

# Innity Corporation Berhad

(Company No. 764555-D)  
(Incorporated in Malaysia)



## Quarterly report on results for the 3rd Quarter ended 30 September 2012 CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter For the period	Preceding year corresponding quarter	Current year For the period	Preceding year corresponding period
	1 July 2012 to 30 September 2012 RM'000	1 July 2011 to 30 September 2011 RM'000	1 January 2012 to 30 September 2012 RM'000	1 January 2011 to 30 September 2011 RM'000
Revenue	9,563	9,528	29,748	24,166
Direct costs	(5,448)	(5,750)	(17,249)	(15,140)
Gross profit	4,115	3,778	12,499	9,026
Other operating income	30	54	115	116
Operating expenses	(3,675)	(2,572)	(10,818)	(7,620)
Profit from operations	470	1,260	1,796	1,522
Finance cost	(7)	(10)	(22)	(29)
Share of loss of equity-accounted investees, net of tax	(2)	-	(2)	-
Profit before taxation	461	1,250	1,772	1,493
Tax expense	(44)	(32)	(116)	(58)
Profit for the period	417	1,218	1,656	1,435
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(215)	56	(194)	15
<b>Total other comprehensive income for the period</b>	(215)	56	(194)	15
<b>Comprehensive income for the period</b>	202	1,274	1,462	1,450
<b>Profit attributable to:</b>				
Owners of the Company	503	1,243	1,801	1,452
Non Controlling Interests	(86)	(25)	(145)	(17)
<b>Profit for the period</b>	417	1,218	1,656	1,435
<b>Comprehensive income/(loss) attributable to:</b>				
Owners of the Company	297	1,292	1,624	1,477
Non Controlling Interest	(95)	(18)	(162)	(27)
<b>Comprehensive income for the period</b>	202	1,274	1,462	1,450
<b>Basic earnings per ordinary share (sen)</b>	0.40	0.99	1.43	1.15

### Notes:

The Condensed Consolidated Income Statement and Condensed Consolidated Statement of Comprehensive Income are prepared based on the consolidated results of Innity Corporation Berhad ("ICB") and its subsidiary companies ("Group") for the quarter ended 30 September 2012 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2011.

The accompanying notes are an integral part of this quarterly report.

# Innity Corporation Berhad

(Company No. 764555-D)

(Incorporated in Malaysia)



## Quarterly report on results for the 3rd Quarter ended 30 September 2012 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30 September 2012 RM'000	Audited As at 31 December 2011 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,339	1,214
Development expenditure	2,678	2,615
Investment in associates	583	-
	<u>4,600</u>	<u>3,829</u>
<b>Current assets</b>		
Trade receivables	17,739	15,906
Other receivables, deposit and prepayments	624	748
Tax Recoverable	19	21
Amount due from an associate	641	574
Fixed and short term deposits	8,192	3,976
Cash and cash equivalents	3,771	1,810
	<u>30,986</u>	<u>23,035</u>
<b>TOTAL ASSETS</b>	<u><u>35,586</u></u>	<u><u>26,864</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	13,840	12,582
Reserves	2,518	(2,447)
Retained profits	8,183	6,382
<b>Total equity attributable to owners of the Company</b>	<u>24,541</u>	<u>16,517</u>
<b>Non Controlling Interest</b>	<u>(203)</u>	<u>(41)</u>
<b>Total equity</b>	<u><u>24,338</u></u>	<u><u>16,476</u></u>
<b>Non-current liabilities</b>		
Long term borrowings	294	319
Retirement benefits obligation	34	37
	<u>328</u>	<u>356</u>
<b>Current liabilities</b>		
Trade payables	9,179	8,403
Other payables and accruals	1,639	1,380
Short term borrowings	32	122
Tax payable	70	127
<b>Total current liabilities</b>	<u>10,920</u>	<u>10,032</u>
<b>Total liabilities</b>	<u>11,248</u>	<u>10,388</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>35,586</u></u>	<u><u>26,864</u></u>
<b>Net assets per share attributable to owners of the Company (sen)</b>	<u><u>17.73</u></u>	<u><u>13.13</u></u>

Notes:

The Condensed Consolidated Statement of Financial Position is prepared based on the consolidated results of the Group for the quarter ended 30 September 2012 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2011.

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# Innity Corporation Berhad

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## Quarterly report on results for the 3rd Quarter ended 30 September 2012 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	Non-distributable			Translation Reserve	Retained Earnings	Total	Non-controlling Interests	Total Equity
	Share Capital	Share Premium	period					
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2012</b>	12,582	136	(2,512)	(71)	6,382	16,517	(41)	16,476
Foreign currency translation differences for foreign operations	-	-	-	(177)	-	(177)	(17)	(194)
Total other comprehensive loss for the period	-	-	-	(177)	-	(177)	(17)	(194)
Profit for the period	-	-	-	-	1,801	1,801	(145)	1,656
Comprehensive income for the period	-	-	-	(177)	1,801	1,624	(162)	1,462
Contributions by and distributions to owners of the Company								
- Issue of ordinary shares	1,258	5,142	-	-	-	6,400	-	6,400
Total transactions with owners of the Company	1,258	5,142	-	-	-	6,400	-	6,400
<b>Balance as at 30 September 2012</b>	<b>13,840</b>	<b>5,278</b>	<b>(2,512)</b>	<b>(248)</b>	<b>8,183</b>	<b>24,541</b>	<b>(203)</b>	<b>24,338</b>
<b>Balance as at 1 January 2011</b>	12,582	136	(2,512)	(76)	4,086	14,216	117	14,333
Foreign currency translation differences for foreign operations	-	-	-	25	-	25	(10)	15
Total other comprehensive income for the period	-	-	-	25	-	25	(10)	15
Profit for the period	-	-	-	-	1,452	1,452	(17)	1,435
Comprehensive income for the period	-	-	-	25	1,452	1,477	(27)	1,450
Additional non-controlling interest arising on the acquisition of subsidiary	-	-	-	-	-	-	1	1
<b>Balance as at 30 September 2011</b>	<b>12,582</b>	<b>136</b>	<b>(2,512)</b>	<b>(51)</b>	<b>5,538</b>	<b>15,693</b>	<b>91</b>	<b>15,784</b>

The Condensed Consolidated Statement of Changes in Equity is prepared based on the consolidated results of the Group for the quarter ended 30 September 2012 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2011.

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# Innity Corporation Berhad

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## Quarterly report on results for the 3rd Quarter ended 30 September 2012

### CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Current year For the period	Preceding year corresponding
	1 January 2012 to 30 September 2012 RM'000	1 January 2011 to 30 September 2011 RM'000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>		
Profit before tax	1,772	1,493
Adjustments for :		
Amortisation of development expenditure	659	636
Depreciation of property, plant and equipment	161	142
Retirement benefit	(3)	-
Interest expense	22	29
Interest income from fixed and short term deposits	(63)	(86)
Loss on disposal of property, plant and equipment	2	-
Property, Plant and equipments write off	23	-
Share of losses in associates	2	-
<b>Operating profit before working capital changes</b>	2,575	2,214
Increase in trade and other receivables	(1,364)	(5,833)
Increase in trade and other payables	707	3,230
<b>Cash generated from / (used in) operations</b>	1,918	(389)
Income tax paid	(174)	(69)
<b>Net cash generated from / (used in) operating activities</b>	1,744	(458)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Development expenditure paid	(721)	(692)
Increase in Fixed Deposits pledge	(30)	(30)
Interest received	63	86
Purchase of property, plant and equipment	(318)	(197)
Sales proceeds from disposal of plant and equipment	2	-
Acquisition of subsidiaries	(657)	-
Investment in associates	(585)	-
Advances to an associates	(98)	(200)
<b>Net cash used in investing activities</b>	(2,344)	(1,033)
<b>CASH FLOWS GENERATED FROM / (USED IN) FINANCING ACTIVITIES</b>		
Interest paid	(22)	(29)
Proceeds from issue of share	7,325	-
Payment for listing expenses	(268)	-
Repayment of term loans	(23)	(21)
<b>Net cash generated from / (used in) financing activities</b>	7,012	(50)
Exchange difference	(185)	16
<b>Net increase / (decrease) in cash and cash equivalents</b>	6,227	(1,525)
<b>Cash and cash equivalents at beginning of year</b>	5,078	5,709
<b>Cash and cash equivalents at end of year</b>	11,305	4,184
	<b>30 September 2012</b>	<b>30 September 2011</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	3,771	1,025
Fixed and short term deposits	8,192	3,904
Less: Bank Overdraft	-	(170)
	11,963	4,759
Less: Fixed deposits pledged	(658)	(575)
	11,305	4,184

Notes:

The Condensed Consolidated Statement of Cash Flows is prepared based on the consolidated results of the Group for the quarter ended 30 September 2012 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2011.

The accompanying notes are an integral part of this quarterly report.