

**AIROCOM TECHNOLOGY BERHAD (498908-A)**

(Incorporated In Malaysia)

**Quarterly Report on Consolidated Results for the 4th Quarter Ended 31 December, 2008****Condensed Consolidated Income Statement**

(The figures have not been audited)

|   | INDIVIDUAL QUARTER                    |  | CUMMULATIVE QUARTER                   |   |
|---|---------------------------------------|--|---------------------------------------|---|
|   | Current Year<br>Quarter<br>31/12/2008 | Preceding Year<br>Corresponding<br>Quarter<br>31/12/2007 | Current Year<br>To Date<br>31/12/2008 | Preceding Year<br>Corresponding<br>Period<br>31/12/2007 |
|   | RM'000                                | RM'000   | RM'000                                | RM'000  |
| Revenue   | 939                                   | 680  | 1,249                                 | 1,009   |
| Other Income  | -                                     | 13,623   | 179                                   | 14,082  |
|   | 939                                   | 14,303   | 1,428                                 | 15,091  |
| Cost of Goods Sold  | 459                                   | 508  | 639                                   | 608   |
| Staff Costs   | 406                                   | 254  | 1,249                                 | 1,315   |
| Operating Expenses  | 1,120                                 | 18,004   | 3,521                                 | 27,426  |
| Loss before Depreciation and Amortisation and Finance Costs | (1,046)                               | (4,463)  | (3,981)                               | (14,258)  |
| Depreciation and Amortisation Expenses                      | 424                                   | 280  | 1,603                                 | 1,114   |
| Loss From Operations  | (1,470)                               | (4,743)  | (5,584)                               | (15,372)  |
| Finance Costs   | 19                                    | 35   | 151                                   | 188   |
| Loss Before Taxation  | (1,489)                               | (4,778)  | (5,735)                               | (15,560)  |
| Taxation  | -                                     | -  | 67                                    | -   |
| Net Loss for the Period                                     | (1,489)                               | (4,778)  | (5,802)                               | (15,560)  |
| Basic Earning/(Loss) per Share (sen)                        | <b>(0.98)</b>                         | <b>(3.15)</b>  | <b>(3.83)</b>                         | <b>(10.27)</b>  |

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<br>Quarter<br>31/12/2008 | As At Preceding<br>Financial Year End<br>31/12/2007 |
|---|---|---|
|   | RM'000  | RM'000  |
| <b>ASSETS</b>   |   |   |
| <b>Non-Current Assets</b>                                   |   |   |
| Property, Plant and Equipment                               | 317   | 656   |
| Intangible Assets   | 1,969   | 2,344   |
| Development Costs   | 3,044   | 3,394   |
|   | 5,330   | 6,394   |
| <b>Current Assets</b>                                       |   |   |
| Work In Progress  | 445   | 1,020   |
| Receivables   | 2,805   | 7,244   |
| Security Deposit with Licensed Financial Institution        | 1,015   | 835   |
| Cash and Bank Balances                                      | 72  | 1,192   |
|   | 4,337   | 10,291  |
|   |   |   |
| <b>TOTAL ASSETS</b>   | <b>9,667</b>                                  | <b>16,685</b>                                       |
| <b>EQUITY AND LIABILITIES</b>                               |   |   |
| <b>Equity Attributable to Equity Holders of the Company</b> |   |   |
| Share Capital   | 15,150  | 15,150  |
| Share Premium   | 6,150   | 6,150   |
| Accumulated Losses  | (15,369)                                      | (9,567)   |
|   | 5,931   | 11,733  |
| <b>Non-Current Liabilities</b>                              |   |   |
| Hire Purchase Creditors                                     | 162   | 196   |
| Term Loans  | -   | 2,257   |
|   | 162   | 2,453   |
| <b>Current Liabilities</b>                                  |   |   |
| Trade Payables  | 2,098   | 1,023   |
| Overdraft   | 1,362   | 1,256   |
| Advance Billing   | 77  | -   |
| Term Loan   | -   | 183   |
| Hire Purchase Creditors                                     | 37  | 37  |
|   | 3,574   | 2,499   |
|   |   |   |
| <b>TOTAL EQUITY AND LIABILITIES</b>                         | <b>9,667</b>                                  | <b>16,685</b>                                       |
|   |   |   |
| <b>NET ASSETS PER SHARE (RM)</b>                            | <b>0.04</b>                                   | <b>0.09</b>   |

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)**

(Incorporated In Malaysia)

**Condensed Statement of Changes in Equity for the 4th Quarter Ended 31 December, 2008.**

(The figures have not been audited)

|                          | NOTE | Share<br>Capital<br>(RM'000) | Share<br>Premium<br>(RM'000) | Revaluation<br>Reserve<br>(RM'000) | Translation<br>Reserve<br>(RM'000) | Retained<br>Profits<br>(RM'000) | Total<br>(RM'000) |
|--------------------------|------|------------------------------|------------------------------|------------------------------------|------------------------------------|---------------------------------|-------------------|
| Balance as at 01/01/2008 |      | 15,150                       | 6,150                        | -                                  | -                                  | (9,567)                         | 11,733            |
| Net Loss for the Period  |      | -                            | -                            | -                                  | -                                  | (5,802)                         | (5,802)           |
| Balance as at 31/12/2008 |      | <u>15,150</u>                | <u>6,150</u>                 | <u>-</u>                           | <u>-</u>                           | <u>(15,369)</u>                 | <u>5,931</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)**

(Incorporated In Malaysia)

**Condensed Consolidated Cash Flow Statement for the 4th Quarter Ended 31 December, 2008.**

|  | Current<br>Period<br>Ended<br>31/12/2008 | As At Preceding<br>Period<br>Ended<br>31/12/2007 |
|--|--|--|
|  | RM'000                                   | RM'000   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                      |  |  |
| Profit / (Loss) Before Taxation                                  | (1,489)                                  | (4,778)  |
| Adjustments For :  |  |  |
| Disposal of Investment Property                                  | -  | 3,255  |
| Interest Expenses  | 19                                       | 35   |
| Provision for Doubtful Debts                                     | -  | 4,554  |
| Provision for WIP  | -  | 1,190  |
| Gain on disposal of Property, Plant and Equipment                | -  | (56)   |
| Depreciation and Amortisation Expenses                           | 424                                      | 280  |
| Operating Profit/(Loss) Before Working Capital Changes           | (1,046)                                  | 4,480  |
| Decrease/(Increase) in Work In Progress                          | 138                                      | 3  |
| Decrease in Receivables  | (942)                                    | (8,315)  |
| (Decrease) / Increase in Advance Billing                         | 77                                       | (1,244)  |
| Increase in Provision for Doubtful Debts                         | 531                                      | 4,554  |
| (Decrease)/ Increase in Payables                                 | 937                                      | 171  |
| Cash Used In Operations  | (305)                                    | (351)  |
| Interest Expenses Paid   | (19)                                     | (35)   |
| Net Cash Used In Operating Activities                            | (324)                                    | (386)  |
| <b>CASH FLOWS FROM INVESTING ACTIVITY</b>                        |  |  |
| Addition to Development Cost                                     | (15)                                     | (347)  |
| Proceed from Disposal Property, Plant and Equipment              | -  | 95   |
| Purchase of Property, Plant and Equipment                        | -  | -  |
| Net Cash Used In Investing Activity                              | (15)                                     | (252)  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                      |  |  |
| Addition to Security Deposit with Licensed Financial Institution | (45)                                     | (45)   |
| Repayment of Borrowings  | -  | (78)   |
| Repayment of Hire Purchase Creditors                             | (7)                                      | (81)   |
| Net Cash Generated From Financing Activities                     | (52)                                     | (204)  |
| NET DECREASE IN CASH AND CASH EQUIVALENTS                        | (391)                                    | (842)  |
| CASH AND CASH EQUIVALENTS BROUGHT FORWARD                        | (899)                                    | 778  |
| CASH AND CASH EQUIVALENTS CARRIED FORWARD <sup>^</sup>           | (1,290)                                  | (64)   |

<sup>^</sup> Cash and Cash Equivalents at the end of financial period comprise the following :

|                          | Current<br>Period<br>Ended<br>31/12/2008 | As At Preceding<br>Period<br>Ended<br>31/12/2007 |
|--------------------------|--|--|
| Cash in Hand and at Bank | 72                                       | 1,192  |
| Overdraft                | (1,362)                                  | (1,256)  |
|                          | (1,290)                                  | (64)   |

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