

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2007**

	<b>Unaudited As At End of Current Quarter Ended 30.06.2007 RM'000</b>	<b>Audited As At End of Preceding Financial Year Ended 31.12.2006 RM'000</b>
<b>Non-current assets</b>		
Equipment	1,152	899
Software development costs	16,578	15,216
Deferred tax assets	49	50
Goodwill on consolidation	802	802
	18,581	16,967
<b>Current assets</b>		
Trade receivables	10,806	10,180
Other receivables, deposits and prepayments	5,165	4,059
Tax recoverable	30	11
Short term investments	6,611	9,776
Cash and bank balances	3,013	1,714
	25,625	25,740
<b>TOTAL ASSETS</b>	<b>44,206</b>	<b>42,707</b>

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2007 (CONT'D)**

	<b>Unaudited As At End of Current Quarter Ended 30.06.2007 RM'000</b>	<b>Audited As At End of Preceding Financial Year Ended 31.12.2006 RM'000</b>
Share capital	21,837	21,837
Share premium	9,621	9,621
Exchange fluctuation reserves	131	26
Retained profit	6,787	5,534
<b>TOTAL EQUITY</b>	<b>38,376</b>	<b>37,018</b>
<b>Non-current liability</b>		
Deferred taxation	23	23
Provision for employee entitlements	153	164
Hire purchase payables	201	129
	<b>377</b>	<b>316</b>
<b>Current Liabilities</b>		
Trade payables	642	1,100
Other payables and accruals	3,036	2,338
Amount owing to directors	110	140
Hire purchase payables	313	274
Provision for taxation	1,352	1,521
	<b>5,453</b>	<b>5,373</b>
<b>TOTAL LIABILITIES</b>	<b>5,830</b>	<b>5,689</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>44,206</b>	<b>42,707</b>
Number of ordinary shares of:- RM0.10 each ('000)	218,377	218,377
Net assets per ordinary share (RM/share)	0.18	0.17

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2007 (CONT'D)**

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2007**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30.06.2007 RM'000	Preceding Quarter Ended 30.06.2006 RM'000	Current Year To Date 30.06.2007 RM'000	Preceding Year To Date 30.06.2006 RM'000
Revenue	8,030	4,064	15,181	4,064
Cost of sales	(4,868)	(1,338)	(8,950)	(1,338)
Gross profit	3,162	2,726	6,231	2,726
Other operating income	50	2,187	114	2,187
Administrative expenses	3,212	4,913	6,345	4,913
Marketing and distribution cost	(2,263)	(609)	(4,452)	(609)
Other operating expenses	(40)	(15)	(56)	(15)
Finance costs	(43)	(131)	(203)	(131)
Profit before taxation	(14)	(5)	(26)	(5)
Taxation	852	4,153	1,608	4,153
Profit after tax and attributable to shareholders	(116)	(351)	(355)	(351)
Weighted average number of shares in issue ('000)	736	3,802	1,253	3,802
Basic earnings per share (sen)	218,377	72,054	218,377	36,226
Diluted earnings per share (sen) ^	0.34	5.28	0.57	10.50
	N/A	N/A	N/A	N/A

Notes:

1. ^ - No diluted earnings per share has been computed as the Group presently does not have any dilutive potential ordinary shares
2. The actual acquisitions of the subsidiaries were completed on 25 May 2006. For the purpose of consolidation, the results of the Group above for the preceding quarter /year todate ended 30 June 2006 were prepared based on the actual post-acquisition results of the Group for the period from 1 June 2006 to 30 June 2006.

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2007**

	<b>SHARE CAPITAL RM'000</b>	<b>SHARE PREMIUM RM'000</b>	<b>EXCHANGE FLUCTUATION RESERVES RM'000</b>	<b>RETAINED PROFIT RM'000</b>	<b>TOTAL RM'000</b>
Balance at 1.1.2007	21,837	9,621	26	5,53	37,018
Foreign exchange translation difference			105		105
Profit after taxation for the financial period	-	-	-	1,25	1,253
Balance at 30.06.2007	21,837	9,621	131	6,78	38,376

	<b>SHARE CAPITAL RM'000</b>	<b>SHARE PREMIUM RM'000</b>	<b>EXCHANGE FLUCTUATION RESERVES RM'000</b>	<b>RETAINED PROFIT RM'000</b>	<b>TOTAL RM'000</b>
Balance at 1.4.2006	#	-	-	(1	(14)
Issue of shares	17,721	-	-	-	17,721
Foreign exchange translation difference			80	-	80
Profit after taxation for the financial quarter	-	-	-	3,80	3,802
Balance at 30.06.2006	17,721		80	3,78	21,589

Note:

# - represents RM2

The unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2007**

	<b>Current period to 30. 06.2007 RM'000</b>	<b>Preceding Period to 30. 06.2006 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,608	4,153
Adjustments for:-		
Amortisation of development costs	618	96
Depreciation of equipment	178	35
Interest expense	26	5
Interest income	(114)	*
Excess of net fair value of acquired subsidiary's identifiable assets, liabilities and Contingent liabilities over cost of acquisition	-	(689)
Waiver of amount owing to directors	-	(1,482)
Operating profit before working capital changes	2,316	2,118
Increase in trade and other receivables	(1,733)	(2,729)
Increase in trade and other payables	228	1,131
<b>CASH GENERATED FROM OPERATIONS</b>	<b>811</b>	<b>520</b>
Interest paid	(26)	(5)
Income tax paid	(542)	0
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>	<b>243</b>	<b>515</b>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Development costs incurred	(1,921)	(414)
Purchase of equipment	(435)	(213)
Proceeds from disposal of equipment	0	396
Interest received	114	*
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(2,242)</b>	<b>(231)</b>
<b>BALANCE CARRIED FORWARD</b>	<b>(1,999)</b>	<b>284</b>

**ISS CONSULTING SOLUTIONS BERHAD**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2007 (CONT'D)**

	<b>Current Period to 30. 06.2007 RM'000</b>	<b>Preceding Period to 30. 06.2006 RM'000</b>
BALANCE BROUGHT FORWARD	(1,999)	284
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment to directors	(30)	(72)
Drawdown / (Repayment) of hire purchase and lease payables	111	60
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<u>81</u>	<u>(12)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	(1,918)	272
EXCHANGE TRANSLATION DIFFERENCE	51	80
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD / QUARTER	11,490	#
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<u>9,623</u>	<u>352</u>

Notes :

# Represents RM2

\* Represents RM9

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2006 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.