



MY E.G. SERVICES BERHAD
(Company No. 505639-K)
(Incorporated in Malaysia under the Companies Act, 1965)

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2007

Condensed Consolidated Income Statement
For the Third Quarter ended 31 March 2007
(The figures have not been audited)

| | Individual Quarter | | Cumulative Quarter | |
|------------------------------------------|---------------------------------------------------|----------------------------------------------------------------------|---------------------------------------------------|---------------------------------------------------------------------|
| | Current Year Quarter 31.03.2007 (RM'000) | Preceding Year Corresponding Quarter 31.03.2006 (RM'000) | Current Year To Date 31.03.2007 (RM'000) | Preceding Year Corresponding Period 31.03.2006 (RM'000) |
| Revenue | 7,035 | - | 18,077 | - |
| Operating expenses | (4,426) | - | (12,291) | - |
| Operating Profit before | 2,609 | - | 5,786 | - |
| Depreciation and amortization | (359) | - | (977) | - |
| Finance Costs | (12) | - | (29) | - |
| Other Income | 28 | - | 28 | - |
| Profit before Taxation | 2,266 | - | 4,808 | - |
| Taxation | (8) | - | (26) | - |
| Net Profit for the period | 2,258 | - | 4,782 | - |
| Attributable to: | | | | |
| Shareholders of the Company | 2,257 | - | 4,762 | - |
| Minority Interest | 1 | - | 20 | - |
| Net Profit for the period | 2,258 | - | 4,782 | - |
| Weighted average number of shares ('000) | 107,815 | | 107,815 | |
| Gross Earnings per share ("EPS") (sen) | 2.1 | | 4.4 | |
| Net EPS (sen) | 2.1 | | 4.4 | |
| Effective Tax Rate (%) | 0.35% | | 0.54% | |

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2006 and the accompanying notes to the Interim Financial Statements.

As this is the first year the Group presents its interim financial statements, there are no comparative figures for the preceding year corresponding quarter/period.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)
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Condensed Consolidated Balance Sheet
As at 31 March 2007

| | Unaudited As at end of Current Quarter 31.3.2007 RM'000 | Audited As at 30.6.2006 RM'000 |
|----------------------------------------------------------------------------------|--------------------------------------------------------------------------------|---------------------------------------------------|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Development costs | 5,338 | 4,601 |
| Equipment | 5,810 | 3,946 |
| Goodwill on consolidation | 2,600 | 2,600 |
| | 13,748 | 11,147 |
| CURRENT ASSETS | | |
| Trade receivables | 1,323 | 1,199 |
| Other receivables and deposits | 8,690 | 4,454 |
| Cash and bank balances | 12,363 | 2,277 |
| | 22,376 | 7,930 |
| TOTAL ASSETS | 36,124 | 19,077 |
| EQUITY AND LIABILITIES | | |
| EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY | | |
| Share capital | 12,625 | 10,075 |
| Share Premium | 9,673 | - |
| Retained profits | 11,832 | 7,070 |
| | 34,130 | 17,145 |
| SHAREHOLDERS' EQUITY | 34,130 | 17,145 |
| MINORITY INTERESTS | 86 | 66 |
| TOTAL EQUITY | 34,216 | 17,211 |
| NON-CURRENT LIABILITY | | |
| Deferred taxation | 6 | 13 |
| Hire Purchase | 410 | - |
| | 416 | 13 |
| CURRENT LIABILITIES | | |
| Trade payables | 723 | 547 |
| Other payables and accruals | 620 | 1,225 |
| Amount owing to a director | - | 9 |
| Provision for taxation | 24 | 39 |
| Short term borrowings | 125 | 33 |
| | 1,492 | 1,853 |
| TOTAL LIABILITIES | 1,908 | 1,866 |
| TOTAL EQUITY AND LIABILITIES | 36,124 | 19,077 |
| Net assets attributable to ordinary equity holders of the parent (RM'000) | 34,130 | 17,145 |
| Net assets per share attributable to ordinary equity holders of the parent (sen) | 27.0 | 17.0 |

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 notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)
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Condensed Consolidated Statement of Changes in Equity
For the Third Quarter ended 31 March 2007
(The figures have not been audited)

| | ← Attributable to Equity Holders of the Company → | | | Minority Interest (RM'000) | Total Equity (RM'000) |
|-------------------------------------------|---------------------------------------------------|---------------------------|--------------------------------------------|-------------------------------|--------------------------|
| | Share capital (RM'000) | Share Premium (RM'000) | Distributable Retained Profits (RM'000) | | |
| As at 1 July 2006 | 10,075 | - | 7,070 | 66 | 17,211 |
| Issue of New Shares | 2,550 | 11,475 | - | - | 14,025 |
| Listing Expenses | - | (1,802) | - | - | (1,802) |
| Profit After Tax For The Financial Period | - | - | 4,762 | 20 | 4,782 |
| As at 31 March 2007 | 12,625 | 9,673 | 11,832 | 86 | 34,216 |

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 notes to the Interim Financial Statements.

As this is the first year the Group presents its interim financial statements, there are no comparative figures for the preceding year corresponding quarter/period.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)
(Incorporated in Malaysia under the Companies Act, 1965)

Condensed Consolidated Cash Flow Statement
For the Third Quarter ended 31 March 2007
(The figures have not been audited)

| | Current Year To Date Ended 31.3.2007 (RM'000) | Corresponding Year To Date Ended 31.3.2006 (RM'000) |
|------------------------------------------------------------------------|------------------------------------------------------------------|----------------------------------------------------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 4,808 | - |
| Adjustments for:- | | |
| Amortisation of development costs | 213 | - |
| Depreciation of equipment | 764 | - |
| Interest expense | 29 | - |
| | <hr/> | <hr/> |
| Operating profit before working capital changes | 5,814 | - |
| Increase in trade and other receivables | (4,360) | - |
| Decrease in trade and other payables | (429) | - |
| | <hr/> | <hr/> |
| CASH FLOWS FROM OPERATIONS | 1,025 | - |
| Income tax paid | (48) | - |
| Interest paid | (29) | - |
| | <hr/> | <hr/> |
| NET CASH FROM OPERATING ACTIVITIES | 948 | - |
| CASH FLOWS FOR INVESTING ACTIVITIES | | |
| Purchase of equipment | (2,628) | - |
| Additions of development costs | (950) | - |
| | <hr/> | <hr/> |
| NET CASH FOR INVESTING ACTIVITIES | (3,578) | - |
| CASH FOR FINANCING ACTIVITIES | | |
| Repayment of term loan | (29) | - |
| Drawdown of hire purchase loan | 620 | - |
| Repayment of hire purchase obligations | (89) | - |
| Repayment to a director | (9) | - |
| Proceeds from issue of new shares | 14,025 | - |
| IPO expenses | (1,802) | - |
| | <hr/> | <hr/> |
| NET CASH FOR FINANCING ACTIVITIES | 12,716 | - |
| | <hr/> | <hr/> |
| NET DECREASE IN CASH AND BANK BALANCES | 10,086 | - |
| | <hr/> | <hr/> |
| CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD | 2,277 | - |
| | <hr/> | <hr/> |
| CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD | 12,363 | - |
| | <hr/> | <hr/> |

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 notes to the Interim Financial Statements.

As this is the first year the Group presents its interim financial statements, there are no comparative figures for the preceding year corresponding quarter/period.

MY E.G. SERVICES BERHAD
(Company No. 505639-K)
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Notes To The Interim Financial Report For The Financial Period Ended 31 March 2007

A Explanatory Notes Pursuant To Financial Reporting Standard (“FRS”) 134

A1. Basis of Preparation

The interim financial statements is unaudited and have been prepared in accordance with the FRS 134 Interim Financial Reporting and Appendix 9B of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”) for the MESDAQ Market.

The interim financial report should be read in conjunction with the audited financial statements of My E.G. Services Bhd and its subsidiaries (“the Group”) for the financial year ended 30 June 2006.

The same accounting policies and methods of computation adopted in these interim financial statements are consistent with the annual financial statements for the year ended 30 June 2006. except as mentioned in Note A2 below.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in the interim financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2006 except for the adoption of the following new and revised Financial Reporting Standards (“FRS”) that are effective and relevant for the Group for the financial period beginning 1 July 2006:

| | |
|---------|------------------------------------------------------|
| FRS 1 | First-time Adoption of Financial Reporting Standards |
| FRS 3 | Business Combinations |
| FRS 101 | Presentation of Financial Statements |
| FRS 108 | Accounting Policies, Changes in Estimates and Errors |
| FRS 110 | Events after the Balance Sheet Date |
| FRS 116 | Property, Plant and Equipment |
| FRS 127 | Consolidated and Separate Financial Statements |
| FRS 132 | Financial Instruments: Disclosure and Presentation |
| FRS 133 | Earnings Per Share |
| FRS 136 | Impairment of Assets |
| FRS 138 | Intangible Assets |

The adoption of the above FRSs does not have any significant financial impact on the Group.

A3. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 30 June 2006 was not qualified.

A4. Seasonal and Cyclical Factors

The Group's business operation result is subject to seasonality factors. The demand for new driving licences generally increases in the first half of the year (i.e the second half of the Group's financial year) due mainly to the long school holidays after the Government exams, where most 16-20 year olds would obtain their driving licences between the months of January to June. Therefore, JPJ-related revenue in the first half of the year (January – June) has historically been approximately 50% higher than the JPJ-related revenue recorded for the second half of the year (July – December).

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group during the current financial quarter under review, that are unusual by reason of their nature, size or incidence.

A6. Material Changes in Estimates

There were no changes in estimates of amounts reported in prior financial years, which have a material effect on the current quarter's results.

A7. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares and resale of treasury shares for the current quarter under review.

A8. Dividends Paid

There were no dividends paid in the current financial quarter and financial period year to date.

A9. Segmental Information

The Group operates wholly in Malaysia and is principally engaged in the business of development and implementation of E-Government services project and the provision of other related services for the E-Government Initiative which are substantially within a single business segment. As such, the financial information by geographical and industry segments of the Group's operations are not available for presentation.

A10. Valuation of Property, Plant and Equipment

There has been no valuation on any of the Group's property, plant and equipment during the current financial quarter under review.

A11. Subsequent Events

There were no material events subsequent to the end of the current financial quarter under review that has not been reflected.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review.

A13. Contingent Liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group.

A14. Capital Commitments

As at 31.3.2007, the Group has commitment for the following:-

| | RM'000 |
|----------------------------------------------------|--------|
| Purchase of multi purpose kiosks | 315 |
| Purchase of motor vehicles for operations | 302 |
| Proposed acquisition of shares in unquoted company | 9,045 |
| | <hr/> |
| | 9,662 |
| | <hr/> |

A15. Related Party Transactions

There were no related party transactions entered into in the current quarter under review.

B. Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Securities For The MESDAQ Market

B1. Performance of the Group

The Group posted Revenue and Profit after Taxation of RM7.0 million and RM2.3 million respectively for the current financial quarter ended 31 March 2007 ("Q3 FY2007").

For the year to date period ended 31 March 2007 ("9M FY2007"), the Group recorded revenue of RM18.1 million. Total operating expenses was RM12.3 million in 9M FY2007, consistent with the higher revenue for the period. Depreciation and amortization expenses amounted to RM0.98 million due to our investment in capital expenditure during the current period. As a result of the above, the Group achieved Profit after Taxation of RM4.8 million for the current year to date period.

B2. Comparison with Preceding Quarter's Results

| | Q3 FY2007 RM'000 | Q2 FY2007 RM'000 |
|---------------------------|----------------------------|----------------------------|
| Revenue | 7,035 | 6,211 |
| Profit Before Tax ("PBT") | 2,266 | 1,903 |
| Profit After Tax ("PAT") | 2,258 | 1,896 |

For the Quarter under review, the Group recorded revenue of RM7.0 million representing an increase of 13.3% as compared to Q2 FY2007 revenue of RM6.2 million. The increase in revenue was primarily due to the higher revenue contributions during Q3 FY2007 from JPJ-related services (please refer to the seasonal and cyclical factors as disclosed in Note A4). PAT increased correspondingly to RM2.3 million, an increase of 19.1% as compared to Q2 FY2007 PAT of RM1.9 million.

B3. Prospect of the Group

Barring any unforeseen circumstances, the Directors of MyEG are of the opinion that the results for the financial year ending 30 June 2007 will be satisfactory as awareness of our existing services and brand name continues to increase while new services are scheduled to be launched during the second half of our financial year, and that the profit forecast as disclosed in the Company's prospectus dated 30 November 2006 is achievable.

B4. Variance from Profit Forecast

Not applicable as this is not the final quarter's results for the Group. Disclosure on the variance between actual and forecasted results would only be required in conjunction with the final quarterly results' announcement for the Group.

B5. Taxation

The taxation figures are as follows:

| | Current Year Quarter 31.3.2007 (RM'000) | Current Year To Date 31.3.2007 (RM'000) |
|-------------------|------------------------------------------------------------|------------------------------------------------------------|
| Current period | 8 | 20 |
| Deferred taxation | - | 6 |
| | <hr/> | <hr/> |
| | 8 | 26 |

The effective tax rate for the current financial quarter and cumulative year to date is 0.35% and 0.54% respectively, as compared to the statutory tax rate of 27%. The lower effective tax rate is primarily because the Group's revenue is mainly contributed by the MSC status holding company, My E.G. Services Bhd, whereby revenue arising from approved MSC activities are not subjected to income tax.

B6. Unquoted Securities and/or Properties

Save as disclosed in Note B8, there were no purchases or disposals of any unquoted securities and/or properties for the current financial quarter and financial period year to date.

B7. Quoted Securities

There were no purchases or disposal of any quoted securities for the current financial quarter.

B8. Status of Corporate Proposal

Save as disclosed below, there is no corporate proposal announced but not completed as at the date of this announcement:

Proposed Shareholders' Mandate for Recurrent Related Party Transactions of A Revenue or Trading Nature

On 25 April 2007, MyEG had announced that it proposes to seek approval from its shareholders for a shareholders' mandate to enter into recurrent related party transactions of a revenue or trading nature at the forthcoming Extraordinary General Meeting of the Company to be convened on 13 June 2007.

Proposed acquisition of the entire issued and paid-up share capital of MySpeed.com Sdn Bhd ("SPEED") for a cash consideration of RM10,000,000

On 2 February 2007 MyEG entered into a conditional Share Sale and Purchase Agreement with Pernec Corporation Berhad, Telekom Malaysia Berhad and HeiTech Padu Berhad for the acquisition of 7,350,000 ordinary shares of RM1.00 each representing 79.46% of the total issued and paid-up share capital of SPEED for a cash consideration of RM7,946,000.

Subsequently, on 23 March 2007 MyEG entered into a conditional Share Sale and Purchase Agreement with Pernec Corporation Berhad for the acquisition of the remaining 1,900,000 ordinary shares of RM1.00 each representing 20.54% of the total issued and paid-up share capital of SPEED for a cash consideration of RM2,054,000.

MyEG will seek approval from its shareholders for the proposed acquisition at the forthcoming Extraordinary General Meeting of the Company to be convened on 13 June 2007.

B9. Status of Utilisation of Proceeds from Public Issue

MyEG was listed on 16 January 2007. The utilisation of gross proceeds of RM14,025,000 from the public issue are expected to be fully utilised by the Group as follow:

| Purpose | Proposed Amount RM'000 | Actual Utilisation RM'000 | Balance RM'000 | % | To Be Used By FYE | Note |
|---------------------|---------------------------------------|------------------------------------------|---------------------------|----------|------------------------------|-------------|
| Capital Expenditure | 10,841 | 1,900 | 8,941 | 82.5 | 2008 | |
| Working capital | 1,384 | 1,382 | 2 | 0.0 | 2007 | * |
| Listing expenses | 1,800 | 1,802 | (2) | 0.0 | 2007 | * |
| | 14,025 | 5,084 | 8,941 | | | |

* In view that the actual listing expenses were higher than estimated, the deficit had been funded out of proceeds allocated for working capital.

B10. Group Borrowings

Details of the Group's borrowings as at 31 March 2007 are as follows:-

| | Current (RM'000) | Non-Current (RM'000) | Total (RM'000) |
|------------------|-----------------------------|---------------------------------|---------------------------|
| Secured | | | |
| Term Loan | 4 | - | 4 |
| Hire Purchase | 121 | 410 | 531 |
| Total Borrowings | 125 | 410 | 535 |

The borrowings are denominated in RM.

B11. Off Balance Sheet Financial Instruments

As at the date of this report, there are no off balance sheet financial instruments

B12. Material Litigations

As at the date of this announcement, there are no material litigations against the Group or taken by the Group.

B13. Dividends

No dividends were declared during the current financial quarter under review.

B14. EPS

i. Basic

The basic EPS is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

| | Current Year Quarter 31.3.2007 (RM'000) | Current Year To Date 31.3.2007 (RM'000) |
|----------------------------------------------------------------------------|------------------------------------------------------------|------------------------------------------------------------|
| Net profit attributable to ordinary shareholders | 2,257 | 4,762 |
| Weighted average number of ordinary shares of RM0.10 each in issue ('000s) | 107,815 | 107,815 |
| Basic EPS (sen) | 2.10 | 4.42 |

ii. Diluted

The company does not have any convertible shares or convertible financial instruments for the current financial quarter and financial period year to date.

By Order of the Board

Mah Li Chen
Secretary
25 May 2007