



EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT

FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

(The figures have not been audited)

CONDENSED CONSOLIDATED BALANCE SHEETS

	AS AT END OF CURRENT FINANCIAL QUARTER 31/12/2006	AS AT PRECEDING FINANCIAL YEAR ENDED 31/12/2005
Notes	Unaudited RM'000	Audited RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	5,355	4,372
Goodwill	2,026	2,026
Product development expenditure	4,324	3,372
	<u>11,705</u>	<u>9,770</u>
CURRENT ASSETS		
Inventories	65	76
Trade receivables	7,549	4,792
Other receivables	383	867
Tax recoverable	84	90
Short term investment	1,039	-
Fixed deposit with a licensed bank	2,527	-
Cash and bank balances	68	538
	<u>11,715</u>	<u>6,363</u>
TOTAL ASSETS	<u>23,420</u>	<u>16,133</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	10,440	7,830
Share premium	3,620	-
Retained profit	4,330	3,707
	<u>18,390</u>	<u>11,537</u>
NON-CURRENT LIABILITIES		
Deferred tax liabilities	848	755
Hire purchase creditor	B10 147	9
Term loans	B10 541	551
	<u>1,536</u>	<u>1,315</u>
CURRENT LIABILITIES		
Trade payables	1,066	1,321
Bills payable	B10 1,385	1,028
Other payables and accruals	325	345
Provision for taxation	15	-
Hire purchase creditor	B10 49	15
Term loans	B10 83	153
Bank overdraft	B10 571	419
	<u>3,494</u>	<u>3,281</u>
Total Liabilities	<u>5,030</u>	<u>4,596</u>
TOTAL EQUITY AND LIABILITIES	<u>23,420</u>	<u>16,133</u>
Number of ordinary shares at RM0.10 par each ('000)	104,400	7,830
Net Asset per share (Sen)	17.61	147.34

NOTES:

1. The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to this report.

2. In conjunction with its listing on the MESDAQ Market of Bursa Malaysia Securities Berhad ("Bursa Securities"), Extol MSC Bhd effected a share split of its shares from par value of RM1.00 to RM0.10. For financial year ended 31 December 2005, the issued and paid-up share capital was 7,830,000 ordinary shares of RM1.00 each while for the twelve (12) months period ended 31 December 2006, the issued and paid-up share capital was 104,400,000 ordinary shares of RM0.10 each.



EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT

FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Notes	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT FINANCIAL YEAR	PRECEDING FINANCIAL YEAR CORRESPONDING QUARTER	CURRENT FINANCIAL YEAR TO DATE	PRECEDING FINANCIAL YEAR CORRESPONDING PERIOD
		31/12/2006	31/12/2005	31/12/2006	31/12/2005
		RM'000	RM'000	RM'000	RM'000
REVENUE	A9	4,922	N/A	15,630	5,479
COST OF SALES		(3,427)	N/A	(10,196)	(1,635)
GROSS PROFIT		1,495	N/A	5,434	3,844
OTHER INCOME		24	N/A	113	160
INTEREST INCOME		33	N/A	121	-
OPERATING EXPENSES		(1,201)	N/A	(3,929)	(1,168)
PROFIT FROM OPERATIONS		351	N/A	1,739	2,836
INTEREST EXPENSE		(59)	N/A	(168)	(10)
PROFIT BEFORE TAXATION		292	N/A	1,571	2,826
TAXATION	B5	(42)	N/A	(113)	(6)
PROFIT AFTER TAXATION		250	N/A	1,458	2,820
Less : MINORITY INTERESTS		-		-	-
NET PROFIT FOR THE YEAR		250	N/A	1,458	2,820
Earnings Per Ordinary Share					
- Basic (sen)	B13a	0.24	N/A	1.48	191.04
- Diluted (sen)	B13b	N/A	N/A	N/A	N/A

NOTES:

1. The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to this report.

2. Extol MSC Bhd was listed on MESDAQ Market of Bursa Securities on 20 March 2006 and the Group was formed on 19 December 2005. As such, there are no comparative figures presented for the preceding year's corresponding quarter ended 31 December 2005.



EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT

FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Share Premium RM'000	Distributable Retained Profits RM'000	Total RM'000
12 months ended 31 December 2005				
As at 1st January 2005	1,260	-	887	2,147
Issuance of shares	6,570	-	-	6,570
Profit after taxation	-	-	2,820	2,820
As at 31st December 2005	7,830	-	3,707	11,537
12 months ended 31 December 2006				
As at 1st January 2006	7,830	-	3,707	11,537
Issuance of shares	2,610	5,220	-	7,830
Listing Expenses	-	(1,600)	-	(1,600)
Profit after taxation	-	-	1,458	1,458
Interim dividend for the financial year ending 31 December 2006 (Tax exempt)*	-	-	(835)	(835)
As at 31st December 2006	10,440	3,620	4,330	18,390

NOTES:

1. The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to this report.

* Tax exempt interim dividend for the financial year ending 31 December 2006 of 8% was paid on 19 July 2006.



EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT

FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2006

(The figures have not been audited)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	01/01/2006 to 31/12/2006	Corresponding period 01/01/2005 to 31/12/2005
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,571	2,826
Adjustments for:		
Amortisation of product development cost	379	52
Depreciation of property, plant equipment	735	35
Interest income	(121)	-
Interest expenses	168	10
Operating profit before working capital changes	2,732	2,923
Increase/(Decrease) in working capital		
Inventories	11	13
Trade receivables	(2,757)	(426)
Other receivables	484	-
Trade payables	(256)	(646)
Bills payable	357	-
Other payables	(20)	-
Amount owing to a director	-	-
	(2,181)	(1,059)
Cash generated from operations	551	1,864
Bank overdraft interest paid	(25)	(5)
Bill payable interest paid	(95)	(4)
Net cash generated from operating activities	431	1,855
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,517)	(129)
Research and development expenditure	(1,330)	(1,104)
Interest income	121	-
Acquisition of subsidiaries, net of cash acquired	-	(7,068)
Net cash used in investing activities	(2,726)	(8,301)
CASH FLOWS FROM FINANCING ACTIVITIES		
Draw down of term loan	71	-
Proceeds from issuance of shares	7,830	6,570
Listing Expenses	(1,600)	-
Repayment of term loans	(151)	(7)
Term loan interest paid	(44)	(1)
Hire Purchase interest paid	(4)	-
Repayment to Hire Purchase creditor	(28)	-
Payment of interim dividend	(835)	-
Net cash generated from financing activities	5,239	6,562
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,944	116
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	119	3
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	3,063	119
Cash and cash equivalents comprise :		
Short term investment	1,039	-
Fixed deposit with a licensed bank	2,527	-
Cash and bank balances	68	538
Overdraft	(571)	(419)
	3,063	119

NOTES:

1. The Unaudited Condensed Consolidated Cashflow Statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2005 and the accompanying explanatory notes attached to this report.