

**SCICOM (MSC) BERHAD**  
(Company No. 597426-H)  
(Incorporated in Malaysia under the Companies Act, 1965)  
**FIRST QUARTER REPORT ENDED 30 SEPTEMBER 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 first quarter ended 30 September 2007.

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

|   | INDIVIDUAL QUARTER                    |  | CUMULATIVE QUARTERS                   |   |
|---|---------------------------------------|--|---------------------------------------|---|
|   | Current Year<br>Quarter<br>30.09.2007 | Preceding Year<br>Corresponding<br>Quarter<br>30.09.2006 | Current Year<br>To Date<br>30.09.2007 | Preceding Year<br>To Date<br>30.09.2006 |
|   | (Unaudited)<br>RM'000                 | (Unaudited)<br>RM'000                                    | (Unaudited)<br>RM'000                 | (Audited)<br>RM'000                     |
| <b>Revenue</b>  | 29,337                                | 27,603   | 29,337                                | 27,603                                  |
| Operating expenses  | (28,337)                              | (23,952)   | (28,337)                              | (23,952)                                |
| Other operating income  | 22                                    | 12   | 22                                    | 12                                      |
| Finance income  | 74                                    | 175  | 74                                    | 175                                     |
| Finance costs   | (31)                                  | (50)   | (31)                                  | (50)                                    |
| <b>Profit before taxation</b>                                     | 1,065                                 | 3,788  | 1,065                                 | 3,788                                   |
| Taxation  | 36                                    | (551)  | 36                                    | (551)                                   |
| <b>Profit for the financial year</b>                              | 1,101                                 | 3,237  | 1,101                                 | 3,237                                   |
| Attributable to:  |                                       |  |                                       |   |
| - Equity holders of the Company                                   | 1,071                                 | 3,237  | 1,071                                 | 3,237                                   |
| - Minority interest   | 30                                    | 0  | 30                                    | 0                                       |
|   | 1,101                                 | 3,237  | 1,101                                 | 3,237                                   |
| Earnings per share attributable to equity holders of the Company: |                                       |  |                                       |   |
| - Basic (sen) *   | 0.40                                  | 1.26   | 0.40                                  | 1.26                                    |
| - Diluted (sen) *   | 0.40                                  | 1.23   | 0.40                                  | 1.23                                    |

\* 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 2007 and the accompanying explanatory notes attached to the interim financial report.

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

**CONDENSED CONSOLIDATED BALANCE SHEET**

|  | <b>As At End<br/>of Current Quarter<br/>30.09.2007<br/>(Unaudited)<br/>RM'000</b> | <b>As At Preceding<br/>Financial Year Ended<br/>30.06.2007<br/>(Audited)<br/>RM'000</b> |
|--|---|---|
| <b>ASSETS</b>  |   |   |
| <b>Non-Current Assets</b>  |   |   |
| Plant and equipment  | 17,979  | 18,340  |
| Deferred tax assets  | 165   | 197   |
|  | <b>18,144</b>   | <b>18,537</b>   |
| <b>Current Assets</b>  |   |   |
| Trade receivables  | 23,350  | 19,861  |
| Deposits, prepayments and other receivables                                    | 7,955   | 6,397   |
| Deposits with a licensed bank  | 7,687   | 7,632   |
| Cash and bank balances   | 175   | 277   |
|  | <b>39,167</b>   | <b>34,167</b>   |
| <b>TOTAL ASSETS</b>  | <b>57,311</b>   | <b>52,704</b>   |
| <b>EQUITY AND LIABILITIES</b>  |   |   |
| <b>Capital and reserves attributable to equity holders of the Company</b>      |   |   |
| Share capital  | 26,505  | 26,360  |
| Share premium reserve  | 3,883   | 3,594   |
| Retained earnings  | 13,517  | 15,096  |
| Currency translation reserve   | (286)   | (239)   |
|  | <b>43,619</b>   | <b>44,811</b>   |
| <b>Minority interest</b>   | 56  | 26  |
| <b>TOTAL EQUITY</b>  | <b>43,675</b>   | <b>44,837</b>   |
| <b>Non-Current Liabilities</b>   |   |   |
| Payables and accruals  | 0   | 5   |
| Borrowings (secured and interest-bearing)                                      | 238   | 215   |
|  | <b>238</b>  | <b>220</b>  |
| <b>Current Liabilities</b>   |   |   |
| Payables and accruals  | 6,902   | 5,551   |
| Dividend payable   | 2,650   | 0   |
| Current and tax liabilities  | 551   | 418   |
| Borrowings (secured and interest-bearing)                                      | 3,295   | 1,678   |
|  | <b>13,398</b>   | <b>7,647</b>  |
| <b>TOTAL LIABILITIES</b>   | <b>13,636</b>   | <b>7,867</b>  |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <b>57,311</b>   | <b>52,704</b>   |
| <b>NET ASSETS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY (RM)</b> | <b>0.16</b>   | <b>0.17</b>   |

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial report.

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

**CONDENSED CONSOLIDATED STATEMENT OF  
CHANGES IN EQUITY**

|   | Issued and fully paid ordinary shares of RM0.10 each |               | Non-distributable     |                              | Distributable     |   | Minority interest | Total equity |
|---|--|---------------|-----------------------|------------------------------|-------------------|---|-------------------|--------------|
|   | Number of shares                                     | Nominal value | Share premium reserve | Currency translation reserve | Retained earnings | Attributable to equity holders of the Company |                   |              |
|   | '000   | RM'000        | RM'000                | RM'000                       | RM'000            | RM'000  | RM'000            | RM'000       |
| <b>3 months ended 30.9.2006 (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                     | (14)                         | 0                 | (14)  | 0                 | (14)         |
| Net profit for the financial period   | 0  | 0             | 0                     | 0                            | 3,237             | 3,237   | 0                 | 3,237        |
| Total recognised income and expense for the financial period  | 0  | 0             | 0                     | (14)                         | 3,237             | 3,223   | 0                 | 3,223        |
| Dividends for the financial year ended: - 30 June 2006  | 0  | 0             | 0                     | 0                            | (2,588)           | (2,588)                                       | 0                 | (2,588)      |
| Issuance of shares pursuant to Employee Share Option Scheme ("ESOS") *                                | 952  | 95            | 476                   | 0                            | 0                 | 571   | 0                 | 571          |
| As at 30 September 2006   | 129,433  | 12,943        | 15,653                | (43)                         | 9,650             | 38,203  | 0                 | 38,203       |
| <b>3 months ended 30.9.2007 (Unaudited)</b>   |  |               |                       |                              |                   |   |                   |              |
| As at 1 July 2007   | 263,603  | 26,361        | 3,594                 | (239)                        | 15,096            | 44,812  | 26                | 44,838       |
| Currency translation differences, representing total income and expense recognised directly in equity | 0  | 0             | 0                     | (47)                         | 0                 | (47)  | 0                 | (47)         |
| Net profit for the financial period   | 0  | 0             | 0                     | 0                            | 1,071             | 1,071   | 30                | 1,101        |
| Total recognised income and expense for the financial period  | 0  | 0             | 0                     | (47)                         | 1,071             | 1,024   | 30                | 1,054        |
| Dividends for the financial year ended: - 30 June 2007  | 0  | 0             | 0                     | 0                            | (2,650)           | (2,650)                                       | 0                 | (2,650)      |
| Issuance of shares pursuant to ESOS **  | 1,443  | 144           | 289                   | 0                            | 0                 | 433   | 0                 | 433          |
| As at 30 September 2007   | 265,046  | 26,505        | 3,883                 | (286)                        | 13,517            | 43,619  | 56                | 43,675       |

\* Issuance of 952,000 new Scicom shares at an issue price of RM0.60 pursuant to employees exercising their option under the ESOS on 11 August 2006.

\*\* Issuance of 1,443,000 new Scicom shares at an issue price of RM0.30 pursuant to employees exercising their share option under the ESOS on 31 July 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 2007 and the accompanying explanatory notes attached to the interim financial report.

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

|  | <b>Current Year<br/>To Date<br/>30.09.2007</b> | <b>Preceding Year<br/>To Date<br/>30.09.2006</b> |
|--|--|--|
|  | <b>(Unaudited)<br/>RM'000</b>                  | <b>(Unaudited)<br/>RM'000</b>                    |
| <b>Operating Activities</b>  |  |  |
| <b>Profit attributable to the equity holders of the Company</b>    | 1,071  | 3,237  |
| <b>Adjustments:</b>  |  |  |
| Depreciation of plant and equipment                                | 1,773  | 1,641  |
| Interest expense   | 31   | 50   |
| Interest income  | (74)   | (175)  |
| Unrealised foreign exchange loss                                   | (104)  | 101  |
| Gain on disposal of plant and equipment                            | 0  | 1  |
| Taxation   | (36)   | 551  |
| Minority interest share of profit                                  | 30   | 0  |
| <b>Operating profit before changes in working capital</b>          | <b>2,691</b>                                   | <b>5,406</b>                                     |
| Receivables  | (4,976)  | (4,913)  |
| Payables   | 1,345  | 625  |
| <b>Cash flow from operations</b>                                   | <b>(940)</b>                                   | <b>1,118</b>                                     |
| Interest received  | 74   | 175  |
| Taxation paid  | 187  | (1,499)  |
| <b>Net cash flow used in operating activities</b>                  | <b>(679)</b>                                   | <b>(206)</b>                                     |
| <b>Investing Activities</b>  |  |  |
| Purchase of plant and equipment                                    | (1,412)  | (4,940)  |
| <b>Net cash flow used in investing activities</b>                  | <b>(1,412)</b>                                 | <b>(4,940)</b>                                   |
| <b>Financing Activities</b>  |  |  |
| Repayment of finance lease principal                               | (227)  | (403)  |
| Proceeds from issuance of shares                                   | 433  | 571  |
| Payment of dividends   | 0  | (2,588)  |
| Interest paid  | (31)   | (50)   |
| <b>Net cash flow received from/ (used in) financing activities</b> | <b>175</b>                                     | <b>(2,470)</b>                                   |
| <b>Net decrease in cash and cash equivalents</b>                   | <b>(1,916)</b>                                 | <b>(7,616)</b>                                   |
| Effect of foreign exchange on cash and cash equivalents            | 1  | (91)   |
| Cash and cash equivalents at beginning of financial year           | 7,177  | 21,971   |
| <b>Cash and cash equivalents at end of financial year</b>          | <b>5,262</b>                                   | <b>14,264</b>                                    |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2007 and the accompanying explanatory notes attached to the interim financial report.



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

**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 2007.

The accounting policies and methods of computation adopted in the Group's annual audited financial statements for the financial year ended 30 June 2007 have been consistently adopted in the preparation of the interim financial statements except for the adoption of the following new and revised FRS issued by Malaysian Accounting Standards Board (“MASB”) that are effective for the Group for the financial period beginning 1 July 2007:

- FRS 117 – Leases
- FRS 124 – Related Party Disclosures

The adoption of FRS 117 and 124 does not have significant financial impact on the Group.

**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 2007.

**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.

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**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 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 2007            | RM0.30                                | 1,443,000                         | 432,900                                |

**7. DIVIDENDS PAID**

No dividends have been paid during the financial period ended 30 September 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.

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

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

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

|                          | <b>Current<br/>Year<br/>Quarter<br/>30.09.2007<br/>RM'000</b> | <b>Current<br/>Year<br/>To Date<br/>30.09.2007<br/>RM'000</b> |
|--------------------------|---|---|
| <b>Revenue</b>           |   |   |
| Malaysia                 | 1,752   | 1,752   |
| Singapore                | 15,431  | 15,431  |
| United States of America | 7,830   | 7,830   |
| Australia                | 1,263   | 1,263   |
| United Arab Emirates     | 1,261   | 1,261   |
| Other countries          | 1,800   | 1,800   |
|                          | <b>29,337</b>   | <b>29,337</b>   |

The Group maintains assets in the following countries:

|                            | <b>As At Current<br/>Financial Period<br/>Ended<br/>30.09.2007<br/>RM'000</b> | <b>As At Preceding<br/>Financial Period<br/>Ended<br/>30.09.2006<br/>RM'000</b> |
|----------------------------|---|---|
| <b>Total assets</b>        |   |   |
| Malaysia                   | 39,604  | 35,977  |
| United States of America   | 12,588  | 11,833  |
| Other countries            | 5,119   | 2,277   |
|                            | <b>57,311</b>   | <b>50,087</b>   |
| <b>Capital expenditure</b> |   |   |
| Malaysia                   | 1,401   | 1,355   |
| United States of America   | 0   | 3,530   |
| Other countries            | 11  | 55  |
|                            | <b>1,412</b>  | <b>4,940</b>  |



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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**9. VALUATION OF PLANT AND EQUIPMENT**

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

**10. SUBSEQUENT MATERIAL EVENTS**

There were no other material events subsequent to the end of the quarter up to the date of the interim financial report.

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

There were no 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 period.

**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 2007.



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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**13. COMMITMENTS**

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

(a) Capital commitments

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

| <b>Current Year<br/>To Date<br/>30.09.2007</b> |
|--|
| RM'000   |
| 205  |
| 308  |

(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<br/>Year To Date<br/>30.09.2007</b> |
|--|
| RM'000   |
| 3,446  |
| 1,351  |
| 4,797  |

**14. SIGNIFICANT RELATED PARTY TRANSACTIONS**

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

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**15. REVIEW OF PERFORMANCE**

For the current quarter, the Group recorded revenue and profit after taxation of RM29.33 million and RM1.10 million respectively. The Group's revenue increased by 6% but profit after taxation decreased by 66% respectively as compared to the preceding year corresponding quarter's result.

|                        | Q1 2008 | Q1 2007 | Variance |
|------------------------|---------|---------|----------|
| Revenue                | 29,337  | 27,603  | 1,734    |
| Profit before taxation | 1,065   | 3,788   | (2,723)  |

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

|  | RM'000  |
|--|---------|
| Decrease in recovery of overhead costs and mark up   | (1,620) |
| Decrease in contribution from operations in US due to reduction in operations and strengthening of the Ringgit against USD | (1,035) |
| Contribution from short term projects in the preceding year corresponding quarter  | (521)   |
| Contribution from new projects secured and changes in existing projects during the quarter                                 | 453     |
| Net decrease in profit before taxation   | (2,723) |

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

|                        | Q1 2008 | Q4 2007 | Variance |
|------------------------|---------|---------|----------|
| Revenue                | 29,337  | 26,463  | 2,874    |
| Profit before taxation | 1,065   | 1,397   | (332)    |

|   | RM'000 |
|---|--------|
| Decrease in recovery of overhead costs and mark up  | (256)  |
| Increase in operating cost  | (451)  |
| Increase in contribution from new projects secured and existing projects during the quarter | 375    |
| Net decrease in profit before taxation  | (332)  |

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**17. CURRENT YEAR PROSPECTS**

With contribution from new business prospects in the pipeline, the Board of Directors expects the Group to achieve satisfactory growth for the financial year ending 30 June 2008.

**18. 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 2008.

**19. TAXATION**

|              | <b>Current Year<br/>Quarter<br/>30.09.2007<br/>RM '000</b> | <b>Current Year<br/>To Date<br/>30.09.2007<br/>RM '000</b> |
|--------------|--|--|
| <u>Group</u> |  |  |
| Current tax  | (41)   | (41)   |
| Deferred tax | 5  | 5  |
|              | <b>(36)</b>  | <b>(36)</b>  |

Scicom's Multimedia Super Corridor pioneer status accords the Company with tax exemption on its statutory income.

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

**20. DIVIDENDS**

At the Annual General Meeting on 26 September 2007, the shareholders have approved a tax exempt final dividend of 1 sen per ordinary share for the financial year ended 30 June 2007. The dividend was paid on 26 October 2007.

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**21. 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 period.

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

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

**23. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

On 17 July 2007, the Company had entered into a Memorandum of Understanding (“MOU”) with PT Infomedia Nusantara (“Infomedia”). The Company is in the midst of negotiation with the Indonesia party on the joint venture exercise and target the finalization of the negotiation by the third quarter of the financial year.

**24. GROUP BORROWINGS AND DEBT SECURITIES**

The Group’s borrowings as at 30 September 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 | 695                        | 238                            | 933           |
| Bank overdraft            | 2,600                      | 0                              | 2,600         |
|                           | <b>3,295</b>               | <b>238</b>                     | <b>3,533</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 in respect of general banking facilities owing from time to time including future advances with unlimited covenant to pay on the part of the Company up-stamped at ad valorem duty to secure RM2,600,000.

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

b) Finance lease liabilities are effectively secured as the rights to the leased asset revert to the lessor in the event of default.

**25. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There were no off balance sheet financial instruments entered into by the Group as at 12 November 2007.

**26. CHANGES IN MATERIAL LITIGATION**

There were no material litigation matters dealt with during the period under review or pending as at 12 November 2007.

**27. 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<br/>Year<br/>Quarter<br/>30.09.2007</b> | <b>Current<br/>Year<br/>To Date<br/>30.09.2007</b> |
|--|--|--|
| Profit attributable to the equity holders of the Company for the financial year (RM'000) | 1,071  | 1,071  |
| Weighted average number of ordinary shares in issue ('000)                               | 264,600  | 264,600  |
| Basic earnings per share (sen)   | 0.40   | 0.40   |

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

**UNAUDITED NOTES TO THE INTERIM FINANCIAL REPORT**

**Diluted earnings per share**

|  | <b>Current<br/>Year<br/>Quarter<br/>30.09.2007</b> | <b>Current<br/>Year<br/>To Date<br/>30.09.2007</b> |
|--|--|--|
| Profit attributable to the equity holders of the Company for the financial year (RM'000) | 1,071  | 1,071  |
| Weighted average number of ordinary shares in issue for diluted EPS ('000)               | 264,600  | 264,600  |
| Adjusted for share options granted ('000)  | 2,328  | 2,328  |
| Adjusted weighted average number of ordinary shares ('000)                               | 266,928  | 266,928  |
| Diluted earnings per share (sen)   | 0.40   | 0.40   |

By order of the Board of Directors

LEO SURESH ARIYANAYAKAM  
DIRECTOR  
12 November 2007