

IFCA MSC BERHAD

(Company No: 199701037892/453392-T)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 2ND QUARTER ENDED 30 JUNE 2022

**Condensed Statement of Comprehensive Income
For the Six Months Period Ended 30 June 2022**

	Note	Current Quarter		Year-to-date Ended	
		3 months ended		6 months ended	
		30.06.2022	30.06.2021	30.06.2022	30.06.2021
		RM	RM	RM	RM
Continuing Operations					
Revenue		19,395,207	19,664,091	34,579,011	35,707,424
Other income		489,734	942,461	912,299	1,511,313
Employee benefits expenses		(14,326,374)	(13,023,047)	(27,643,529)	(24,982,931)
Changes in inventories		(172,500)	(51,950)	(172,500)	(87,505)
Depreciation of Property, Plant & Equipment and Right-of-use assets		(522,406)	(557,685)	(1,042,786)	(1,093,789)
Amortisation of development costs		(889,558)	(94,279)	(1,778,573)	(169,342)
Other expenses		(4,091,376)	(4,030,154)	(6,939,517)	(7,210,598)
(Loss)/Profit before impairment losses		(117,273)	2,849,437	(2,085,595)	3,674,572
Impairment losses on:					
Contract Asset		(2,296,010)	(6,400)	(2,296,010)	(6,400)
(Loss)/Profit from operations		(2,413,283)	2,843,037	(4,381,605)	3,668,172
Finance costs		(16,469)	(46,307)	(34,281)	(65,434)
(Loss)/Profit before tax from continuing operations		(2,429,752)	2,796,730	(4,415,886)	3,602,738
Income tax expense	B5	(369,120)	(37,373)	(725,743)	(632,761)
(Loss)/Profit for the year, net of tax		(2,798,872)	2,759,357	(5,141,629)	2,969,977
(Loss)/Profit attributable to:					
Owners of the Company		(2,947,508)	2,668,488	(5,223,917)	2,887,483
Non-controlling interest		148,636	90,869	82,288	82,494
		(2,798,872)	2,759,357	(5,141,629)	2,969,977
Other comprehensive (expense)/income:					
(Loss)/Profit for the year, net of tax		(2,798,872)	2,759,357	(5,141,629)	2,969,977
Foreign currency translation		208,571	87,151	246,720	74,758
Total comprehensive (expense)/income for the year		(2,590,301)	2,846,508	(4,894,909)	3,044,735
Attributable to:					
Owners of the Company		(2,738,937)	2,755,639	(4,977,197)	2,962,241
Non-controlling interest		148,636	90,869	82,288	82,494
		(2,590,301)	2,846,508	(4,894,909)	3,044,735
Total comprehensive (expense)/income attributable to holders of the Company in sen:					
- Basic	B13	(0.48)	0.44	(0.86)	0.47
- Diluted	B13	(0.49)	0.44	(0.86)	0.48

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 2021 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 30 June 2022

		As at 30.06.2022 (Unaudited)	As at 31.12.2021 (Audited)
ASSETS	Note	RM	RM
NON-CURRENT ASSETS			
Property, plant and equipment		5,821,423	5,994,583
Investment properties		8,068,342	7,821,262
Deferred development costs		17,978,053	17,725,580
Goodwill		25,111,525	25,111,525
Right-of-use asset		1,164,758	1,791,015
Other investments		166,000	179,500
		<u>58,310,101</u>	<u>58,623,465</u>
CURRENT ASSETS			
Trade receivables		14,737,744	9,019,717
Other receivables		1,214,030	1,569,139
Contract assets		1,009,500	3,404,252
Other current assets		681,099	388,384
Tax recoverable		741,082	1,406,579
Deposits, cash and bank balances		75,181,667	84,436,343
		<u>93,565,122</u>	<u>100,224,414</u>
TOTAL ASSETS		<u>151,875,223</u>	<u>158,847,879</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		83,947,005	83,947,005
Treasury shares		(606,489)	(430,221)
Retained profits		41,360,692	46,584,609
Other reserves		(699,793)	(946,513)
		<u>124,001,415</u>	<u>129,154,880</u>
Non-Controlling Interest		<u>(895,239)</u>	<u>(681,813)</u>
Total equity		<u>123,106,176</u>	<u>128,473,067</u>
Non-current liabilities			
Contract liabilities		-	286,245
Employees' retirement benefits		1,039,724	1,057,318
Lease Liabilities	B9	51,743	441,536
Deferred tax liabilities		360,967	385,892
		<u>1,452,434</u>	<u>2,170,991</u>
Current Liabilities			
Trade payables		140,744	42,800
Other payables		5,912,305	10,054,794
Contract liabilities		20,291,848	16,415,030
Lease Liabilities	B9	971,716	1,263,205
Tax Payable		-	427,992
		<u>27,316,613</u>	<u>28,203,821</u>
Total liabilities		<u>28,769,047</u>	<u>30,374,812</u>
TOTAL EQUITY AND LIABILITIES		<u>151,875,223</u>	<u>158,847,879</u>
Net asset per share		0.20	0.21

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2021 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 2022

	← 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	
At 1 January 2022	83,947,005	(430,221)	(946,513)	46,584,609	129,154,880	(681,813)	128,473,067
Total comprehensive expense	-	-	-	(5,223,917)	(5,223,917)	82,288	(5,141,629)
Foreign Currency Translation	-	-	246,720	-	246,720	-	246,720
Dividends paid	-	-	-	-	-	(295,714)	(295,714)
Open market purchase shares	-	(176,268)	-	-	(176,268)	-	(176,268)
At 30 June 2022	83,947,005	(606,489)	(699,793)	41,360,692	124,001,415	(895,239)	123,106,176
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 income	-	-	-	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	83,947,005	(430,221)	(1,316,108)	42,594,839	124,795,515	(851,854)	123,943,661

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 2021 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 2022

	6 months ended	
	30.06.2022	30.06.2021
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax	(4,415,886)	3,602,738
Adjustments for :		
Non cash items	5,163,389	2,015,663
Non-operating items	(528,838)	(810,702)
Operating (expense)/profit before working capital changes	<u>218,665</u>	<u>4,807,699</u>
Working capital changes:		
Net changes in assets	<u>(5,879,329)</u>	<u>(8,292,577)</u>
Net changes in liabilities	<u>(471,565)</u>	<u>2,581,213</u>
Total working capital changes	<u>(6,350,894)</u>	<u>(5,711,364)</u>
Net cash generated from operations	(6,132,229)	(903,665)
Income taxes paid	<u>(321,467)</u>	<u>(762,960)</u>
Net cash used in operating activities	<u>(6,453,696)</u>	<u>(1,666,625)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	448,238	671,989
Purchase of property, plant and equipment	(227,868)	(231,277)
Proceeds from disposal of property, plant and equipment	2,936	-
Proceeds from disposal of other investments	13,500	-
Development costs	(2,030,002)	(3,467,512)
Net cash used in investing activities	<u>(1,793,196)</u>	<u>(3,026,800)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(34,281)	(65,434)
Dividends paid	(295,714)	-
Payments to hire purchase and finance lease	(31,707)	(30,344)
Open market share buy-back	<u>(176,268)</u>	<u>-</u>
Net cash used in financing activities	<u>(537,970)</u>	<u>(95,778)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(8,784,862)	(4,789,203)
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	(469,814)	(152,160)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	84,436,343	79,588,474
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>75,181,667</u>	<u>74,647,111</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 2021 and the accompanying explanatory notes attached to the interim financial statements.