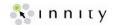
Innity Corporation Berhad (Company No. 764555-D) (Incorporated in Malaysia)



Quarterly report on results for the 2nd Quarter ended 30 June 2014 CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(The figures have not been audited)

	INDIVIDUAL Q	UARTER	CUMULATIVE QUARTER			
	Current year quarter For the period	nt year quarter Preceding year		Preceding year corresponding period		
	1 April 2014 to 30 June 2014 RM'000	1 April 2013 to 30 June 2013 RM'000	1 January 2014 to 30 June 2014 RM'000	1 January 2013 to 30 June 2013 RM'000		
Revenue	12,600	13,840	23,370	22,048		
Direct costs	(6,644)	(8,032)	(12,892)	(12,817)		
Gross profit	5,956	5,808	10,478	9,231		
Other operating income	110	60	194	133		
Operating expenses	(5,045)	(4,229)	(10,410)	(8,904)		
Profit from operations	1,021	1,639	262	460		
Finance cost	(7)	(8)	(8)	(14)		
Share of loss of equity-accounted investees,net of tax	(9)	(122)	(15)	(190)		
Profit before taxation	1,005	1,509	239	256		
Tax expense	(33)	(139)	(77)	(141)		
Profit for the period	972	1,370	162	115		
Items that may be reclassified subsequently to profit or loss Foreign currency translation differences for foreign	(221)	(14)	(94)	(47)		
operations Total other comprehensive profit for the period	(221)	(14)	(94)	(47)		
	751	, ,	68	68		
Comprehensive profit for the period		1,356	00	00		
Profit attributable to: Owners of the Company Non Controlling Interests	915 57	1,449 (79)	152 10	339 (224)		
Profit for the period	972	1,370	162	115		
Comprehensive profit attributable to: Owners of the Company Non Controlling Interest Comprehensive profit for the period	717 34 751	1,427 (71) 1,356	59 9 68	286 (218) 68		
Basic earnings per ordinary share (sen)	0.66	1.07	0.11	0.25		

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 2014 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2013.

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

Innity Corporation Berhad (Company No. 764555-D)



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

Quarterly report on results for the 2nd Quarter ended 30 June 2014 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30 June 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,592	1,593
Development expenditure	3,290	3,032
Investment in associates	47	62
Deferred tax assets	39	39
_	4,968	4,726
Commont access		
Current assets Trade receivables	17 700	20.015
	17,702	20,015
Other receivables, deposit and prepayments Tax Recoverable	3,200 33	2,462 24
Fixed deposits with licensed bank	1,745	1,702
Other Financial assets	4,770	5,307
Cash and bank balances	6,393	5,382
	33,843	34,892
-	33,010	0.,002
TOTAL ASSETS	38,811	39,618
EQUITY AND LIABILITIES		
Share capital	13,840	13,840
Reserves	12,374	12,315
Total equity attributable to owners of the Company	26,214	26,155
Non Controlling Interest	(519)	(528)
Total equity	25,695	25,627
Non-current liabilities	204	004
Deferred tax liabilities	331	331
Long term borrowings Retirement benefits obligation	227 53	252 53
Retirement benefits obligation	611	636
-	011	000
Current liabilities		
Trade payables	8,485	9,456
Other payables and accruals	3,385	3,476
Short term borrowings	627	34
Tax payable	8	389_
Total current liabilities	12,505	13,355
Total liabilities	13,116	13,991
TOTAL EQUITY AND LIABILITIES	38,811	39,618
Net assets per share attributable to owners of the Company (sen)	19 04	18.90
- where of the company (sen)	18.94	10.30

Notes:

The Condensed Consolidated Statement of Financial Position is prepared based on the consolidated results of the Group for the quarter ended 30 June 2014 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2013.

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

Innity Corporation Berhad

🎎 innity

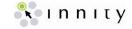
(Company No. 764555-D) (Incorporated in Malaysia)

Quarterly report on results for the 2nd Quarter ended 30 June 2014 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	< Non-distributable							
	Share Capital RM'000	Share Premium RM'000	Reverse acquisition reserve RM'000	Foreign currency translation reserve RM'000	Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non-controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2014	13,840	5,097	(2,512)	(414)	10,144	26,155	(528)	25,627
Foreign currency translation differences for foreign operations	-	-	-	(93)	-	(93)	(1)	(94)
Total other comprehensive loss for the period	-	-	-	(93)	-	(93)	(1)	(94)
Profit for the period	-	-	-	-	152	152	10	162
Total comprehensive income/(loss) for the year	-	-	=	(93)	152	59	9	68
Balance as at 30 June 2014	13,840	5,097	(2,512)	(507)	10,296	26,214	(519)	25,695
			-					
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 period	-	-	-	(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

Innity Corporation Berhad



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

Quarterly report on results for the 2nd Quarter ended 30 June 2014 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Current year For the period	Preceding year corresponding period
	1 January 2014 to 30 June 2014 RM'000	1 January 2013 to 30 June 2013 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES Profit before tax	239	256
Adjustments for : Allowance for doubtful debts no longer required Amortisation of development expenditure Depreciation of property, plant and equipment Interest expense Interest income Property, plant and equipment written off Share of losses in equity-accounted investees Gain on combination Unrealised loss/(gain) on foreign exchange	(7) 464 152 8 (127) 31 15	497 126 14 (102) 4 190 (4)
Operating Profit before working capital changes (Increase) / Decrease in trade and other receivables Increase / (Decrease) in trade and other payables Cash generated from/(used in) operations Income tax paid Net cash generated from/(used in) operating activities	775 1,053 (995) 833 (86) 747	975 (5,844) 4,008 (861) (216) (1,077)
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES Development expenditure paid Increase in Fixed Deposits pledge Interest received Purchase of plant and equipment Proceeds from disposal of plant and equipment (Advances to) / Repayments from associates Net cash used in investing activities	(722) (43) 127 (191) 4 88 (737)	(474) (1,009) 102 (342) - (232) (1,955)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES Interest paid Repayment of term loans Net cash used in financing activities Exchange difference Net decrease in cash and cash equivalents	(8) (25) (33) (96) (119)	(14) (16) (30) (55) (3,117)
Cash and cash equivalents at beginning of year	10,689	12,943
Cash and cash equivalents at end of year	10,570	9,826
-	30 June 2014	30 June 2013
Cash and cash equivalents comprise: Cash and bank balances Fixed deposits with a licensed bank Other financial assets Less: Bank Overdraft Less: Fixed deposits pledged	6,393 1,745 4,770 (593) 12,315 (1,745) 10,570	4,432 1,691 5,597 (203) 11,517 (1,691) 9,826

Notes:

The Condensed Consolidated Statement of Cash Flows is prepared based on the consolidated results of the Group for the quarter ended 30 June 2014 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2013.

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