



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The First Quarter Ended 30 September 2009

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter 30 Sep 2009 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 30 Sep 2008 RM'000 (Unaudited)	Current Year To date 30 Sep 2009 RM'000 (Unaudited)	Preceding Year Corresponding Period 30 Sep 2008 RM'000 (Unaudited)
Revenue		3,819	4,333	3,819	4,333
Direct costs		(1,453)	(1,906)	(1,453)	(1,906)
Gross profit		<u>2,366</u>	<u>2,427</u>	<u>2,366</u>	<u>2,427</u>
Other income		200	188	200	188
Administrative expenses		(1,364)	(1,094)	(1,364)	(1,094)
Profit from operations		<u>1,202</u>	<u>1,521</u>	<u>1,202</u>	<u>1,521</u>
Share of profit in associated company		(5)	60	(5)	60
Profit before taxation		<u>1,197</u>	<u>1,581</u>	<u>1,197</u>	<u>1,581</u>
Taxation	B5	(4)	(4)	(4)	(4)
Profit for the financial period		<u>1,193</u>	<u>1,577</u>	<u>1,193</u>	<u>1,577</u>
Profit attributable to :					
Equity holders of the Company		1,490	1,726	1,490	1,726
Minority Interests		(297)	(149)	(297)	(149)
Profit for the financial period		<u>1,193</u>	<u>1,577</u>	<u>1,193</u>	<u>1,577</u>
Basic earnings per share (sen)	B12	<u>0.79</u>	<u>0.91</u>	<u>0.79</u>	<u>0.91</u>

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 September 2009 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2009.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED BALANCE SHEET

As at 30 September 2009

(The figures have not been audited)

	Note	Current Year Quarter 30 Sep 2009 RM'000 (Unaudited)	Preceding Financial Year Ended 30 Jun 2009 RM'000 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		6,264	6,493
Development costs		1,845	1,783
Investment in associated company		1,999	2,004
Other investment		4,045	4,045
Deferred tax assets		15	15
		<u>14,168</u>	<u>14,340</u>
CURRENT ASSETS			
Trade receivables		2,063	1,060
Other receivables, deposits & prepayments		1,738	942
Tax recoverable		371	374
Cash and cash equivalents	A15	24,940	25,651
		<u>29,112</u>	<u>28,027</u>
TOTAL ASSETS		<u>43,280</u>	<u>42,367</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		18,933	18,933
Treasury Shares		(229)	-
Exchange fluctuation reserve		(138)	(154)
Retained profits		15,649	14,159
Shareholders' funds		<u>34,215</u>	<u>32,938</u>
Minority interests		4,885	5,149
Total Equity		<u>39,100</u>	<u>38,087</u>
NON-CURRENT LIABILITIES			
Deferred tax liabilities		<u>333</u>	<u>333</u>
CURRENT LIABILITIES			
Trade payables		1,217	221
Other payables and accruals		151	185
Deferred income		2,479	3,541
Provision for taxation		-	-
		<u>3,847</u>	<u>3,947</u>
TOTAL EQUITY AND LIABILITIES		<u>43,280</u>	<u>42,367</u>
Net Assets per share (RM)		<u>0.18</u>	<u>0.17</u>

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 September 2009 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2009.

Net Assets per share for the current quarter is arrived at based on the Group's Net Assets of RM34,215,000 over the number of ordinary shares of 189,333,333 shares of RM0.10 each.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The First Quarter Ended 30 September 2009
(The figures have not been audited)

	Non-distributable				Distributable		Treasury Shares RM'000	Shareholders' Fund RM'000	Minority Interest RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Reserve on Consolidation RM'000	Foreign Exchange Reserve RM'000	Retained profits RM'000	Shareholders' Fund RM'000				
At 1 July 2008 (Audited)	18,933	-	-	(125)	13,607	32,415	-	5,256	37,671	
Net profit for the financial period	-	-	-	-	7,179	7,179	-	(87)	7,092	
Foreign exchange differences, representing net loss not recognised in income statement	-	-	-	(29)	-	(29)	-	(20)	(49)	
Dividends paid	-	-	-	-	(6,627)	(6,627)	-	-	(6,627)	
At 30 June 2009	18,933	-	-	(154)	14,159	32,938	-	5,149	38,087	
At 1 July 2009 (Audited)	18,933	-	-	(154)	14,159	32,938	-	5,149	38,087	
Net profit for the financial period	-	-	-	-	1,490	1,490	-	(297)	1,193	
Foreign exchange differences, representing net loss not recognised in income statement	-	-	-	16	-	16	-	33	49	
Treasury Shares	-	-	-	-	-	(229)	(229)	-	(229)	
At 30 September 2009	18,933	-	-	(138)	15,649	34,215	(229)	4,885	39,100	

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 September 2009 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2009.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

For The First Quarter Ended 30 September 2009

(The figures have not been audited)

	Current Year Quarter 30 Sep 2009 RM'000	Preceding Year Corresponding Quarter 30 Sep 2008 RM'000
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,197	1,581
Adjustments for:		
Amortisation of development costs	97	62
Depreciation	230	193
Interest income	(200)	(188)
Share of loss in associated company	5	(60)
Operating profit before working capital changes	1,329	1,588
(Increase) / Decrease in trade and other receivables	(1,799)	(1,278)
Increase / (Decrease) in trade and other payables	962	337
Decrease in deferred income	(1,062)	(1,592)
Cash generated from operations	(570)	(945)
Tax paid	(1)	(27)
Net cash generated from operating activities	(571)	(972)
CASHFLOWS FROM INVESTING ACTIVITIES		
Development costs	(159)	(410)
Interest received	200	188
Purchase of property, plant and equipment	(1)	(36)
Purchase of other investment	-	(2,000)
Net cash used in investing activities	40	(2,258)
CASHFLOWS FROM FINANCING ACTIVITIES		
Treasury Shares	(229)	-
Net cash used in financing activities	(229)	-
NET DECREASE IN CASH AND CASH EQUIVALENTS	(760)	(3,230)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER	25,651	27,751
Effects of exchange rate changes	49	103
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	24,940	24,624
Note	A15	

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 September 2009 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2009.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The First Quarter Ended 30 September 2009

A NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard ("FRS") No. 134: Interim Financial Reporting, and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad for the ACE Market.

The accounting policies and methods of computation adopted by Rexit Berhad ("Rexit" or "the Company") and its subsidiaries ("Rexit Group" or "Group") in the preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2009.

A2 Audit report of preceding annual financial statements

The preceding year's annual audited financial statements were not subject to any qualification.

A3 Seasonal or cyclical factors

The Group's operations were not materially affected by any seasonal or cyclical factors during the current quarter under review.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

A5 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years, which may have a material effect in the current quarter results.

A6 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current quarter under review save for the following:

The shareholders of Rexit had given their approval for Rexit to buy back its own shares at the Annual General Meeting held on 30 October 2008. During the quarter under review, Rexit repurchased a total of 361,000 ordinary shares of its issued share capital from the open market at an average cost of RM0.63 per share. The total consideration paid for the shares bought back, including transaction costs during the current financial quarter and financial year to date amounted to RM228,846.83 and was financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965. None of the treasury shares held were resold or cancelled during the current financial quarter.

A7 No dividend has been declared or paid in the current quarter under review.

A8 Segmental information

Segmental information is not presented as the Group is primarily engaged in only one business segment which is to provide information technology ("IT") solutions and related services.

The Group's operations are currently conducted predominantly in Malaysia.

A9 Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the end of the quarter under review.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)

A12 Contingent liabilities

The Directors are of the opinion that during the current quarter under review, the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group.

A13 Capital commitments

The Group has no material capital commitments in respect of property, plant and equipment in the current quarter under review.

A14 Significant related party transactions

At the Annual General Meeting held on 30 October 2008, the Group had obtained shareholders' mandate in respect of recurrent related party transactions, the details of which are set out in the Circular to Shareholders dated 8 October 2008.

During the current quarter under review, the Directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group, save as disclosed below:

Transacting Companies	:	Rexit Software (Guangzhou) Co. Ltd and Rexit International Sdn Bhd
Nature of transaction	:	Provision of research and development services to Rexit International Sdn Bhd
Value based on 30 September 2009	:	RM 270,000
Relationship of Related Party	:	Rexit International Sdn Bhd is a company in which Marubeni Corporation, a major shareholder of Rexit has 49% interest in.

A15 Cash and cash equivalents

	Current Year Quarter 30-Sep-09 RM'000	Preceding Year Corresponding Quarter 30-Sep-08 RM'000
Fixed deposits with licensed banks	10,526	6,005
Deposits with other corporations	12,442	17,700
Cash and bank balances	1,972	919
	<u>24,940</u>	<u>24,624</u>

B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance

For the current quarter ended 30 September 2009, Rexit Group recorded a revenue of RM3.819 million mainly attributed to software sales including subscription and transaction fees, value-added hardware and system software sales. For the financial year-to-date, the Group recorded a profit before tax ("PBT") and profit after tax and minority interests of RM1.197 million and RM1.490 million respectively.

B2 Variation of results against preceding quarter

	Current Quarter 30-Sep-09 RM'000	Preceding Quarter 30-Sep-08 RM'000
Revenue	3,819	4,333
Profit before tax	1,197	1,581

The increase in software development costs and lower software sales resulted in a lower PBT of RM1.197 million.

B3 Prospects

Barring any unforeseen circumstances, the Directors of Rexit believe that the Group's prospects for the financial year ending 30 June 2010 remains favourable.

B4 Variation of actual profit from forecast profit

Not applicable as no profit forecast was published.

B5 Taxation

	Current Quarter 30-Sep-09 RM'000	Cumulative Quarter 30-Sep-08 RM'000
Current tax expense	4	4

The effective tax rate of the Group remained low due to the 100% tax exemption granted to 2 subsidiaries of Rexit i.e. Rexit Software Sdn Bhd and Rexit International Sdn Bhd based on the Pioneer Status incentive awarded to the said subsidiaries as Multimedia Super Corridor Status companies under Section 4A of the Promotion of Investment Act, 1986.

B6 Unquoted investments and properties

There were no changes in the unquoted investments and properties of the Group for the current quarter and financial year under review.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities for the current quarter and financial year under review.

B8 Group's borrowings and debt securities

The Group has no borrowings or debts securities for the current quarter and financial year under review.

The Group does not have any foreign currency borrowings.

B9 Off balance sheet financial instruments

The Group does not have any off balance sheet financial instruments.

B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

B10 Material litigation

Neither the Company nor its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries.

B11 Dividends

No dividends has been declared in respect of the current quarter under review.

B12 Earnings per share

	Current Year Quarter 30-Sep-09	Preceding Year Corresponding Quarter 30-Sep-08	Current Year To date 30-Sep-09	Preceding Year Corresponding Period 30-Sep-08
Profit after taxation and minority interests (RM'000)	1,490	1,726	1,490	1,726
Weighted average number of shares in issue ('000)				
Issued at the beginning of the year	189,333	189,333	189,333	189,333
Treasury Shares	(361)	-	(361)	-
	<u>188,972</u>	<u>189,333</u>	<u>188,972</u>	<u>189,333</u>
Basic earnings per share (sen)	<u>0.79</u>	<u>0.91</u>	<u>0.79</u>	<u>0.91</u>

Diluted earnings per share is not disclosed herein as the options under the ESOS have not been granted as at the date of this announcement.

B13 Status of corporate proposals

There were no corporate proposals announced but not yet completed as at 18 November 2009 (the latest practicable date which is not earlier than 7 days from the date of issue of this financial results) save as disclosed below:-

(1) Bumiputera Equity Condition

Pursuant to the approval of Rexit's listing on the MESDAQ Market, the Securities Commission ("SC") had imposed a condition which requires Rexit to meet a Bumiputera equity requirement of 30% within one (1) year after Rexit achieves a profit track record requirement for listing on the Second Board or five (5) years after being listed on the MESDAQ market, whichever is earlier ("Bumiputera Equity Condition").

Rexit has achieved the profit track record requirement for listing on the Second Board based on the profit track record for the five (5) years ended 30 June 2002 to 30 June 2006 with an aggregate Profit After Tax of RM14.38 million and a consolidated PAT of RM6.61 million for the financial year ended 30 June 2006. As such Rexit was required to comply with the Bumiputera Equity Condition by 30 June 2007.

On 2 April 2008, Rexit had submitted an application to the SC to seek for an extension of time to meet the Bumiputera Equity Condition. Subsequent thereto, on 25 April 2008, Rexit announced that the SC has vide its letter dated 23 April 2008 approved the extension of time until 30 June 2009 for Rexit to meet the Bumiputera Equity Condition.

In line with the new Listing Requirements which came into effect on 3 August 2009, Rexit has achieved the profit track record requirement for listing on the Main Market. In addition, arising from the measures announced by the Prime Minister of Malaysia on 30 June 2009 wherein the Government of Malaysia had revised the Bumiputera Equity Condition from 30% to 12.5%, Rexit is now required to meet the revised equity requirement of 12.5% instead of the earlier 30% condition imposed.

On 8 September 2009, Rexit announced that SC has vide its letter dated 7 September 2009 approved the extension of time for eighteen (18) months from the date of the letter to meet the 12.5% Bumiputera equity condition.

**B ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS
(Cont'd)**

(2) Proposed acquisition of 3,920,000 ordinary shares of RM1.00 each in Rexit International Sdn Bhd ("RISB") representing 49% of the issued and paid-up share capital of RISB for a total cash consideration of approximately RM2.673 million

On 9 October 2009, the Company announced that it had on 9 October 2009 accepted a Letter of Offer dated 18 September 2009 issued by Marubeni Corporation of Japan ("Marubeni") for the proposed acquisition by Rexit of 49% of the equity interest in RISB from Marubeni comprising 3,920,000 ordinary shares of RM1.00 each for a total cash consideration of approximately RM2.673 million ("Proposed Acquisition").

The Proposed Acquisition is subject to and conditional upon approvals being obtained from non-interested shareholders of Rexit at the forthcoming Extraordinary General Meeting ("EGM") and any other relevant authorities/parties, if required.

The Company had on 2 November 2009 issued a Circular to its shareholders to seek for its approval for the Proposed Acquisition. The EGM of the Company was held on 24 November 2009 and the shareholders have accordingly approved the Proposed Acquisition.

B14 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 24 November 2009.

Rexit Berhad
24 November 2009