

IFCA MSC BERHAD

(Company No: 453392-T)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 4TH QUARTER ENDED 31 DECEMBER 2016

Condensed Statement of Comprehensive Income
For the Twelve Months Period Ended 31 December 2016

	Note	Current Quarter		Cumulative Y-T-D	
		3 months ended		12 months ended	
		31.12.2016	31.12.2015	31.12.2016	31.12.2015
		RM	RM	RM	RM
Continuing Operations					
Revenue		21,506,300	23,154,989	75,232,098	101,623,281
Other income		3,048,077	88,420	5,574,564	3,803,133
Employee benefits expenses		(11,398,836)	(13,401,378)	(45,934,381)	(44,427,862)
Changes in inventories		(405,456)	(1,207,047)	(2,647,032)	(7,203,064)
Depreciation of property, plant and equipment		(273,415)	(387,765)	(1,114,980)	(1,284,337)
Amortisation		(2,153,947)	(576,701)	(6,819,379)	(1,807,464)
Other expenses		(5,896,662)	(7,748,721)	(23,389,016)	(24,920,629)
Profit/(Loss) from operations		4,426,061	(78,203)	901,874	25,783,058
Finance costs		(6,569)	(8,430)	(34,530)	(29,818)
Profit/(Loss) before tax from continuing operations		4,419,492	(86,633)	867,344	25,753,240
Income tax expense	B5	720,504	82,940	(1,022,879)	(4,220,279)
Profit/(Loss) for the year, net of tax		5,139,996	(3,693)	(155,535)	21,532,961
Profit/(Loss) Attributable to:					
Owners of the Company		4,947,657	436,375	523,256	21,603,167
Non-controlling interest		192,339	(440,068)	(678,791)	(70,206)
		<u>5,139,996</u>	<u>(3,693)</u>	<u>(155,535)</u>	<u>21,532,961</u>
Other comprehensive income/ (expense):					
Profit/(Loss) for the year, net of tax		5,139,996	(3,693)	(155,535)	21,532,961
Foreign currency translation		(593,235)	2,635,222	365,333	(1,405,122)
Total comprehensive income for the year		4,546,761	2,631,529	209,798	20,127,839
Attributable to:					
Owners of the Company		4,354,422	3,071,597	888,589	20,198,045
Non-controlling interest		192,339	(440,068)	(678,791)	(70,206)
		<u>4,546,761</u>	<u>2,631,529</u>	<u>209,798</u>	<u>20,127,839</u>
Total comprehensive income/(expense) attributable to holders of the Company in sen:					
- Basic	B13	0.81	0.08	0.09	3.97
- Diluted	B13	0.81	0.07	0.09	3.67

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 December 2016

		As at 31.12.2016 (Unaudited) RM	As at 31.12.2015 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		9,650,723	9,412,139
Investment properties		303,100	293,100
Deferred development costs		16,374,589	19,559,761
Intangible asset		1,483,427	-
Goodwill		25,111,525	-
Other investments		275,674	275,674
		<u>53,199,038</u>	<u>29,540,674</u>
CURRENT ASSETS			
Trade receivables		12,266,840	21,493,036
Other receivables		2,418,107	951,934
Other current assets		810,141	522,118
Tax recoverable		1,205,489	900,681
Deposits, cash and bank balances		70,787,391	67,395,815
		<u>87,487,968</u>	<u>91,263,584</u>
TOTAL ASSETS		<u>140,687,006</u>	<u>120,804,258</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		-	596,084
Treasury shares		(25,216)	(9,821)
Retained profits		23,398,642	28,929,058
Other reserves		(1,322,142)	(1,687,475)
		<u>105,998,289</u>	<u>94,474,124</u>
Non-Controlling Interest		<u>(308,859)</u>	<u>369,932</u>
Total equity		<u>105,689,430</u>	<u>94,844,056</u>
Non-current liabilities			
Other liabilities		10,262,568	255,177
Hire purchase and finance lease payable	B9	463,783	643,468
Deferred tax liabilities		1,959,839	2,883,299
		<u>12,686,190</u>	<u>3,781,944</u>
Current Liabilities			
Trade payables		753,572	1,194,195
Other payables		8,859,611	9,261,694
Other liabilities		12,504,838	10,807,407
Hire purchase and finance lease payable	B9	193,365	201,565
Current Tax Payable		-	713,397
		<u>22,311,386</u>	<u>22,178,258</u>
Total liabilities		<u>34,997,576</u>	<u>25,960,202</u>
TOTAL EQUITY AND LIABILITIES		<u>140,687,006</u>	<u>120,804,258</u>
Net asset per share		0.17	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 Twelve Months Period Ended 31 December 2016

	← Attributable to Owners of the Company →							Total	Non-controlling Interest	Total Equity
	← Non-Distributable →				Distributable					
	Share Capital RM	Share Premium RM	Share Application Monies RM	Treasury shares	Warrant Reserve RM	Other Reserve RM	Retained earnings 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	-	-	-	-	-	-	523,256	523,256	(678,791)	(155,535)
Foreign Currency Translation	-	-	-	-	-	365,333	-	365,333	-	365,333
Exercise of warrants	2,173,680	567,047	-	-	(567,047)	-	-	2,173,680	-	2,173,680
Dividends paid	-	-	-	-	-	-	(6,082,709)	(6,082,709)	-	(6,082,709)
Open market purchase shares	-	-	-	(15,395)	-	-	-	(15,395)	-	(15,395)
Acquisition of subsidiary	-	12,960,000	-	-	-	-	-	12,960,000	-	12,960,000
Reclassifications of warrant reserve	-	-	-	-	(29,037)	-	29,037	-	-	-
At 31 December 2016	60,829,090	23,117,915	-	(25,216)	-	(1,322,142)	23,398,642	105,998,289	(308,859)	105,689,430
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 Twelve Months Period Ended 31 December 2016**

	12 months ended	
	31.12.2016 RM	31.12.2015 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	867,344	25,753,240
Adjustments for :		
Non cash items	8,995,638	3,492,753
Non-operating items	(1,574,292)	(954,540)
Operating profit before working capital changes	<u>8,288,690</u>	<u>28,291,453</u>
Working capital changes:		
Net changes in assets	<u>6,920,128</u>	<u>(3,729,766)</u>
Net changes in liabilities	<u>611,062</u>	<u>2,663,295</u>
Total working capital changes	<u>7,531,190</u>	<u>(1,066,471)</u>
Net cash generated from operations	15,819,880	27,224,982
Income taxes paid	(3,444,532)	(3,803,609)
Net cash generated from operating activities	<u>12,375,348</u>	<u>23,421,373</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,085,165	823,003
Purchase of property, plant and equipment	(1,233,079)	(944,338)
Payments to other investment	-	(74,000)
Proceeds from disposal of property, plant and equipment	83,023	240,954
Development costs	(1,016,568)	(7,452,422)
Cash of consideration paid for acquisition of business	(4,000,000)	-
Net cash used in investing activities	<u>(5,081,459)</u>	<u>(7,406,802)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(34,530)	(29,818)
Dividends paid	(6,082,709)	(5,569,793)
Payments to hire purchase and finance lease	(202,031)	(245,386)
Open market share buy-back	(15,395)	(9,821)
Proceeds from warrants conversion	2,173,680	8,738,220
Net cash (used in)/generated from financing activities	<u>(4,160,985)</u>	<u>2,883,402</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	3,132,904	18,897,972
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	258,672	(1,298,508)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	67,395,815	49,796,351
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>70,787,391</u>	<u>67,395,815</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.