EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Non-CURRENT ASSETS		Notes	AS AT 31 MAR 2012 (Unaudited) RM'000	AS AT 30 SEP 2011 (Audited) RM'000
Pepaid lease assets	NON-CURRENT ASSETS			
Second S	Property, plant and equipment		2,786	3,106
Product development expenditure 4,115 4,299 CURRENT ASSETS 1,0488 1,088 Inventories 466 503 Trade receivables 2,843 1,321 Other receivables 345 272 Fixed deposit with a licensed bank 82 830 Cash and bank balances 3,540 4,074 TOTAL ASSETS 8,036 7,000 TOTAL ASSETS 11,484 10,440 EQUITY AND LIABILITIES 8 3,620 Share capital 11,484 10,440 Share permium 4,088 3,620 Retained camings 460 1,432 Equity attributable to owners of the parent 16,032 15,492 Non-controlling interests 5 5 Non-controlling interests 9 16 Deferred tax liabilities 332 365 Hire purchase creditor 88 9 16 Equity attributable to expect creditor 88 9 16 Bills payable 8	Prepaid lease assets		46	142
10,488			3,541	3,541
CURRENT ASSETS	Product development expenditure			4,299
Inventories			10,488	11,088
Inventories	CURRENT ASSETS			
Trade receivables 2,843 1,321 Other receivables 345 272 Fixed deposit with a licensed bank 8,36 7,000 Cash and bank balances 8,036 7,000 TOTAL ASSETS 18,524 18,088 EQUITY AND LIABILITIES State capital 11,484 10,440 Share capital 11,484 10,440 14,322 Share capital 4,088 3,620 14,322 Retained earnings 460 1,432 15,492 Non-controlling interests 5 -			466	503
Other receivables 345 272 Fixed deposit with a licensed bank 842 830 Cash and bank balances 8.036 7.000 TOTAL ASSETS 18,524 18,088 EQUITY AND LIABILITIES 8 8 Capital and Reserves 8 3,620 Share capital 11,484 10,440 Share premium 4,088 3,620 Retained earnings 460 1,432 Equity attributable to owners of the parent 16,032 15,492 Non-controlling interests - - Non-courage in the parent of				
Cash and bank balances				· ·
Cash and bank balances 3.540 4.074 R.030 7.000 R.524 18.088 R.524 19.040 Share aprial 11.484 10.440 Share premium 4.088 3.620 Retained earnings 460 1.432 R.524 16.032 15.492 Non-controlling interests Total equity attributable to owners of the parent 16.032 15.492 NON-CURRENT LIABILITIES	Fixed deposit with a licensed bank		842	830
TOTAL ASSETS 18,524 18,088 10,440 10,4	_		3,540	4,074
EQUITY AND LIABILITIES			8,036	7,000
Capital and Reserves	TOTAL ASSETS		18,524	18,088
Share premium 4,088 3,620 Retained earnings 460 1,432 Equity attributable to owners of the parent 16,032 15,492 Non-controlling interests 16,032 15,492 Total equity 16,032 15,492 NON-CURRENT LIABILITIES Deferred tax liabilities 88 9 16 Hire purchase creditor B8 9 16 CURRENT LIABILITIES Trade payables B8 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation B8 15 15 Hire purchase creditor B8 15 15 Term loans B8 15 15 Lease creditor B8 33 161 Lease creditor B8 33 161 Lease creditor B8 53 161 Lease creditor B8 53 161	Capital and Reserves		11 484	10.440
Retained earnings 460 1,432 Equity attributable to owners of the parent 16,032 15,492 Non-controlling interests - - - Total equity 16,032 15,492 NON-CURRENT LIABILITIES Deferred tax liabilities 332 365 Hire purchase creditor B8 9 16 CURRENT LIABILITIES Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 15 15 Lease creditor B8 21 6 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 114,840 104,400				
Equity attributable to owners of the parent 16,032 15,492 Non-controlling interests - - Total equity 16,032 15,492 NON-CURRENT LIABILITIES Deferred tax liabilities 332 365 Hire purchase creditor B8 9 16 CURRENT LIABILITIES Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,151 2,215 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400				
Non-controlling interests - <td></td> <td></td> <td></td> <td></td>				
Total equity 15,492 NON-CURRENT LIABILITIES Deferred tax liabilities 332 365 Hire purchase creditor B8 9 16 CURRENT LIABILITIES Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400			10,032	15,472
Deferred tax liabilities			16,032	15,492
Deferred tax liabilities	NON CUIDDENT LIADULTUES			
Hire purchase creditor B8 9 16 341 381 CURRENT LIABILITIES Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400			332	365
CURRENT LIABILITIES Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400		RS		
Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400	Time purchase election	Do		
Trade payables 1,827 1,273 Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400	CLIDDENIE I IA DIVINIG			
Bills payable B8 - 459 Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088			1 927	1 272
Other payables and accruals 212 232 Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400	1 2	DΩ	1,027	· · · · · · · · · · · · · · · · · · ·
Provision for taxation 23 14 Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,151 2,215 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400		Во	212	
Hire purchase creditor B8 15 15 Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,151 2,215 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400				
Term loans B8 21 61 Lease creditor B8 53 161 Total Liabilities 2,151 2,215 TOTAL EQUITY AND LIABILITIES 2,492 2,596 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400		B8		
Lease creditor B8 53 161 2,151 2,215 Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400	•			
Total Liabilities 2,151 2,215 TOTAL EQUITY AND LIABILITIES 2,492 2,596 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400				
Total Liabilities 2,492 2,596 TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400		~		
TOTAL EQUITY AND LIABILITIES 18,524 18,088 Number of ordinary shares at RM0.10 par each ('000) 114,840 104,400	Total Liabilities			
	Number of ordinary shares at RM0.10 par each ('000)		114,840	104,400
			13.96	14.84

NOTES:

^{1.)} The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to this report.

EXTOL MSC BERHAD (643683-U) (Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Revenue Ago (Martina) (Linearin Handle) CURRENT YEAR QUARTER (QUARTER SUAKER) CURRENT YEAR TO AGE (CORRESPONDING QUARTER SUAKER) CORTION CORRESPONDING QUARTER SUAKER S			INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
Revenue A9 2,643 1,364 4,788 3,138 Cost of sales (1,508) (507) (2,526) (1,271) Gross profit 1,135 857 2,262 1,867 Other income 24 29 53 263 Interest income 24 17 45 38 Depreciation and amortisation (347) (444) (745) (887) Foreign exchange gain (floss) (33) (6) (52) (5 Other operations (1,287) (1,299) (2,542) (2,450) Loss from operations (484) (786) (979) (1,180) Interest expenses (6) (20) (16) (46) Loss berfore taxation (490) (806) (995) (1,226) Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,150) Other comprehensive income 8 - 8		Notes	QUARTER 31 MAR 2012	CORRESPONDING QUARTER	TO DATE 31 MAR 2012	CORRESPONDING PERIOD
Cost of sales (1,508) (507) (2,526) (1,721) Gross profit 1,135 887 2,262 1,867 Other income 24 29 53 263 Interest income 24 17 45 887 Poregication and amortisation (347) (444) (745) (887) Foreign exchange gain/(loss) (33) (6) (52) (5) Other operations expenses (1,237) (1,239) (2,542) (2,456) Loss from operations (484) (780 (979) (1,180) Interest expenses (6) 200 (16) (460) Loss berfore taxation (490) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive loss for the period (530) (704) (972) (1,167) Non-controlling interest 0 0 0 0 0 Owners of the parent (530) (704) (972)			RM'000	RM'000	RM'000	RM'000
Cross profit 1,135	Revenue	A9	2,643	1,364	4,788	3,138
Other income 24 29 53 263 Interest income 24 17 45 38 Depreciation and amortisation (347) (444) (745) (887) Foreign exchange gain/(loss) (33) (6) (52) (5) Other operating expenses (1,287) (1,239) (2,542) (2,456) Loss from operations (484) (786) (979) (1,180) Interest expenses (6) (20) (16) (46) Loss berfore taxation (490) (806) (995) (1,226) Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,167) - Owners of the parent (530) (712) (972) (1,167) - Owners of the parent (530) (704) (9	Cost of sales	_	(1,508)	(507)	(2,526)	(1,271)
Depreciation and amortisation	Gross profit		1,135	857	2,262	1,867
Depreciation and amortisation (347)	Other income		24	29	53	263
Comparison Com	Interest income		24	17	45	38
Comparison Com	Depreciation and amortisation		(347)	(444)	(745)	(887)
Loss from operations (484) (786) (979) (1,180) Interest expenses (6) (20) (16) (46) Loss berfore taxation (490) (806) (995) (1,226) Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,159) Profit attributable to: (530) (712) (972) (1,167) Non-controlling interest (530) (712) (972) (1,167) Total comprehensive income attributable to: (530) (712) (972) (1,167) Total comprehensive income attributable to: (530) (704) (972) (1,159) Non-controlling interest (704) (972) (1,159) Non-contro						
Interest expenses (6) (20) (16) (46) (46) Loss berfore taxation (490) (806) (995) (1,226) Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,167) Profit attributable to:	Other operating expenses	_	(1,287)	(1,239)	(2,542)	(2,456)
Loss berfore taxation (490) (806) (995) (1,226) Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,159) Profit attributable to:	Loss from operations		(484)	(786)	(979)	(1,180)
Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,159) Profit attributable to:	Interest expenses		(6)	(20)	(16)	(46)
Taxation B5 (40) 94 23 59 Loss after taxation (530) (712) (972) (1,167) Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,159) Profit attributable to:		_				
Context	Loss berfore taxation		(490)	(806)	(995)	(1,226)
Other comprehensive income - 8 - 8 Total comprehensive loss for the period (530) (704) (972) (1,159) Profit attributable to:	Taxation	В5	(40)	94	23	59
Profit attributable to:	Loss after taxation	-	(530)	(712)	(972)	(1,167)
Profit attributable to: - Owners of the parent (530) (712) (972) (1,167) - Non-controlling interest 0 0 0 0 Total comprehensive income attributable to: - Owners of the parent (530) (704) (972) (1,159) - Non-controlling interest 0 0 0 0 0 (530) (704) (972) (1,159) (1,159) (1,159) (1,159)	Other comprehensive income		-	8	-	8
- Owners of the parent (530) (712) (972) (1,167) - Non-controlling interest 0 0 0 0 0 (530) (712) (972) (1,167) Total comprehensive income attributable to: - Owners of the parent (530) (704) (972) (1,159) - Non-controlling interest 0 0 0 0 0 0 (530) (704) (972) (1,159)	Total comprehensive loss for the period	=	(530)	(704)	(972)	(1,159)
- Owners of the parent (530) (712) (972) (1,167) - Non-controlling interest 0 0 0 0 0 (530) (712) (972) (1,167) Total comprehensive income attributable to: - Owners of the parent (530) (704) (972) (1,159) - Non-controlling interest 0 0 0 0 0 0 (530) (704) (972) (1,159)						
- Non-controlling interest 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0			(520)	(712)	(072)	(1.167)
Comprehensive income attributable to:	•					
- Owners of the parent (530) (704) (972) (1,159) - Non-controlling interest 0 0 0 0 0 (530) (704) (972) (1,159)	Ton contoning merest	_				
- Owners of the parent (530) (704) (972) (1,159) - Non-controlling interest 0 0 0 0 0 (530) (704) (972) (1,159)	T . 1					
- Non-controlling interest 0 0 0 0 0 0 0 (530) (704) (972) (1,159)			(530)	(704)	(972)	(1.159)
(530) (704) (972) (1,159)	=					
Earnings Per Ordinary Share		=	(530)	(704)	(972)	(1,159)
	Earnings Per Ordinary Share					
- Basic (sen) B10a (0.46) (0.68) (0.85) (1.12) - Diluted (sen) B10b N/A N/A N/A N/A						

NOTES:

^{1.)} The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to this report.

^{2.)} There is no income/expense in relation to other income including investment income, provision for and written-off of receivables, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, gain or loss on derivatives and exceptional items.

EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

<-----> Attributable to equity holder of the parent -----> Distributable Share Share Retained Total Non-controlling **Total Equity** Capital Premium Earnings Interests RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 Six (6) months ended 31 March 2012 As at 1 October 2011 10,440 3,620 1,432 15,492 15,492 Issue of share capital 1,044 468 1,512 1,512 (972)Total comprehensive income/(loss) for the period (972)(972)As at 31 March 2012 11,484 4,088 460 16,032 16,032 _ Six (6) months ended 31 March 2011 16,123 16,156 As at 1 October 2010 10,440 3,620 2,063 33 Total comprehensive income/(loss) for the period (1,159)(1,159)(8)(1,167)Acquisition of non-controlling interests (25)(25)

3,620

904

14,964

14,964

NOTES:

As at 31 March 2011

10,440

^{1.)} The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to this report.

EXTOL MSC BERHAD (643683-U)

(Incorporated in Malaysia)

QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW	01/10/2011 to 31/03/2012 RM'000	Corresponding period 01/10/2010 to 31/03/2011 RM'000
CACH ELONG EDOM ODED ATTING A CENTERES		
CASH FLOWS FROM OPERATING ACTIVITIES	(005)	(1.226)
Loss before taxation	(995)	(1,226)
Adjustments for:	97	180
Amortisation of prepaid lease assets Amortisation of product development expenditure	308	308
Depreciation of product development expenditure Depreciation of property, plant and equipment	340	399
Interest income	(45)	(38)
Interest expenses	16	46
Operating loss before working capital changes	(279)	(331)
Changes in working capital		
Decrease/(Increase) in inventories	38	(30)
(Increase)/Decrease in trade receivables	(1,522)	593
(Increase)/Decrease in other receivables	(72)	12
Increase/(Decrease) in trade payables	554	(164)
Decrease in bills payable	(459)	(790)
Decrease in other payables	(20)	(89)
	(1,481)	(468)
Cash used in operations	(1,760)	(799)
Taxation refunded	-	5
Bills payable interest paid	(8)	(9)
Net cash used in operating activities	(1,768)	(803)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(21)	(280)
Research and development expenditure	(125)	(14)
Interest income	45	38
Acquisition of subsidiaries companies	-	(64)
Net cash used in investing activities	(101)	(320)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	1,512	-
Repayment of term loans	(41)	(38)
Term loan interest paid	(2)	(4)
Repayment to hire purchase creditors	(8)	(27)
Hire purchase interest paid	(1)	(4)
Repayment to lease creditor	(108)	(182)
Leasing interest paid	(5)	(29)
Net cash generated from/(used in) financing activities	1,347	(284)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(522)	(1,407)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	4,904	4,131
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	4,382	2,724
Cook and each agriculants agrees:		
Cash and cash equivalents comprise:	942	010
Fixed deposit with licensed bank Cash and bank balances	842	818
Cash and dank dalances	3,540	1,906
	4,382	2,724

NOTES:

^{1.)} The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to this report.