

IFCA MSC BERHAD

(Company No: 199701037892/453392-T)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 2ND QUARTER ENDED 30 JUNE 2021

**Condensed Statement of Comprehensive Income
For the Six Months Period Ended 30 June 2021**

	Current Quarter		Year-to-date Ended	
	3 months ended		6 months ended	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Note	RM	RM	RM	RM
Continuing Operations				
Revenue	19,664,091	20,500,943	35,707,424	35,811,642
Other income	942,461	1,544,726	1,511,313	3,251,104
Employee benefits expenses	(13,023,047)	(12,784,235)	(24,982,931)	(24,412,852)
Changes in inventories	(51,950)	(9,422)	(87,505)	(44,998)
Depreciation of Property, Plant & Equipment and Right-of-use assets	(557,685)	(321,971)	(1,093,789)	(618,867)
Amortisation of development costs	(94,279)	(653,924)	(169,342)	(1,832,339)
Other expenses	(4,030,154)	(3,939,077)	(7,210,598)	(8,247,046)
Profit from before impairment losses	2,849,437	4,337,040	3,674,572	3,906,644
Impairment losses on:				
Deferred development cost	-	-	-	(2,140,834)
Contract Asset	(6,400)	-	(6,400)	-
Profit from operations	2,843,037	4,337,040	3,668,172	1,765,810
Finance costs	(46,307)	(7,682)	(65,434)	(15,310)
Profit before tax from continuing operations	2,796,730	4,329,358	3,602,738	1,750,500
Income tax expense	B5 (37,373)	(488,137)	(632,761)	(777,547)
Profit for the year, net of tax	2,759,357	3,841,221	2,969,977	972,953
Profit attributable to:				
Owners of the Company	2,668,488	3,674,931	2,887,483	1,067,544
Non-controlling interest	90,869	166,290	82,494	(94,591)
	2,759,357	3,841,221	2,969,977	972,953
Other comprehensive income:				
Profit for the year, net of tax	2,759,357	3,841,221	2,969,977	972,953
Foreign currency translation	87,151	2,053,978	74,758	745,996
Total comprehensive income for the year	2,846,508	5,895,199	3,044,735	1,718,949
Attributable to:				
Owners of the Company	2,755,639	5,728,909	2,962,241	1,813,540
Non-controlling interest	90,869	166,290	82,494	(94,591)
	2,846,508	5,895,199	3,044,735	1,718,949
Total comprehensive income attributable to holders of the Company in sen:				
- Basic	B13 0.44	0.60	0.47	0.18
- Diluted	B13 0.44	0.61	0.48	0.18

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 2020 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 30 June 2021

		As at 30.06.2021 (Unaudited)	As at 31.12.2020 (Audited)
ASSETS	Note	RM	RM
NON-CURRENT ASSETS			
Property, plant and equipment		6,119,299	6,276,800
Investment properties		5,999,535	4,963,343
Deferred development costs		14,181,681	10,798,303
Goodwill		25,111,525	25,111,525
Right-of-use asset		2,424,045	3,005,904
Other investments		179,500	179,500
		<u>54,015,585</u>	<u>50,335,375</u>
CURRENT ASSETS			
Trade receivables		16,047,722	10,599,322
Other receivables		1,308,914	1,019,796
Contract assets		3,602,782	3,952,381
Other current assets		445,291	293,588
Tax recoverable		1,795,615	1,386,157
Deposits, cash and bank balances		74,647,111	79,588,474
		<u>97,847,435</u>	<u>96,839,718</u>
TOTAL ASSETS		<u>151,863,020</u>	<u>147,175,093</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		42,594,839	39,707,356
Other reserves		(1,316,108)	(1,390,866)
		<u>124,795,515</u>	<u>121,833,274</u>
Non-Controlling Interest		<u>(851,854)</u>	<u>(362,919)</u>
Total equity		<u>123,943,661</u>	<u>121,470,355</u>
Non-current liabilities			
Contract liabilities		-	166,713
Employees' retirement benefits		1,137,584	1,137,855
Lease Liabilities	B9	894,718	1,548,852
Deferred tax liabilities		407,567	153,293
		<u>2,439,869</u>	<u>3,006,713</u>
Current Liabilities			
Trade payables		180,815	57,908
Other payables		6,103,160	8,313,298
Contract liabilities		17,767,447	12,932,017
Lease Liabilities	B9	1,428,068	1,371,676
Current Tax Payable		-	23,126
		<u>25,479,490</u>	<u>22,698,025</u>
Total liabilities		<u>27,919,359</u>	<u>25,704,738</u>
TOTAL EQUITY AND LIABILITIES		<u>151,863,020</u>	<u>147,175,093</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 2020 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity
For the Six Months Period Ended 30 June 2021

	← Attributable to Owners of the Company →				Total	Non- controlling Interest	Total Equity
	← Non-Distributable →		Distributable				
	Share Capital	Treasury shares	Other Reserve	Retained earnings			
RM	RM	RM	RM	RM	RM	RM	
At 1 January 2021	83,947,005	(430,221)	(1,390,866)	39,707,356	121,833,274	(362,919)	121,470,355
Total comprehensive expense	-	-	-	2,887,483	2,887,483	82,494	2,969,977
Foreign Currency Translation	-	-	74,758	-	74,758	-	74,758
Dividends paid	-	-	-	-	-	(571,429)	(571,429)
At 30 June 2021	<u>83,947,005</u>	<u>(430,221)</u>	<u>(1,316,108)</u>	<u>42,594,839</u>	<u>124,795,515</u>	<u>(851,854)</u>	<u>123,943,661</u>
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 income	-	-	-	1,067,544	1,067,544	(94,591)	972,953
Foreign currency translation	-	-	745,996	-	745,996	-	745,996
Dividends paid	-	-	-	-	-	(22)	(22)
At 30 June 2020	<u>83,947,005</u>	<u>(430,221)</u>	<u>(479,338)</u>	<u>38,528,240</u>	<u>121,565,686</u>	<u>(494,386)</u>	<u>121,071,300</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 2020 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Cash Flows
For the Six Months Period Ended 30 June 2021**

	6 months ended	
	30.06.2021	30.06.2020
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,602,738	1,750,500
Adjustments for :		
Non cash items	2,015,663	5,575,915
Non-operating items	(810,702)	(1,519,678)
Operating profit before working capital changes	<u>4,807,699</u>	<u>5,806,737</u>
Working capital changes:		
Net changes in assets	<u>(8,292,577)</u>	<u>(2,850,354)</u>
Net changes in liabilities	2,581,213	(1,407,777)
Total working capital changes	<u>(5,711,364)</u>	<u>(4,258,131)</u>
Net cash (used in)/generated from operations	(903,665)	1,548,606
Income taxes paid	<u>(762,960)</u>	<u>(609,139)</u>
Net cash (used in)/generated from operating activities	<u>(1,666,625)</u>	<u>939,467</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	671,989	939,235
Purchase of property, plant and equipment	(231,277)	(1,319,997)
Proceeds from disposal of property, plant and equipment	-	267,500
Development costs	<u>(3,467,512)</u>	<u>(3,249,962)</u>
Net cash used in investing activities	<u>(3,026,800)</u>	<u>(3,363,224)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(65,434)	(15,310)
Payments to hire purchase and finance lease	<u>(30,344)</u>	<u>(253,196)</u>
Net cash used in financing activities	<u>(95,778)</u>	<u>(268,506)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,789,203)	(2,692,263)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	(152,160)	117,453
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	79,588,474	74,958,975
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>74,647,111</u></u>	<u><u>72,384,165</u></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 2020 and the accompanying explanatory notes attached to the interim financial statements.