

FAST TRACK SOLUTION HOLDINGS BERHAD
 (Company No: 631995-T)
 Incorporated in Malaysia under the Companies Act, 1965

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2005
 (The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2005 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2004 RM'000	CURRENT YEAR TO DATE 30/06/2005 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2004 RM'000
Revenue	755	-	1,502	-
Operating Expenses	(557)	-	(1,000)	-
Operating profit	198	-	502	-
Interest expense	-	-	-	-
Interest income	72	-	102	-
Profit before taxation	270	-	604	-
Tax expense	(19)	-	(25)	-
Net profit for the period	251	-	579	-
Basic earnings per ordinary share (based on enlarged issued and paid-up share capital of 93,180,000 ordinary shares) (sen)	0.27	-	0.62	-
Diluted earnings per ordinary share (sen)	N/A	-	N/A	-

Remarks

Comparative figures for the preceding quarter and year are not available as this is Fast Track Solution Holdings Berhad's ("FTSHB") fourth quarterly report to Bursa Malaysia Securities Berhad ("Bursa Securities").

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2004).

FAST TRACK SOLUTION HOLDINGS BERHAD*(Company No: 631995-T)**Incorporated in Malaysia under the Companies Act, 1965***CONDENSED CONSOLIDATED BALANCE SHEETS**

	<u>Unaudited</u>	<u>Audited</u>
	As at end of current quarter 30/06/2005 RM'000	As at preceding financial year ended 31/12/2004 RM'000
Property, plant and equipment	125	112
Goodwill on consolidation	2,202	2,247
Development costs	978	755
Current assets		
- Trade receivables	3,034	1,856
- Other receivables and prepayments	215	85
- Cash and bank balances	8,876	10,125
	12,125	12,066
Current liabilities		
- Trade payables	11	166
- Other payables	238	99
- Tax payable	30	265
	279	265
Net current assets	11,846	11,801
	15,151	14,915
Share capital	9,318	9,318
Reserves		
- Share premium	4,851	5,194
- Retained profit	982	403
Shareholders' fund	15,151	14,915
Net tangible assets per share of RM0.10 each (sen)	12.85	12.78

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2004).

FAST TRACK SOLUTION HOLDINGS BERHAD*(Company No: 631995-T)**Incorporated in Malaysia under the Companies Act, 1965***CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2005****(The figures have not been audited)**

	NON DISTRIBUTABLE	DISTRIBUTABLE		
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	RETAINED PROFITS RM'000	TOTAL RM'000
At 1 January 2005	9,318	5,194	403	14,915
Share issue expenses	-	(306)	-	(306)
Net profit for the period	-	-	328	328
At 31 March 2005	9,318	4,888	731	14,937
Share issue expenses	-	(37)	-	(37)
Net profit for the period	-	-	251	251
At 30 June 2005	9,318	4,851	982	15,151

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2003).

FAST TRACK SOLUTION HOLDINGS BERHAD

(Company No: 631995-T)

Incorporated in Malaysia under the Companies Act, 1965

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2005
(The figures have not been audited)

**CURRENT
YEAR
TO DATE
30/06/2005
RM'000**

Cash flows from operating activities

Profit before taxation	604
Adjustments :	
Depreciation	10
Amortisation of goodwill	45
Amortisation of development cost	156
Interest income	(102)
Operating profit before working capital changes	713
(Increase) in receivables	(1,307)
Increase in payables	83
Cash generated from operations	(511)
Taxes paid	(94)
Net cash used in operating activities	(605)

Cash flows from investing activities

Purchase of property, plant and equipment	(23)
Additions in development cost	(380)
Interest received	102
Net cash used in investing activities	(301)

Cash flows from financing activities

Share issue expenses	(343)
Net cash used in financing activities	(343)

Net decrease in cash and cash equivalents

(1,249)

Cash and cash equivalents at beginning of period

10,125

Cash and cash equivalents at end of period #

8,876

Represented by:

Cash and bank balances

8,876

Comparative figures for the preceding quarter and year are not available as this is FTSHB's fourth quarterly report to Bursa Malaysia Securities Berhad ("Bursa Securities").

FAST TRACK SOLUTION HOLDINGS BERHAD

(Company No: 631995-T)

Incorporated in Malaysia under the Companies Act, 1965

Part A - Explanatory notes pursuant to Paragraph 16, Malaysian Accounting Standards Board ("MASB") 26 Interim Financial Reporting

A1. Basis of preparation

The interim financial report has been prepared in compliance with MASB 26 (Interim Financial Reporting) and Chapter 7 Part VI of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the MESDAQ Market and should be read in conjunction with the audited financial statements of Fast Track Solution Holdings Berhad ("FTSHB") and its subsidiary company ("the Group") for the year ended 31 December 2004.

The accounting policies adopted in the quarterly financial report are consistent with those adopted for the year ended 31 December 2004.

A2. Qualification of financial statements

The audit report of the preceding financial statements for the year ended 31 December 2004 was not subject to any audit qualification.

A3. Seasonal or cyclical factors

The results for the period were not affected by any seasonal or cyclical factors.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the quarter under review.

A5. Material changes in estimates

There were no changes in estimates of amounts in prior financial period, which have a material effect in the current quarter under review.

A6. Debt 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 quarter under review.

A7. Dividend paid

There were no dividends paid during the quarter under review.

A8. Segmental information

All businesses were transacted in Malaysia and generated from information technology related business.

A9. Valuation of property, plant and equipment

The Group did not revalue any of its plant and equipment during the quarter under review.

A10. Material events subsequent to the end of the current quarter

There were no material events subsequent to the end of the reporting quarter that has not been reflected in the financial statements of the quarter under review.

A11. Effect of changes in the composition of the Group

There were no material changes in the composition of the Group for the quarter under review.

A12. Contingent liabilities or contingent assets

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

A13. Capital commitments

There were no capital commitments as at the date of this report.

A14. Significant related party transactions

There were no significant related party transactions during the quarter under review.

Additional information required by Part VI, Chapter 7 of Listing Requirements of Bursa Securities for the MESDAQ Market

B1. Review of performance

The Group recorded a turnover of RM0.755 million and RM1.502 million with profit after tax of RM0.251 million and RM0.579 million for the current quarter and year to date respectively. There is no comparative figures in the preceding year corresponding period because the Group only exist since 27 September 2004 as the acquisition of FTSB by FTSHB was only completed on that date.

B2. Comparison with preceding quarter's results

Compared with preceding quarter, the revenue increased by 1.1% from RM0.747 million to RM 0.755 million. The profit before tax decreased by 19.2% from RM0.334 million to RM0.270 million is mainly due to the increase of operating expenses such as software development and implementation training and software licensing cost of approximately RM100,000 due to the customization process of software for certain projects implemented during this quarter to incorporate the new software technology in order to suite the specific industrial requirements. Such industrial specific customization solution coupled with new software technology enhancement will enable the group to be in a better position to serve the Small and Medium Industries ("SMI") market in the long run.

B3. Current year prospects

Barring unforeseen circumstances, the Directors of FTSHB is optimistic of achieving satisfactory results for the financial year ending 31 December 2005.

B4. Variance on forecast profit/profit guarantee

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. Taxation

	Individual period		Cumulative period	
	Current year quarter	Preceding year corresponding quarter	Current year to-date	Preceding year correspondi ng period
	30/06/2005	30/06/2004	30/06/2005	30/06/2004
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current taxation	19	-	25	-
Deferred taxation	-	-	-	-
	<u>19</u>	<u>-</u>	<u>25</u>	<u>-</u>

The Group's effective tax rate is lower than the statutory tax rate for the current quarter under review mainly due to the pioneer status granted to FTSB, which exempts its income from Malaysian income tax for a period of five years commencing from 17 November 2003.

The tax expense of the Group is in respect of interest income.

B6. Profit on sale of unquoted investments and/or properties

There was no sale of unquoted investments and/or properties during the current quarter under review.

B7. Purchase or disposal of quoted securities

There was no purchase or disposal of any quoted securities during the quarter under review.

B8. Status of corporate proposals

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

Status of Utilisation of Proceeds

The proceeds from public issue of RM8.96 million are expected to be fully utilised for the core business of the company and its subsidiaries by year 2008 as follows:

	RM'000
<u>Unutilised</u>	
R & D expenses	3,707
Working capital	1,760
Overseas expansion	2,000
Listing expenses	78
	<u>7,545</u>
<u>Utilised</u>	
R & D expenses	293
Listing expenses	1,122
Total Proceeds	<u>8,960</u>

B9. Borrowings and debt securities

There were no borrowings or debt securities by the Group in the current quarter under review.

B10. Off balance sheet financial instruments

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

B11. Material litigation

There are no pending material litigations involving the Group as at the date of this report.

B12. Dividend

The Board of Directors do not recommend any dividend for the current quarter ended 30 June 2005.

B13. Earnings per share**(a) Basic**

Basic earnings per share is calculated by dividing the net profit for the period by the number of ordinary shares in issue during the period.

	Current year quarter 30/06/2005	Current year to date 30/06/2005
Net profit for the period (RM'000)	251	579
Number of ordinary shares in issue ('000)	93,180	93,180
Basic earnings per share (sen)	<u>0.27</u>	<u>0.62</u>

(b) Diluted

There is no diluted earnings per share as the Group does not have any convertible financial instruments as at the current quarter and current year to date.

B14. Authorisation for issue

The fourth quarter financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 19 August 2005.