

**FAST TRACK SOLUTION HOLDINGS BERHAD***(Company No: 631995-T)**Incorporated in Malaysia under the Companies Act, 1965***CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2006**  
**(The figures have not been audited)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2006 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2005 RM'000	CURRENT YEAR TO DATE 31/03/2006 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2005 RM'000
Revenue	187	747	187	747
Operating Expenses	(721)	(443)	(721)	(443)
Operating (loss)/profit	(534)	304	(534)	304
Interest expense	(11)	-	(11)	-
Interest income	71	30	71	30
(Loss)/Profit before taxation	(474)	334	(474)	334
Tax expense	(18)	(6)	(18)	(6)
Net (loss)/profit for the period	(492)	328	(492)	328
Basic (loss)/earnings per ordinary share (based on 93,180,000 ordinary shares) (sen)	(0.53)	0.35	(0.53)	0.35
Diluted earnings per ordinary share (sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2005).

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

	<b>As at end of current quarter 31/03/2006 RM'000</b>	<b>As at preceding financial year ended 31/12/2005 RM'000</b>
Property, plant and equipment	259	216
Goodwill on consolidation	2,156	2,156
Development costs	1,345	1,180
Current assets		
- Trade receivables	3,159	3,000
- Other receivables and prepayments	490	483
- Cash and bank balances	8,478	8,709
	12,127	12,192
Current liabilities		
- Other payables	491	391
- Short term borrowings	835	305
- Tax payable	87	82
	1,413	778
Net current assets	10,714	11,414
	14,474	14,966
Share capital	9,318	9,318
Reserves		
- Share premium	4,827	4,827
- Retained profit	326	818
Shareholders' fund	14,471	14,963
Deferred taxation	3	3
	14,474	14,966
Net assets per share of RM0.10 each (sen)	15.53	16.06

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2005).

**FAST TRACK SOLUTION HOLDINGS BERHAD***(Company No: 631995-T)**Incorporated in Malaysia under the Companies Act, 1965***CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 31 MARCH 2006****(The figures have not been audited)**

	<b>NON DISTRIBUTABLE</b>		<b>DISTRIBUTABLE</b>	
	<b>SHARE CAPITAL</b>	<b>SHARE PREMIUM</b>	<b>RETAINED PROFITS</b>	<b>TOTAL</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
At 1 January 2005	9,318	5,194	403	14,915
Share issue expenses	-	(367)	-	(367)
Net profit for the year	-	-	415	415
At 31 December 2005	9,318	4,827	818	14,963
Share issue expenses	-	-	-	-
Net profit for the period	-	-	(492)	(492)
At 31 March 2006	9,318	4,827	326	14,471

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2005).

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2006**  
 (The figures have not been audited)

	<b>CURRENT YEAR TO DATE 31/03/2006 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31/03/2005 RM'000</b>
<b>Cash flows from operating activities</b>		
(Loss)/Profit before taxation	(474)	334
Adjustments :		
Depreciation	12	5
Amortisation of goodwill	-	23
Amortisation of development cost	103	70
Interest expense	11	-
Interest income	(71)	(30)
Operating (loss)/profit before working capital changes	(419)	402
(Increase) in receivables	(167)	(612)
Increase in payables	100	61
Cash (used in) operations	(486)	(149)
Interest paid	(11)	-
Taxes paid	(13)	-
Net cash (used in) operating activities	(510)	(149)
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(54)	(5)
Additions in development cost	(268)	(290)
Interest received	71	30
Net cash (used in) investing activities	(251)	(265)
<b>Cash flows from financing activities</b>		
Share issue expenses	-	(306)
Net cash (used in) financing activities	-	(306)
<b>Net (decrease) in cash and cash equivalents</b>	(761)	(720)
Cash and cash equivalents at beginning of year	8,404	10,125
<b>Cash and cash equivalents at end of period #</b>	<b>7,643</b>	<b>9,405</b>
 <i># Represented by:</i>		
Cash and bank balances	8,478	9,405
Overdraft	(835)	-
	<b>7,643</b>	<b>9,405</b>

**FAST TRACK SOLUTION HOLDINGS BERHAD**

(Company No: 631995-T)

Incorporated in Malaysia under the Companies Act, 1965

**Part A - Explanatory notes pursuant to Financial Reporting Standard 134("FRS 134") Interim Financial Reporting**

**A1. Basis of preparation**

The interim financial report has been prepared in compliance with FRS 134 (Interim Financial Reporting) issued by the Malaysian Accounting Standards Board("MASB") 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 companies ("the Group") for the year ended 31 December 2005.

The accounting policies adopted in the quarterly financial report are consistent with those adopted for the year ended 31 December 2005 except for the adoption of the following new Financial Reporting Standards ("FRS") effective for the financial period beginning 1 January 2006:-

FRS 2	Share-based payment
FRS 3	Business Combinations
FRS 101	Presentation of Financial Statements
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 127	Consolidated and Separate Financial Statements
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets

The Group has ceased to amortise goodwill for the financial year ending 31 December 2006 to provide fairer presentation of the value of the goodwill.

**A2. Qualification of financial statements**

The audit report of the preceding financial statements for the year ended 31 December 2005 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 RM0.187 million with loss before tax of RM0.474 million for the current quarter and year to date as compared to RM0.747 million and profit before tax of RM0.334 million in the preceding year corresponding period. The decrease in revenue is due to the decrease in the projects implemented during this quarter. Consequently, the Group recorded a pretax loss of RM0.474 million. The cost incurred during the period are mainly comprised of salaries and operational expenses of software engineers to cater for sales in the second quarter of 2006.

**B2. Comparison with preceding quarter's results**

Compared with the preceding quarter, the revenue decreased by 43.2% from RM0.329 million to RM 0.187 million. The decrease in revenue is due to decrease in the projects implemented during this quarter and slow down in business at the beginning of the year due to the numerous festive holidays in the current quarter. However, operating costs continue to increase from RM0.679 million in the preceding quarter to RM0.721 million in the current quarter mainly due to software engineer costs to cater for sales in the second quarter of 2006. Consequently, the Group recorded a pretax loss of RM0.474 million compared to preceding quarter loss before tax of RM0.289 million.

**B3. Current year prospects**

Barring unforeseen circumstances, the Directors are optimistic of achieving satisfactory results for the financial year ending 31 December 2006.

**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
	31/03/2006 <u>RM'000</u>	31/03/2005 <u>RM'000</u>	31/03/2006 <u>RM'000</u>	31/03/2005 <u>RM'000</u>
Current taxation	18	6	18	6
Deferred taxation	-	-	-	-
	<u>18</u>	<u>6</u>	<u>18</u>	<u>6</u>

The current taxation 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
<b>Unutilised</b>	
R & D expenses	2,784
Working capital	510
Overseas expansion	2,000
	<u>5,294</u>
<b>Utilised</b>	
R & D expenses	1,216
Working capital	1,303
Listing expenses	1,147
	<u>3,666</u>
Total Proceeds	<u>8,960</u>

## B9. Borrowings and debt securities

The company did not issue any debt securities or long term borrowings during current quarter under review.

The Group's borrowings of which are denominated in Ringgit Malaysia as at 31 March 2006 are as follows:

	Unsecured RM'000	Total RM'000
Short term borrowings	835	835

## 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 31 March 2006.

## 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 31/03/2006	Current year to date 31/03/2006
Net (loss) for the period (RM'000)	(492)	(492)
Number of ordinary shares in issue ('000)	93,180	93,180
Basic (loss)/earnings per share (sen)	<u>(0.53)</u>	<u>(0.53)</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 first quarter financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 18 May 2006.