

**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 2007**  
 (The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2007 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2006 RM'000	CURRENT YEAR TO DATE 30/06/2007 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2006 RM'000
Revenue	507	354	710	541
Operating Expenses	(718)	(679)	(1,205)	(1,399)
Operating loss	(211)	(325)	(495)	(858)
Interest expense	(15)	(13)	(28)	(24)
Interest income	74	75	141	145
Loss before taxation	(152)	(263)	(382)	(737)
Tax expense	-	(18)	3	(36)
Net loss for the period	(152)	(281)	(379)	(773)
Basic loss per ordinary share (based on 93,180,000 ordinary shares) (sen)	(0.16)	(0.30)	(0.41)	(0.83)
Diluted loss 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 2006).

**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 30/06/2007 RM'000 (Unaudited)</b>	<b>As at preceding financial year ended 31/12/2006 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	234	251
Goodwill on consolidation	1,844	1,941
Development costs	1,507	1,462
	<u>3,585</u>	<u>3,654</u>
<b>CURRENT ASSETS</b>		
Trade and other receivables	3,834	4,218
Bank balances and deposits	7,899	7,666
	<u>11,733</u>	<u>11,884</u>
<b>Total Assets</b>	<u>15,318</u>	<u>15,538</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	9,318	9,318
Reserves	3,944	4,323
<b>Total equity</b>	<u>13,262</u>	<u>13,641</u>
<b>NON-CURRENT LIABILITIES</b>		
Deferred taxation	<u>-</u>	<u>3</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	1,222	1,179
Short term borrowings	794	678
Taxation	40	37
	<u>2,056</u>	<u>1,894</u>
<b>Total liabilities</b>	<u>2,056</u>	<u>1,897</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>15,318</u>	<u>15,538</u>
<b>NET ASSETS PER SHARE OF RM0.10 EACH (SEN)</b>	<u>14.23</u>	<u>14.64</u>

(The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of FTSHB for the year ended 31 December 2006).

**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 SECOND QUARTER ENDED 30 JUNE 2007****(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 2006	9,318	4,827	818	14,963
Net loss for the year	-	-	(1,322)	(1,322)
At 31 December 2006	9,318	4,827	(504)	13,641
Net loss for the period	-	-	(379)	(379)
At 30 June 2007	9,318	4,827	(883)	13,262

(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 2006).

**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 2007****(The figures have not been audited)**

	<b>CURRENT YEAR TO DATE 30/06/2007 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30/06/2006 RM'000</b>
<b>Cash flows from operating activities</b>		
Loss before taxation	(382)	(737)
Adjustments :		
Depreciation	27	24
Impairment loss of goodwill	97	-
Amortisation of development cost	240	217
Interest expense	28	24
Interest income	(141)	(145)
Operating (loss)/profit before working capital changes	(131)	(617)
Increase in receivables	385	(380)
Increase in payables	42	363
Cash used in operations	296	(634)
Interest paid	(28)	(24)
Taxes paid	3	(32)
Net cash generated from/(used in) operating activities	271	(690)
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(10)	(58)
Additions in development cost	(284)	(469)
Interest received	141	145
Net cash used in investing activities	(153)	(382)
<b>Cash flows from financing activities</b>		
Net cash used in financing activities	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	118	(1,072)
Cash and cash equivalents at beginning of year	6,987	8,404
<b>Cash and cash equivalents at end of period #</b>	<b>7,105</b>	<b>7,332</b>
<b># Represented by:</b>		
Cash and bank balances	7,899	8,111
Overdraft	(794)	(779)
	<b>7,105</b>	<b>7,332</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 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 2006.

The accounting policies adopted in the quarterly financial report are consistent with those adopted for the year ended 31 December 2006 except for the adoption of the following new Financial Reporting Standard ("FRS") effective for the financial period beginning 1 January 2007:-

FRS 124            Related Party Disclosures

The adoption of FRS 124 does not have significant financial impact to the Group.

**A2. Qualification of financial statements**

The audit report of the preceding financial statements for the year ended 31 December 2006 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 periods, 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 RM0.710 million with loss before tax of RM0.382 million for the current financial period to date as compared to turnover of RM0.541 million with loss before tax of RM0.737 million in the preceding year corresponding period respectively.

The increase in revenue is due to the increase in the projects implemented during the current financial period to date under review. The operating costs decreased from RM1.399 million to RM1.205 million mainly due to lower staff cost. Consequently, the Group recorded a lower pretax loss in the current financial year to date under review as compared to preceding year corresponding period .

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

Compared with the preceding quarter, the revenue increased by 149.8% from RM0.203 million to RM 0.507 million. The increase in revenue is due to increase in the projects implemented during this quarter. The operating expenses increased from RM0.486 million to RM0.718 million mainly due to higher outsourcing charges in the current quarter as compared to the preceding quarter. Consequently, the Group recorded a pretax loss of RM0.152 million compared to the preceding quarter pretax loss of RM0.229 million.

**B3. Current year 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		Cummulative period	
	Current year quarter	Preceding year corresponding quarter	Current year to-date	Preceding year corresponding period
	30/06/2007 RM'000	30/06/2006 RM'000	30/06/2007 RM'000	30/06/2006 RM'000
Current taxation	-	18	-	36
Deferred taxation	-	-	(3)	-
	-	18	(3)	36

**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 Utilisation	Actual Utilisation		Difference	
	RM'000	RM'000	%	RM'000	%
R & D expenses	4,000	1,987	49.68	2,013	50.33
Working capital *	1,760	1,813	103.01	(53)	(3.01)
Overseas expansion	2,000	-	-	2,000	100.00
Listing expenses *	1,200	1,147	95.58	53	4.42
TOTAL	8,960	4,947		4,013	

\* 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 which are denominated in Ringgit Malaysia as at 30 June 2007 are as follows:

	Secured RM'000	Total RM'000
Short term borrowings	794	794

## 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 2007.

## 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 30/06/2007	Current year to date 30/06/2007
Net loss for the period (RM'000)	(152)	(379)
Number of ordinary shares in issue ('000)	93,180	93,180
Basic loss per share (sen)	<u>(0.16)</u>	<u>(0.41)</u>

### (b) Diluted

Fully diluted loss per share on the basis of assumed exercise of share options has not been disclosed as the effect is anti-dilutive.

## B14. Qualification of financial statements

The audit report of the preceding financial statements for the year ended 31 December 2006 was not subject to any audit qualification.

## B15. Authorisation for issue

The second quarter financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 20 August 2007.