

AIROCOM TECHNOLOGY BERHAD (498908-A)

(Incorporated In Malaysia)

Quarterly Report on Consolidated Results for the 1st Quarter Ended 31 March , 2007**Condensed Consolidated Income Statement**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMMULATIVE QUARTER	
	Current Year Quarter 31/03/2007	Preceding Year Corresponding Quarter 31/03/2006	Current Year To Date 31/03/2007	Preceding Year Corresponding Period 31/03/2006
	RM'000	RM'000	RM'000	RM'000
Revenue	56	177	56	177
Other Operating Income	180	-	180	-
	236	177	236	177
Cost of Good Sold	19	35	19	35
Staff Costs	408	353	408	353
Operating Expenses	477	230	477	230
Loss before Depreciation and Amortisation and Finance Costs	(668)	(441)	(668)	(441)
Depreciation and Amortisation Expenses	283	236	283	236
Loss From Operations	(951)	(677)	(951)	(677)
Finance Costs	62	28	62	28
Loss Before Taxation	(1,013)	(705)	(1,013)	(705)
Taxation	-	-	-	-
Net Loss for the Period	(1,013)	(705)	(1,013)	(705)
Basic Earnings per Share (sen)	(0.67)	(0.94)	(0.67)	(0.94)
Diluted earnings per share (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the Financial Statements for the Year Ended 31st December, 2006

AIROCOM TECHNOLOGY BERHAD (498908-A)

(Incorporated In Malaysia)

Condensed Consolidated Balance Sheet

(The figures have not been audited)

	As At End of Current Quarter 31/03/2007	As At Preceding Financial Year End 31/12/2006
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	1,053	1,205
Investment Properties	3,295	3,311
Intangible Asset	2,625	2,719
Development Costs	2,579	2,437
	9,552	9,672
Current Assets		
Work In Progress	6,250	6,882
Receivables	24,021	23,983
Security Deposit with Licensed Financial Institution	700	659
Fixed Deposit with Licensed Financial Institution	3,000	-
Cash and Bank Balances	1,251	4,397
	35,222	35,921
TOTAL ASSETS	44,774	45,593
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	15,150	15,150
Share Premium	6,150	6,150
Retained Profits	4,981	5,994
	26,281	27,294
Non-Current Liabilities		
Hire Purchase Creditors	332	377
Term Loans	2,440	2,440
	2,772	2,817
Current Liabilities		
Trade Payables	12,807	13,636
Advance Billing	1,252	1,279
Overdraft	1,363	-
Term Loan	233	471
Hire Purchase Creditors	66	96
	15,721	15,482
TOTAL EQUITY AND LIABILITIES	44,774	45,593
NET ASSETS PER SHARE (RM)	0.17	0.22

The Condensed Consolidated Balance Sheet should be read in conjunction with the Financial Statements for the for the Year Ended 31st December, 2006.

AIROCOM TECHNOLOGY BERHAD (498908-A)

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Condensed Statement of Changes in Equity for the 1st Quarter Ended 31st March, 2007.

(The figures have not been audited)

NOTE	Share Capital (RM'000)	Share Premium (RM'000)	Revaluation Reserve (RM'000)	Translation Reserve (RM'000)	Retained Profits (RM'000)	Total (RM'000)
Balance as at 01/01/2007	15,150	6,150	-	-	5,994	27,294
Net Loss for the Period	-	-	-	-	(1,013)	(1,013)
Balance as at 31/03/2007	<u>15,150</u>	<u>6,150</u>	<u>-</u>	<u>-</u>	<u>4,981</u>	<u>26,281</u>

The Condensed Statement of Changes in Equity should be read in conjunction with the Financial Statements for the Year Ended 31st December, 2006.

AIROCOM TECHNOLOGY BERHAD (498908-A)

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Condensed Consolidated Cash Flow Statement for the 1st Quarter Ended 31st March, 2007

	Current Period Ended 31/03/2007	As At Preceding Period Ended 31/03/2006
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss Before Taxation	(1,013)	(705)
Adjustments For :		
Property, Plant and Equipment Written Off	(50)	-
Interest Received	(21)	-
Interest Expenses	62	28
Depreciation and Amortisation Expenses	283	236
Operating Loss Before Working Capital Changes	(739)	(441)
Decrease in Amount Due from Holding Company	-	381
Decrease/(Increase) in Work In Progress	814	(363)
Increase in Receivables	(39)	(90)
Increase in Advance Billing	(27)	-
Decrease in Development Cost	-	(133)
(Decrease)/ Increase in Payables	(1,011)	626
Cash Used In Operations	(1,002)	(20)
Interest Expenses Paid	(62)	(28)
Net Cash Used In Operating Activities	(1,064)	(48)
CASH FLOWS FROM INVESTING ACTIVITY		
Addition to Development Cost	(229)	-
Interest Received	21	-
Purchase of Property, Plant and Equipment	(8)	(562)
Disposal of Development Cost	44	-
Proceed from Disposal Property, Plant and Equipment	81	-
Net Cash Used In Investing Activity	(91)	(562)
CASH FLOWS FROM FINANCING ACTIVITIES		
Addition to Security Deposit with Licensed Financial Institution	(41)	(45)
Drawdown of Borrowing	50	484
Repayment of Hire Purchase Creditors	(76)	(7)
Net Cash Generated From Financing Activities	(67)	432
NET INCREASE IN CASH AND CASH EQUIVALENTS	(1,222)	(178)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	4,110	(1,273)
CASH AND CASH EQUIVALENTS CARRIED FORWARD [^]	2,888	(1,451)

[^] Cash and Cash Equivalent at the end of financial period comprise of the following :

	Current Period Ended 31/03/2007	As At Preceding Period Ended 31/03/2006
Cash in Hand and at Bank	1,251	125
Fixed Deposit at Licensed Financial Institution	3,000	-
Overdraft	(1,363)	(1,576)
	2,888	(1,451)

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Financial Statements for the Year Ended 31st December, 2006