



iNix Technologies Holdings Berhad (665797-D)

SUMMARY OF KEY FINANCIAL INFORMATION
For The Fourth Quarter Ended 31 July 2006

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year 31 Jul 2006 RM'000	Preceding Year Corresponding Quarter 31 Jul 2005 RM'000	Current Year To date 31 Jul 2006 RM'000	Preceding Year Corresponding Period 31 Jul 2005 RM'000
1. Revenue	4,804	2,350	16,332	2,350
2. Profit/(loss) before tax	422	817	3,150	810
3. Profit/(loss) for the period	422	817	3,150	810
4. Profit/(loss) attributable to ordinary equity holders of the parent	422	817	3,150	810
5. Basic earnings/(loss) per share (sen)	0.44	4.19	3.36	22.47
6. Proposed/declared dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER 31 Jul 2006		AS AT PRECEDING FINANCIAL YEAR END 31 Jul 2005
7. Net assets per share attributable to ordinary equity holders of the parent (RM)		<u>0.27</u>		<u>0.17</u>

Remarks :

The comparative figures presented are in respect of the period from the date of incorporation of the Company on 13 September 2004 to 31 July 2005. The Company completed the acquisition of its subsidiary INIX Technologies Sdn Bhd on 17 June 2005, and was listed on the MESDAQ Market on 1 September 2005.

Please access the Bursa Malaysia website at www.bursamalaysia.com for the full text of the above.



iNix Technologies Holdings Berhad (665797-D)

**CONDENSED CONSOLIDATED INCOME STATEMENT
For The Fourth Quarter Ended 31 July 2006**

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter 31 Jul 2006 RM'000	Preceding Year Corresponding Quarter 31 Jul 2005 RM'000	Current Year To date 31 Jul 2006 RM'000	Preceding Year Corresponding Period 31 Jul 2005 RM'000
Revenue		4,804	2,350	16,332	2,350
Cost of sales		(2,009)	(779)	(7,161)	(779)
Gross profit		2,795	1,571	9,171	1,571
Selling and marketing expenses		(404)	(184)	(1,107)	(184)
Administrative expenses		(86)	(190)	(1,582)	(197)
Other operating expenses		(1,222)	(199)	(1,843)	(199)
Research and development expenses		(661)	(181)	(1,489)	(181)
Profit/(loss) from operations		422	817	3,150	810
Finance costs		-	-	-	-
Profit/(loss) before taxation		422	817	3,150	810
Taxation	B5	-	-	-	-
Profit/(loss) after taxation		422	817	3,150	810
Basic earnings/(loss) per share (sen)	B12	0.44	4.19	3.36	22.47
Diluted earnings per share (sen)	B12	0.45	4.19	3.32	22.47

Note:

The comparative figures presented are in respect of the period from the date of incorporation of the Company on 13 September 2004 to 31 July 2005. The Company completed the acquisition of its subsidiary INIX Technologies Sdn Bhd on 17 June 2005, and was listed on the MESDAQ Market on 1 September 2005.

The annexed notes are an integral part of this statement



iNix Technologies Holdings Berhad (665797-D)

CONDENSED CONSOLIDATED BALANCE SHEET

As At 31 July 2006

(The figures have not been audited)

		As At End of Current Quarter 31 Jul 2006 RM'000	(Audited) As At Preceding Financial Year End 31 Jul 2005 RM'000
INTANGIBLE ASSET		675	775
PROPERTY, PLANT & EQUIPMENT	A9	6,752	1,360
GOODWILL ON CONSOLIDATION		4	-
CURRENT ASSETS			
Inventories		584	380
Trade receivables		17,674	10,944
Other receivables and prepayments		253	799
Cash and bank balances		448	135
		18,959	12,258
CURRENT LIABILITIES			
Trade payables		550	352
Other payables		274	469
Provision for warranties		100	63
		924	884
NET CURRENT ASSETS		18,035	11,374
		25,466	13,509
FINANCED BY			
Share capital		9,500	8,051
Share premium		6,784	-
Share option reserve		574	-
Reserve on consolidation		4,648	4,648
Retained profits		3,960	810
		25,466	13,509
Net tangible assets per share (RM)		0.26	0.16
Net assets per share (RM)		0.27	0.17

The annexed notes are an integral part of this statement



iNix Technologies Holdings Berhad (665797-D)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Fourth Quarter Ended 31 July 2006**

(The figures have not been audited)

	Non-distributable				Distributable	Total
	Share capital RM'000	Share premium RM'000	Share option reserve RM'000	Reserve on conso- lidation RM'000	Retained profits RM'000	
Preceding financial period ended 31 July 2005 (audited)						
At date of incorporation	*	-	-	-	-	-
Issue of shares during the period	8,051	-	-	-	-	8,051
Net profit for the period	-	-	-	-	810	810
Reserve on acquisition of a subsidiary company	-	-	-	4,648	-	4,648
Balance at 31 July 2005 (audited)	8,051	-	-	4,648	810	13,509
* denotes RM2.00						
Cumulative quarter ended 30 April 2006						
At 1 August 2005 (audited)	8,051	-	-	4,648	810	13,509
Issue of shares during the period	1,449	6,784	-	-	-	8,233
Proceeds from public issue	1,449	8,694	-	-	-	10,143
Listing expenses	-	(1,910)	-	-	-	(1,910)
Recognition of share option expense	-	-	574	-	-	574
Net profit for the period	-	-	-	-	3,150	3,150
Balance at 31 July 2006	9,500	6,784	574	4,648	3,960	25,466

The annexed notes are an integral part of this statement



iNix Technologies Holdings Berhad (665797-D)

**CONDENSED CONSOLIDATED CASHFLOW STATEMENT
For The Fourth Quarter Ended 31 July 2006**

(The figures have not been audited)

	Current Year Quarter 31 Jul 2006 RM'000	Preceding Year Corresponding Quarter 31 Jul 2005 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	422	817
Adjustments for:		
Depreciation of property, plant and equipment	954	75
Amortisation of intangible asset	25	12
Provision/(Write-back of provision) for warranties	(22)	(13)
Allowance for doubtful debts	430	242
Share option expense	96	-
Unrealised loss on foreign exchange	402	-
Operating profit before working capital changes	2,307	1,133
Decrease in inventories	708	600
(Increase) in trade receivables	(3,647)	(1,443)
Decrease in other receivables	17	13
Increase/(Decrease) in trade payables	(118)	131
Increase/(Decrease) in other payables	(412)	229
Net cash generated from/(used in) operating activities	(1,145)	663
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of subsidiary company	-	184
(Purchase) of property, plant and equipment	(83)	(712)
Net cash generated from/(used in) investing activities	(83)	(528)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	*
Net cash generated from financing activities	-	*
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(1,228)	135
CASH AND CASH EQUIVALENTS AT BEGINNING OF QUARTER	1,676	*
CASH AND CASH EQUIVALENTS AT END OF QUARTER	448	135
These comprise:		
Cash in hand	-	5
Bank balances	448	130
	448	135

* denotes RM2.00

Note:

Incorporated on 13 September 2004, the Company completed the acquisition of its subsidiary INIX Technologies Sdn Bhd on 17 June 2005, and was listed on the MESDAQ Market on 1 September 2005.

The annexed notes are an integral part of this statement



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

A NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard ("FRS") 134: Interim Financial Reporting, and Chapter 9 Part K Rule 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad for the MESDAQ Market

The interim financial statements of the Group and of the Company are prepared based on the historical cost convention except as disclosed in the notes to this statement, and in compliance with the applicable approved accounting standards in Malaysia and the provisions of the Companies Act, 1965.

In compliance with the transitional provisions of FRS 2: Share-based Payment, the Company has applied this FRS to grants of shares, share options or other equity instruments that were granted after 31 December 2004 and had not yet vested at the effective date of this FRS on 1 January 2006.

Save as disclosed above, the accounting policies and methods of computation adopted by the Group in the preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial period ended 31 July 2005.

The comparative figures presented are in respect of the period from the date of incorporation of the Company on 13 September 2004 to 31 July 2005. The Company completed the acquisition of its subsidiary INIX Technologies Sdn Bhd on 17 June 2005.

A2 Audit report of preceding annual financial statements

The preceding year annual audited financial statements were not subject to any qualification.

A3 Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

A5 Material changes in estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect in the current quarter under review.

A6 Debt and equity securities

Save as disclosed below, there were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares for the current quarter under review:



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

A6 Debt and equity securities (continued)

Employee Share Option Scheme

The INIX Employee Share Option Scheme ("ESOS" or "the Scheme") grants options to eligible directors and employees of the INIX Group to subscribe for shares up to 15% of INIX's issued and paid-up share capital. The Scheme is in force for a duration of 5 years commencing from 25 August 2005 being the date of full compliance with all relevant requirements of the Scheme.

On 12 September 2005, 6,000,000 share options were granted and accepted at an exercise price of RM0.40 per share pursuant to the Company's ESOS. The estimated fair value of RM0.20 per option was calculated using the Black-Scholes option pricing model with inputs into the model as follows:

Weighted average share price	RM0.44
Exercise price	RM0.40
Expected volatility	60%
Expected life	3 years
Risk free rate	3.33%
Expected dividend yield	nil

Expected volatility was determined by calculating the historical volatility of the share prices of the Company and of other companies listed on the same exchange, board and sector. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

Details of the share options outstanding during the period under review are as follows:

	No. of share options at exercise price of RM0.40 each	
	Current Quarter	Year To Date
Outstanding at the beginning of the period	5,760,000	-
Granted and accepted during the period	-	6,000,000
Forfeited during the period	(600,000)	(840,000)
Exercised during the period	-	-
Expired during the period	-	-
Outstanding at the end of the period	<u>5,160,000</u>	<u>5,160,000</u>
Exercisable at the end of the period	<u>-</u>	<u>-</u>

A7 Dividend paid

No dividend has been paid in the current quarter under review.

A8 Segmental information

Business segments

Business segment information is not presented as the Group is primarily engaged in one business segment, which is the development and sales of integrated intelligent wireless security, automation and closed-circuit television surveillance systems.



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

A8 Segmental information *(continued)*

Geographical segments

As the Group operates predominantly in Malaysia, geographical segment information is not presented other than revenue by geographical markets which is analysed as follows:

	Current Quarter RM'000	Year To Date RM'000
Asia	2,999	11,017
Africa	570	1,245
Australia	-	1,600
Europe	1,235	2,470
Revenue for the period	<u>4,804</u>	<u>16,332</u>

A9 Valuation of property, plant and equipment

There were no valuation of the property, plant and equipment in the current quarter under review.

A10 Material events subsequent to the end of the quarter

Save as disclosed below, there were no material events between the end of the reporting quarter and the date of this announcement.

On 17 August 2006, the Company announced that the issue price for the first tranche placement of 856,000 new ordinary shares of RM0.10 each in INIX ("Placement Shares") to be issued pursuant to the Proposed Private Placement has been fixed at RM0.50 per Placement Share ("First Tranche Shares"). The issue price represents a premium of 72.4% over the 5-day weighted average market price of INIX's Shares from 10 August 2006 to 16 August 2006 of RM0.29. The First Tranche Shares were granted listing and quotation on 29 August 2006.

A11 Changes in the composition of the Group

There was no material change in the composition of the Group for the quarter under review.

A12 Contingent liabilities

During the period, the directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have material impact on the financial position and business of the Group.

A13 Capital commitment

As at 31 July 2006, the Group has no material capital commitment in respect of property, plant and equipment.

A14 Significant related party transactions

During the period, the directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group.

A15 Cash and cash equivalents

	RM'000
Short-term deposits with licensed banks	-
Cash and bank balances	448
	<u>448</u>



iNix Technologies Holdings Berhad (665797-D)

QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Fourth Quarter Ended 31 July 2006

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance

The Group recorded a net profit after taxation of RM0.422 million for the current quarter ended 31 July 2006. Group sales revenue, which continued to be dampened by economic concerns emanating from uncertainty over world crude oil prices and rising interest rates, amounted to RM4.804 million for the period under review. For the financial year to date, Group net profit after taxation reached RM3.150 million on sales revenue of RM16.332 million.

B2 Variation of results against preceding quarter

	Current Quarter 31 Jul 2006 RM'000	Preceding Quarter 30 Apr 2006 RM'000
Revenue	4,804	3,689
Profit after taxation	422	573

Despite the continuingly adverse operating environment for the Group during the period under review, sales turnover rose 30.2% from the RM3.689 million recorded in the preceding quarter. Group after-tax profit, however, declined 26.4% from RM0.573 million to RM0.422 million. This reflects in part year-end accounting adjustments and prudential provisions taken up in the quarter under review, co-inciding with the last quarter of the Group's financial year ended 31 July 2006.

B3 Prospects

The generally depressed present economic conditions notwithstanding, the Directors remain confident of the excellent overall prospects of the Group, particularly so over a slightly longer term. Barring any unforeseen significant deterioration in the current economic state of affairs locally, regionally as well as globally, the Directors are cautiously optimistic that Group earnings for the succeeding financial year ending 31 July 2007 will remain in positive territory.

B4 Variance of actual profit from forecast profit and profit guarantee

Not applicable as no profit forecast was published and no profit was guaranteed by the Group.

B5 Taxation

For the current quarter ended 31 July 2006, the Company has no taxable income while its subsidiary enjoyed 100% exemption of tax as a pioneer status company. The pioneer status had been granted to its subsidiary for 5 years commencing 1 December 2003 being an MSC status company, and pursuant to the benefits/incentives available, its statutory income is fully exempted from income tax.



iNIX Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

B6 Unquoted investments and properties

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter under review.

B8 Group's borrowings and debt securities

There were no borrowings and debt securities outstanding and/or issued during the current quarter under review.

B9 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at the date of this announcement applicable to the Group.

B10 Material litigation

Save as disclosed below, neither the Company nor its subsidiary is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary.

Kuala Lumpur High Court Civil Suit No. S7-22-222-2006

The Company has received a Writ and Statement of Claim dated 17 March 2006 in relation to the above suit filed by Mohd Yusoff Bin Mohd Noor ("Plaintiff"). The Plaintiff claims a sum of RM1,010,000 from the Company and one of its directors, namely Jimmy Tok Soon Guan (collectively, the "Defendants") which is allegedly owed to him premised on an alleged promise by the Defendants.

The Defendants' Statement of Defence was filed on 20 June 2006, and the Reply filed on 10 July 2006. The Plaintiff's solicitors have not taken any further steps since the close of pleadings.

The Solicitors of INIX are of the opinion that the Plaintiff's claim is frivolous as it is based on illegality as well as fraud and as such unsustainable.

The Company will make appropriate announcements on the status of proceedings of the legal suit in due course.

B11 Dividends

No dividends have been declared in respect of the current quarter under review.



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

B12 Earnings per share

	Current Quarter 31 Jul 2006	Year To Date 31 Jul 2006
Profit after taxation (RM'000)	422	3,150
Weighted average number of ordinary shares assumed in issue ('000)	95,000	93,773
Basic earnings per share (sen)	0.44	3.36
Weighted average number of ordinary shares assumed in issue ('000)	95,000	93,773
Number of shares under option ('000)	5,160	5,160
Less: Number of shares that would have been issued at average fair value ('000)	(6,297)	(4,004)
Adjusted weighted average number of ordinary shares assumed in issue ('000)	93,863	94,929
Diluted earnings per share (sen)	0.45	3.32

B13 Status of corporate proposals

Save as disclosed below, there were no corporate proposals announced but not yet completed as at the date of this announcement.

Proposed Placement

The Company announced on 16 May 2006, with updated announcements on 19 May 2006 and 13 June 2006, that it proposed to undertake a private placement exercise ("Proposed Private Placement") involving the placement of up to 10% of the issued and fully paid-up share capital of INIX, comprising up to 10,036,000 new ordinary shares of RM0.10 each ("INIX Shares") to investors to be identified.

On 26 May 2006, the Company announced that the Securities Commission ("SC") and the Foreign Investment Committee (via the SC) had, vide SC's letter dated 24 May 2006 (which was received on 26 May 2006), approved the Proposed Private Placement.

On 21 June 2006, the Company announced that the Bursa Malaysia Securities Berhad has, vide its letter dated 20 June 2006, approved-in-principle the listing and quotation of the INIX Shares to be issued pursuant to the Proposed Private Placement.



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

B13 Status of corporate proposals (continued)

Proposed Placement (continued)

On 17 August 2006, the Company announced that the issue price for the first tranche placement of 856,000 Placement Shares to be issued pursuant to the Proposed Private Placement has been fixed at RM0.50 per Placement Share. The issue price represents a premium of 72.4% over the 5-day weighted average market price of INIX's Shares from 10 August 2006 to 16 August 2006 of RM0.29. The First Tranche Shares were granted listing and quotation on 29 August 2006. The INIX Shares to be issued pursuant in relation to the Proposed Private Placement, save for the First Tranche shares, is pending implementation.

B14 Utilisation of IPO proceeds

The status of utilisation of the proceeds raised from the public issue pursuant to the listing of the Company on Mesdaq Market of Bursa Malaysia Securities Berhad amounting to RM10.143 million is as follows :

	As approved by the Securities Commission	Utilised as at the date of this report	Balance
	RM'000	RM'000	RM'000
Research and development	2,500	2,500	-
Purchase of equipment/fixed assets	500	500	-
Advertising and promotion	1,000	1,000	-
Working capital	4,343	4,343	-
Estimated listing expenses	1,800	1,800	-
	10,143	10,143	-

B15 Utilisation of placement proceeds

The proposed utilisation of the proceeds raised pursuant to the Proposed Placement as approved by the Securities Commission based on the assumptions set out in the following notes is as follows:

	Proposed Utilisation *	
	Minimum Scenario	Maximum Scenario
	RM'000	RM'000
Expansion of production capacity	3,000	3,000
Working capital	510	714
Estimated expenses	100	100
	3,610	3,814



iNix Technologies Holdings Berhad (665797-D)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Fourth Quarter Ended 31 July 2006**

B15 Utilisation of placement proceeds (continued)

Note:-

** Assuming Placement Price of RM0.38 per Placement Share based on the weighted average market price of INIX Shares for the five (5) Market Days from 8 May 2006 to 15 May 2006, assuming 16 May 2006 to be the price fixing date.*

Minimum Scenario - based on 9,500,000 INIX Shares

Maximum Scenario - based on 10,036,000 INIX Shares assuming full exercise of ESOS options

The proceeds raised from the first tranche placement of 856,000 Placement Shares at an issue price of RM0.50 per share amounted to RM428,000. As at the date of this report, INIX has yet to utilise the said proceeds except for some expenses incurred in relation to the Proposed Private Placement amounting to RM13,005.

Any excess or deficit in the gross proceeds raised from the Proposed Placement, upon completion, will be utilised for, or adjusted from, working capital.

B16 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 19 September 2006.

iNix Technologies Holdings Berhad

22 September 2006