

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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 2ND QUARTER ENDED 30 JUNE 2010**

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

Condensed Consolidated Income Statements
For the Six Months Period Ended 30 June 2010

	Note	Current Quarter		Cumulative Y-T-D	
		3 months ended		6 months ended	
		30.06.2010	30.06.2009	30.06.2010	30.06.2009
		RM	RM	RM	RM
Continuing Operations					
Revenue		9,148,326	8,577,646	21,578,120	14,217,909
Cost of sales		(3,619,527)	(3,028,381)	(6,961,586)	(3,808,285)
Gross profit		5,528,799	5,549,265	14,616,534	10,409,624
Other items of income					
Other income		173,861	98,258	225,032	554,647
Other items of expenses					
Research and development		(710,441)	(1,067,798)	(1,420,715)	(2,068,585)
Selling and marketing		(812,433)	(732,230)	(1,536,073)	(1,518,512)
General and administrative		(4,003,866)	(4,621,743)	(9,530,662)	(9,320,110)
Finance costs		(24,216)	(10,134)	(33,389)	(17,548)
Profit/(Loss) before tax from continuing operations		151,704	(784,382)	2,320,727	(1,960,484)
Other comprehensive income					
Income tax expense	B5	2,029	-	(1,171)	(72,000)
Total comprehensive income/(expenses) for the year		153,733	(784,382)	2,319,556	(2,032,484)
Attributable to:					
Equity holders of the Company		465,799	(738,352)	2,253,368	(1,990,045)
Minority interests		(312,066)	(46,030)	66,188	(42,439)
		153,733	(784,382)	2,319,556	(2,032,484)
Total comprehensive income/(expense) attributable to holders of the Company in sen:					
- Basic	B12	0.16	(0.26)	0.79	(0.69)
- Diluted	B12	0.16	(0.26)	0.79	(0.69)

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited annual financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

IFCA MSC BERHAD (453392-T)
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Condensed Consolidated Statement of Financial Position
As at 30 June 2010

		As at 30.06.2010 (Unaudited) RM	As at 31.12.2009 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		8,585,282	8,121,922
Investment properties		709,900	740,228
Deferred development costs		6,819,509	7,502,286
Other investments		97,174	97,174
		<u>16,211,865</u>	<u>16,461,610</u>
CURRENT ASSETS			
Trade receivables		11,999,390	10,653,741
Other receivables		3,366,313	980,552
Tax Recoverable		728,997	713,625
Cash and bank balances		6,339,884	8,275,125
		<u>22,434,584</u>	<u>20,623,043</u>
Non-current asset classified as held for sale		-	75,660
TOTAL ASSETS		<u>38,646,449</u>	<u>37,160,313</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		(3,964,794)	(6,218,162)
Foreign exchange reserve		(4,439,840)	(4,361,455)
		<u>26,712,927</u>	<u>24,537,944</u>
Minority interests		<u>502,352</u>	<u>357,136</u>
Total equity		<u>27,215,279</u>	<u>24,895,080</u>
Non-current liabilities			
Other payables		-	31,678
Hire purchase and finance lease payable	B8	672,597	424,669
Deferred tax liabilities		33,519	33,519
		<u>706,116</u>	<u>489,866</u>
Current Liabilities			
Trade payables		916,209	1,657,777
Other payables		5,099,975	6,105,683
Deposits and advance maintenance fees		4,367,875	3,737,991
Hire purchase and finance lease payable	B8	340,427	273,348
Current Tax Payable		568	568
		<u>10,725,054</u>	<u>11,775,367</u>
Total liabilities		<u>11,431,170</u>	<u>12,265,233</u>
TOTAL EQUITY AND LIABILITIES		<u>38,646,449</u>	<u>37,160,313</u>
Net asset per share		0.10	0.09

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2009 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 Six Months Period Ended 30 June 2010

	← 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 2010	28,670,200	6,447,361	(4,361,455)	(6,218,162)	24,537,944	357,136	24,895,080
Arising from translation of foreign subsidiaries and associate	-	-	(78,385)	-	(78,385)	79,028	643
	28,670,200	6,447,361	(4,439,840)	(6,218,162)	24,459,559	436,164	24,895,723
Total comprehensive income	-	-	-	2,253,368	2,253,368	66,188	2,319,556
At 30 June 2010	28,670,200	6,447,361	(4,439,840)	(3,964,794)	26,712,927	502,352	27,215,279
At 1 January 2009	28,670,200	6,447,361	(4,948,064)	(443,784)	29,725,713	325,493	30,051,206
Arising from translation of foreign subsidiaries and associate	-	-	15,422	-	15,422	-	15,422
	28,670,200	6,447,361	(4,932,642)	(443,784)	29,741,135	325,493	30,066,628
Total comprehensive income	-	-	-	(1,990,045)	(1,990,045)	(42,439)	(2,032,484)
At 30 June 2009	28,670,200	6,447,361	(4,932,642)	(2,433,829)	27,751,090	283,054	28,034,144

IFCA MSC BERHAD (453392-T)
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Condensed Consolidated Statement of Cash Flows
For the Six Months Period Ended 30 June 2010

	6 months ended	
	30.06.2010	30.06.2009
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	2,320,727	(1,960,484)
Adjustments for :		
Non cash items	1,840,730	2,637,380
Non-operating items	16,166	(16,328)
Operating profit before working capital changes	<u>4,177,623</u>	<u>660,568</u>
Working capital changes:		
Net changes in assets	<u>(3,036,275)</u>	<u>(1,895,561)</u>
Net changes in liabilities	<u>(2,275,990)</u>	<u>(607,200)</u>
Total working capital changes	<u>(5,312,265)</u>	<u>(2,502,761)</u>
Net cash used in operations	(1,134,642)	(1,842,193)
Taxes paid	<u>(15,372)</u>	<u>(323,088)</u>
Net cash used in operating activities	<u>(1,150,014)</u>	<u>(2,165,281)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	17,224	33,876
Purchase of property, plant and equipment	(555,327)	(94,139)
Proceeds from disposal of property, plant and equipment	642,743	127,085
Proceeds from disposal of assets held on sales	-	340,000
Development costs	<u>(737,938)</u>	<u>(1,149,758)</u>
Net cash used in investing activities	<u>(633,298)</u>	<u>(742,936)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(9,173)	(17,548)
Payments to hire purchase creditors	<u>(164,473)</u>	<u>(151,861)</u>
Net cash used in financing activities	<u>(173,646)</u>	<u>(169,409)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,956,958)	(3,077,627)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	21,717	(159,762)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	8,275,125	9,889,311
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>6,339,884</u>	<u>6,651,922</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited annual financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.