



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

**FOURTH QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2008**

**Condensed Consolidated Income Statement**  
**For the Fourth Quarter ended June 30, 2008**  
**(The figures have not been audited)**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.6.2008 (RM'000)	Preceding Year Corresponding Quarter 30.6.2007 (RM'000)	Current Year To Date 30.6.2008 (RM'000)	Preceding Year Corresponding Period 30.6.2007 (RM'000)
Revenue	14,307	7,404	49,275	25,481
Operating expenses	9,348	4,685	31,860	16,976
Operating Profit before	4,959	2,719	17,415	8,505
Depreciation and amortization	765	433	2,463	1,410
Finance Costs	127	2	438	32
Other Income	52	25	311	54
Profit before Taxation	4,119	2,309	14,825	7,117
Taxation	13	10	54	36
Net Profit for the period	4,106	2,299	14,771	7,081
Attributable to:				
Shareholders of the Company	4,112	2,297	14,778	7,060
Minority Interest	(6)	2	(7)	21
Net Profit for the period	4,106	2,299	14,771	7,081
Number of shares in issue ('000)	252,500	252,500	252,500	252,500
Gross Earnings per share ("EPS") (sen)	1.6	0.9	5.9	2.8
Net EPS (sen)	1.6	0.9	5.9	2.8
Effective Tax Rate	0.32%	0.43%	0.36%	0.51%

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 June 30, 2008**

	<b>Unaudited As at end of Current Quarter 30.6.2008 RM'000</b>	<b>Audited As at 30.6.2007 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Development costs	7,009	5,527
Equipment	17,479	8,658
Goodwill on consolidation	12,022	2,601
	36,510	16,786
<b>CURRENT ASSETS</b>		
Trade receivables	1,415	1,376
Other receivables and deposits	8,814	4,751
Tax recoverable	9	-
Cash and bank balances	11,269	15,681
	21,507	21,808
	58,017	38,594
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>		
Share capital	25,250	12,625
Share Premium	-	9,673
Retained profits	24,110	14,130
	49,360	36,428
<b>SHAREHOLDERS' EQUITY</b>	49,360	36,428
<b>MINORITY INTERESTS</b>	80	87
	49,440	36,515
<b>NON-CURRENT LIABILITY</b>		
Deferred taxation	7	8
Hire Purchase	761	331
Term Loan	4,320	-
	5,088	339
<b>CURRENT LIABILITIES</b>		
Trade payables	1,113	842
Other payables and accruals	900	701
Provision for taxation	13	36
Short term borrowings	1,463	161
	3,489	1,740
	8,577	2,079
<b>TOTAL LIABILITIES</b>	8,577	2,079
<b>TOTAL EQUITY AND LIABILITIES</b>	58,017	38,594
Net assets attributable to ordinary equity holders of the parent (RM'000)	49,360	36,428
Net assets per share attributable to ordinary equity holders of the parent (sen)	19.5	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**  
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**Condensed Consolidated Statement of Changes in Equity**  
**For the Fourth Quarter ended June 30, 2008**  
**(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
<b>As at 30 June 2007</b>	<b>12,625</b>	<b>9,673</b>	<b>14,130</b>	<b>87</b>	<b>36,515</b>
As at 1 July 2007	12,625	9,673	14,130	87	36,515
Profit After Tax For The Financial Period	-	-	14,778	(7)	14,771
Bonus Issue	12,625	(9,577)	(3,048)	-	-
Bonus Issue Expenses	-	(96)	-	-	(96)
Dividend Payable	-	-	(1,750)	-	(1,750)
<b>As at 30 June 2008</b>	<b>25,250</b>	<b>-</b>	<b>24,110</b>	<b>80</b>	<b>49,440</b>

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 June 30, 2008**  
**(The figures have not been audited)**

	<b>Current Year To Date Ended 30.6.2008 (RM'000)</b>	<b>Corresponding Year To Date Ended 30.6.2007 (RM'000)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	14,825	7,117
Adjustments for:-		
Amortisation of development costs	479	296
Depreciation of equipment	1,936	1,113
Bad Debt Recovered	(105)	-
Interest Expense	438	21
Interest Income	(206)	(54)
Fixed asset written off	48	-
	<hr/>	<hr/>
Operating profit before working capital changes	17,415	8,493
Increase in trade and other receivables	(3,889)	(474)
Increase/(Decrease) in trade and other payables	115	(230)
	<hr/>	<hr/>
<b>CASH FLOWS FROM OPERATIONS</b>	<b>13,642</b>	<b>7,789</b>
Income tax paid	(89)	(44)
Interest paid	(438)	(21)
	<hr/>	<hr/>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>13,114</b>	<b>7,724</b>
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Purchase of equipment	(10,469)	(5,205)
Additions of development costs	(1,557)	(1,222)
Investment in subsidiary, net of cash acquired	(10,009)	-
	<hr/>	<hr/>
<b>NET CASH FOR INVESTING ACTIVITIES</b>	<b>(22,034)</b>	<b>(6,427)</b>
<b>CASH FOR FINANCING ACTIVITIES</b>		
Drawdown of term loan	6,000	-
Repayment of term loan	(720)	(33)
Drawdown of hire purchase loan	1,050	-
Repayment of hire purchase obligations	(278)	(128)
(Repayment to)/Advances from a director	-	(9)
Payment of Dividend	(1,750)	-
Proceeds from issue of new shares	-	14,025
IPO expenses	-	(1,802)
Interest income	206	54
	<hr/>	<hr/>
<b>NET CASH FOR FINANCING ACTIVITIES</b>	<b>4,508</b>	<b>12,107</b>
	<hr/>	<hr/>
<b>NET DECREASE IN CASH AND BANK BALANCES</b>	<b>(4,412)</b>	<b>13,404</b>
	<hr/>	<hr/>
<b>CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>15,681</b>	<b>2,277</b>
	<hr/>	<hr/>
<b>CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD</b>	<b>11,269</b>	<b>15,681</b>

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**  
(Company No. 505639-K)  
(Incorporated in Malaysia under the Companies Act, 1965)

**Notes To The Interim Financial Report For The Financial Period Ended 30 December 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 134	Interim Financial Reporting
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 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 during the current financial quarter under review.

**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

### (i) Acquisition of a new subsidiary company

On 29 October 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.

On 7 December 2007, FRSB changed its name to My E.G. Commerce Sdn Bhd ("MYEG Commerce").

MYEG Commerce commenced operations during the current quarter

## 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 30.6.2008, the Group has commitment for the following:-

	<b>RM'000</b>
Purchase of multi purpose kiosks	<u>701</u>

## A15. Related Party Transactions

<b>Related Transacting Parties</b>	<b>Related Parties and Relationship</b>
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 and Period ended 30.6.2008 are as follows:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	30.6.2008 RM	30.6.2007 RM	30.6.2008 RM	30.6.2007 RM
Rental of Premises	27,750	9,250	111,000	9,250
Professional Fees	20,250	6,750	81,000	6,750
Total	<u>48,000</u>	<u>16,000</u>	<u>192,000</u>	<u>16,000</u>

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 December 18, 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 RM14.3 million and RM4.1 million respectively for the fourth financial quarter ("Q4 FY2008") as compared to RM7.4 million and RM2.3 million respectively in the corresponding quarter ("Q4 FY2007"). This represents an increase of RM6.9 million (or 93%) and RM1.8 million (or 78%) in revenue and PAT respectively.

For the financial year ended 30 June 2008 ("FY2008"), the Group recorded revenue and PAT of RM49.3 million and RM14.8 million respectively as compared to RM25.5 million and RM7.1 million respectively in the corresponding period ("FY2007"). This represents an increase of RM23.8 million (or 93%) and RM7.7 million (or 108%) in revenue and PAT respectively.

The increase in revenue and PAT for both Q4 FY2008 and FY2008 over the corresponding periods in FY2007 are primarily attributable to:

- i) the contribution from our newly acquired subsidiary, mySPEED.com Sdn Bhd ("SPEED") with effect from July 1, 2007 (which impacted both the Q4 FY2008 and FY2008 operating results); and
- ii) an increase in volume and revenue generated from services with better margins, such as JPJ's electronic test taking of the highway code and Jabatan Insolvensi Malaysia ("JIM")-related services. In addition, there was also an increase in the rates for resits of JPJ's electronic test taking of the highway code only with effect from December 2006 (i.e. applicable for 7 months in FY 2007) whereas the higher rates applied for the entire FY2008 period.

### B2. Comparison with Preceding Quarter's Results

	Q4 FY2008 RM'000	Q3 FY2008 RM'000
Revenue	14,307	13,732
Profit Before Tax ("PBT")	4,119	4,199
Profit After Tax ("PAT")	4,106	4,185

For the Quarter under review, the Group recorded revenue of RM14.3 million representing an increase of 4.3% as compared to Q3 FY2008 revenue of RM13.7 million. PAT decreased marginally to RM4.1 million, a decrease of 2.4% as compared to Q3 FY2008 PAT of RM4.2 million. The increase in Group Revenue, primarily contributed by MYEG and SPEED, was mainly due to the launch of our new service, Online Road Tax Renewal and its related services in April 2008. The marginal decrease in PAT was primarily attributable to the increase in advertising and promotion expenses in Q4 FY2008 in relation to the launch of the new Online Road Tax Renewal service. We incurred these expenses on press, television, radio and billboard advertising.

### 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 2009 ("FYE 2009") will continue to be satisfactory as awareness of our existing services and brand name continues to increase while a new service i.e. online renewal of Road Tax for vehicles which was launched in April 2008, will contribute to a full year of operations in FYE 2009.



**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:

	<b>Current Quarter 30.6.2008 (RM'000)</b>	<b>Current Year To Date 30.6.2008 (RM'000)</b>
Current period	13	54

The effective tax rate for the current financial quarter and cumulative year to date is 0.32% and 0.36% 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 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 June 30, 2008 was as follows:

<b>Purpose</b>	<b>Proposed Amount RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Balance RM'000</b>	<b>%</b>	<b>Used By FYE</b>	<b>Note</b>
Capital Expenditure	10,841	10,841	-	0.0	2008	
Working capital	1,384	1,382	2	0.0	2007	*
Listing expenses	1,800	1,802	(2)	0.0	2007	*
	<b>14,025</b>	<b>14,025</b>	<b>-</b>			

\* 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 June 30, 2008 were as follows:-

	Current (RM'000)	Non-Current (RM'000)	Total (RM'000)
<b>Secured</b>			
Hire Purchase	503	761	1,264
Term Loan	960	4,320	5,280
Total Borrowings	1,463	5,081	6,544

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**

The Directors have proposed the declaration of a final tax exempt dividend of RM0.02 per RM0.10 ordinary share on 252,500,000 ordinary shares of RM0.10 each, for the shareholders' approval at the forthcoming Annual General Meeting, the date of which will be announced later.

**B14. EPS**

## i. Basic

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

	Current Year Quarter 30.6.2008 (RM'000)	Current Year To Date 30.6.2008 (RM'000)
Net profit attributable to ordinary shareholders	4,112	14,778
Number of ordinary shares of RM0.10 each in issue ('000s)	252,500	252,500
Basic EPS (sen)	1.6	5.9

The basic EPS in the previous financial period has been restated to conform with the current period presentation as a result of the bonus issue during the financial period.

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  
28 August 2008