

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

	***** Individual Quarter *****		***** Cumulative Quarter *****	
	Current year quarter	Preceding year	Current year to date	Preceding year
	30 June 2011	corresponding quarter	30 June 2011	corresponding period
	RM'000	30 June 2010	RM'000	30 June 2010
		RM'000		RM'000
Revenue	3,001	N/A	4,774	N/A
Direct Costs	(1,619)	N/A	(1,784)	N/A
Gross Profit	1,382	N/A	2,990	N/A
Other Income	70	N/A	93	N/A
Administrative and General Expenses	(1,802)	N/A	(3,350)	N/A
Operating Loss	(350)	N/A	(267)	N/A
Finance Costs	(3)	N/A	3	N/A
Loss Before Taxation	(353)	N/A	(264)	N/A
Taxation	34	N/A	(30)	N/A
Loss After Taxation	(319)	N/A	(294)	N/A
Other comprehensive income	-	N/A	-	N/A
Total comprehensive income	(319)	N/A	(294)	N/A
LOSS ATTRIBUTABLE TO				
Equity holders of the Company	(319)	N/A	(294)	N/A
Total comprehensive income attributable to				
Equity holders of the Company	(319)	N/A	(294)	N/A
Weighted average no. of ordinary shares in issue ('000)	164,234	N/A	164,234	N/A
Loss per share (sen) :-	(0.19)	N/A	(0.18)	N/A
a) Basic				

Notes :

N/A - Not Applicable

- (i) Basic loss per share for the quarter and financial period is calculated based on the net profit divided by the weighted average number of ordinary shares for the quarter and financial period respectively.
- (ii) The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2010.
- (iii) No comparative figures for the preceding year's corresponding period are available as this is the third interim financial report being announced by the company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

MANAGEPAY SYSTEMS BERHAD (887689-D)
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2011**

	As at 30 June 2011	As at 30 June 2010
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	8,543	N/A
Software development	2,139	N/A
Deferred tax assets	29	N/A
	<u>10,711</u>	<u>N/A</u>
Current assets		
Inventories	1,114	N/A
Trade receivables	3,369	N/A
Othes receivables, deposits and prepayment	106	N/A
Current tax asset	26	N/A
Fixed deposits with licensed banks	6,385	N/A
Cash and bank balances	2,330	N/A
	<u>13,330</u>	<u>N/A</u>
Total Assets	<u>24,041</u>	<u>N/A</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	18,303	N/A
Share premium	1,522	N/A
Retained earnings	3,361	N/A
	<u>23,186</u>	<u>N/A</u>
Non-current Liabilities		
Deferred tax liability	151	N/A
	<u>151</u>	<u>N/A</u>
Current Liabilities		
Trade payables	174	N/A
Other payables and accruals	357	N/A
Amount due to director	128	N/A
Current tax liabilities	45	N/A
	<u>704</u>	<u>N/A</u>
Total Liabilities	<u>855</u>	<u>N/A</u>
TOTAL EQUITY AND LIABILITIES	<u>24,041</u>	<u>N/A</u>
 Net asset per share attributable to ordinary equity holders of the Company (RM)	 <u>0.13</u>	 <u>N/A</u>

Notes:

N/A - Not Applicable

The net assets per share attributable to owners of company is computed based on 183,031,190 ordinary shares of RM0.10 each of the company.

- (i) The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2010.
- (ii) No comparative figures for the preceding year's corresponding period are available as this is the third interim financial report being announced by the company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

MANAGEPAY SYSTEMS BERHAD (887689-D)**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

	As at 30 June 2011	As at 30 June 2010
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before tax	(353)	N/A
Adjustment for:		
Amortisation of software development	124	N/A
Depreciation of property, plant and equipment	499	N/A
Interest income	(48)	N/A
Operating profit before changes in working capital	<u>222</u>	<u>N/A</u>
Increase in inventories	(1,038)	
Increase in receivables	(814)	N/A
Decrease in payables	(631)	N/A
Interest received	48	N/A
Net cash flow used in operating activities	<u>(2,213)</u>	<u>N/A</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(186)	N/A
Net cash used in investing activities	<u>(186)</u>	<u>N/A</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Advances from director	47	N/A
Net cash generated from financing activities	<u>47</u>	<u>N/A</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,352)	N/A
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE QUARTER	11,067	N/A
CASH AND CASH EQUIVALENTS AT THE END OF THE QUARTER	<u>8,715</u>	<u>N/A</u>

Notes:

N/A - Not Applicable

- (i) The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2010.
- (ii) No comparative figures for the preceding year's corresponding period are available as this is the third interim financial report being announced by the company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.

MANAGEPAY SYSTEMS BERHAD (887689-D)**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000
Balance as at 31 March 2011	18,303	1,522	3,680	23,505
Net loss for the financial period	-	-	(319)	(319)
Balance as at 30 June 2011	<u>18,303</u>	<u>1,522</u>	<u>3,361</u>	<u>23,186</u>

Notes:

N/A - Not Applicable

- (i) The unaudited Condensed Consolidated Statements of changes in equity should be read in conjunction with the Audited Financial Statements for the financial period ended 31 December 2010.
- (ii) No comparative figures for the preceding year's corresponding period are available as this is the third interim financial report being announced by the company in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad.