

EXTOL MSC BERHAD (643683-U)**(Incorporated in Malaysia)****QUARTERLY REPORT**

FOR THE FIRST QUARTER OF THE FINANCIAL YEAR ENDING 30 SEPTEMBER 2010

(The figures have not been audited)

CONDENSED CONSOLIDATED BALANCE SHEETS

	AS AT END OF CURRENT FINANCIAL QUARTER 31/12/2009 Unaudited RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 30/09/2009 Audited RM'000
Notes		
NON-CURRENT ASSETS		
Property, plant and equipment	3,914	4,105
Prepaid lease assets	774	864
Goodwill	3,510	3,510
Product development expenditure	5,026	5,033
	13,224	13,512
CURRENT ASSETS		
Inventories	244	243
Trade receivables	5,215	6,702
Other receivables	240	299
Tax recoverable	-	80
Short term investment	4	4
Fixed deposit with a licensed bank	1,547	1,540
Cash and bank balances	1,032	1,400
	8,282	10,268
TOTAL ASSETS	21,506	23,780
EQUITY AND LIABILITIES		
Capital and Reserves		
Share Capital	10,440	10,440
Share Premium	3,620	3,620
Retained Profit	2,836	3,779
Equity attributable to equity holders of the company	16,896	17,839
Minority Interest	35	31
Total equity	16,931	17,870
NON-CURRENT LIABILITIES		
Deferred tax liabilities	636	626
Hire purchase creditor	27	37
Term loans	121	142
Lease creditor	413	503
	1,197	1,308
CURRENT LIABILITIES		
Trade payables	1,402	1,231
Bills payable	786	1,654
Other payables and accruals	129	508
Hire purchase creditor	40	40
Term loans	73	72
Lease creditor	361	361
Bank overdraft	587	736
	3,378	4,602
Total Liabilities	4,575	5,910
TOTAL EQUITY AND LIABILITIES	21,506	23,780
Number of ordinary shares at RM0.10 par each ('000)	104,400	104,400
Net Asset per share (Sen)	16.18	17.09

NOTES:

The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the audited financial statements for the financial year ended 30 September 2009 and the accompanying explanatory notes attached to this report.

EXTOL MSC BERHAD (643683-U)**(Incorporated in Malaysia)****QUARTERLY REPORT**

FOR THE FIRST QUARTER OF THE FINANCIAL YEAR ENDING 30 SEPTEMBER 2010

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Notes	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT FINANCIAL YEAR QUARTER 31/12/2009 RM'000	PRECEDING FINANCIAL YEAR CORRESPONDING QUARTER 31/12/2008 RM'000	CURRENT FINANCIAL YEAR TO DATE 31/12/2009 RM'000	PRECEDING FINANCIAL YEAR CORRESPONDING PERIOD 31/12/2008 RM'000
REVENUE	A9	2,070	4,480	2,070	4,480
COST OF SALES		(1,279)	(3,850)	(1,279)	(3,850)
GROSS PROFIT		791	630	791	630
OTHER INCOME		46	29	46	29
INTEREST INCOME		7	27	7	27
OPERATING EXPENSES		(1,734)	(2,083)	(1,734)	(2,083)
LOSS FROM OPERATIONS		(890)	(1,397)	(890)	(1,397)
INTEREST EXPENSE		(33)	(73)	(33)	(73)
LOSS BEFORE TAXATION		(923)	(1,470)	(923)	(1,470)
TAXATION	B5	(16)	58	(16)	58
LOSS AFTER TAXATION		(939)	(1,412)	(939)	(1,412)
ATTRIBUTABLE TO:					
- EQUITY HOLDERS OF THE COMPANY		(943)	(1,381)	(943)	(1,381)
- MINORITY INTERESTS		4	(31)	4	(31)
NET LOSS FOR THE PERIOD		(939)	(1,412)	(939)	(1,412)
Earnings Per Ordinary Share					
- Basic (sen)	B13a	(0.90)	(1.32)	(0.90)	(1.32)
- 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 30 September 2009 and the accompanying explanatory notes attached to this report.

EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT

FOR THE FIRST QUARTER OF THE FINANCIAL YEAR ENDING 30 SEPTEMBER 2010

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<----- Attributable to equity holder of the parent ----->					
	Distributable					
	Share Capital	Share Premium	Retained Profits	Total	Minority Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months ended 31 December 2009						
As at 1st October 2009	10,440	3,620	3,779	17,839	31	17,870
Loss after taxation	-	-	(943)	(943)	4	(939)
As at 31st December 2009	10,440	3,620	2,836	16,896	35	16,931
3 months ended 31 December 2008						
As at 1st October 2008	10,440	3,620	4,978	19,038	151	19,189
Loss after taxation	-	-	(1,381)	(1,381)	(31)	(1,412)
As at 31st December 2008	10,440	3,620	3,597	17,657	120	17,777

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 30 September 2009 and the accompanying explanatory notes attached to this report.

EXTOL MSC BERHAD (643683-U)**(Incorporated in Malaysia)****QUARTERLY REPORT**

FOR THE FIRST QUARTER OF THE FINANCIAL YEAR ENDING 30 SEPTEMBER 2010

(The figures have not been audited)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	01/10/2009 to 31/12/2009	Corresponding period 01/10/2008 to 31/12/2008
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(923)	(1,470)
Adjustments for:		
Amortisation of prepaid lease assets	90	90
Amortisation of product development cost	154	154
Depreciation of property, plant and equipment	208	258
Interest income	(7)	(27)
Interest expenses	33	73
Operating loss before working capital changes	(445)	(922)
Changes in working capital		
Increase inventories	(1)	-
Decrease/(Increase) in trade receivables	1,487	(3,073)
Decrease in other receivables	48	199
Increase in trade payables	169	676
(Decrease)/Increase in bills payable	(868)	2,637
(Decrease)/Increase in other payables	(377)	31
	458	470
Cash generated from/(used in) operations	13	(452)
Bank overdraft interest paid	(4)	-
Taxation refunded	84	-
Bill payable interest paid	(10)	(48)
Net cash generated from/(used in) operating activities	83	(500)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(17)	(779)
Research and development expenditure	(147)	(129)
Interest income	7	27
Net cash used in investing activities	(157)	(881)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of term loans	(19)	(22)
Term loan interest paid	(2)	(9)
Repayment to hire purchase creditor	(10)	(10)
Hire purchase interest paid	(1)	(1)
Repayment to lease creditor	(90)	(90)
Leasing interest paid	(16)	(15)
Net cash used in financing activities	(138)	(147)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(212)	(1,528)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	2,208	4,626
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	1,996	3,098
Cash and cash equivalents comprise :		
Short term investment	4	983
Fixed deposit with licensed bank	1,547	1,515
Cash and bank balances	1,032	600
Bank overdraft	(587)	-
	1,996	3,098

NOTES:

1.) The Unaudited Condensed Consolidated Cashflow Statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2009 and the accompanying explanatory notes attached to this report.