

IFCA MSC BERHAD

(Company No: 453392-T)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2018

**Condensed Statement of Comprehensive Income
For the Nine Months Period Ended 30 September 2018**

	Note	Current Quarter		Cumulative Y-T-D	
		3 months ended		9 months ended	
		30.9.2018	30.9.2017	30.9.2018	30.9.2017
		RM	RM	RM	RM
Continuing Operations					
Revenue		22,195,698	23,003,439	60,959,030	62,889,466
Other income		999,427	1,238,959	4,876,151	3,934,304
Employee benefits expenses		(12,857,260)	(11,810,703)	(38,241,780)	(34,674,450)
Changes in inventories		(153,362)	(2,776,535)	(669,431)	(4,000,072)
Depreciation of property, plant and equipment		(179,275)	(242,760)	(605,555)	(715,830)
Amortisation		(1,311,389)	(1,320,913)	(3,945,424)	(3,810,374)
Other expenses		(6,486,208)	(5,375,998)	(16,687,806)	(14,924,911)
Profit from operations		2,207,631	2,715,489	5,685,185	8,698,133
Finance costs		(7,365)	(7,824)	(21,325)	(21,452)
Profit before tax from continuing operations		2,200,266	2,707,665	5,663,860	8,676,681
Income tax expense	B5	(797,550)	(843,729)	(2,678,939)	(2,858,953)
Profit for the year, net of tax		1,402,716	1,863,936	2,984,921	5,817,728
Profit Attributable to:					
Owners of the Company		1,344,209	1,747,908	3,058,050	5,930,230
Non-controlling interest		58,507	116,028	(73,129)	(112,502)
		1,402,716	1,863,936	2,984,921	5,817,728
Other comprehensive income:					
Profit for the year, net of tax		1,402,716	1,863,936	2,984,921	5,817,728
Foreign currency translation		425,978	(128,961)	87,424	(332,760)
Total comprehensive income for the year		1,828,694	1,734,975	3,072,345	5,484,968
Attributable to:					
Owners of the Company		1,770,187	1,618,947	3,145,474	5,597,470
Non-controlling interest		58,507	116,028	(73,129)	(112,502)
		1,828,694	1,734,975	3,072,345	5,484,968
Total comprehensive income attributable to holders of the Company in sen:					
- Basic	B13	0.22	0.29	0.50	0.97
- Diluted	B13	0.22	0.29	0.50	0.97

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 2017 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 30 September 2018

		As at 30.9.2018 (Unaudited) RM	As at 31.12.2017 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		8,517,604	8,907,969
Investment properties		240,000	240,000
Deferred development costs		9,622,029	12,650,234
Intangible asset		379,992	774,369
Goodwill		25,111,525	25,111,525
Other investments		238,674	275,674
		<u>44,109,824</u>	<u>47,959,771</u>
CURRENT ASSETS			
Trade receivables		17,560,286	17,299,963
Other receivables		1,439,384	2,785,077
Other current assets		587,226	661,446
Tax recoverable		3,576,356	2,719,144
Deposits, cash and bank balances		67,505,554	73,229,864
		<u>90,668,806</u>	<u>96,695,494</u>
TOTAL ASSETS		<u>134,778,630</u>	<u>144,655,265</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		83,947,005	83,947,005
Treasury shares		(276,769)	(38,052)
Retained profits		29,671,118	30,007,711
Other reserves		(1,945,111)	(2,032,535)
		<u>111,396,243</u>	<u>111,884,129</u>
Non-Controlling Interest		<u>(567,659)</u>	<u>(494,530)</u>
Total equity		<u>110,828,584</u>	<u>111,389,599</u>
Non-current liabilities			
Other liabilities		3,200,000	3,384,020
Hire purchase and finance lease payable	B9	381,278	429,206
Deferred tax liabilities		1,419,854	1,514,504
		<u>5,001,132</u>	<u>5,327,730</u>
Current Liabilities			
Trade payables		964,874	2,411,717
Other payables		7,470,000	9,406,690
Other liabilities		10,287,721	15,494,922
Hire purchase and finance lease payable	B9	226,319	254,010
Current Tax Payable		-	370,597
		<u>18,948,914</u>	<u>27,937,936</u>
Total liabilities		<u>23,950,046</u>	<u>33,265,666</u>
TOTAL EQUITY AND LIABILITIES		<u>134,778,630</u>	<u>144,655,265</u>
Net asset per share		0.13	0.13

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Changes in Equity
For the Nine Months Period Ended 30 September 2018**

	← Attributable to Owners of the Company →					Total RM	Non- controlling Interest RM	Total Equity RM
	← Non-Distributable		→ Distributable					
	Share Capital RM	Share Premium RM	Treasury shares	Other Reserve RM	Retained earnings RM			
At 1 January 2018	83,947,005	-	(38,052)	(2,032,535)	30,007,711	111,884,129	(494,530)	111,389,599
Total comprehensive expense	-	-	-	-	3,058,050	3,058,050	(73,129)	2,984,921
Foreign Currency Translation	-	-	-	87,424	-	87,424	-	87,424
Dividends paid	-	-	-	-	(3,394,643)	(3,394,643)	-	(3,394,643)
Open market purchase shares	-	-	(238,717)	-	-	(238,717)	-	(238,717)
At 30 September 2018	83,947,005	-	(276,769)	(1,945,111)	29,671,118	111,396,243	(567,659)	110,828,584
At 1 January 2017	60,829,090	23,117,915	(25,216)	(1,246,660)	23,393,825	106,068,954	(308,859)	105,760,095
Total comprehensive income	-	-	-	-	5,930,230	5,930,230	(112,502)	5,817,728
Foreign currency translation	-	-	-	(332,760)	-	(332,760)	-	(332,760)
Dividends paid	-	-	-	-	(3,041,154)	(3,041,154)	-	(3,041,154)
Open market purchase shares	-	-	(8,791)	-	-	(8,791)	-	(8,791)
At 30 September 2017	60,829,090	23,117,915	(34,007)	(1,579,420)	26,282,901	108,616,479	(421,361)	108,195,118

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 2017 and the accompanying explanatory notes attached to the interim financial statements.

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**Condensed Consolidated Statement of Cash Flows
For the Nine Months Period Ended 30 September 2018**

	9 months ended	
	30.9.2018 RM	30.9.2017 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	5,663,860	8,676,681
Adjustments for :		
Non cash items	5,807,984	5,024,862
Non-operating items	(995,088)	(1,089,381)
Operating profit before working capital changes	<u>10,476,756</u>	<u>12,612,162</u>
Working capital changes:		
Net changes in assets	75,290	(6,228,237)
Net changes in liabilities	(5,485,037)	(23,584)
Total working capital changes	<u>(5,409,747)</u>	<u>(6,251,821)</u>
Net cash generated from operations	5,067,009	6,360,341
Income taxes paid	(4,164,295)	(3,386,498)
Net cash generated from operating activities	<u>902,714</u>	<u>2,973,843</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	846,509	729,816
Purchase of property, plant and equipment	(787,532)	(1,468,140)
Proceeds from disposal of property, plant and equipment	418,044	116,340
Development costs	(467,600)	-
Profit guarantee in respect of acquisition of business	(3,293,785)	(4,000,000)
Net cash used in investing activities	<u>(3,284,364)</u>	<u>(4,621,984)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(21,325)	(21,452)
Dividends paid	(3,394,643)	(3,041,154)
Payments to hire purchase and finance lease	(142,994)	(162,752)
Open market share buy-back	(238,717)	(8,792)
Net cash used in financing activities	<u>(3,797,679)</u>	<u>(3,234,150)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(6,179,329)	(4,882,291)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	455,019	(625,723)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	73,229,864	70,787,391
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>67,505,554</u>	<u>65,279,377</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 2017 and the accompanying explanatory notes attached to the interim financial statements.