

NEWS RELEASE

For immediate publication

DiGi posts RM385 million net profit

Revenue continues to grow in first half-year

SHAH ALAM, 20 July 2006: DiGi.Com Berhad (DiGi) posted a net profit of RM385 million for the six months ended 30 June 2006, up 125% from the corresponding period last year.

In a media statement on the Group's interim result for second quarter and half-year, DiGi Chief Executive Officer Morten Lundal said: "We are pleased with the steady progress, which resulted from gains from enhanced value propositions, a more focused segmentation and enlarged distribution reach."

Lundal added: "We will keep up the pace as customers now have a bigger appetite for newer innovations and best values."

During the six months, profit before tax (PBT) climbed 120% to RM538 million. Earnings per share rose to 51.4 sen against 22.9 sen previously.

Earnings before interest, tax, depreciation and amortisation rose by 40% to nearly RM800 million driven by top line growth that strengthened margin to 45%.

Revenue registered at RM1.8 billion driven mainly by growth in customer base and usage, which represented an increase of 35% from the corresponding period last year.

The last six months saw heavy promotions with high gross sales and high SIM card activations challenging long-term customer relationship during which DiGi was able sustain relative market position.

During the quarter, it awarded two contracts to upgrade and expand its existing high-speed mobile data network using EDGE.

Comparing Q1 and Q2, PBT improved by 9% to RM281 million and this was attributed to a 5% revenue growth and additional 354,000 customers which enlarged customer base to 5.4 million.

PAT registered at RM201 million, up 9%. Blended ARPU (average revenue per user) was recorded at RM54.

Going forward, Lundal expects the industry to remain vibrant and dynamic as competition heats up. "We will be excited by new challenges as they present opportunities for us to be creative and innovative."

DiGi announced a maiden interim gross dividend of 53.5 sen per share less 28% income tax payable on 28 Aug.

About DiGi

DiGi is Malaysia's fastest growing mobile operator, driven by innovation, simplicity and best value through DiGi Prepaid, DiGi Postpaid and DiGi Business with a focus on exciting broadband solutions.

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