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)

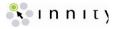
	(The figures have not been au	dited)			
	INDIVIDUAL Q	UARTER	CUMULATIVE QUARTER		
	Current year quarter For the period	Preceding year corresponding quarter	Current year For the period	Preceding year corresponding period	
	1 April 2013 to 30 June 2013 RM'000	1 April 2012 to 30 June 2012 RM'000	1 January 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	
Items that may be reclassified subsequently to					
profit or loss Foreign currency translation differences for foreign	(14)	108	(47)	21	
operations Total other comprehensive loss for the period	(14)	108	(47)	21	
Comprehensive income/(loss) for the period	1,356	1,206	68	1,260	
Profit/(Loss) attributable to: Owners of the Company Non Controlling Interests	1,449 (79)	1,125 (27)	339 (224)	1,298 (59)	
Profit/(Loss) for the period	1,370	1,098	115	1,239	
Comprehensive income/(loss) attributable to: Owners of the Company Non Controlling Interest Comprehensive income/(loss) for the period	1,427 (71) 1,356	1,228 (22) 1,206	286 (218) 68	1,327 (67) 1,260	
Basic earnings/(Loss) per ordinary share (sen)	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 Comparison 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
ASSETS		
Non-current assets		
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
Current assets		
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
TOTAL ASSETS	37,037	34,171
EQUITY AND LIABILITIES		
Share capital	13,840	13,840
Reserves	10,335	10,049
Total equity attributable to owners of the Company	24,175	23,889
Non Controlling Interest	(501)	(283)
Total equity	23,674	23,606
New expect liebilities		
Non-current liabilities Deferred tax liabilities	175	175
Long term borrowings	269	286
Retirement benefits obligation	50	50
	494	511
—		
Current liabilities		
Trade payables	9,521	6,781
Other payables and accruals	2,969	3,021
Short term borrowings	237	33
Tax payable	<u>142</u> 12,869	<u>219</u> 10,054
	12,009	10,054
Total liabilities	13,363	10,565
TOTAL EQUITY AND LIABILITIES	37,037	34,171
Net assets per share attributable to owners of the Company (sen)	17.47	17.26

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



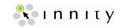
(Company No. 764555-D) (Incorporated in Malaysia)

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)

	<>							
	Share Capital RM'000	Share Premium RM'000	Reverse acquisition reserve RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2013	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
Balance as at 30 June 2013	13,840	5,097	(2,512)	(294)	8,044	24,175	(501)	23,674
			-					
Balance as at 1 January 2012	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
Balance as at 30 June 2012	12,582	136	(2,512)	(42)	7,680	17,844	(108)	17,736

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 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
CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES Profit / (loss) before tax	256	1,311
Adjustments for : Amortisation of development expenditure Depreciation of property, plant and equipment Retirement benefit Interest expense Interest income Loss on disposal of property, plant and equipment Property, Plant and equipments written off Share of losses in equity-accounted investees Gain on combination	497 126 - 14 (102) - 4 190 (4) (4)	439 101 (1) 15 (44) 2 22 - -
Unrealised loss on foreign exchange Operating (Loss)/Profit before working capital changes (Increase) / Decrease in trade and other receivables Increase / (Decrease) in trade and other payables Cash generated from operations Income tax paid Net cash generated from operating activities	(6) 975 (5,844) 4,008 (861) (216) (1,077)	- 1,845 (2,259) 597 183 (151) 32
•		32
CASH FLOWS GENERATED FROM / (USED IN) INVESTING ACT Development expenditure paid Increase in Fixed Deposits pledge Interest received Purchase of plant and equipment Proceeds from disposal of plant and equipment Acquisition of subsidiaries Investment in associates (Advances to) / Repayments from associates Net cash used in investing activities	IVITIES (474) (1,009) 102 (342) - - - (232) (1,955)	(479) (30) 44 (204) 2 - - - <u>93</u> (574)
CASH FLOWS USED IN FINANCING ACTIVITIES Interest paid Proceeds from issue of share Advance to associate Repayment of term loans Net cash used in financing activities	(14) - - (16) (30) (57)	(15) 2 30 (15) 2
Exchange difference	(55)	24
Net (decrease) / increase in cash and cash equivalents Cash and cash equivalents at beginning of year	(3,117) 12,943	(516) 5,078
Cash and cash equivalents at end of year	9,826	4,562
Cash and cash equivalents comprise:	30 June 2013	30 June 2012
Cash and bank balances Fixed deposits with a licensed bank Other financial assets Less: Bank Overdraft Less: Fixed deposits pledged	4,432 1,691 5,597 (203) 11,517 (1,691)	3,196 2,400 - (<u>387)</u> 5,209 (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.