

**SCICOM (MSC) BERHAD**  
(Company No. 597426-H)  
(Incorporated in Malaysia under the Companies Act, 1965)  
**FOURTH QUARTER REPORT ENDED 30 JUNE 2007**

**ANNOUNCEMENT**

The Board of Directors of Scicom (MSC) Berhad (hereinafter referred to as “Scicom” or “the Company”) is pleased to announce the following unaudited consolidated results for the fourth quarter ended 30 June 2007.

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	Current Year Quarter 30.06.2007	Preceding Year Corresponding Quarter 30.06.2006	Current Year To Date 30.06.2007	Preceding Year To Date 30.06.2006
	(Unaudited) RM'000	(Unaudited) RM'000	(Unaudited) RM'000	(Audited) RM'000
<b>Revenue</b>	26,463	26,078	109,003	77,905
Operating expenses	(25,093)	(21,826)	(98,134)	(67,409)
Other operating income	41	37	45	67
Finance income	69	128	535	415
Finance costs	(42)	(50)	(169)	(218)
<b>Profit before taxation</b>	1,438	4,367	11,280	10,760
Taxation	778	(1,146)	31	(1,669)
<b>Profit for the financial year</b>	2,216	3,221	11,311	9,091
Attributable to:				
- Equity holders of the Company	2,282	3,221	11,315	9,091
- Minority interest	(66)	0	(4)	0
	2,216	3,221	11,311	9,091
Earnings per share attributable to equity holders of the Company:				
- Basic (sen) *	0.87	1.26	4.33	3.86
- Diluted (sen) *	0.85	1.24	4.25	3.79

\* The Basic and Diluted earnings per share for the preceding year corresponding quarter and period have been revised to take into account the bonus issue on 13 October 2006.

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial report.

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**CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>As At End of Current Quarter 30.06.2007 (Unaudited) RM'000</b>	<b>As At Preceding Financial Year Ended 30.06.2006 (Audited) RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Plant and equipment	18,340	15,806
Deferred tax assets	197	21
	<b>18,537</b>	<b>15,827</b>
<b>Current Assets</b>		
Trade receivables	19,861	8,386
Deposits, prepayments and other receivables	6,397	2,856
Deposits with a licensed bank	7,632	16,334
Cash and bank balances	277	5,786
	<b>34,167</b>	<b>33,362</b>
<b>TOTAL ASSETS</b>	<b>52,704</b>	<b>49,189</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves attributable to equity holders of the Company</b>		
Share capital	26,360	12,848
Share premium reserve	3,594	15,177
Retained earnings	15,097	9,001
Currency translation reserve	(240)	(29)
	<b>44,811</b>	<b>36,997</b>
<b>Minority interest</b>	26	0
<b>TOTAL EQUITY</b>	<b>44,837</b>	<b>36,997</b>
<b>Non-Current Liabilities</b>		
Payables and accruals	5	34
Borrowings (secured and interest-bearing)	1,678	1,236
	<b>1,683</b>	<b>1,270</b>
<b>Current Liabilities</b>		
Payables and accruals	5,551	7,885
Current and tax liabilities	418	1,777
Borrowings (secured and interest-bearing)	215	1,260
	<b>6,184</b>	<b>10,922</b>
<b>TOTAL LIABILITIES</b>	<b>7,867</b>	<b>12,192</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>52,704</b>	<b>49,189</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY (RM)</b>	<b>0.17</b>	<b>0.29</b>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial report.

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**CONDENSED CONSOLIDATED STATEMENT OF  
CHANGES IN EQUITY**

	Issued and fully paid ordinary shares of RM0.10 each		Non-distributable		Distributable	Attributable to equity holders of the Company	Minority interest	Total equity
	Number of shares	Nominal value	Share premium reserve	Currency translation reserve	Retained earnings			
	'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Financial year ended 30 June 2006 (Audited)</b>								
As at 1 July 2005	75,000	7,500	0	(13)	4,510	11,997	0	11,997
Currency translation differences, representing total income and expense recognised directly in equity	0	0	0	(16)	0	(16)	0	(16)
Net profit for the financial year	0	0	0	0	9,091	9,091	0	9,091
Total recognised income and expense for the financial year	0	0	0	(16)	9,091	9,075	0	9,075
Dividends for the financial year ended:								
- 30 June 2005	0	0	0	0	(2,040)	(2,040)	0	(2,040)
- 30 June 2006	0	0	0	0	(2,560)	(2,560)	0	(2,560)
Rights issue of shares	20,400	2,040	0	0	0	2,040	0	2,040
Issuance of shares	32,600	3,260	16,300	0	0	19,560	0	19,560
Listing expenses	0	0	(1,364)	0	0	(1,364)	0	(1,364)
Issuance of shares pursuant to Employee Share Option Scheme ("ESOS") *	481	48	241	0	0	289	0	289
As at 30 June 2006	128,481	12,848	15,177	(29)	9,001	36,997	0	36,997
<b>Financial year ended 30 June 2007 (Unaudited)</b>								
As at 1 July 2006	128,481	12,848	15,177	(29)	9,001	36,997	0	36,997
Currency translation differences, representing total income and expense recognised directly in equity	0	0	0	(211)	0	(211)	0	(211)
Net profit for the financial year	0	0	0	0	11,315	11,315	(4)	11,311
Total recognised income and expense for the financial year	0	0	0	(211)	11,315	11,104	(4)	11,100
Dividends for the financial year ended:								
- 30 June 2006	0	0	0	0	(2,589)	(2,589)	0	(2,589)
- 30 June 2007	0	0	0	0	(2,630)	(2,630)	0	(2,630)
Issuance of shares pursuant to ESOS **	5,689	569	1,423	0	0	1,992	0	1,992
Bonus issue	129,433	12,943	(12,943)	0	0	0	0	0
Bonus issue expenses	0	0	(62)	0	0	(62)	0	(62)
Incorporation of new subsidiary	0	0	0	0	0	0	30	30
As at 30 June 2007	263,603	26,360	3,594	(240)	15,097	44,812	26	44,838

\* Issuance of:

- 20,000 new Scicom shares at an issue price of RM0.60 pursuant to employees exercising their option under the ESOS on 20 February 2006; and
- 461,000 new Scicom shares at an issue price of RM0.60 pursuant to employees exercising their option under the ESOS on 16 May 2006.

\*\* Issuance of:

- 952,000 new Scicom shares at an issue price of RM0.60 pursuant to employees exercising their share option under the ESOS on 31 July 2006;
- 1,867,000 new Scicom shares at an issue price of RM0.30 pursuant to employees exercising their share option under the ESOS on 31 October 2006;
- 2,289,000 new Scicom shares at an issue price of RM0.30 pursuant to employees exercising their share option under the ESOS on 31 January 2007; and
- 581,000 new Scicom shares at an issue price of RM0.30 pursuant to employees exercising their share option under the ESOS on 4 May 2007.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial report.

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>Current Year To Date 30.06.2007</b>	<b>Preceding Year To Date 30.06.2006</b>
	<b>(Unaudited) RM'000</b>	<b>(Audited) RM'000</b>
<b>Operating Activities</b>		
<b>Profit attributable to the equity holders of the Company</b>	11,315	9,091
<b>Adjustments:</b>		
Allowance for doubtful debts	0	1
Depreciation of plant and equipment	6,839	4,377
Interest expense	169	218
Interest income	(535)	(415)
Unrealised foreign exchange loss	211	208
Gain on disposal of plant and equipment	(236)	(6)
Taxation	(31)	1,669
Write-off of plant and equipment	0	172
Write-off of set up cost	0	414
Minority interest share of profit	(4)	0
<b>Operating profit before changes in working capital</b>	17,728	15,729
Receivables	(12,310)	(4,006)
Payables	(2,362)	1,701
<b>Cash flow from operations</b>	3,056	13,424
Interest received	535	415
Taxation paid	(3,982)	(144)
<b>Net cash flow (used in)/received from operating activities</b>	(391)	13,695
<b>Investing Activities</b>		
Proceeds from disposal of plant and equipment	236	133
Purchase of plant and equipment	(9,684)	(6,951)
Proceeds on disposal of interest in subsidiary	30	0
<b>Net cash flow used in investing activities</b>	(9,418)	(6,818)
<b>Financing Activities</b>		
Deposits with a licensed bank	0	1,600
Deposits no longer pledged for banking facilities granted to subsidiaries	149	0
Repayment of finance lease principal	(1,336)	(2,065)
Repayment of Al-Bai Bithaman Ajil Islamic Term Financing	0	(298)
Proceeds from issuance of shares	1,992	21,888
Payment of share issue expenses	(62)	(1,364)
Payment of dividends	(5,219)	(4,600)
Interest paid	(169)	(218)
<b>Net cash flow (used in)/received from financing activities</b>	(4,645)	14,943
<b>Net (decrease)/increase in cash and cash equivalents</b>	(14,454)	21,820
Effect of foreign exchange on cash and cash equivalents	(340)	(491)
Cash and cash equivalents at beginning of financial year	21,972	643
<b>Cash and cash equivalents at end of financial year</b>	7,178	21,972

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial report.



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**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**1. BASIS OF PREPARATION**

The interim financial report has been prepared in accordance with the requirements of Financial Reporting Standards (“FRS”) 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the MESDAQ Market. The interim financial report should be read in conjunction with the Group's most recent audited financial statements for the year ended 30 June 2006 and in accordance with the new accounting policies adopted for the year ended 30 June 2007 as reported in the First Quarter Report.

The accounting policies and methods of computation adopted in the Group's annual audited financial statements for the financial year ended 30 June 2006 have been consistently adopted in the preparation of the interim financial report, except for the adoption of certain new and revised FRSs as issued by the Malaysian Accounting Standards Board (“MASB”) that became effective for the Group for the financial year beginning 1 July 2006 (as already reported in the First Quarter Report).

**2. AUDITORS' REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

There was no qualified report issued by the auditors in the annual financial statements for the financial year ended 30 June 2006.

**3. SEASONAL / CYCLICAL FACTORS**

The operations of the Group were not significantly affected by seasonal and cyclical factors during the quarter under review.

**4. UNUSUAL ITEMS**

There were no significant unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter under review.

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**5. MATERIAL CHANGES IN ESTIMATES OF AMOUNTS REPORTED**

There were no significant changes in the basis of estimates of amounts previously reported which have a material effect in the quarter under review.

**6. MOVEMENT IN DEBT AND EQUITY SECURITIES**

During the current financial year, there were no issuances, repurchases, resale and repayments of debt and equity securities other than the following:

On 13 October 2006, the Company completed the bonus issue of 129,433,000 new ordinary shares on the basis of one (1) new Share for every one (1) existing Share held in Scicom (MSC) Berhad, by way of capitalisation of the share premium reserve, and

- b. The issuance of new ordinary shares of RM0.10 each pursuant to employees exercising their option under the ESOS on the following exercise dates:

<b>Date of exercise</b>	<b>Issue price per ordinary share</b>	<b>Number of shares exercised</b>	<b>Proceeds from the shares issued</b>
31 July 2006	RM0.60	952,000	571,200
31 October 2006	RM0.30	1,867,000	560,100
31 January 2007	RM0.30	2,289,000	686,700
4 May 2007	RM0.30	581,000	174,300
		<b>5,689,000</b>	<b>1,992,300</b>



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**7. DIVIDENDS PAID**

On 29 September 2006, a final tax exempt dividend of 2 sen per ordinary share amounting to RM2,588,660 was paid in respect of the financial year ended 30 June 2006.

On 8 March 2007, an interim tax dividend of 1 sen per ordinary share amounting to RM2,630,220 was paid in respect of the financial year ended 30 June 2007.

**8. SEGMENT RESULTS AND REPORTING**

The Group operates in a single line of business, namely the provision of customer contact centre within the Business Process Outsourcing space. In determining the geographical segments of the Group, segmental revenue is based on the country in which the customer is located. There is no inter-segment transaction during the period under review. Total assets and capital expenditure are determined based on where the assets are located.

The Group derives revenue from customers in the following geographical areas:

	<b>Current Year Quarter 30.06.2007 RM'000</b>	<b>Current Year To Date 30.06.2007 RM'000</b>
<b>Revenue</b>		
Malaysia	807	4,255
Singapore	14,344	59,288
United Kingdom	786	3,946
United States of America	7,195	32,113
Other countries	3,331	9,401
	<b>26,463</b>	<b>109,003</b>

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**8. SEGMENT RESULTS AND REPORTING (CONTINUED)**

The Group maintains assets in the following countries:

	<b>As At Current Financial Year Ended 30.06.2007</b>	<b>As At Preceding Financial Year Ended 30.06.2006</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Total assets</b>		
Malaysia	37,807	34,031
United States of America	11,203	13,062
Other countries	3,694	2,096
	<b>52,704</b>	<b>49,189</b>
<b>Capital expenditure</b>		
Malaysia	4,926	4,001
United States of America	4,467	4,687
Other countries	291	154
	<b>9,684</b>	<b>8,842</b>

**9. VALUATION OF PLANT AND EQUIPMENT**

There was no revaluation of plant and equipment during the quarter ended 30 June 2007. As at 30 June 2007, all plant and equipment were stated at cost less accumulated depreciation.



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**10. SUBSEQUENT EVENTS**

On 17 July 2007, the Company had entered into a Memorandum of Understanding (“MOU”) with PT Infomedia Nusantara (“Infomedia”), with the following salient terms:

- Infomedia wishes to further develop its call centre business and to improve on its operational and technical expertise;
- Infomedia has identified Scicom as a party which can provide the necessary operational, technical and strategic input to assist the former in further developing its business;
- Both parties agree to work together to prepare a business plan, to enhance Infomedia’s growth in terms of its call centre services;
- Both parties agree to discuss on a partnership agreement via share ownership in Infomedia, after approvals have been obtained from their Board of Directors, if necessary; and
- The MOU is valid for one year from the date of the MOU, and will expire upon either one of the following conditions:
  - a) upon expiry of the one year validity period from the date of the MOU;
  - b) when either parties provide 30-day prior written notice of their intention to terminate the MOU before its one-year validity period; and/or
  - c) when the Company enters into a legally binding agreement to acquire shareholding in Infomedia.

The Board of Directors is of the view that the MOU paves the way for the Group to participate in Indonesia’s growing Business Process Outsourcing industry, with synergistic benefits obtained via Infomedia. The MOU does not require approvals from the Company’s shareholders and/or other authorities. The Board of Directors is of the opinion that the execution of the MOU is in the best interest of the Group and Company. None of the Directors and/or major shareholders of the Company and/or related parties have any interest, direct or indirect, in the MOU.

The signing of the MOU does not have any material financial impact on the interim financial report.

Other than as mentioned above, there were no other material events subsequent to the end of the quarter up to the date of the interim financial report.



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**11. CHANGES IN THE COMPOSITION OF THE GROUP**

The Board has made the following announcements:

- a. On 8 November 2006,
  - (i) the Company had incorporated a new wholly-owned subsidiary under the Companies Act, 1965 known as Jade Apple Marketing Sdn Bhd ("JAMSB") on 6 November 2006;
  - (ii) the wholly-owned subsidiary of the Company in Singapore, namely Scicom Teleservices Pte. Ltd., had changed its name to Jade Apple Marketing Pte. Ltd. ("JAMPL") with effect from 3 November 2006. JAMPL's issued and paid-up share capital had also increased from SGD2 comprising 2 ordinary shares of SGD1.00 each ("JAMPL Shares") to SGD10,000 comprising 10,000 JAMPL Shares via the allotment of 9,998 JAMPL Shares to Scicom; and
- b. On 5 December 2006,
  - (i) JAMSB's issued and paid-up share capital had increased from RM2 comprising 2 ordinary shares of RM1.00 each ("JAMSB Shares") to RM100,000 comprising 100,000 JAMSB Shares via the issue and allotment of 69,998 JAMSB Shares to Scicom and 30,000 JAMSB Shares to Consult Alliance Singapore Pte. Ltd., which was satisfied by cash at a subscription price of RM1.00 per JAMSB Share on 29th November 2006; and
  - (ii) the Company's entire shareholding in JAMPL comprising 10,000 ordinary shares of SGD1.00 each had been transferred to JAMSB on 29 November 2006 for a cash consideration of SGD10,000 (approximately RM23,200). The reduction in the Group's shareholding in JAMPL has no material effect to the results of the Group.

There were no other changes in the composition of the Group, including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations for the current financial year.

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**12. CONTINGENT LIABILITY OR CONTINGENT ASSET**

There was no contingent liability or contingent asset arising since the last audited annual balance sheet date as at 30 June 2006.

**13. COMMITMENTS**

Commitments for the Group not provided for as of 30 June 2007 are as follows:

(a) Capital commitments

In respect of plant and equipment  
- Authorised and contracted  
- Authorised but not yet contracted

<b>Current Year To Date 30.06.2007</b>
RM'000
675
11

(b) Non-cancelable operating leases

Future minimum lease payments  
- not later than 1 year  
- later than 1 year and not later than 5 years

<b>Current Year To Date 30.06.2007</b>
RM'000
3,706
1,047
<b>4,753</b>

**14. SIGNIFICANT RELATED PARTY TRANSACTIONS**

There were no significant related party transactions as at the date of this announcement.

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**15. COMPARATIVES**

The following comparatives have been reclassified due to the adoption of FRS 101 Presentation of Financial Statements, as well as to conform to the current financial year's presentation:

	<b>Previously classified</b>	<b>Reclassification</b>	<b>Reclassified</b>
	RM'000	RM'000	RM'000
Income statement for the financial year ended 30 June 2006			
Finance income	197	218	415
Finance costs	0	(218)	(218)
<hr/>			
Income statement for the individual quarter ended 30 June 2006			
Finance income	78	128	128
Finance costs	0	(50)	(50)
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**16. REVIEW OF PERFORMANCE**

Current quarter performance

For the current quarter, the Group recorded revenue and profit after taxation of RM26.46 million and RM2.175 million respectively. The Group's revenue increased by 1.4% and profit after taxation decreased by 32.4% respectively as compared to the preceding year corresponding quarter's result.

The lower profit before taxation is mainly due to the following:

	RM'000
Decrease in recovery of overhead costs from clients	(1,303)
Decrease in contribution from operations in US due to reduction in operations and strengthening of the Ringgit against USD	(1,858)
Start up cost of Jade Apple Marketing	(520)
Contribution from new projects secured and changes in existing projects during the quarter	711
Net decrease in profit before taxation	(2,970)

Current year to date

For the current year to date, the Group's revenue and profit after taxation were RM109 million and RM11.31million respectively. Revenue and profit after taxation have increased by 40% and 24.4% as compared to the preceding year corresponding period ended 30 June 2006.

The increase in the Group's current year to date result is due to full year contribution from projects secured during the financial especially from operations in the United States and lower tax expense for the year.

**17. COMPARISON WITH PRECEDING QUARTER'S RESULTS**

	Q4 2007	Q3 2007	Variance
Revenue	26,463	27,691	(1,228)
Profit before taxation	1,397	2,264	(867)
Profit after taxation	2,175	2,587	(412)

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	RM'000
Decrease in contribution from operations in US due to reduction in operations and strengthening of the Ringgit against USD	(866)
Contribution from new projects secured and changes in existing projects during the quarter	695
Net decrease in recovery of overheads costs from clients *	(176)
Start up cost of Jade Apple Marketing	(520)
Reversal of over-provision of tax in the US subsidiary	455
Net decrease in profit after taxation	(412)

\* The strengthening of the Ringgit against the USD has resulted in a higher cost of operations for the clients. This has increased the pressure on the Company to maintain its cost competitiveness to its clients which has resulted in a lower recovery of overhead costs from clients.

**18. CURRENT YEAR PROSPECTS**

For the 12 months period ended 30 June 2007, the Group's revenue and profit after taxation have increased by 40% and 24.4% due to organic growth in existing projects and contributions from new projects secured during the financial year. The reduction in contribution from certain projects will be mitigated by contribution from new projects commencing in the next financial year. With the contribution from new projects secured, the Board of Directors expects the Group to continue its double digit growth rate for the financial year ending 30 June 2008.

**19. EXPLANATORY NOTES FOR VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST OR PROFIT GUARANTEE**

Not applicable as the Group did not publish any profit forecast in respect of the financial year ended 30 June 2007.

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**20. TAXATION**

	<b>Current Year Quarter 30.06.2007 RM '000</b>	<b>Current Year To Date 30.06.2007 RM '000</b>
<u>Group</u>		
Current tax	(785)	145
Deferred tax	7	(176)
	<b>(778)</b>	<b>(31)</b>

Scicom's Multimedia Super Corridor pioneer status accords the Company with tax exemption on its statutory income. Current tax expense relates primarily to a subsidiary's operations in India.

The Group's effective tax rate is thus lower than the Malaysian statutory tax rate of 28%.

**21. DIVIDENDS**

The Board has declared an interim tax exempt dividend of 1 sen per ordinary share in respect of the 2007 financial year, amounting to RM2,630,220 as compared to 2 sen per share tax exempt in respect of the 2006 financial year. The interim dividend was paid on 8 March 2007.

The Directors propose a final tax exempt dividend of 1 sen per ordinary share, subject to the approval of the shareholders at the forthcoming Annual General Meeting, for the financial year ended 30 June 2007.

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(Incorporated in Malaysia under the Companies Act, 1965)  
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**22. PROFIT/(LOSS) ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES**

There were no sales of unquoted investments and/or properties during the current quarter and financial year other than the transfer of the Company's entire shareholding in JAMPL to JAMSB (a 70% owned subsidiary of Scicom) on 29 November 2006 for a cash consideration of SGD10,000 (approximately RM23,200) as disclosed under Note 11 above.

**23. PURCHASES AND SALE OF QUOTED SECURITIES**

There was no acquisition or disposal of quoted securities during the current financial year. Scicom does not hold any investments in quoted securities as at 30 June 2007.

**24. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

The status of utilisation of proceeds raised from the Initial Public Offering is as follows:

	<b>Proposed utilisation proceeds *</b>	<b>Amount utilised as at 23.07.2007</b>	<b>Transfer **</b>	<b>Amount outstanding</b>	<b>Expected timeframe for utilisation *</b>
	RM'000	RM'000	RM'000	RM'000	
Working Capital	13,060	(13,196)	136	0	12 months from listing date
Capital Expenditure	5,000	(5,000)	0	0	24 months from listing date
Share issue expenses	1,500	(1,364)	(136)	0	3 months from listing date
	19,560	(19,560)	0	0	

\* Proposed utilisation as set out in Scicom's prospectus dated 7 September 2005.

\*\* The unutilised share issue expenses of RM136,000 had been transferred to be utilised for working capital purposes.

There were no other corporate proposals announced but not completed as at 23 July 2007.



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**25. GROUP BORROWINGS AND DEBT SECURITIES**

The Group's borrowings as at 30 June 2007 is as follows:

	<b>Current liabilities</b>	<b>Non-current liabilities</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Secured</b>			
Finance lease liabilities	946	215	1,161
Bank overdraft	732	0	732
	<b>1,678</b>	<b>215</b>	<b>1,893</b>

The Group's borrowings are denominated in Ringgit Malaysia.

- a) The bank overdraft is secured by debentures over all fixed and floating assets of the Company.
- b) Finance lease liabilities are effectively secured as the rights to the leased asset revert to the lessor in the event of default.

**26. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no off balance sheet financial instruments entered into by the Group as at 23 July 2007.

**27. CHANGES IN MATERIAL LITIGATION**

There were no material litigation matters dealt with during the period under review or pending as at 23 July 2007.

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**28. EARNINGS PER SHARE (“EPS”)**

The basic and diluted earnings per share for the quarter under review are computed as follows:

**Basic earnings per share**

	<b>Current Year Quarter 30.06.2007</b>	<b>Current Year To Date 30.06.2007</b>
Profit attributable to the equity holders of the Company for the financial year (RM'000)	2,282	11,315
Weighted average number of ordinary shares in issue ('000)	263,386	261,054
Basic earnings per share (sen)	0.87	4.33

**Diluted earnings per share**

	<b>Current Year Quarter 30.06.2007</b>	<b>Current Year To Date 30.06.2007</b>
Profit attributable to the equity holders of the Company for the financial year (RM'000)	2,282	11,315
Weighted average number of ordinary shares in issue for diluted EPS ('000)	263,386	261,054
Adjusted for share options granted ('000)	3,747	4,926
Adjusted weighted average number of ordinary shares ('000)	267,133	265,980
Diluted earnings per share (sen)	0.85	4.25



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By order of the Board of Directors

LEO SURESH ARIYANAYAKAM  
DIRECTOR  
30 July 2007