

DISCCOMP BERHAD

(Company No.55420-P)

(Incorporated in Malaysia)

**Condensed Consolidated Income Statements****For the Second Quarter Ended 30 June 2007**

(The figures below are unaudited)

	Individual quarter		Cumulative quarter	
	30.06.2007	30.06.2006	30.06.2007	30.06.2006
	RM'000	RM'000	RM'000	RM'000
Revenue	8,013	7,789	16,197	15,695
Operating expenses	(7,332)	(7,927)	(15,523)	(15,917)
Depreciation and amortisation	(203)	(230)	(410)	(520)
Other income	<u>(83)</u>	<u>26</u>	<u>93</u>	<u>89</u>
Operating profit/(loss)	395	(342)	357	(653)
Interest expenses	(10)	(8)	(18)	(16)
Interest income	<u>1</u>	<u>22</u>	<u>2</u>	<u>45</u>
Profit/(Loss) before taxation	386	(328)	341	(624)
Taxation	(79)	27	(135)	(130)
Profit/(Loss) after taxation	<u><u>307</u></u>	<u><u>(301)</u></u>	<u><u>206</u></u>	<u><u>(754)</u></u>
Attributable to:				
Equity holders of the parent	263	(326)	144	(796)
Minority Interest	<u>44</u>	<u>25</u>	<u>62</u>	<u>42</u>
	<u><u>307</u></u>	<u><u>(301)</u></u>	<u><u>206</u></u>	<u><u>(754)</u></u>
Profit/(Loss) per share				
From continuing operations:				
Basic (sen)	0.54	(0.67)	0.30	(1.64)
Diluted (sen)	-	-	-	-

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Balance Sheet
As at 30 June 2007

	Unaudited	Audited
	As at	As at
	30.06.07	31.12.06
	RM'000	RM'000
ASSETS		
Non-Current assets		
Property, plant and equipment	2,691	2,875
Other investments	290	290
	<u>2,981</u>	<u>3,165</u>
Current assets		
Inventories	8,492	7,337
Trade and others receivables	8,534	9,707
Fixed deposits with licensed banks	2,110	110
Cash and bank balances	2,428	4,607
	<u>21,564</u>	<u>21,761</u>
TOTAL ASSETS	<u>24,545</u>	<u>24,926</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	24,250	24,250
Reserves	30	30
Accumulated losses	(3,166)	(3,310)
	<u>21,114</u>	<u>20,970</u>
Minority shareholders' interests	1,053	991
Total equity	<u>22,167</u>	<u>21,961</u>
Non-current liabilities		
Deferred liabilities	201	103
Deferred tax liabilities	131	131
	<u>332</u>	<u>234</u>
Current liabilities		
Trade and other payables	2,046	2,730
Taxation	-	1
	<u>2,046</u>	<u>2,731</u>
Total liabilities	<u>2,378</u>	<u>2,965</u>
TOTAL EQUITY AND LIABILITIES	<u>24,545</u>	<u>24,926</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.44	0.43

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and accompanying explanatory notes attached to the interim financial statements.

DISCCOMP BERHAD

(Company No.55420-P)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Changes in Equity****For the Second Quarter Ended 30 June 2007**

(The figures below are unaudited)

	← Attributable to Equity Holders of the Parent →				Total RM'000	Minority Interest RM'000	Total Equity RM'000
	← Non-Distributable	Reserve on	Capital	Distributable			
	Share Capital RM'000	Consolidation RM'000	Reserves RM'000	Accumulated Losses RM'000			
At 1 January 2007	24,250	-	30	(3,310)	20,970	991	21,961
Profit for the period	-	-	-	144	144	62	206
Issues of shares in subsidiary companies to minority interest	-	-	-	-	-	-	-
At 30 June 2007	24,250	-	30	(3,166)	21,114	1,053	22,167
At 1 January 2006	24,250	62	30	(1,262)	23,080	657	23,737
Effect of change in accounting policy -derecognition of negative goodwill		(62)		62	-	-	-
	24,250	-	30	(1,200)	23,080	657	23,737
Amortisation of reserve on consolidation	-	-	-	-	-	-	-
(Loss)/profit for the period	-	-	-	(796)	(796)	42	(754)
Issues of shares in subsidiary companies to minority interest	-	-	-	-	-	74	74
At 30 June 2006	24,250	-	30	(1,996)	22,284	773	23,057

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and accompanying explanatory notes attached to the interim financial statements.

DISCCOMP BERHAD(Company No.55420-P)
(Incorporated in Malaysia)**Condensed Consolidated Cash Flow Statements****For the Second Quarter Ended 30 June 2007**

(The figures below are unaudited)

	6 months ended 30.06.07 RM'000	6 months ended 30.06.06 RM'000
Cash flows from operating activities		
Net profit/(loss) before tax	341	(624)
<u>Adjustment for non-cash items :-</u>		
Depreciation and amortisation	410	520
Interest expenses	18	16
Interest income	(2)	(45)
Non-cash items	(33)	158
Operating profit before changes in working capital	<u>734</u>	<u>25</u>
Changes in working capital:		
Net change in current assets	(3)	105
Net change in current liabilities	(620)	35
Net cash generated by operations	<u>111</u>	<u>165</u>
Interest paid	(18)	(16)
Tax paid	(102)	(81)
Net cash (used in)/ generated by operating activities	<u>(9)</u>	<u>68</u>
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	42	-
Purchase of property, plant and equipment	(100)	(135)
Advance to related companies	-	(2)
Interest received	2	45
Net cash used in investing activities	<u>(56)</u>	<u>(92)</u>
Cash flows from financing activities		
Repayment of hire purchase liabilities	(114)	(97)
Proceeds from issuance of shares to minority interest	-	74
Net cash used in financing activities	<u>(114)</u>	<u>(23)</u>
Net decrease in cash and cash equivalents	(179)	(47)
Cash and cash equivalents at beginning of the period	<u>4,687</u>	<u>3,985</u>
Cash and cash equivalents at end of the period	<u>4,508</u>	<u>3,938</u>
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	2,110	787
Cash and bank balances	2,428	3,181
Bank overdraft	-	-
	<u>4,538</u>	<u>3,968</u>
Less : Fixed deposit pledged	(30)	(30)
	<u>4,508</u>	<u>3,938</u>

The condensed consolidated cashflow statements should be read in conjunction with the audited financial statements for the year ended 31 December 2006 and accompanying explanatory notes attached to the interim financial statements.