

MLABS SYSTEMS BERHAD

(Company No. 653227-V)

Quarterly report on condensed consolidated results for the second quarter ended 30 June 2007. The figures have not been audited.

(Financial year ending 31 December 2007)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	As At 30 June 2007 RM'000	As At 31 December 2006 RM'000
Non-current assets		
Property, plant & equipment	1,251	1,350
Intangible assets	9,509	10,581
Other investments	300	300
Total non-current assets	11,060	12,231
Current assets		
Inventory	259	194
Receivables	7,796	7,784
Cash & bank balances	5,092	6,568
Total current assets	13,147	14,546
Total assets	24,207	26,777
Equity		
Share capital	10,296	10,296
Share premium	9,767	9,767
Retained earnings	3,676	4,054
Total equity	23,739	24,117
Current liabilities		
Payables	449	2,635
Taxation	19	25
Total current liabilities	468	2,660
Total equity and liabilities	24,207	26,777
Net asset per share attributable to ordinary equity holder (sen)	23.06	23.42

NOTE:

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.