

EXTOL MSC BERHADCompany No. 643683-U
(Incorporated In Malaysia)**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 JUNE 2014**

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>		
	Notes	Current Year Quarter 30 June 2014	Preceding Year Corresponding Quarter 30 June 2013	Current Year To Date 30 June 2014	Preceding Year Corresponding Period 30 June 2013
		RM'000	RM'000	RM'000	RM'000
Revenue		1,289	2,972	8,652	11,035
Cost of sales		(1,780)	(1,468)	(7,801)	(6,904)
Gross (loss)/profit		(491)	1,504	851	4,131
Other income		4	45	83	148
Interest income		17	30	64	100
Depreciation and amortisation		(237)	(353)	(780)	(1,088)
Gain/(Loss) in foreign exchange		8	37	(16)	9
Other operating expenses		(7,609)	(1,204)	(10,030)	(3,999)
(Loss)/Profit from operations		(8,308)	59	(9,828)	(699)
Interest expenses		-	(3)	-	(15)
(Loss)/Profit before taxation		(8,308)	56	(9,828)	(714)
Taxation		-	7	-	34
(Loss)/Profit after taxation		(8,308)	63	(9,828)	(680)
Other comprehensive income		-	-	-	-
Total comprehensive (loss)/income for the period		(8,308)	63	(9,828)	(680)
(Loss)/Profit after taxation attributable to:					
Owners of the parent		(8,308)	63	(9,828)	(680)
Non-controlling interests		-	-	-	-
		(8,308)	63	(9,828)	(680)
Total comprehensive (loss)/income attributable to:					
Owners of the parent		(8,308)	63	(9,828)	(680)
Non-controlling interests		-	-	-	-
		(8,308)	63	(9,828)	(680)
Earnings Per Ordinary Share					
Basic (sen)		(5.98)	0.05	(7.78)	(0.54)
Diluted (sen)		(5.98)	N/A*	(7.36)	N/A*

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 2013 and the accompanying explanatory notes attached in this interim financial statements

*Not applicable when the diluted EPS is not presented as there were no potential dilutive ordinary share outstanding.

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Company No. 643683-U
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QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 JUNE 2014

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As At 30 June 2014 (Unaudited) RM'000	As At 30 September 2013 (Audited) RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	76	591
Investment properties	1,348	1,379
Goodwill	-	3,541
Product development expenditure	-	2,863
	1,424	8,374
CURRENT ASSETS		
Inventories	529	1,107
Trade receivables	2,442	2,795
Other receivables	674	755
Fixed deposits with a licensed bank	981	981
Cash and bank balances	4,634	5,308
	9,260	10,946
TOTAL ASSETS	10,684	19,320
EQUITY AND LIABILITIES		
Capital and Reserves		
Share capital	13,896	12,632
Share premium	4,082	4,168
Retained (loss) / earnings	(9,680)	148
Equity attributable to owners of the parent	8,298	16,948
Non-controlling interest	-	-
Total Equity	8,298	16,948
NON-CURRENT LIABILITIES		
Borrowings	500	500
Deferred tax liabilities	113	113
	613	613
CURRENT LIABILITIES		
Trade payables	681	867
Other payables and accruals	589	306
Provision for taxation	3	86
Borrowings	500	500
	1,773	1,759
Total Liabilities	2,386	2,372
TOTAL EQUITY AND LIABILITIES	10,684	19,320
Weighted average number of ordinary shares at RM0.10 par each ('000)	133,496	126,320
Net Asset per share (sen)	6.22	13.42

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 2013 and the accompanying explanatory notes attached in this interim financial statements.

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(Incorporated In Malaysia)**QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 JUNE 2014**

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	01 October 2013 to 30 June 2014	Corresponding period 01 October 2012 to 30 June 2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(9,828)	(714)
Adjustments for:-		
Amortisation of investment properties	31	-
Amortisation of product development expenditure	574	634
Written off of product development expenditure	2,525	-
Depreciation of property, plant and equipment	175	454
Written off of property, plant and equipment	372	-
Gain of disposal of property, plant and equipment	-	(10)
Impairment of goodwill	3,541	-
Bad debts written off	206	-
Inventories written off	134	-
Rental income	(67)	(87)
Interest income	(64)	(100)
Interest expenses	-	15
Operating (loss)/profit before working capital changes	(2,401)	192
Changes in working capital		
Decrease /(Increase) in inventories	444	(737)
Decrease in trade receivables	352	247
Increase in others receivables	(126)	(419)
Decrease in trade payables	(183)	(457)
Increase in bills payables	-	62
Increase/(Decrease) in other payables	283	(219)
	770	(1,523)
Cash used in operations	(1,631)	(1,331)
Taxation paid	(83)	(218)
Bills payable interest paid	-	(14)
Net cash used in operating activities	(1,714)	(1,563)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposal of property, plant and equipment	-	10
Purchase of property, plant & equipment	(33)	(67)
Product development expenditure	(236)	-
Rental income	67	87
Interest income	64	100
Placement of fixed deposits	-	(120)
Net cash (used in)/generated from investing activities	(138)	10
CASH FLOWS FOR FINANCING ACTIVITIES		
Proceed from share capital	1,264	-
Share issuance for listing expenses	(86)	-
Repayment to hire purchase creditor	-	(11)
Hire purchase interest paid	-	(1)
Net cash generated from/(used in) financing activities	1,178	(12)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(674)	(1,565)
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	5,308	6,771
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	4,634	5,206
Cash and cash equivalents comprise:		
Fixed deposits with licensed bank	981	974
Cash and bank balances	4,634	5,206
	5,615	6,180
Fixed deposits pledged	(981)	(974)
	4,634	5,206

The unaudited Condensed Consolidated of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying explanatory notes attached in this interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<----- Attributable to owners of the Parent ----->					
	<--- Non-Distributable --->	< Distributable >				
	Share Capital	Share Premium	Retained (Loss) / Earnings	Total	Non-controlling Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Nine (9) months ended 30 June 2014						
As at 1 October 2013	12,632	4,168	148	16,948	-	16,948
Issue of share capital	1,264	(86)	-	1,178	-	1,178
Total comprehensive loss for the period	-	-	(9,828)	(9,828)	-	(9,828)
As at 30 June 2014	<u>13,896</u>	<u>4,082</u>	<u>(9,680)</u>	<u>8,298</u>	<u>-</u>	<u>8,298</u>
Nine (9) months ended 30 June 2013						
As at 1 October 2012	12,632	4,168	1,504	18,304	-	18,304
Issue of share capital	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(680)	(680)	-	(680)
Balance as at 30 June 2013	<u>12,632</u>	<u>4,168</u>	<u>824</u>	<u>17,624</u>	<u>-</u>	<u>17,624</u>

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 2013 and the accompanying explanatory notes attached in this interim financial statements.