



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

FIRST QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2007

Condensed Consolidated Income Statement
For the First Quarter ended 30 September 2007
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2007 (RM'000)	Preceding Year Corresponding Quarter 30.09.2006 (RM'000)	Current Year To Date 30.09.2007 (RM'000)	Preceding Year Corresponding Period 30.09.2006 (RM'000)
Revenue	9,687	4,831	9,687	4,831
Operating expenses	(6,359)	(3,898)	(6,359)	(3,898)
Operating Profit	3,328	933	3,328	933
Depreciation and amortization	(526)	(288)	(526)	(288)
Finance Costs	(90)	(6)	(90)	(6)
Other Income	54	-	54	-
Profit before Taxation	2,766	639	2,766	639
Taxation	(13)	(11)	(13)	(11)
Net Profit for the period	2,753	628	2,753	628
Attributable to:				
Shareholders of the Company	2,752	617	2,752	617
Minority Interest	1	11	1	11
Net Profit for the period	2,753	628	2,753	628
Weighted average number of shares ('000)	126,250	100,750	126,250	100,750
Gross Earnings per share ("EPS") (sen)	2.2	0.6	2.2	0.6
Net EPS (sen)	2.2	0.6	2.2	0.6
Effective Tax Rate (%)	0.47%	1.72%	0.47%	1.72%

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2007 and the accompanying notes to the Interim Financial Statements.

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Condensed Consolidated Balance Sheet
As at 30 September 2007

	Unaudited As at end of Current Quarter 30.9.2007 RM'000	Audited As at 30.6.2007 RM'000
ASSETS		
NON-CURRENT ASSETS		
Development costs	5,527	5,527
Equipment	9,760	8,658
Goodwill on consolidation	12,022	2,601
	27,309	16,786
CURRENT ASSETS		
Trade receivables	1,791	1,376
Other receivables and deposits	4,965	4,751
Cash and bank balances	13,931	15,681
	20,687	21,808
TOTAL ASSETS	47,996	38,594
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	12,625	12,625
Share Premium	9,673	9,673
Retained profits	16,882	14,130
SHAREHOLDERS' EQUITY	39,180	36,428
MINORITY INTERESTS	88	87
TOTAL EQUITY	39,268	36,515
NON-CURRENT LIABILITY		
Deferred taxation	8	8
Hire Purchase	288	331
Term Loan	4,735	-
	5,031	339
CURRENT LIABILITIES		
Trade payables	1,126	842
Other payables and accruals	1,092	701
Amount owing to a director	-	-
Provision for taxation	49	36
Short term borrowings	1,430	161
	3,697	1,740
TOTAL LIABILITIES	8,728	2,079
TOTAL EQUITY AND LIABILITIES	47,996	38,594
Net assets attributable to ordinary equity holders of the parent (RM'000)	39,180	36,428
Net assets per share attributable to ordinary equity holders of the parent (sen)	31.0	28.9

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 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 Fourth Quarter ended 30 June 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	-	-	7,060	21	7,081
As at 30 June 2007	12,625	9,673	14,130	87	36,515
As at 1 July 2007	12,625	9,673	14,130	87	36,515
Profit After Tax For The Financial Period	-	-	2,752	1	2,753
As at 30 September 2007	12,625	9,673	16,882	88	39,268

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 notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
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Condensed Consolidated Cash Flow Statement
For the Fourth Quarter ended 30 June 2007
(The figures have not been audited)

	Current Year To Date Ended 30.09.2007 (RM'000)	Corresponding Year To Date Ended 30.09.2006 (RM'000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,766	639
Adjustments for:-		
Amortisation of development costs	76	67
Depreciation of equipment	450	221
Interest expense	90	6
Operating profit before working capital changes	3,382	933
Increase in trade and other receivables	(522)	(238)
Increase/(Decrease) in trade and other payables	415	(143)
CASH FLOWS FROM OPERATIONS	3,275	552
Income tax paid	-	-
Interest paid	(90)	(6)
NET CASH FROM OPERATING ACTIVITIES	3,185	546
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(821)	(125)
Additions of development costs	(76)	(47)
Investment in subsidiary, net of cash acquired	(10,009)	-
NET CASH FOR INVESTING ACTIVITIES	(10,906)	(172)
CASH FOR FINANCING ACTIVITIES		
Repayment of term loan	-	(6)
Drawdown of term loan	6,000	-
Repayment of hire purchase obligations	(39)	-
(Repayment to)/Advances from a director	-	(9)
Proceeds from disposal of equipment	10	-
Repayment to a related party	-	-
NET CASH FOR FINANCING ACTIVITIES	5,971	(15)
NET DECREASE IN CASH AND BANK BALANCES	(1,750)	359
CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD	15,681	2,277
CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD	13,931	2,636

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 notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
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Notes To The Interim Financial Report For The Financial Period Ended 30 September 2007

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

A1. Basis of Preparation

The interim financial statements are 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 statements 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 2007.

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 2007 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 2007 except for the adoption of the following FRS which have been issued and are effective for financial periods beginning on or after 1 October 2006 and will be effective for the Group’s and the Company’s financial statement for the financial year ending 30 June 2008:

FRS 117	Leases
FRS 124	Related Party Disclosures

The following revised FRS have been issued and are effective for financial periods beginning on or after 1 July 2007 and will be effective for the Group’s and the Company’s financial statements for the financial year ending 30 June 2008:

FRS 107	Cash Flow Statements
FRS 112	Income Taxes
FRS 118	Revenue
FRS 137	Provisions, Contingent Liabilities and Contingent Assets

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

FRS 139 - Financial Instruments: Recognition and Measurement has been issued and the effective date has yet to be determined by MASB. The Company will apply this standard when it becomes effective.

A3. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 30 June 2007 was not qualified.

A4. Seasonal and Cyclical Factors

The Group's business operation result is subject to seasonal 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, save as disclosed below:

(i) Acquisition of a new subsidiary company

On October 29, 2007, the Company acquired 2 ordinary shares of RM1.00 each representing 100% of the issued and paid-up share capital of Fidelity Radiance Sdn Bhd ("FRSB") for a total cash consideration of RM2.00, thus making FRSB a wholly-owned subsidiary of the Company.

As at the date of this announcement, FRSB has not commenced any operations.

A12. Changes in the Composition of the Group

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

MYEG completed the proposed acquisition of SPEED with the full payment of the purchase consideration of RM10 million to the vendors on July 21, 2007. MYEG assumed management control of MySpeed.com Sdn Bhd on July 1, 2007.

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 30.9.2007, the Group has commitment for the following:-

	RM'000
Purchase of multi purpose kiosks	139

A15. Related Party Transactions

Related Transacting Parties	Related Parties and Relationship
Embunaz Ventures Sdn Bhd ("Embunaz")	Senator Dato' Dr Norraesah Binti Haji Mohamad, who is an Executive Chairman and shareholder of MYEG is also an Executive Chairman and major shareholder of Embunaz.

The related party transactions of the Group for the Quarter ended 30.9.2007 are as follows:

	Individual Quarter		Cumulative Quarter	
	30.09.2007	30.09.2006	30.09.2007	30.09.2006
Rental of Premises	27,750	-	27,750	-
Professional Fees	20,250	-	20,250	-
Total	48,000	-	48,000	-

The directors are of the opinion that the above transactions have been entered into in the normal course of business and have been established under terms that were mutually agreed between the parties. These transactions are within the ambit of the mandate approved by the shareholders of the Company on June 13, 2007.

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 ("PAT") of RM9.7 million and RM2.8 million respectively for the first financial quarter ("Q1 FY2008") and year to date period ended 30 September 2007("3M FY2008") as compared to RM4.8 million and RM0.6 million respectively in the corresponding quarter ("Q1 FY2007") and year to date period ended 30 September 2006 ("3M FY2007"). The increase of 102% in Revenue and 366% in PAT respectively are primarily attributable to

- i) the contribution from our newly acquired subsidiary, SPEED with effect from July 1, 2007; and
- ii) increase in revenue generated from services with better margins, such as Jabatan Insolvensi Malaysia ("JIM")-related services in Q1 FY2008 as compared to Q1 FY2007.

Total operating expenses was RM6.4 million in Q1 FY2008 as compared to RM3.9 million in Q1 FY2007, consistent with the increase in revenue for the period. In addition, operating overheads also increased in Q1 FY2008 primarily due to the acquisition of SPEED (resulting in an increase in expenses related to the increase in employees and E-Service Centers).

Depreciation and amortization expenses amounted to RM0.5 million in Q1 FY2008 as compared to RM0.3 million in Q1 FY2007 due to the increase in capital expenditure from the proceeds of the public issue. Finance costs also increase from RM6,000 in Q1 FY2007 to RM90,000 in Q1 FY2008 as a result of the increase in borrowings (primarily due to the drawdown of the RM6 million Term Loan facility utilised for partially financing the acquisition of SPEED).

B2. Comparison with Preceding Quarter's Results

	Q1 FY2008 RM'000	Q4 FY2007 RM'000
Revenue	9,687	7,404
Profit Before Tax ("PBT")	2,766	2,309
Profit After Tax ("PAT")	2,753	2,299

For the Quarter under review, the Group recorded revenue of RM9.7 million representing an increase of 30.8% as compared to Q4 FY2007 revenue of RM7.4 million. PAT increased correspondingly to RM2.8 million, an increase of 19.8% as compared to Q4 FY2007 PAT of RM2.3 million. Both the increase in Group Revenue and PAT are primarily attributable to the contribution from our newly acquired subsidiary, SPEED.

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 2008 will continue to grow as awareness of our existing services and brand name continues to increase while new services are scheduled to be launched during the financial year ending 30 June 2008.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the financial year ending 30 June 2008.

B5. Taxation

The taxation figures are as follows:

	Current Year Quarter 30.09.2007 (RM'000)	Current Year To Date 30.09.2007 (RM'000)
Current period	13	13

The effective tax rate for the current financial quarter and cumulative year to date is 0.47%, 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 companies in the Group namely, My E.G. Services Bhd and mySPEED.com Sdn 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 A11 and A12, 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

There is no corporate proposal announced but not completed as at the date of this announcement.

B9. Status of Utilisation of Proceeds from Public Issue

MyEG was listed on January 16, 2007. The utilisation of gross proceeds of RM14,025,000 from the public issue by the Group as at September 30, 2007 is as follows:

Purpose	Proposed Amount RM'000	Actual Utilisation RM'000	Balance RM'000	%	To Be Used By FYE	Note
Capital Expenditure	10,841	5,771	5,070	46.8	2008	
Working capital	1,384	1,382	2	0.0	2007	*
Listing expenses	1,800	1,802	(2)	0.0	2007	*
	14,025	8,955	5,070			

* 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 September 30, 2007 are as follows:-

	Current (RM'000)	Non-Current (RM'000)	Total (RM'000)
Secured			
Hire Purchase	165	288	453
Term Loan	1,265	4,735	6,000
Total Borrowings	<u>1,430</u>	<u>5,023</u>	<u>6,453</u>

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 30.09.2007 (RM'000)	Current Year To Date 30.09.2007 (RM'000)
Net profit attributable to ordinary shareholders	2,752	2,752
Weighted average number of ordinary shares of RM0.10 each in issue ('000)	126,250	126,250
Basic EPS (sen)	2.2	2.2

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
29 November 2007