

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MARCH 2012**  
(The figures have not been audited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<b>CURRENT YEAR QUARTER 31/03/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 31/03/2011 RM'000</b>	<b>CURRENT YEAR TO DATE 31/03/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 31/03/2011 RM'000</b>
REVENUE	3,847	11,381	27,075	62,897
COST OF SALES	(3,757)	(17,996)	(17,895)	(50,295)
GROSS PROFIT/(LOSS)	90	(6,615)	9,180	12,602
OTHER INCOME	475	3,640	6,127	7,907
SELLING AND DISTRIBUTIONS EXPENSES	(341)	(3,559)	(2,918)	(8,479)
ADMINISTRATIVE EXPENSES	(2,200)	(3,769)	(10,951)	(13,355)
OTHER OPERATING EXPENSES	(562)	(11,640)	(3,383)	(17,275)
SHARE OF RESULT OF JOINTLY CONTROLLED ENTITY	(239)	(90)	(1,301)	(90)
FINANCE COSTS	(184)	(174)	(730)	(432)
NET LOSS BEFORE TAXATION	(2,961)	(22,207)	(3,976)	(19,122)
INCOME TAX REFUNDED/(PAID)	-	285	(11)	216
NET LOSS FOR THE PERIOD/YEAR	(2,961)	(21,922)	(3,987)	(18,906)
OTHER COMPREHENSIVE EXPENSES				
Exchange Fluctuation Reserve	(19)	8	(19)	(43)
TOTAL COMPREHENSIVE EXPENSES FOR THE PERIOD/YEAR	(2,980)	(21,914)	(4,006)	(18,949)
Loss attributable to:				
Equity holders of the parent Company	(2,950)	(22,017)	(3,914)	(18,798)
Minority interest	(11)	95	(73)	(108)
	(2,961)	(21,922)	(3,987)	(18,906)
Total comprehensive expenses attributable to:				
Equity holders of the parent Company	(2,969)	(21,863)	(3,933)	(18,695)
Minority interest	(11)	(51)	(73)	(254)
	(2,980)	(21,914)	(4,006)	(18,949)
Loss per share (sen)				
Basic	(1.03)	(7.70)	(1.37)	(6.57)
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 2011.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2012**  
**(The figures have not been audited)**

	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
	<u>As at 31/03/2012</u> <u>RM'000</u>	<u>As at 31/03/11</u> <u>RM'000</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	20,695	23,005
Interest in a jointly controlled entity	4	1,305
Other investments	63	63
Intangible assets	300	400
Goodwill on consolidation	1,822	1,822
	<u>22,884</u>	<u>26,595</u>
<b>Current assets</b>		
Inventories	4,057	4,730
Trade and other receivables	14,076	14,798
Amount owing by a related party	-	9
Tax refundable	513	527
Short-term investments	-	1,962
Deposits with licensed banks	3,226	3,556
Cash and bank balances	887	2,124
	<u>22,759</u>	<u>27,706</u>
<b>TOTAL ASSETS</b>	<u>45,643</u>	<u>54,301</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	303	322
Accumulated losses	(30,665)	(26,751)
	<u>13,981</u>	<u>17,914</u>
Minority interest	207	280
<b>TOTAL EQUITY</b>	<u>14,188</u>	<u>18,194</u>
<b>Non-current liabilities</b>		
Long-term borrowings	4,089	4,545
Deferred tax liabilities	95	95
	<u>4,184</u>	<u>4,640</u>
<b>Current liabilities</b>		
Trade and other payables	12,351	13,886
Advances received from distributors	7,491	12,155
Short-term borrowings	3,390	1,085
Bank overdrafts	3,694	4,077
Tax liabilities	345	264
	<u>27,271</u>	<u>31,467</u>
<b>TOTAL LIABILITIES</b>	<u>31,455</u>	<u>36,107</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>45,643</u>	<u>54,301</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.05</u>	<u>0.06</u>

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2012  
(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	Accumulated Loss	Shareholders' Equity	Minority Interests	Total
	Number of shares	Nominal value							
	'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 April 2010 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	219	(6,380)	38,182	534	38,716
Dividend	-	-	-	-	-	(1,573)	(1,573)	-	(1,573)
Total comprehensive expenses for the financial year	-	-	-	-	103	(18,798)	(18,695)	(254)	(18,949)
At 31 March 2011 / 1 April 2011 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	322	(26,751)	17,914	280	18,194
Total comprehensive expenses for the financial period	-	-	-	-	(19)	(3,914)	(3,933)	(73)	(4,006)
At 31 March 2012 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	303	(30,665)	13,981	207	14,188

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 2011.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 31 MARCH 2012  
(The figures have not been audited)**

	<b>CURRENT FINANCIAL PERIOD TO DATE 31/03/2012 RM'000</b>	<b>AUDITED FINANCIAL YEAR ENDED 31/03/2011 RM'000</b>
<b>CASH FLOWS FOR OPERATING ACTIVITIES</b>		
Loss before taxation	(3,976)	(19,122)
Adjustments for:-		
Allowance for impairment losses on receivables	276	11,180
Allowance for slow moving inventory	-	3,490
Amortisation of intangible assets	100	100
Provision for possibility writeback of forfeited income	287	1,081
Writeback of forfeited income	751	-
Forfeiture of advance received from distributors	(4,781)	-
Writeback of impairment losses on receivables	(1,080)	(1,406)
Equipment written off	23	495
Depreciation of property, plant & equipment	2,974	2,930
Loss on disposal of plant and equipment	-	21
Interest expense	730	432
Share of loss in jointly controlled entity	1,301	91
Gain on disposal of plant and equipment	-	(1)
Impairment loss on goodwill	-	1,822
Bad debts written off	9	-
Interest income	(57)	(120)
Operating (loss)/profit before working capital changes	(3,443)	993
Net changes in current assets	2,198	(2,260)
Net changes in current liabilities	(2,441)	(1,816)
Cash for operations	(3,686)	(3,083)
Interest paid	(730)	(432)
Income tax refund/(paid)	70	(153)
<b>NET CASH FOR OPERATING ACTIVITIES</b>	<b>(4,346)</b>	<b>(3,668)</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	57	120
Subscription of shares in a jointly controlled entity	-	(1,396)
Proceeds from disposal of plant and equipment	-	166
Purchase of property, plant and equipment	(687)	(3,482)
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(630)</b>	<b>(4,592)</b>
<b>CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES</b>		
Drawdown of term loan	-	1,500
Repayment of term loan	(262)	(253)
Net drawdown of bills payable	2,268	432
Additional of hire purchase obligations	39	-
Repayment of hire purchase obligations	(196)	(450)
Dividend paid	-	(1,573)
<b>NET CASH FROM/(FOR) FINANCING ACTIVITIES</b>	<b>1,849</b>	<b>(344)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENT</b>	<b>(3,127)</b>	<b>(8,604)</b>
<b>EFFECTS OF FOREIGN EXCHANGE</b>	<b>(19)</b>	<b>(16)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>3,565</b>	<b>12,185</b>
<b>CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD / YEAR (NOTE A15)</b>	<b>419</b>	<b>3,565</b>

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