



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 SEPTEMBER 30, 2014

Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income
For the First Quarter ended September 30, 2014
 (The figures have not been audited)

| | Individual Quarter 3 Months Ended | | Cumulative Quarter 3 Months Ended | |
|--|--------------------------------------|------------------------|--------------------------------------|------------------------|
| | 30.09.2014 (RM'000) | 30.09.2013 (RM'000) | 30.09.2014 (RM'000) | 30.09.2013 (RM'000) |
| Revenue | 27,720 | 20,406 | 27,720 | 20,406 |
| Operating expenses | (11,755) | (8,623) | (11,755) | (8,623) |
| Operating Profit | 15,965 | 11,783 | 15,965 | 11,783 |
| Depreciation and amortization | (3,675) | (3,026) | (3,675) | (3,026) |
| Interest Expense | (301) | (247) | (301) | (247) |
| Interest Income | 131 | 56 | 131 | 56 |
| Other Income | 10 | - | 10 | - |
| Profit Before Taxation | 12,130 | 8,566 | 12,130 | 8,566 |
| Taxation | (106) | (25) | (106) | (25) |
| Profit After Taxation | 12,024 | 8,541 | 12,024 | 8,541 |
| Other Comprehensive Income | - | - | - | - |
| Total Comprehensive Income for the financial period/year | 12,024 | 8,541 | 12,024 | 8,541 |
| Profit After Taxation attributable to: | | | | |
| Owners of the Company | 12,042 | 8,541 | 12,042 | 8,541 |
| Non-controlling interest | (18) | # | (18) | # |
| | 12,024 | 8,541 | 12,024 | 8,541 |
| Total Comprehensive Income attributable to: | | | | |
| Owners of the Company | 12,042 | 8,541 | 12,042 | 8,541 |
| Non-controlling interest | (18) | # | (18) | # |
| | 12,024 | 8,541 | 12,024 | 8,541 |
| Earnings per share ("EPS") attributable to the equity holders of the company (sen) | | | | |
| - Basic EPS | 2.0 | 1.4 | 2.0 | 1.4 |
| - Diluted EPS | Not Applicable | Not Applicable | Not Applicable | Not Applicable |

represents an amount less than RM1,000.

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 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 Statements of Financial Position
As at September 30, 2014

| | Unaudited As at end of Current Quarter 30.09.2014 RM'000 | Audited As at 30.6.2014 RM'000 |
|--|--|---|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Other investments | 1,990 | 2,090 |
| Development costs | 9,709 | 9,968 |
| Equipment | 73,796 | 76,544 |
| Goodwill on consolidation | 12,323 | 12,016 |
| Deferred tax asset | 710 | 710 |
| | 98,528 | 101,328 |
| CURRENT ASSETS | | |
| Trade receivables | 28,825 | 19,000 |
| Other receivables, deposits and prepayments | 35,649 | 29,304 |
| Tax recoverable | 89 | 107 |
| Amount due from associate company | 67,679 | 64,351 |
| Cash and bank balances | 21,724 | 21,946 |
| | 153,966 | 134,708 |
| TOTAL ASSETS | 252,494 | 236,036 |
| EQUITY AND LIABILITIES | | |
| EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY | | |
| Share capital | 60,105 | 60,105 |
| Treasury shares | (10,240) | (10,237) |
| Retained profits | 138,831 | 126,789 |
| | 188,696 | 176,657 |
| Non-controlling interest | 318 | 2 |
| TOTAL EQUITY | 189,014 | 176,659 |
| NON-CURRENT LIABILITIES | | |
| Deferred tax liability | 878 | 878 |
| Hire purchase | 5,603 | 6,127 |
| Term loan | 2,445 | 1,966 |
| | 8,926 | 8,971 |
| CURRENT LIABILITIES | | |
| Trade payables | 16,170 | 16,381 |
| Other payables and accruals | 9,760 | 3,910 |
| Deferred revenue | 19,940 | 19,940 |
| Provision for taxation | 243 | 237 |
| Short term borrowings | 8,441 | 9,938 |
| | 54,554 | 50,406 |
| TOTAL LIABILITIES | 63,480 | 59,377 |
| TOTAL EQUITY AND LIABILITIES | 252,494 | 236,036 |
| Net assets attributable to ordinary equity holders of the parent (RM'000) | 188,696 | 176,657 |
| Net assets per share attributable to ordinary equity holders of the parent (sen) | 31.99 | 29.95 |

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 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 Statements of Changes in Equity
 For the First Quarter ended September 30, 2014
 (The figures have not been audited)

| | ← Non-Distributable → | ← Distributable → | Attributable to Owners of the Company (RM'000) | Non-controlling Interest (RM'000) | Total Equity (RM'000) |
|--|---------------------------|-----------------------------|--|---|--------------------------|
| | Share capital (RM'000) | Treasury Shares (RM'000) | Retained Profits (RM'000) | | |
| As at 1 July 2013 | 60,105 | (7,766) | 87,300 | 3 | 139,642 |
| Purchase of Treasury Shares | - | (534) | - | - | (534) |
| Profit After Tax For The Financial Year | - | - | 8,541 | # | 8,541 |
| As at 30 September 2013 | 60,105 | (8,300) | 95,841 | 3 | 147,649 |
| As at 1 July 2014 | 60,105 | (10,237) | 126,789 | 2 | 176,659 |
| Non-controlling interest of a subsidiary acquired during the period | - | - | - | 334 | 334 |
| Purchase of Treasury Shares | - | (3) | - | - | (3) |
| Profit After Tax For The Financial Year | - | - | 12,042 | (18) | 12,024 |
| As at 30 September 2014 | 60,105 | (10,240) | 138,831 | 318 | 189,014 |

represents an amount less than RM1,000

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 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 Statements of Cash Flows
For the First Quarter ended September 30, 2014
(The figures have not been audited)

| | Current Year To Date Ended 30.09.2014 (RM'000) | Corresponding Year To Date Ended 30.09.2013 (RM'000) |
|--|---|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 12,130 | 8,566 |
| Adjustments for:- | | |
| Amortisation of development costs | 413 | 370 |
| Depreciation of equipment | 3,262 | 2,656 |
| Impairment gain on trade receivables | (1) | (1) |
| Interest Expense | 301 | 247 |
| Interest income | (131) | (56) |
| Operating profit before working capital changes | 15,974 | 11,782 |
| Increase in trade and other receivables | (16,120) | (3,557) |
| Increase/(Decrease) in trade and other payables | 5,547 | (1,781) |
| Increase in deferred revenue | - | 1,000 |
| Increase in amount owing by an associate | (3,329) | (5,164) |
| CASH FLOWS FROM OPERATIONS | 2,072 | 2,280 |
| Income tax paid | (80) | (84) |
| Interest paid | (301) | (247) |
| NET CASH FROM OPERATING ACTIVITIES | 1,691 | 1,949 |
| CASH FLOWS FOR INVESTING ACTIVITIES | | |
| Purchase of other investments | - | (183) |
| Proceeds from disposal of other investments | 100 | - |
| Development costs paid | (154) | (210) |
| Purchase of equipment | (280) | (1,759) |
| Net cash inflow from acquisition of a subsidiary | 4 | - |
| Interest received | 131 | 56 |
| NET CASH FOR INVESTING ACTIVITIES | (199) | (2,096) |
| CASH FOR FINANCING ACTIVITIES | | |
| Drawdown of hire purchase loans | - | 3,414 |
| Repayment of hire purchase and finance lease payables | (1,012) | (712) |
| Repayment of term loans | (699) | (485) |
| Purchase of treasury shares | (3) | (534) |
| NET CASH (FOR)/FROM FINANCING ACTIVITIES | (1,714) | 1,683 |
| NET INCREASE IN CASH AND BANK BALANCES | (222) | 1,536 |
| CASH AND BANK BALANCES AT BEGINNING OF THE FINANCIAL PERIOD | 21,946 | 18,389 |
| CASH AND BANK BALANCES AT END OF THE FINANCIAL PERIOD | 21,724 | 19,925 |

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 and the accompanying notes to the Interim Financial Statements.

Notes To The Interim Financial Report For The Financial Period Ended 30 September 2014

A Explanatory Notes Pursuant To Malaysian Financial Reporting Standard ("MFRS") 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the MFRS 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 2014.

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 2014.

A2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2014 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, revenue related to the "Jabatan Pengangkutan Jalan Malaysia" ("JPJ") 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 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 3 September 2014, the Company had purchased a total of 1,000 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 RM3,155 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 30 September 2014 amounted to 1,000 (30.09.2013: 297,800) MYEG shares. As at 30 September 2014 a total of 11,237,800 (30.09.2013: 10,396,400) 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 30 September 2014.

A7. Dividends Paid

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

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:-

Investment in new subsidiary companies by My EG Capital Sdn Bhd ("MYEG Capital"), a wholly-owned subsidiary of the Company

- (i) MYEG Capital had on 1 July 2014 subscribed for 650,000 ordinary shares of RM1.00 each in the share capital of My EG Marketing Sdn Bhd (formerly known as Henrywill Marketing Sdn Bhd) ("MYEG Marketing"), representing 50.66% of the equity interests in MYEG Marketing, for a total cash consideration of RM650,000 only, thereby resulting in MYEG Marketing becoming a subsidiary of MYEG Capital, which in turn is the sub-subsidiary of the Company.
- (ii) MYEG Capital had on 29 October 2014 subscribed for 800 ordinary shares of RM1.00 each in the share capital of Car X Services Sdn Bhd ("Car X Services"), representing 80% of the equity interests in Car X Services, for a total cash consideration of RM800 only, thereby resulting in Car X Services becoming a subsidiary of MYEG Capital, which in turn is the sub-subsidiary 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

As at 30.9.2014, the Group has commitment for the following:-

| | 30.09.2014 RM'000 | 30.09.2013 RM'000 |
|-------------------------------------|----------------------|----------------------|
| Purchase of communication equipment | - | 1,134 |

A14. Related Party Transactions

The related party transactions of the Group for the Quarter and Year ended 30.09.2014 are as follows:

| | Individual Quarter | | Cumulative Quarter | |
|--|--------------------|------------------|--------------------|------------------|
| | 30.09.2014 RM | 30.09.2013 RM | 30.09.2014 RM | 30.09.2013 RM |
| (i) Associate company | | | | |
| MY E.G. Integrated Networks Sdn Bhd - Sales | 600,000 | 2,100,000 | 600,000 | 2,100,000 |
| (iii) A company which a director has financial interest | | | | |
| Embunaz Ventures Sdn Bhd - Professional Fees | 62,400 | 100,800 | 62,400 | 100,800 |

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 RM27.72 million and RM12.02 million respectively for the first financial quarter ("Q1 FY2015") as compared to RM20.41 million and RM8.54 million respectively in the corresponding quarter ("Q1 FY2014"). The increase of approximately RM7.31 million (or 35.8%) in Revenue and increase of RM3.48 million (or 40.8%) in PAT respectively are primarily attributable to:

- i) higher transaction volumes from the online renewal of foreign workers' permit and online transfer of vehicle ownership;
- ii) new revenue streams from the road safety monitoring system known as Public Automotive Safety Tracking Implementation ("PASTI") system;
- iii) revenue contribution from our newly acquired subsidiary, MYEG Marketing; and
- iv) continuous growth in the existing services particularly online renewal of insurance and road tax;

B2. Comparison with Preceding Quarter's Results

| | Q1 FY2015 RM'000 | Q4 FY2014 RM'000 |
|---------------------------|---------------------|---------------------|
| Revenue | 27,720 | 35,369 |
| Profit Before Tax ("PBT") | 12,130 | 16,950 |
| PAT | 12,024 | 16,629 |

For the Quarter under review, the Group recorded a Revenue of RM27.72 million, a decrease of RM7.65 million (21.6%) as compared to Q4 FY2014. PAT decreased by RM4.61 million (27.7%) to RM12.02 million, as compared to Q4 FY2014 PAT of RM16.63 million.

The decrease in Revenue and PAT is primarily attributable to seasonality factor where demand for JPJ services decreased in Q1 FY2015. However, the decrease in Revenue and PAT in Q1 FY2015 was mitigated by an increase in revenue contributions from our online renewal of foreign workers' permits.

B3. Prospect of the Group

For the financial year ending 30 June 2015 ("FYE 2015"), the continued growth in volume of our existing services especially online renewal of foreign workers' permit and online transfer of vehicle ownership is expected to continue contributing to our Group revenue. With our concession period extended for a further five years from 23 May 2015 to 22 May 2020, we will continue to focus on rolling out services from new and existing government agencies which are relevant to Malaysians. At the same time, we will also expand our commercial services especially services which will leverage on the co-branded card with RHB Bank Berhad.

Barring any unforeseen circumstances, the Directors of MYEG are of the opinion that the results for the financial year ending 30 June 2015 will continue to be satisfactory as awareness of our existing services and brand name continues to increase while MYEG continues to roll out new services.

B4. Variance from Profit Forecast

Not applicable as there was no financial forecast issued for the financial year ending 30 June 2015.

B5. Taxation

The taxation figures are as follows:

| | Current Quarter 30.09.2014 (RM'000) | Current Year To Date 30.09.2014 (RM'000) |
|------------------|--|---|
| Current taxation | 106 | 106 |
| | <hr/> | <hr/> |
| | 106 | 106 |

The effective tax rates for the current taxation for financial quarter and cumulative year to date are 0.87% 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 with tax incentives, its revenue is not subjected to income tax.

B6. Status of Corporate Proposals

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

(i) Multiple Proposals

On 30 October 2014, the Company had proposed to undertake the following:

- (a) bonus issue of up to 601,051,000 new ordinary shares of RM0.10 each in MYEG ("MYEG Share(s)") to be credited as fully paid-up on the basis of one (1) Bonus Share for every one (1) existing MYEG Share held on the Entitlement Date;
- (b) an increase in the authorised share capital of MYEG from RM100,000,000 comprising 1,000,000,000 MYEG Shares to RM500,000,000 comprising 5,000,000,000 MYEG Shares; and
- (c) amendment to the Memorandum and Articles of Association of MYEG.

These proposals have not been completed as at the date of this announcement as it is subject to the approval of the shareholders at the forthcoming Extraordinary General Meeting to be held on 18 December 2014.

(ii) Renewal of Authority To Purchase Shares

On 18 November 2014, the Company had proposed to renew the authority for the Company to purchase its own ordinary shares of up to 10% of the issued and paid-up share capital ("Proposed Share Buy-Back").

This proposal has not been completed as at the date of this announcement as it is subject to the approval of the shareholders at the forthcoming Annual General Meeting to be held on 18 December 2014.

B7. Group Borrowings

Details of the Group's borrowings as at September 30, 2014 were as follows:-

| | Non-Current (RM'000) | Current (RM'000) | Total (RM'000) |
|-------------------------|-------------------------|---------------------|-------------------|
| Secured | | | |
| Hire Purchase | 5,603 | 3,796 | 9,399 |
| Term Loan | 2,445 | 1,645 | 4,090 |
| Revolving Credit | - | 3,000 | 3,000 |
| Total Borrowings | <u>8,048</u> | <u>8,441</u> | <u>16,489</u> |

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 30.09.2014 (RM'000) | Audited As at 30.06.2014 (RM'000) |
|--|---------------------------------|--|
| Total retained profits of the Company and its subsidiaries: | | |
| - Realised | 149,416 | 138,165 |
| - Unrealised | (168) | (168) |
| | <u>149,248</u> | <u>137,997</u> |
| Total share of accumulated losses of associate: | | |
| - Realised | (400) | (400) |
| - Unrealised | - | - |
| | <u>148,848</u> | <u>137,597</u> |
| (Less)/Add : Consolidation Adjustments | <u>(10,017)</u> | <u>(10,808)</u> |
| Total Group retained profits as per consolidated accounts | <u>138,831</u> | <u>126,789</u> |

B10. Profit Before Taxation

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

| | Current Quarter 30.09.2014 (RM'000) | Current Year To Date 30.09.2014 (RM'000) |
|--------------------------------------|--|---|
| Interest Income | (131) | (131) |
| Interest Expense | 301 | 301 |
| Depreciation and amortization | 3,675 | 3,675 |
| Impairment gain on trade receivables | (1) | (1) |

Saved as disclosed above and in the Condensed Consolidated Statements of Profit or Loss and Other 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, saved as disclosed below:

- i) On 15 August 2013, the Company was served with a Writ of Summons together with the Statement of Claim issued in the Kuala Lumpur High Court by ten (10) third parties ("Plaintiffs").

The claim is in relation to the alleged unlawful conspiracy between the Company and another four (4) third parties ("Defendants") affecting the importance of the economics of the Plaintiffs. The Plaintiffs seek for an injunction from Court to stop the Company from executing the program Bantuan Lesen 1 Malaysia ("BL1M"), damages for alleged unlawfully conspired (which are not quantified), costs and interest. The Company has sought its solicitors' advice on the necessary course of action to be taken in relation to the aforesaid Writ of Summons. We have filed for Defence and Counter Claim on 19 September 2013. Subsequently on 23 October 2013, we have filed to strike out the application by the Plaintiff.

The directors of the Company are of the view that the claims by the Plaintiffs are without merit and will vigorously defend the claim. There has been no material update as at the date of this announcement.

- i) On 12 June 2014, the Company was served with a Writ of Summons together with the Statement of Claim issued in the Shah Alam High Court by three (3) third parties ("Plaintiffs").

The Plaintiffs claim for the following orders:

- (1) that they are the rightful inventors for the Point of Sale – GST Automatic Tax Reporting System ("ARTS") and that there is infringement of the ATRS by the *Method of Automated Reporting of Point-of-Sale Tax Collection under a Secured Environment* ("MARTC");
- (2) that the Company withdraws Patent application no. MYP120010005962 for the MARTC;
- (3) for an injunction that the Company discontinue the application for patent no. MY PI2010005962 and/or be restrained from lodging any patent application for similar to GST Automatic Tax Reporting System and/or any part thereof;
- (4) for an injunction that the Company be restrained and/or be ordered to discontinue using MARTC and/or any other device which is the same and/or similar to ATRS;
- (5) that the Company be required to surrender and/or deliver to the Plaintiffs all materials and/or documents and/or records and/or products connected to the infringement of ATRS patent;
- (6) an inquiry as to damages in connection with the infringement or alternatively at the Plaintiffs' option an account of profit received by the Company as a result of the infringement;
- (7) interest on the amount under (6) above at the rate of 5% per annum from 14.12.2010 until full settlement;
- (8) costs; and
- (9) any other relief the court think just and fair.

The directors of the Company are of the view that the claims by the Plaintiffs are without merit and will vigorously defend the claim. The Company has sought its solicitors' advice on the necessary course of action to be taken in relation to the aforesaid Writ of Summons. On 30 September 2014 the Plaintiffs withdrew the claim and the Court therefore struck off the claim with cost of RM7,000.00 awarded to MYEG.

B12. Dividends

The Directors have proposed the declaration of a final tax exempt dividend of 2.0 sen per RM0.10 ordinary share (2013 – 1.3 sen) for the financial year ended 30 June 2014. The proposed dividend is subject to the approval of the shareholders at the forthcoming Fourteenth Annual General Meeting to be held on 18 December 2014.

Should the final tax exempt dividend be approved, the total tax exempt dividend declared for the financial year ended 30 June 2014 will amount to 2.5 sen per RM0.10 ordinary share (2013 – 1.8 sen).

B13. EPS

i. Basic

The basic EPS is computed by dividing the net profit for the financial quarter and financial year by the number of ordinary shares in issue during the year.

| | Current Quarter 30.09.2014 (RM'000) | Current Year To Date 30.09.2014 (RM'000) |
|--|--|---|
| Net profit attributable to ordinary shareholders | 12,042 | 12,042 |
| Weighted average number of ordinary shares of RM0.10 each in issue ('000s) | 589,813 | 589,813 |
| Basic EPS (sen) | 2.0 | 2.0 |

ii. Diluted

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

The Company had on 2 September 2013 entered into a MoU to jointly explore possible business opportunities and collaboration in the areas of e-Government services delivery and joint go-to-market for specific target market segments with Celcom Axiata Berhad. The MoU was extended for a further period of one (1) year on 3 September 2014. There has been no material update, and no subsequent agreement has been entered arising from the MoU as at the date of this announcement.

The Company had on 23 October 2013 entered into a MoU to establish a proposed fund of RM60 million for the purpose of providing funding services into the early stage technology companies and other entities with Cradle Fund Sdn Bhd. 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
28 November 2014