



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

FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011

Condensed Consolidated Statement of Comprehensive Income
For the Fourth Quarter ended June 30, 2011
(The figures have not been audited)

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	30.06.2011 (RM'000)	30.06.2010 (RM'000)	30.06.2011 (RM'000)	30.06.2010 (RM'000)
Revenue	17,898	13,309	58,833	46,018
Operating expenses	(7,365)	(5,870)	(27,876)	(19,386)
Operating Profit	10,533	7,439	30,957	26,632
Depreciation and amortization	(2,026)	(1,476)	(7,173)	(5,201)
Finance costs	(189)	(138)	(577)	(539)
Other operating income	4	30	113	157
Share of result of an associate	(360)	-	(360)	(40)
Profit before Taxation	7,962	5,855	22,960	21,009
Taxation	(44)	(30)	(146)	(157)
Total comprehensive income for the year	7,918	5,825	22,814	20,852
Profit attributable to:				
Shareholders of the Company	7,918	5,825	22,814	20,872
Minority Interest	-	-	-	(20)
Profit for the period	7,918	5,825	22,814	20,852
Earnings per share ("EPS") attributable to the equity holders of the company (sen)				
- Basic EPS	1.3	1.0	3.8	3.5
- Diluted EPS	Not Applicable	Not Applicable	Not Applicable	Not Applicable

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2010 and the accompanying notes to the Interim Financial Statements.

MY E.G. SERVICES BERHAD
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Condensed Consolidated Statement of Financial Position
As at June 30, 2011

	Unaudited As at end of Current Quarter 30.06.2011 RM'000	Audited As at 30.6.2010 RM'000
ASSETS		
NON-CURRENT ASSETS		
Development costs	10,502	10,113
Equipment	69,769	39,995
Goodwill on consolidation	12,016	12,016
	92,287	62,124
CURRENT ASSETS		
Trade receivables	8,109	6,792
Other receivables, deposits and prepayments	10,214	10,325
Tax recoverable	37	17
Amount due from associate company	5,872	7,522
Cash and bank balances	5,334	8,825
	29,566	33,481
TOTAL ASSETS	121,853	95,605
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	60,105	60,105
Treasury shares	(158)	(158)
Retained profits	40,702	24,496
TOTAL EQUITY	100,649	84,443
NON-CURRENT LIABILITY		
Hire Purchase	1,355	1,786
Term Loan	5,222	2,400
	6,577	4,186
CURRENT LIABILITIES		
Trade payables	3,095	1,422
Other payables and accruals	896	1,384
Deferred revenue	3,860	1,440
Dividend payable	3,003	-
Provision for taxation	1	7
Short term borrowings	3,772	2,723
	14,627	6,976
TOTAL LIABILITIES	21,204	11,162
TOTAL EQUITY AND LIABILITIES	121,853	95,605
Net assets attributable to ordinary equity holders of the parent (RM'000)	100,649	84,443
Net assets per share attributable to ordinary equity holders of the parent (sen)	16.76	14.06

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2010 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, 2011
(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)	Treasury Shares (RM'000)	Distributable Retained Profits (RM'000)		
As at 1 July 2009	60,105	-	9,362	46	69,513
Purchase of Treasury Shares	-	(158)	-	-	(158)
Disposal of a subsidiary	-	-	-	(26)	(26)
Profit After Tax For The Financial Year	-	-	20,872	(20)	20,852
Dividends Paid	-	-	(5,738)	-	(5,738)
As at 30 June 2010	60,105	(158)	24,496	-	84,443
As at 1 July 2010	60,105	(158)	24,496	-	84,443
Profit After Tax For The Financial Year	-	-	22,814	-	22,814
Dividends Paid	-	-	(6,608)	-	(6,608)
As at 30 June 2011	60,105	(158)	40,702	-	100,649

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 2010 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, 2011
(The figures have not been audited)

	Financial Year Ended 30.06.2011 (RM'000)	Corresponding Financial Year Ended 30.06.2010 (RM'000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	22,960	21,009
Adjustments for:-		
Amortisation of development costs	904	789
Depreciation of equipment	6,269	4,412
Loss/(Gain) on disposal of equipment	67	(#)
Share of losses in associate company	360	40
Gain on disposal of a subsidiary	-	(2)
Interest Expense	577	539
Interest income	(113)	(150)
	<hr/>	<hr/>
Operating profit before working capital changes	31,024	26,6637
Increase in trade and other receivables	(1,207)	(5,386)
Increase in trade and other payables	1,185	206
Increase in deferred revenue	2,420	1,440
Decrease/(Increase) in amount owing by an associate	1,649	(5,400)
	<hr/>	<hr/>
CASH FLOWS FROM OPERATIONS	35,071	17,497
Income tax paid	(172)	(212)
Interest paid	(577)	(539)
	<hr/>	<hr/>
NET CASH FROM OPERATING ACTIVITIES	34,322	16,746
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(36,189)	(7,083)
Additions of development costs	(1,293)	(2,170)
Proceeds from disposal of equipment	79	13
Investment in associate company	(360)	(40)
Proceeds from disposal of a subsidiary	-	38
Repayment from/(advance to) an associate	-	(2,122)
Interest received	113	150
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NET CASH FOR INVESTING ACTIVITIES	(37,650)	(11,214)
CASH FROM/(FOR) FINANCING ACTIVITIES		
Repayment of term loan	(1,002)	(960)
Drawdown of term loan	5,000	-
Repayment of hire purchase obligations	(2,112)	(1,676)
Advance payment of hire purchase obligations	(197)	-
Drawdown of hire purchase	1,752	-
Purchase of treasury shares	-	(158)
Dividend Paid	(3,604)	(8,473)
	<hr/>	<hr/>
NET CASH FOR FINANCING ACTIVITIES	(163)	(11,267)
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NET DECREASE IN CASH AND BANK BALANCES	(3,491)	(5,735)
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CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD	8,825	14,560
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CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD	5,334	8,825
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represents an amount less than RM1,000

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2010 and the accompanying notes to the Interim Financial Statements.

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Notes To The Interim Financial Report For The Financial Year Ended 30 June 2011

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 Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

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 2010.

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 2010.

A2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 30 June 2010 was not qualified.

A3. 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).

A4. 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.

A5. Material Changes in Estimates

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

The following comparative figures have been re-classified for a fairer presentation on the financial statements:

	<u>As restated</u> Preceding Year Corresponding Quarter 30.6.2010 (RM'000)	<u>As previously reported</u> Preceding Year Corresponding Quarter 30.6.2010 (RM'000)	<u>As restated</u> Preceding Year Corresponding Period 30.6.2010 (RM'000)	<u>As previously reported</u> Preceding Year Corresponding Period 30.6.2010 (RM'000)
<u>Income Statement</u>				
Revenue	13,309	17,098	46,018	62,094
Operating Expenses	(5,870)	(9,659)	(19,386)	(35,462)

The above reclassifications arose due to a change in the treatment of our liability owing to government agencies from our online transactions. As a result of the above changes, the revenue and operating expenses for the financial quarter and year to date period ended 30 June 2011 were reduced by RM4.05 million and RM15.34 million respectively. However, there is no impact on our operating profit and profit after taxation.

A6. 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.

A7. Dividends Paid

On 29 October 2010, the company declared a final tax-exempt dividend of 0.6 sen per 10 sen ordinary share (2009 – 0.455 sen) amounting to RM3,604,075 in respect of the financial year ended 30 June 2010 and it was paid on 24 January 2011.

On 26 May 2011, the company declared a first interim tax exempt dividend of 0.5 sen per 10 sen ordinary share (2010 – 0.5 sen) amounting to RM3,003,396 for the financial year ended 30 June 2011 and it was paid on 19 August 2011.

A8. 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.

A9. 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.

A10. Subsequent Events

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

A11. Changes in the Composition of the Group

Investment in associate company

On 17 June 2011, the Company subscribed for an additional 360,000 ordinary shares of RM1.00 each in the enlarged issued and paid-up capital of MY EG Integrated Networks Sdn Bhd ("MINT") at a total cash consideration of RM360,000, thereby increasing the Company's shareholding in MINT from 40,000 ordinary shares to 400,000 ordinary shares of RM1.00 each, representing 40% of the issued and paid-up share capital.

A12. 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.

A13. Capital Commitments

As at 30.6.2011, the Group has commitment for the following:-

	RM'000
Purchase of multi purpose kiosks	<u>3,234</u>

A14. Related Party Transactions

The related party transactions of the Group for the Quarter and Financial Year ended 30.06.2011 were as follows:

	Individual Quarter		Cumulative Quarter	
	30.06.2011 RM	30.06.2010 RM	30.06.2011 RM	30.06.2010 RM
(i) Associate company				
MINT				
- Sales	4,100,000	2,700,000	8,450,000	5,400,000
(ii) A company which a director has financial interest				
Embunaz Ventures Sdn Bhd				
- Rental of Premises	-	-	-	55,500
- Professional Fees	48,000	48,000	192,000	136,500
Total	<u>48,000</u>	<u>48,000</u>	<u>192,000</u>	<u>192,000</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.

Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance of the Group

The Group posted revenue and profit after taxation ("PAT") of RM17.90 million and RM7.92 million respectively for the fourth financial quarter ("Q4 FY2011") as compared to RM13.31 million and RM5.82 million respectively in the corresponding quarter ("Q4 FY2010"). This represents an increase of approximately RM4.59 million (or 34.5%) and RM2.10 million (or 36.1%) in revenue and PAT respectively.

For the financial year ended 30 June 2011 ("FY2011"), the Group recorded revenue and PAT of RM58.83 million and RM22.81 million respectively as compared to RM46.02 million and RM20.85 million respectively in the corresponding period ("FY2010"). This represents an increase of approximately RM12.81 million (or 27.8%) and RM1.96 million (or 9.4%) in revenue and PAT respectively.

The increase in revenue and PAT are primarily attributable to:-

- i) an overall increase in volume from all segment of services due to the ongoing marketing campaign which has enhanced MYEG's brand name, and
- ii) the launch of the new online maid permit renewal services with the Immigration Department

However, this was offset primarily by the increase in marketing expenses, personnel related costs, depreciation and amortisation expenses to support an increase in transaction volumes in FY2011 in addition to an increase in pre-operating expenses for new services to be introduced in the near future.

B2. Comparison with Preceding Quarter's Results

	Q4 FY2011 RM'000	Q3 FY2011 RM'000
Revenue	17,898	15,584
Profit Before Tax ("PBT")	7,962	6,313
PAT	7,918	6,283

For the Quarter under review, the Group recorded a higher revenue and PAT of RM17.90 million and RM7.92 million respectively, an increase of RM2.3 million and RM1.63 million respectively as compared to Q3 FY2011 revenue and PAT. The increase is primarily due to the overall increase in transaction volume as a result of the sustained marketing campaign to enhance MYEG's brand name.

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 2012 ("FYE 2012") will continue to be satisfactory as awareness of our existing services and brand name continues to increase while new services would continue to be rolled out in FYE 2012.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the financial year ended 30 June 2011.

B5. Taxation

The taxation figures are as follows:

	Current Quarter 30.06.2011 (RM'000)	Financial Year Ended 30.06.2011 (RM'000)
Current period	44	146

The effective tax rate for the current financial quarter and cumulative year to date is 0.55% and 0.64% as compared to the statutory tax rate of 25%. 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 My EG Sdn Bhd (formerly known as mySPEED.com Sdn Bhd), whereby revenue arising from approved MSC activities are not subjected to income tax.

B6. Unquoted Securities and/or Properties

There were no purchases or disposals of any unquoted securities and/or properties for the current financial quarter and financial year.

B7. Quoted Securities

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

B8. Status of Corporate Proposal

On 9 November 2010, the Company proposed to establish and implement an employees' share option scheme ("Proposed ESOS") of up to ten percent (10%) of the issued and paid-up share capital of the Company at any point in time, for eligible executive and non-executive directors and eligible employees of the Company and its subsidiaries who meet the criteria of eligibility for participation in the Proposed ESOS.

This corporate proposal has not being completed as at the date of this announcement.

B9. Group Borrowings

Details of the Group's borrowings as at 30 June 2011 were as follows:-

	Current (RM'000)	Non-Current (RM'000)	Total (RM'000)
Secured			
Hire Purchase	1,636	1,355	2,991
Term Loan	2,136	5,222	7,358
Total Borrowings	<u>3,772</u>	<u>6,577</u>	<u>10,349</u>

The borrowings are denominated in RM.

B10. Off Balance Sheet Financial Instruments

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

B11. Realised and Unrealised Profits/Losses Disclosure

	As at 30.06.2011 (RM'000)	As at 31.03.2011 (RM'000)
Total retained profits/(accumulated losses) of the Company and its subsidiaries:		
- Realised	40,702	35,787
- Unrealised	-	-
Total Group retained profits/(accumulated losses) as per consolidated accounts	40,702	35,787

Comparative figures are not required in the first financial year of complying with the Realised and Unrealised Profits/Losses Disclosure.

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 0.6 sen per RM0.10 ordinary share (2010 – 0.6 sen) on 600,679,100 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 computed by dividing the net profit for the financial quarter and year to date periods by the number of ordinary shares in issue during the period.

	Current Year Quarter 30.06.2011 (RM'000)	Financial Year Ended 30.06.2011 (RM'000)
Net profit attributable to ordinary shareholders	7,918	22,814
Weighted average number of ordinary shares of RM0.10 each in issue ('000s)	600,679	600,679
Basic EPS (sen)	1.3	3.8

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.

B15. Additional Disclosure Requirement

Update on Memorandum of Understanding (“MoU”) pursuant to Paragraph 9.29, Chapter 9 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

The Company had on 8 June 2011 entered into a MoU on introducing of e-Government services in Kazakhstan with National Information Technologies JSC of the Republic of Kazakhstan. There has been no material update, and no subsequent agreement has been entered arising from the MoU as at the date of this announcement.

By Order of the Board

Tan Ai Ning
Secretary
26 August 2011