

INFORTECH ALLIANCE BERHAD
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER, 2010

Unaudited Condensed Consolidated Statement of Cash Flow Statement

	Cumulative Current Year 31-Dec-10 RM'000	Audited Cumulative Preceding Year 31-Dec-09 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(376)	(221)
Adjustments for:		
Non-cash items	67	364
Non-operating items	(2)	(30)
Operating (loss)/profit before working capital changes	<u>(311)</u>	<u>113</u>
(Increase)/Decrease in working capital:		
Net changes in current assets	(45)	(292)
Net changes in current liabilities	32	160
Cash used in operations	<u>(324)</u>	<u>(19)</u>
Tax paid	-	-
Net cash used in operating activities	<u>(324)</u>	<u>(19)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Development costs	(114)	(168)
Proceeds from disposal of an associated company	-	1
Purchase of property, plant and equipment	(44)	(92)
Proceeds from disposal of property, plant and equipment	4	-
Dividend received	8	-
Interest received	2	29
Net cash used in investing activities	<u>(144)</u>	<u>(230)</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Proceed from issuance of shares	781	-
Net cash generated from financing activity	<u>781</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	313	(249)
Effect of foreign currency translation	-	2
Cash and cash equivalents as at 1 January	<u>545</u>	<u>792</u>
Cash and cash equivalents at 31 December	<u><u>858</u></u>	<u><u>545</u></u>
Cash and cash equivalents at end of financial period comprise:		
Cash & bank balances	158	338
Fixed deposits with licensed banks	700	207
	<u><u>858</u></u>	<u><u>545</u></u>

The unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009 and the accompanying explanatory notes attached to this interim financial statements.