

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET As At 31 MARCH 2010

	Unaudited As At End of Current Quarter Ended 31.03.2010 RM'000	Audited As At End of Preceding Financial Year Ended 31.12.2009 RM'000
ASSETS		
Non-current assets		
Equipment	1,671	1,778
Software development costs	-	-
Deferred tax assets	196	202
Goodwill on consolidation	11,323	11,323
	13,190	13,303
Current assets		
Trade receivables	16,392	16,771
Other receivables, deposits and prepayments	4,855	3,312
Tax recoverable	21	21
Fixed Deposit	3,845	3,182
Short term investments	35	35
Cash and bank balances	2,712	4,674
	27,860	27,996
TOTAL ASSETS	41,050	41,299

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2010 (CONT'D)

	Unaudited As At End of Current Quarter Ended 31.03.2010 RM'000	Audited As At End of Preceding Financial Year Ended 31.12.2009 RM'000
EQUITY AND LIABILITIES		
Equity		
Share capital	25,588	25,588
Share premium	15,246	15,246
Exchange fluctuation reserves	(92)	205
Retained profit / (Accumulated losses)	(27,897)	(22,252)
	12,845	18,786
Minority Interest	88	147
TOTAL EQUITY	12,933	18,933
Non-current liabilities		
Provision for employee entitlements	0	38
Hire purchase payables	18	23
	18	61
Current Liabilities		
Trade payables	16,311	10,180
Other payables and accruals	6,543	7,806
Short Term Borrowings	3,622	2,791
Amount owing to directors	465	424
Hire purchase payables	55	-
Provision for taxation	1,103	1,103
	28,099	22,305
TOTAL LIABILITIES	28,117	22,366
TOTAL EQUITY AND LIABILITIES	41,050	41,299
Number of ordinary shares of:- RM0.10 each ('000)	255,877	255,877
Net assets per ordinary share (RM)	0.05	0.07

(The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.)

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2010

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31.03.2010 RM'000 (Unaudited)	Preceding Quarter Ended 31.03.2009 RM'000 (Unaudited)	Current Year To Date 31.03.2010 RM'000 (Unaudited)	Preceding Year To Date 31.03.2009 RM'000 (Unaudited)
Revenue	7,241	13,257	7,241	13,257
Cost of sales	(9,262)	(8,772)	(9,262)	(8,772)
Gross profit	(2,021)	4,485	(2,021)	4,485
Other operating income	100	41	100	41
	(1,921)	4,526	(1,921)	4,526
Administrative expenses	(2,716)	(3,356)	(2,716)	(3,356)
Marketing and distribution cost	(10)	(11)	(10)	(11)
Other operating expenses	(1,032)	(601)	(1,032)	(601)
Finance costs	(44)	(58)	(44)	(58)
(Loss)/Profit before taxation	(5,723)	500	(5,723)	500
Taxation	20	(225)	20	(225)
(Loss)/Profit for the period	(5,703)	275	(5,703)	275
Attributable to:				
Equity holders of the parent	(5,644)	326	(5,644)	326
Minority interests	(59)	(51)	(59)	(51)
Net (loss)/profit for the period	(5,703)	275	(5,703)	275
Weighted average number of shares in issue ('000)	255,877	255,877	255,877	255,877
Basic (loss)/earnings per share (sen)	(2.2)	0.13	(2.2)	0.13
Diluted earnings per share (sen) ^	N/A	N/A	N/A	N/A

Note:

^ 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 2009 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 THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2010

	<----- NON DISTRIBUTABLE ----->			DISTRIBUTABLE	ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT	MINORITY Interests
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	EXCHANGE FLUCTUATION RESERVES RM'000			
Balance at 1.1.2010	25,588	15,246	205	(22,253)	18,786	147
Issue of shares						
Foreign exchange translation difference	-	-	(297)	-	(297)	
Profit/(Loss) for the financial period	-	-	-	(5,644)	(5,644)	(59)
Balance at 31.03.2010	25,588	15,246	(92)	(27,897)	12,845	88

	<-----NON- DISTRIBUTABLE ----->			DISTRIBUTABLE	ATTRIBUTABLE TO EQUITY HOLDERS OF PARENT	MINORITY INTERESTS
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	EXCHANGE FLUCTUATION RESERVES RM'000			
Balance at 1.1.2009	25,588	15,246	960	(21,640)	20,154	219
Issue of shares	-	-	-	-	-	
Foreign exchange translation Difference	-	-	396	-	396	
Profit for the financial period	-	-	-	326	326	(51)
Balance at 31.03.2009	25,588	15,246	1,356	(21,314)	20,876	168

(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 2009 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.)

ISS CONSULTING SOLUTIONS BERHAD
CONSOLIDATED CASH FLOW STATEMENT
FOR THE THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2010

	Current Year to date 31.03.2010 RM'000	Preceding Year to date 31.03.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/ Profit before taxation	(5,723)	500
Adjustments for:-		
Allowance for doubtful debts	127	319
Depreciation of equipment	167	207
Interest expense	44	58
Interest income	(8)	(7)
Write off of equipment	52	-
Unrealised loss on foreign exchange	419	16
Unrealised gain on foreign exchange	(682)	(45)
Operating profit before working capital changes	(5,604)	1,048
Increase in trade and other receivables	(1,166)	(7,580)
Increase in trade and other payables	4,870	5,906
CASH USED IN FROM OPERATIONS	(1,900)	(626)
Interest paid	(44)	(58)
Income tax paid	-	(154)
NET CASH USED IN OPERATING ACTIVITIES	(1,944)	(838)
CASH FLOWS USED IN INVESTING ACTIVITIES		
Purchase of equipment	(111)	(21)
Proceeds from disposal of equipment	-	-
Interest received	8	7
NET CASH USED IN INVESTING ACTIVITIES	(103)	(14)
BALANCE CARRIED FORWARD	(2,047)	(852)

ISS CONSULTING SOLUTIONS BERHAD
CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE THREE MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2010 (CONT'D)

	Current Year todate	Preceding Year todate
	31.03.2010	31.03.2009
	RM'000	RM'000
BALANCE BROUGHT FORWARD	(2,047)	(852)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance from directors	41	-
Drawdown / (Repayment) of hire purchase and lease payables	(37)	(74)
Short term borrowings	(292)	1,776
NET CASH USED IN FINANCING ACTIVITIES	288	1,702
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,335)	850
EXCHANGE TRANSLATION DIFFERENCE	(173)	338
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	7,617	4,251
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	5,109	5,439

Composition of cash and cash equivalents:

For the purpose of the Cash Flow Statement, cash and cash equivalents comprise the following:

	31.03.2010	31.03.2009
	RM'000	RM'000
Short term investments	35	35
Fixed Deposits	3,845	2,503
Cash and bank balances	2,712	2,937
Bank overdraft	(1,483)	(36)
	<u>5,109</u>	<u>5,439</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 2009 and the accompanying explanatory notes attached to the Interim Consolidated Financial Statements.)