

# **IFCA MSC BERHAD**

(Company No: 453392-T)

(Incorporated in Malaysia)

## **CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 4TH QUARTER ENDED 31 DECEMBER 2018**

**Condensed Statement of Comprehensive Income  
For the Twelve Months Period Ended 31 December 2018**

	Note	Current Quarter		Cumulative Y-T-D	
		3 months ended		12 months ended	
		31.12.2018	31.12.2017	31.12.2018	31.12.2017
		RM	RM	RM	RM
<b>Continuing Operations</b>					
Revenue		33,020,241	25,938,327	93,979,271	88,827,793
Other income		884,771	2,384,751	5,760,922	6,319,055
Employee benefits expenses		(14,308,726)	(12,096,932)	(52,550,506)	(46,771,382)
Changes in inventories		(304,890)	(2,230,568)	(974,321)	(6,230,640)
Depreciation of property, plant and equipment		(264,929)	(313,855)	(870,484)	(1,029,685)
Amortisation		(1,337,046)	(1,344,869)	(5,282,470)	(5,155,243)
Other expenses		(7,308,044)	(7,338,856)	(23,995,850)	(22,263,767)
Profit from operations		10,381,377	4,997,998	16,066,562	13,696,131
Finance costs		(6,759)	(9,058)	(28,084)	(30,510)
<b>Profit before tax from continuing operations</b>		<b>10,374,618</b>	<b>4,988,940</b>	<b>16,038,478</b>	<b>13,665,621</b>
Income tax expense	B5	(899,887)	(1,337,299)	(3,578,826)	(4,196,252)
<b>Profit for the year, net of tax</b>		<b>9,474,731</b>	<b>3,651,641</b>	<b>12,459,652</b>	<b>9,469,369</b>
Profit Attributable to:					
Owners of the Company		9,017,545	3,724,810	12,075,595	9,655,040
Non-controlling interest		457,186	(73,169)	384,057	(185,671)
		<b>9,474,731</b>	<b>3,651,641</b>	<b>12,459,652</b>	<b>9,469,369</b>
Other comprehensive income:					
Profit for the year, net of tax		9,474,731	3,651,641	12,459,652	9,469,369
Foreign currency translation		455,234	(453,115)	367,810	(785,875)
<b>Total comprehensive income for the year</b>		<b>9,929,965</b>	<b>3,198,526</b>	<b>12,827,462</b>	<b>8,683,494</b>
Attributable to:					
Owners of the Company		9,472,779	3,271,695	12,443,405	8,869,165
Non-controlling interest		457,186	(73,169)	384,057	(185,671)
		<b>9,929,965</b>	<b>3,198,526</b>	<b>12,827,462</b>	<b>8,683,494</b>
<b>Total comprehensive income attributable to holders of the Company in sen:</b>					
- Basic	B13	1.48	0.61	1.99	1.59
- Diluted	B13	1.48	0.61	1.99	1.59

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited annual financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

**IFCA MSC BERHAD** (Company No: 453392-T)  
(Incorporated in Malaysia)

**Condensed Consolidated Statement of Financial Position**  
**As at 31 December 2018**

		As at 31.12.2018 (Unaudited) RM	As at 31.12.2017 (Audited) RM
<b>ASSETS</b>	<b>Note</b>		
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		8,838,091	8,907,969
Investment properties		245,000	240,000
Deferred development costs		8,800,955	12,650,234
Intangible asset		248,533	774,369
Goodwill		25,111,525	25,111,525
Other investments		194,500	275,674
		<u>43,438,604</u>	<u>47,959,771</u>
<b>CURRENT ASSETS</b>			
Trade receivables		22,644,253	17,299,963
Other receivables		1,387,261	2,785,077
Other current assets		437,374	661,446
Tax recoverable		2,665,182	2,719,144
Deposits, cash and bank balances		75,380,066	73,229,864
		<u>102,514,136</u>	<u>96,695,494</u>
<b>TOTAL ASSETS</b>		<u>145,952,740</u>	<u>144,655,265</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the parent</b>			
Share capital		83,947,005	83,947,005
Treasury shares		(384,624)	(38,052)
Retained profits		37,885,595	30,007,711
Other reserves		(1,664,725)	(2,032,535)
		<u>119,783,251</u>	<u>111,884,129</u>
<b>Non-Controlling Interest</b>		<u>(110,473)</u>	<u>(494,530)</u>
<b>Total equity</b>		<u>119,672,778</u>	<u>111,389,599</u>
<b>Non-current liabilities</b>			
Other liabilities		3,747,163	3,384,020
Hire purchase and finance lease payable	B9	329,188	429,206
Deferred tax liabilities		1,141,975	1,514,504
		<u>5,218,326</u>	<u>5,327,730</u>
<b>Current Liabilities</b>			
Trade payables		571,987	2,411,717
Other payables		9,623,217	9,406,690
Other liabilities		10,645,410	15,494,922
Hire purchase and finance lease payable	B9	221,022	254,010
Current Tax Payable		-	370,597
		<u>21,061,636</u>	<u>27,937,936</u>
Total liabilities		<u>26,279,962</u>	<u>33,265,666</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>145,952,740</u>	<u>144,655,265</u>
Net asset per share		0.14	0.13

The condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Changes in Equity  
For the Twelve Months Period Ended 31 December 2018**

	← Attributable to Owners of the Company →						Non- controlling Interest	Total Equity
	← Non-Distributable →			Distributable →				
	Share Capital RM	Share Premium RM	Treasury shares	Other Reserve RM	Retained earnings RM	Total RM		
At 1 January 2018	83,947,005	-	(38,052)	(2,032,535)	30,007,711	111,884,129	(494,530)	111,389,599
Opening adjustment from adoption of MFRS 9	-	-	-	-	(803,068)	(803,068)	-	(803,068)
Total comprehensive expense	-	-	-	-	12,075,595	12,075,595	384,057	12,459,652
Foreign Currency Translation	-	-	-	367,810	-	367,810	-	367,810
Dividends paid	-	-	-	-	(3,394,643)	(3,394,643)	-	(3,394,643)
Open market purchase shares	-	-	(346,572)	-	-	(346,572)	-	(346,572)
<b>At 31 December 2018</b>	<b>83,947,005</b>	<b>-</b>	<b>(384,624)</b>	<b>(1,664,725)</b>	<b>37,885,595</b>	<b>119,783,251</b>	<b>(110,473)</b>	<b>119,672,778</b>
At 1 January 2017	60,829,090	23,117,915	(25,216)	(1,246,660)	23,393,825	106,068,954	(308,859)	105,760,095
Total comprehensive income	-	-	-	-	9,655,040	9,655,040	(185,671)	9,469,369
Foreign currency translation	-	-	-	(785,875)	-	(785,875)	-	(785,875)
Dividends paid	-	-	-	-	(3,041,154)	(3,041,154)	-	(3,041,154)
Open market purchase shares	-	-	(12,836)	-	-	(12,836)	-	(12,836)
<b>At 31 December 2017</b>	<b>60,829,090</b>	<b>23,117,915</b>	<b>(38,052)</b>	<b>(2,032,535)</b>	<b>30,007,711</b>	<b>111,884,129</b>	<b>(494,530)</b>	<b>111,389,599</b>

The condensed consolidated statement of changes in equity changes should be read in conjunction with the audited annual financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

**Condensed Consolidated Statement of Cash Flows  
For the Twelve Months Period Ended 31 December 2018**

	12 months ended	
	31.12.2018	31.12.2017
	RM	RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	16,038,478	13,665,621
Adjustments for :		
Non cash items	9,657,860	5,842,877
Non-operating items	(1,688,365)	(923,943)
Operating profit before working capital changes	<u>24,007,972</u>	<u>18,584,555</u>
Working capital changes:		
Net changes in assets	<u>(6,385,564)</u>	<u>(5,472,059)</u>
Net changes in liabilities	<u>(4,009,046)</u>	<u>3,444,190</u>
Total working capital changes	<u>(10,394,610)</u>	<u>(2,027,869)</u>
Net cash generated from operations	13,613,363	16,556,686
Income taxes paid	<u>(3,971,482)</u>	<u>(5,830,576)</u>
Net cash generated from operating activities	<u>9,641,881</u>	<u>10,726,110</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	1,453,267	1,292,310
Purchase of property, plant and equipment	(1,343,022)	(1,342,691)
Proceeds from disposal of property, plant and equipment	423,013	1,082,259
Development costs	(810,777)	(542,627)
Profit guarantee in respect of acquisition of business	<u>(3,747,163)</u>	<u>(4,000,000)</u>
Net cash used in investing activities	<u>(4,024,681)</u>	<u>(3,510,749)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(28,084)	(30,510)
Dividends paid	(3,394,643)	(3,041,154)
Payments to hire purchase and finance lease	(200,381)	(224,312)
Open market share buy-back	<u>(346,571)</u>	<u>(12,836)</u>
Net cash used in financing activities	<u>(3,969,679)</u>	<u>(3,308,812)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>1,647,519</b>	<b>3,906,549</b>
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES</b>	<b>502,683</b>	<b>(1,464,076)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>73,229,864</b>	<b>70,787,391</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b><u>75,380,066</u></b>	<b><u>73,229,864</u></b>

The condensed consolidated statement of cash flows should be read in conjunction with the audited annual financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.