

**KOSMO TECHNOLOGY INDUSTRIAL BERHAD**

(Company No: 615599-T)  
(Incorporated in Malaysia)

**VARIANCE BETWEEN AUDITED AND UNAUDITED CONDENSED  
CONSOLIDATED INCOME STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2007**

	Unaudited RM'000	Audited RM'000	Variation RM'000	<u>Explanation</u>
<b>Revenue</b>	38,417	44,176	5,759	
Cost of sales	(21,085)	(28,553)	(7,468)	
<b>Gross Profit</b>	17,332	15,623	(1,709)	
Other income	5,082	657	(4,425)	Elimination of inter-co interest
Distribution expenses	(463)	(471)	(8)	
Administration expenses	(7,527)	(10,732)	(3,205)	Lease rentals crystallised from legal suit
Other expenses	(30)	(131,727)	(131,697)	Impairment Loss (55,584) and Provision for doubtful debt(75,906)
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<b>Profit from operations</b>	14,394	(126,650)	(141,044)	
Finance costs	(10,716)	(5,781)	4,935	Elimination of inter-co interest
Share of results of associate company	(2,310)	(9,768)	(7,458)	Higher loss from audited results of M Dot Mobile
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<b>(Loss)/Profit before taxation</b>	1,368	(142,199)	(143,567)	
Taxation	(1,259)	484	1,743	Provision of taxation no longer required
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<b>(Loss)/Profit for the financial period</b>	109	(141,715)	(141,824)	
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<b>Basic earnings per share (sen)</b>	0.09	(115.68)	(116)	
<b>Diluted earnings per share (sen)</b>	0.09			