

CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE SECOND QUARTER ENDED 30 JUNE 2011  
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30.06.2011 RM	Preceding Year Corresponding Quarter 30.06.2010 RM	Current Period To Date 30.06.2011 RM	Preceding Year Corresponding Period 30.06.2010 RM
Revenue	2,179,033	1,904,004	3,993,561	3,653,584
Cost of sales	(785,222)	(646,803)	(1,419,673)	(1,174,184)
<b>Gross profit</b>	<u>1,393,811</u>	<u>1,257,201</u>	<u>2,573,888</u>	<u>2,479,400</u>
Other operating income	3,794	346,201	561,109	406,268
Selling and distribution costs	(92,015)	(226,719)	(237,075)	(378,784)
Administrative expenses	(1,144,950)	(825,067)	(2,241,605)	(1,701,530)
Other expenses	(259,651)	(468,096)	(598,960)	(934,045)
<b>Operating profit</b>	<u>(99,011)</u>	<u>83,520</u>	<u>57,357</u>	<u>(128,691)</u>
Finance income	902	233	1,602	2,519
Finance cost	(84,798)	(109,197)	(161,187)	(200,289)
Share of loss of associates	(320,121)	(389,251)	(631,691)	(551,215)
<b>Lost before income tax</b>	<u>(503,028)</u>	<u>(414,695)</u>	<u>(733,919)</u>	<u>(877,676)</u>
Income tax expenses	-	(21,625)	(21)	(43,250)
<b>Loss for the period</b>	<u><u>(503,028)</u></u>	<u><u>(436,320)</u></u>	<u><u>(733,940)</u></u>	<u><u>(920,926)</u></u>
Attributable to:				
Equity holders of the parent company	(465,304)	(397,332)	(661,118)	(865,005)
Minority interest	(37,724)	(38,988)	(72,822)	(55,921)
	<u><u>(503,028)</u></u>	<u><u>(436,320)</u></u>	<u><u>(733,940)</u></u>	<u><u>(920,926)</u></u>
Basic EPS (sen)	(0.70)	(0.60)	(1.00)	(1.31)
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 2010 and the accompanying explanatory notes attached to this interim financial report.

**CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 30 JUNE 2011**

(The figures have not been audited)

	Unaudited As at 30.06.2011 RM	Audited As at 31.12.2010 RM
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	10,617,315	10,258,367
Software development costs	834,058	726,924
Deferred tax assets	43,429	43,185
Goodwill on consolidation	33,000	33,000
Investments in associate	6,456,813	7,583,504
	<u>17,984,615</u>	<u>18,644,980</u>
<b>Current assets</b>		
Inventories	735,411	512,230
Trade receivables	1,377,479	1,636,515
Other receivables, deposits and prepayments	1,190,560	675,515
Taxation recoverable	70,182	77,924
Short term deposits with financial institutions	47,476	37,143
Property Available for sales	-	880,095
Cash and bank balances	1,083,672	254,348
	<u>4,504,780</u>	<u>4,073,770</u>
<b>TOTAL ASSETS</b>	<u><u>22,489,395</u></u>	<u><u>22,718,750</u></u>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to equity holders of the parent		
Share capital	6,642,000	6,642,000
Share premium	7,202,176	7,202,176
Exchange fluctuation reserve	(1,910,364)	(1,883,622)
Capital reserves	993,263	952,927
Retained profits	(145,648)	515,470
	<u>12,781,427</u>	<u>13,428,951</u>
Minority interest	660,048	737,419
<b>Total equity</b>	<u>13,441,475</u>	<u>14,166,370</u>
<b>Non-current liabilities</b>		
Bank term loan	3,252,893	2,455,129
Hire purchase and finance lease	467,628	382,565
Deferred tax liabilities	272,000	272,000
	<u>3,992,521</u>	<u>3,109,694</u>
<b>Current liabilities</b>		
Trade payables	851,669	528,240
Other payables and accruals	3,216,059	2,857,426
Hire purchase and finance lease	348,798	725,461
Short term borrowing	638,676	1,331,361
Tax Payable	197	198
	<u>5,055,399</u>	<u>5,442,686</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>22,489,395</u></u>	<u><u>22,718,750</u></u>
Net assets per share attributable to ordinary equity holders of the parent company (sen)	19.24	20.22

The unaudited condensed consolidated balance sheets should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2010 and the accompanying notes attached to this interim financial report.



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND QUARTER ENDED 30 JUNE 2011

(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	Capital reserve RM	Distributable Retained profits RM			
Balance as at 1 January 2011	6,642,000	7,202,176	(1,883,622)	952,927	515,470	13,428,951	737,419	14,166,370
Arising from translation of foreign currency financial statements	-	-	(26,742)	40,336	-	13,594	(4,549)	9,045
Net profit for the period	-	-	-	-	(661,118)	(661,118)	(72,822)	(733,940)
Balance as at 30 June 2011	<u>6,642,000</u>	<u>7,202,176</u>	<u>(1,910,364)</u>	<u>993,263</u>	<u>(145,648)</u>	<u>12,781,427</u>	<u>660,048</u>	<u>13,441,475</u>
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>-</u>	<u>3,448,940</u>	<u>17,029,480</u>	<u>787,368</u>	<u>17,816,848</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 2010 and the accompanying notes attached to this interim financial report.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR PERIOD  
 FOR THE SECOND QUARTER ENDED 30 JUNE 2011**  
 (The figures have not been audited)

	<b>QUARTER ENDED 30.06.2011 RM</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.06.2010 RM</b>
<b>Cash flow from operating activities</b>		
Profit before taxation	(733,919)	(877,676)
Non cash adjustment		
Depreciation of property, plant and equipment	491,650	590,143
Amortisation of research & development costs	89,006	315,047
Share of (Gain)/Loss of associates	631,691	551,215
(Gain)/Loss on disposal of property, plant and equipment	(530,649)	(320,392)
Property, plant and equipment write off	13,304	-
Allowance for doubtful debts	-	27,488
Recovery of bad debt	(5,159)	-
Effect of currency translation	-	(8,028)
Operating profit before working capital changes	<u>(44,076)</u>	<u>277,797</u>
Changes in working capital:		
( Increase)/Decrease in inventories	(221,388)	(563,174)
( Increase)/Decrease in receivables	(259,577)	862,163
Increase/(Decrease) in payables	683,998	947,883
Cash used in operations	<u>158,957</u>	<u>1,524,669</u>
Finance income	(1,602)	(2,519)
Finance costs	161,187	200,289
Interest received	1,602	2,519
Income tax refund/(paid)	7,720	(19,426)
<b>Net cash flows from/(used in) operating activities</b>	<u>327,864</u>	<u>1,705,532</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(855,629)	(272,770)
Proceed from Disposal of property, plant and equipment	1,465,554	2,263,771
Proceed from Disposal of associates	495,000	-
Development costs	(196,140)	(192,325)
<b>Net cash used in investing activities</b>	<u>908,785</u>	<u>1,798,676</u>
<b>Cash flows from financing activities</b>		
Repayment of finance lease	(348,429)	(217,266)
Proceed from trade finance	332,190	35,808
Repayment of trade finance	(452,687)	(550,704)
Proceed from of borrowings	1,221,502	-
Repayment of borrowings	(982,495)	(1,906,601)
Interest paid	(161,187)	(200,289)
<b>Net cash generated from financing activities</b>	<u>(391,106)</u>	<u>(2,839,052)</u>
<b>Net decrease in cash and cash equivalents</b>	845,543	665,156
Cash and cash equivalents at beginning of year	148,799	(510,438)
Exchange differences	(11,866)	102,322
<b>Cash and cash equivalents at 30 June</b>	<u>982,476</u>	<u>257,040</u>
<b>Cash and cash equivalents as at 30 June comprises the following:</b>		
Cash and bank balances	1,083,672	257,040
Short term deposits with financial institutions	47,476	-
Bank overdraft	(121,196)	-
	<u>1,009,952</u>	<u>257,040</u>
Less: Short term deposits pledged	(27,476)	-
	<u>982,476</u>	<u>257,040</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 2010 and the accompanying notes attached to this interim financial report.