

**IFCA MSC BERHAD**  
**(453392-T)**  
**(Incorporated in Malaysia)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE 1ST QUARTER ENDED 31 MARCH 2006**

**IFCA MSC BERHAD (453392-T)**  
**(Incorporated in Malaysia)**

**Condensed Consolidated Income Statements**  
**For the Three Month Period Ended 31 March 2006**

	Note	3 months ended		3 months ended	
		2006	2005	2006	2005
		RM	RM	RM	RM
Revenue		5,789,368	5,412,227	5,789,368	5,412,227
Cost of sales		(1,265,150)	(1,287,873)	(1,265,150)	(1,287,873)
<b>Gross profit</b>		<b>4,524,218</b>	<b>4,124,354</b>	<b>4,524,218</b>	<b>4,124,354</b>
Other operating income		72,709	115,929	72,709	115,929
Selling and marketing expenses		(935,710)	(625,315)	(935,710)	(625,315)
General and administrative expenses		(3,591,124)	(3,140,220)	(3,591,124)	(3,140,220)
<b>Profit from operations</b>		<b>70,093</b>	<b>474,748</b>	<b>70,093</b>	<b>474,748</b>
Finance costs		(20,485)	(15,041)	(20,485)	(15,041)
Share of results of associate		(315,033)	125,805	(315,033)	125,805
<b>(Loss)/profit before tax</b>		<b>(265,425)</b>	<b>585,512</b>	<b>(265,425)</b>	<b>585,512</b>
Income tax expense	B5	(199,172)	(12,628)	(199,172)	(12,628)
<b>(Loss)/profit for the period</b>		<b>(464,597)</b>	<b>572,884</b>	<b>(464,597)</b>	<b>572,884</b>
Attributable to:					
Equity holders of the parent		(415,337)	622,449	(415,337)	622,449
Minority interest		(49,260)	(49,565)	(49,260)	(49,565)
		<b>(464,597)</b>	<b>572,884</b>	<b>(464,597)</b>	<b>572,884</b>
<b>(Loss)/earnings per share attributable to equity holders of the parent in sen:</b>					
- Basic	B12	(0.15)	0.22	(0.15)	0.22
- Diluted	B12	(0.15)	0.22	(0.15)	0.22

The unaudited condensed consolidated income statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

**IFCA MSC BERHAD (453392-T)**  
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**Condensed Consolidated Balance Sheets**  
**As at 31 March 2006**

		As at 31.3.2006 (Unaudited) RM	As at 31.12.2005 (Audited) RM
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		9,945,217	9,934,862
Deferred development costs		9,999,078	8,950,034
Investment in an associate		7,340,331	7,655,364
Other investments		216,274	216,274
Goodwill		111,647	111,647
		<u>27,612,547</u>	<u>26,868,181</u>
<b>Current Assets</b>			
Trade receivables		12,802,969	13,123,398
Other receivables		2,869,063	760,128
Cash and cash equivalents		8,772,351	15,048,750
		<u>24,444,383</u>	<u>28,932,276</u>
<b>TOTAL ASSETS</b>		<u>52,056,930</u>	<u>55,800,457</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital	A7	28,111,770	28,111,770
Share premium		5,888,931	5,888,931
Retained earnings		12,607,183	13,022,520
Exchange Reserve		(1,331,116)	(1,273,128)
		<u>45,276,768</u>	<u>45,750,093</u>
<b>Minority interest</b>		206,173	255,433
<b>Total equity</b>		<u>45,482,941</u>	<u>46,005,526</u>
<b>Non-current liabilities</b>			
Hire purchase payables	B8	1,168,509	1,207,705
Deferred tax liabilities		924,339	736,120
		<u>2,092,848</u>	<u>1,943,825</u>
<b>Current Liabilities</b>			
Trade payables		527,105	677,676
Other payables		873,185	2,442,890
Deposits and advance maintenance fees		2,768,198	3,024,616
Hire purchase payables	B8	312,653	300,335
Dividend payable		-	1,405,589
		<u>4,481,141</u>	<u>7,851,106</u>
Total liabilities		<u>6,573,989</u>	<u>9,794,931</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>52,056,930</u>	<u>55,800,457</u>
Net asset per share		0.16	0.16

The condensed consolidated balance sheets should be read in conjunction with the audited annual financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

**IFCA MSC BERHAD (453392-T)**  
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**Condensed Consolidated Statement of Changes in Equity**  
**For the Three Month Period Ended 31 March 2006**

	← Attributable to Equity Holders of the Parent →				Minority Interest	Total Equity
	← Non - distributable →		Distributable			
	Share Capital	Share Premium	Foreign Exchange Reserve	Retained Earnings		
RM	RM	RM	RM	RM	RM	
At 1 January 2006	28,111,770	5,888,931	(1,273,128)	13,022,520	255,433	46,005,526
Arising from translation of foreign subsidiary & associate	-	-	(57,988)	-	-	(57,988)
Profit for the period	-	-	-	(415,337)	(49,260)	(464,597)
Total recognised income and expenses for the period	28,111,770	5,888,931	(1,331,116)	12,607,183	206,173	45,482,941
Issue of ordinary shares pursuant to ESOS	-	-	-	-	-	-
At 31 March 2006	28,111,770	5,888,931	(1,331,116)	12,607,183	206,173	45,482,941
At 1 January 2005	28,090,650	5,867,811	(7,724)	12,591,259	333,554	46,875,550
Arising from translation of foreign subsidiary	-	-	(1,230)	-	-	(1,230)
Profit for the period	-	-	-	622,449	(49,565)	572,884
Total recognised income and expenses for the period	28,090,650	5,867,811	(8,954)	13,213,708	283,989	47,447,204
Issue of ordinary shares pursuant to ESOS	12,800	12,800	-	-	-	25,600
At 31 March 2005	28,103,450	5,880,611	(8,954)	13,213,708	283,989	47,472,804

The condensed consolidated statements of equity changes should be read in conjunction with the audited annual financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.

**IFCA MSC BERHAD (453392-T)**  
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**Condensed Consolidated Cash Flow Statements**  
**For the Three Month Period Ended 31 March 2006**

	3 months ended	
	31.3.2006	31.3.2005
	RM	RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before tax	(265,425)	585,512
Adjustments for :		
Non cash items	1,201,501	468,623
Non-operating items	(24,236)	(33,908)
Operating profit before working capital changes	911,840	1,020,227
Working capital changes:		
Net changes in assets	(1,790,617)	(1,037,694)
Net changes in liabilities	(1,973,968)	(1,539,365)
Total working capital changes	(3,764,585)	(2,577,059)
Net cash used in operations	(2,852,745)	(1,556,832)
Taxation paid	(11,566)	(27,049)
Net cash used in operating activities	(2,864,311)	(1,583,881)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	44,720	48,949
Purchase of property, plant and equipment	(252,180)	(238,260)
Development costs	(1,660,898)	(1,298,710)
Net cash used in investing activities	(1,868,358)	(1,488,021)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(20,485)	(15,041)
Dividend paid	(1,405,589)	-
Proceeds from issuance of ordinary shares	-	25,600
Payments to hire purchase creditors	(74,878)	(45,763)
Net cash used in financing activities	(1,500,952)	(35,204)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(6,233,621)	(3,107,106)
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	(42,778)	(1,230)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	15,048,750	16,683,855
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	8,772,351	13,575,519

The condensed consolidated cash flow statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2005 and the accompanying explanatory notes attached to the interim financial statements.