



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Fourth Quarter Ended 30 June 2010

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter (Unaudited) 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter (Audited) 30 Jun 2009 RM'000	Current Year To date (Unaudited) 30 Jun 2010 RM'000	Preceding Year Corresponding Period (Audited) 30 Jun 2009 RM'000
Revenue		5,135	5,298	17,543	19,435
Direct costs		(1,742)	(2,510)	(7,052)	(8,255)
Gross profit		3,393	2,788	10,491	11,180
Other income		75	548	1,014	1,246
Administrative expenses		(1,814)	(1,261)	(6,050)	(5,293)
Profit from operations		1,654	2,075	5,455	7,133
Share of profit in associated company		40	(37)	56	98
Profit before taxation		1,694	2,038	5,511	7,231
Taxation	B5	235	(109)	218	(139)
Profit for the financial period		1,929	1,929	5,729	7,092
Profit attributable to :					
Equity holders of the Company		2,030	2,069	6,400	7,179
Minority Interests		(101)	(140)	(671)	(87)
Profit for the financial period		1,929	1,929	5,729	7,092
Basic earnings per share (sen)	B12	1.08	1.09	3.43	3.79

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2010 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 June 2010

(The figures have not been audited)

	Note	Current Year Quarter 30 Jun 2010 RM'000 (Unaudited)	Preceding Financial Year Ended 30 Jun 2009 RM'000 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		5,680	6,493
Development costs		1,580	1,783
Investment in associated company		2,060	2,004
Other investment		4,210	4,045
Deferred tax assets		-	15
Prepayments		342	-
		<u>13,872</u>	<u>14,340</u>
CURRENT ASSETS			
Trade receivables		1,773	1,060
Other receivables, deposits & prepayments		1,453	942
Tax recoverable		294	374
Cash and cash equivalents	A15	<u>16,430</u>	<u>25,651</u>
		<u>19,950</u>	<u>28,027</u>
Assets of a subsidiary company classified as held for sale	A16	<u>3,264</u>	<u>-</u>
TOTAL ASSETS		<u>37,086</u>	<u>42,367</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		18,933	18,933
Treasury Shares		(1,729)	-
Exchange fluctuation reserve		(103)	(154)
Retained profits		<u>14,017</u>	<u>14,159</u>
Shareholders' funds		31,118	32,938
Minority interests		<u>1,638</u>	<u>5,149</u>
Total Equity		<u>32,756</u>	<u>38,087</u>
NON-CURRENT LIABILITIES			
Deferred tax liabilities		<u>-</u>	<u>333</u>
CURRENT LIABILITIES			
Trade payables		309	221
Other payables and accruals		169	185
Deferred income		3,831	3,541
Provision for taxation		4	-
		<u>4,313</u>	<u>3,947</u>
Liabilities of a subsidiary company classified as held for sale	A16	<u>17</u>	<u>-</u>
TOTAL EQUITY AND LIABILITIES		<u>37,086</u>	<u>42,367</u>
Net Assets per share (RM)		<u>0.16</u>	<u>0.17</u>

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2010 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 RM31,118,000 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.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Fourth Quarter Ended 30 June 2010

(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				
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	-	-	-	-	6,400	-	6,400	(671)	5,729
Foreign exchange differences, representing net profit not recognised in income statement	-	-	-	51	-	-	51	53	104
Treasury Shares	-	-	-	-	-	(1,729)	(1,729)	-	(1,729)
Acquisition of additional shares in a subsidiary company from the minority shareholders	-	-	-	-	-	-	-	(2,893)	(2,893)
Dividends paid	-	-	-	-	(6,542)	-	(6,542)	-	(6,542)
At 30 June 2010	18,933	-	-	(103)	14,017	(1,729)	31,118	1,638	32,756

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2010 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 Fourth Quarter Ended 30 June 2010

	Current Year Quarter 30 Jun 2010 RM'000 (Unaudited)	Preceding Year Corresponding Quarter 30 Jun 2009 RM'000 (Audited)
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,694	2,038
Adjustments for:		
Amortisation of development costs	111	93
Depreciation	212	(2)
Excess of group's interest in the fair value of the acquiree's net assets	120	-
Impairment loss on assets of a subsidiary company held for sale	95	-
Interest income	(139)	(228)
Unrealised gain on foreign exchange	-	(22)
Share of (loss)/profit in associated company	(40)	37
Operating profit before working capital changes	2,053	1,916
Decrease in trade and other receivables	1,326	3,927
Decrease in trade and other payables	(581)	(36)
Decrease in deferred income	(500)	(661)
Cash generated from operations	2,298	5,146
Tax paid	(45)	19
Tax refunded	29	44
Net cash generated from operating activities	2,282	5,209
CASHFLOWS FROM INVESTING ACTIVITIES		
Development costs	-	(264)
Interest received	139	228
Purchase of property, plant and equipment	(115)	(1)
Net cash used in investing activities	24	(37)
CASHFLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(2,801)	(6,627)
Treasury shares	(299)	-
Net cash used in financing activities	(3,100)	(6,627)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(794)	(1,455)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER	20,286	27,296
Effects of exchange rate changes	267	(190)
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	19,759	25,651
	A15	

Note:

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2010 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 Fourth Quarter Ended 30 June 2010

A EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 INTERIM FINANCIAL REPORTING

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 are not materially affected by 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 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 ("AGM") held on 30 October 2008. The Company had obtained its renewal of authority to buy back its own shares at the Fifth AGM held on 24 November 2009. During the quarter under review, Rexit repurchased a total of 566,800 ordinary shares of its issued share capital from the open market at an average cost of RM0.52 per share. The total consideration paid for the shares bought back, including transaction costs during the current quarter amounted to RM298,926.83 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. As at 30 June 2010, the total number of treasury shares held was 2,843,000 ordinary shares.

A7 Dividend paid

The Board of Directors had declared a tax-exempt interim dividend of 15% per ordinary share of RM0.10 during the preceding quarter for the financial year ended 30 June 2010, amounting to RM2,801,087 (Ringgit Malaysia: Two Million Eight Hundred One Thousand and Eighty Seven Only). The dividend was paid on 25 May 2010 to shareholders who were registered at the close of business on 17 May 2010.

A EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 INTERIM FINANCIAL REPORTING (Cont'd)**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 other than the disposal of 510 ordinary shares of USD 1,000 each in PT Rexit Indonesia ("PT Rexit") by a subsidiary company, Rexit International Sdn. Bhd., representing 51% of the issued and paid-up share capital of PT Rexit for a total cash consideration of Rp 4,535,808,489 (approximately RM1,614,748 at an exchange rate of Rp100 : RM0.0356 as at 17 June 2010). As at 30 June 2010, the disposal is pending approval from the relevant authorities. Therefore, the assets and liabilities of PT Rexit have been presented on the consolidated balance sheet as assets and liabilities of a subsidiary company held for sale.

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

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.

A EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134 INTERIM FINANCIAL REPORTING (Cont'd)

A15 Cash and cash equivalents

	Current Year Quarter 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter 30 Jun 2009 RM'000
Fixed deposits with licensed banks	2,915	5,654
Deposits with fund management corporations	11,105	16,813
Cash and bank balances	2,410	3,184
	16,430	25,651

For the purposes of the consolidated cash flow statement, cash and cash equivalents comprise the following:

	Current Year Quarter 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter 30 Jun 2009 RM'000
Continuing operations	16,430	25,651
Discontinued operations	3,329	-
	19,759	25,651

A16 Assets/(Liabilities) of a Subsidiary Company Classified as Held for Sale

On 17 June 2010, a subsidiary company, Rexit International Sdn. Bhd. entered into a Shares Sale Agreement to dispose of its entire interest in its 51% owned subsidiary company PT Rexit Indonesia ["PT Rexit"], for a sale consideration of Rp 4,535,808,489 (approximately RM1,614,748 at an exchange rate of Rp100 : RM0.0356 as at 17 June 2010).

As at 30 June 2010, the assets and liabilities of PT Rexit have been presented on the consolidated balance sheet as assets and liabilities of a subsidiary company held for sale.

	Carrying amount immediately before reclassification RM'000	Allocation of remeasure- ment RM'000	Carrying amount as at 30 June 2010 RM'000
Assets			
Property, plant and equipment	30	(1)	29
Cash and cash equivalents	3,329	(94)	3,235
	3,359	(95)	3,264
Liabilities			
Other payables and accruals	17	-	17
	17	-	17

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET

B1 Review of performance

For the current quarter ended 30 June 2010, Rexit Group recorded a revenue of RM5.135 million mainly due 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") of RM1.694 million and a profit after tax and minority interests of RM2.030 million.

B2 Variation of results against preceding quarter

	Current Quarter 30 Jun 2010 RM'000	Preceding Quarter 31 Mar 2010 RM'000
Revenue	5,135	4,379
Profit before tax	1,694	1,124

The increase in software sales resulted in a higher PBT of RM1.694 million.

B3 Prospects

Barring any unforeseen circumstances, the Directors of Rexit believe that the Group's prospects for the financial year ending 30 June 2011 remains favourable.

B4 Variation of actual profit from forecast profit

Not applicable as no profit forecast was published.

B5 Taxation

	Current Quarter 30 Jun 2010 RM'000	Cumulative Quarter 30 June 2010 RM'000
Current tax expense:		
Malaysian income tax	1	18
Foreign income tax	44	44
Transfer to deferred taxation	10	10
	<u>55</u>	<u>72</u>
Under/(over) provision in respect of prior years:		
Malaysian income tax	38	38
Deferred taxation	(328)	(328)
	<u>(235)</u>	<u>(218)</u>

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 a 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.

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET (Cont'd)
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.

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 does 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	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To date	Corresponding
	30-Jun-10	Quarter	30-Jun-10	Period
	30-Jun-10	30-Jun-09	30-Jun-10	30-Jun-09
Profit after taxation and minority interests (RM'000)	2,030	2,069	6,400	7,179
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	(567)	-	(2,843)	-
	188,766	189,333	186,490	189,333
Basic earnings per share (sen)	1.08	1.09	3.43	3.79

Diluted earnings per share is not disclosed herein as the options under the Employees' Share Option Scheme have not been granted as at the date of this announcement.



REXIT BERHAD (668114-K)

B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET (Cont'd)

B13 Status of corporate proposals

There were no corporate proposals announced but not yet completed as at 20 August 2010 (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 (now known as ACE 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"). However, in line with the new Listing Requirements which came into effect on 3 August 2009 whereby the Main and Second Boards was merged into a single unified board called the Main Market, and all eligible Second Board companies will be absorbed into the Main Market.

Rexit has achieved the profit track record requirement for listing on the Main Market 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 ("PAT") 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 but as 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 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. However as announced by Rexit on 8 September 2009, SC has vide its letter dated 7 September 2009 approved the extension of time until 6 March 2011 to meet the 12.5% Bumiputera Equity Condition.

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 25 August 2010.

Rexit Berhad
25 August 2010