

AIROCOM TECHNOLOGY BERHAD (498908-A)

(Incorporated In Malaysia)

Quarterly Report on Consolidated Results for the 1st Quarter Ended 31 March, 2008**Condensed Consolidated Income Statement**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMMULATIVE QUARTER	
	Current Year Quarter 31/03/2008 RM'000	Preceding Year Corresponding Quarter 31/03/2007 RM'000	Current Year To Date 31/03/2008 RM'000	Preceding Year Corresponding Period 31/03/2007 RM'000
Revenue	138	56	138	56
Other Income	108	180	108	180
	246	236	246	236
Cost of Good Sold	66	19	66	19
Staff Costs	314	408	314	408
Operating Expenses	473	477	473	477
Loss before Depreciation and Amortisation and Finance Costs	(607)	(668)	(607)	(668)
Depreciation and Amortisation Expenses	391	283	391	283
Loss From Operations	(998)	(951)	(998)	(951)
Finance Costs	51	62	51	62
Loss Before Taxation	(1,049)	(1,013)	(1,049)	(1,013)
Taxation	-	-	-	-
Net Loss for the Period	(1,049)	(1,013)	(1,049)	(1,013)
Basic Earnings per Share (sen)	(0.69)	(0.67)	(0.69)	(0.67)
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, 2007

AIROCOM TECHNOLOGY BERHAD (498908-A)

(Incorporated In Malaysia)

Condensed Consolidated Balance Sheet

(The figures have not been audited)

	As At End of Current Quarter 31/03/2008	As At Preceding Financial Year End 31/12/2007
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	561	656
Intangible Assets	2,250	2,344
Development Costs	3,366	3,394
	6,177	6,394
Current Assets		
Work In Progress	1,115	1,021
Receivables	6,481	7,243
Security Deposit with Licensed Financial Institution	880	835
Cash and Bank Balances	1,094	1,192
	9,570	10,291
TOTAL ASSETS	15,747	16,685
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	15,150	15,150
Share Premium	6,150	6,150
Accumulated Losses	(10,616)	(9,566)
	10,684	11,734
Non-Current Liabilities		
Hire Purchase Creditors	202	196
Term Loans	2,257	2,257
	2,459	2,453
Current Liabilities		
Trade Payables	1,090	1,022
Overdraft	1,251	1,256
Term Loan	233	183
Hire Purchase Creditors	30	37
	2,604	2,498
TOTAL EQUITY AND LIABILITIES	15,747	16,685
NET ASSETS PER SHARE (RM)	0.07	0.09

The Condensed Consolidated Balance Sheet should be read in conjunction with the Financial Statements for the for the Year Ended 31st December, 2007.

AIROCOM TECHNOLOGY BERHAD (498908-A)

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Condensed Statement of Changes in Equity for the 1st Quarter Ended 31 March, 2008.

(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 01/01/2008		15,150	6,150	-	-	(9,567)	11,733
Net Loss for the Period		-	-	-	-	(1,049)	(1,049)
Balance as at 31/03/2008		<u>15,150</u>	<u>6,150</u>	<u>-</u>	<u>-</u>	<u>(10,616)</u>	<u>10,684</u>

The Condensed Statement of Changes in Equity should be read in conjunction with the Financial Statements for the Year Ended 31st December, 2007.

AIROCOM TECHNOLOGY BERHAD (498908-A)

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Condensed Consolidated Cash Flow Statement for the 1st Quarter Ended 31 March, 2008.

	Current Period Ended 31/03/2008	As At Preceding Period Ended 31/03/2007
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Taxation	(1,049)	(1,013)
Adjustments For :		
Property, Plant and Equipment Written Off		(50)
Interest Received		(21)
Interest Expenses	51	62
Depreciation and Amortisation Expenses	391	283
Operating Profit/(Loss) Before Working Capital Changes	(607)	(739)
Decrease/(Increase) in Work In Progress	(95)	814
Decrease in Receivables	762	(39)
(Decrease) / Increase in Advance Billing		(27)
(Decrease)/ Increase in Payables	67	(1,011)
Cash Used In Operations	127	(1,002)
Interest Expenses Paid	(51)	(62)
Net Cash Used In Operating Activities	76	(1,064)
CASH FLOWS FROM INVESTING ACTIVITY		
Addition to Development Cost	(174)	(229)
Interest Received		21
Purchase of Property, Plant and Equipment		(8)
Disposal of Development Cost		44
Proceed from Disposal Property, Plant and Equipment		81
Net Cash Used In Investing Activity	(174)	(91)
CASH FLOWS FROM FINANCING ACTIVITIES		
Addition to Security Deposit with Licensed Financial Institution	(45)	(41)
Repayment of Borrowings	50	
Drawdown of Borrowing		50
Repayment of Hire Purchase Creditors		(76)
Net Cash Generated From Financing Activities	5	(67)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(93)	(1,222)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	(64)	4,110
CASH AND CASH EQUIVALENTS CARRIED FORWARD [^]	(157)	2,888

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

	Current Period Ended 31/03/2008	As At Preceding Period Ended 31/03/2007
Cash in Hand and at Bank	1,094	1,251
Fixed Deposit at Licensed Financial Institution		3,000
Overdraft	(1,251)	(1,363)
	(157)	2,888

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Financial Statements for the Year Ended 31st December, 2007