

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2010**  
(The figures have not been audited)

|  | Individual Quarter                     |  | Cumulative Quarter                            |   |
|--|--|--|---|---|
|  | Current<br>Quarter<br>31.12.2010<br>RM | Preceding Year<br>Corresponding<br>Quarter<br>31.12.2009<br>RM | Current Period<br>To Date<br>31.12.2010<br>RM | Preceding Year<br>Corresponding<br>Period<br>31.12.2009<br>RM |
| Revenue                                | 2,171,083                              | 1,837,473  | 7,750,293                                     | 6,359,790   |
| Cost of sales                          | (1,490,381)                            | (1,355,462)  | (3,478,263)                                   | (2,698,821)   |
| <b>Gross profit</b>                    | <u>680,702</u>                         | <u>482,011</u>   | <u>4,272,030</u>                              | <u>3,660,969</u>  |
| Other income                           | 160,078                                | 619,863  | 582,874                                       | 892,803   |
| Selling and distribution costs         | (112,935)                              | (65,934)   | (696,842)                                     | (404,790)   |
| Administrative expenses                | (1,195,382)                            | (664,234)  | (4,108,779)                                   | (3,188,595)   |
| Others expenses                        | (550,251)                              | (1,173,991)  | (1,958,923)                                   | (2,598,536)   |
| <b>Operating profit</b>                | <u>(1,017,788)</u>                     | <u>(802,285)</u>   | <u>(1,909,640)</u>                            | <u>(1,638,149)</u>  |
| Finance income                         | (4,660)                                | 1,596  | 2,976   | 17,558  |
| Finance cost                           | (42,832)                               | (118,106)  | (323,903)                                     | (518,928)   |
| Impairment of Development cost         | (454,507)                              | -  | (454,507)                                     | -   |
| Share of loss of an associates         | (319,222)                              | (624,172)  | (1,208,420)                                   | (1,530,233)   |
| <b>Profit/(Loss) before income tax</b> | <u>(1,839,009)</u>                     | <u>(1,542,967)</u>   | <u>(3,893,494)</u>                            | <u>(3,669,752)</u>  |
| Income tax expenses                    | (57,539)                               | (24,407)   | (100,789)                                     | (26,404)  |
| <b>Profit/(Loss) for the period</b>    | <u><u>(1,896,548)</u></u>              | <u><u>(1,567,374)</u></u>                                      | <u><u>(3,994,283)</u></u>                     | <u><u>(3,696,156)</u></u>                                     |
| Attributable to:                       |  |  |   |   |
| Equity holders of the parent           | (1,862,472)                            | (1,502,426)  | (3,869,672)                                   | (3,536,576)   |
| Non-controlling interest               | (34,076)                               | (64,948)   | (124,611)                                     | (159,580)   |
|  | <u><u>(1,896,548)</u></u>              | <u><u>(1,567,374)</u></u>                                      | <u><u>(3,994,283)</u></u>                     | <u><u>(3,696,156)</u></u>                                     |
| Basic EPS (sen)                        | (2.81)                                 | (2.28)   | (5.86)  | (5.36)  |
| 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 STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2010**

(The figures have not been audited)

|  | <b>Unaudited</b>         | <b>Audited</b>           |
|--|--------------------------|--------------------------|
|  | <b>As at</b>             | <b>As at</b>             |
|  | <b>31.12.2010</b>        | <b>31.12.2009</b>        |
|  | <b>RM</b>                | <b>RM</b>                |
| <b>ASSETS</b>  |                          |                          |
| <b>Non-current assets</b>  |                          |                          |
| Property, plant and equipment  | 10,807,417               | 11,212,045               |
| Software development costs   | 1,156,880                | 1,849,200                |
| Deferred tax assets  | 29,108                   | 29,769                   |
| Goodwill on consolidation  | 284,342                  | 33,000                   |
| Investments in associate   | 7,434,080                | 8,187,500                |
|  | <u>19,711,827</u>        | <u>21,311,514</u>        |
| <b>Current assets</b>  |                          |                          |
| Inventories  | 510,639                  | 350,807                  |
| Trade receivables  | 1,679,887                | 2,461,523                |
| Other receivables, deposits and prepayments  | 1,073,177                | 1,985,457                |
| Taxation recoverable   | 77,924                   | 14,151                   |
| Short term deposits with financial institutions  | 37,142                   | 522,945                  |
| Property Available for sales   | -                        | 824,383                  |
| Cash and bank balances   | 254,348                  | 221,503                  |
|  | <u>3,633,117</u>         | <u>6,380,769</u>         |
| <b>TOTAL ASSETS</b>  | <u><u>23,344,944</u></u> | <u><u>27,692,283</u></u> |
| <b>EQUITY AND LIABILITIES</b>  |                          |                          |
| Equity attributable to equity holders of the parent                                      |                          |                          |
| Share capital  | 6,763,800                | 6,600,000                |
| Share premium  | 7,080,376                | 7,080,376                |
| Reserves   | (169,949)                | (16,169)                 |
| Retained earnings  | 444,273                  | 4,313,945                |
|  | <u>14,118,500</u>        | <u>17,978,152</u>        |
| Non-controlling interest   | 719,103                  | 829,296                  |
| <b>Total equity</b>  | <u>14,837,603</u>        | <u>18,807,448</u>        |
| <b>Non-current liabilities</b>   |                          |                          |
| Bank term loan   | 2,808,944                | 3,085,209                |
| Hire purchase and finance lease  | 311,625                  | 599,649                  |
| Deferred tax liabilities   | 284,483                  | 184,167                  |
|  | <u>3,405,052</u>         | <u>3,869,025</u>         |
| <b>Current liabilities</b>   |                          |                          |
| Trade payables   | 528,240                  | 94,455                   |
| Other payables and accruals  | 2,799,900                | 1,299,950                |
| Hire purchase and finance lease  | 796,405                  | 837,472                  |
| Short term borrowing   | 977,546                  | 2,772,927                |
| Tax Payable  | 198                      | 11,006                   |
|  | <u>5,102,289</u>         | <u>5,015,810</u>         |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <u><u>23,344,944</u></u> | <u><u>27,692,283</u></u> |
| Net assets per share attributable to ordinary equity holders of the parent company (sen) | 21.26                    | 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 FOURTH QUARTER ENDED 31 DECEMBER 2010**

(The figures have not been audited)

|   | <----- Attributable to equity holders of the parent -----> |                                 |   |   |                   |                                   |                   |
|---|--|---------------------------------|---|---|-------------------|-----------------------------------|-------------------|
|   | Share<br>capital<br>RM                                     | <----- Non-Distributable -----> |   | Distributable<br>Retained<br>earnings<br>RM | Total<br>RM       | Non-controlling<br>interest<br>RM |                   |
|   |  | Share<br>premium<br>RM          | Foreign currency<br>translation reserve<br>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        |
| Exchange differences on translation of financial statements of foreign subsidiaries and associate | -  | -                               | (153,780)                                     | -   | (153,780)         | 14,418                            | (139,362)         |
| Warrants Exercise   | 163,800  | -                               | -   | -   | 163,800           | -                                 | 163,800           |
| Net profit for the period   | -  | -                               | -   | (3,869,672)                                 | (3,869,672)       | (124,611)                         | (3,994,283)       |
| Balance as at 31 December 2010 (unaudited)  | <u>6,763,800</u>   | <u>7,080,376</u>                | <u>(169,949)</u>                              | <u>444,273</u>                              | <u>14,118,500</u> | <u>719,103</u>                    | <u>14,837,603</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        |
| Exchange differences on translation of financial statements of foreign subsidiaries and associate | -  | -                               | 952,502                                       | -   | 952,502           | (15,326)                          | 937,176           |
| Net profit for the period   | -  | -                               | -   | (3,536,576)                                 | (3,536,576)       | (159,580)                         | (3,696,156)       |
| Balance as at 31 December 2009  | <u>6,600,000</u>   | <u>7,080,376</u>                | <u>(16,169)</u>                               | <u>4,313,945</u>                            | <u>17,978,152</u> | <u>829,296</u>                    | <u>18,807,448</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 FOURTH QUARTER ENDED 31 DECEMBER 2010**  
 (The figures have not been audited)

|  | <b>QUARTER ENDED</b><br><b>31.12.2010</b><br><b>RM</b> | <b>PRECEDING YEAR</b><br><b>CORRESPONDING</b><br><b>QUARTER ENDED</b><br><b>31.12.2009</b><br><b>RM</b> |
|--|--|---|
| <b>Cash flow from operating activities</b>   |  |   |
| Profit before taxation   | (3,893,494)  | (3,669,752)   |
| Non cash adjustment  |  |   |
| Allowance for doubtful debts   | 174,679  | 255,025   |
| Amortisation of research & development costs   | 630,093  | 551,391   |
| Depreciation of property, plant and equipment  | 1,146,719  | 1,303,161   |
| Interest Expense   | 323,903  | 518,928   |
| Interest Income  | (2,976)  | (17,558)  |
| Impairment on development cost   | 454,507  | -   |
| Share of Loss of associates  | 1,208,420  | 1,530,233   |
| Gain on disposal of property, plant and equipment                                    | (342,577)  | (405,576)   |
| Property, plant and equipment write off  | 6,065  | 6   |
| Reversal of impairment loss on leasehold property                                    | -  | (29,099)  |
| Operating profit before working capital changes                                      | <u>(294,661)</u>                                       | <u>36,759</u>   |
| Changes in working capital:  |  |   |
| ( Increase)/Decrease in inventories  | (164,619)  | 401,604   |
| ( Increase)/Decrease in receivables  | 1,589,183  | 1,400,274   |
| Increase/(Decrease) in payables  | 1,941,535  | 285,473   |
| Cash used in operations  | <u>3,071,438</u>                                       | <u>2,124,110</u>  |
| Interest paid  | (323,903)  | (518,928)   |
| Income tax paid  | (74,771)   | 30,132  |
| <b>Net cash flows from/(used in) operating activities</b>                            | <u>2,672,764</u>                                       | <u>1,635,314</u>  |
| <b>Cash flows from investing activities</b>  |  |   |
| Interest received  | 2,976  | 17,558  |
| Acquisition of subsidiary, net of cash acquired                                      | (899,188)  | -   |
| Purchase of property, plant and equipment  | (290,093)  | (815,106)   |
| Proceed from Disposal of property, plant and equipment                               | 2,323,867  | 7,832   |
| Development costs  | (392,280)  | (393,510)   |
| <b>Net cash used in investing activities</b>   | <u>745,282</u>   | <u>(1,183,226)</u>  |
| <b>Cash flows from financing activities</b>  |  |   |
| Net proceed / (repayment) of Warrants Exercise, net of share issue co:               | 163,800  | -   |
| Proceed from finance lease   | -  | -   |
| Repayment of finance lease   | (407,245)  | (837,898)   |
| Proceed from trade finance   | 539,116  | 2,039,273   |
| Repayment of trade finance   | (772,178)  | (2,145,326)   |
| Proceed from of borrowings   | -  | -   |
| Repayment of borrowings  | (2,330,152)  | (545,703)   |
| <b>Net cash generated from financing activities</b>                                  | <u>(2,806,659)</u>                                     | <u>(1,489,654)</u>  |
| <b>Net decrease in cash and cash equivalents</b>                                     | 611,387  | (1,037,566)   |
| Cash and cash equivalents at beginning of year                                       | (510,438)  | 625,542   |
| Exchange differences   | 47,850   | (98,414)  |
| <b>Cash and cash equivalents at 31 December 2010</b>                                 | <u>148,799</u>   | <u>(510,438)</u>  |
| <b>Cash and cash equivalents as at 31 December 2010<br/>comprises the following:</b> |  |   |
| Cash and bank balances   | 254,348  | 221,503   |
| Short term deposits with financial institutions                                      | 37,142   | 522,945   |
| Bank overdraft   | (105,549)  | (731,941)   |
|  | <u>185,941</u>   | <u>12,507</u>   |
| Less: Fixed deposits pledged   | (37,142)   | (522,945)   |
|  | <u>148,799</u>   | <u>(510,438)</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.