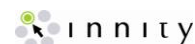


# Innity Corporation Berhad

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



Quarterly report on results for the 4th Quarter ended 31 December 2015

## 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 2015 to 31 December 2015 RM'000	1 Oct 2014 to 31 December 2014 RM'000	1 January 2015 to 31 December 2015 RM'000	1 January 2014 to 31 December 2014 RM'000
Revenue	23,773	10,793	74,566	44,245
Direct costs	(12,407)	(3,647)	(42,905)	(21,553)
Gross profit	11,366	7,146	31,661	22,692
Other operating income	1,467	599	4,215	892
Operating expenses	(10,762)	(6,739)	(31,476)	(22,260)
Profit from operations	2,071	1,006	4,400	1,324
Finance cost	(2)	(3)	(17)	(25)
Share of profit/(loss) of equity-accounted investees, net of tax	184	(36)	50	(61)
Profit before taxation	2,253	967	4,433	1,238
Tax expense	(801)	(475)	(1,357)	(570)
Profit for the period	1,452	492	3,076	668
<b>Items that are or may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(164)	104	733	83
<b>Total other comprehensive income for the period</b>	(164)	104	733	83
<b>Total Comprehensive income for the period</b>	1,288	596	3,809	751
<b>Profit attributable to:</b>				
Owners of the Company	1,477	490	2,935	657
Non Controlling Interests	(25)	2	141	11
<b>Profit for the period</b>	1,452	492	3,076	668
<b>Total Comprehensive income attributable to:</b>				
Owners of the Company	1,320	615	3,689	753
Non Controlling Interest	(32)	(19)	120	(2)
<b>Total Comprehensive income for the period</b>	1,288	596	3,809	751
<b>Basic earnings per ordinary share (sen)</b>	1.07	0.35	2.12	0.47

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 2015 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2014.

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 2015 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*(The figures have not been audited)*

	Unaudited As at 31 December 2015 RM'000	Audited As at 31 December 2014 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,053	1,595
Development expenditure	3,805	3,434
Goodwill	148	-
Investment in associates	331	306
Deferred tax assets	290	97
	<u>6,627</u>	<u>5,432</u>
<b>Current assets</b>		
Trade receivables	33,298	21,198
Other receivables, deposits and prepayments	3,778	3,782
Tax Recoverable	3	38
Fixed deposits with licensed bank	1,810	1,754
Other Financial assets	1,183	2,612
Cash and bank balances	11,311	6,820
	<u>51,383</u>	<u>36,204</u>
<b>TOTAL ASSETS</b>	<u>58,010</u>	<u>41,636</u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	13,840	13,840
Reserves	16,733	13,316
<b>Total equity attributable to owners of the Company</b>	<u>30,573</u>	<u>27,156</u>
<b>Non controlling interest</b>	(138)	(530)
<b>Total equity</b>	<u>30,435</u>	<u>26,626</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	639	514
Long term borrowings	172	206
Retirement benefits obligation	172	133
	<u>983</u>	<u>853</u>
<b>Current liabilities</b>		
Trade payables	18,805	9,043
Other payables and accruals	7,379	4,855
Short term borrowings	33	38
Tax payable	375	221
<b>Total current liabilities</b>	<u>26,592</u>	<u>14,157</u>
<b>Total liabilities</b>	<u>27,575</u>	<u>15,010</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>58,010</u>	<u>41,636</u>
<b>Net assets per share attributable to owners of the Company (sen)</b>	<u>22.09</u>	<u>19.62</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 2015 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2014.

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 2015 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				
<b>Balance as at 1 January 2015</b>	13,840	5,097	(2,512)	(318)	248	10,801	27,156	(530)	26,626
Foreign currency translation differences for foreign operations	-	-	-	754	-	-	754	(21)	733
Total other comprehensive income/(loss) for the period	-	-	-	754	-	-	754	(21)	733
Profit for the period	-	-	-	-	-	2,935	2,935	141	3,076
Total comprehensive income for the year	-	-	-	754	-	2,935	3,689	120	3,809
Changes in ownership interests in a subsidiary	436	-	-	-	-	(272)	(272)	272	-
<b>Balance as at 31 December 2015</b>	<b>13,840</b>	<b>5,097</b>	<b>(2,512)</b>	<b>436</b>	<b>248</b>	<b>13,464</b>	<b>30,573</b>	<b>(138)</b>	<b>30,435</b>
<b>Balance as at 1 January 2014</b>	13,840	5,097	(2,512)	(414)	-	10,144	26,155	(528)	25,627
Foreign currency translation differences for foreign operations	12,095	-	-	96	-	-	96	(13)	83
Total other comprehensive income/(loss) for the period	12,095	-	-	96	-	-	96	(13)	83
Profit for the period	-	-	-	-	-	657	657	11	668
Total comprehensive income/(loss) for the period	-	-	-	96	-	657	753	(2)	751
Dilution of investment in an associate	-	-	-	-	248	-	248	-	248
<b>Balance as at 31 December 2014</b>	<b>13,840</b>	<b>5,097</b>	<b>(2,512)</b>	<b>(318)</b>	<b>248</b>	<b>10,801</b>	<b>27,156</b>	<b>(530)</b>	<b>26,626</b>

The Condensed Consolidated Statement of Changes in Equity is prepared based on the consolidated results of the Group for the quarter ended 31 December 2015 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2014.

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

## Quarterly report on results for the 4th Quarter ended 31 December 2015 CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(The figures have not been audited)

	Current year For the period	Preceding year corresponding period
	1 January 2015 to 31 December 2015 RM'000	1 January 2014 to 31 December 2014 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	4,433	1,238
Adjustments for :		
Allowance for doubtful debts	943	400
Allowance for doubtful debts no longer required	(81)	(7)
Amortisation of development expenditure	1,038	929
Depreciation of property, plant and equipment	436	313
Development expenditure written off	112	108
Loss on disposal of plant and equipment	4	1
Interest expense	17	25
Interest income	(6)	(197)
Loss on re-measurement of previously held stake	25	-
Plant and equipment written off	-	31
Retirement benefits	39	76
Share of (profit)/loss in equity-accounted associates	(50)	61
Unrealised gain on foreign exchange, net	(520)	(476)
<b>Operating profit before working capital changes</b>	<u>6,390</u>	<u>2,502</u>
Increase in trade and other receivables	(13,570)	(1,398)
Increase in trade and other payables	12,095	560
<b>Cash generated from operations</b>	<u>4,915</u>	<u>1,664</u>
Income tax paid	(930)	(643)
<b>Net cash generated from operating activities</b>	<u>3,985</u>	<u>1,021</u>
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Development expenditure paid	(1,522)	(1,438)
Increase in Fixed Deposits pledge	(56)	(52)
Increase in investment in subsidiaries	(590)	-
Interest received	6	197
Additional subscription of shares in an associate	-	(56)
Proceeds from disposal of plant and equipment	6	7
Purchase of plant and equipment	(780)	(339)
Proceeds from capitalisation of debts	500	-
Acquisition of subsidiary, net of cash and cash equivalent acquired	2	-
Repayments from/(Advances to) associates	953	(322)
<b>Net cash used in investing activities</b>	<u>(1,481)</u>	<u>(2,003)</u>
<b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>		
Interest paid	(17)	(25)
Proceeds from issue of share	90	-
Repayment of term loans	(38)	(42)
<b>Net cash from/(used in) financing activities</b>	<u>35</u>	<u>(67)</u>
Exchange difference	523	(208)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>3,062</u>	<u>(1,257)</u>
<b>Cash and cash equivalents at beginning of year</b>	9,432	10,689
<b>Cash and cash equivalents at end of year</b>	<u>12,494</u>	<u>9,432</u>
	<b>31 December 2015</b>	<b>31 December 2014</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	11,311	6,820
Fixed deposits with a licensed bank	1,810	1,754
Other financial assets	1,183	2,612
Less: Bank Overdraft	-	-
	<u>14,304</u>	<u>11,186</u>
Less: Fixed deposits pledged	(1,810)	(1,754)
	<u>12,494</u>	<u>9,432</u>

Notes:

The Condensed Consolidated Statement of Cash Flows is prepared based on the consolidated results of the Group for the quarter ended 31 December 2015 and is to be read in conjunction with the audited financial statements for the year ended 31 December 2014.

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