

INFORTECH ALLIANCE BERHAD
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2011

Unaudited Condensed Consolidated Statements of Cash Flow

	Cumulative Current Year 30-Sep-11 RM'000	Preceding Year Corresponding Period 30-Sep-10 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(76)	28
Adjustments for:		
Allowance for doubtful debts	-	1
Amortisation of development costs	61	61
Bad debts written off	-	13
Depreciation of property, plant and equipment	34	34
Property, plant and equipment written off	-	4
Interest income	(9)	(1)
Net gain on foreign income	-	(9)
Dividend income	-	(8)
Share of result of associated company	19	(11)
Operating profit before working capital changes	<u>29</u>	<u>112</u>
Changes in working capital:		
Net changes in current assets	(219)	86
Net changes in current liabilities	(204)	(338)
Increase in development costs	(39)	(115)
Cash absorbed by operations	<u>(433)</u>	<u>(255)</u>
Tax paid	-	-
Net cash used in operating activities	<u>(433)</u>	<u>(255)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(41)	(27)
Dividend received from an associate company	-	8
Interest received	9	1
Net cash generated used in investing activities	<u>(32)</u>	<u>(18)</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Proceed from issuance of shares	-	-
Share issuance expense	-	-
Net cash generated from financing activity	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(465)	(273)
Effect of exchange rate changes	-	(11)
Cash and cash equivalents at 1 January	858	546
Cash and cash equivalents at 30 September	<u>393</u>	<u>262</u>
Cash and cash equivalents at end of financial period comprise:		
Cash & bank balances	93	262
Fixed deposits with licensed banks	300	-
	<u>393</u>	<u>262</u>

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial statements.