

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Quarter And Year-to-date Ended 30 September 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 MFRS 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 interim financial statements also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board. For the period up to and including the year ended 30 June 2012, the Group prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

These are the Group's interim financial statements for part of the period covered by the Group's first MFRS framework annual financial statements and MFRS 1, Firsttime Adoption of Malaysian Financial Reporting Standards has been applied.

The adoption of the MFRSs and Amendments do not have any material impact on the financial statements of the Group.

A2 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 Eighth AGM held on 23 November 2012. During the quarter under review, Rexit repurchased a total of 422,900 ordinary shares of its issued share capital from the open market at an average cost of RM0.27 per share. The total consideration paid for the shares bought back, including transaction costs during the current quarter amounted to RM114,508.17 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 September 2012, the total number of treasury shares held was 4,791,000 ordinary shares.

A7 Dividends

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

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	
	30 Sep 2012	30 Sep 2011
	RM'000	RM'000
Fixed deposits with licensed banks	1,630	2,382
Deposits with fund management corporations	18,228	18,160
Cash and bank balances	2,378	1,091
	<u>22,236</u>	<u>21,633</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 30 September 2012, Rexit Group recorded a revenue of RM4.016 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 RM1.182 million and a profit after tax and non-controlling interests ("PAT") of RM1.170 million.

B2 Variation of results against preceding quarter

	Quarter Ended	
	30 Sep 2012	30 Jun 2012
	RM'000	RM'000
Revenue	4,016	3,280
Profit before tax	1,182	786

For the current quarter, Rexit recorded a revenue of RM4.016 million which had increased compared with the previous quarter mainly due to the increase in subscription and transaction fees. PBT and PAT have also increase inline with the increase 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 2013 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
	30 Sep 2012	30 Sep 2012
	RM'000	RM'000
Interest income	163	163
Depreciation and amortisation	241	241
Profit on disposal of available-for-sale finance asset	-	-
Gain/(loss) on foreign exchange:		
- Realised	(60)	(60)
- Unrealised	(2)	(2)
Property, plant and equipment written off	-	-

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
	30 Sep 2012	30 Sep 2012
	RM'000	RM'000
Current tax expense:	12	12

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 30 Sep 2012 RM'000	As at 30 Jun 2012 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised gains	11,721	13,800
- Unrealised gains	(2)	4
 Total share of retained profits from associates:		
- Realised gains	(60)	210
	<u>11,659</u>	<u>14,014</u>
Add: Consolidation adjustments	4,119	591
Total Group retained profits as per consolidated accounts	<u><u>15,778</u></u>	<u><u>14,605</u></u>

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

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

B11 Earnings per share

	Quarter ended		Year-to-date ended	
	30 Sep 2012	30 Sep 2011	30 Sep 2012	30 Sep 2011
Profit after taxation and non-controlling interests (RM'000)	1,170	1,016	1,170	1,016
Weighted average number of shares in issue ('000)				
Issued at the beginning of the quarter/year	184,965	185,135	184,965	185,135
Treasury Shares	(423)	(20)	(423)	(20)
	<u>184,542</u>	<u>185,115</u>	<u>184,542</u>	<u>185,115</u>
Basic earnings per share (sen)	<u>0.63</u>	<u>0.55</u>	<u>0.63</u>	<u>0.55</u>

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 17 November 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.

On 26 September 2012, Rexit has announced to Bursa Malaysia Securities Berhad that the Ministry of International Trade and Industry Malaysia had vide its letter dated 25 September 2012 approved the recognition of the bumiputera investors furnished by Rexit. Pursuant thereto, the Company has complied with the 12.5% Bumiputera Equity Condition on 25 September 2012.

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 23 November 2012.