



**I-BERHAD** (7029-H)  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2011**  
(The figures have not been audited)

|  | Note | <-----Individual quarter----->                      |  | <----- 6 Months Cumulative ---->                    |   |
|--|------|---|--|---|---|
|  |      | Current<br>year<br>quarter<br>30/06/2011<br>RM '000 | Preceding<br>year<br>corresponding<br>quarter<br>30/06/2010<br>RM '000 | Current<br>year<br>to date<br>30/06/2011<br>RM '000 | Preceding<br>year<br>corresponding<br>period<br>30/06/2010<br>RM '000 |
| <b>Continuing Operations</b>                       |      |   |  |   |   |
| Revenue  | 4    | 6,710   | 2,893  | 11,292  | 3,712   |
| Operating Expenses                                 |      | (7,411)   | (3,862)  | (12,619)  | (6,521)   |
| Other Operating Income                             |      | 328   | 1,078  | 491   | 1,187   |
| <b>Operating Profit/(Loss)</b>                     |      | <u>(373)</u>  | <u>109</u>   | <u>(836)</u>  | <u>(1,622)</u>  |
| Finance Income                                     |      | 226   | 262  | 467   | 543   |
| <b>Profit/(Loss) Before Taxation</b>               |      | <u>(147)</u>  | <u>371</u>   | <u>(369)</u>  | <u>(1,079)</u>  |
| Tax Expense  | 20   | (45)  | (85)   | (66)  | (85)  |
| <b>Profit/(Loss) From Continuing Operations</b>    |      | <u>(192)</u>  | <u>286</u>   | <u>(435)</u>  | <u>(1,164)</u>  |
| <b>Discontinued Operations</b>                     |      |   |  |   |   |
| Profit From Discontinued Operations                |      | -   | -  | -   | -   |
| <b>Profit/(Loss) For The Period</b>                |      | <u>(192)</u>  | <u>286</u>   | <u>(435)</u>  | <u>(1,164)</u>  |
| <b>Other Comprehensive Income:</b>                 |      |   |  |   |   |
| Foreign Currency Translations                      |      | 14  | -  | 16  | -   |
| <b>Total Comprehensive Income For The Period</b>   |      | <u>(178)</u>  | <u>286</u>   | <u>(419)</u>  | <u>(1,164)</u>  |
| <b>Profit/(Loss) Attributable To:</b>              |      |   |  |   |   |
| Owners of The Company                              |      | (129)   | 286  | (294)   | (1,164)   |
| Minority Interests                                 |      | (63)  | -  | (141)   | -   |
| <b>Profit/(Loss) For The Period</b>                |      | <u>(192)</u>  | <u>286</u>   | <u>(435)</u>  | <u>(1,164)</u>  |
| <b>Total Comprehensive Income Attributable To:</b> |      |   |  |   |   |
| Owners of The Company                              |      | (115)   | 286  | (278)   | (1,164)   |
| Minority Interests                                 |      | (63)  | -  | (141)   | -   |
| <b>Total Comprehensive Income For The Period</b>   |      | <u>(178)</u>  | <u>286</u>   | <u>(419)</u>  | <u>(1,164)</u>  |
| <b>Earnings/(Loss) Per Share (sen)</b>             |      |   |  |   |   |
| (a) Basic  | 28   | (0.12)  | 0.27   | (0.28)  | (1.09)  |
| (b) Fully Diluted                                  | 28   | -   | -  | -   | -   |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial report)



**I-BERHAD** (7029-H)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2011**

(The figures have not been audited)

|  | Note | As at end of<br>current quarter<br>30/06/2011<br>RM '000 | As at preceding<br>financial year end<br>31/12/2010<br>RM '000 |
|--|------|--|--|
| <b>ASSETS</b>  |      |  |  |
| <b>Non Current Assets</b>  |      |  |  |
| Property, Plant and Equipment  | 9    | 3,769  | 4,820  |
| Investment Properties  | 10   | 62,100   | 62,100   |
|  |      | <u>65,869</u>  | <u>66,920</u>  |
| <b>Current Assets</b>  |      |  |  |
| Property Development Costs   |      | 55,609   | 48,153   |
| Inventories  |      | 54,807   | 54,807   |
| Marketable Securities  | 22   | 61   | 72   |
| Receivables  |      | 4,732  | 4,730  |
| Current Tax Assets   |      | 810  | 457  |
| Cash & Cash Equivalents  |      | 32,042   | 43,136   |
|  |      | <u>148,061</u>   | <u>151,355</u>   |
| <b>TOTAL ASSETS</b>  |      | <u><u>213,930</u></u>                                    | <u><u>218,275</u></u>  |
| <b>Equity</b>  |      |  |  |
| Share Capital  |      | 114,486  | 114,486  |
| Treasury Shares  |      | (8,471)  | (8,471)  |
| Reserves   |      | 54,887   | 55,165   |
| <b>Total Equity Attributable to Owners of The Company</b>                  |      | <u>160,902</u>   | <u>161,180</u>   |
| <b>Minority Interests</b>  |      | <u>415</u>   | <u>556</u>   |
| <b>TOTAL EQUITY</b>  |      | <u>161,317</u>   | <u>161,736</u>   |
| <b>Non Current Liabilities</b>   |      |  |  |
| Deferred Tax Liabilities   |      | 881  | 881  |
|  |      | <u>881</u>   | <u>881</u>   |
| <b>Current Liabilities</b>   |      |  |  |
| Payables   |      | 51,688   | 55,657   |
| Tax Payables   |      | 44   | 1  |
|  |      | <u>51,732</u>  | <u>55,658</u>  |
| <b>TOTAL LIABILITIES</b>   |      | 52,613   | 56,539   |
| <b>TOTAL EQUITY AND LIABILITIES</b>  |      | <u><u>213,930</u></u>                                    | <u><u>218,275</u></u>  |
|  |      | -  | -  |
| <b>Net Assets Per Share Attributable To<br/>Owners of The Company (RM)</b> |      | <u>1.51</u>  | <u>1.51</u>  |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial report)



**I-BERHAD** (7029-H)  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

(The figures have not been audited)

-----> **Attributable to owners of the Company** <-----

|   | Share<br>Capital<br>RM '000 | Treasury<br>Shares<br>RM '000 | Share<br>Premium<br>RM '000 | Revaluation<br>Reserve<br>RM '000 | Exchange<br>Translation<br>Reserve<br>RM '000 | Accumulated<br>Losses<br>RM '000 | Total<br>attributable<br>to owners<br>of the parent<br>RM '000 | Minority<br>Interests<br>RM '000 | Total<br>Equity<br>RM '000 |
|---|-----------------------------|-------------------------------|-----------------------------|-----------------------------------|---|----------------------------------|--|----------------------------------|----------------------------|
| <b>Balance as at 1 January 2010</b>                           | 114,486                     | (8,471)                       | 60,530                      | 1,421                             | 68  | (7,799)                          | 160,235  | -                                | 160,235                    |
| Realisation of revaluation reserve                            | -                           | -                             | -                           | (90)                              | -   | 90                               | -  | -                                | -                          |
| Total comprehensive income                                    | -                           | -                             | -                           | -                                 | (73)  | 2,514                            | 2,441  | 949                              | 3,390                      |
| Transactions with owners:                                     |                             |                               |                             |                                   |   |                                  |  |                                  |                            |
| Dividend paid   | -                           | -                             | -                           | -                                 | -   | (2,721)                          | (2,721)  | -                                | (2,721)                    |
| Changes in equity interest in a subsidiary                    | -                           | -                             | -                           | -                                 | -   | 1,225                            | 1,225  | -                                | 1,225                      |
| Acquisition of interest in a subsidiary by minority interests | -                           | -                             | -                           | -                                 | -   | -                                | -  | (393)                            | (393)                      |
| Total transactions with owners:                               | -                           | -                             | -                           | -                                 | -   | (1,496)                          | (1,496)  | (393)                            | (1,889)                    |
| <b>At 31 December 2010</b>                                    | <u>114,486</u>              | <u>(8,471)</u>                | <u>60,530</u>               | <u>1,331</u>                      | <u>(5)</u>                                    | <u>(6,691)</u>                   | <u>161,180</u>   | <u>556</u>                       | <u>161,736</u>             |
| <b>Balance as at 1 January 2011</b>                           | 114,486                     | (8,471)                       | 60,530                      | 1,331                             | (5)   | (6,691)                          | 161,180  | 556                              | 161,736                    |
| Realisation of revaluation reserve                            | -                           | -                             | -                           | (45)                              | -   | 45                               | -  | -                                | -                          |
| Total comprehensive income                                    | -                           | -                             | -                           | -                                 | 16  | (294)                            | (278)  | (141)                            | (419)                      |
| <b>At 30 June 2011</b>  | <u>114,486</u>              | <u>(8,471)</u>                | <u>60,530</u>               | <u>1,286</u>                      | <u>11</u>                                     | <u>(6,940)</u>                   | <u>160,902</u>   | <u>415</u>                       | <u>161,317</u>             |

(The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial report)



**I-BERHAD** (7029-H)  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2011**  
(The figures have not been audited)

|  | <b>Current<br/>year<br/>to date<br/>30/06/2011<br/>RM '000</b> | <b>Preceding<br/>year<br/>corresponding<br/>period<br/>30/06/2010<br/>RM '000</b> |
|--|--|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>            |  |   |
| Profit/(Loss) before taxation                          | (369)  | (1,079)   |
| Adjustments for:                                       |  |   |
| Non-cash/operating items                               | 1,332  | (99)  |
| Operating profit/(loss) before working capital changes | 963  | (1,178)   |
| Net changes in current assets                          | (8,172)  | 23,716  |
| Net changes in current liabilities                     | (3,970)  | (15,589)  |
| Cash generated from operations                         | (11,179)   | 6,949   |
| Tax (paid)/refunded                                    | (375)  | (136)   |
| Net cash (used in)/generated from operating activities | (11,554)   | 6,813   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>            |  |   |
| Purchase of property, plant & equipment                | (118)  | (39)  |
| Proceeds from disposal of property, plant & equipment  | -  | 26  |
| Investment in subsidiaries                             | -  | 2   |
| Purchase of investment properties                      | -  | (16,850)  |
| Disposal of investment in unit trust                   | -  | 200   |
| Interest received                                      | 562  | (692)   |
| Net cash generated from/(used in) investing activities | 444  | (17,353)  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>            |  |   |
| Net cash used in financing activities                  | -  | -   |
| Net decrease in cash and cash equivalents              | (11,110)   | (10,540)  |
| Effect of foreign exchange rate changes                | 16   | (43)  |
| Cash and cash equivalents at beginning of the year     | 43,136   | 51,249  |
| Cash and cash equivalents at end of the year           | 32,042   | 40,666  |

**Cash and cash equivalents at the end of the financial year comprise the following:-**

|                               |               |               |
|-------------------------------|---------------|---------------|
| <b>Cash and bank balances</b> | <u>32,042</u> | <u>40,666</u> |
|-------------------------------|---------------|---------------|

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this interim financial report)**



**I-BERHAD (7029-H)**  
**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2011**

**PART A -EXPLANATORY NOTES PURSUANT TO FRS 134**

**1 Basis of Preparation**

The interim financial statements have been prepared in accordance with Financial Reporting Standards ("FRS") : 134, Interim Financial Reporting and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2010.

**2 CHANGES IN ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2010, as well as the new and revised standards mandatory for annual periods beginning on or after 1 January 2011.

**3 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report of the Group's financial statements for the financial year ended 31 December 2010 was not qualified.

**4 Segmental Information**

The Group's segmental report for the financial period under review is as follows:-

**(a) Business segments**

|                                      | -----Individual quarter-----                       |   | ----- 6 Months Cumulative -----                    |  |
|--------------------------------------|--|---|--|--|
|                                      | Current<br>year<br>quarter<br>30/06/2011<br>RM'000 | Preceding<br>year<br>corresponding<br>quarter<br>30/06/2010<br>RM'000 | Current<br>year<br>to date<br>30/06/2011<br>RM'000 | Preceding<br>year<br>corresponding<br>period<br>30/06/2010<br>RM'000 |
| <b>Revenue</b>                       |  |   |  |  |
| Property Development                 | -  | 19,747  | -  | 19,747   |
| Property Investment                  | 2,796  | 1,433   | 4,970  | 2,252  |
| Leisure                              | 3,710  | -   | 5,986  | -  |
| ICT Services                         | 386  | -   | 672  | -  |
| Others                               | 172  | 26  | 219  | 26   |
| Total                                | 7,064  | 21,206  | 11,847   | 22,025   |
| Elimination of inter-segment revenue | (354)  | (18,313)  | (555)  | (18,313)   |
| Total                                | 6,710  | 2,893   | 11,292   | 3,712  |

**Results**

|   |         |       |         |         |
|---|---------|-------|---------|---------|
| Property Development                              | (1,014) | 709   | (1,587) | (183)   |
| Property Investment                               | (454)   | (314) | (949)   | (1,191) |
| Leisure   | 1,205   | -     | 2,245   | -       |
| ICT Services                                      | (323)   | -     | (718)   | -       |
| Others  | 256     | (270) | 229     | (196)   |
| Total   | (330)   | 125   | (780)   | (1,570) |
| Elimination of profits from inter-segment revenue | -       | -     | -       | -       |
| Profit/(Loss) from operations                     | (330)   | 125   | (780)   | (1,570) |
| Unallocated corporate expenses                    | (43)    | (16)  | (56)    | (52)    |
| Operating Profit/(Loss)                           | (373)   | 109   | (836)   | (1,622) |
| Finance income                                    | 226     | 262   | 467     | 543     |
| Income tax expense                                | (45)    | (85)  | (66)    | (85)    |
| Profit/(Loss) for the period/year                 | (192)   | 286   | (435)   | (1,164) |

**(b) Geographical segment**

The financial information by geographical location is not presented as the Group's activities are predominantly in Malaysia.

**5 Unusual Items due to their Nature, Size or Incidence**

There were no unusual items in the current quarter.

**6 Changes in Estimates**

There were no changes in estimates in the current quarter.

**7 Comments about Seasonal or Cyclical Factors**

There were no seasonal or cyclical factors in the current quarter.

**8 Dividends Paid**

There were no dividend payment in the current quarter.

**9 Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment have been brought forward, without amendment from the previous audited financial statements.

**10 Investment Properties**

|   | As at<br>30/06/2011<br>RM'000 |
|---|-------------------------------|
| As at 1 January 2011                      | 62,100                        |
| Additions                                 | -                             |
| Transfer from property, plant & equipment | -                             |
| Changes in fair value                     | -                             |
|   | <u>62,100</u>                 |

**11 Changes in Debt and Equity Securities**

There were no issuance or repayment of debt and equity securities in the current quarter.

All the treasury shares were bought in the previous financial years and were being held and retained as treasury shares as defined under Section 67A of the Companies Act, 1965. As at the current quarter, the total number of treasury shares held were 8,085,000 representing 7.06% of the total paid-up share capital of the Company. None of the treasury shares were sold or cancelled in the current quarter.

**12 Changes in Composition of the Group**

There were no changes in the composition of the Group in the current quarter.

**13 Capital Commitments**

There were no capital commitments in the current quarter.

**14 Changes in Contingent Liabilities or Contingent Assets****a. Contingent Liabilities**

|   | As at<br>30/06/2011<br>RM'000 | As at<br>31/12/2010<br>RM'000 |
|---|-------------------------------|-------------------------------|
| i. Bank guarantee given to third parties in respect of services rendered to subsidiary companies.   | 259                           | 295                           |
| ii. Guarantee given to third parties for securing the sale and leaseback arrangement owing to third parties as part of the terms and conditions of sale between the third parties and the Company's subsidiaries. | 16,459                        | 19,451                        |
|   | <u>16,718</u>                 | <u>19,746</u>                 |

**b. Contingent Assets**

There were no contingent assets in the current quarter.

**15 Material Events Subsequent to the End of Interim Period**

There were no material events subsequent to the end of interim period.

**PART B -EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****16 Performance Review**

The Group posted loss before taxation of RM0.369 million for the current period ended 30 June 2011 compared to loss before taxation of RM1.079 million in the corresponding period last year. The improvement was attributable to the contribution from its Leisure business.

**17 Comment on material change in profit before taxation against preceding quarter**

The Group posted loss before taxation of RM147,000 in the current quarter as compared to loss before taxation of RM222,000 in the preceding quarter.

**18 Commentary on Prospects**

Barring unforeseen circumstances, the Group expects its overall performance to be positive for the financial year ending 31 December 2011.

**19 a. Explanatory Note for Variance of Actual Profit After Tax and Minority Interest and Profit Forecast After Tax and Minority Interest**

Not applicable.

**b. Explanatory Note for Any Shortfall in Profit Guarantee**

Not applicable.

**20 Tax**

|  | -----Individual quarter-----                    |  | ----- 6 Months Cumulative -----                 |   |
|--|---|--|---|---|
|  | Current year<br>quarter<br>30/06/2011<br>RM'000 | Preceding year<br>corresponding<br>quarter<br>30/06/2010<br>RM'000 | Current year<br>to date<br>30/06/2011<br>RM'000 | Preceding year<br>corresponding<br>period<br>30/06/2010<br>RM'000 |
| Taxation comprises:-                   |   |  |   |   |
| - Current year                         | (46)  | -  | (67)  | -   |
| - (Under)/Over provision in prior year | 1   | (85)   | 1   | (85)  |
| <b>Tax Expenses</b>                    | <b>(45)</b>                                     | <b>(85)</b>  | <b>(66)</b>                                     | <b>(85)</b>   |

The Group is not liable to tax as there are no taxable profit in the current quarter and financial year to-date.

**21 Sale of Unquoted Investments and/or Properties**

There were no sale of investment and/or properties in the current quarter and financial year to-date.

**22 Quoted Securities**

|  | As At<br>30/06/2011<br>RM'000 |
|--|-------------------------------|
| <b>a. Investments in Quoted Securities</b> |                               |
| At Cost                                    | 198                           |
| At Book Value                              | 61                            |
| At Market Value                            | 61                            |

**23 a. Status of Corporate Proposals**

There were no corporate proposals as at the reporting period.

**b. Status on Utilisation of Rights Issue Proceeds**

| Utilisation As Approved   | Revised Utilisation<br>As Approved by<br>the SC vide its<br>letter dated 6<br>February 2009 | Utilisation As At<br>30/06/11 | Balance<br>Unutilised |
|---|---|-------------------------------|-----------------------|
|   | RM'000  | RM'000                        | RM'000                |
| Advertising and promotions                                      | 7,746   | 6,506                         | 1,240                 |
| Development of i-City :-  |   |                               |                       |
| - Bridge financing for i-City                                   | 25,209  | 25,209                        | -                     |
| - Long term investment in data centre                           | 20,000  | 17,711                        | 2,289                 |
| - Investment in ICT facilities                                  | 10,000  | 5,164                         | 4,836                 |
| - Investment in the retail centre                               | 10,000  | 10,000                        | -                     |
| Marketing network, sales and service outlet showroom for i-City | 1,000   | 800                           | 200                   |
| <b>Total</b>  | <b>73,955</b>   | <b>65,390</b>                 | <b>8,565</b>          |

On 23 February 2009, all conditions imposed by the Securities Commission ("SC") vide its letter dated 6 February 2009 in respect of the Company's revision in utilisation of the Rights Issue proceeds of RM73.955 million, have been met by the Company.

**24 Group Borrowings and Debt Securities**

The Group has no borrowings and debt securities as at 30 June 2011.

**25 Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at the reporting period.

**26 Changes in Material Litigation**

The Group is not engaged in any material litigation as at 16 August 2011, being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial report.

**27 Dividend**

No interim dividend has been recommended in respect of the current quarter ended 30 June 2011.

**28 Profit/(Loss) Per Ordinary Share**

|  | -----Individual quarter-----             |   | ----- 6 Months Cumulative -----          |  |
|--|--|---|--|--|
|  | Current<br>year<br>quarter<br>30/06/2011 | Preceding<br>year<br>corresponding<br>quarter<br>30/06/2010 | Current<br>year<br>to date<br>30/06/2011 | Preceding<br>year<br>corresponding<br>period<br>30/06/2010 |
| <b>a. Basic</b>  |  |   |  |  |
| Profit/(Loss) attributable to owners<br>of the Company (RM'000)              | (129)                                    | 286   | (294)                                    | (1,164)  |
| Weighted number of ordinary shares in issue<br>net of treasury shares ('000) | 106,401                                  | 106,401   | 106,401                                  | 106,401  |
| Basic earnings/(loss) per ordinary share (sen)                               | (0.12)                                   | 0.27  | (0.28)                                   | (1.09)   |

**b. Diluted**

The fully diluted earnings per share have not been presented as there is no dilutive effect on the shares of the Company.

**29 Realised and Unrealised Profits/(Losses)**

|   | As at<br>30/06/2011<br>RM'000 | As at<br>31/12/2010<br>RM'000 |
|---|-------------------------------|-------------------------------|
| Accumulated Losses of the Group                             |                               |                               |
| - Realised  | (12,046)                      | (11,842)                      |
| - Unrealised  | 5,106                         | 5,151                         |
| Total Group Accumulated Losses as per consolidated accounts | <u>(6,940)</u>                | <u>(6,691)</u>                |

**30 Authorisation for Issue**

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 22 August 2011.

**BY ORDER OF THE BOARD**

**TOO YET LAN**

**Secretary**

Shah Alam

22 August 2011