

**MLABS SYSTEMS BERHAD**

(Company No. 653227-V)

Quarterly report on condensed consolidated results for the fourth quarter ended 31 December 2007. The figures have not been audited.

(Financial year ending 31 December 2007)

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>As At 31 December 2007 RM'000</b>	<b>As At 31 December 2006 RM'000</b>
<b>Non-current assets</b>		
Property, plant & equipment	1,138	1,350
Intangible assets	8,430	10,581
Other investments	700	300
<b>Total non-current assets</b>	<b>10,268</b>	<b>12,231</b>
<b>Current assets</b>		
Inventory	224	194
Receivables	3,424	7,784
Cash & bank balances	4,485	6,568
<b>Total current assets</b>	<b>8,133</b>	<b>14,546</b>
<b>Total assets</b>	<b>18,401</b>	<b>26,777</b>
<b>Equity</b>		
Share capital	10,296	10,296
Share premium	9,767	9,767
Retained earnings	(4,527)	4,054
<b>Total equity</b>	<b>15,536</b>	<b>24,117</b>
<b>Current liabilities</b>		
Payables	2,871	2,635
Taxation	(6)	25
<b>Total current liabilities</b>	<b>2,865</b>	<b>2,660</b>
<b>Total equity and liabilities</b>	<b>18,401</b>	<b>26,777</b>
Net asset per share attributable to ordinary equity holder	15.09	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.