

# Innity Corporation Berhad

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



## Quarterly report on results for the 2nd Quarter ended 30 June 2013 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 April 2013 to 30 June 2013 RM'000	1 April 2012 to 30 June 2012 RM'000	1 January 2013 to 30 June 2013 RM'000	1 January 2012 to 30 June 2012 RM'000
Revenue	13,840	11,984	22,048	20,185
Direct costs	(8,032)	(7,416)	(12,817)	(11,801)
Gross profit	5,808	4,568	9,231	8,384
Other operating income	60	35	133	85
Operating expenses	(4,229)	(3,457)	(8,904)	(7,143)
Profit/(Loss) from operations	1,639	1,146	460	1,326
Finance cost	(8)	(6)	(14)	(15)
Share of loss of equity-accounted investees, net of tax	(122)	-	(190)	-
Profit/(Loss) before taxation	1,509	1,140	256	1,311
Tax expense	(139)	(42)	(141)	(72)
Profit/(Loss) for the period	1,370	1,098	115	1,239
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(14)	108	(47)	21
<b>Total other comprehensive loss for the period</b>	(14)	108	(47)	21
<b>Comprehensive income/(loss) for the period</b>	1,356	1,206	68	1,260
<b>Profit/(Loss) attributable to:</b>				
Owners of the Company	1,449	1,125	339	1,298
Non Controlling Interests	(79)	(27)	(224)	(59)
<b>Profit/(Loss) for the period</b>	1,370	1,098	115	1,239
<b>Comprehensive income/(loss) attributable to:</b>				
Owners of the Company	1,427	1,228	286	1,327
Non Controlling Interest	(71)	(22)	(218)	(67)
<b>Comprehensive income/(loss) for the period</b>	1,356	1,206	68	1,260
<b>Basic earnings/(Loss) per ordinary share (sen)</b>	1.07	0.89	0.25	1.03

### 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 June 2013 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2012.

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 2nd Quarter ended 30 June 2013 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30 June 2013 RM'000	Audited As at 31 December 2012 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,570	1,346
Development expenditure	2,783	2,805
Investment in associates	242	433
Deferred tax assets	41	41
	4,636	4,625
<b>Current assets</b>		
Trade receivables	18,042	14,096
Other receivables, deposit and prepayments	2,590	1,776
Tax Recoverable	49	51
Fixed deposits with licensed bank	1,691	681
Other Financial assets	5,597	7,743
Cash and bank balances	4,432	5,199
	32,401	29,546
<b>TOTAL ASSETS</b>	<b>37,037</b>	<b>34,171</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	13,840	13,840
Reserves	10,335	10,049
<b>Total equity attributable to owners of the Company</b>	24,175	23,889
<b>Non Controlling Interest</b>	(501)	(283)
<b>Total equity</b>	23,674	23,606
<b>Non-current liabilities</b>		
Deferred tax liabilities	175	175
Long term borrowings	269	286
Retirement benefits obligation	50	50
	494	511
<b>Current liabilities</b>		
Trade payables	9,521	6,781
Other payables and accruals	2,969	3,021
Short term borrowings	237	33
Tax payable	142	219
<b>Total current liabilities</b>	12,869	10,054
<b>Total liabilities</b>	13,363	10,565
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>37,037</b>	<b>34,171</b>
<b>Net assets per share attributable to owners of the Company (sen)</b>	<b>17.47</b>	<b>17.26</b>

Notes:

The Condensed Consolidated Statement of Financial Position is prepared based on the consolidated results of the Group for the quarter ended 30 June 2013 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2012.

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

# Innity Corporation Berhad

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## Quarterly report on results for the 2nd Quarter ended 30 June 2013 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	<----- Non-distributable ----->				Retained Earnings	Total	Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Reverse acquisition reserve	Translation Reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2013</b>	13,840	5,097	(2,512)	(241)	7,705	23,889	(283)	23,606
Foreign currency translation differences for foreign operations	-	-	-	(53)	-	(53)	6	(47)
Total other comprehensive income/(loss) for the period	-	-	-	(53)	-	(53)	6	(47)
Profit for the period					339	339	(224)	115
Total comprehensive income/(loss) for the year	-	-	-	(53)	339	286	(218)	68
<b>Balance as at 30 June 2013</b>	<b>13,840</b>	<b>5,097</b>	<b>(2,512)</b>	<b>(294)</b>	<b>8,044</b>	<b>24,175</b>	<b>(501)</b>	<b>23,674</b>
			-					
<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	-	-	-	29	-	29	(8)	21
Total other comprehensive income/(loss) for the period	-	-	-	29	-	29	(8)	21
Profit for the period	-	-	-	-	1,298	1,298	(59)	1,239
Total comprehensive income for the period	-	-	-	29	1,298	1,327	(67)	1,260
<b>Balance as at 30 June 2012</b>	<b>12,582</b>	<b>136</b>	<b>(2,512)</b>	<b>(42)</b>	<b>7,680</b>	<b>17,844</b>	<b>(108)</b>	<b>17,736</b>

# Innity Corporation Berhad

(Company No. 764555-D)  
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## Quarterly report on results for the 2nd Quarter ended 30 June 2013 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

*(The figures have not been audited)*

	Current year For the period	Preceding year corresponding period
	1 January 2013 to 30 June 2013 RM'000	1 January 2012 to 30 June 2012 RM'000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>		
Profit / (loss) before tax	256	1,311
Adjustments for :		
Amortisation of development expenditure	497	439
Depreciation of property, plant and equipment	126	101
Retirement benefit	-	(1)
Interest expense	14	15
Interest income	(102)	(44)
Loss on disposal of property, plant and equipment	-	2
Property, Plant and equipments written off	4	22
Share of losses in equity-accounted investees	190	-
Gain on combination	(4)	-
Unrealised loss on foreign exchange	(6)	-
<b>Operating (Loss)/Profit before working capital changes</b>	975	1,845
(Increase) / Decrease in trade and other receivables	(5,844)	(2,259)
Increase / (Decrease) in trade and other payables	4,008	597
<b>Cash generated from operations</b>	(861)	183
Income tax paid	(216)	(151)
<b>Net cash generated from operating activities</b>	(1,077)	32
<b>CASH FLOWS GENERATED FROM / (USED IN) INVESTING ACTIVITIES</b>		
Development expenditure paid	(474)	(479)
Increase in Fixed Deposits pledge	(1,009)	(30)
Interest received	102	44
Purchase of plant and equipment	(342)	(204)
Proceeds from disposal of plant and equipment	-	2
Acquisition of subsidiaries	-	-
Investment in associates	-	-
(Advances to) / Repayments from associates	(232)	93
<b>Net cash used in investing activities</b>	(1,955)	(574)
<b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>		
Interest paid	(14)	(15)
Proceeds from issue of share	-	2
Advance to associate	-	30
Repayment of term loans	(16)	(15)
<b>Net cash used in financing activities</b>	(30)	2
Exchange difference	(55)	24
<b>Net (decrease) / increase in cash and cash equivalents</b>	(3,117)	(516)
<b>Cash and cash equivalents at beginning of year</b>	12,943	5,078
<b>Cash and cash equivalents at end of year</b>	9,826	4,562
	<b>30 June 2013</b>	<b>30 June 2012</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	4,432	3,196
Fixed deposits with a licensed bank	1,691	2,400
Other financial assets	5,597	-
Less: Bank Overdraft	(203)	(387)
	11,517	5,209
Less: Fixed deposits pledged	(1,691)	(647)
	9,826	4,562

Notes:

The Condensed Consolidated Statement of Cash Flows is prepared based on the consolidated results of the Group for the quarter ended 30 June 2013 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2012.

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