

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

	Notes	AS AT 31 MAR 2012 (Unaudited) RM'000	AS AT 30 SEP 2011 (Audited) RM'000
NON-CURRENT ASSETS			
Property, plant and equipment		2,786	3,106
Prepaid lease assets		46	142
Goodwill		3,541	3,541
Product development expenditure		4,115	4,299
		<u>10,488</u>	<u>11,088</u>
CURRENT ASSETS			
Inventories		466	503
Trade receivables		2,843	1,321
Other receivables		345	272
Fixed deposit with a licensed bank		842	830
Cash and bank balances		3,540	4,074
		<u>8,036</u>	<u>7,000</u>
TOTAL ASSETS		<u><u>18,524</u></u>	<u><u>18,088</u></u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Share capital		11,484	10,440
Share premium		4,088	3,620
Retained earnings		460	1,432
Equity attributable to owners of the parent		<u>16,032</u>	<u>15,492</u>
Non-controlling interests		-	-
Total equity		<u>16,032</u>	<u>15,492</u>
NON-CURRENT LIABILITIES			
Deferred tax liabilities		332	365
Hire purchase creditor	B8	9	16
		<u>341</u>	<u>381</u>
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
		<u>2,151</u>	<u>2,215</u>
Total Liabilities		<u>2,492</u>	<u>2,596</u>
TOTAL EQUITY AND LIABILITIES		<u><u>18,524</u></u>	<u><u>18,088</u></u>
Number of ordinary shares at RM0.10 par each ('000)		114,840	104,400
Net Asset per share (Sen)		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.

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QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012
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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31 MAR 2012	31 MAR 2011	31 MAR 2012	31 MAR 2011
		RM'000	RM'000	RM'000	RM'000
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/(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 before 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:					
- Owners of the parent		(530)	(712)	(972)	(1,167)
- Non-controlling interest		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
		(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.

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(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 Earnings	Total	Non-controlling Interests	Total Equity
	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
Total comprehensive income/(loss) for the period	-	-	(972)	(972)	-	(972)
As at 31 March 2012	<u>11,484</u>	<u>4,088</u>	<u>460</u>	<u>16,032</u>	<u>-</u>	<u>16,032</u>
Six (6) months ended 31 March 2011						
As at 1 October 2010	10,440	3,620	2,063	16,123	33	16,156
Total comprehensive income/(loss) for the period	-	-	(1,159)	(1,159)	(8)	(1,167)
Acquisition of non-controlling interests	-	-	-	-	(25)	(25)
As at 31 March 2011	<u>10,440</u>	<u>3,620</u>	<u>904</u>	<u>14,964</u>	<u>-</u>	<u>14,964</u>

NOTES:

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)
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QUARTERLY REPORT FOR THE SECOND QUARTER ENDED 31 MARCH 2012
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	01/10/2011 to 31/03/2012	Corresponding period 01/10/2010 to 31/03/2011
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(995)	(1,226)
Adjustments for:		
Amortisation of prepaid lease assets	97	180
Amortisation of product development expenditure	308	308
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
Cash and cash equivalents comprise :		
Fixed deposit with licensed bank	842	818
Cash and bank balances	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.*