

# **IFCA MSC BERHAD**

(Company No: 199701037892/453392-T)

(Incorporated in Malaysia)

## **CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 4TH QUARTER ENDED 31 DECEMBER 2020**

**Condensed Statement of Comprehensive Income  
For the Twelve Months Period Ended 31 December 2020**

	Note	Current Quarter		Year-to-date Ended	
		3 months ended		12 months ended	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
		RM	RM	RM	RM
<b>Continuing Operations</b>					
Revenue		23,195,229	22,052,663	81,060,814	85,588,703
Other income		1,721,638	452,259	6,333,254	3,899,498
Employee benefits expenses		(14,062,106)	(12,416,815)	(50,676,259)	(51,464,113)
Changes in inventories		(23,051)	(2,305,739)	(96,856)	(2,561,315)
Depreciation of Property, Plant & Equipment and Right-of-use assets		(169,822)	(288,140)	(1,108,907)	(1,069,804)
Amortisation of development costs		(663,095)	(984,061)	(3,145,943)	(4,716,741)
Other expenses		(4,416,811)	(3,187,528)	(17,701,766)	(21,480,859)
<b>Profit from before impairment losses</b>		<b>5,581,982</b>	<b>3,322,639</b>	<b>14,664,337</b>	<b>8,195,369</b>
Impairment losses on:					
Deferred Development Cost		-	-	(2,140,834)	-
Contract Assets		(2,100,885)	-	(2,100,885)	-
<b>Profit from operations</b>		<b>3,481,097</b>	<b>3,322,639</b>	<b>10,422,618</b>	<b>8,195,369</b>
Finance costs		(166,809)	(8,841)	(187,626)	(36,246)
<b>Profit before tax from continuing operations</b>		<b>3,314,288</b>	<b>3,313,798</b>	<b>10,234,992</b>	<b>8,159,123</b>
Income tax expense	B5	5,901	(347,272)	(1,882,466)	(2,023,655)
<b>Profit for the year, net of tax</b>		<b>3,320,189</b>	<b>2,966,526</b>	<b>8,352,526</b>	<b>6,135,468</b>
Profit Attributable to:					
Owners of the Company		3,309,840	2,844,202	8,315,650	5,956,514
Non-controlling interest		10,349	122,324	36,876	178,954
		<b>3,320,189</b>	<b>2,966,526</b>	<b>8,352,526</b>	<b>6,135,468</b>
Other comprehensive income:					
Profit for the year, net of tax		3,320,189	2,966,526	8,352,526	6,135,468
Foreign currency translation		638,396	(432,716)	(165,532)	439,833
<b>Total comprehensive income for the year</b>		<b>3,958,585</b>	<b>2,533,810</b>	<b>8,186,994</b>	<b>6,575,301</b>
Attributable to:					
Owners of the Company		3,948,236	2,411,486	8,150,118	6,396,347
Non-controlling interest		10,349	122,324	36,876	178,954
		<b>3,958,585</b>	<b>2,533,810</b>	<b>8,186,994</b>	<b>6,575,301</b>
<b>Total comprehensive income attributable to holders of the Company in sen:</b>					
- Basic	B13	0.54	0.47	1.37	0.98
- Diluted	B13	0.54	0.47	1.37	0.98

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 31 December 2020**

		As at 31.12.2020 (Unaudited)	As at 31.12.2019 (Audited)
	Note	RM	RM
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		6,276,800	9,495,272
Investment properties		4,963,343	250,000
Deferred development costs		10,798,303	9,692,158
Goodwill		25,111,525	25,111,525
Right-of-use asset		3,005,904	1,040,999
Other investments		179,500	194,500
		<u>50,335,375</u>	<u>45,784,454</u>
<b>CURRENT ASSETS</b>			
Trade receivables		10,599,322	10,888,906
Other receivables		1,035,852	1,232,173
Contract assets		3,952,381	6,123,876
Other current assets		277,532	402,982
Tax recoverable		1,399,063	1,239,103
Deposits, cash and bank balances		79,588,474	74,958,975
		<u>96,852,624</u>	<u>94,846,015</u>
<b>TOTAL ASSETS</b>		<u>147,187,999</u>	<u>140,630,469</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		83,947,005	83,947,005
Treasury shares		(430,221)	(430,221)
Retained profits		39,707,349	37,460,696
Other reserves		(1,390,866)	(1,225,334)
		<u>121,833,267</u>	<u>119,752,146</u>
<b>Non-Controlling Interest</b>		<u>(362,919)</u>	<u>(399,773)</u>
<b>Total equity</b>		<u>121,470,348</u>	<u>119,352,373</u>
<b>Non-current liabilities</b>			
Contract liabilities		-	74,929
Lease Liabilities	B9	1,548,852	297,032
Deferred tax liabilities		153,293	237,520
		<u>1,702,145</u>	<u>609,481</u>
<b>Current Liabilities</b>			
Trade payables		34,617	129,770
Other payables		9,510,483	9,642,891
Contract liabilities		13,098,730	10,624,439
Lease Liabilities	B9	1,371,676	253,008
Current Tax Payable		-	18,507
		<u>24,015,506</u>	<u>20,668,615</u>
Total liabilities		<u>25,717,651</u>	<u>21,278,096</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>147,187,999</u>	<u>140,630,469</u>
Net asset per share		0.20	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 Twelve Months Period Ended 31 December 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	-	-	-	8,315,650	8,315,650	36,876	8,352,526
Foreign Currency Translation	-	-	(165,532)	-	(165,532)	-	(165,532)
Dividends paid	-	-	-	(6,068,997)	(6,068,997)	(22)	(6,069,019)
At 31 December 2020	<u>83,947,005</u>	<u>(430,221)</u>	<u>(1,390,866)</u>	<u>39,707,349</u>	<u>121,833,267</u>	<u>(362,919)</u>	<u>121,470,348</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	-	-	-	(12,300)	(12,300)	-	(12,300)
At 1 January 2019, as restated	<u>83,947,005</u>	<u>(384,624)</u>	<u>(1,665,167)</u>	<u>37,573,179</u>	<u>119,470,393</u>	<u>(492,298)</u>	<u>118,978,095</u>
Total comprehensive income	-	-	-	5,956,514	5,956,514	178,954	6,135,468
Foreign currency translation	-	-	439,833	-	439,833	-	439,833
Dividends paid	-	-	-	(6,068,997)	(6,068,997)	(86,429)	(6,155,426)
Open market purchase shares	-	(45,597)	-	-	(45,597)	-	(45,597)
At 31 December 2019	<u>83,947,005</u>	<u>(430,221)</u>	<u>(1,225,334)</u>	<u>37,460,696</u>	<u>119,752,146</u>	<u>(399,773)</u>	<u>119,352,373</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 Twelve Months Period Ended 31 December 2020**

	12 months ended	
	31.12.2020	31.12.2019
	RM	RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	10,234,992	8,159,123
Adjustments for :		
Non cash items	5,591,194	5,247,266
Non-operating items	(2,582,417)	(1,790,296)
Operating profit before working capital changes	13,243,769	11,616,093
Working capital changes:		
Net changes in assets	3,073,016	6,488,481
Net changes in liabilities	3,216,501	152,579
Total working capital changes	6,289,517	6,641,060
Net cash generated from operations	19,533,286	18,257,153
Income taxes received/(paid)	(936,087)	(1,650,553)
Net cash generated from operating activities	18,597,199	16,606,600
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	1,682,669	1,726,215
Purchase of property, plant and equipment	(2,754,621)	(2,798,123)
Proceeds from disposal of property, plant and equipment	425,500	139,626
Development costs	(5,020,467)	(5,510,175)
Profit guarantee in respect of acquisition of business	-	(3,701,952)
Net cash used in investing activities	(5,666,919)	(10,144,409)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(187,626)	(36,246)
Dividends paid	(6,068,997)	(6,068,997)
Payments to hire purchase and finance lease	(1,605,226)	(409,043)
Open market share buy-back	-	(45,597)
Net cash used in financing activities	(7,861,849)	(6,559,883)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	5,068,431	(97,692)
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES</b>	(438,932)	(328,118)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	74,958,975	75,384,785
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	79,588,474	74,958,975

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.