Company No.: 115609-U

INTERIM FINANCIAL STATEMENTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009

Condensed Consolidated Income Statements

For the Twelve-Month Period Ended 31 December 2009

| | 3 months ended | | 12 months ended | |
|--|----------------------|----------------------|----------------------|----------------------|
| | 31.12.2009 RM'000 | 31.12.2008 RM'000 | 31.12.2009 RM'000 | 31.12.2008 RM'000 |
| Revenue | 5,485 | 17,731 | 29,401 | 51,875 |
| Cost of sales | (4,825) | (15,264) | (23,381) | (43,854) |
| Gross Profit | 660 | 2,467 | 6,020 | 8,021 |
| Other income | 7,520 | 5,146 | 12,794 | 10,943 |
| Administrative expense | (641) | (1,430) | (5,668) | (8,574) |
| Selling and marketing expenses | (168) | (469) | (767) | (2,242) |
| Other expenses | (16,091) | (7,392) | (23,139) | (14,445) |
| Operating loss | (8,720) | (1,678) | (10,760) | (6,297) |
| Finance costs | (479) | (692) | (2,376) | (2,685) |
| Share of losses of jointly controlled entity | - | - | - | (217) |
| Loss before tax | (9,199) | (2,370) | (13,136) | (9,199) |
| Income tax expense | 331 | 88 | (23) | (90) |
| Loss for the period | (8,868) | (2,282) | (13,159) | (9,289) |
| Attributable to: | | | | |
| Equity holders of the parent | (8,868) | (2,282) | (13,159) | (9,344) |
| Minority Interest | <u>-</u> | <u> </u> | <u>-</u> | 55 |
| - | (8,868) | (2,282) | (13,159) | (9,289) |
| Earnings per share attributable to equity holders of the parent: (sen) | | | | |
| - basic | (16.50) | (4.18) | (24.49) | (17.12) |
| - diluted | (16.50) | (4.18) | (24.49) | (17.12) |

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Balance Sheet

As at 31 December 2009

| ASSETS RM*000 3.1.12.2008 Property, plant and equipment Intensifies 2,101 4,056 Investment properties 2,535 56,250 Intensifie assets 4,165 4,397 Other investments 435 454 Urrent assets 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 51,008 78,528 Asset held for sale 51,008 78,528 TOTAL ASSETS 115,083 78,528 TOTAL ASSETS 214,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,833 54,833 Share premium 8,454 8,454 Teasury shares (712) (712) Other caserves 235 302 | As at 31 December 2007 | As at | As at |
|--|-------------------------------|---------|---------|
| ASSETS RM*000 RM*000 Non-current assets 7 4,056 Property, plant and equipment 2,101 4,056 Investment properties 2,535 56,250 Intangible assets 4,165 4,397 Other investments 32,66 65,157 Current assets 19,447 19,455 Inventories 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 TOTAL ASSETS 124,319 143,685 Share capital 54,833 54,833 Share capital 54,833 54,833 Share capital 54,833 1,82 Where reserves< | | | |
| ASSETS Non-current assets Property, plant and equipment Investment properties 2,535 56,250 Intangible assets 4,165 4,397 Other investments 435 454 Other investments 435 454 User assets 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 115,083 78,528 TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,835 54,833 Share permium 8,444 8,454 Teasury shares (712) (712) Other reserves 235 302 | | | |
| Property, plant and equipment Investment properties 2,101 4,056 Investment properties 2,535 56,250 Intangible assets 4,165 4,397 Other investments 435 454 Utrent assets 19,447 19,455 Inventories 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - EQUITY AND LIABILITIES 115,083 78,528 EQUITY AND LIABILITIES 2 135 302 Enarce apital 54,833 54,833 54,833 Share premium 8,454 8,454 8,454 Treasury shares (712) (712) (712) Other reserves 235 302 50,286 Share bniede earnings 12,3 13,282 | ASSETS | | |
| Investment properties 2,535 56,250 Intangible assets 4,165 4,397 Other investments 435 454 Current assets 9,236 65,157 Inventories 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,285 Share-budders' equity 62,933 76,159 Mon-current lia | Non-current assets | | |
| Intangible assets 4,165 4,397 Other investments 435 454 Current assets 9,236 65,157 Current assets 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 115,083 78,528 TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Shareholders' equity 62,933 76,159 Minority interest - - Total equity < | Property, plant and equipment | 2,101 | 4,056 |
| Intangible assets 4,165 4,397 Other investments 435 454 Current assets 9,236 65,157 Current assets 19,447 19,455 Inventories 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity | Investment properties | 2,535 | 56,250 |
| Current assets 9,236 65,157 Inventorices 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES Texture asset as a second as a secon | Intangible assets | 4,165 | 4,397 |
| Current assets Inventories 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES 5 124,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 54,833 Share expital 54,833 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Non-current liabilities - - Deferred income - 6 Borrowings | Other investments | 435 | 454 |
| Inventories 19,447 19,455 Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 TOTAL ASSETS Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Non-current liabilities Deferred income - 6 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Deferred taxation 3,180 3,180 Deferred taxation | | 9,236 | 65,157 |
| Trade and other receivables 37,506 53,035 Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES 124,319 143,685 EQUITY AND LIABILITIES 54,833 54,833 Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Poeferred income - 66 Borrowings 7,920 11,546 Deferred taxation | Current assets | | |
| Other investments 2,386 2,642 Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES State capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 6 Deferred income - 6 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities 37,404 | Inventories | 19,447 | 19,455 |
| Tax recoverable 219 294 Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - Asset held for sale 54,000 - TOTAL ASSETS 115,083 78,528 TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES State and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 6 Deferred income - 6 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Deferred taxation 37,404 39,035< | Trade and other receivables | 37,506 | 53,035 |
| Deposits with licensed banks 326 1,271 Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 6 Borrowings 7,920 11,546 Deferred taxation 31,80 3,180 Deferred taxation 31,80 3,180 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 50,286 5 | Other investments | 2,386 | 2,642 |
| Cash and bank balance 1,199 1,831 Asset held for sale 54,000 - 115,083 78,528 TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Deferred taxation 3,180 3,180 Current liabilities 11,100 14,792 Current liabilities 50,286 52,734 Total liabilities 61,386 67,526 | Tax recoverable | 219 | 294 |
| Asset held for sale 61,083 78,528 TOTAL ASSETS 115,083 78,528 EQUITY AND LIABILITIES Equital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities - 6 Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Deposits with licensed banks | 326 | 1,271 |
| Asset held for sale 54,000 - TOTAL ASSETS 115,083 78,528 EQUITY AND LIABILITIES Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings 7,920 11,546 Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Cash and bank balance | 1,199 | 1,831 |
| TOTAL ASSETS 115,083 78,528 EQUITY AND LIABILITIES Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings 7,920 11,546 Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | | 61,083 | 78,528 |
| TOTAL ASSETS 124,319 143,685 EQUITY AND LIABILITIES Capital and reserves 54,833 54,832 54,832 54,832 54,832 54,832 54,832 54,832 54,832 54,832 54, | Asset held for sale | 54,000 | - |
| EQUITY AND LIABILITIES Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 37,404 39,035 Trade and other payables 50,286 52,734 Total liabilities 61,386 67,526 | | 115,083 | 78,528 |
| Capital and reserves Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Deferred taxation 3,180 3,180 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | TOTAL ASSETS | 124,319 | 143,685 |
| Share capital 54,833 54,833 Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | EQUITY AND LIABILITIES | | |
| Share premium 8,454 8,454 Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 37,404 39,035 Trade and other payables 50,286 52,734 Total liabilities 61,386 67,526 | Capital and reserves | | |
| Treasury shares (712) (712) Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Share capital | 54,833 | 54,833 |
| Other reserves 235 302 Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 Total liabilities 61,386 67,526 | Share premium | 8,454 | 8,454 |
| Retained earnings 123 13,282 Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 Total liabilities 61,386 67,526 | Treasury shares | (712) | (712) |
| Shareholders' equity 62,933 76,159 Minority interest - - Total equity 62,933 76,159 Non-current liabilities Standard of the payables - 66 Borrowings 7,920 11,546 11,546 11,100 14,792 Current liabilities 37,404 39,035 12,882 13,699 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Other reserves | 235 | 302 |
| Minority interest - - Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities 11,100 14,792 Current and other payables 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Retained earnings | 123 | 13,282 |
| Total equity 62,933 76,159 Non-current liabilities - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities 11,100 14,792 Current liabilities 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Shareholders' equity | 62,933 | 76,159 |
| Non-current liabilities Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Minority interest | <u></u> | - |
| Deferred income - 66 Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Total equity | 62,933 | 76,159 |
| Borrowings 7,920 11,546 Deferred taxation 3,180 3,180 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Non-current liabilities | | |
| Deferred taxation 3,180 3,180 11,100 14,792 Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Deferred income | - | 66 |
| Current liabilities 11,100 14,792 Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Borrowings | 7,920 | 11,546 |
| Current liabilities Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | Deferred taxation | 3,180 | 3,180 |
| Borrowings 37,404 39,035 Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | | 11,100 | 14,792 |
| Trade and other payables 12,882 13,699 50,286 52,734 Total liabilities 61,386 67,526 | | | |
| 50,286 52,734 Total liabilities 61,386 67,526 | _ | 37,404 | 39,035 |
| Total liabilities 61,386 67,526 | Trade and other payables | | |
| | | | |
| TOTAL EQUITY AND LIABILITIES 124,319 143,685 | | | |
| | TOTAL EQUITY AND LIABILITIES | 124,319 | 143,685 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity

For the Twelve-Month Period Ended 31 December 2009

| | Attributable to Equity Holders of the Parent | | | | Minority | Total | | |
|---|--|---------------------------------|-----------------|---------------------|-------------------|--------------|----------|----------|
| | GI. | Non-Distributable Distributable | | | | | Interest | Equity |
| | Share Capital | Share Premium | Treasury shares | Exchange difference | Retained earnings | Sub Total | | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2009 | 54,833 | 8,454 | (712) | 302 | 13,282 | 76,159 | - | 76,159 |
| Currency translation differences | _ | _ | _ | (67) | _ | (67) | _ | (67) |
| Loss for the period | - | _ | _ | - | (13,159) | (13,159) | | (13,159) |
| Total recognized expense for the period | | | | (67) | (13,159) | (13,226) | | (13,226) |
| Acquisition of shares in | - | - | | (07) | (13,139) | (13,220) | - | (13,220) |
| a subsidiary | | - | - | - | - | - | - | |
| At 31 December 2009 | 54,833 | 8,454 | (712) | 235 | 123 | 62,933 | - | 62,933 |
| | • | | | | | | | _ |
| At 1 January 2008 | 54,833 | 8,454 | - | 740 | 22,626 | 86,653 | - | 86,653 |
| Currency translation | | | | | | | | |
| differences | - | - | - | (438) | - | (438) | - | (438) |
| Loss for the period | | - | - | - | (9,344) | (9,344) | 55 | (9,289) |
| Total recognized income & | | | | (420) | (0.244) | (0.700) | | (0.707) |
| expenses for the period | - | - | - | (438) | (9,344) | (9,782) | 55 | (9,727) |
| Changes in composition of the Group | - | - | - | - | - | - | 88 | 88 |
| Arising from consolidation | | | | | | | | |
| of a subsidiary | - | - | - | - | - | - | (143) | ` ′ |
| Purchase of treasury shares | | - | (712) | - | - | (712) | - | (712) |
| At 31 December 2008 | 54,833 | 8,454 | (712) | 302 | 13,282 | 76,159 | - | 76,159 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Cash Flow Statement

For the Twelve-Month Period Ended 31 December 2009

| Loss before tax (13,136) (9,199) Adjustments for: - (13,136) (9,199) Mon-cash items 11,263 2,852 Non-operating items (93) 444 Operating loss before changes in working capital (1,966) (5,903) Changes in working capital Ket change in current sasets 4,239 (7,537) Net change in current liabilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (2,271) (2,880) Net cash used in operating activities (740) (16,440) Cash flows from investing Activities (740) (16,440) Purchase of property, plant & equipment (73) (286) Purchase of development assets (188) (1,34) Subsequent expenditure of investment properties (171) (190) Proceed from disposal of investment properties (4,80) - Proceed from disposal of other investments 475 | For the 1 weive-infolium remod Ended 31 December 2009 | 12 months e | ended |
|---|--|---------------------------------------|------------|
| Non-cash items | | 31.12.2009 | 31.12.2008 |
| Adjustments for :- Non-caps items 11,263 2,852 Non-o-perating items (93) 444 Operating loss before changes in working capital (1,966) (5,903) Changes in working capital 4,239 (7,537) Net change in current lassets 4,239 (7,537) Net change in current labilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (2,271) (2,880) Net cash used in operating activities (740) (16,440) Purchase of property, plant & equipment (73) (286) Purchase of fevelopment assets (178) (188) (1,334) Subsequent expenditure of investment properties (1711) (190) 79 Proceed from disposal of investment properties (1711) (190) 79 Proceed from disposal of other investments 475 4 4 Investment in subsidiaries and associate 5 7 | | RM'000 | RM'000 |
| Non-cash items 11,263 2,852 Non-operating items (93) 444 Operating loss before changes in working capital (1,966) (5,903) Changes in working capital We change in current assets 4,239 (7,537) Net change in current liabilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (2,271) (2,880) Net cash used in operating activities (2,271) (2,880) Net cash flows from investing Activities (888) (1,334) Purchase of property, plant & equipment (73) (286) Purchase of development assets (188) (1,334) Subsequent expenditure of investment properties (171) (190) Proceed from disposal of investment properties 4,480 - Proceed from disposal of property, plant & equipment 190 79 Proceed from disposal of investment properties 4,480 - Proceed from disposal | | (13,136) | (9,199) |
| Operating loss before changes in working capital (1,966) (5,903) Changes in working capital Very change in current tassets 4,239 (7,537) Net change in current liabilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (740) (16,440) Cash flows from investing Activities Purchase of property, plant & equipment (73) (2880) Purchase of property, plant & equipment (73) (1900) Purchase of development assets (171) (1900) Subsequent expenditure of investment properties (171) (1900) Purchase of property, plant & equipment 190 79 Proceed from disposal of investment properties 4,480 - Proceed from disposal of other investments 475 41 Investment in subsidiaries and associate - 1,209 Didvidend received 18 117 Net cash generated from/(used in) investing activities | · · | 11,263 | 2,852 |
| Changes in working capital Net change in current assets 4,239 (7,537) Net change in current liabilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (740) (16,440) Cash flows from investing activities Purchase of property, plant & equipment (73) (286) Purchase of development assets (188) (1,334) Subsequent expenditure of investment properties (171) (190) Proceed from disposal of investment properties 4,480 - Proceed from disposal of property, plant & equipment 190 79 Proceed from disposal of other investments 4,75 41 Investment in subsidiaries and associate - 1,209 Proceed from disposal of other investments 4,75 45 Investment in subsidiaries and associate - 7 Purchase of treasury shares - 7 Cash flows from financing activit | Non-operating items | (93) | 444 |
| Net change in current assets 4,239 (7,537) Net change in current liabilities (796) 128 Cash generated from/(used in) operations 1,477 (13,312) Tax paid (91) (253) Tax refunded 145 5 Interest paid (740) (16,440) Vet cash used in operating activities (740) (16,440) Cash flows from investing Activities (731) (286) Purchase of property, plant & equipment (73) (286) Purchase of development assets (188) (1,334) Subsequent expenditure of investment properties (1711) (190) Proceed from disposal of investment properties 4,480 - Proceed from disposal of property, plant & equipment 190 79 Proceed from disposal of other investments 4,75 41 Investment in subsidiaries and associate - 1,209 Proceed from disposal of other investments 4,736 357 Net ash generated from/(used in) investing activities 4,736 357 Purchase of treasury shares <td>Operating loss before changes in working capital</td> <td>(1,966)</td> <td>(5,903)</td> | Operating loss before changes in working capital | (1,966) | (5,903) |
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| Cash & Cash Equivalents at end of financial period (2,734) 2,658 As at 31.12.2009 As at 31.12.2009 31.12.2008 RM'000 RM'000 RM'000 Deposits with licensed banks 326 1,271 Cash and bank balances 1,199 1,831 Bank overdrafts (included within short term borrowings in Note 21) (4,259) (444) | Effects of Exchange Rate Changes | (183) | (221) |
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| Deposits with licensed banks Cash and bank balances 1,199 1,831 Bank overdrafts (included within short term borrowings in Note 21) (4,259) (444) | | | 31.12.2008 |
| Cash and bank balances 1,199 1,831 Bank overdrafts (included within short term borrowings in Note 21) (4,259) (444) | | RM'000 | RM'000 |
| Cash and bank balances 1,199 1,831 Bank overdrafts (included within short term borrowings in Note 21) (4,259) (444) | Deposits with licensed banks | 326 | 1,271 |
| Bank overdrafts (included within short term borrowings in Note 21) (4,259) (444) | • | | • |
| (2,734) 2,658 | Bank overdrafts (included within short term borrowings in Note 21) | (4,259) | (444) |
| | | (2,734) | 2,658 |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

Notes to Interim Financial Statements

1. Basis Of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 31 December 2008.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 December 2008.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2008 was not qualified.

3. Segmental Information

| | 3 months ended | | 12 months | ended |
|---|----------------|------------|------------|------------|
| | 31.12.2009 | 31.12.2008 | 31.12.2009 | 31.12.2008 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Segment Revenue | | | | |
| Solution | 5,237 | 15,944 | 24,220 | 40,862 |
| Communication & Multimedia | 454 | 2,215 | 2,299 | 9,159 |
| Education | - | - | - | 786 |
| Investment Holdings & Others | 1,360 | 1,372 | 4,540 | 4,395 |
| Total revenue including inter-segment sales | 7,051 | 19,531 | 31,059 | 55,202 |
| Elimination of inter-segment sales | (1,566) | (1,800) | (1,658) | (3,327) |
| Total | 5,485 | 17,731 | 29,401 | 51,875 |
| Segment Results | | | | |
| Solution | (11,777) | (897) | (12,664) | 163 |
| Communication & Multimedia | (5,080) | (743) | (8,074) | (4,669) |
| Education | (46) | 6 | (291) | (367) |
| Investment Holdings & Others | (1,536) | (17,076) | 548 | (5,976) |
| _ | (18,439) | (18,710) | (20,481) | (10,849) |
| Elimination | 9,719 | 17,032 | 9,721 | 4,552 |
| Total | (8,720) | (1,678) | (10,760) | (6,297) |

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period under review because of their nature, size, or incidence except for the reclassification of an investment property to asset held for sale amounting to RM54 million.

5. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

6. Comments about Seasonal or Cyclical Factors

Overall, the business operations of the Group were not affected by any seasonal or cyclical factors.

7. Dividends Paid

No dividend was paid during the quarter under review.

8. Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayments of debts and equity securities during the quarter under review.

9. Share buybacks

In the financial year ended 31 December 2008, the Company purchased 1,090,700 of its own ordinary shares from the open market. All the shares purchased were retained as treasury shares and none of the treasury shares held were resold nor cancelled by the Company. As at 31 December 2009, the total number of treasury shares was 1,090,700 ordinary shares. Subsequent to 31 December 2008, the Company did not purchase any further shares from the open market.

10. Changes in Composition of the Group

The changes in the composition of the Company and of the Group for the current quarter and up to the date of issue of this report were as follows:

- (a) On 19 January 2009, Beijing Asialink Technology Development Limited ("Beijing Asialink"), a wholly-owned subsidiary of Asialink Technology Development Limited ("Asialink"), which in turn is a 55% owned subsidiary of the Company, increased its issued and paid-up share capital from RMB250,000 to RMB750,000 (equivalent to RM265,723). Pursuant to the issuance, Asialink subscribed for 500,000 ordinary shares of RMB 1.00 each in Beijing Asialink.
- (b) The Company's wholly owned subsidiary, Worldwide Link Inc. ("WWL Inc") had on 9 November 2009 passed a special resolution to wind up voluntarily.

11. Changes in Contingent Liabilities or Contingent Assets

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2008.

12. Subsequent Events

There were no material events subsequent to the end of the current quarter.

13. Performance Review (Q4 2009 : Q4 2008)

The revenue of the Group showed a drop to RM 5.485 million for the 4th quarter of 2009 compared to the revenue of the 4th quarter of 2008 of RM17.731 million. These resulted from lower sales in both the Solution and Communications and Multimedia Divisions.

In the 4th quarter of 2009, the Group also provided for doubtful debts of RM 13.411 million and the writing off of fixed assets of RM 0.628 million while it also took up the gain on valuation of its Investment Properties by RM4.829 million. As a result, the Group has reported a loss before tax of RM 9.016 million for the current quarter compared to a loss before tax of RM2.37 million for the 4th quarter of the previous year.

14. Comment on Material Change in Profit Before Taxation (Q4 2009 : Q3 2009)

Revenue for the 4th quarter of RM 5.485 million is lower than that reported in the previous 3rd quarter of RM 10.419 million. The fall in revenue is significantly reflected by the lower revenue in the Solutions Division.

The lower revenue, accompanied by the provision for doubtful debts and the gain in revaluation mentioned in paragraph 13 above have resulted in the Group reporting a loss before tax of RM 9.016 million compared to a loss before tax of RM 1.529 million in the previous 3rd quarter.

15. Commentary on Prospects

The UNOS mobile financial services platform developed by the <u>Communications and Multimedia Division</u> was recently commissioned by a major bank in Malaysia. The platform has gone through extensive internal trial run over the past 3 months to prove the system's compliance with all security expectations. It was commercially launched in November 2009. Following from this success, we are currently seeing positive responses from a few banks in Indonesia and Malaysia. We hope to secure contracts to implement and develop further mobile banking services using the UNOS mobile financial services platform, in the early part of 2010.

We are also awaiting decisions to commence Proof of Concept for certain Government Ministries/agencies and we believe that, upon successful implementation, the UNOS mobile services platform would lead to significant increase in revenue.

With the announcement of the "MBMMBI - Memartabatkan Bahasa Malaysia, Memperkukuhkan Bahasa Inggeris (Upholding Bahasa Malaysia, Strengthening English)" policy by the Ministry of Education, the <u>Education Division</u> is aggressively pursuing projects supporting the implementation of this said policy. We have put together and are working with world-class technology developers for the English language skill training for teachers, English language learning courseware for students, software and devices for the implementation of language labs, resources and tools to supplement the learning of English.

To combat against the dengue threat, the <u>Solutions Division</u> has teamed with a strategic partner to develop a solution that will help the Government in the administration of disease monitoring and control processes, where the speed of remedial or preventive responses to the disease is vital to curb its outbreak. We have recently presented the solution to the Government and are now geared to demonstrate the proof-of-concept in order to secure the Government's approval to implement the solution on a nationwide basis

Our healthcare integrated system project at the largest teaching hospital has been brought to a close. It is the most challenging large-scale healthcare project undertaken locally in a "live" operating environment. Meanwhile, we have completed, on schedule, the implementation of the healthcare integrated system at another fast-expanding teaching hospital. These invaluable experiences will serve our healthcare solutions team well for our future undertakings.

We are now working with our USA healthcare principal to pursue various opportunities in the healthcare industry.

With these ongoing developments, FSBM is looking forward to better its results for the near future

16. Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

17. Income Tax Expense

Taxation comprises:

| | 3 months ended | | 12 months ended | |
|--|----------------|------------|-----------------|------------|
| | 31.12.2009 | 31.12.2008 | 31.12.2009 | 31.12.2008 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Taxation | | | | |
| - Current | (331) | (143) | 28 | 25 |
| - (Over)/under provision in prior year | - | - | (5) | 10 |
| Deferred taxation | | 55 | | 55 |
| Total income tax expense | (331) | (88) | 23 | 90 |

The effective tax rate of the Group for the current quarter was higher than the statutory tax rate principally due to the losses of certain subsidiaries which can not be set off against taxable profits made by other subsidiaries, and certain expenses which are not deductible for tax purposes.

18. Sales of Unquoted Investment and Properties

There were no sales of properties and unquoted investments for the financial period under review except for:

- (a) the disposal by its wholly-owned subsidiary, FSBM Datatech Sdn Bhd, on 29 April, 2009 of a freehold commercial land held under Individual Title Geran 207773, Lot 23588 (formerly known as H.S.(D) 7801, P.T. No. 12116) in the Mukim of Dengkil, District of Sepang and the State of Selangor for the cash consideration of RM 4,154,726. The disposal led to a loss of RM 245,273.reported in the period under review;
- (b) the disposal of club memberships which resulted in a loss on disposal of RM 6,500; and
- (c) the disposal of a freehold apartment held at The Forum Apartment on 29 July, 2009 for the cash consideration of RM325,000. The disposal led to a gain of RM10,000 reported in the period under review.

19. Ouoted Securities

The details of investments in quoted shares as at 31 December 2009 as set out below: -

| | As at | As at | |
|------------------|------------|------------|--|
| | 31.12.2009 | 31.12.2008 | |
| | RM'000 | RM'000 | |
| In Malaysia | | | |
| At cost | 643 | 898 | |
| At book value | 212 | 125 | |
| At market value | 237 | 138 | |
| Outside Malaysia | | | |
| At cost | 2,174 | 2,517 | |
| At book value | 2,174 | 2,517 | |

20. Corporate Proposals

We have no corporate proposal announced but not yet completed at the date of this report.

21. Borrowings

| | As at 31.12.2009 RM'000 | As at 31.12.2008 RM'000 |
|-----------------------|-------------------------------|----------------------------|
| Short Term Borrowings | | |
| Secured | 21,020 | 21,638 |
| Unsecured | 16,384 | 17,397 |
| | 37,404 | 39,035 |
| Long Term Borrowings | | |
| Secured | 7,920 | 11,546 |
| | 45,324 | 50,581 |

22. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 31 December 2009.

23. Dividend Payable

No interim ordinary dividend has been declared for the financial period ended 31 December 2009 (31 December 2008: Nil).

24. Earning Per Shares

(a) Basic

The basic earning per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

| | 3 months ended | | 12 months | ended |
|--|----------------|-------------|--------------|-------------|
| | 31.12.2009 | 31.12.2008 | 31.12.2009 | 31.12.2008 |
| Group's loss attributable to ordinary shareholders (RM) | (8,868,000) | (2,282,000) | (13,159,000) | (9,344,000) |
| Weighted average number of ordinary shares s in issue, excluding | | | | |
| treasury shares | 53,742,300 | 54,581,854 | 53,742,300 | 54,581,854 |
| Basic deficit per share (sen) | (16.50) | (4.18) | (24.49) | (17.12) |

(b) Diluted

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and therefore, dilution to its basic earnings per share.

25. Authorization for Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 24 February 2010.