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Name of Announcer *	IFS CAPITAL LIMITED
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Presentation Slides for Analysts Briefing on Second Quarter 2008 Financial Results

Description

Attachments [IFS Presentation Slides 2Q2008.pdf](#)Total size = **135K**
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IFS Capital Limited

Analysts Briefing on 13 August 2008



IFS Capital Limited

2008 Half Year Financial Results





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“\$” means Singapore dollars unless otherwise indicated.

IFS Capital Limited (Reg. No. 198700827C)



Highlights

- Group HY 08 NPAT up 10% to \$6.1 million. NTA per share 98.4c vs 95.7c.
- Proposed Interim Dividend of 1.0c per ordinary share (one-tier tax exempt)
- Regional operations strong performance, especially Thailand.
- High liquidity. Leverage ratio reduced to 2.2 times from 2.7 times as at 31 Dec 2007.
- ECICS continued profitability led by higher net earned premium revenue and low loss ratios.



Business Model

- Commercial Finance;
- Structured Finance;
- Alternative Finance; and
- Credit Insurance & Guarantees.
- Regional Operations - Thailand, Indonesia, Malaysia and Hong Kong (start-up)



Group Income Statement

(\$'000)	HY08	HY07	Change (%)
Net Interest Income	5,376	6,080	(11.6)
Net Earned Premium Revenue	3,286	2,056	59.8
Fee and Commission Income	3,419	3,893	(12.2)
Investment & Others Income	2,570	5,144	(50.0)
Income before Operating Expenses	14,651	17,173	(14.7)
Net Claims Reversal/(Incurred)	791	(1,688)	(146.9)
Operating Expenses	(7,954)	(7,917)	0.5
Operating Profit before Allowances	7,488	7,568	(1.1)
Allowances for Loan Losses & Impairment of Investments	(1,835)	(2,445)	(24.9)
Operating Profit after Allowances	5,653	5,123	10.3
Share of After-tax Results of Associates	1,174	525	123.6
Profit before Tax	6,827	5,648	20.9
Tax Expense	(764)	(112)	582.1
Group Profit after Tax	6,063	5,536	9.5



Group Operating Expenses

(\$'000)	HY08	(%)	HY07	(%)
Business Development	538	6.8	394	5.0
Commission	538	6.8	384	4.9
Staff Costs	4,446	55.9	4,746	59.9
General & Administration	2,432	30.5	2,393	30.2
Total	7,954	100.0	7,917	100.0



Contribution by Company

(\$'000)	HY08	(%)	HY07	(%)
<u>Singapore</u>				
IFS' Contribution	2,326	38.4	2,260	40.8
ECICS' Contribution	2,509	41.4	3,233	58.4
<u>Overseas</u>				
Indonesia, M'sia & Thailand	1,228	20.2	43	0.8
Group Profit after Tax	6,063	100.0	5,536	100.0



Group Ratios

	HY08	HY07	(%)
Return on Equity - After Tax (%) <i>(Estd Annualised)</i>	10.3	10.7	(3.7)
Cost Income Ratio (%)	52.0	44.5	16.9
Return on Total Assets (%)	1.4	1.2	16.7
Earnings per Share (cts)	4.9	4.9	0.0
Net Asset Value per Share (cts)	99.6	97.0	2.7
Leverage (Times)	2.2	2.6	(15.3)



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Regional Operations

- Thailand continued growth. Factoring volume increased by 26% to THB 8.6 billion. Listing plans continuing.
- Malaysia and Indonesia further expanded their operations with increase in business volume.



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ECICS Limited

- Well capitalized. CAR ratio as at 30 June 2008 above 600%. Surplus underwriting capacity.
- Loss ratios for guarantee business insignificant, for credit insurance below 10%.



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Q & A