

SANICHI TECHNOLOGY BERHAD

Company No.661826-K
(Incorporated In Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2017

(The figures below are unaudited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	Current Quarter 31 March 2017 RM'000	Preceding Year Corresponding Quarter 31 March 2016 RM'000	Current Year to date 31 March 2017 RM'000	Preceding Year Corresponding Period 31 March 2016 RM'000
Revenue	3,502	9,626	20,618	20,996
Cost of sales	(435)	(5,361)	(12,928)	(13,264)
Gross profit	3,067	4,265	7,690	7,732
Other income	(19)	-	644	857
Operating expenses	(5,248)	(2,959)	(10,407)	(4,971)
Profit/(Loss) from operations	(2,200)	1,306	(2,073)	3,618
Finance costs	(40)	(40)	(122)	(137)
Profit/(Loss) before taxation	(2,240)	1,266	(2,195)	3,481
Tax credit/(expense)	(127)	-	(127)	-
Profit/(Loss) for the financial period	(2,367)	1,266	(2,322)	3,481
Other Comprehensive Income/(Loss), net of tax				
Foreign currency translation	(6,708)	228	(6,548)	(49)
Overprovision of taxation	-	296	-	296
	(6,708)	524	(6,548)	247
Total Comprehensive Income/(Loss) For The Financial Period	(9,075)	1,790	(8,870)	3,728
Income/(Loss) attributable to:				
Owners of the Parent	(2,367)	1,266	(2,322)	3,481
Non-controlling interest	-	-	-	-
	(2,367)	1,266	(2,322)	3,481
Total comprehensive income/(Loss) attributable to:				
Owners of the Parent	(9,075)	1,790	(8,870)	3,728
Non-controlling interest	-	-	-	-
	(9,075)	1,790	(8,870)	3,728
Profit/(Loss) per share (sen)				
Basic (note B13)	(0.28)	0.11	(0.27)	0.30
Diluted (note B13)	(0.28)	0.11	(0.27)	0.30

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

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017**

	(Unaudited) As at 31 March 2017 RM'000	(Audited) As at 30 June 2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	38,524	36,245
Deferred tax assets	489	489
	39,013	36,734
Current assets		
Inventories	10,867	5,305
Short term Investment	10,797	501
Property development cost	45,638	16,589
Trade and other receivables	64,687	72,845
Tax assets	171	551
Cash and cash equivalents	38,738	21,443
	170,898	117,234
TOTAL ASSETS	209,911	153,968
EQUITY AND LIABILITIES		
EQUITY		
Share capital	85,841	28,614
Retained earnings/(Accumulated losses)	63,302	91,963
Share premium	14,087	8,365
Warrant reserve	36,257	10,211
ICULS	685	685
Exchange translation reserve	(6,990)	(442)
Equity attributable to owners of the parent	193,182	139,396
Non-current liabilities		
Borrowings	208	689
Deferred tax liabilities	1,921	1,921
	2,129	2,610
Current liabilities		
Trade and other payables	13,872	11,048
Borrowings	728	914
	14,600	11,962
TOTAL LIABILITIES	16,729	14,572
TOTAL EQUITY AND LIABILITIES	209,911	153,968
Net assets per share attributable to owners of the parent (RM)	0.23	0.49

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

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED
31 MARCH 2017**

	← Attributable to Owners of the Parent →						Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Translation reserve RM'000	Warrant reserve RM'000	ICULS RM'000	Accumulated Losses RM'000	
At 1 July 2016	28,614	8,365	(442)	10,211	685	91,963	139,396
Profit/(Loss) for the financial period	-	-	-	-	-	(2,322)	(2,322)
Foreign currency translation	-	-	(6,548)	-	-	-	(6,548)
Issuance and listing of Rights Issue Shares with Warrants D	57,227	5,722	-	26,046	-	(26,339)	62,656
At 31 March 2017	85,841	14,087	(6,990)	36,257	685	63,302	193,182
At 1 July 2015	114,400	8,365	(295)	32,949	731	(20,396)	135,754
Profit/(Loss) for the financial year	-	-	(147)	-	-	3,780	3,633
Foreign currency translation	-	-	-	-	-	-	-
ICULS	55	-	-	-	(46)	-	9
Effect of par value reduction	(85,841)	-	-	(22,738)	-	108,579	-
At 30 June 2016	28,614	8,365	(442)	10,211	685	91,963	139,396

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

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED
31 MARCH 2017**

(The figures below are unaudited)

	Current Year to 31 March 2017 RM'000	Preceding Year Corresponding Period to 31 March 2016 RM'000
Cash flows from operating activities		
Profit/(Loss) before tax	(2,195)	3,481
Adjustments for:-		
Bad debts written off	-	-
Depreciation of property, plant and equipment	2,551	2,444
Fair value changes in short term investment	-	-
Interest expenses	122	295
Interest income	(223)	(158)
Loss/(gain) on disposal of property, plant and equipment	2,158	254
Unrealised loss/(gain) on foreign exchange	(301)	438
Operating profit/(loss) before working capital changes	2,112	6,754
Property development costs	(29,049)	-
Inventories	(5,562)	(2,301)
Receivables	(14,618)	(10,089)
Payables	1,969	1,033
Cash used in operations	(45,148)	(4,603)
Interest received	223	158
Tax paid	(127)	(431)
Net cash from/(used in) operating activities	(45,052)	(4,876)
Cash flows from investing activities		
Purchase of short term investment	(10,296)	(620)
Proceeds from disposal of plant and equipment	236	-
Purchase of plant and equipment	(5,066)	(1,090)
Net cash from/(used in) investing activities	(15,126)	(1,710)
Cash flows from financing activities		
Interest paid	(122)	(295)
Proceeds from issuance of shares	62,949	-
Repayment of borrowings	(667)	(357)
Net cash from/(used in) financing activities	62,160	(652)
Effects of changes in exchange rates	(6,548)	(49)
Net increase/(decrease) in cash and cash equivalents	(4,566)	(7,287)
Cash and cash equivalents at beginning of the period	17,304	24,591
Cash and cash equivalents at end of the period	12,738	17,304
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks	6,500	5,576
Cash and bank balances**	6,238	11,728
	12,738	17,304

** Cash and bank balances include amounts held pursuant to Section 7A of the Housing Development (Control and Licensing) Act 1966

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