

DiGi.COM BERHAD
(Company no. 425190-X)

25 July 2002

KUALA LUMPUR STOCK EXCHANGE
9th Floor Exchange Square
Bukit Kewangan
50200 Kuala Lumpur

DiGi.COM BERHAD
UNAUDITED CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2002

CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 1 APR 2002 TO 30 JUN 2002 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 1 AUG 2001 TO 31 OCT 2001 (RESTATED) RM'000	CURRENT YEAR TO-DATE 1 JAN 2002 TO 30 JUN 2002 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 1 MAY 2001 TO 31 OCT 2001 (RESTATED) RM'000
1. (a) Revenue	309,634	280,366	597,406	553,116
(b) Investment income	-	-	-	-
(c) Other income	1,084	2,702	4,320	4,030
2. (a) Profit/(loss) before finance cost, depreciation and amortisation exceptional items, income tax, minority interests and extraordinary items	113,899	94,523	218,856	191,210
(b) Finance cost	(15,986)	(16,567)	(31,910)	(31,599)
(c) Depreciation and amortisation	(47,166)	(34,895)	(85,877)	(69,801)
(d) Exceptional items	-	-	-	-
(e) Profit/(loss) before income tax, minority interests and extraordinary items	50,747	43,061	101,069	89,810
(f) Share of profits and losses of associated companies	-	-	-	-
(g) Profit/(loss) before income tax, minority interests and extraordinary items after share of profits and losses of associated companies	50,747	43,061	101,069	89,810
(h) Income tax	(15,000)	-	(29,000)	-
(i) (i) Profit/(loss) after income tax before deducting minority interests	35,747	43,061	72,069	89,810
(ii) Minority interests	-	-	-	-
(j) Pre-acquisition profit/(loss), if applicable	-	-	-	-
(k) Net profit/(loss) from ordinary activities attributable to members of the company	35,747	43,061	72,069	89,810
(l) (i) Extraordinary items	-	-	-	-
(ii) Minority interests	-	-	-	-
(iii) Extraordinary items attributable to members of the company	-	-	-	-
(m) Net profit/(loss) attributable to members of the company	35,747	43,061	72,069	89,810

CONSOLIDATED INCOME STATEMENT - cont'd

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 1 APR 2002 TO 30 JUN 2002 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 1 AUG 2001 TO 31 OCT 2001 (RESTATED) RM'000	CURRENT YEAR TO-DATE 1 JAN 2002 TO 30 JUN 2002 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 1 MAY 2001 TO 31 OCT 2001 (RESTATED) RM'000
3. Earnings per share based on 2 (m) above after deducting any provision for preference dividends, if any:-				
(a) Basic (based on weighted average number of ordinary shares -(sen))	4.8	5.7	9.6	12.0
(b) Fully diluted (based on ordinary shares -sen)	NA	NA	NA	NA

Note :
 NA denotes "Not Applicable"

CONSOLIDATED BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30 JUNE 2002 RM'000	AS AT PRECEDING FINANCIAL PERIOD END 31 DECEMBER 2001 (AUDITED) RM'000
1. Property, plant and equipment	2,164,522	1,978,049
2. Investment property	-	-
3. Investment in associated companies	-	-
4. Long term investments	-	-
5. Goodwill on consolidation	-	-
6. Intangible assets	49,715	51,722
7. Other long term assets	-	-
8. Current Assets		
<i>Inventories</i>	9,711	14,037
<i>Trade receivables</i>	95,301	103,041
<i>Short term investments</i>	-	-
<i>Cash and bank balances</i>	3,611	5,197
<i>Deposits with licensed banks</i>	142,535	152,466
<i>Deferred tax asset</i>	8,000	37,000
<i>Other debtors, deposits and prepayment</i>	60,577	68,849
	<u>319,735</u>	<u>380,590</u>
9. Current Liabilities		
<i>Trade payables</i>	71,996	60,681
<i>Other payables</i>	429,506	364,579
<i>Short term borrowings</i>	144,960	90,354
<i>Provision for taxation</i>	-	-
<i>Proposed dividend</i>	-	-
<i>Others</i>	-	-
	<u>646,462</u>	<u>515,614</u>
10. Net current liabilities	<u>(326,727)</u>	<u>(135,024)</u>
	<u>1,887,510</u>	<u>1,894,747</u>
11. Shareholders' funds		
Share capital	750,000	750,000
Reserves		
<i>Share premium</i>	352,651	352,651
<i>Revaluation reserve</i>	-	-
<i>Capital reserve</i>	-	-
<i>Statutory reserve</i>	-	-
<i>Retained profits</i>	186,163	114,094
<i>Others</i>	-	-
	<u>1,288,814</u>	<u>1,216,745</u>
12. Minority interests	-	-
13. Long term borrowings	598,696	678,002
14. Other long term liabilities	-	-
15. Deferred taxation	-	-
	<u>1,887,510</u>	<u>1,894,747</u>
16. Net tangible assets per share (RM)	<u>1.65</u>	<u>1.55</u>

NOTES

1. Accounting Policies

The quarterly financial statements have been prepared using the same accounting policies and methods of computation as compared with the most recent audited financial statements for the financial period ended 31 December 2001.

2. Exceptional Items

There was no exceptional item for the current quarter and financial year to-date.

3. Extraordinary Items

There was no extraordinary item for the current quarter and financial year to-date.

4. Income Tax

The taxation charge for the current quarter and year-to-date ended 30 June 2002 is made up as follows:

	Current year quarter ended 30 Jun 2002 RM'000	Current year to-date ended 30 Jun 2002 RM'000
Current income tax	-	-
Deferred tax charge	15,000	29,000
	15,000	29,000

There was no tax provision for the current quarter and year-to-date ended 30 June 2002 as the taxable income was absorbed by brought forward capital allowances. The deferred tax charge is attributed to the realisation of the benefit arising from utilisation of capital allowances.

5. Profits/(Losses) on Sale of Unquoted Investments and/or Properties

There were no profits/(losses) on sale of investments and properties included in the results for the current quarter and financial year to-date.

6. Quoted Securities

There was no purchase and disposal of quoted securities for the current quarter and financial year to-date. There was no investment in quoted shares as at 30 June 2002.

7. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter and financial year to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

8. Status of Corporate Proposals

On 14 May 2002, the Company announced that its wholly-owned subsidiary, DiGi Telecommunications Sdn Bhd and Technology Resources Industries Berhad have mutually agreed not to proceed with their proposed 3G joint bid preparations and the other agreements as previously announced by the Company on 13 March 2002.

9. Issuance and Repayment of Debt & Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial year to-date.

NOTES – Cont'd

10. Group Borrowings

Details of Group Borrowings are as follows:-

Borrowings	30-Jun-02 RM'000
<u>Secured</u>	
- Long term : Denominated in Ringgit Malaysia	450,496
- Long term : Denominated in US Dollar	148,200
	598,696
- Short term : Denominated in Ringgit Malaysia	95,560
- Short term : Denominated in US Dollar	49,400
	144,960
Total	743,656

11. Contingent Liabilities

As at 22 July 2002, there is a contingent liability of RM147,000 relating to guarantee given by a subsidiary company to a financial institution for housing loans granted to its employees.

12. Financial Instruments with Off Balance Sheet Risk

There were no financial instruments with off balance sheet risk entered into by the Group as at the date of this report.

13. Material Litigation

There was no pending material litigation as at the date of this report.

14. Segmental Reporting

The financial information by activity and geographical segment is not presented as the Group's activities are principally in the provision of telecommunications services and are conducted in Malaysia.

15. Explanatory Comments on Any Material Change in the Profit Before Taxation for the Quarter Reported on as Compared with the Immediate Preceding Quarter

The Group recorded a marginally higher profit before taxation of RM 50.7 million for the quarter under review as compared with RM 50.3 million in the preceding quarter. The 0.8% increase in profit before taxation was attributed to the 10.9% increase in mobile revenue contributed by its enlarged customer base. This was however, offset by the 8.0% increase in total expenses which was mainly attributed to the increase in sales and marketing expenses and depreciation and amortisation.

16. Review of the Performance of the Company and its Principal Subsidiaries

The Group achieved profit before taxation of RM101.1 million for the half year ended 30 June 2002, representing an improvement of 12.6% over the RM89.8 million as restated for the preceding year corresponding period ended 31 October 2001. This was mainly attributed to the 8.0% increase in revenue to RM597.4 million partially offset by higher operating cost and depreciation and amortisation. The increase in revenue was mostly contributed by the revenue growth from the mobile business through its enlarged customer base. However, the profit after taxation of RM72.1 million is 19.7% lower than the RM89.8 million as restated for the preceding year corresponding period. This was attributed to a RM29.0 million deferred tax charge for the current half year. Consequently, earnings per share was 9.6 sen as compared with the preceding year corresponding period of 12.0 sen.

For the second quarter ended 30 June 2002, the profit before taxation of RM50.7 million is 17.6% higher than the RM43.1 million as restated for the preceding year corresponding quarter ended 31 October 2001. This was mainly attributed to the 10.4% increase in revenue from RM280.4 million to RM309.6 million partially offset by higher operating cost and depreciation and amortisation. After deducting deferred tax charge of RM15.0 million for the current quarter, the profit after taxation was RM35.7 million, which is 17.2% lower than the preceding year corresponding quarter.

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17. Material Events Subsequent to the End of the Period Reported on

There were no material events subsequent to the current quarter ended 30 June 2002 up to the date of this report except that on 23 July 2002, its wholly-owned subsidiary, DiGi Telecommunications Sdn Bhd has signed an agreement with a consortium of domestic and international banks for a RM1.0 billion new term loan facilities to part finance the capital expenditure program for its ongoing network capacity and coverage expansion.

A separate announcement on the new term loan facilities has also been announced by the Company on 25 July 2002.

18. Seasonality or Cyclicity of Operations

The operations of the Group were not significantly affected by seasonality and cyclicity factors.

19. Prospects For The Remaining Quarters up to 31 December 2002

With the expected continuing improvement in the Malaysian economic outlook, the Group is positioning itself to realise the growth potential by continuing to focus on developing innovative, value added products and services in tandem with its on going effort to enhance the network quality and coverage expansion.

Barring unforeseen circumstances, the Directors expect the Group will achieve satisfactory performance for the remaining quarters up to 31 December 2002.

20. Explanatory Notes for Variance of Actual Profit from Forecast Profit/ Profit Guarantee

Not applicable.

21. Dividends

No interim dividend has been recommended for the current quarter ended 30 June 2002.

22. Comparatives

With the change in the financial year end from 30 April to 31 December since the last financial period ended 31 December 2001, the financial statements for the current reporting quarter and year-to-date is from 1 April 2002 to 30 June 2002 and 1 January 2002 to 30 June 2002 respectively. The comparatives used for the preceding year corresponding quarter and year-to-date is from 1 August 2001 to 31 October 2001 and 1 May 2001 to 31 October 2001 respectively.

The financial statements for the preceding year corresponding quarter and year-to-date had been restated to reflect the retrospective adjustment arising from changes in accounting policies as reported in the last quarter of the financial period ended 31 December 2001. Accordingly, the financial impact of the changes in accounting policies on the comparatives for the quarter period from 1 August 2001 to 31 October 2001 and year-to-date from 1 May 2001 to 31 October 2001 are as follows:

	Consolidated Income Statement			
	Preceding year corresponding quarter 1 Aug 2001 to 31 Oct 2001		Preceding year corresponding period 1 May 2001 to 31 Oct 2001	
	Revenue RM'000	Profit before taxation RM'000	Revenue RM'000	Profit before taxation RM'000
As previously reported	280,329	36,995	553,045	83,488
Adjustment for the changes in accounting policies	37	6,066	71	6,322
As restated	280,366	43,061	553,116	89,810

c.c. Securities Commission