

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET As At 30 JUNE 2009

	Unaudited As At End of Current Quarter Ended 30.06.2009 RM'000	Audited As At End of Preceding Financial Year Ended 31.12.2008 RM'000
ASSETS		
Non-current assets		
Equipment	2,165	2,479
Deferred tax assets	180	175
Goodwill on consolidation	11,323	11,323
	13,668	13,977
Current assets		
Trade receivables	13,589	10,481
Other receivables, deposits and prepayments	3,815	1,872
Tax recoverable	21	21
Fixed Deposit with Licensed Banks	2,326	1,686
Short term investments	35	35
Cash and bank balances	4,656	2,840
	24,442	16,935
TOTAL ASSETS	38,110	30,912

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET As At 30 JUNE 2009 (CONT'D)

	Unaudited As At End of Current Quarter Ended 30.06.2009 RM'000	Audited As At End of Preceding Financial Year Ended 31.12.2008 RM'000
EQUITY AND LIABILITIES		
Equity		
Share capital	25,588	25,588
Share premium	15,246	15,246
Exchange fluctuation reserves	1,180	960
Retained profit / (Accumulated losses)	(21,837)	(21,640)
	20,177	20,154
Minority Interest	(6)	219
TOTAL EQUITY	20,171	20,373
Non-current liabilities		
Provision for employee entitlements	38	38
Hire purchase payables	108	108
	146	146
Current Liabilities		
Trade payables	9,217	2,033
Other payables and accruals	4,700	4,707
Short Term Borrowings	2,615	1,943
Amount owing to directors	75	444
Hire purchase payables	125	277
Provision for taxation	1,061	989
	17,793	10,393
TOTAL LIABILITIES	17,939	10,539
TOTAL EQUITY AND LIABILITIES	38,110	30,912
Number of ordinary shares of:- RM0.10 each ('000)	255,877	255,877
Net assets per ordinary share (RM)	0.08	0.08

(The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.)

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2009

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30.06.2009 RM'000 (Unaudited)	Preceding Quarter Ended 30.06.2008 RM'000 (Unaudited)	Current Year To Date 30.06.2009 RM'000 (Unaudited)	Preceding Year To Date 30.06.2008 RM'000 (Unaudited)
Revenue	10,177	12,915	23,434	22,890
Cost of sales	(7,069)	(8,963)	(15,841)	(14,982)
Gross profit	3,108	3,952	7,593	7,908
Other operating income	60	-	101	1
	3,168	3,952	7,694	7,909
Administrative expenses	(3,208)	(2,784)	(6,564)	(5,752)
Marketing and distribution cost	(4)	(111)	(15)	(143)
Other operating expenses	(678)	(472)	(1,279)	(915)
Finance costs	(60)	(7)	(118)	(14)
Profit / (Loss) before taxation	(782)	578	(282)	1,085
Taxation	85	(167)	(140)	(269)
Profit / (Loss) for the period	(697)	411	(422)	816
Attributable to:				
Equity holders of the parent	(522)	411	(197)	816
Minority interests	(175)	-	(225)	-
Net profit for the period	(697)	411	(422)	816
Weighted average number of shares in issue ('000)	255,877	255,877	255,877	255,877
Basic earnings / (loss) per share (sen)	(0.20)	0.16	(0.08)	0.32
Diluted earnings per share (sen) ^	N/A	N/A	N/A	N/A

Notes:

^ No diluted earnings per share has been computed as the Company has not issued securities that have dilutive effects on the Company's existing shares in issue

(The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008 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 30 JUNE 2009

	←-----NON DISTRIBUTABLE -----→			DISTRIBUTABLE	Attributable to Equity Holders of Parent	MINORITY Interests RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	EXCHANGE FLUCTUATION RESERVES RM'000	RETAINED PROFIT RM'000	TOTAL RM'000	
	Balance at 1.1.2009	25,588	15,246	960	(21,640)	
Issue of shares						
Foreign exchange translation difference	-	-	220	-	220	
Profit/(Loss) for the financial period	-	-	-	(197)	(197)	(225)
Balance at 30.06.2009	25,588	15,246	1,180	(21,837)	20,177	(6)

	←----- NON- DISTRIBUTABLE -----→			DISTRIBUTABLE	TOTAL RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	EXCHANGE FLUCTUATION RESERVES RM'000	RETAINED PROFIT RM'000	
	Balance at 1.1.2008	25,588	15,246	181	
Issue of shares	-	-	-	-	-
Foreign exchange translation difference	-	-	743	-	743
Profit for the financial period	-	-	-	816	816
Balance at 30.06.2008	25,588	15,246	924	11,579	53,337

Note:

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 2008 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.

ISS CONSULTING SOLUTIONS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009

	Current Year to date 30.06.2009 RM'000	Preceding Year to date 30.06.2008 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(282)	1,085
Adjustments for:-		
Allowance for doubtful debts	619	266
Amortisation of development costs	-	735
Depreciation of equipment	408	351
Interest expense	118	15
Interest income	(19)	(1)
Unrealised loss on foreign exchange	295	344
Unrealised gain on foreign exchange	(43)	(82)
Operating profit before working capital changes	1,096	2,713
(Increase) / Decrease in trade and other receivables	(6,333)	(2,254)
Increase / (Decrease) in trade and other payables	7,220	314
CASH GENERATED FROM OPERATIONS	1,983	773
Interest paid	(118)	(15)
Income tax paid	(68)	(912)
NET CASH USED IN OPERATING ACTIVITIES	1,797	(154)
CASH FLOWS USED IN INVESTING ACTIVITIES		
Development costs incurred	-	(492)
Purchase of equipment	(11)	(732)
Proceeds from disposal of equipment	1	13
Acquisition of subsidiaries, net of cash acquired	-	-
Interest received	18	1
NET CASH USED IN INVESTING ACTIVITIES	8	(1,210)
BALANCE CARRIED FORWARD	1,805	(1,364)

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2009 (CONT'D)

	Current Year todate 30.06.2009 RM'000	Preceding Year todate 30.06.2008 RM'000
BALANCE BROUGHT FORWARD	1,805	(1,364)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment to directors	-	(232)
Drawdown / (Repayment) of hire purchase and lease payables	(152)	163
Short term borrowings	982	-
NET CASH USED IN FINANCING ACTIVITIES	830	(69)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	2,635	(1,433)
EXCHANGE TRANSLATION DIFFERENCE	131	778
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR ENDING 31 DECEMBER 2009	4,251	8,908
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	7,017	8,253

Composition of cash and cash equivalents:

For the purpose of the Cash Flow Statement, cash and cash equivalents as at 30 JUNE 2009 comprise the following:

	RM000
Short term investments	35
Fixed Deposits	2,326
Cash and bank balances	4,656
	<u>7,017</u>

(The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2008 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements)