

INFORTECH ALLIANCE BERHAD
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2011

Unaudited Condensed Consolidated Statements of Cash Flow

	Cumulative Current Year 31-Dec-11 RM'000	Preceding Year Corresponding Period 31-Dec-10 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(189)	(376)
Adjustments for:		
Amortisation of development costs	87	81
Bad debts written off	1	66
Depreciation of property, plant and equipment	47	46
Impairment loss on trade receivables	75	1
Interest income	(13)	(2)
Inventories written down	8	0
Loss on disposal of property, plant and equipment	3	0
Property, plant and equipment written off	0	6
Reversal on impairment loss on trade receivables	0	(141)
Share of result of associated company	(32)	8
Operating cash flows before working capital changes	<u>(13)</u>	<u>(311)</u>
Changes in working capital:		
Net changes in current assets	(617)	26
Net changes in current liabilities	272	(39)
Increase in development costs	(63)	(114)
Cash used in operations	<u>(421)</u>	<u>(438)</u>
Tax refund	5	0
Net cash generated from/(used in) operating activities	<u>(416)</u>	<u>(438)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	1	4
Purchase of property, plant and equipment	(41)	(44)
Dividend received from an associate company	0	8
Interest received	13	2
Net cash generated from/(used in) investing activities	<u>(27)</u>	<u>(30)</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Proceeds from issuance of shares	0	812
Share issuance expense	0	(31)
Net cash generated from/(used in) financing activity	<u>0</u>	<u>781</u>
Net increase/(decrease) in cash and cash equivalents	(443)	313
Effect of exchange rate changes	0	0
Cash and cash equivalents at 1 January	<u>858</u>	<u>545</u>
Cash and cash equivalents at 31 December	<u><u>415</u></u>	<u><u>858</u></u>
Cash and cash equivalents at end of financial period comprise:		
Cash & bank balances	312	158
Fixed deposits with licensed banks	103	700
	<u><u>415</u></u>	<u><u>858</u></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.