

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

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2013**
(The figures have not been audited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>CURRENT YEAR QUARTER</u> <u>30/9/2013</u> <u>RM'000</u>	<u>PRECEDING YEAR CORRESPONDING QUARTER</u> <u>30/9/2012</u> <u>RM'000</u>	<u>CURRENT YEAR TO DATE</u> <u>30/9/2013</u> <u>RM'000</u>	<u>PRECEDING YEAR CORRESPONDING PERIOD</u> <u>30/9/2012</u> <u>RM'000</u>
REVENUE	917	5,454	917	5,454
COST OF SALES	(809)	(3,840)	(809)	(3,840)
GROSS PROFIT	108	1,614	108	1,614
OTHER INCOME	385	86	385	86
SELLING AND DISTRIBUTIONS EXPENSES	(61)	(250)	(61)	(250)
ADMINISTRATIVE EXPENSES	(696)	(1,412)	(696)	(1,412)
OTHER OPERATING EXPENSES	(121)	(300)	(121)	(300)
FINANCE COSTS	(47)	(191)	(47)	(191)
LOSS BEFORE TAXATION	(432)	(453)	(432)	(453)
TAX EXPENSE	-	-	-	-
NET LOSS FOR THE PERIOD	(432)	(453)	(432)	(453)
OTHER COMPREHENSIVE (EXPENSES) /INCOME				
Exchange Fluctuation Reserve	-	-	-	-
TOTAL COMPREHENSIVE EXPENSES FOR THE PERIOD	(432)	(453)	(432)	(453)
Loss attributable to:				
Equity holders of the parent Company	(432)	(453)	(432)	(453)
Minority interest	-	-	-	-
	(432)	(453)	(432)	(453)
Total comprehensive expenses attributable to:				
Equity holders of the parent Company	(432)	(453)	(432)	(453)
Minority interest	-	-	-	-
	(432)	(453)	(432)	(453)
Loss per share (sen)				
Basic	(0.15)	(0.16)	(0.15)	(0.16)
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 30 June 2013.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2013
(The figures have not been audited)

	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
	As at 30/09/13	As at 30/06/2013
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	14,150	14,489
	14,150	14,489
Current assets		
Inventories	1,649	1,655
Trade and other receivables	42	292
Tax refundable	6	22
Cash and bank balances	262	316
Asset classified as held for sale	-	277
	1,959	2,562
TOTAL ASSETS	16,109	17,051
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share capital	28,668	28,668
Share premium	15,785	15,785
Treasury share	(110)	(110)
Foreign exchange reserve	338	338
Revaluation reserve	6,809	6,809
Accumulated losses	(55,711)	(55,279)
	(4,221)	(3,789)
Minority interest	(70)	(70)
TOTAL EQUITY	(4,291)	(3,859)
Non-current liabilities		
Long-term borrowings	3,027	1,272
	3,027	1,272
Current liabilities		
Trade and other payables	10,266	10,265
Advances received from distributors	3,557	3,787
Amount due to directors	3,241	3,332
Short-term borrowings	292	300
Bank overdrafts	-	1,954
Tax payable	17	-
	17,373	19,638
TOTAL LIABILITIES	20,400	20,910
TOTAL EQUITY AND LIABILITIES	16,109	17,051
Net assets per share attributable to ordinary equity holders of the parent (RM)	-0.01	-0.01

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 30 June 2013.

INS BIOSCIENCE BERHAD (Company No: 623239-V)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2013
(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	Revaluation Reserve	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	RM'000
Balance at 1 July 2012 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	338	7,386	(45,595)	6,472	(70)	6,402
Transfer of revaluation reserve	-	-	-	-	-	(824)	824	-	-	-
Total comprehensive expenses for the year	-	-	-	-	-	247	(10,508)	(10,261)	-	(10,261)
At 30 June 2013 / 1 July 2013 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	338	6,809	(55,279)	(3,789)	(70)	(3,859)
Total comprehensive expenses for the period	-	-	-	-	-	-	(432)	(432)	-	(432)
At 30 September 2013 (Nominal value at RM0.10 per share)	286,680	28,668	15,785	(110)	338	6,809	(55,711)	(4,221)	(70)	(4,291)

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 30 June 2013.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2013
(The figures have not been audited)**

	CURRENT FINANCIAL PERIOD TO DATE 30/09/2013 RM'000	AUDITED FINANCIAL YEAR ENDED 30/06/2013 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Loss before taxation	(432)	(10,686)
Adjustments for:-		
Allowance for impairment losses on receivables	-	9,833
Amortisation of intangible assets	-	275
Depreciation of property, plant & equipment	340	1,438
Deposits written off	-	158
Gain on disposal of plant and equipment	(154)	(230)
Impairment loss on property, plant and equipment	-	25
Interest expense	47	540
Interest income	-	(40)
Inventories written off		43
Plant and equipment written off	-	92
Provision for writeback of forfeited income	25	258
Writeback of impairment losses on receivables	-	(1,532)
Operating (loss) / profit before working capital changes	(174)	174
Net changes in current assets	258	2,974
Net changes in current liabilities	(253)	(7,185)
Cash for operations	(169)	(4,037)
Interest paid	(47)	(540)
Income tax refunded	31	73
NET CASH FOR OPERATING ACTIVITIES	(185)	(4,504)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	-	40
Proceeds from disposal of plant and equipment	430	5,939
Purchase of property, plant and equipment	-	(46)
NET CASH FROM INVESTING ACTIVITIES	430	5,933
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES		
Drawdown of term loan	1,900	-
Repayment of term loan	(134)	(2,595)
(Repayment to)/ Advances from directors	(91)	2,569
Net repayment to bills payable	-	(2,518)
Repayment of hire purchase obligations	(20)	(232)
NET CASH FROM/(FOR) FINANCING ACTIVITIES	1,655	(2,776)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT	1,900	(1,347)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD/YEAR		
	(1,638)	(291)
CASH AND CASH EQUIVALENT AT END OF THE FINANCIAL PERIOD/YEAR (NOTE A15)		
	262	(1,638)

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 30 June 2013.