

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2017

The results of Mikro MSC Berhad and its subsidiaries ("Group") for the period ended 30 June 2017 are as follows:-

	UNAUDITED INDIVIDUAL QUARTER		AUDITED CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED	PRECEDING YEAR CORRESPONDING QUARTER ENDED	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD ENDED
	30/06/2017	30/06/2016	30/06/2017	30/06/2016
	RM	RM	RM	RM
Revenue	13,232,769	12,522,995	50,401,454	48,113,507
Cost of sales	(6,274,432)	(5,966,703)	(23,902,867)	(22,398,601)
Gross profit	6,958,337	6,556,292	26,498,587	25,714,906
Other operating income	1,110,275	381,993	2,762,434	912,775
Finance costs	(15,245)	(25,523)	(53,816)	(119,608)
Operating expenses	(5,165,499)	(3,795,570)	(15,789,600)	(13,487,942)
Profit before tax	2,887,868	3,117,192	13,417,605	13,020,131
Tax expense	(215,411)	(715,439)	(2,358,911)	(2,523,598)
Profit for the financial period/year	<u>2,672,457</u>	<u>2,401,753</u>	<u>11,058,694</u>	<u>10,496,533</u>
Profit for the financial period/year attributable to:				
Owners of the parent	2,635,974	2,373,874	10,890,354	10,342,090
Non-controlling interest	36,483	27,879	168,340	154,443
	<u>2,672,457</u>	<u>2,401,753</u>	<u>11,058,694</u>	<u>10,496,533</u>
Earnings per share attributable to equity holders				
Basic earnings per share (in sen)	0.86	0.81	3.55	3.51

The consolidated statement of comprehensive income should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 30 JUNE 2017

	(AUDITED) AS AT END OF CURRENT YEAR QUARTER ENDED 30/06/2017 RM	(AUDITED) AS AT FINANCIAL YEAR ENDED 30/06/2016 RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	16,730,676	16,510,949
Intangible assets	10,858,291	10,002,786
Deferred tax asset	72,130	-
	<u>27,661,097</u>	<u>26,513,735</u>
Current Assets		
Inventories	9,748,823	9,177,965
Trade and other receivables	12,504,610	13,842,482
Current tax assets	542,112	334,921
Cash and bank balances	21,589,934	14,756,694
Deposits with a licensed bank	4,851,682	5,219,628
	<u>49,237,161</u>	<u>43,331,690</u>
TOTAL ASSETS	<u><u>76,898,258</u></u>	<u><u>69,845,425</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	37,361,654	30,591,430
Share premium	-	5,949,232
Share options reserve	160,926	357,435
Retained earnings	21,902,083	15,920,859
	<u>59,424,663</u>	<u>52,818,956</u>
Non-controlling interests	501,167	332,827
TOTAL EQUITY	<u><u>59,925,830</u></u>	<u><u>53,151,783</u></u>
LIABILITIES		
Non-Current Liabilities		
Borrowings	9,737,387	9,979,342
Deferred tax liabilities	-	388,233
	<u>9,737,387</u>	<u>10,367,575</u>
Current Liabilities		
Trade and other payables	6,490,478	5,747,028
Borrowings	660,576	570,154
Current tax liabilities	83,987	8,885
	<u>7,235,041</u>	<u>6,326,067</u>
TOTAL LIABILITIES	<u><u>16,972,428</u></u>	<u><u>16,693,642</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>76,898,258</u></u>	<u><u>69,845,425</u></u>
Net asset per share (sen)	19.32	17.27

The consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2017

	-----Equity attributable to owners of the parent-----							
	Share Capital RM	Share Premium RM	Share Options Reserves RM	Retained Earnings RM	Total RM	Non-controlling Interest RM	Total Equity RM	
As at 1 July 2015	28,182,930	-	243,949	8,821,956	37,248,835	178,384	37,427,219	
Ordinary shares issued pursuant to :								
- ESOS	24,000	62,400	-	-	86,400	-	86,400	
- Private placement	2,384,500	6,080,475	-	-	8,464,975	-	8,464,975	
Share issuance expenses	-	(193,643)	-	-	(193,643)	-	(193,643)	
Share options granted under ESOS	-	-	113,486	-	113,486	-	113,486	
Dividends paid	-	-	-	(3,243,187)	(3,243,187)	-	(3,243,187)	
Total comprehensive income for the period	-	-	-	10,342,090	10,342,090	154,443	10,496,533	
Balance as at 30 June 2016	<u>30,591,430</u>	<u>5,949,232</u>	<u>357,435</u>	<u>15,920,859</u>	<u>52,818,956</u>	<u>332,827</u>	<u>53,151,783</u>	
As at 1 July 2016	30,591,430	5,949,232	357,435	15,920,859	52,818,956	332,827	53,151,783	
Ordinary shares issued pursuant to :								
- ESOS	455,376	365,616	(235,416)	-	585,576	-	585,576	
Share options granted under ESOS	-	-	38,907	-	38,907	-	38,907	
Dividends paid	-	-	-	(4,909,130)	(4,909,130)	-	(4,909,130)	
Total comprehensive income for the period	-	-	-	10,890,354	10,890,354	168,340	11,058,694	
Effect of the new Companies Act, 2016	6,314,848	(6,314,848)	-	-	-	-	-	
Balance as at 30 June 2017	<u>37,361,654</u>	<u>-</u>	<u>160,926</u>	<u>21,902,083</u>	<u>59,424,663</u>	<u>501,167</u>	<u>59,925,830</u>	

The consolidated statement of changes in equity should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 30 JUNE 2017

	CURRENT YEAR TO DATE ENDED 30/06/2017 RM	PRECEDING YEAR TO DATE PERIOD ENDED 30/06/2016 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	13,417,605	13,020,131
	<u>13,417,605</u>	<u>13,020,131</u>
Adjustments for:-		
Amortisation of intangible assets	961,894	972,025
Depreciation of property, plant and equipment	999,284	1,031,246
Intangible assets written off	-	288,960
Inventories written off	95,928	-
Reversal of inventories previously written down	(49,898)	-
Gain on disposal of property, plant and equipment	(152,699)	(39,000)
Interest expense	53,816	119,608
Interest income	(243,167)	(101,657)
Share options granted under ESOS	38,907	113,486
Unrealised loss/(gain) on foreign exchange	1,048,111	(604,889)
	<u>16,169,781</u>	<u>14,799,910</u>
Operating profit before working capital changes		
Changes in working capital:-		
Inventories	(602,353)	(562,429)
Receivables	1,242,742	(2,145,324)
Payables	741,091	657,188
	<u>17,551,261</u>	<u>12,749,345</u>
CASH GENERATED FROM OPERATIONS		
Tax paid	(2,951,363)	(2,551,721)
Interest paid	(53,816)	(119,608)
Interest received	243,167	101,657
NET CASH FROM OPERATING ACTIVITIES	<u>14,789,249</u>	<u>10,179,673</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(800,947)	(12,266,342)
Additions of intangible assets	(1,817,399)	(1,663,562)
Proceeds from disposal of property, plant and equipment	250,100	39,000
NET CASH USED IN INVESTING ACTIVITIES	<u>(2,368,246)</u>	<u>(13,890,904)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(4,909,130)	(3,243,187)
Drawdown of flexi loan	-	9,842,860
Repayments of flexi loan	(326,995)	-
Repayments of hire purchase creditors	(352,928)	(290,909)
Proceeds from issuance of ordinary shares under private placement	-	8,271,332
Proceeds from issuance of ordinary shares under ESOS	585,576	86,400
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	<u>(5,003,477)</u>	<u>14,666,496</u>
Net increase in cash and cash equivalents	7,417,526	10,955,265
Effect of exchange rate changes on cash and cash equivalents	(950,622)	591,069
Cash and cash equivalents at beginning of financial year	19,974,712	8,428,378
Cash and cash equivalents at end of financial year	<u>26,441,616</u>	<u>19,974,712</u>
NOTES TO STATEMENT OF CASH FLOW		
Cash and cash equivalents comprises:		
Deposits with a licensed bank	4,851,682	5,219,628
Cash and bank balances	21,589,934	14,756,694
Bank overdrafts	-	(1,610)
	<u>26,441,616</u>	<u>19,974,712</u>

The consolidated statement of cash flow should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial