PART A - EXPLANATORY NOTES PURSUANT TO FRS 134

A1. BASIS OF PREPARATION

The interim financial reports of the Group have been prepared in accordance with FRS 134 "Interim Financial Reporting" and Chapter 7 Part VI of the Listing Requirements for the MESDAQ Market of Bursa Malaysia Securities Berhad.

This interim financial report is unaudited and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2006. The following notes explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2006.

A2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2006 except for the adoption of the following new/revised Financial Report Standards ("FRS") effective for the financial period beginning 1 January 2007:

FRS 117	Leases
FRS 124	Related Party Disclosures

The Group has not adopted FRS 139 Financial Instruments : Recognition and Measurement as its effective date has been deferred.

The adoption of all FRSs mentioned above does not result in significant changes in accounting policies of the Company, other than the change discussed below:.

FRS 117 : Leases

Prior to 1 January 2007, leasehold land held for own use was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses. The adoption of the revised FRS 117 had resulted in a change in the accounting policy relating to the classification of leases of land and buildings. Leases of land and buildings are classified as operating or finance leases in the same way as leases of the other assets and the land and building elements of a lease of land and buildings are considered separately for the purposes of lease classification Leasehold land held for own use is now classified as operating lease. As such, leasehold land and the corresponding liability arising from the lease from Government have been removed from the balance sheet as at 1 January 2007. Lease payments are recognized in the income statement on an accrual basis. The Company has applied this change in accounting policy prospectively.

In the previous financial year however, the company had adopted **FRS 140 (Investment Property).** All leasehold land under the Group are now classified under Investment Property as none are held for own use. Therefore, the adoption of FRS 117 (Leases) has no significant impact on the Company's financial statement.

A3. AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditor’s report on the financial statements for the year ended 31 December 2006 was not qualified.

A4. SEASONAL OR CYCLICAL FACTORS

The operations of the Group were not affected by any seasonal or cyclical factors.

A5. UNUSUAL ITEMS

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence during the current quarter.

A6 MATERIAL CHANGES IN ESTIMATES

The Group has not submitted any financial forecast or projections to any authorities during the current quarter and prior financial year ended 31 December 2006. As such, there is no change in estimates that had a material effect in the current quarter results.

A7 CHANGES IN DEBTS AND EQUITY SECURITIES

There were no issuances, cancellations, repurchases, resale, repayments of debt and/or securities, share held as treasury shares and resale of treasury shares during the financial period ended 31 December 2007 except for the issuance of 1,608,600 new ordinary shares of RM0.10 each for cash pursuant to the Company’s Employee Share Option Scheme at the exercise price of RM0.20 per ordinary share.

A8 DIVIDENDS PAID

There were no dividends paid during the current quarter.

A9 SEGMENTAL INFORMATION

Segmental information for the 12 months ended 31 December 2007 and 31 December 2006 are as follows:

	Malaysia		Overseas		Elimination		Consolidated	
	2007	2006	**2007**	2006	**2007**	2006	**2007**	2006
	RM	RM	**RM**	RM	**RM**	RM	**RM**	RM
Revenue								
External sales	**22,489,485**	22,402,655	**3,018,068**	3,830,282	**-**	-	**25,507,553**	26,232,937
Inter-segment sales	**6,061,815**	6,822,059	**-**	-	**(6,061,815)**	(6,822,059)	**-**	-
Total revenue	**28,551,300**	29,224,714	**3,018,068**	3,830,282	**(6,061,815)**	(6,822,059)	**25,507,553**	26,232,937
Result								
Operating results*	**4,499,467**	3,117,365	**(1,687,757)**	659,905			**2,811,710**	3,777,270
Bad & Doubtful Debt							**(2,105,746)**	(601,464)
Amortisation (unallocated)							**(3,144,755)**	(2,898,528)
Impairment of Asset (unallocated)							**(3,951,623)**	-
Finance costs							**(58,945)**	(78,464)
Share of results of associate							**(1,476,090)**	333,983
Loss before tax							**(7,925,449)**	532,797
Income tax expense							**72,758**	(456,203)
Loss for the period							**(7,852,691)**	76,594

**Note- Results for previous year restated*

A10. VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT

The valuation of property, plant and equipment and investment properties have been brought forward without amendment from the financial statements for the year ended 31 December 2006.

A11. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT QUARTER

There was no significant event arising in the period from 1 January 2008 to the date of this announcement, which will have a material effect on the financial results of the Group for the period under review.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter under review.

A13. CONTINGENT LIABILITIES

There were no material contingent liabilities since the last annual balance sheet as at 31 December 2006.

A14. CAPITAL COMMITMENTS

There were no material capital commitments as at the date of this report.

PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS FOR THE MESDAQ MARKET

B1. REVIEW OF YEAR-ON-YEAR PERFORMANCE

The Group recorded revenue of RM25.51 million for the year ended 31 December 2007, which translate to a marginal decline of 3% compared to RM26.23 million recorded in the corresponding period last year. The contraction was attributed to the lower overseas software sales, as most of our distributors were waiting for our web-based solution, which was only launched in late 2007.

The Group recorded an operating profit of RM2.81 million representing a 25.6% decline compared to last year. After accounting for the one-off impairment loss of RM3.95 million plus the provision for bad and doubtful debt, loss of overseas associates and amortization of deferred development cost, totaling RM6.72 million (which are non-cash items), the Group registered a net after tax loss of RM7.85 million.

B2. VARIATION OF RESULTS AGAINST THE PRECEDING QUARTER

	Current Quarter 31.12.2007 RM'000	**Preceding Quarter 30.09.2007 RM'000**
Revenue	8,416	5,622
Operating Profit	1,353	569
Less : Bad & doubtful debts provision	(50)	(1,160)
Amortisation	(799)	(680)
Impairment of assets	(185)	-
Finance costs	(14)	(14)
Share of results of associate	(653)	(157)
(Loss)/Profit Before Tax	(348)	(1,442)

In the quarter under review, the Group recorded 50% growth in Revenue and a 238% increase in operating profit compared to the preceding quarter. This significantly improved result is driven primarily by the success of our new web-based products. The Group cash balance as at year end stood at RM8.90 million compared to RM7.52 million as of 30 Sep 2007.

After accounting for non-cash items in the reporting quarter, the Group registered a RM0.35 million loss before tax which is substantially lower than the loss incurred in Quarter 3, 2007.

B3. PROSPECTS

Our new generation of leading edge web-based product, targeted for SMI and Group enterprises with significant regional operations, has received positive market response. This momentum in the market place is reflected in our current sales orders and pipeline.

Barring any unforeseen circumstances, the Directors anticipate that the Group would record positive results in the coming year.

B4. PROFIT FORECAST

The Group has not provided any profit forecast in any public documents for the current quarter under review.

B5. INCOME TAX EXPENSE

	Current Quarter 3 months ended 31.12.2007 RM	Cumulative Quarter 12 months ended 31.12.2007 RM
Current tax	29,409	61,080
Deferred tax	(133,838)	(133,838)
	(104,429)	(72,758)

The effective tax rate of the Group is lower than the statutory tax rate for the current financial period under review mainly due to the Company's MSC status.

B6. PROFIT OR LOSS ON SALE OF INVESTMENTS AND/OR PROPERTIES

There were no sales of unquoted investments or properties during the current quarter under review.

B7. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There were no purchases or disposals of quoted securities for the current quarter and financial year to date.

B8. GROUP BORROWINGS AND DEBT SECURITIES

The total borrowings of the Group as at 31 December 2007 comprised of hire purchase liabilities amounting to RM 927,709 analysed as follows:

	RM
Secured - due within 12 months	307,472
Secured - due after 12 months	620.237
	927,709

B9. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Group has no off-balance sheet financial instruments at the date of this announcement.

B10. MATERIAL LITIGATION

The Group does not have any material litigation, of which, in the opinion of the Directors, would have a material adverse effect on the financial results of the Group as at the date of this announcement.

B11. DIVIDEND PAYABLE

No interim ordinary dividend has been declared for the financial period ended 31 December 2007.

B12. EARNINGS PER SHARE

	Current Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31.12.2007	**31.12.2006**	**31.12.2007**	**31.12.2006**
	RM	**RM**	**RM**	**RM**
Earnings				
(Loss)/Profit for the period	(248,773)	735,265	(7,852,691)	81,691
Less/(Add): Amount attributable to minority interest	5,120	(38,568)	4,724	(5,097)
(Loss)/Profit for the period attributable to shareholders of the Group	(243,653)	696,697	(7,852,691)	76,594
Number of shares				
Weighted average number of share in issue for basic earnings per share	287,534,250	285,093,400	287,106,550	285,043,558
Effect of dilutive potential ordinary shares on conversion of options under ESOS	832,250	259,695	832,250	1,928,420
Weighted average number of share in issue for diluted earnings per share	287,054,283	285,353,095	286,672,061	285,971,979
Loss per share (sen)				
- Basic	(0.09)	0.26	(2.74)	0.03
- Diluted	(0.09)	0.24	(2.74)	0.03

B13. AUTHORISATION FOR ISSUE

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2008.