

I-POWER BERHAD (596299-D)**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

	----- Individual Quarter -----		----- Cumulative Quarter -----	
	Current year quarter 30 September 2010 RM'000	Preceding year corresponding quarter 30 September 2009 RM'000	Current year to date 30 September 2010 RM'000	Preceding year corresponding period 30 September 2009 RM'000
Revenue	1,155	8,265	1,155	8,265
Cost of Sales	(57)	(7,811)	(57)	(7,811)
Gross Profit	1,098	454	1,098	454
Other Operating Income	-	-	3	-
Operating Expenses	(868)	(1,420)	(871)	(1,420)
Operating Profit	230	(966)	230	(966)
Share of associated company's results	(13)	12	(13)	12
Interest Expenses	-	-	-	-
Interest Income	11	(12)	11	(12)
Profit Before Tax	228	(966)	228	(966)
Taxation	(3)	(3)	(3)	(3)
Profit After Tax	225	(969)	225	(969)
Other comprehensive income	-	-	-	-
Total comprehensive income	225	(969)	225	(969)
Profit attributable to :				
Equity holders of the Company	225	(969)	225	(969)
Total comprehensive income attributable to :				
Equity holders of the Company	225	(969)	225	(969)
Weighted average no. of ordinary shares in issue ('000)	402,623	411,306	402,623	411,306
Earnings per share (sen):-				
a) Basic	0.06	(0.24)	0.06	(0.24)

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2010.

I-POWER BERHAD (596299-D)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2010**

	As at 30 September 2010 (Unaudited) RM'000	As at Preceding Financial Year End 30 June 2010 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,749	1,874
Investment	5,224	5,237
Intangible Assets		
Intellectual Property Rights (IPR)	2,450	2,500
Software Licenses	4,163	4,219
Development costs	1,871	1,592
	<u>15,457</u>	<u>8,311</u>
Current assets		
Receivables	6,947	6,003
Cash And Cash Equivalents	2,676	3,432
	<u>9,623</u>	<u>9,435</u>
Total Assets	<u><u>25,080</u></u>	<u><u>24,857</u></u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	43,820	43,820
Share premium	51,103	51,103
Treasury shares	(5,160)	(5,160)
Retained profits	(64,799)	(65,024)
Shareholders' equity	<u>24,964</u>	<u>24,739</u>
Current liabilities		
Payables	97	102
Provision for taxation	19	16
	<u>116</u>	<u>118</u>
Total liabilities	116	118
Total equity and liabilities	<u><u>25,080</u></u>	<u><u>24,857</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>0.06</u>	<u>0.06</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2010.

I-POWER BERHAD (596299-D)**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

	Current year to date 30 September 2010 (Unaudited) RM'000	Preceding year corresponding period 30 September 2009 (Unaudited) RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Taxation	228	(966)
Adjustments for Non-cash items	246	381
Operating profit before working capital changes	474	(585)
Changes in working capital		
Net change in trade and other receivables	(944)	(5,929)
Net change in trade and other payables	(5)	3,215
Net cash from operations	(475)	(3,299)
Tax paid	-	-
Net cash used in operating activities	(475)	(3,299)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(3)	-
R&D expenditure paid	(278)	-
Net cash used in investing activities	(281)	-
CASH FLOW FROM FINANCING ACTIVITIES		
Purchase of treasury shares	-	(639)
Proceeds from resale of treasury shares	-	408
Net cash used in financing activities	-	(231)
Net Change in Cash and Cash Equivalents	(756)	(3,530)
Cash and Cash Equivalents at beginning of the period	3,432	10,954
Cash and Cash Equivalents at end of the period	2,676	7,424

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with audited financial statements of the Company for the year ended 30 June 2010.

I-POWER BERHAD (596299-D)**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

	Share Capital RM'000	Non-distributable Share Premium/ (Listing Expenses) RM'000	Non-distributable Treasury Shares RM'000	Distributable Retained Profits/ (Accumulated Losses) RM'000	Total RM'000
As at 30 June 2010 (Audited)	43,820	51,103	(5,160)	(65,024)	24,739
Purchase of Treasury Shares	-	-	-	-	-
Gains from Resale of Treasury share	-	-	-	-	-
Total comprehensive income for the period	-	-	-	225	225
As at 30 September 2010	<u>43,820</u>	<u>51,103</u>	<u>(5,160)</u>	<u>(64,799)</u>	<u>24,964</u>

As at preceeding year corresponding quarter 30 September 2009

As at 30 June 2009 (Audited)	43,820	51,053	(3,619)	29,748	121,002
Purchase of Treasury Shares	-	-	(292)	-	(292)
Gains from Resale of Treasury share	-	50	-	-	50
Total comprehensive loss for the period	-	-	-	(969)	(969)
As at 30 September 2009	<u>43,820</u>	<u>51,103</u>	<u>(3,911)</u>	<u>28,779</u>	<u>119,791</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the year ended 30 June 2010.