



**DSC SOLUTIONS BERHAD (721605-K)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE SECOND (2ND) QUARTER ENDED 31 MARCH 2011**

	<b>UNAUDITED AS AT END OF CURRENT QUARTER 31-Mar-2011 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 30-Sep-2010 RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	473	508
Development costs	856	1,072
Goodwill	913	913
Intangible assets	4,822	4,777
	<u>7,064</u>	<u>7,270</u>
<b>Current Assets</b>		
Inventories	1,973	1,641
Trade receivables	5,968	5,210
Other receivables, deposits and prepayments	465	261
Tax recoverable	102	97
Fixed deposit with licensed banks	650	843
Cash and bank balances	1,005	2,102
	<u>10,163</u>	<u>10,154</u>
	<u>17,227</u>	<u>17,424</u>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	10,400	10,400
Foreign exchange fluctuation reserve	(67)	(225)
Retained Profits	2,827	3,708
Shareholders' funds	13,160	13,883
Minority interests	39	78
<b>Total Equity</b>	<u>13,199</u>	<u>13,961</u>
<b>Non-current and deferred liabilities</b>		
Hire purchase	8	14
Long term borrowings	324	444
Deferred taxation	66	66
	<u>398</u>	<u>524</u>
<b>Current Liabilities</b>		
Trade payables	1,420	1,462
Other payables and accruals	772	458
Factoring payable	-	-
Taxation	1	4
Hire purchase	11	15
Term loan	292	240
Short term borrowings	1,134	760
	<u>3,630</u>	<u>2,939</u>
<b>Total Liabilities</b>	<u>4,028</u>	<u>3,463</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>17,227</u>	<u>17,424</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 attached to the interim financial statements.



**DSC SOLUTIONS BERHAD (721605-K)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SECOND (2ND) QUARTER ENDED 31 MARCH 2011**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-Mar-2011 RM'000	PRECEDING CORRESPONDING QUARTER ENDED 31-Mar-2010 RM'000	CURRENT YEAR TO DATE ENDED 31-Mar-2011 RM'000	PRECEDING CORRESPONDING YEAR TO DATE ENDED 31-Mar-2010 RM'000
Revenue	3,583	3,114	7,584	5,580
Cost of sales	(2,773)	(2,275)	(5,753)	(3,604)
Gross profit	810	839	1,831	1,976
Other income	24	20	59	832
Selling and distribution expenses	(138)	(91)	(238)	(261)
Administrative expenses	(1,235)	(1,288)	(2,522)	(1,965)
Other operating expenses	-	-	-	-
Profit / (Loss) from operations	(539)	(520)	(870)	582
Finance expenses	(36)	(38)	(63)	(68)
Profit / (Loss) before taxation	(575)	(558)	(933)	514
Taxation	-	(8)	14	(8)
Profit / (Loss) after taxation	(575)	(566)	(919)	506
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss)	(575)	(566)	(919)	506
Profit / (Loss) attributable to :				
Equity holders of the company	(554)	(566)	(881)	506
Minority shareholders	(21)	-	(38)	-
	(575)	(566)	(919)	506
Basic earnings / (loss) per share (sen)	(0.53)	(0.54)	(0.85)	0.49

**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 CHANGES IN EQUITY FOR THE SECOND (2ND) QUARTER ENDED 31 MARCH 2011**

	Share Capital RM'000	Non-Distributable 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
<b>At 1 October 2009</b>	*	-	-	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)
<b>At 30 September 2010 (Audited)</b>	<b>10,400</b>	<b>-</b>	<b>(225)</b>	<b>3,708</b>	<b>13,883</b>	<b>78</b>	<b>13,961</b>
<b>At 1 October 2010</b>	10,400	-	(225)	3,708	13,883	78	13,961
Net loss for the financial period	-	-	-	(881)	(881)	(39)	(920)
Foreign exchange fluctuation reserve	-	-	158	-	158	-	158
<b>At 31 March 2011 (Unaudited)</b>	<b>10,400</b>	<b>-</b>	<b>(67)</b>	<b>2,827</b>	<b>13,160</b>	<b>39</b>	<b>13,199</b>

**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 SECOND (2ND) QUARTER ENDED 31 MARCH 2011**

	<b>UNAUDITED CURRENT YEAR TO DATE ENDED 31-Mar-2011 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED AT 30-Sep-2010 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax	(575)	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	188	812
Amortisation of intangible asset	33	33
Bad debt written off	-	40
Depreciation of property, plant and equipment	56	484
Negative goodwill	-	(705)
Interest income	-	(11)
Interest expenses	27	122
Property, plant and equipment written off	2	-
Unrealised loss on foreign exchange translation	(5)	16
	<hr/>	<hr/>
Operating profit / (loss) before working capital changes	(274)	798
Changes in working capital:		
(Increase) / Decrease in inventories	(219)	462
Decrease in receivables	181	4,296
Decrease in payables	(186)	(5,694)
	<hr/>	<hr/>
Cash flows used in operations	(498)	(138)
Tax paid	(27)	(60)
Interest received	-	11
Interest paid	(27)	(122)
<b>Net cash used in operating activities</b>	<hr/> <b>(552)</b>	<hr/> <b>(309)</b>
<b>Cash flows for investing activities</b>		
Purchase of property, plant and equipment	(7)	(383)
Proceeds from disposal of plant and equipment	-	4
Net of cash acquired in subsidiaries	-	(806)
Intangible assets/Development costs incurred	(59)	(1,100)
<b>Net cash used in investing activities</b>	<hr/> <b>(66)</b>	<hr/> <b>(2,285)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	-	6,289
Payment of listing expenses	-	(745)
Repayment of term loan	(84)	(201)
Repayment of hire purchases	(5)	(2)
<b>Net cash (used in) / generated from investing activities</b>	<hr/> <b>(89)</b>	<hr/> <b>5,341</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	(707)	2,747
<b>Foreign exchange fluctuation reserve</b>	2	(24)
Cash and cash equivalents at beginning of the financial period	1,916	13
<b>Cash and cash equivalents at end of the financial period</b>	<hr/> <b>1,211</b>	<hr/> <b>2,736</b>
<b><u>Cash and cash equivalents at the end of the financial period comprises the following :-</u></b>		
Fixed deposits with licensed banks (pledged)	650	843
Cash and bank balances	1,005	2,102
Bank overdraft	(444)	(209)
	<hr/> <b>1,211</b>	<hr/> <b>2,736</b>

Note:-

The unaudited Condensed Consolidated Statement of Cash Flows 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.