

ICAPITAL.BIZ BERHAD (674900 X)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2005

CONDENSED BALANCE SHEET

	UNAUDITED AS AT 31/08/2005	AUDITED AS AT 31/05/2005
	RM'000	RM'000
Current Assets		
Other receivable & deposits	1.3	1.3
Cash in hand	*	*
	1.3	1.3
Current Liabilities		
Other payables	352.4	140.0
	352.4	140.0
Net Current Liabilities	(351.1)	(138.7)
	(351.1)	(138.7)
Share capital	*	*
Accumulated losses	(351.1)	(138.7)
Shareholders' funds	(351.1)	(138.7)
Net liabilities per share (RM)	(175,550)	(69,350)
Net liability value per share (RM)	(175,550)	(69,350)

* Represent RM2

Notes:

There are no comparative results presented as these are the first quarterly results announced by icapital.biz Berhad

(The Condensed Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 May 2005)

ICAPITAL.BIZ BERHAD (674900 X)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2005

CONDENSED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/08/2005 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 8/31/2004 RM'000	CURRENT YEAR TO DATE 31/08/2005 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 8/31/2004 RM'000
Revenue	-	N/A	-	N/A
Operating Expenses	(212)	N/A	(212)	N/A
Loss from Operations	(212)	N/A	(212)	N/A
Finance cost	-	-	-	-
Loss before taxation	(212)	N/A	(212)	N/A
Taxation	-	N/A	-	N/A
Loss after taxation	(212)	N/A	(212)	N/A
Loss for the period	(212)	N/A	(212)	N/A
EPS - Basic (sen)	(10,600,000)	N/A	(10,600,000)	N/A
- Diluted (sen)	N/A	N/A	N/A	N/A

Notes:

There are no comparative results presented as these are the first quarterly results announced by icapital.biz Berhad

(The Condensed Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 May 2005)

All expenses of icapital.biz Berhad for the financial period under review were mainly due to preliminary expenses, pre-operating expenses and professional fees in respect of the public issue of up to 140 million ordinary shares of RM1.00 each in icapital.biz Berhad

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2005

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Accumulated losses RM'000	Total RM'000
At 1.6.2005	*	(139)	(139)
Loss for the period	-	(212)	(212)
At 31.8.2005	<u>*</u>	<u>(351)</u>	<u>(351)</u>

* Represent RM2

Notes:

There are no comparative results presented as these are the first quarterly results announced by icapital.biz Berhad

(The Condensed Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2005)

ICAPITAL.BIZ BERHAD (674900 X)
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CONDENSED CASH FLOW STATEMENT

	3 MONTHS ENDED 31/08/2005 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES	
Loss before working capital changes	(212)
Changes in working capital	212
Cash generated from operations	<u>-</u>
Taxes paid	<u>-</u>
NET MOVEMENT IN CASH IN HAND	-
CASH IN HAND AT 1 JUNE	*
CASH IN HAND AT 31 AUGUST	<u> *</u>

* Represent RM2

Notes:

There are no comparative results presented as these are the first quarterly results announced by icapital.biz Berhad

(The Condensed Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 May 2005)

**ICAPITAL.BIZ BERHAD (674900 X)
INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2005**

NOTES TO THE INTERIM FINANCIAL REPORT

PART A - AS REQUIRED BY MASB 26

1. Basis of preparation

The interim financial report of icapital.biz Berhad ("the Company" or "the Fund") is prepared in accordance with MASB 26 - Interim Financial Reporting, and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The figures have not been audited.

The interim financial report should be read in conjunction with the audited financial statements for the year ended 31 May 2005. The accounting policies and methods of computation adopted in this interim financial report are consistent with those adopted in the preparation of the audited financial statements for the year ended 31 May 2005.

2. Auditors' opinion on preceding annual financial statements

The Company's Financial Statements for the financial year ended 31 May 2005 was not qualified by the Auditors.

3. Seasonality or cyclicity of operations

As the Company is a closed-end fund, it is dependant on the performance of the companies that it invested in. In general, therefore, there is no seasonality or cyclicity of operations.

4. Individually significant items

There are no significant items affecting the assets, liabilities, equity, net income or cash flows during the current financial year-to-date.

5. Changes in estimates

There were no significant changes in estimates that have a material effect on the current financial year to-date.

6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial year-to-date.

7. Dividend paid

There was no dividend paid during the current financial year-to-date.

8. Segmental reporting

No segmental reporting is presented as the Company is a closed-end fund based in Malaysia and the principal activity is to invest in a diversified portfolio of quoted securities.

9. Valuations of property, plant and equipment

No valuation was carried out as the Company does not have any property, plant and equipment.

10. Subsequent event

There were no material events subsequent to the end of the interim period reported on that have not been reflected in the financial statements for the said period.

11. Changes in the composition of the Company

There were no changes in the composition of the Company during the current financial year-to-date.

12. Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets pending as at the date of this report.

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NOTES TO THE INTERIM FINANCIAL REPORT

PART B - AS REQUIRED BY THE LISTING REQUIREMENTS

1. Review of performance

The Company recorded a year-to-date loss before tax and extraordinary items of RM0.212 million for the current quarter under review. No comparison is made with the corresponding period in the previous financial year as this is the first set of quarterly report released by the Company.

2. Comparison with immediate preceding quarter's results

The interim financial statements for the first quarter ended 31 August 2005 is the first quarterly results announced by icapital.biz Berhad. Hence, no preceding quarter's results are available for comparison.

3. Current year prospects

As the Company is a closed-end fund, its prospects are dependant on the performance of Bursa Malaysia Securities Bhd in general and with the performance of the investments held by icapital.biz Berhad in particular.

4. Profit forecast / guarantee

The Company has not given any profit forecast or profit guarantee for the year.

5. Taxation

There was no tax provision for the current quarter and the financial year-to-date since the company is operating at a loss.

There was no deferred tax and adjustments for over/under provision in respect of prior years.

6. Profit on sale of unquoted investments and/or properties

There was no profit on the sale of unquoted investments and/or properties during the current financial year-to-date.

7. Quoted securities

This note is not applicable to the Company.

8. Status of corporate proposals

There was no corporate proposal announced during the current quarter or the current financial year-to-date.

9. Borrowings and debt securities

There were no group borrowings and debt securities outstanding as at the end of the reporting period.

10. Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk.

11. Changes in material litigation

There was no material litigation pending as at the date of this report.

12. Dividend

No dividend has been declared during the current financial quarter

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NOTES TO THE INTERIM FINANCIAL REPORT

13. Loss per share

The basic loss per share of 10,600,000 sen is calculated based on the loss after taxation over 2 ordinary shares of RM1.00 each as at 31 August 2005.

14. Net liability value

The net liability value per share of RM175,550 is calculated based on the net liability value over 2 ordinary shares of RM1.00 each as at 31 August 2005.

15. Investments

As at 31 August 2005, the Company did not have any investments in:

- (1) securities listed on other stock exchanges;
- (2) other investment vehicles;
- (3) securities of unlisted companies; and
- (4) derivatives other than warrants, transferable subscriptions rights and convertible loan stocks.

BY ORDER OF THE BOARD

WONG WEI FONG (MAISCA 7006751)
THAM WAI YING (MAICSA 7016123)
SECRETARIES

Petaling Jaya, Selangor Darul Ehsan
Date: 14 October 2005