

Innity Corporation Berhad

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



Quarterly report on results for the 4th Quarter ended 31 December 2014 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 Oct 2014 to 31 December 2014 RM'000	1 Oct 2013 to 31 December 2013 RM'000	1 January 2014 to 31 December 2014 RM'000	1 January 2013 to 31 December 2013 RM'000
Revenue	10,802	11,413	44,254	46,505
Direct costs	(3,821)	(4,325)	(21,727)	(24,959)
Gross profit	6,981	7,088	22,527	21,546
Other operating income	731	412	1,024	620
Operating expenses	(6,805)	(5,167)	(22,326)	(18,856)
Profit from operations	907	2,333	1,225	3,310
Finance cost	(5)	(5)	(27)	(25)
Share of loss of equity-accounted associates, net of tax	(3)	(74)	(28)	(370)
Profit before taxation	899	2,254	1,170	2,915
Tax expense	(374)	(555)	(469)	(698)
Profit for the period	525	1,699	701	2,217
Other Comprehensive income/(loss) :				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	105	100	84	(197)
Dilution of interest in an equity-accounted associates, net of tax	-	-	248	-
Other comprehensive income/ (loss) for the period	105	100	332	(197)
Total comprehensive income for the period	630	1,799	1,033	2,020
Profit/(loss) attributable to:				
Owners of the Company	523	1,706	690	2,435
Non Controlling Interests	2	(7)	11	(218)
Profit for the period	525	1,699	701	2,217
Total comprehensive income/(loss) attributable to:				
Owners of the Company	648	1,823	1,034	2,262
Non Controlling Interest	(18)	(24)	(1)	(242)
Total comprehensive income for the period	630	1,799	1,033	2,020
Basic earnings per ordinary share (sen)	0.38	1.23	0.50	1.76

Notes:

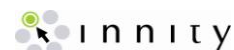
The Condensed Consolidated Statement of Profit or Loss And Other Comprehensive Income are prepared based on the consolidated results of Innity Corporation Berhad ("ICB") and its subsidiary companies ("Group") for the quarter ended 31 December 2014 and is to be read in conjunction with the audited financial 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)

(Incorporated in Malaysia)



Quarterly report on results for the 4th Quarter ended 31 December 2014 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 31 December 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,595	1,593
Development expenditure	3,434	3,032
Investment in associates	283	62
Deferred tax assets	25	39
	<u>5,337</u>	<u>4,726</u>
Current assets		
Trade receivables	20,627	20,015
Other receivables, deposit and prepayments	4,163	2,462
Tax Recoverable	38	24
Fixed deposits with licensed bank	1,754	1,702
Other Financial assets	2,612	5,307
Cash and bank balances	6,819	5,382
	<u>36,013</u>	<u>34,892</u>
TOTAL ASSETS	<u>41,350</u>	<u>39,618</u>
EQUITY AND LIABILITIES		
Share capital	13,840	13,840
Reserves	13,349	12,315
Total equity attributable to owners of the Company	<u>27,189</u>	<u>26,155</u>
Non Controlling Interest	(529)	(528)
Total equity	<u>26,660</u>	<u>25,627</u>
Non-current liabilities		
Deferred tax liabilities	515	331
Long term borrowings	209	252
Retirement benefits obligation	133	53
	<u>857</u>	<u>636</u>
Current liabilities		
Trade payables	8,437	9,456
Other payable and accruals	5,229	3,476
Short term borrowings	34	34
Tax payable	133	389
Total current liabilities	<u>13,833</u>	<u>13,355</u>
Total liabilities	<u>14,690</u>	<u>13,991</u>
TOTAL EQUITY AND LIABILITIES	<u>41,350</u>	<u>39,618</u>
Net assets per share attributable to owners of the Company (sen)	<u>19.65</u>	<u>18.90</u>

Notes:

The Condensed Consolidated Statement of Financial Position is prepared based on the consolidated results of the Group for the quarter ended 31 December 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)
(Incorporated in Malaysia)



Quarterly report on results for the 4th Quarter ended 31 December 2014 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(The figures have not been audited)

	Non-distributable					Retained Earnings	Equity attributable to owners of the Company	Non-controlling Interests	Total Equity
	Share Capital	Share Premium	Reverse acquisition reserve	Foreign currency translation reserve	Other reserve				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	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	-	-	-	96	-	-	96	(12)	84
Dilution of interests in an associate	-	-	-	-	248	-	248	-	248
Total other comprehensive income/(loss) for the period	-	-	-	96	248	-	344	(12)	332
Profit for the period	-	-	-	-	-	690	690	11	701
Total comprehensive income/(loss) for the period	-	-	-	96	248	690	1,034	(1)	1,033
Balance as at 31 December 2014	13,840	5,097	(2,512)	(318)	248	10,834	27,189	(529)	26,660
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	-	-	-	(173)	-	-	(173)	(24)	(197)
Total other comprehensive loss for the period	-	-	-	(173)	-	-	(173)	(24)	(197)
Profit for the period	-	-	-	-	-	2,435	2,435	(218)	2,217
Total comprehensive income/(loss) for the period	-	-	-	(173)	-	2,435	2,262	(242)	2,020
Acquisition of subsidiaries	-	-	-	-	-	-	-	1	1
Acquisition of non-controlling interest	-	-	-	-	-	4	4	(4)	-
Balance as at 31 December 2013	13,840	5,097	(2,512)	(414)	-	10,144	26,155	(528)	25,627

Quarterly report on results for the 4th Quarter ended 31 December 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 31 December 2014	1 January 2013 to 31 December 2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,170	2,915
Adjustments for :		
Allowance for doubtful debts	407	78
Allowance for doubtful debts no longer required	-	(6)
Amortisation of development expenditure	929	911
Depreciation of property, plant and equipment	313	303
Development expenditure written off	107	126
Gain on bargain purchase of subsidiaries	-	(3)
Interest expense	27	25
Interest income	(197)	(177)
Gain on disposal of plant and equipment	-	-
Property, plant and equipment written off	31	5
Retirement benefits	76	12
Share of losses in equity-accounted associates	28	370
Unrealised (gain)/loss on foreign exchange	(430)	396
Operating Profit before working capital changes	2,461	4,955
(Increase) / Decrease in trade and other receivables	(2,966)	(7,070)
Increase / (Decrease) in trade and other payables	946	3,497
Cash generated from/(used in) operations	441	1,382
Income tax paid	(209)	(296)
Net cash generated from/(used in) operating activities	232	1,086
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Development expenditure paid	(1,437)	(1,263)
Increase in Fixed Deposits pledge	(52)	(1,021)
Interest received	197	177
Purchase of plant and equipment	(344)	(563)
Proceeds from disposal of plant and equipment	7	2
Proceeds from issue of shares	175	-
Advances to from associates	(72)	(488)
Net cash used in investing activities	(1,526)	(3,156)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Interest paid	(27)	(25)
Net cash inflow on acquisition of subsidiaries	-	1
Repayment of term loans	(42)	(33)
Net cash used in financing activities	(69)	(57)
Net decrease in cash and cash equivalents	(1,363)	(2,127)
Exchange difference	105	(127)
Cash and cash equivalents at beginning of year	10,689	12,943
Cash and cash equivalents at end of year	9,431	10,689
	31 December 2014	31 December 2013
Cash and cash equivalents comprise:		
Cash and bank balances	6,819	5,382
Fixed deposits with a licensed bank	1,754	1,702
Other financial assets	2,612	5,307
Less: Bank Overdraft	-	-
	11,185	12,391
Less: Fixed deposits pledged	(1,754)	(1,702)
	9,431	10,689

Notes:

The Condensed Consolidated Statement of Cash Flows is prepared based on the consolidated results of the Group for the quarter ended 31 December 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.