

**INS BIOSCIENCE BERHAD (Company No: 623239-V)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 1ST QUARTER ENDED 30 JUNE 2010**  
(The figures have not been audited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	CURRENT YEAR QUARTER 30/06/10 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/09 RESTATED RM'000	CURRENT YEAR TO DATE 30/06/10 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/09 RESTATED RM'000
REVENUE	19,254	13,847	19,254	13,847
COST OF SALES	(12,113)	(9,689)	(12,113)	(9,689)
GROSS PROFIT	7,141	4,158	7,141	4,158
OTHER INCOME	202	2,110	202	2,110
SELLING AND DISTRIBUTIONS EXPENSES	(1,380)	(619)	(1,380)	(619)
ADMINISTRATIVE EXPENSES	(2,902)	(2,271)	(2,902)	(2,271)
OTHER OPERATING EXPENSES	(1,162)	(3,081)	(1,162)	(3,081)
FINANCE COSTS	(62)	(80)	(62)	(80)
PROFIT BEFORE TAX	1,837	217	1,837	217
TAX EXPENSE	(34)	(91)	(34)	(91)
NET PROFIT FOR THE PERIOD	1,803	126	1,803	126
OTHER COMPREHENSIVE LOSS				
Exchange Fluctuation Reserve	(2)	-	(2)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,801	126	1,801	126
Profit attributable to:				
Equity holders of the parent Company	1,857	126	1,857	126
Minority interest	(54)	-	(54)	-
	1,803	126	1,803	126
Total Comprehensive income attributable to:				
Equity holders of the parent Company	1,855	126	1,855	126
Minority interest	(54)	-	(54)	-
	1,801	126	1,801	126
Earnings per share (sen)				
Basic	0.65	0.04	0.65	0.04
Diluted	N/A	N/A	N/A	N/A

The above statement should be read in conjunction with the accompanying notes attached to this interim financial report as well as the Audited Financial Statements for the financial year ended 31 March 2010.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2010**  
**(The figures have not been audited)**

	<b>(UNAUDITED)</b>	<b>(AUDITED)</b>
	<b>As at 30/6/10 RM'000</b>	<b>As at 31/3/10 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	22,761	22,848
Prepaid lease payments for land	44	44
Other investments	63	63
Intangible assets	500	500
Goodwill on consolidation	3,644	3,644
	<u>27,012</u>	<u>27,099</u>
<b>Current assets</b>		
Inventories	7,578	7,175
Trade and other receivables	20,242	23,356
Tax refundable	176	151
Other investments	1,123	1,116
Fixed deposits with licensed banks	7,446	6,987
Cash and bank balances	6,302	4,645
	<u>42,867</u>	<u>43,430</u>
<b>TOTAL ASSETS</b>	<u><u>69,879</u></u>	<u><u>70,529</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to the equity holders of the parent</b>		
Share capital	28,668	28,668
Share premium	15,785	15,785
Treasury share	(110)	(110)
Foreign exchange reserve	217	219
Accumulated losses	(4,523)	(6,380)
	<u>40,037</u>	<u>38,182</u>
Minority interest	480	534
<b>TOTAL EQUITY</b>	<u><u>40,517</u></u>	<u><u>38,716</u></u>
<b>Non-current liabilities</b>		
Long-term borrowings	5,050	3,653
Deferred tax liabilities	95	95
	<u>5,145</u>	<u>3,748</u>
<b>Current liabilities</b>		
Trade and other payables	11,014	13,333
Advance received from distributors	12,202	13,433
Short-term borrowings	481	478
Bank overdrafts	220	563
Tax liabilities	300	258
	<u>24,217</u>	<u>28,065</u>
<b>TOTAL LIABILITIES</b>	<u><u>29,362</u></u>	<u><u>31,813</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>69,879</u></u>	<u><u>70,529</u></u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.14</u>	<u>0.13</u>

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**INS BIOSCIENCE BERHAD (Company No: 623239-V)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 1ST QUARTER ENDED 30 JUNE 2010  
(The figures have not been audited)**

	Issued and fully paid ordinary shares of RM0.10 each		Non- Distributable Share Premium	Treasury Shares	Foreign Exchange Reserve	Distributable - Retained Profit / Accumulated Loss	Shareholders' Equity	Minority Interests	Total
	Number of shares '000	Nominal value RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 April 2009 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	-	(11,785)	32,558	-	32,558
Investment in a subsidiary	-	-	-	-	-	-	-	1,222	1,222
Foreign exchange reserve in the translation of a foreign subsidiary	-	-	-	-	219	-	219	146	365
Net profit for the year	-	-	-	-	-	5,405	5,405	(834)	4,571
At 31 March 2010 (Nominal value at RM0.10 per share) - Before the adoption of FRS 139	286,680	28,668	15,785	(110)	219	(6,380)	38,182	534	38,716
Effects on the adoption of FRS 139	-	-	-	-	-	-	-	-	-
After adoption of FRS 139	286,680	28,668	15,785	(110)	219	(6,380)	38,182	534	38,716
Total comprehensive income for the period	-	-	-	-	(2)	1,857	1,855	(54)	1,801
At 30 June 2010 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	217	(4,523)	40,037	480	40,517

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE 1ST QUARTER ENDED 30 JUNE 2010  
(The figures have not been audited)**

	<b>CURRENT FINANCIAL PERIOD TO DATE 30/06/2010 RM'000</b>	<b>AUDITED FINANCIAL YEAR ENDED 31/03/2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,837	4,918
Adjustments for:		
Amortisation of prepaid lease payments for land	1	1
Amortisation of intangible assets	-	184
Allowance for doubtful debts	794	3,159
Bad debts written off	-	30
Writeback of allowance for doubtful debts	(96)	(3,356)
Allowance for inventory obsolescence	-	383
Depreciation on property, plant & equipment	597	2,654
Intangible assets written off	-	1,176
Interest expenses	20	315
Inventories written down	-	203
Gain on disposal of equipment	-	(126)
Interest income	(27)	(164)
Operating profit before working capital changes	3,126	9,377
Net changes in current assets	2,013	(2,892)
Net changes in current liabilities	(3,550)	4,993
Cash generated from operation	1,589	11,478
Interest paid	(20)	(315)
Tax paid	(18)	(280)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>1,551</b>	<b>10,883</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	27	164
Subscriptions of shares by minority interests in a subsidiary	-	1,222
Proceeds from disposal of equipment	-	974
Purchase of intangible assets	-	(1,860)
Purchase of property, plant and equipment	(510)	(3,398)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(483)</b>	<b>(2,898)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment to a director	-	(88)
Net drawdown/(Repayment) of term loans	1,450	(178)
Repayment of bills payable	-	(1,486)
Repayment of hire purchase creditors	(50)	(450)
<b>NET CASH FROM/(USED IN) FINANCING ACTIVITIES</b>	<b>1,400</b>	<b>(2,202)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>	2,468	5,783
<b>EFFECTS OF FOREIGN EXCHANGE</b>	(2)	353
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	12,185	6,049
<b>CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD / YEAR (NOTE A15)</b>	<b>14,651</b>	<b>12,185</b>

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