

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of financial position

As At 30 June 2017

	At 30 June 2017 RM'000	At 31 December 2016 (audited) RM'000
Assets		
Property, plant and equipment	19,562	19,337
Land held for future development	2,128	2,128
Investment properties	96,939	97,589
Investment in joint venture	9,964	7,191
Deferred tax assets	3,862	2,808
Total non-current assets	132,455	129,053
Inventories	62,123	60,121
Assets held for sale	2,223	2,223
Trade and other receivables	132,780	153,887
Tax recoverable	6,080	6,457
Cash and cash equivalents	27,861	15,060
Total current assets	231,067	237,748
Total assets	363,522	366,801
Equity		
Share capital	122,338	99,645
Share premium	-	22,693
Retained earnings	145,165	150,166
Total equity attributable to equity holders of the Company	267,503	272,504
Liabilities		
Loans and Borrowings	1,966	1,407
Deferred tax liabilities	1,287	1,298
Total non-current liabilities	3,253	2,705
Trade and other payables	77,843	84,006
Loans and Borrowings	14,313	7,261
Current tax payable	610	325
Total current liabilities	92,766	91,592
Total Liabilities	96,019	94,297
Total equity and liabilities	363,522	366,801
Net assets per share (RM)	2.6846	2.7347

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.)

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of profit or loss and other comprehensive income For the financial period ended 30 June 2017

	Current 3 months ended 30 June		Cumulative 6 months ended 30 June	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Continuing operations				
Revenue	35,526	31,507	67,958	63,823
Cost of sales	<u>(34,546)</u>	<u>(29,841)</u>	<u>(62,361)</u>	<u>(61,077)</u>
Gross profit	980	1,666	5,597	2,746
Other income	387	140	638	825
Administrative expenses	<u>(4,214)</u>	<u>(4,515)</u>	<u>(10,323)</u>	<u>(9,528)</u>
Results from operating activities	(2,847)	(2,709)	(4,088)	(5,957)
Interest income	177	255	254	556
Interest expense	<u>(247)</u>	<u>(175)</u>	<u>(486)</u>	<u>(280)</u>
	(2,917)	(2,629)	(4,320)	(5,681)
Share of results of joint venture	455	99	220	268
Loss before tax	<u>(2,462)</u>	<u>(2,530)</u>	<u>(4,100)</u>	<u>(5,413)</u>
Taxation	<u>(254)</u>	195	<u>(901)</u>	244
Loss after tax / Total comprehensive loss for the period	<u><u>(2,716)</u></u>	<u><u>(2,335)</u></u>	<u><u>(5,001)</u></u>	<u><u>(5,169)</u></u>
Total comprehensive loss attributable to:				
Owners of the Company	(2,716)	(2,335)	(5,001)	(5,169)
Minority interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive loss for the period	<u><u>(2,716)</u></u>	<u><u>(2,335)</u></u>	<u><u>(5,001)</u></u>	<u><u>(5,169)</u></u>
Loss per share attributable to equity holders of the parent				
EPS - Basic (sen)	<u><u>(2.73)</u></u>	<u><u>(2.34)</u></u>	<u><u>(5.02)</u></u>	<u><u>(5.19)</u></u>
EPS - Diluted (sen)	<u><u>N/A</u></u>	<u><u>N/A</u></u>	<u><u>N/A</u></u>	<u><u>N/A</u></u>

(The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.)

KNUSFORD BERHAD (380100-D)**Condensed consolidated statement of changes in equity
For the financial period ended 30 June 2017**

	Attributable to the Equity Holders of the Parent				Minority interest	Total Equity
	Non-distributable Share capital	Share premium	Distributable Retained profits	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2017	99,645	22,693	150,166	272,504	-	272,504
Transfer in accordance with Section 618(2) of the Companies Act 2016	22,693	(22,693)	-	-	-	-
Total comprehensive loss for the period	-	-	(5,001)	(5,001)	-	(5,001)
At 30 June 2017	<u>122,338</u> (Note 1)	<u>-</u>	<u>145,165</u>	<u>267,503</u>	<u>-</u>	<u>267,503</u>
At 1 January 2016	99,645	22,693	168,296	290,634	-	290,634
Total comprehensive loss for the period	-	-	(5,169)	(5,169)	-	(5,169)
At 30 June 2016	<u>99,645</u>	<u>22,693</u>	<u>163,127</u>	<u>285,465</u>	<u>-</u>	<u>285,465</u>

Note 1: In accordance with Section 618 of Companies Act, 2016, any amount standing to the credit of the share premium account has become part of the Company's share capital. The Company has twenty-four months upon the commencement of Companies Act, 2016 on 31 January 2017 to utilise the credit.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of cash flows
For the financial period ended 30 June 2017

	30 June 2017 RM'000	30 June 2016 RM'000
Cash flows from operating activities		
Loss before tax	(4,100)	(5,413)
Adjustments for:		
Depreciation of property, plant and equipment	1,424	1,871
Depreciation of investment property	650	624
Gain on disposal of plant and equipment	-	(92)
Share of results of joint venture	(220)	(268)
Interest expense	486	280
Interest income	(254)	(556)
Operating loss before changes in working capital	<u>(2,014)</u>	<u>(3,554)</u>
Changes in working capital:		
Inventories	(2,002)	(17,245)
Receivables, deposits and prepayments	21,107	20,201
Payables and accruals	<u>(6,163)</u>	<u>(12,140)</u>
Cash generated from/(used in) operations	10,928	(12,738)
Income taxes paid	<u>(1,304)</u>	<u>(1,826)</u>
Net cash generated from/(used in) operating activities	<u>9,624</u>	<u>(14,564)</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(288)	(794)
Acquisition of investment property	-	(14,957)
Investment in joint venture company	(2,553)	(1,800)
Interest received	254	556
Proceeds from disposal of plant and equipment	-	197
Net cash used in from investing activities	<u>(2,587)</u>	<u>(16,798)</u>
Cash flows from financing activities		
Interest paid	(486)	(280)
Proceed from borrowings	7,100	9,700
Repayment of finance lease liabilities	<u>(850)</u>	<u>(757)</u>
Net cash generated from financing activities	<u>5,764</u>	<u>8,663</u>
Net increase/(decrease) in cash and cash equivalents	12,801	(22,699)
Cash and cash equivalents at beginning of year	15,060	53,284
Cash and cash equivalents at end of period	<u>27,861</u>	<u>30,585</u>
Cash & bank balance	6,650	2,364
Deposits with licensed banks (excluding deposits pledged)	21,211	28,221
	<u>27,861</u>	<u>30,585</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.)