

**THETA EDGE BERHAD**<sup>(260002-W)</sup>  
(Incorporated in Malaysia)

**QUARTERLY REPORT**

**SUMMARY OF KEY FINANCIAL INFORMATION FOR THE FIRST (1ST) QUARTER ENDED 31 MARCH 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/3/2011 RM'000	Preceding Year Corresponding Quarter Ended 31/3/2010 RM'000	Current Year To Date Ended 31/3/2011 RM'000	Preceding Year Corresponding Period Ended 31/3/2010 RM'000
1. Revenue	21,235	30,648	21,235	30,648
2. Profit before tax and exceptional items	804	2,879	804	2,879
3. Profit after tax and before exceptional items	804	2,879	804	2,879
4. Profit for the period	804	2,879	804	2,879
5. Profit attributable to owners of the Company	804	2,879	804	2,879
6. Basic profit per share (sen)	1.27	4.56	1.27	4.56
7. Proposed/Declared dividend per share (sen)	-	-	-	-
			<b>As At End Of Current Quarter</b>	<b>As At Preceding Financial Year End</b>
8. Net assets per share attributable to owners of the Company (RM)			0.85	0.84

**Additional Information**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/3/2011 RM'000	Preceding Year Corresponding Quarter Ended 31/3/2010 RM'000	Current Year To Date Ended 31/3/2011 RM'000	Preceding Year Corresponding Period Ended 31/3/2010 RM'000
1. Gross income from short term investments	40	68	40	68
2. Gross borrowing costs	(182)	(273)	(182)	(273)

**THETA EDGE BERHAD(260002-W)**  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter Ended 31/3/2011 RM'000	Preceding Year Corresponding Quarter Ended 31/3/2010 RM'000	Current Year To Date Ended 31/3/2011 RM'000	Preceding Year Corresponding Period Ended 31/3/2010 RM'000
<b>Revenue</b>	<b>21,235</b>	<b>30,648</b>	<b>21,235</b>	<b>30,648</b>
Income from short term investments	40	68	40	68
Other operating income	-	577	-	577
Operating expenses	<u>(19,675)</u>	<u>(27,943)</u>	<u>(19,675)</u>	<u>(27,943)</u>
<b>Profit from operations</b>	<b>1,600</b>	<b>3,350</b>	<b>1,600</b>	<b>3,350</b>
Depreciation	(614)	(198)	(614)	(198)
Borrowing costs	<u>(182)</u>	<u>(273)</u>	<u>(182)</u>	<u>(273)</u>
<b>Profit before taxation</b>	<b>804</b>	<b>2,879</b>	<b>804</b>	<b>2,879</b>
Taxation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit for the period</b>	<b>804</b>	<b>2,879</b>	<b>804</b>	<b>2,879</b>
Other comprehensive income, net of taxation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>	<b>804</b>	<b>2,879</b>	<b>804</b>	<b>2,879</b>
<b>Profit attributable to :</b>				
Owners of the Company	804	2,879	804	2,879
Minority interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Profit for the period</b>	<b>804</b>	<b>2,879</b>	<b>804</b>	<b>2,879</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	804	2,879	804	2,879
Minority interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>	<b>804</b>	<b>2,879</b>	<b>804</b>	<b>2,879</b>
<b>Earnings per ordinary share (sen)</b>				
Basic	1.27	4.56	1.27	4.56
Diluted	<u>1.27</u>	<u>4.56</u>	<u>1.27</u>	<u>4.56</u>

The unaudited condensed Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010

**THETA EDGE BERHAD** (260002-W)  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION  
AS AT 31 MARCH 2011**

	<b>Unaudited As At 31/3/2011 RM'000</b>	<b>Audited As At 31/12/2010 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	8,148	8,725
Intangible assets	2,248	2,142
Deferred income tax assets	3,902	3,902
	14,298	14,769
<b>Current assets</b>		
Inventories	12,222	16,283
Receivables	33,934	44,807
Deposits, cash and bank balances	13,556	8,514
	59,712	69,604
<b>Total assets</b>	<b>74,010</b>	<b>84,373</b>
<b>EQUITY</b>		
<b>Capital and reserves attributable to the Company's equity holders</b>		
Share capital	63,104	63,104
Reserves	(9,269)	(10,073)
<b>Shareholder's fund / Total equity</b>	<b>53,835</b>	<b>53,031</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Payables	19,980	23,310
Bank overdrafts	195	195
Bank borrowings	-	7,837
	20,175	31,342
<b>Total liabilities</b>	<b>20,175</b>	<b>31,342</b>
<b>Total equity and liabilities</b>	<b>74,010</b>	<b>84,373</b>
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The unaudited condensed Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010.

**THETA EDGE BERHAD (260002-W)**  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2011**

	<u>Non-distributable</u> Reserves	<u>Distributable</u> Reserves				
	Share Capital	Attributable To Capital	Attributable To Revenue	Total	Minority Interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>3 months ended 31 March 2010</u></b>						
At 1 January 2010 (audited)	63,104	(7,773)	(5,747)	<b>49,584</b>	1,020	<b>50,604</b>
Comprehensive income for the financial period	-	-	2,879	<b>2,879</b>	-	<b>2,879</b>
At 31 March 2010 (Unaudited)	<u>63,104</u>	<u>(7,773)</u>	<u>(2,868)</u>	<u><b>52,463</b></u>	<u>1,020</u>	<u><b>53,483</b></u>
<b><u>3 months ended 31 March 2011</u></b>						
At 1 January 2011 (audited)	63,104	-	(10,073)	<b>53,031</b>	-	<b>53,031</b>
Comprehensive income for the financial period	-	-	804	<b>804</b>	-	<b>804</b>
At 31 March 2011 (Unaudited)	<u>63,104</u>	<u>-</u>	<u>(9,269)</u>	<u><b>53,835</b></u>	<u>-</u>	<u><b>53,835</b></u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010

**THETA EDGE BERHAD** (260002-W)  
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**QUARTERLY REPORT**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2011 (Unaudited)**

	<b>3 Months Ended</b>	
	<b>31/3/2011</b>	<b>31/3/2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flow from/(used in) operating activities</b>		
Net profit before taxation	804	2,879
<b>Adjustments for:</b>		
Depreciation	614	198
Borrowing costs	182	273
Income from Short term borrowings	(40)	(68)
<b>Operating profit before working capital changes</b>	<b>1,560</b>	<b>3,282</b>
<b>Movements in working capital</b>		
Decrease/(Increase) inventories	4,061	(9,777)
Decrease/(Increase) In receivables	10,873	(23,684)
(Decrease) /increase in payables	(3,330)	8,597
Cash flow from/(used in) operations	13,164	(21,582)
Borrowing costs paid	(182)	(273)
Income from Short term received	40	68
Net cash flow from/(used in) from operating activities	13,022	(21,787)
<b>Cash flow used in investing activities</b>		
Increase in development cost	(106)	(111)
Acquisition of Property, Plant & Equipment	(37)	(792)
	(143)	(903)
<b>Cash flow from/(used in) financing activities</b>		
Bank borrowings	(7,837)	14,613
Hire purchase payable	-	(25)
	(7,837)	14,588
<b>Net movement in cash and cash equivalents</b>	<b>5,042</b>	<b>(8,102)</b>
Cash and cash equivalents at beginning of financial period	8,319	23,578
<b>Cash and cash equivalents at end of financial period</b>	<b>13,361</b>	<b>15,476</b>
<b>Cash and cash equivalents consist of:</b>		
Cash & bank balances	4,343	8,106
Deposits	9,213	7,899
Bank overdrafts	(195)	(529)
	<b>13,361</b>	<b>15,476</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2010.