

IFCA MSC BERHAD

(Company No: 199701037892/453392-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE 3RD QUARTER ENDED 30 SEPTEMBER 2020**

**Condensed Statement of Comprehensive Income
For the Nine Months Period Ended 30 September 2020**

	Current Quarter		Year-to-date Ended	
	3 months ended		9 months ended	
	30.9.2020	30.9.2019	30.9.2020	30.9.2019
Note	RM	RM	RM	RM
<u>Continuing Operations</u>				
Revenue	22,053,943	24,656,527	57,865,585	63,536,040
Other income	1,360,512	1,489,891	4,611,616	3,447,239
Employee benefits expenses	(13,638,336)	(15,681,550)	(41,301,151)	(42,997,075)
Changes in inventories	(28,807)	(181,581)	(73,805)	(255,576)
Depreciation	(320,218)	(315,480)	(939,085)	(781,665)
Amortisation	(650,509)	(1,235,173)	(2,482,848)	(3,732,680)
Other expenses	(3,600,874)	(5,780,551)	(8,597,957)	(14,343,553)
Profit from before impairment losses	5,175,711	2,952,083	9,082,355	4,872,730
Impairment losses	-	-	(2,140,834)	-
Profit from operations	5,175,711	2,952,083	6,941,521	4,872,730
Finance costs	(5,507)	(10,616)	(20,817)	(27,405)
Profit before tax from continuing operations	5,170,204	2,941,467	6,920,704	4,845,325
Income tax expense	B5 (1,110,820)	(717,736)	(1,888,367)	(1,676,383)
Profit for the year, net of tax	4,059,384	2,223,731	5,032,337	3,168,942
Profit Attributable to:				
Owners of the Company	3,938,266	1,801,762	5,005,810	3,112,312
Non-controlling interest	121,118	421,969	26,527	56,630
	4,059,384	2,223,731	5,032,337	3,168,942
Other comprehensive income:				
Profit for the year, net of tax	4,059,384	2,223,731	5,032,337	3,168,942
Foreign currency translation	(1,549,924)	578,782	(803,928)	872,549
Total comprehensive income for the year	2,509,460	2,802,513	4,228,409	4,041,491
Attributable to:				
Owners of the Company	2,388,342	2,380,544	4,201,882	3,984,861
Non-controlling interest	121,118	421,969	26,527	56,630
	2,509,460	2,802,513	4,228,409	4,041,491
Total comprehensive income attributable to holders of the Company in sen:				
- Basic	B13 0.65	0.30	0.82	0.51
- Diluted	B13 0.65	0.30	0.82	0.51

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 2019 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 30 September 2020

		As at 30.9.2020 (Unaudited) RM	As at 31.12.2019 (Audited) RM
ASSETS	Note		
NON-CURRENT ASSETS			
Property, plant and equipment		11,130,307	9,495,272
Investment properties		250,000	250,000
Deferred development costs		9,852,823	9,692,158
Goodwill		25,111,525	25,111,525
Right-of-use asset		546,249	1,040,999
Other investments		179,500	194,500
		<u>47,070,404</u>	<u>45,784,454</u>
CURRENT ASSETS			
Trade receivables		9,534,596	10,888,906
Other receivables		1,739,416	1,232,173
Contract assets		5,266,358	6,123,876
Other current assets		357,834	402,982
Tax recoverable		740,520	1,239,103
Deposits, cash and bank balances		71,626,245	74,958,975
		<u>89,264,969</u>	<u>94,846,015</u>
TOTAL ASSETS		<u>136,335,373</u>	<u>140,630,469</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		83,947,005	83,947,005
Treasury shares		(430,221)	(430,221)
Retained profits		36,397,509	37,460,696
Other reserves		(2,029,262)	(1,225,334)
		<u>117,885,031</u>	<u>119,752,146</u>
Non-Controlling Interest		<u>(373,267)</u>	<u>(399,773)</u>
Total equity		<u>117,511,764</u>	<u>119,352,373</u>
Non-current liabilities			
Contract liabilities		-	74,929
Lease Liabilities	B9	194,022	297,032
Deferred tax liabilities		173,263	237,520
		<u>367,285</u>	<u>609,481</u>
Current Liabilities			
Trade payables		75,351	129,770
Other payables		6,845,505	9,642,891
Contract liabilities		11,343,748	10,624,439
Lease Liabilities	B9	191,720	253,008
Current Tax Payable		-	18,507
		<u>18,456,324</u>	<u>20,668,615</u>
Total liabilities		<u>18,823,609</u>	<u>21,278,096</u>
TOTAL EQUITY AND LIABILITIES		<u>136,335,373</u>	<u>140,630,469</u>
Net asset per share		0.19	0.20

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2019 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 2020

	← Attributable to Owners of the Company →				Total	Non- controlling Interest	Total Equity
	← Non-Distributable →		Distributable				
	Share Capital RM	Treasury shares	Other Reserve RM	Retained earnings RM			
At 1 January 2020	83,947,005	(430,221)	(1,225,334)	37,460,696	119,752,146	(399,773)	119,352,373
Total comprehensive expense	-	-	-	5,005,810	5,005,810	26,528	5,032,338
Foreign Currency Translation	-	-	(803,928)	-	(803,928)	-	(803,928)
Dividends paid	-	-	-	(6,068,997)	(6,068,997)	(22)	(6,069,019)
At 30 September 2020	<u>83,947,005</u>	<u>(430,221)</u>	<u>(2,029,262)</u>	<u>36,397,509</u>	<u>117,885,031</u>	<u>(373,267)</u>	<u>117,511,764</u>
At 1 January 2019	83,947,005	(384,624)	(1,665,167)	37,585,479	119,482,693	(492,298)	118,990,395
Opening adjustment from adoption of MFRS 9	-	-	-	(12,299)	(12,299)	-	(12,299)
At 1 January 2019, as restated	<u>83,947,005</u>	<u>(384,624)</u>	<u>(1,665,167)</u>	<u>37,573,180</u>	<u>119,470,394</u>	<u>(492,298)</u>	<u>118,978,096</u>
Total comprehensive income	-	-	-	3,112,312	3,112,312	56,630	3,168,942
Foreign currency translation	-	-	872,549	-	872,549	-	872,549
Dividends paid	-	-	-	(6,344,216)	(6,344,216)	-	(6,344,216)
Open market purchase shares	-	(45,597)	-	-	(45,597)	-	(45,597)
At 30 September 2019	<u>83,947,005</u>	<u>(430,221)</u>	<u>(792,618)</u>	<u>34,341,276</u>	<u>117,065,442</u>	<u>(435,668)</u>	<u>116,629,774</u>

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 2019 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Cash Flows
For the Nine Months Period Ended 30 September 2020**

	9 months ended	
	30.09.2020	30.09.2019
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	6,920,704	4,845,325
Adjustments for :		
Non cash items	3,594,024	5,292,235
Non-operating items	(2,039,311)	(1,528,538)
Operating profit before working capital changes	<u>8,475,417</u>	<u>8,609,022</u>
Working capital changes:		
Net changes in assets	<u>1,595,333</u>	<u>1,197,799</u>
Net changes in liabilities	<u>(2,424,005)</u>	<u>(2,089,370)</u>
Total working capital changes	<u>(828,672)</u>	<u>(891,571)</u>
Net cash generated from operations	7,646,745	7,717,451
Income taxes received/(paid)	(425,226)	217,722
Net cash generated from operating activities	<u>7,221,519</u>	<u>7,935,173</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	1,344,420	1,000,140
Purchase of property, plant and equipment	(2,468,126)	(2,119,991)
Proceeds from disposal of property, plant and equipment	267,500	81,205
Development costs	(4,097,428)	(3,949,777)
Profit guarantee in respect of acquisition of business	-	(3,701,951)
Net cash used in investing activities	<u>(4,953,634)</u>	<u>(8,690,374)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(20,817)	(27,405)
Dividends paid	(6,068,997)	(6,344,216)
Payments to hire purchase and finance lease	(323,781)	(168,745)
Open market share buy-back	-	(45,597)
Net cash used in financing activities	<u>(6,413,595)</u>	<u>(6,585,963)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,145,710)	(7,341,164)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	812,980	(203,789)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	74,958,975	75,384,785
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>71,626,245</u>	<u>67,839,832</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 2019 and the accompanying explanatory notes attached to the interim financial statements.