



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 MARCH 31, 2013

Condensed Consolidated Statement of Comprehensive Income
For the Third Quarter ended March 31, 2013
 (The figures have not been audited)

	Individual Quarter 3 Months Ended		Cumulative Quarter 9 Months Ended	
	31.03.2013 (RM'000)	31.03.2012 (RM'000)	31.03.2013 (RM'000)	31.03.2012 (RM'000)
Revenue	20,418	18,340	55,671	49,451
Operating expenses	(7,605)	(8,791)	(22,682)	(23,131)
Operating Profit	12,813	9,549	32,989	26,320
Depreciation and amortization	(3,079)	(2,142)	(8,201)	(6,357)
Interest Expense	(208)	(188)	(608)	(625)
Interest Income	4	14	31	25
Profit before Taxation	9,530	7,233	24,211	19,363
Taxation	(25)	(31)	(91)	(84)
Total comprehensive income for the year	9,505	7,202	24,120	19,279
Profit for the period attributable to: Shareholders of the Company	9,505	7,202	24,120	19,279
Earnings per share ("EPS") attributable to the equity holders of the company (sen)				
- Basic EPS	1.6	1.2	4.0	3.2
- 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 2012 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)

Condensed Consolidated Statement of Financial Position
As at March 31, 2013

	Unaudited As at end of Current Quarter 31.03.2013 (RM'000)	Audited As at 30.6.2012 (RM'000)
ASSETS		
NON-CURRENT ASSETS		
Other investments	1,614	350
Development costs	10,873	11,154
Equipment	74,042	74,637
Goodwill on consolidation	12,016	12,016
	<hr/> 98,545	<hr/> 98,157
CURRENT ASSETS		
Trade receivables	11,938	12,072
Other receivables, deposits and prepayments	12,517	13,581
Tax recoverable	51	31
Amount due from associate company	29,079	16,306
Cash and bank balances	19,957	9,822
	<hr/> 73,542	<hr/> 51,812
TOTAL ASSETS	<hr/> 172,087	<hr/> 149,969
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		
Share capital	60,105	60,105
Treasury shares	(5,182)	(2,206)
Retained profits	79,534	60,769
TOTAL EQUITY	<hr/> 134,457	<hr/> 118,668
NON-CURRENT LIABILITY		
Deferred Taxation	699	699
Hire Purchase	5,245	4,188
Term Loan	2,206	3,385
	<hr/> 8,150	<hr/> 8,272
CURRENT LIABILITIES		
Trade payables	9,700	7,660
Other payables and accruals	5,864	3,974
Deferred revenue	9,540	7,200
Provision for taxation	12	130
Short term borrowings	4,364	4,065
	<hr/> 29,480	<hr/> 23,029
TOTAL LIABILITIES	<hr/> 37,630	<hr/> 31,301
TOTAL EQUITY AND LIABILITIES	<hr/> 172,087	<hr/> 149,969
Net assets attributable to ordinary equity holders of the parent (RM'000)	134,457	118,668
Net assets per share attributable to ordinary equity holders of the parent (sen)	22.66	19.86

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2012 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)

Condensed Consolidated Statement of Changes in Equity
For the Third Quarter ended March 31, 2013
(The figures have not been audited)

	← Attributable to Equity Holders of the Company →			Total Equity
	Share capital (RM'000)	Treasury Shares (RM'000)	Distributable Retained Profits (RM'000)	
As at 1 July 2011	60,105	(158)	40,019	99,966
Purchase of Treasury Shares	-	(1,343)	-	(1,343)
Profit After Tax For The Financial Period	-	-	19,279	19,279
Dividends Paid	-	-	(3,601)	(3,601)
As at 31 March 2012	60,105	(1,501)	55,697	114,301
As at 1 July 2012	60,105	(2,206)	60,769	118,668
Purchase of Treasury Shares	-	(2,976)	-	(2,976)
Profit After Tax For The Financial Period	-	-	24,120	24,120
Dividends Paid	-	-	(5,355)	(5,355)
As at 31 March 2013	60,105	(5,182)	79,534	134,457

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 2012 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)

Condensed Consolidated Statement of Cash Flows
For the Third Quarter ended March 31, 2013
(The figures have not been audited)

	Current Year To Date Ended 31.03.2013 (RM'000)	Corresponding Year To Date Ended 31.03.2012 (RM'000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	24,211	19,363
Adjustments for:-		
Amortisation of development costs	1,020	661
Depreciation of equipment	7,180	5,696
Interest Expense	608	625
Interest income	(31)	(25)
Operating profit before working capital changes	32,988	26,320
Decrease/(Increase) in trade and other receivables	1,197	(4,467)
Increase in trade and other payables	3,930	3,302
Increase in deferred revenue	2,340	2,500
CASH FLOWS FROM OPERATIONS	40,455	27,655
Income tax paid	(228)	(131)
Interest paid	(608)	(625)
NET CASH FROM OPERATING ACTIVITIES	39,619	26,899
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(6,586)	(5,915)
Proceeds from transfer of fixed asset to an associate	-	5,000
Additions of development costs	(739)	(1,293)
Investment in unquoted shares	(1,264)	(250)
NET CASH FOR INVESTING ACTIVITIES	(8,589)	(2,458)
CASH FOR FINANCING ACTIVITIES		
Repayment of term loan	(1,419)	(1,372)
Drawdown of hire purchase loan	3,362	2,737
Repayment of hire purchase obligations	(1,766)	(1,869)
Net repayment from/ (advances to) associate companies	(12,772)	(6,155)
Dividend Paid	(5,355)	(6,603)
Repurchase of shares	(2,976)	(1,343)
Interest income	31	25
NET CASH FOR FINANCING ACTIVITIES	(20,895)	(14,580)
NET INCREASE IN CASH AND BANK BALANCES	10,135	9,861
CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD	9,822	5,334
CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD	19,957	15,195

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2012 and the accompanying notes to the Interim Financial Statements.

Notes To The Interim Financial Report For The Financial Period Ended 31 March 2013

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 2012.

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 2012.

A2. Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the financial year ended 30 June 2012 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

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

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, saved as disclosed below:

- i) On 4 January 2013, the Company had purchased a total of 66,100 of its issued share capital ("MYEG shares") from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM51,935 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- ii) On 22 January 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM78,569 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- iii) On 23 January 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM80,081 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- iv) On 25 January 2013, the Company had purchased a total of 49,600 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM39,471 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- v) On 30 January 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM79,074 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- vi) On 31 January 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM78,066 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- vii) On 4 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM78,569 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- viii) On 5 February 2013, the Company had purchased a total of 61,600 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM48,400 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

A6. Debt and Equity Securities (continued)

- ix) On 6 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM77,562 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- x) On 8 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM77,562 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xi) On 18 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM76,555 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xii) On 19 February 2013, the Company had purchased a total of 70,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM52,884 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xiii) On 20 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM75,548 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xiv) On 21 February 2013, the Company had purchased a total of 100,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM75,548 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xv) On 25 February 2013, the Company had purchased a total of 97,500 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM73,660 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xvi) On 26 February 2013, the Company had purchased a total of 15,200 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM11,407 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xvii) On 26 March 2013, the Company had purchased a total of 151,800 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM120,941 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.
- xviii) On 27 March 2013, the Company had purchased a total of 76,400 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM60,982 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

A6. Debt and Equity Securities (continued)

- xix) On 29 March 2013, the Company had purchased a total of 28,000 of MYEG shares from the open market. The total consideration paid for the share buy-back of MYEG shares, including transaction costs was RM22,705 and was financed from internally generated funds. The shares repurchased are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965.

The total shares bought back for the financial period ended 31 March 2013 amounted to 4,076,400 (31.3.2012: 2,046,400) MYEG shares. As at 31 March 2013 a total of 7,684,800 (31.3.2012 : 2,418,300) MYEG shares were retained as treasury shares in the Company. None of the treasury shares held were resold or cancelled during the financial period ended 31 March 2013.

A7. Dividends Paid

On 26 November 2012, the company declared a final tax-exempt dividend of 0.9 sen per 10 sen ordinary share (2012 – 0.6 sen) amounting to RM5,354,851 for the financial year ended 30 June 2012 and it was paid on 25 January 2013.

On 25 February 2013, the Directors have declared a first interim tax exempt dividend of 0.5 sen per 10 sen ordinary share (2012 – 0.5 sen) amounting to RM2,963,005 for the current financial year ending 30 June 2013 and it was paid on 21 May 2013 to shareholders registered at the close of business on 25 April 2013.

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

There were no changes in the composition of the Group during the current financial quarter under review, saved as disclosed below:

- (i) Investment in a new subsidiary company by Ipidato Sdn Bhd ("Ipidato"), a wholly-owned subsidiary of the Company

Ipidato, a wholly-owned subsidiary of MYEG, had on 24 April 2013 acquired seven thousands (7,000) ordinary shares of RM1.00 each in Ipidato Dot Com Sdn Bhd ("Ipidato DC"), representing 70% of the issued and paid-up share capital of Ipidato DC, for a total cash consideration of RM7,000.00 only, thereby resulting in Ipidato DC becoming a subsidiary of Ipidato, which in turn is the sub-subsiary of the Company.

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

Details of the Group's capital commitments as at 31 March 2013 were as follows:

	31.03.2013 RM'000	31.03.2012 RM'000
Approved and contracted for		
- Purchase of equipment	5,802	-

A14. Related Party Transactions

The related party transactions of the Group for the Quarter and Period ended 31.03.2013 are as follows:

	Individual Quarter		Cumulative Quarter	
	31.03.2013 RM'000	31.03.2012 RM'000	31.03.2013 RM'000	31.03.2012 RM'000
(i) Associate company				
MY E.G. Integrated Networks Sdn Bhd				
- Sales	2,650	4,300	7,650	8,050
- Transfer of assets	-	-	-	5,000
Total	2,650	4,300	7,650	13,050
(ii) A company which a director has financial interest				
Embunaz Ventures Sdn Bhd				
- Professional Fees	48	48	144	144

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 Main Market Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance of the Group

The Group posted Revenue and Profit after Taxation ("PAT") of RM20.42 million and RM9.50 million respectively for the third financial quarter ("Q3 FY2013") as compared to RM18.34 million and RM7.20 million respectively in the corresponding quarter ("Q3 FY2012"). The increase of approximately RM2.08 million (or 11.3%) and RM2.30 million (or 31.9%) in Revenue and PAT respectively is driven primarily by continued strong growth for our online renewal of insurance and road tax transactions and generally higher volumes from all JPJ related services.

For the year to date period ended 31 March 2013 ("9M FY2013"), the Group recorded Revenue of RM55.67 million as compared to RM49.45 million in the corresponding period ("9M FY2012"). This represents an increase of RM6.22 million (12.6%) in Revenue. PAT for 9M FY2012 increased by RM4.84 million (25.1%) to RM24.12 million as compared to RM19.28 million achieved in 9M FY2012. The increase in Revenue and PAT is primarily attributable to an overall increase in transaction volume across all our e-government related services driven by our ongoing advertising and promotion campaigns to create and enhance brand awareness.

B2. Comparison with Preceding Quarter's Results

	Q3 FY2013 RM'000	Q2 FY2013 RM'000
Revenue	20,418	19,191
Profit Before Tax ("PBT")	9,530	8,140
PAT	9,505	8,112

For the Quarter under review, the Group recorded a Revenue of RM20.42 million representing an increase of RM1.23 million (6.4%) as compared to Q2 FY2013. PAT increased by RM1.39 million (17.2%) to RM9.50 million, as compared to Q2 FY2013 PAT of RM8.11 million. The increase in Revenue and PAT is primarily attributable to higher volumes from all JPJ related services in Q3 FY2013.

B3. Prospect of the Group

For the financial year ending 30 June 2013, existing services will continue to contribute to our Group revenue. New services for online vehicle ownership transfer services as well as online renewal of foreign worker's permit under the Immigration Department is being well received. In addition, the Group will focus on completing the implementation of the online service tax monitoring project.

Barring any unforeseen circumstances, the Directors of MyEG are of the opinion that the results for the financial year ending 30 June 2013 ("FYE 2013") 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 FYE2013.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the financial year ended 30 June 2013.

B5. Taxation

The taxation figures are as follows:

	Current Quarter 31.03.2013 RM'000	Current Year To Date 31.03.2013 RM'000
Current period	25	91

The effective tax rate for the current financial quarter and cumulative year to date is 0.27% and 0.38% respectively as compared to the statutory tax rate of 25%. The lower effective tax rate is primarily because a significant proportion of the Group's revenue and PBT are mainly contributed by MY EG Sdn Bhd ("EGSB"). As EGSB is a MSC status company, its revenue is not subjected to income tax.

B6. Status of Corporate Proposal

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

B7. Group Borrowings

Details of the Group's borrowings as at 31 March 2013 were as follows:-

	Current RM'000	Non-Current RM'000	Total RM'000
Secured			
Hire Purchase	2,468	5,245	7,713
Term Loan	1,896	2,206	4,102
Total Borrowings	4,364	7,451	11,815

The borrowings are denominated in RM.

B8. Off Balance Sheet Financial Instruments

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

B9. Realised and Unrealised Profits/Losses Disclosure

	As at 31.03.2013 RM'000	Audited As at 30.06.2012 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	80,354	59,649
- Unrealised	699	699
	81,053	60,348
Total share of accumulated losses of associate:		
- Realised	(400)	(400)
- Unrealised	-	-
	80,653	59,948
Add : Consolidation Adjustments	(1,119)	821
	79,534	60,769
Total Group retained profits as per consolidated accounts	79,534	60,769

B10. Profit Before Taxation

Profit before taxation is arrived at after charging/(crediting):-

	Current Quarter 31.03.2013 RM'000	Current Year To Date 31.03.2013 RM'000
Interest Income	(4)	(31)
Interest Expense	208	608
Depreciation and amortization	3,079	8,201

Save as disclosed above and in the Condensed Consolidated Statement of Comprehensive Income, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.

B11. Material Litigations

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

B12. Dividends

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

B13. 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 31.03.2013 RM'000	Current Year To Date 31.03.2013 RM'000
Net profit attributable to ordinary shareholders	9,505	24,120
Weighted average number of ordinary shares of RM0.10 each in issue ('000s)	594,153	597,119
Basic EPS (sen)	1.6	4.0

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.

B14. 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
21 May 2013