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.07 million in respect of the financial year ending 31 December 2011. The dividend was paid to the shareholders of Excel Force MSC Berhad ("EForce") on 28 December 2011.

On 24 February 2012, the Board of Directors had declared a first interim tax exempt dividend of 10% equivalent to 1.0 sen per ordinary share of RM0.10 each, amounting to approximately RM2.07 million in respect of the financial year ending 31 December 2012.

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B10. Dividends (Cont'd)

The amount of dividend paid during the current and preceding cumulative financial quarter are as follows:

In respect of the financial year ended 31 December	12 Months Period Ended	
	31.12.2011 RM'000	31.12.2010 RM'000
2011: First interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 29 June 2011	2,068	N/A
: Second interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 28 December 2011	2,068	N/A
2010: First interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 12 April 2010	N/A	1,257
: Second interim tax exempt dividend of 1.0 sen per ordinary share of RM0.10, paid on 28 December 2010	N/A	2,068
	4,136	3,325

B11. Earnings per Share ("EPS")

<u>(a) Basic EPS</u>	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.11	31.12.10	31.12.11	31.12.10
Net profit for the period (RM'000)	1,370	882	6,046	5,363
Weighted average number of ordinary shares in issue ('000)	206,768	206,768	206,768	206,768
Basic EPS (sen)	0.66	0.45	2.92	2.68

The calculation of the basic EPS is based on the net profit for the current financial quarter under review and the cumulative financial quarter ended 31 December 2011, divided by the adjusted weighted average number of ordinary shares of RM0.10 each in issue during the current financial quarter and the said cumulative financial quarter.

(b) Diluted EPS

The Group does not have in issue any financial instruments, convertible securities and / or other contracts that may entitle its holders to new ordinary shares and therefore dilute its basic earnings per share.

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B12. Realised and Unrealised Profits

The breakdown of retained profits of the Group as at 31 December 2011 into realised and unrealised profits, pursuant to the directive issued by Bursa Securities dated 25 March 2010, is as follow:

	As At 31.12.11 RM'000	As At 30.09.11 RM'000
Total retained profits of EForce and its subsidiaries:		
- Realised	17,175	17,519
- Unrealised (losses) / profit	(308)	45
	<u>16,867</u>	<u>17,564</u>
Add: Consolidation adjustments	200	200
Total Group retained profits as per consolidated accounts	<u>17,067</u>	<u>17,764</u>

The determination of realised and unrealised profits is based on the Guidance on Special Matter No.1, “*Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*”, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

B13. Profit for the Period

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.11 RM'000	31.12.10 RM'000	31.12.11 RM'000	31.12.10 RM'000
Profit for the period is arrived after charging:				
Amorisation of development costs	321	292	1,112	1,028
Amorisation of intangible assets	26	25	102	101
Depreciation of property, plant and equipment	221	131	649	530
Finance costs	13	-	19	-
Impairment loss on trade receivables	56	32	56	32
Loss on foreign exchange	-	4	-	4
Property, plant and equipment written off	8	-	8	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B) (CONT'D)

B13. Profit for the Period (Cont'd)

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.12.11 RM'000	31.12.10 RM'000	31.12.11 RM'000	31.12.10 RM'000
and after crediting:				
Gain on disposal of property, plant and equipment	37	-	123	33
Gain on foreign exchange - unrealised	11	-	44	-
Interest income from short term deposits	186	166	685	519
Reversal of impairment loss on trade receivables	28	-	175	-