

IFCA MSC BERHAD

(453392-T)

(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2008**

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

Condensed Consolidated Income Statements
For the Nine Months Period Ended 30 SEPTEMBER 2008

(The figures have not been audited)

| | Note | Current Quarter | | Cumulative Y-T-D | |
|--|------|------------------|--------------------|--------------------|--------------------|
| | | 3 months ended | | 9 months ended | |
| | | 30.09.2008 | 30.09.2007 | 30.09.2008 | 30.09.2007 |
| | | RM | RM | RM | RM |
| Revenue | | 8,946,276 | 5,621,660 | 23,456,100 | 17,091,887 |
| Cost of sales | | (1,530,225) | (1,108,915) | (4,382,750) | (3,776,312) |
| Gross profit | | 7,416,051 | 4,512,745 | 19,073,350 | 13,315,575 |
| Other income | | 119,140 | 56,592 | 273,839 | 210,678 |
| Selling and marketing expenses | | (1,077,655) | (965,583) | (3,051,651) | (2,970,999) |
| General and administrative expenses | | (5,359,689) | (4,874,459) | (14,918,615) | (13,497,353) |
| Other expenses (refer to Note 1 below) | | - | - | (1,819,005) | (3,766,553) |
| Profit/(Loss) from operations | | 1,097,847 | (1,270,705) | (442,082) | (6,708,652) |
| Finance costs | | (9,362) | (14,077) | (31,625) | (46,031) |
| Share of results of associate | | (91,854) | (157,220) | (1,726,008) | (822,684) |
| Profit/(Loss) before tax | | 996,631 | (1,442,002) | (2,199,715) | (7,577,367) |
| Income tax expense | B5 | (311,379) | (14,983) | (436,493) | (31,671) |
| Profit/(Loss) for the period | | 685,252 | (1,456,985) | (2,636,208) | (7,609,038) |
| Attributable to: | | | | | |
| Equity holders of the Company | | 495,915 | (1,568,799) | (2,931,286) | (7,608,642) |
| Minority interests | | 189,337 | 111,814 | 295,078 | (396) |
| | | 685,252 | (1,456,985) | (2,636,208) | (7,609,038) |
| Profit/(Loss) per share attributable to equity holders of the Company in sen: | | | | | |
| - Basic | B12 | 0.17 | (0.55) | (1.02) | (2.66) |
| - Diluted | B12 | 0.17 | (0.55) | (1.02) | (2.65) |

Note 1 - The Group has recognised a Loss on Impairment of Investment in Associate of RM1,819,005 during the year under review. This expenditure (impairment) is a non-cash item.

The unaudited condensed consolidated income statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Balance Sheet
As at 30 Sept 2008

(The figures have not been audited)

| | | As at 30.09.2008 (Unaudited) RM | As at 31.12.2007 (Audited) RM |
|---|-------------|--|--|
| ASSETS | Note | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | | 8,703,729 | 8,704,875 |
| Investment properties | | 1,440,330 | 1,401,684 |
| Deferred development costs | | 10,427,667 | 11,292,507 |
| Investment in an associate | | 1,729,786 | 5,274,800 |
| Other investments | | 102,674 | 102,674 |
| | | <u>22,404,186</u> | <u>26,776,540</u> |
| CURRENT ASSETS | | | |
| Trade receivables | | 8,821,043 | 8,072,095 |
| Other receivables | | 2,366,452 | 1,605,361 |
| Tax Recoverable | | 405,321 | 232,671 |
| Cash and bank balances | | 9,278,188 | 8,901,020 |
| | | <u>20,871,004</u> | <u>18,811,147</u> |
| TOTAL ASSETS | | <u>43,275,190</u> | <u>45,587,687</u> |
| EQUITY AND LIABILITIES | | | |
| Equity attributable to equity holders of the Company | | | |
| Share capital | A7 | 28,670,200 | 28,670,200 |
| Share premium | | 6,447,361 | 6,447,361 |
| Retained earnings | | 2,728,970 | 5,660,256 |
| Foreign exchange reserve | | (3,400,398) | (3,450,538) |
| | | <u>34,446,133</u> | <u>37,327,279</u> |
| Minority interests | | 550,139 | 255,061 |
| Total equity | | <u>34,996,272</u> | <u>37,582,340</u> |
| Non-current liabilities | | | |
| Hire purchase payables | B8 | 439,875 | 620,237 |
| Deferred tax liabilities | | 974,427 | 974,427 |
| | | <u>1,414,302</u> | <u>1,594,664</u> |
| Current Liabilities | | | |
| Trade payables | | 263,002 | 425,845 |
| Other payables | | 2,343,900 | 1,972,169 |
| Deposits and advance maintenance fees | | 4,010,630 | 3,705,198 |
| Hire purchase payables | B8 | 247,084 | 307,471 |
| | | <u>6,864,616</u> | <u>6,410,683</u> |
| Total liabilities | | <u>8,278,918</u> | <u>8,005,347</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>43,275,190</u> | <u>45,587,687</u> |
| Net asset per share | | 0.12 | 0.13 |

The condensed consolidated balance sheets should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Statement of Changes in Equity
For the Nine Months Period Ended 30 September 2008

(The figures have not been audited)

| | ← Attributable to Equity Holders of the Company → | | | | Minority Interests | Total Equity | |
|---|---|------------------|--------------------------------|----------------------|-----------------------|-----------------|-------------|
| | ← Non-Distributable → | | Distributable | | | | |
| | Share Capital | Share Premium | Foreign Exchange Reserve | Retained Earnings | | | Total |
| RM | RM | RM | RM | RM | RM | RM | |
| At 1 January 2008 | 28,670,200 | 6,447,361 | (3,450,538) | 5,660,256 | 37,327,279 | 255,061 | 37,582,340 |
| Foreign currency translation from subsidiaries and associate | - | - | 50,140 | - | 50,140 | - | 50,140 |
| Net expenses recognised directly in equity | 28,670,200 | 6,447,361 | (3,400,398) | 5,660,256 | 37,377,419 | 255,061 | 37,632,480 |
| (Loss)/Profit for the year, representing total recognised income and expenses for the period | - | - | - | (2,931,286) | (2,931,286) | 295,078 | (2,636,208) |
| Issue of share capital | - | - | - | - | - | - | - |
| At 30 Sept 2008 | 28,670,200 | 6,447,361 | (3,400,398) | 2,728,970 | 34,446,133 | 550,139 | 34,996,272 |
| At 1 January 2007 | 28,509,340 | 6,286,501 | (3,159,766) | 13,104,211 | 44,740,286 | 250,336 | 44,990,622 |
| Arising from translation of foreign subsidiaries and associate | | | (290,772) | | (290,772) | | (290,772) |
| Net expenses recognised directly in equity | 28,509,340 | 6,286,501 | (3,450,538) | 13,104,211 | 44,449,514 | 250,336 | 44,699,850 |
| (Loss / Profit for the year, representing total recognised income and expenses for the period) | - | - | - | (7,443,955) | (7,443,955) | 4,725 | (7,439,230) |
| Issue of ordinary shares pursuant to ESOS | 160,860 | 160,860 | - | - | 321,720 | - | 321,720 |
| At 31 December 2007 | 28,670,200 | 6,447,361 | (3,450,538) | 5,660,256 | 37,327,279 | 255,061 | 37,582,340 |

The condensed consolidated statements of equity changes should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007 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 Nine Months Period Ended 30 September 2008

(The figures have not been audited)

| | 9 months ended | |
|---|----------------|-------------|
| | 30.09.2008 | 30.09.2007 |
| | RM | RM |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Loss before tax | (2,199,715) | (7,577,367) |
| Adjustments for : | | |
| Non cash items | 8,059,075 | 9,611,113 |
| Non-operating items | (47,674) | (54,168) |
| Operating profit before working capital changes | 5,811,686 | 1,979,578 |
| Working capital changes: | | |
| Net changes in assets | (2,086,618) | (62,395) |
| Net changes in liabilities | 61,425 | (242,786) |
| Total working capital changes | (2,025,193) | (305,181) |
| Net cash generated from operations | 3,786,493 | 1,674,397 |
| Tax refunded | 23,687 | - |
| Taxes paid | (205,198) | (58,181) |
| Net cash generated from operating activities | 3,604,982 | 1,616,216 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest received | 79,299 | 100,199 |
| Purchase of property, plant and equipment | (675,508) | (478,741) |
| Proceeds from disposal of investment | - | 41,600 |
| Development costs | (2,462,098) | (3,512,283) |
| Net cash used in investing activities | (3,058,307) | (3,849,225) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Interest paid | (31,625) | (46,031) |
| Dividends paid | - | - |
| Proceeds from issuance of ordinary shares | - | 321,720 |
| Payments to hire purchase creditors | (272,233) | (243,407) |
| Net cash generated from (used in) financing activities | (303,858) | 32,282 |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | 242,817 | (2,200,727) |
| EFFECTS OF FOREIGN EXCHANGE RATE CHANGES | 134,351 | 154,158 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | 8,901,020 | 9,567,367 |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 9,278,188 | 7,520,798 |

The condensed consolidated cash flow statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2007 and the accompanying explanatory notes attached to the interim financial statements.