



DSC SOLUTIONS BERHAD (721605-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST (1ST) QUARTER ENDED 31 DECEMBER 2010

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-Dec-2010 RM'000	PRECEDING CORRESPONDING QUARTER ENDED 31-Dec-2009 RM'000	CURRENT YEAR TO DATE ENDED 31-Dec-2010 RM'000	PRECEDING CORRESPONDING YEAR TO DATE ENDED 31-Dec-2009 RM'000
Revenue	4,001	2,466	4,001	2,466
Cost of sales	(2,980)	(1,329)	(2,980)	(1,329)
Gross profit	<u>1,021</u>	<u>1,137</u>	<u>1,021</u>	<u>1,137</u>
Other income	35	812	35	812
Selling and distribution expenses	(100)	(170)	(100)	(170)
Administrative expenses	(1,287)	(677)	(1,287)	(677)
Other operating expenses	-	-	-	-
Profit / (Loss) from operations	<u>(331)</u>	<u>1,102</u>	<u>(331)</u>	<u>1,102</u>
Finance expenses	(27)	(30)	(27)	(30)
Profit / (Loss) before taxation	<u>(358)</u>	<u>1,072</u>	<u>(358)</u>	<u>1,072</u>
Taxation	14	-	14	-
Profit / (Loss) after taxation	<u>(344)</u>	<u>1,072</u>	<u>(344)</u>	<u>1,072</u>
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss)	<u><u>(344)</u></u>	<u><u>1,072</u></u>	<u><u>(344)</u></u>	<u><u>1,072</u></u>
Profit / (Loss) attributable to :				
Equity holders of the company	(327)	1,072	(327)	1,072
Minority shareholders	<u>(17)</u>	<u>-</u>	<u>(17)</u>	<u>-</u>
	<u><u>(344)</u></u>	<u><u>1,072</u></u>	<u><u>(344)</u></u>	<u><u>1,072</u></u>
Basic earnings / (loss) per share (sen)	<u><u>(0.31)</u></u>	<u><u>2.15</u></u>	<u><u>(0.31)</u></u>	<u><u>2.15</u></u>

Note:-

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2010 and the accompanying explanatory notes attached to the interim financial statements.



DSC SOLUTIONS BERHAD (721605-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FIRST (1ST) QUARTER ENDED 31 DECEMBER 2010

	UNAUDITED AS AT END OF CURRENT QUARTER 31-Dec-2010 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 30-Sep-2010 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	522	508
Development costs	984	1,072
Goodwill	913	913
Intangible assets	4,829	4,777
	<u>7,248</u>	<u>7,270</u>
Current Assets		
Inventories	1,747	1,641
Trade receivables	5,928	5,210
Other receivables, deposits and prepayments	661	262
Tax recoverable	75	97
Fixed deposit with licensed banks	641	843
Cash and bank balances	1,461	2,102
	<u>10,513</u>	<u>10,155</u>
TOTAL ASSETS	<u>17,761</u>	<u>17,425</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	10,400	10,400
Foreign exchange fluctuation reserve	(104)	(225)
Retained Profits	3,381	3,708
Shareholders' funds	<u>13,677</u>	<u>13,883</u>
Minority interests	61	78
Total Equity	<u>13,738</u>	<u>13,961</u>
Non-current and deferred liabilities		
Hire purchase	11	14
Long term borrowings	380	444
Deferred taxation	66	66
	<u>457</u>	<u>524</u>
Current Liabilities		
Trade payables	1,801	1,462
Other payables and accruals	624	458
Factoring payable	111	-
Taxation	1	4
Hire purchase	13	15
Term loan	316	240
Short term borrowings	700	761
	<u>3,566</u>	<u>2,940</u>
Total Liabilities	<u>4,023</u>	<u>3,464</u>
TOTAL EQUITY AND LIABILITIES	<u>17,761</u>	<u>17,425</u>
Net assets per share (RM)	<u>0.13</u>	<u>0.13</u>

Note:-

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2010 and the accompanying explanatory notes to the interim financial statements.



DSC SOLUTIONS BERHAD (721605-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST (1ST) QUARTER ENDED 31 DECEMBER 2010

	<----->	Non-Distributable	----->				
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Distributable Retained Profits RM'000	Shareholders' Fund RM'000	Minority Interests RM'000	Total Equity RM'000
At 1 October 2009	*	-	-	5,251	5,251	-	5,251
Public issue on 9 December 2009	5,200	5,031	-	-	10,231	-	10,231
Amount capitalised for Bonus Issue **	5,200	(5,031)	-	(169)	-	-	-
Listing expenses	-	-	-	(1,503)	(1,503)	-	(1,503)
Minority investment in shares of subsidiary	-	-	-	-	-	104	104
Net profit/(loss) for the financial year	-	-	-	129	129	(26)	103
Foreign exchange fluctuation reserve	-	-	(225)	-	(225)	-	(225)
At 30 September 2010 (Audited)	<u>10,400</u>	<u>-</u>	<u>(225)</u>	<u>3,708</u>	<u>13,883</u>	<u>78</u>	<u>13,961</u>
At 1 October 2010	10,400	-	(225)	3,708	13,883	78	13,961
Net loss for the financial period	-	-	-	(327)	(327)	(17)	(344)
Foreign exchange fluctuation reserve	-	-	121	-	121	-	121
At 31 December 2010 (Unaudited)	<u>10,400</u>	<u>-</u>	<u>(104)</u>	<u>3,381</u>	<u>13,677</u>	<u>61</u>	<u>13,738</u>

Note:-

The unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2010 and the accompanying explanatory notes attached to the interim financial statements.

* Represents RM2.

** Bonus issue was issued on the basis one (1) share for every one (1) share held after the public issue, as set out in the Prospectus dated 19 November 2009



DSC SOLUTIONS BERHAD (721605-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST (1ST) QUARTER ENDED 31 DECEMBER 2010

	UNAUDITED CURRENT YEAR TO DATE ENDED 31-Dec-2010 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 30-Sep-2010 RM'000
Cash flows from operating activities		
Profit/(Loss) before tax	(358)	8
Adjustments for:		
Allowance for doubtful debts	-	15
Allowance for doubtful debts no longer required	-	(39)
Allowance for slow moving inventories	-	25
Allowance for slow moving inventories no longer required	-	(2)
Amortisation of development costs	182	812
Amortisation of intangible asset	33	33
Bad debt written off	-	40
Depreciation of property, plant and equipment	51	484
Negative goodwill	-	(705)
Interest income	(1)	(11)
Interest expenses	20	122
Unrealised loss on foreign exchange translation	8	16
	<hr/>	<hr/>
Operating profit / (loss) before working capital changes	(65)	798
Changes in working capital:		
(Increase) / Decrease in inventories	(105)	462
(Increase) / Decrease in receivables	(1,114)	4,296
Increase / (Decrease) in payables	842	(5,694)
	<hr/>	<hr/>
Cash flows used in operations	(442)	(138)
Tax received/(paid)	33	(60)
Interest received	1	11
Interest paid	(20)	(122)
Net cash used in operating activities	<hr/> (428)	<hr/> (309)
Cash flows for investing activities		
Purchase of property, plant and equipment	(60)	(383)
Proceeds from disposal of plant and equipment	-	4
Net of cash acquired in subsidiaries	-	(806)
Intangible assets/Development costs incurred	(94)	(1,100)
Net cash used in investing activities	<hr/> (154)	<hr/> (2,285)
Cash flows from financing activities		
Proceeds from issuance of shares	-	6,289
Payment of listing expenses	-	(745)
Repayment of term loan	(273)	(201)
Repayment of hire purchases	(5)	(2)
Net cash (used in) / generated from investing activities	<hr/> (278)	<hr/> 5,341
Net (decrease) / increase in cash and cash equivalents	<hr/> (860)	<hr/> 2,747
Foreign exchange fluctuation reserve	40	(24)
Cash and cash equivalents at beginning of the financial period	<hr/> 2,736	<hr/> 13
Cash and cash equivalents at end of the financial period	<hr/> 1,916	<hr/> 2,736
<u>Cash and cash equivalents at the end of the financial period comprises the following :-</u>		
Fixed deposits with licensed banks (pledged)	641	843
Cash and bank balances	1,461	2,102
Bank overdraft	(186)	(209)
	<hr/> 1,916	<hr/> 2,736

Note:-

The unaudited Condensed Consolidated Cashflow Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 September 2010 and the accompanying explanatory notes attached to the interim financial statements.