



MEXTER

**MEXTER TECHNOLOGY BERHAD**

(Company No: 647673 - A)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED  
31 MARCH 2009**

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**

The Board of Directors of Mexter Technology Berhad (“Mexter” or “Company”) wishes to announce the following unaudited condensed consolidated results for the financial period ended 31 March 2009 which should be read in conjunction with the audited financial statements of Mexter for the financial year ended 31 December 2008.

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2009**

|  |      | INDIVIDUAL QUARTER                                 |  | CUMULATIVE QUARTERS                                |   |
|--|------|--|--|--|---|
|  | Note | CURRENT<br>YEAR<br>QUARTER<br>31/03/2009<br>RM'000 | PRECEDING YEAR<br>CORRESPONDING<br>QUARTER<br>31/03/2008<br>RM'000 | CURRENT<br>YEAR TO<br>DATE<br>31/03/2009<br>RM'000 | PRECEDING YEAR<br>CORRESPONDING<br>PERIOD<br>31/03/2008<br>RM'000 |
| Revenue                                  | A9   | 7,089  | 2,341  | 7,089  | 2,341   |
| Operating expenses                       |      | (7,928)  | (3,251)  | (7,928)  | (3,251)   |
| Other operating income                   |      | 29   | 61   | 29   | 61  |
| Loss from operations                     |      | (810)  | (849)  | (810)  | (849)   |
| Finance costs                            |      | (32)   | (10)   | (32)   | (10)  |
| Share of profit of<br>associated company |      | -  | 2  | -  | 2   |
| <b>Loss before tax</b>                   |      | (842)  | (857)  | (842)  | (857)   |
| Tax expense                              | B5   | (1)  | (1)  | (1)  | (1)   |
| <b>Loss for the period</b>               |      | (843)  | (858)  | (843)  | (858)   |
| Attributable to:                         |      |  |  |  |   |
| Shareholders of the Company              |      | (862)  | (858)  | (862)  | (858)   |
| Minority interest                        |      | 19   | -  | 19   | -   |
| <b>Loss for the period</b>               |      | (843)  | (858)  | (843)  | (858)   |
| <b>Earnings per share:</b>               |      |  |  |  |   |
| Basic earnings per share (sen)           |      | (1.0)  | (1.0)  | (1.0)  | (1.0)   |
| Diluted earnings per share (sen)         |      | N/A  | N/A  | N/A  | N/A   |

N/A – Not Applicable

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009****UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS  
AS AT 31 MARCH 2009**

|  |        | (UNAUDITED)<br>AS AT<br>31/03/2009<br>RM'000 | (AUDITED)<br>AS AT<br>31/12/2008<br>RM'000 |
|--|--------|--|--|
|  | Note   |  |  |
| <b>ASSETS</b>  |        |  |  |
| <b>Non-current assets</b>  |        |  |  |
| Property, plant and equipment  |        | 4,978  | 5,082                                      |
| Associated company   | B8 (b) | 42   | 42   |
| Intangible assets  |        | 137  | 211  |
|  |        | <u>5,157</u>                                 | <u>5,335</u>                               |
| <b>Current assets</b>  |        |  |  |
| Inventories  |        | 930  | 946  |
| Trade and other receivables  |        | 2,452  | 2,511                                      |
| Tax recoverable  |        | 75   | 98   |
| Cash and cash equivalents  |        | 3,324  | 4,117                                      |
|  |        | <u>6,781</u>                                 | <u>7,672</u>                               |
| <b>TOTAL ASSETS</b>  |        | <u>11,938</u>                                | <u>13,007</u>                              |
| <b>EQUITY AND LIABILITIES</b>  |        |  |  |
| <b>Equity attributable to shareholders of the Company</b>                      |        |  |  |
| Share capital  |        | 8,945  | 8,945                                      |
| Reserves   |        | (2,281)                                      | (1,445)                                    |
|  |        | 6,664  | 7,500                                      |
| <b>Minority interest</b>   |        | 39   | -  |
| <b>Total equity</b>  |        | <u>6,703</u>                                 | <u>7,500</u>                               |
| <b>Non-current liabilities</b>   |        |  |  |
| Borrowings   | B9     | 2,220  | 2,252                                      |
| Deferred tax liabilities   |        | 3  | 3  |
|  |        | <u>2,223</u>                                 | <u>2,255</u>                               |
| <b>Current liabilities</b>   |        |  |  |
| Trade and other payables   |        | 2,610  | 2,940                                      |
| Deferred revenue   |        | 218  | 121  |
| Borrowings   | B9     | 184  | 191  |
|  |        | <u>3,012</u>                                 | <u>3,252</u>                               |
| <b>Total liabilities</b>   |        | <u>5,235</u>                                 | <u>5,507</u>                               |
| <b>TOTAL EQUITY AND LIABILITIES</b>  |        | <u>11,938</u>                                | <u>13,007</u>                              |
| Net assets per share attributable to ordinary shareholders of the Company (RM) |        | <u>0.07</u>                                  | <u>0.08</u>                                |

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

---

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**

---

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2009**

|   | < ----- Attributable to shareholders of the Company ----- > |                         |                           |                               |                              | Total        | Minority Interest | Total Equity |
|---|---|-------------------------|---------------------------|-------------------------------|------------------------------|--------------|-------------------|--------------|
|   | < ----- Non-distributable ----- >                           |                         | Distributable             |                               |                              |              |                   |              |
|   | Share capital<br>RM'000                                     | Share premium<br>RM'000 | Capital reserve<br>RM'000 | Translation reserve<br>RM'000 | Accumulated losses<br>RM'000 | RM'000       | RM'000            | RM'000       |
| <b>At 1/1/2008:-</b>  | 8,945   | 9,382                   | 126                       | (16)                          | (7,758)                      | 10,679       | 0                 | 10,679       |
| Exchange differences on translation of the financial statements of foreign entities | 0   | 0                       | 0                         | (5)                           | 0                            | (5)          | 0                 | (5)          |
| Loss for the period   | 0   | 0                       | 0                         | 0                             | (858)                        | (858)        | 0                 | (858)        |
| Equity settled share-based transactions   | 0   | 0                       | (74)                      | 0                             | 74                           | 0            | 0                 | 0            |
| <b>At 31/03/2008</b>  | <b>8,945</b>  | <b>9,382</b>            | <b>52</b>                 | <b>(21)</b>                   | <b>(8,542)</b>               | <b>9,816</b> | <b>0</b>          | <b>9,816</b> |
| <b>At 1/1/2009</b>  | <b>8,945</b>  | <b>9,382</b>            | <b>50</b>                 | <b>53</b>                     | <b>(10,930)</b>              | <b>7,500</b> | <b>0</b>          | <b>7,500</b> |
| Minority interest on disposal   | 0   | 0                       | 0                         | 0                             | 0                            | 0            | 20                | 20           |
| Exchange differences on translation of the financial statements of foreign entities | 0   | 0                       | 0                         | 26                            | 0                            | 26           | 0                 | 26           |
| Loss for the period   | 0   | 0                       | 0                         | 0                             | (862)                        | (862)        | 19                | (843)        |
| Equity settled share-based transactions   | 0   | 0                       | 0                         | 0                             | 0                            | 0            | 0                 | 0            |
| <b>At 31/03/2009</b>  | <b>8,945</b>  | <b>9,382</b>            | <b>50</b>                 | <b>79</b>                     | <b>(11,792)</b>              | <b>6,664</b> | <b>39</b>         | <b>6,703</b> |

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009****UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE PERIOD ENDED 31 MARCH 2009**

|   | AS AT<br>CURRENT<br>FINANCIAL<br>PERIOD<br>ENDED<br>31/03/2009<br>RM'000 | AS AT<br>PRECEDING<br>FINANCIAL<br>PERIOD<br>ENDED<br>31/03/2008<br>RM'000 |
|---|--|--|
|   | Note   |  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                                |  |  |
| Loss before tax   | (842)  | (857)  |
| Adjustments for non-cash flows:   |  |  |
| Non-cash items  | 196  | 164  |
| Interest income   | (8)  | (26)   |
| Interest expense  | 32   | 10   |
| Operating Loss Before Working Capital Changes                             | (622)  | (709)  |
| Changes In Working Capital:   |  |  |
| Net change in current assets  | 75   | (688)  |
| Net change in current liabilities   | (233)  | 135  |
| Net Cash Outflow from Operations  | (780)  | (1,262)  |
| Income tax refunded   | 22   | 3  |
| Net Cash Outflow from Operating Activities                                | (758)  | (1,259)  |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                                |  |  |
| Interest received   | 8  | 26   |
| Minority interest on disposal of 20% equity interest in a subsidiary      | 20   | 0  |
| Purchase of property, plant and equipment                                 | (21)   | (21)   |
| Proceed from disposal of property, plant and equipment                    | 3  | 19   |
| Net Cash Inflow from Investing Activities                                 | 10   | 24   |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                                |  |  |
| Interest paid   | (32)   | (10)   |
| Repayment of bank borrowings  | (39)   | (30)   |
| Net Cash Outflow from Financing Activities                                | (71)   | (40)   |
| <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>                            | (819)  | (1,275)  |
| Effects of foreign exchange rate changes                                  | 26   | (5)  |
| <b>CASH AND CASH EQUIVALENTS AT THE<br/>BEGINNING OF FINANCIAL PERIOD</b> | 4,117  | 5,230  |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF<br/>FINANCIAL PERIOD</b>       | 3,324  | 3,950  |

## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

## PART A – EXPLANATORY NOTES PURSUANT TO FRS 134: INTERIM FINANCIAL REPORTING

### A1 – Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with the requirements of FRS 134: Interim Financial Reporting and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”) for the MESDAQ Market.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008. These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Company, its subsidiary companies and associated company (the “Group”) since the financial year ended 31 December 2008.

### A2 – Changes in Accounting Policies

The significant accounting policies adopted during the current quarter under review are consistent with those of the audited financial statements for the financial year ended 31 December 2008 except for the following Financial Reporting Standards (“FRSs”) and IC Interpretations that had been issued by the Malaysian Accounting Standards Board but not yet adopted by the Group:-

|                      |   | <u>Effective date</u> |
|----------------------|---|-----------------------|
| FRS 4                | Insurance Contracts                               | 1 January 2010        |
| FRS 7                | Financial Instrument: Disclosures                 | 1 January 2010        |
| FRS 8                | Operating Segment                                 | 1 July 2009           |
| FRS 139              | Financial Instrument: Recognition and Measurement | 1 January 2010        |
| IC Interpretation 9  | Reassessment of Embedded Derivative               | 1 January 2010        |
| IC Interpretation 10 | Interim Financial Reporting and Impairment        | 1 January 2010        |

Other than FRS 139, the management do not anticipate that the application of the above new FRSs and IC Interpretations, when they are effective, will have a material impact on the results and the financial position of the Group.

### A3 – Auditors’ Report on Preceding Audited Financial Statements

The auditors’ report on the Group’s financial statements for the financial year ended 31 December 2008 was not qualified.

### A4 – Seasonal or Cyclicity of Operations

In general, apart from the Group’s business in Telecommunication industry, the Group’s other businesses are primarily exposed to business cycles of the Electronic Manufacturing, Semiconductor and Automotive industries. For the current quarter under review, apart from the demand for the Group’s E-mobile products and solutions, the demand for the Group’s other products and services, particularly IT products and solutions, from the Group’s customers continued to remain soft.

## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

#### A5 – Unusual Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

#### A6 – Changes in Estimates

There were no material changes in estimates of amounts reported in the prior financial period which may have had a material effect on the current quarter under review.

#### A7 – Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuance and repayment of debts (other than the hire purchase and term loan debts disclosed in Note B9) and equity securities during the current quarter under review and the Company had not engaged in any share buyback scheme or implemented any share cancellations. The Company does not have any shares held as treasury shares.

#### A8 – Dividends

No dividend has been declared or paid during the current quarter under review.

#### A9 – Segmental Information

The Group operates predominantly in the Information and Communications Technology Industry and accordingly, only the geographical segmental information (based on the known business address of the customers) is presented.

##### (a) Current quarter

| Analysis by geographical location | Current quarter ended 31 March 2009                      |       |                       |   |               |       |
|-----------------------------------|--|-------|-----------------------|---|---------------|-------|
|                                   | Revenue from external customers by location of customers |       | Inter-segment revenue |   | Total revenue |       |
|                                   | RM'000   | %     | RM'000                | % | RM'000        | %     |
| Malaysia                          | 6,816  | 96.1  | -                     | - | 6,816         | 96.1  |
| China                             | 158  | 2.2   | -                     | - | 158           | 2.2   |
| India                             | -  | -     | -                     | - | -             | -     |
| Indonesia                         | 2  | 0.1   | -                     | - | 2             | 0.1   |
| Singapore                         | 58   | 0.8   | -                     | - | 58            | 0.8   |
| Southeast Asia *                  | 5  | 0.1   | -                     | - | 5             | 0.1   |
| Hong Kong                         | 42   | 0.6   | -                     | - | 42            | 0.6   |
| European Union                    | 8  | 0.1   | -                     | - | 8             | 0.1   |
|                                   | 7,089  | 100.0 | -                     | - | 7,089         | 100.0 |
| Eliminations                      | -  | -     | -                     | - | -             | -     |
| Consolidated                      | 7,089  | 100.0 | -                     | - | 7,089         | 100.0 |

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009****A9 – Segmental Information (Continued)**(b) *Cumulative quarters*

| Analysis by<br>geographical location | Cumulative quarters ended 31 March 2009                        |       |                          |   |                  |       |
|--------------------------------------|--|-------|--------------------------|---|------------------|-------|
|                                      | Revenue from external<br>customers by location<br>of customers |       | Inter-segment<br>revenue |   | Total<br>revenue |       |
|                                      | RM'000   | %     | RM'000                   | % | RM'000           | %     |
| Malaysia                             | 6,816  | 96.1  | -                        | - | 6,816            | 96.1  |
| China                                | 158  | 2.2   | -                        | - | 158              | 2.2   |
| India                                | -  | -     | -                        | - | -                | -     |
| Indonesia                            | 2  | 0.1   | -                        | - | 2                | 0.1   |
| Singapore                            | 58   | 0.8   | -                        | - | 58               | 0.8   |
| Southeast Asia *                     | 5  | 0.1   | -                        | - | 5                | 0.1   |
| Hong Kong                            | 42   | 0.6   | -                        | - | 42               | 0.6   |
| European Union                       | 8  | 0.1   | -                        | - | 8                | 0.1   |
|                                      | 7,089  | 100.0 | -                        | - | 7,089            | 100.0 |
| Eliminations                         | -  | -     | -                        | - | -                | -     |
| Consolidated                         | 7,089  | 100.0 | -                        | - | 7,089            | 100.0 |

\* denotes Southeast Asia countries other than Malaysia, Singapore and Indonesia.

**A10 – Valuation of Property, Plant and Equipment**

There has been no valuation on any property, plant and equipment of the Group during the current quarter under review. Hence, the valuation of property, plant and equipment has been brought forward without amendment from the audited financial statements of the Group for the financial year ended 31 December 2008.

**A11 – Acquisition/Disposal of Property, Plant and Equipment**

There were no material acquisitions or disposals of property, plant and equipment during the current quarter under review.

**A12 – Material Subsequent Events**

There were no material events subsequent to the end of the current quarter under review.

**A13 – Changes in Composition of the Group**

There were no changes to the composition of the Group during the current quarter under review.

**A14 – Changes in Contingent Liabilities or Contingent Assets**

As at the date of this announcement, save for any potential damages or cost to be awarded pursuant to the on-going civil suits as disclosed in Note B11 herein, the Directors of the Company are not aware of any material contingent liabilities or contingent assets that may impact the financial performance of the Group.



## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

#### PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE MESDAQ MARKET

##### B1 – Review of Performance

|                 | <b>Cumulative<br/>period ended<br/>31 March 2009<br/>RM'000</b> | <b>Preceding year<br/>corresponding period<br/>ended 31 March 2008<br/>RM'000</b> |
|-----------------|---|---|
| Revenue         | <u>7,089</u>  | <u>2,341</u>  |
| Loss before tax | <u>(842)</u>  | <u>(857)</u>  |

For the financial period ended 31 March 2009, the Group recorded revenue of approximately RM7.09 million which represents a significant increase of 202.8% as compared to the preceding year corresponding quarter's revenue. The increase in the Group's revenue was mainly attributable to the higher sales contribution from its subsidiary, MexComm Sdn. Bhd. ("MexComm") which increased from RM0.30 million to RM4.92 million following the launching and contribution of its Premium Mobile Messaging services in the third quarter last year and the higher sales contribution from the Group's Computer and Electronics Services Division ("CES"), i.e. from RM1.04 million to RM1.54 million as a result of one-off demand from a customer. However, the higher sales contribution from both MexComm and CES was mitigated by a decrease in sales contribution from the Group's E-manufacturing Division, i.e. from RM0.64 million to RM0.38 million as a result of the overall challenging business environment.

Despite the higher revenue contribution, the Group recorded a loss before tax of approximately RM0.84 million for the financial period ended 31 March 2009 due to the lower gross profit margin from MexComm's contribution. However, the loss before tax of approximately RM0.84 million represents a slight improvement of approximately RM0.02 million or 2.3% as compared to the Group's loss before tax of approximately RM0.86 million reported in the preceding year corresponding quarter. The improvement was attributed to the higher revenue contribution and overall lower operation cost.

##### B2 – Comparison with Preceding Quarter's Results

|                 | <b>Current<br/>quarter ended<br/>31 March 2009<br/>RM'000</b> | <b>Previous<br/>quarter ended<br/>31 December 2008<br/>RM'000</b> |
|-----------------|---|---|
| Revenue         | <u>7,089</u>  | <u>5,748</u>  |
| Loss before tax | <u>(842)</u>  | <u>(938)</u>  |

The Group's revenue for the current quarter of approximately RM7.09 million which represents an increase of approximately RM1.34 million or 23.3% as compared to the revenue of approximately RM5.75 million for the preceding quarter. MexComm and CES have continuously registered a growth in revenue during this quarter with MexComm contributing approximately 69.4% of the total Group

## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

revenue following the launching and contribution of its Premium Mobile Messaging services in the third quarter last year.

The Group registered loss before tax of approximately RM0.84 million for the quarter under review which represents an improvement of approximately RM0.10 million or 10.6% as compared to the Group's loss before tax of approximately RM0.94 million reported in the preceding quarter. The improvement was mainly due to positive contribution by MexComm in the current quarter, coupled by the effectiveness of the Group's operations and cost control initiatives implemented by management.

#### B3 – Current Year Prospects

The Board expects to face a challenging year ahead mainly due to the slowdown in demand from the Group's customers in the core industries, such as Electronic Manufacturing, Semiconductor and Automobile industries as a result of the volatile global economic climate. In response to this, the Group will continue to diversify its earning in telecommunication industry and focus its technology, products development and maintaining or securing technical/strategic partnerships in these core industries in order to capitalise on any opportunities that may arise during the recovery of the market later. In addition, the Group will also continue to exercise prudent measures to manage costs in order to ride out this period of global financial turbulence, taking into consideration prevailing sentiments and market conditions.

#### B4 – Profit Forecast

The Group did not publish any profit forecast in its Prospectus or in any public documents.

#### B5 – Tax Expense

|  | 31 March 2009                |                                  |
|--|------------------------------|----------------------------------|
|  | Current<br>Quarter<br>RM'000 | Cumulative<br>Quarters<br>RM'000 |
| Malaysian income tax:-                           |                              |                                  |
| Current tax:                                     |                              |                                  |
| - Current year                                   | -                            | -                                |
| - Underprovision in prior years                  | (1)                          | (1)                              |
|  | <hr/>                        | <hr/>                            |
|  | (1)                          | (1)                              |
| Deferred taxation:                               |                              |                                  |
| - Original and reversal of temporary differences | -                            | -                                |
|  | <hr/>                        | <hr/>                            |
|  | (1)                          | (1)                              |

There is no tax expense for the current period as the Company and most of its subsidiaries posted losses. The subsidiary which posted profits had sufficient tax losses to offset profits made. Mexter MSC Sdn. Bhd. ("MMSC"), Tonerex MSC Sdn. Bhd. and MexComm were granted Multimedia Super Corridor ("MSC") status which exempts their income from taxation for a period of five (5) years commencing from November 2002, July 2005 and August 2008 respectively. MMSC had submitted an application to Multimedia Development Corporation seeking for a further extension of its MSC/pioneer status for an additional of five (5) years. As at the date of this announcement, the said application is still pending approval.

## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

#### **B6 – Profit/(Loss) on Sale of Unquoted Investments and/or Properties**

There was no sale of unquoted investments and/or properties during the current quarter under review.

#### **B7 – Purchase or Disposal of Quoted Securities**

There was no purchase or disposal of quoted securities during the current quarter under review.

#### **B8 – Status of Corporate Proposals Announced But Not Completed**

Save for the following, there were no other corporate proposals announced but not completed as of the date of this announcement:-

- (a) Proposed Private Placement and Proposed Special Issue as announced on 8 August 2008 which is subject to approvals being obtained from the following parties:-
  - (i) the shareholders of Mexter at an Extraordinary General Meeting to be convened for the Proposed Special Issue;
  - (ii) Bursa Malaysia Securities Berhad for the listing of and quotation for the new ordinary shares of RM0.10 each in Mexter to be issued pursuant to the Proposed Private Placement and Proposed Special Issue; and
  - (iii) the Securities Commission (“SC”) which was obtained on 4 September 2008. Under the SC’s guidelines, the Proposed Private Placement and Proposed Special Issue have an implementation period of 6 months and 12 months from the date of approval, respectively. Further, the Company had on 16 February 2009 submitted an application to the SC to seek a six (6) month extension to implement the Proposed Private Placement. SC had, vide its letter dated 23 February 2009, approved an extension of time of six (6) months (i.e. to 3 September 2009) for Mexter to complete the Proposed Private Placement.

The Company is still in the midst of identifying potential investors for the Proposed Private Placement and Proposed Special Issue and will seek the outstanding approvals once there are sufficient developments in its efforts.

- (b) In third quarter last year, the Company had announced the voluntary winding-up of its associate company, Advantech Control (M) Sdn. Bhd. (“AKL”). As part of the voluntarily winding-up exercise, the Company has received the return of capital from AKL amounting to RM270,000 in the fourth quarter last year. As at the date of this announcement, the voluntary winding-up has yet to be completed.

## MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)  
(Incorporated in Malaysia)

---

### INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009

---

#### **B9 – Group Borrowings and Debt Securities**

Group borrowings as at the end of the reporting quarter were as follows:-

|                                       | <b>Current<br/>RM'000</b>     |
|---------------------------------------|-------------------------------|
| Hire purchase liabilities (Unsecured) | 79                            |
| Term loan (Secured)                   | 105                           |
|                                       | <hr/>                         |
|                                       | 184                           |
|                                       | <hr/>                         |
|                                       | <b>Non-current<br/>RM'000</b> |
| Hire purchase liabilities (Unsecured) | 203                           |
| Term loan (Secured)                   | 2,017                         |
|                                       | <hr/>                         |
|                                       | 2,220                         |
|                                       | <hr/>                         |

The Group does not have any foreign borrowings as at the date of this announcement.

#### **B10 – Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the date of this announcement.

#### **B11 – Material Litigation**

Save for the following, there have not been any changes in material litigation since 31 December 2008, being the last balance sheet date up to the date of this announcement:-

On 14 May 2009, the 3rd Defendant, Lo Mooi Lee's application to amend the Order dated 15 July 2008 to change the Fixed Deposit Account Number at Citibank Berhad has been granted by the Judge since it is purely a clerical error. However, the 3rd Defendant's application for an Order to vary the Mareva injunction to allow her to withdraw the amount of RM294,192.00 from her Fixed Deposit Account at Citibank Berhad to pay for her son, Tan Kuan Ron's insurance was not granted by the Judge as the amount sought was deemed excessive. The 3rd Defendant's legal counsel had then requested for a short date to enable the 3rd Defendant to obtain a lower quotation from the insurance agent. The case has been fixed for next hearing on 28 May 2009.

#### **B12 – Dividends**

No dividend has been declared or paid during the current quarter under review.

#### **B13 – Status of Utilisation of Proceeds**

The proceeds of RM13.937 million arising from the public issue pursuant to the listing of the Company on the Mesdaq Market of Bursa Malaysia Securities Berhad on 12 April 2005 has been fully utilised.

**MEXTER TECHNOLOGY BERHAD**

(Company No 647673-A)

(Incorporated in Malaysia)

---

**INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2009**

---

**B14 –Earnings per Share**

(a) *Basic earnings per share (“EPS”)*

Basic EPS of the Group is calculated by dividing the profit or loss for the period attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares in issue during the year.

|  |          | Current quarter ended 31 March |        | Cumulative quarters ended 31 March |        |
|--|----------|--------------------------------|--------|------------------------------------|--------|
|  |          | 2009                           | 2008   | 2009                               | 2008   |
| Loss for the period attributable to ordinary shareholders of the Company | (RM'000) | (862)                          | (858)  | (862)                              | (858)  |
| Weighted average number of ordinary shares in issue                      | ('000)   | 89,452                         | 89,452 | 89,452                             | 89,452 |
| Basic EPS  | (sen)    | (1.0)                          | (1.0)  | (1.0)                              | (1.0)  |

The weighted average number of ordinary shares in issue is determined using the number of days that the specific shares are outstanding in proportion to the total number of days in the corresponding period.

(b) *Diluted EPS*

There is no dilution of share capital for the Group.

**BY ORDER OF THE BOARD**

Ooi Ean Hoon (MAICSA 7057078)

Angelina Cheah Gaik Suan (MAICSA 7035272)

Tee Choon Wee (MIA 27070)

Company Secretaries

Kuala Lumpur

Dated: 27 May 2009