

I-Power Berhad (596299-D)

Quarterly report on unaudited consolidated results for the financial period ended 31 December 2007

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2007

	As at Current year to date 31.12.07 RM'000	As at preceding financial year end 30.06.07 (Audited) RM'000
Property, Plant and Equipment	1,283	1,159
Intangible Assets		
Intellectual Property Rights (IPR)	3,000	3,100
Development costs	<u>1,590</u>	<u>1,818</u>
	<u>4,590</u>	<u>4,918</u>
Current assets		
Receivable	46,158	29,744
Cash and Cash Equivalents	<u>67,454</u>	<u>32,009</u>
	<u>113,612</u>	<u>61,753</u>
Current liabilities		
Payables	2,386	18,354
Taxation	<u>-</u>	<u>-</u>
	<u>2,386</u>	<u>18,354</u>
Net current assets	<u>111,226</u>	<u>43,399</u>
	<u>117,099</u>	<u>49,476</u>
Share capital	43,820	21,280
Share premium / (Listing Expenses)	50,125	11,109
Retained profits		
- Balance B/F	17,087	6,853
- Balance C/F	<u>6,067</u>	<u>10,234</u>
Shareholders' fund	<u>117,099</u>	<u>49,476</u>
Net Assets Per Share (sen)	<u>26.72</u>	<u>23.25</u>

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements of I-Power Berhad ("I-Power" or "the company") for the financial year ended 30 June 2007.

**CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER ENDED
31 DECEMBER 2007**

	----- Individual quarter -----		--- Cumulative quarter ----	
	Current year quarter 31.12.07 RM'000	Preceding year corresponding quarter 31.12.06 (Unaudited) RM'000	Current year to date 31.12.07 RM'000	Preceding year corresponding quarter 31.12.06 (Unaudited) RM'000
Revenue	25,830	5,991	53,089	12,818
Cost of Sales	<u>(20,799)</u>	<u>(2,804)</u>	<u>(44,626)</u>	<u>(6,734)</u>
Gross Profit	5,031	3,187	8,463	6,084
Operating Expenses	<u>(1,135)</u>	<u>(1,216)</u>	<u>(2,396)</u>	<u>(2,468)</u>
Profit From Operation	3,896	1,971	6,067	3,616
Interest Expenses	-	-	-	-
Interest Income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit Before Taxation	3,896	1,971	6,067	3,616
Taxation	-	-	-	-
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit After Taxation And Minority Interest	3,896	1,971	6,067	3,616
Pre-acquisition Portion	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Profit For The Period	<u><u>3,896</u></u>	<u><u>1,971</u></u>	<u><u>6,067</u></u>	<u><u>3,616</u></u>
Earning per share (sen):-				
a) Basic (based on 31/12/07: 339,014,918 weighted average basis ordinary shares and 31/12/2006: weighted average basis of 67,246,027 ordinary shares) (sen)	<u>1.15</u>	<u>2.93</u>	<u>1.79</u>	<u>5.38</u>
b) Fully diluted (sen)	Not <u>Applicable</u>	Not <u>Applicable</u>	Not <u>Applicable</u>	Not <u>Applicable</u>

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements of I-Power for the financial year ended 30 June 2007.

**CONDENSED CONSOLIDATED CASH FLOW FOR THE QUARTER ENDED
31 DECEMBER 2007**

	Current year to date 31.12.07	Preceding year corresponding period 31.12.06
	RM'000	RM'000
Profit Before Taxation	6,067	3,616
Adjustments for:-		
Non-cash items	326	100
Non-operating item	<u>-</u>	<u>194</u>
Operating profit before changes in working capital	6,393	3,910
Changes in working capital		
Net change in current assets	(16,414)	(6,549)
Net change in current liabilities	(15,740)	2,893
Income tax paid	<u>-</u>	<u>-</u>
Net cash generated from operating activities	<u>(25,761)</u>	<u>254</u>
Investing Activities		
Development expenditure paid	-	-
Government grant received	-	-
Purchase of plant and equipment	<u>(350)</u>	<u>(25)</u>
	<u>(350)</u>	<u>(25)</u>
Financing Activities		
Bank borrowings	-	-
Proceeds from issue of shares/ (Payment of listing expenses)	<u>61,556</u>	<u>4,093</u>
Net Change in Cash and Cash Equivalents	35,446	4,322
Cash and Cash Equivalents at beginning of period	<u>32,009</u>	<u>4,148</u>
Cash and Cash Equivalents at end of period	<u>67,454</u>	<u>8,470</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements of I-Power for the financial year ended 30 June 2007.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2007**

	Share Capital RM'000	Non-distributable Share Premium/ (Listing Expenses) RM'000	Non-distributable Reserve on Consolidation RM'000	Non-distributable Foreign Exchange Reserve RM'000	Distributable Retained Profits/ Accumulated Losses) RM'000	Total RM'000
As at 30 June 2007 (Audited)	21,280	11,109	-	-	17,087	49,476
Issue of share capital	22,540	39,016	-	-	-	61,556
Dividends	-	-	-	-	-	-
Unappropriate Profit As at 31 December 2007	-	-	-	-	6,067	6,067
As at 31 December 2007	<u>43,820</u>	<u>50,125</u>	-	-	<u>23,154</u>	<u>117,099</u>
As at preceding year corresponding quarter 31 December 2006						
As at 30 June 2006 (Audited)	6,300	4,439	-	-	9,361	20,100
Dividends	-	-	-	-	-	-
Issue of share	630	3,654	-	-	-	4,284
Unappropriate Profit As at 31 December 2006	-	-	-	-	3,616	3,616
As at 31 December 2006	<u>6,930</u>	<u>8,093</u>	-	-	<u>12,977</u>	<u>28,000</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of I-Power for the financial year ended 30 June 2007.