

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

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2006
 (The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|---|---|---|--|
| | CURRENT YEAR QUARTER 31/12/2006 RM'000 (Unaudited) | PRECEDING YEAR CORRESPONDING QUARTER 31/12/2005 RM'000 (Unaudited) | CURRENT YEAR TO DATE 31/12/2006 RM'000 (Unaudited) | PRECEDING YEAR CORRESPONDING PERIOD 31/12/2005 RM'000 (Audited) |
| Revenue | 568 | 329 | 1,721 | 2,584 |
| Operating Expenses | (910) | (679) | (3,060) | (2,319) |
| Operating (loss)/profit | (342) | (350) | (1,339) | 265 |
| Interest expense | (11) | (11) | (50) | (13) |
| Interest income | 67 | 72 | 286 | 246 |
| (Loss)/Profit before taxation | (286) | (289) | (1,103) | 498 |
| Tax expense | - | (36) | (3) | (83) |
| Net (loss)/profit for the year | (286) | (325) | (1,106) | 415 |
| Basic (loss)/earnings per ordinary share (based on 93,180,000 ordinary shares) (sen) | (0.31) | (0.35) | (1.19) | 0.45 |
| Diluted (loss)/earnings per ordinary share (sen) | (0.29) | (0.33) | (1.11) | 0.42 |

(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**

| | As at end of current quarter 31/12/2006 RM'000 (Unaudited) | As at preceding financial year ended 31/12/2005 RM'000 (Audited) |
|---|---|---|
| Property, plant and equipment | 251 | 216 |
| Goodwill on consolidation | 2,156 | 2,156 |
| Development costs | 1,462 | 1,180 |
| Current assets | | |
| - Trade receivables | 3,541 | 3,000 |
| - Other receivables and prepayments | 689 | 483 |
| - Cash and bank balances | 7,666 | 8,709 |
| | 11,896 | 12,192 |
| Current liabilities | | |
| - Other payables | 1,190 | 391 |
| - Short term borrowings | 678 | 305 |
| - Tax payable | 37 | 82 |
| | 1,905 | 778 |
| Net current assets | 9,991 | 11,414 |
| | 13,860 | 14,966 |
| Share capital | 9,318 | 9,318 |
| Reserves | | |
| - Share premium | 4,827 | 4,827 |
| - Retained profit | (288) | 818 |
| Shareholders' fund | 13,857 | 14,963 |
| Deferred taxation | 3 | 3 |
| | 13,860 | 14,966 |
| Net assets per share of RM0.10 each (sen) | 14.87 | 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 FOURTH QUARTER ENDED 31 DECEMBER 2006****(The figures have not been audited)**

| | NON DISTRIBUTABLE | | DISTRIBUTABLE | |
|-------------------------|--------------------------|----------------------|-----------------------------|---------------|
| | SHARE CAPITAL | SHARE PREMIUM | RETAINED PROFITS | TOTAL |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| 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 |
| Net loss for the year | - | - | (1,106) | (1,106) |
| At 31 December 2006 | 9,318 | 4,827 | (288) | 13,857 |

(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 FOURTH QUARTER ENDED 31 DECEMBER 2006
(The figures have not been audited)

| | CURRENT YEAR TO DATE 12/31/2006 RM'000 (Unaudited) | PRECEDING YEAR CORRESPONDING PERIOD 12/31/2005 RM'000 (Audited) |
|--|---|--|
| Cash flows from operating activities | | |
| (Loss)/Profit before taxation | (1,103) | 498 |
| Adjustments : | | |
| Depreciation | 51 | 27 |
| Amortisation of goodwill | - | 91 |
| Amortisation of development cost | 472 | 340 |
| Interest expense | 50 | 13 |
| Interest income | <u>(286)</u> | <u>(246)</u> |
| Operating (loss)/profit before working capital changes | (816) | 723 |
| Increase in receivables | (747) | (1,309) |
| Increase in payables | 800 | 225 |
| Cash used in operations | <u>(763)</u> | <u>(361)</u> |
| Interest paid | (50) | (13) |
| Taxes paid | <u>(48)</u> | <u>(98)</u> |
| Net cash used in operating activities | <u>(861)</u> | <u>(472)</u> |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (86) | (131) |
| Additions in development cost | (755) | (765) |
| Interest received | 286 | 14 |
| Net cash used in investing activities | <u>(555)</u> | <u>(882)</u> |
| Cash flows from financing activities | | |
| Share issue expenses | - | (367) |
| Net cash used in financing activities | <u>-</u> | <u>(367)</u> |
| Net decrease in cash and cash equivalents | (1,416) | (1,721) |
| Cash and cash equivalents at beginning of year | 8,404 | 10,125 |
| Cash and cash equivalents at end of year # | <u><u>6,988</u></u> | <u><u>8,404</u></u> |
| <i># Represented by:</i> | | |
| Cash and bank balances | 7,666 | 8,709 |
| Overdraft | <u>(678)</u> | <u>(305)</u> |
| | <u><u>6,988</u></u> | <u><u>8,404</u></u> |

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 Paragraph 9.22 and Appendix 9B 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 a fairer presentation of the value of 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.

Part B-Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the MESDAQ Market**B1. Review of performance**

The Group recorded a turnover of RM0.568 million and RM1.721million with loss before tax of RM0.286 million and RM1.103 million for the current quarter and period to date, respectively as compared to turnover of RM0.329 million and RM2.584 million and loss before tax of RM0.289 million and profit before tax of RM0.498 million in the preceding year corresponding quarter and period to date, respectively.

The decrease in revenue is due to the decrease in the projects implemented during these periods as well as increasing market competition. Consequently, the Group recorded a pretax loss of RM0.286 million and RM1.103 million for the current quarter and period to date, respectively. The operating costs incurred are mainly comprised of salaries and operational expenses of the Group.

B2. Comparison with preceding quarter's results

Compared with the preceding quarter, the revenue decreased by 7.2% from RM0.612 million to RM 0.568 million. The decrease in revenue is due to decrease in the projects implemented during this quarter and the numerous festive holidays in the current quarter. The operating expenses increased from RM0.751 million to RM0.910 million mainly due to higher outsourcing charges and provision of director fee amounting to RM56,000. Consequently, the Group recorded a pretax loss of RM0.286 million compared to the preceding quarter loss before tax of RM80,000.

B3. Next year's prospects

Barring unforeseen circumstances, the Directors are optimistic of achieving satisfactory results for the financial year ending 31 December 2007.

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 corresponding period |
| | 31/12/2006 <u>RM'000</u> | 31/12/2005 <u>RM'000</u> | 31/12/2006 <u>RM'000</u> | 31/12/2005 <u>RM'000</u> |
| Current taxation | - | 34 | - | 81 |
| (Over) / under provision of income tax in prior year | - | (1) | 3 | (1) |
| | - | 33 | 3 | 80 |
| Deferred taxation | - | 3 | - | 3 |
| | - | 36 | 3 | 83 |

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 the public issue of RM8.96 million are expected to be fully utilised for the core business of the Group by year 2008 as follows:

| Purpose | Proposed | Actual Utilisation | | Difference |
|--------------------|-------------|--------------------|--------|------------|
| | Utilisation | | | |
| | RM'000 | RM'000 | % | RM'000 |
| R & D expenses | 4,000 | 1,703 | 42.58 | 2,297 |
| Working capital * | 1,760 | 1,813 | 100.00 | (53) |
| Overseas expansion | 2,000 | - | - | 2,000 |
| Listing expenses * | 1,200 | 1,147 | 95.58 | 53 |
| TOTAL | 8,960 | 4,663 | | 4,297 |

* The unutilized portion of the proceeds from the public issue reserved for Listing expenses which amounts to RM53,000, has been transferred to working capital as this amount is an excess over the actual Listing expenses incurred.

B9. Borrowings and debt securities

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

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

| | Secured <u>RM'000</u> | Total <u>RM'000</u> |
|-----------------------|--------------------------|------------------------|
| Short term borrowings | 678 | 678 |

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 December 2006.

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

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

| | Current year quarter 31/12/2006 | Current year to date 31/12/2006 |
|---|--|--|
| Net loss for the period (RM'000) | (286) | (1,106) |
| Number of ordinary shares in issue ('000) | 93,180 | 93,180 |
| Basic loss per share (sen) | <u>(0.31)</u> | <u>(1.19)</u> |

(b) Diluted

The diluted loss per share is calculated by dividing the net loss for the period by the weighted average number of shares assuming the Company's Employee Share Options Scheme ("ESOS") was fully exercised during the period.

| | Current year quarter 31/12/2006 | Current year to date 31/12/2006 |
|---|--|--|
| Net loss for the period (RM'000) | (286) | (1,106) |
| Number of ordinary shares in issue ('000) | 93,180 | 93,180 |
| Adjustment for assumed full exercise of ESOS ('000) | 6,320 | 6,320 |
| Adjusted weighted average number of ordinary shares in issue and issuable | <u>99,500</u> | <u>99,500</u> |
| Diluted loss per share (sen) | <u><u>(0.29)</u></u> | <u><u>(1.11)</u></u> |

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 27 February 2007.