



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
For The Quarter And Year-to-date Ended 31 March 2012

	Note	Quarter ended		Year-to-date ended	
		31 Mar 2012 RM'000 (Unaudited)	31 Mar 2011 RM'000 (Unaudited)	31 Mar 2012 RM'000 (Unaudited)	31 Mar 2011 RM'000 (Unaudited)
Revenue		3,339	4,129	10,135	11,725
Direct costs		(1,308)	(1,700)	(4,166)	(4,567)
Gross profit		2,031	2,429	5,969	7,158
Other income		171	89	472	388
Administrative expenses		(1,468)	(1,509)	(3,730)	(4,111)
<b>Profit from operations</b>		734	1,009	2,711	3,435
Share of (loss)/profit in associated company		(10)	16	(48)	28
<b>Profit before taxation</b>	B5	724	1,025	2,663	3,463
Taxation	B6	(12)	(5)	(39)	(14)
<b>Profit for the financial period</b>		712	1,020	2,624	3,449
<b>Other comprehensive income/(loss), net of tax:</b>					
Exchange difference arising on the translation of the financial statements of foreign subsidiary companies		(5)	(7)	4	(25)
Net gain on available-for-sale financial assets:					
- Gain/(loss) on fair value changes		(30)	60	(52)	130
- Transfer to profit or loss upon disposal		-	-	52	-
<b>Total comprehensive income for the period</b>		677	1,073	2,628	3,554
<b>Profit for the financial period attributable to:</b>					
Owners of the Company		712	1,020	2,624	3,449
Non-controlling interests		-	-	-	-
		712	1,020	2,624	3,449
<b>Total comprehensive income attributable to :</b>					
Owners of the Company		677	1,073	2,628	3,554
Non-controlling interests		-	-	-	-
		677	1,073	2,628	3,554
<b>Basic earnings per share (sen)</b>	B11	0.38	0.55	1.42	1.86

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2012 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2011.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2012

(The figures have not been audited)

	Note	As at 31 Mar 2012 RM'000 (Unaudited)	As at 30 Jun 2011 RM'000 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		5,148	4,892
Development costs		561	890
Investment in associated company		2,048	2,096
Investment in quoted funds		2,160	3,160
Other investment		45	45
Prepayments		-	8
		<u>9,962</u>	<u>11,091</u>
<b>CURRENT ASSETS</b>			
Trade receivables and other receivables		2,403	1,175
Prepayments		647	980
Tax recoverable		293	294
Cash and cash equivalents	A15	24,807	21,116
		<u>28,150</u>	<u>23,565</u>
<b>TOTAL ASSETS</b>		<u>38,112</u>	<u>34,656</u>
<b>EQUITY AND LIABILITIES</b>			
Share capital		18,933	18,933
Treasury Shares		(2,341)	(2,321)
Exchange fluctuation reserve		(32)	(36)
Fair value reserve		(5)	(4)
Retained profits		17,526	14,902
Equity attributable to owners of the Company		<u>34,081</u>	<u>31,474</u>
<b>Total Equity</b>		<u>34,081</u>	<u>31,474</u>
<b>NON-CURRENT LIABILITIES</b>			
Deferred income		-	11
<b>CURRENT LIABILITIES</b>			
Trade and other payables		285	357
Deferred income		3,744	2,814
Provision for taxation		2	-
		<u>4,031</u>	<u>3,171</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>38,112</u>	<u>34,656</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 31 March 2012 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2011.

Net Assets per share for the current quarter is arrived at based on the Group's Net Assets of RM34,081,000 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 Quarter And Year-to-date Ended 31 March 2012

(The figures have not been audited)

	←-----Attributable to Owners of the Company-----→								Total RM'000
	←-----Non-distributable-----→				←-----Distributable-----→				
	Share Capital RM'000	Reserve of a subsidiary company classified as held for sale RM'000	Foreign Exchange Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	Treasury Shares RM'000	Shareholders' Fund RM'000	Non- Controlling Interest RM'000	
<b>At 1 July 2010 (Audited)</b>	18,933	(64)	(39)	(71)	14,017	(1,729)	31,047	1,638	32,685
Total comprehensive income for the period	-	-	(25)	130	3,449	-	3,554	-	3,554
Disposal of a subsidiary company	-	64	-	-	-	-	64	(1,638)	(1,574)
Treasury Shares	-	-	-	-	-	(569)	(569)	-	(569)
Dividend Paid	-	-	-	-	(3,704)	-	(3,704)	-	(3,704)
<b>At 31 March 2011 (Unaudited)</b>	18,933	-	(64)	59	13,762	(2,298)	30,392	-	30,392
<b>At 1 July 2011 (Audited)</b>	18,933	-	(36)	(4)	14,902	(2,321)	31,474	-	31,474
Total comprehensive income for the year	-	-	4	(1)	2,624	-	2,627	-	2,627
Treasury Shares	-	-	-	-	-	(20)	(20)	-	(20)
<b>At 31 March 2012</b>	18,933	-	(32)	(5)	17,526	(2,341)	34,081	-	34,081

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2012 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2011.

The accompanying notes are an integral part of this statement.



REXIT BERHAD (668114-K)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
For The Quarter And Year-to-date Ended 31 March 2012

	Note	Year-to-date ended	
		31 Mar 2012	31 Mar 2011
		RM'000	RM'000
		(Unaudited)	(Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		2,663	3,463
Adjustments for:			
Amortisation of development costs		329	403
Depreciation		499	607
Interest income		(472)	(388)
(Profit)/loss on disposal of available-for-sale finance asset		(15)	22
Loss on disposal of subsidiary company		-	187
Property, plant and equipment written off		58	-
Share of loss/(profit) in associated company		48	(28)
Operating profit before working capital changes		3,110	4,266
Increase in trade and other receivables		(887)	(805)
Increase/(decrease) in trade and other payables		(83)	(195)
Increase/(decrease) in deferred income		930	15
Cash generated from operations		3,070	3,281
Tax paid		(37)	(15)
Tax refunded		-	1
Net cash from operating activities		3,033	3,267
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received		472	388
Purchase of property, plant and equipment		(813)	(10)
Sales proceed from disposal financial assets		1,015	978
Net cash (used in)/from investing activities		674	1,356
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend Paid		-	(3,704)
Treasury shares		(20)	(569)
Net cash used in financing activities		(20)	(4,273)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		3,687	350
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>		21,116	16,430
Effects of exchange rate changes		4	(25)
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A15	24,807	16,755

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 March 2012 and is to be read in conjunction with the audited financial statements for the financial year ended 30 June 2011.

The accompanying notes are an integral part of this statement.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Quarter And Year-to-date Ended 31 March 2012**

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

**A1 Basis of preparation and changes in accounting policies**

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard ("FRS") No. 134: Interim Financial Reporting, and Paragraph 9.22 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 2011.

**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 Seventh AGM held on 25 November 2011. During the quarter under review, Rexit repurchased a total of 50,000 ordinary shares of its issued share capital from the open market at an average cost of RM0.30 per share. The total consideration paid for the shares bought back, including transaction costs during the current quarter amounted to RM15,109.50 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 31 March 2012, the total number of treasury shares held was 4,268,100 ordinary shares.

**A7 Dividends**

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

In the preceding year corresponding quarter, a tax-exempt interim dividend of 20% per ordinary share of RM0.10 for the financial year ended 30 June 2011, amounting to RM3,703,907 (Ringgit Malaysia: Three Million Seven Hundred Three Thousand Nine Hundred and Seven Only) was paid on 25 March 2011 to shareholders who were registered at the close of business on 10 March 2011.

**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.

**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.

**A15 Cash and cash equivalents**

	Quarter Ended	
	31 Mar 2012	31 Mar 2011
	RM'000	RM'000
Fixed deposits with licensed banks	1,924	2,348
Deposits with fund management corporations	21,620	11,475
Cash and bank balances	1,263	2,932
	<u>24,807</u>	<u>16,755</u>

**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 financial year to-date ended 31 March 2012, Rexit Group recorded a revenue of RM10.135 million mainly from 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 RM2.663 million and a profit after tax and non-controlling interests ("PAT") of RM2.624 million.

**B2 Variation of results against preceding quarter**

	Quarter Ended	
	31 Mar 2012	31 Dec 2011
	RM'000	RM'000
Revenue	3,339	3,476
Profit before tax	724	909

For the current quarter, Rexit recorded a revenue of RM3.339 million which had declined compared with the previous quarter mainly due to the decrease in subscription and transaction fees. PBT and PAT have also declined in line with the decline in revenue.

**B3 Prospects**

Barring any unforeseen circumstances, the Directors of Rexit believe that the Group's prospects for the financial year ending 30 June 2012 remains challenging.

**B4 Variation of actual profit from forecast profit**

Not applicable as no profit forecast was published.

**B5 Profit before taxation**

	Quarter Ended	Year-to-date
	31 Mar 2012	31 Mar 2012
	RM'000	RM'000
Interest income	171	472
Depreciation and amortisation	258	828
Gain/(loss) on foreign exchange:		
- Realised	(15)	4
- Unrealised	(18)	(5)
Property, plant and equipment written off	-	58

The other items as required under Appendix 9B, Part A(16) of the Bursa Listing Requirements are not applicable to the Group.

**B6 Taxation**

	Quarter Ended	Year-to-date
	31 Mar 2012	31 Mar 2012
	RM'000	RM'000
Current tax expense:	12	39

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.

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

**B7 Group's borrowings and debt securities**

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

**B8 Disclosure of Realised and Unrealised Profits / (Losses)**

The following analysis of realised and unrealised retained profits is prepared in accordance with Guidance on Special matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	As at 31 Mar 2012 RM'000	As at 31 Dec 2011 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised gains	16,402	15,645
- Unrealised gains	(5)	19
 Total share of retained profits from associates:		
- Realised gains	548	558
	16,945	16,222
Add: Consolidation adjustments	581	592
Total Group retained profits as per consolidated accounts	17,526	16,814

**B9 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.

**B10 Dividends**

The Board of Directors is declaring a tax exempt interim dividend of 20% per ordinary share of RM0.10 for the financial year ending 30 June 2012. The proposed dividend will be paid on 11 June 2012 to shareholders who are registered at the close of business on 28 May 2012.

**B11 Earnings per share**

	Quarter ended		Year-to-date ended	
	31 Mar 2012	31 Mar 2011	31 Mar 2012	31 Mar 2011
Profit after taxation and non-controlling interests (RM'000)	712	1,020	2,624	3,449
Weighted average number of shares in issue ('000)				
Issued at the beginning of the Treasury Shares	185,115	185,306	185,135	186,490
	(50)	(111)	(70)	(1,295)
	185,065	185,195	185,065	185,195
Basic earnings per share (sen)	0.38	0.55	1.42	1.86

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.



**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD FOR THE ACE MARKET (Cont'd)****B12 Status of corporate proposals**

There were no corporate proposals announced but not yet completed as at 5 May 2012 (the latest practicable date which is not earlier than 7 days from the date of issue of this financial results) save as disclosed below:-

**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.

On 2 March 2011 and 14 April 2011, Rexit had submitted further applications to the SC to seek for an extension of time to meet the Bumiputera Equity Condition and the SC has vide its letter dated 6 September 2011 approved the extension of time up to 5 March 2012 for Rexit to meet the 12.5% Bumiputera equity condition.

On 21 February 2012, Rexit had submitted another application to the SC to seek for an extension of time to meet the Bumiputera Equity Condition and the SC has vide its letter dated 23 March 2012 approved the extension of time up to 4 September 2012 for Rexit to meet the 12.5% Bumiputera equity condition.

**B13 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 11 May 2012.

Rexit Berhad  
11 May 2012