

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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2006**

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

Condensed Consolidated Income Statements
For the Three Month Period Ended 30 September 2006

	Note	3 months ended		9 months ended	
		30.9.2006 RM	30.9.2005 RM (restated)	30.9.2006 RM	30.9.2005 RM (restated)
Revenue		7,187,134	7,206,874	19,461,968	19,268,133
Cost of sales		(2,308,260)	(1,477,302)	(4,887,863)	(4,498,809)
Gross profit		4,878,874	5,729,572	14,574,105	14,769,324
Other operating income		99,630	131,696	261,782	342,978
Selling and marketing expenses		(949,018)	(940,930)	(2,837,407)	(2,356,280)
General and administrative expenses		(4,158,595)	(3,410,331)	(12,038,701)	(10,037,804)
(Loss)/Profit from operations		(129,109)	1,510,007	(40,221)	2,718,218
Finance costs		(19,167)	(20,503)	(60,401)	(56,477)
Share of results of associate		(44,088)	45,396	(201,694)	423,901
(Loss)/Profit before tax		(192,364)	1,534,900	(302,316)	3,085,642
Income tax expense	B5	78,541	9,023	(317,787)	(44,592)
(Loss)/Profit for the period		(113,823)	1,543,923	(620,103)	3,041,050
Attributable to:					
Equity holders of the parent		(115,527)	1,494,723	(653,574)	3,028,720
Minority interest		1,704	49,200	33,471	12,330
		(113,823)	1,543,923	(620,103)	3,041,050
(Loss)/Earnings per share attributable to equity holders of the parent in sen:					
- Basic	B12	(0.04)	0.53	(0.23)	1.08
- Diluted	B12	(0.04)	0.53	(0.23)	1.08

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 30 September 2006

		As at 30.9.2006 (Unaudited) RM	As at 31.12.2005 (Audited) RM
ASSETS			
Non-Current Assets			
Property, plant and equipment		9,815,222	9,934,862
Deferred development costs		11,820,356	8,950,034
Software assets		1,773,088	-
Investment in an associate		7,453,670	7,655,364
Other investments		216,274	216,274
Goodwill		111,647	111,647
		<u>31,190,257</u>	<u>26,868,181</u>
Current Assets			
Trade receivables		12,937,331	13,123,398
Other receivables		897,719	760,128
Cash and cash equivalents		9,239,943	15,048,750
		<u>23,074,993</u>	<u>28,932,276</u>
TOTAL ASSETS		<u>54,265,250</u>	<u>55,800,457</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital	A7	28,509,340	28,111,770
Share premium		6,286,501	5,888,931
Retained earnings		12,368,946	13,022,520
Exchange Reserve		(1,320,096)	(1,273,128)
		<u>45,844,691</u>	<u>45,750,093</u>
Minority interest		<u>288,904</u>	<u>255,433</u>
Total equity		<u>46,133,595</u>	<u>46,005,526</u>
Non-current liabilities			
Hire purchase payables	B8	1,005,638	1,207,705
Deferred tax liabilities		1,023,945	736,120
		<u>2,029,583</u>	<u>1,943,825</u>
Current Liabilities			
Trade payables		1,246,941	677,676
Other payables		1,083,422	2,442,890
Deposits and advance maintenance fees		3,448,705	3,024,616
Hire purchase payables	B8	323,004	300,335
Dividend payable		-	1,405,589
		<u>6,102,072</u>	<u>7,851,106</u>
Total liabilities		<u>8,131,655</u>	<u>9,794,931</u>
TOTAL EQUITY AND LIABILITIES		<u>54,265,250</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 Nine Month Period Ended 30 September 2006

	← Attributable to Equity Holders of the Parent →				Minority Interest	Total Equity
	← Non - distributable →		Distributable			
	Share Capital RM	Share Premium RM	Foreign Exchange Reserve RM	Retained Earnings 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	-	-	(46,968)	-	-	(46,968)
Loss for the period	-	-	-	(653,574)	33,471	(620,103)
Total recognised income and expenses for the period	28,111,770	5,888,931	(1,320,096)	12,368,946	288,904	45,338,455
Issue of ordinary shares pursuant to ESOS	397,570	397,570	-	-	-	795,140
At 30 September 2006	<u>28,509,340</u>	<u>6,286,501</u>	<u>(1,320,096)</u>	<u>12,368,946</u>	<u>288,904</u>	<u>46,133,595</u>
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	-	-	10,295	-	-	10,295
Profit for the period	-	-	-	3,028,720	12,330	3,041,050
Total recognised income and expenses for the period	28,090,650	5,867,811	2,571	15,619,979	345,884	49,926,895
Issue of ordinary shares pursuant to ESOS	21,120	21,120	-	-	-	42,240
Dividend paid	-	-	-	(1,405,588)	-	(1,405,588)
At 30 September 2005	<u>28,111,770</u>	<u>5,888,931</u>	<u>2,571</u>	<u>14,214,391</u>	<u>345,884</u>	<u>48,563,547</u>

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.

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Condensed Consolidated Cash Flow Statements
For the Nine Month Period Ended 30 September 2006

	9 months ended	
	30.9.2006	30.9.2005
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		(restated)
(Loss)/Profit before tax	(302,316)	3,085,642
Adjustments for :		
Non cash items	3,207,127	2,030,498
Non-operating items	(69,173)	(106,288)
Operating profit before working capital changes	<u>2,835,638</u>	<u>5,009,852</u>
Working capital changes:		
Net changes in assets	<u>(1,829,290)</u>	<u>(922,234)</u>
Net changes in liabilities	<u>(363,390)</u>	<u>(711,386)</u>
Total working capital changes	<u>(2,192,680)</u>	<u>(1,633,620)</u>
Net cash generated from operations	642,958	3,376,232
Taxation paid	<u>(61,917)</u>	<u>(104,509)</u>
Net cash generated from operating activities	<u>581,041</u>	<u>3,271,723</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	129,573	162,765
Purchase of plant and equipment	(735,144)	(590,990)
Proceeds from disposal of plant and equipment	2,500	-
Development costs	<u>(4,856,600)</u>	<u>(4,292,575)</u>
Net cash used in investing activities	<u>(5,459,671)</u>	<u>(4,720,800)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(60,401)	(56,477)
Dividend paid	(1,405,589)	(1,405,588)
Proceeds from issuance of ordinary shares	795,140	42,240
Payments to hire purchase creditors	<u>(227,397)</u>	<u>(176,046)</u>
Net cash used in financing activities	<u>(898,247)</u>	<u>(1,595,871)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(5,776,877)	(3,044,948)
EFFECTS OF EXCHANGE RATE CHANGES	(31,930)	10,295
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	15,048,750	16,683,855
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>9,239,943</u></u>	<u><u>13,649,202</u></u>

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.