

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

Unaudited Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current year Quarter 31-Mar-14 RM'000	Preceding year (1) Corresponding Quarter 31-Mar-13 RM'000	Current Year To date 31-Mar-14 RM'000	Preceding year (1) Corresponding Period 31-Mar-13 RM'000
Revenue	35,977	NA	35,977	NA
Direct costs	(99)	NA	(99)	NA
Changes in inventories of finished goods and work in progress	4,605	NA	4,605	NA
Raw materials & consumables used	(32,313)	NA	(32,313)	NA
Changes in inventories of trading materials	(707)	NA	(707)	NA
Staff costs	(3,772)	NA	(3,772)	NA
Other income	952	NA	952	NA
Depreciation & amortisation	(733)	NA	(733)	NA
Other operating expenses	(1,824)	NA	(1,824)	NA
Finance cost	(211)	NA	(211)	NA
Profit before taxation	<u>1,875</u>	<u>NA</u>	<u>1,875</u>	<u>NA</u>
Taxation	(500)	NA	(500)	NA
Profit after taxation	<u>1,375</u>	<u>NA</u>	<u>1,375</u>	<u>NA</u>
Other comprehensive income, net of tax				
Revaluation surplus on property, plant and equipment (net of tax)	-	NA	-	NA
Tax effects of revaluation reserve	-	NA	-	NA
Total comprehensive profit for the period	<u>1,375</u>	<u>NA</u>	<u>1,375</u>	<u>NA</u>
Total profit for the period attributable to:				
Owners of the parent	1,375	NA	1,375	NA
Non-controlling interest	-	NA	-	NA
	<u>1,375</u>	<u>NA</u>	<u>1,375</u>	<u>NA</u>
Total comprehensive profit for the period attributable to:				
Owners of the parent	1,375	NA	1,375	NA
Non-controlling interest	-	NA	-	NA
	<u>1,375</u>	<u>NA</u>	<u>1,375</u>	<u>NA</u>
Earnings per share attributable to owners of the parent:				
Basic earnings / (loss) per share (sen)	<u>0.21</u>	<u>NA</u>	<u>0.21</u>	<u>NA</u>
Diluted earning per share (sen)	<u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>
Earnings per board lot (i.e., 100 shares) (RM)	0.21	NA	0.21	NA

The Unaudited Condensed Consolidated Statements of Profit and Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of IAB for the financial year ended 31 December 2013 and the accompanying explanatory attached to this interim financial statements.

(1) No comparatives for the preceding year corresponding quarter and preceding year corresponding period ended 31 March 2013 have been presented in view that the corporate exercise was only completed on 10 December 2013.

INFORTECH ALLIANCE BERHAD ("IAB" OR "COMPANY")
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

Unaudited Condensed Consolidated Statements of Financial Position

	As at end of Current Quarter 31-Mar-14 RM'000	Audited As at preceding Financial Year Ended 31-Dec-13 RM'000
ASSETS		
Non Current assets		
Property, plant and equipment	48,907	43,400
Other investment	107	107
	<u>49,014</u>	<u>43,507</u>
Current Assets		
Inventories	38,062	44,383
Trade and other receivables	29,832	23,735
Short term deposits with licensed banks	6,091	1,800
Cash and bank balances	13,365	22,273
Derivative assets	-	24.00
	<u>87,350</u>	<u>92,215</u>
TOTAL ASSETS	<u><u>136,364</u></u>	<u><u>135,722</u></u>
EQUITY AND LIABILITIES		
Capital and reserves attributable to owners of the parent		
Share capital	64,981	64,981
Share premium	41,602	41,621
Reverse acquisition reserve	(72,051)	(72,051)
Revaluation reserve	14,686	14,686
Retained profits	49,609	48,234
	<u>98,827</u>	<u>97,471</u>
Non-controlling interest	-	-
Total equity	<u><u>98,827</u></u>	<u><u>97,471</u></u>
Current Liabilities		
Trade and other payables	14,595	14,675
Short term borrowings	18,511	19,237
Hire purchase liabilities	961	1,115
	<u>34,067</u>	<u>35,027</u>
Long term liabilities		
Deferred taxation	2,063	2,063
Deferred income	750	326
Hire purchase liabilities	657	835
Total Liabilities	<u><u>37,537</u></u>	<u><u>38,251</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>136,364</u></u>	<u><u>135,722</u></u>
Net assets per share (sen) attributable to owners of the parent	15.21	15.00
Net assets per board lot (i.e., 100 shares) (RM)	15.21	15.00

The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of IAB for the financial year ended 31 December 2013 and the accompanying explanatory attached to this interim financial statements.

INFORTECH ALLIANCE BERHAD
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER 31 MARCH 2014

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Reverse acquisition reserve RM'000	Retained profits RM'000	Total equity RM'000
At 1 January 2014	64,981	41,621	14,686	(72,051)	48,234	97,471
Share issue expenses	-	(19)	-	-	-	(19)
Total comprehensive income:						
- net profit for the year	-	-	-	-	1,375	1,375
- revaluation reserve (net of tax)	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	1,375	1,375
At 31 March 2014	<u>64,981</u>	<u>41,602</u>	<u>14,686</u>	<u>(72,051)</u>	<u>49,609</u>	<u>98,827</u>

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of IAB for the financial year ended 31 December 2013 and the accompanying explanatory attached to this interim financial statements.

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INFORTECH ALLIANCE BERHAD ("IAB" OR "COMPANY")
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

Unaudited Condensed Consolidated Statements of Cash Flows

	Cumulative Current Year 31-Mar-14 RM'000	Preceding Year (1) Corresponding Period 31-Mar-13 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,875	NA
Adjustments for:		
Changes in fair value on derivative financial instrument	24	NA
Amortisation of club membership	1	NA
Depreciation of property, plant and equipment	732	NA
Interest income	(34)	NA
Interest expense	211	NA
Loss/(Gain) on foreign exchange - unrealised	(355)	NA
Operating profit before working capital changes	2,454	NA
Changes in working capital:		
Decrease/(increase) in inventories	6,321	NA
Decrease/(increase) in trade and other receivables	(6,097)	NA
Increase/(decrease) in trade and other payables	70	NA
Net cash from/(used in) operating activities	2,748	NA
Income tax paid	(510)	NA
Net cash generated from/(used in) operating activities	2,238	NA
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in fixed deposit pledged	8	NA
Government grant received	424	NA
Deposit paid for purchase PPE	(5,519)	NA
Purchase of property, plant and equipment	(715)	NA
Interest received	34	NA
Net cash generated from/(used in) investing activities	(5,768)	NA
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(211)	NA
Payment of listing expenses	(19)	NA
Proceeds from trade finance	13,903	NA
Repayment for trade finance	(13,709)	NA
Repayment of hire purchase	(414)	NA
Repayment of revolving credit	(1,000)	NA
Net cash generated from/(used in) financing activities	(1,450)	NA
Net (decrease)/increase in cash and cash equivalents	(4,980)	NA
Effect of exchange rate changes	355	NA
Cash and cash equivalents at 1 January	22,904	NA
Cash and cash equivalents at 31 March	18,279	NA
Cash and cash equivalents at end of financial period comprised:		
Cash & bank balances	13,365	NA
Fixed deposits with licensed banks	6,091	NA
	19,456	NA
Less: Fixed deposit pledged	(1,177)	NA
	18,279	NA

The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements of IAB for the financial year ended 31 December 2013 and the accompanying explanatory attached to this interim financial statements.

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