

IFCA MSC BERHAD

(453392-T)

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 1ST QUARTER ENDED 31 MARCH 2007**

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

Condensed Consolidated Income Statements
For the Three Month Period Ended 31 March 2007

	Note	Current Quarter		Cumulative Y-T-D	
		3 months ended		3 months ended	
		31.03.2007	31.03.2006	31.03.2007	31.03.2006
		RM	RM	RM	RM
Revenue		5,017,712	5,789,368	5,017,712	5,789,368
Cost of sales		(613,787)	(1,265,150)	(613,787)	(1,265,150)
Gross profit		4,403,925	4,524,218	4,403,925	4,524,218
Other income		60,437	72,709	60,437	72,709
Selling and marketing expenses		(932,369)	(935,710)	(932,369)	(935,710)
General and administrative expenses		(3,818,480)	(3,591,124)	(3,818,480)	(3,591,124)
Other expenses		-	-	-	-
(Loss)/Profit from operations		(286,487)	70,093	(286,487)	70,093
Finance costs		(16,605)	(20,485)	(16,605)	(20,485)
Share of results of associate		(496,691)	(315,033)	(496,691)	(315,033)
Loss before tax		(799,783)	(265,425)	(799,783)	(265,425)
Income tax expense	B5	(6,889)	(199,172)	(6,889)	(199,172)
Loss for the period		(806,672)	(464,597)	(806,672)	(464,597)
Attributable to:					
Equity holders of the Company		(859,479)	(415,337)	(859,479)	(415,337)
Minority interest		52,807	(49,260)	52,807	(49,260)
		(806,672)	(464,597)	(806,672)	(464,597)
Loss per share attributable to equity holders of the Company in sen:					
- Basic	B12	(0.30)	(0.15)	(0.30)	(0.15)
- Diluted	B12	(0.30)	(0.15)	(0.30)	(0.15)

The unaudited condensed consolidated income statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 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 2007

		As at 31.03.2007 (Unaudited) RM	As at 31.12.2006 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		8,918,071	8,979,164
Investment Property		1,097,298	1,101,044
Deferred development costs		14,475,410	13,976,392
Investment in an associate		6,189,447	6,686,139
Other investments		144,274	144,274
		<u>30,824,500</u>	<u>30,887,013</u>
CURRENT ASSETS			
Trade receivables		11,361,400	12,397,476
Other receivables		967,305	956,175
Cash and bank balances		9,313,559	9,567,367
		<u>21,642,264</u>	<u>22,921,018</u>
TOTAL ASSETS		<u>52,466,764</u>	<u>53,808,031</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital	A7	28,656,300	28,509,340
Share premium		6,433,461	6,286,501
Retained earnings		12,244,732	13,104,211
Exchange Reserve		(3,055,167)	(3,159,766)
		<u>44,279,326</u>	<u>44,740,286</u>
Minority interest		303,143	250,336
Total equity		<u>44,582,469</u>	<u>44,990,622</u>
Non-current liabilities			
Hire purchase payables	B8	816,745	927,708
Deferred tax liabilities		1,089,050	1,089,050
		<u>1,905,795</u>	<u>2,016,758</u>
Current Liabilities			
Trade payables		343,331	614,405
Other payables		1,122,294	1,796,933
Deposits and advance maintenance fee		4,160,356	4,065,851
Hire purchase payables		352,519	323,462
		<u>5,978,500</u>	<u>6,800,651</u>
Total liabilities		<u>7,884,295</u>	<u>8,817,409</u>
TOTAL EQUITY AND LIABILITIES		<u>52,466,764</u>	<u>53,808,031</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 2006 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 2007

	← Attributable to Equity Holders of the Company →				Minority Interest	Total Equity	
	← Non-Distributable →		Distributable				
	Share Capital RM	Share Premium RM	Foreign Exchange Reserve RM	Retained Earnings RM			Total RM
At 1 January 2007	28,509,340	6,286,501	(3,159,766)	13,104,211	44,740,286	250,336	44,990,622
Foreign currency translation from subsidiaries and associate	-	-	104,599	-	104,599	-	104,599
Net expenses recognised directly in equity	28,509,340	6,286,501	(3,055,167)	13,104,211	44,844,885	250,336	45,095,221
Profit for the year, representing total recognised income and expenses for the year	-	-	-	(859,479)	(859,479)	52,807	(806,672)
Issue of share capital	146,960	146,960	-	-	293,920	-	293,920
At 31 March 2007	28,656,300	6,433,461	(3,055,167)	12,244,732	44,279,326	303,143	44,582,469
At 1 January 2006	28,111,770	5,888,931	(1,273,128)	13,022,520	45,750,093	255,433	46,005,526
Foreign currency translation from subsidiaries and associate	-	-	(57,988)	-	(57,988)	-	(57,988)
Net expenses recognised directly in equity	28,111,770	5,888,931	(1,331,116)	13,022,520	45,692,105	255,433	45,947,538
Profit for the year, representing total recognised income and expenses for the year	-	-	-	(415,337)	(415,337)	(49,260)	(464,597)
At 31 March 2006	28,111,770	5,888,931	(1,331,116)	12,607,183	45,276,768	206,173	45,482,941

The condensed consolidated statements of equity changes should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Cash Flow Statements
For the Three Month Period Ended 31 March 2007

	3 months ended	
	31.03.2007	31.03.2006
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(799,783)	(265,425)
Adjustments for :		
Non cash items	1,476,013	1,201,501
Non-operating items	(10,896)	(24,236)
Operating profit before working capital changes	<u>665,334</u>	<u>911,840</u>
Working capital changes:		
Net changes in assets	<u>1,032,249</u>	<u>(1,790,617)</u>
Net changes in liabilities	<u>(851,667)</u>	<u>(1,973,968)</u>
Total working capital changes	<u>180,582</u>	<u>(3,764,585)</u>
Net cash generated from (used in) operations	845,916	(2,852,745)
Taxation paid	(5,738)	(11,566)
Net cash generated from (used in) operating activities	<u>840,178</u>	<u>(2,864,311)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	27,501	44,720
Purchase of plant and equipment	(163,933)	(252,180)
Development costs	(1,273,974)	(1,660,898)
Net cash used in investing activities	<u>(1,410,406)</u>	<u>(1,868,358)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(16,605)	(20,485)
Dividend paid	-	(1,405,589)
Proceeds from issuance of ordinary shares	293,920	-
Payments to hire purchase creditors	(81,907)	(74,878)
Net cash generated from (used in) financing activities	<u>195,408</u>	<u>(1,500,952)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(374,820)	(6,233,621)
EFFECTS OF EXCHANGE RATE CHANGES	121,012	(42,778)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	9,567,367	15,048,750
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>9,313,559</u>	<u>8,772,351</u>

The condensed consolidated cash flow statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2006 and the accompanying explanatory notes attached to the interim financial statements.