

CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2010  
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.06.2010 RM	Preceding Year Corresponding Quarter 30.06.2009 RM	Current Period To Date 30.06.2010 RM	Preceding Year Corresponding Period 30.06.2009 RM
Revenue	1,904,004	1,519,630	3,653,584	2,950,143
Cost of sales	(646,803)	(458,780)	(1,174,184)	(736,300)
<b>Gross profit</b>	<u>1,257,201</u>	<u>1,060,850</u>	<u>2,479,400</u>	<u>2,213,843</u>
Other operating income	346,201	102,900	406,268	180,272
Selling and distribution costs	(226,719)	(91,931)	(378,784)	(230,389)
Administrative expenses	(825,067)	(864,468)	(1,701,530)	(1,681,901)
Others expenses	(468,096)	(480,236)	(934,045)	(949,145)
<b>Operating profit</b>	<u>83,520</u>	<u>(272,885)</u>	<u>(128,691)</u>	<u>(467,320)</u>
Finance income	233	6,015	2,519	13,056
Finance cost	(109,197)	(124,569)	(200,289)	(265,000)
Share of profit/(loss) of associates	(389,251)	(511,406)	(551,215)	(673,230)
<b>Profit/(Loss) before income tax</b>	<u>(414,695)</u>	<u>(902,845)</u>	<u>(877,676)</u>	<u>(1,392,494)</u>
Income tax expenses	(21,625)	(715)	(43,250)	(715)
<b>Profit/(Loss) for the period</b>	<u><u>(436,320)</u></u>	<u><u>(903,560)</u></u>	<u><u>(920,926)</u></u>	<u><u>(1,393,209)</u></u>
Attributable to:				
Equity holders of the parent company	(397,332)	(851,351)	(865,005)	(1,323,001)
Minority interest	(38,988)	(52,209)	(55,921)	(70,208)
	<u><u>(436,320)</u></u>	<u><u>(903,560)</u></u>	<u><u>(920,926)</u></u>	<u><u>(1,393,209)</u></u>
Basic EPS (sen)	(0.60)	(1.29)	(1.31)	(2.00)
Diluted EPS (sen)	N/A	N/A	N/A	N/A

Note:

The unaudited condensed consolidated income statement should be read together with the audited consolidated financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial report.

**CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2010**

(The figures have not been audited)

	<b>Unaudited</b>	<b>Audited</b>
	<b>As at</b>	<b>As at</b>
	<b>30.06.2010</b>	<b>31.12.2009</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	10,829,905	11,212,045
Software development costs	1,730,293	1,849,200
Deferred tax assets	28,355	29,769
Goodwill on consolidation	33,000	33,000
Investments in associate	7,636,286	8,187,500
	<u>20,257,839</u>	<u>21,311,514</u>
<b>Current assets</b>		
Inventories	900,634	350,807
Trade receivables	2,165,932	2,461,523
Other receivables, deposits and prepayments	1,314,917	1,985,457
Taxation recoverable	21,448	14,151
Short term deposits with financial institutions	-	522,945
Property Available for sales	-	824,383
Cash and bank balances	257,040	221,503
	<u>4,659,971</u>	<u>6,380,769</u>
<b>TOTAL ASSETS</b>	<u><u>24,917,810</u></u>	<u><u>27,692,283</u></u>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of the parent		
Share capital	6,600,000	6,600,000
Share premium	7,080,376	7,080,376
Exchange fluctuation reserve	(99,836)	(16,169)
Retained profits	3,448,940	4,313,945
	<u>17,029,480</u>	<u>17,978,152</u>
Minority interest	787,368	829,296
<b>Total equity</b>	<u>17,816,848</u>	<u>18,807,448</u>
<b>Non-current liabilities</b>		
Bank term loan	3,066,620	3,085,209
Hire purchase and finance lease	631,518	599,649
Deferred tax liabilities	182,091	184,167
	<u>3,880,229</u>	<u>3,869,025</u>
<b>Current liabilities</b>		
Trade payables	479,104	94,455
Other payables and accruals	1,831,310	1,299,950
Hire purchase and finance lease	627,968	837,472
Short term borrowing	240,224	2,772,927
Tax Payable	42,127	11,006
	<u>3,220,733</u>	<u>5,015,810</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>24,917,810</u></u>	<u><u>27,692,283</u></u>
Net assets per share attributable to ordinary equity holders of the parent company (sen)	25.80	27.24

The unaudited condensed consolidated balance sheets should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2009 and the accompanying notes attached to this interim financial report.



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SECOND QUARTER ENDED 30 JUNE 2010

(The figures have not been audited)

	Attributable to equity holders of the parent				Total RM	Minority Interest RM	Total Equity RM
	Share capital RM	Share premium RM	Foreign currency translation reserve RM	Distributable Retained profits RM			
Balance as at 1 January 2010	6,600,000	7,080,376	(16,169)	4,313,945	17,978,152	829,296	18,807,448
Arising from translation of foreign currency financial statements	-	-	(83,667)	-	(83,667)	13,993	(69,674)
Net profit for the period	-	-	-	(865,005)	(865,005)	(55,921)	(920,926)
Balance as at 30 June 2010	<u>6,600,000</u>	<u>7,080,376</u>	<u>(99,836)</u>	<u>3,448,940</u>	<u>17,029,480</u>	<u>787,368</u>	<u>17,816,848</u>
Balance as at 1 January 2009	6,600,000	7,080,376	(968,671)	7,850,521	20,562,226	1,004,202	21,566,428
Arising from translation of foreign currency financial statements	-	-	12,262	-	12,262	(45)	12,217
Net profit for the period	-	-	-	(1,323,001)	(1,323,001)	(70,208)	(1,393,209)
Balance as at 30 June 2009	<u>6,600,000</u>	<u>7,080,376</u>	<u>(956,409)</u>	<u>6,527,520</u>	<u>19,251,487</u>	<u>933,949</u>	<u>20,185,436</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2009 and the accompanying notes attached to this interim financial report.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR PERIOD  
 FOR THE SECOND QUARTER ENDED 30 JUNE 2010**  
 (The figures have not been audited)

	<b>QUARTER ENDED</b> <b>30.06.2010</b> <b>RM</b>	<b>PRECEDING YEAR</b> <b>CORRESPONDING</b> <b>QUARTER ENDED</b> <b>30.06.2009</b> <b>RM</b>
<b>Cash flow from operating activities</b>		
Profit before taxation	(877,676)	(1,392,494)
Non cash adjustment		
Depreciation of property, plant and equipment	590,143	668,046
Amortisation of research & development costs	315,047	275,696
Share of (Gain)/Loss of associates	551,215	673,230
(Gain)/Loss on disposal of property, plant and equipment	(320,392)	(1,424)
Property, plant and equipment write off	-	263
Allowance for doubtful debts	27,488	5,403
Effect of currency translation	(8,028)	(2,477)
Operating profit before working capital changes	<u>277,797</u>	<u>226,243</u>
Changes in working capital:		
( Increase)/Decrease in inventories	(563,174)	26,648
( Increase)/Decrease in receivables	862,163	(511,095)
Increase/(Decrease) in payables	947,883	549,362
Cash used in operations	<u>1,524,669</u>	<u>291,158</u>
Finance income	(2,519)	(13,056)
Finance costs	200,289	265,000
Interest received	2,519	13,056
Income tax paid	(19,426)	(7,490)
<b>Net cash flows from/(used in) operating activities</b>	<u>1,705,532</u>	<u>548,668</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(272,770)	(762,376)
Proceed from Disposal of property, plant and equipment	2,263,771	4,642
Development costs	(192,325)	(196,140)
<b>Net cash used in investing activities</b>	<u>1,798,676</u>	<u>(953,874)</u>
<b>Cash flows from financing activities</b>		
Repayment of finance lease	(217,266)	(414,111)
Proceed from trade finance	35,808	1,270,362
Repayment of trade finance	(550,704)	(673,499)
Repayment of borrowings	(1,906,601)	(360,756)
Interest paid	(200,289)	(265,000)
<b>Net cash generated from financing activities</b>	<u>(2,839,052)</u>	<u>(443,004)</u>
<b>Net decrease in cash and cash equivalents</b>	665,156	(848,210)
Cash and cash equivalents at beginning of year	(510,438)	625,542
Exchange differences	102,322	(62,557)
<b>Cash and cash equivalents at 30 June 2010</b>	<u>257,040</u>	<u>(285,225)</u>
<b>Cash and cash equivalents as at 30 June 2010</b> <b>comprises the following:</b>		
Cash and bank balances	257,040	400,816
Short term deposits with financial institutions	-	500,575
Bank overdraft	-	(711,024)
	<u>257,040</u>	<u>190,367</u>
Less: Fixed deposits pledged	-	(475,592)
	<u>257,040</u>	<u>(285,225)</u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2009 and the accompanying notes attached to this interim financial report.