

IFCA MSC BERHAD

(Company No: 453392-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 1ST QUARTER ENDED 31 MARCH 2016**

IFCA MSC BERHAD (Company No: 453392-T)
(Incorporated in Malaysia)

**Condensed Statement of Comprehensive Income
For the Three Months Period Ended 31 March 2016**

	Note	Quarter and Year-to-date Ended	
		31.03.2016 RM	31.03.2015 RM
<u>Continuing Operations</u>			
Revenue		17,696,234	31,983,506
Other income		834,154	713,414
Employee benefits expenses		(13,196,788)	(9,732,826)
Changes in inventories		(677,984)	(3,131,925)
Depreciation of property, plant and equipment		(302,119)	(300,445)
Amortisation of development expense		(1,005,628)	(103,946)
Other expenses		(7,310,553)	(5,829,170)
Profit/ (Loss) from operations		(3,962,684)	13,598,608
Finance costs		(9,576)	(6,020)
Profit/ (Loss) before tax from continuing operations		(3,972,260)	13,592,588
Income tax expense	B5	(873,864)	(3,317,589)
Profit/ (Loss) for the year, net of tax		(4,846,124)	10,274,999
Profit/ (Loss) Attributable to:			
Owners of the Company		(4,461,452)	9,685,269
Non-controlling interest		(384,672)	589,730
		(4,846,124)	10,274,999
Other comprehensive income/ (expense):			
Profit/ (Loss) for the year, net of tax		(4,846,124)	10,274,999
Foreign currency translation		(63,193)	(1,177,864)
Total comprehensive income/ (expense) for the year		(4,909,317)	9,097,136
Attributable to:			
Owners of the Company		(4,524,645)	8,507,406
Non-controlling interest		(384,672)	589,730
		(4,909,317)	9,097,136
Total comprehensive income/ (expense) attributable to holders of the Company in sen:			
- Basic	B13	(0.73)	1.80
- Diluted	B13	(0.73)	1.63

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 2015 and the accompanying explanatory notes attached to the interim financial statements.

IFCA MSC BERHAD (Company No: 453392-T)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
As at 31 March 2016

		As at 31.03.2016 (Unaudited) RM	As at 31.12.2015 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		9,114,562	9,412,139
Investment properties		293,100	293,100
Deferred development costs		17,023,423	19,559,761
Intangible asset		3,925,192	-
Goodwill		25,111,525	-
Other investments		275,676	275,674
		<u>55,743,478</u>	<u>29,540,674</u>
CURRENT ASSETS			
Trade receivables		23,289,906	21,493,036
Other receivables		2,018,637	951,934
Other current assets		431,922	522,118
Tax recoverable		789,671	187,284
Deposits, cash and bank balances		57,205,876	67,395,815
		<u>83,736,012</u>	<u>90,550,187</u>
TOTAL ASSETS		<u>139,479,490</u>	<u>120,090,861</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		60,829,090	57,055,410
Share premium		23,117,915	9,590,868
Warrant reserves		29,037	596,084
Treasury shares		(9,821)	(9,821)
Retained profits		24,467,606	28,929,058
Other reserves		(1,750,668)	(1,687,475)
		<u>106,683,159</u>	<u>94,474,124</u>
Non-Controlling Interest		<u>(14,740)</u>	<u>369,932</u>
Total equity		<u>106,668,419</u>	<u>94,844,056</u>
Non-current liabilities			
Other liabilities		10,262,568	255,177
Hire purchase and finance lease payable	B9	609,403	643,468
Deferred tax liabilities		3,825,344	2,883,299
		<u>14,697,315</u>	<u>3,781,944</u>
Current Liabilities			
Trade payables		725,927	1,194,195
Other payables		7,006,333	9,261,694
Other liabilities		10,192,002	10,807,407
Hire purchase and finance lease payable	B9	189,494	201,565
Current Tax Payable		-	-
		<u>18,113,756</u>	<u>21,464,861</u>
Total liabilities		<u>32,811,071</u>	<u>25,246,805</u>
TOTAL EQUITY AND LIABILITIES		<u>139,479,490</u>	<u>120,090,861</u>
Net asset per share		0.18	0.17

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Changes in Equity
For the Three Months Period Ended 31 March 2016**

	← ← Attributable to Owners of the Company → →							Total	Non-controlling Interest	Total Equity
	Non-Distributable				Distributable					
	Share Capital	Share Premium	Share Application Monies	Treasury shares	Warrant Reserve	Other Reserve	Retained earnings			
RM	RM	RM		RM	RM	RM	RM	RM	RM	
At 1 January 2016	57,055,410	9,590,868	-	(9,821)	596,084	(1,687,475)	28,929,058	94,474,124	369,932	94,844,056
Issuance of share capital	1,600,000	-	-	-	-	-	-	1,600,000	-	1,600,000
Total comprehensive expense	-	-	-	-	-	-	(4,461,452)	(4,461,452)	(384,672)	(4,846,124)
Foreign Currency Translation	-	-	-	-	-	(63,193)	-	(63,193)	-	(63,193)
Exercise of warrants	2,173,680	567,047	-	-	(567,047)	-	-	2,173,680	-	2,173,680.00
Dividends paid	-	-	-	-	-	-	-	-	-	-
Open market purchase shares	-	-	-	-	-	-	-	-	-	-
Acquisition of subsidiary	-	12,960,000	-	-	-	-	-	12,960,000	-	12,960,000
At 31 December 2016	60,829,090	23,117,915	-	(9,821)	29,037	(1,750,668)	24,467,606	106,683,159	(14,740)	106,668,419
At 1 January 2015	47,974,170	7,221,849	343,020	-	2,965,103	(282,353)	12,895,684	71,117,473	440,138	71,557,611
Total comprehensive income	-	-	-	-	-	-	21,603,167	21,603,167	(70,206)	21,532,961
Foreign currency translation	-	-	-	-	-	(1,405,122)	-	(1,405,122)	-	(1,405,122)
Exercise of warrants	9,081,240	2,369,019	(343,020)	-	(2,369,019)	-	-	8,738,220	-	8,738,220
Dividends paid	-	-	-	-	-	-	(5,569,793)	(5,569,793)	-	(5,569,793)
Open market purchase shares	-	-	-	(9,821)	-	-	-	(9,821)	-	(9,821)
At 31 December 2015	57,055,410	9,590,868	-	(9,821)	596,084	(1,687,475)	28,929,058	94,474,124	369,932	94,844,056

The condensed consolidated statement of changes in equity changes should be read in conjunction with the audited annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Cash Flows
For the Three Months Period Ended 31 March 2016**

	3 months ended	
	31.03.2016	31.03.2015
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/ Profit before tax	(3,972,260)	13,592,588
Adjustments for :		
Non cash items	2,610,305	164,070
Non-operating items	(113,612)	(171,569)
Operating (loss)/ profit before working capital changes	<u>(1,475,566)</u>	<u>13,585,089</u>
Working capital changes:		
Net changes in assets	<u>(3,260,271)</u>	<u>(10,822,795)</u>
Net changes in liabilities	<u>(3,594,213)</u>	<u>847,175</u>
Total working capital changes	<u>(6,854,485)</u>	<u>(9,975,620)</u>
Net cash (used in)/ generated from operations	<u>(8,330,052)</u>	3,609,469
Income taxes paid	<u>(1,371,246)</u>	(471,059)
Net cash (used in)/ generated from operating activities	<u>(9,701,298)</u>	<u>3,138,410</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	113,612	122,960
Purchase of property, plant and equipment	(125,105)	(323,047)
Proceeds from disposal of property, plant and equipment	12,264	-
Development costs	-	(2,825,902)
Cash of consideration paid for acquisition of subsidiary	<u>(4,000,000)</u>	-
Net cash used in investing activities	<u>(3,999,229)</u>	<u>(3,025,989)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(9,576)	(6,020)
Payments to hire purchase and finance lease payables	(64,136)	(127,478)
Proceeds from warrants conversion	<u>2,173,680</u>	<u>5,393,290</u>
Net cash generated from financing activities	<u>2,099,968</u>	<u>5,259,792</u>
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(11,600,559)	5,372,213
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	1,410,620	(1,353,794)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	67,395,815	49,796,351
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>57,205,876</u>	<u>53,814,770</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 2015 and the accompanying explanatory notes attached to the interim financial statements.