

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of financial position

As At 30 September 2018

	At 30 September 2018 RM'000	At 31 December 2017 RM'000 (Restated)
Assets		
Property, plant and equipment	18,561	19,380
Land held for future development	2,128	2,128
Investment properties	95,419	96,304
Investment in associate	1,869	1,875
Investment in joint venture	10,534	10,375
Deferred tax assets	5,913	5,356
Total non-current assets	134,424	135,418
Inventories	41,788	42,263
Assets held for sale	-	1,309
Trade and other receivables	139,929	135,565
Tax recoverable	5,345	5,427
Cash and cash equivalents	27,755	38,151
Total current assets	214,817	222,715
Total assets	349,241	358,133
Equity		
Share capital	122,338	122,338
Translation reserve	5	6
Retained earnings	113,092	135,182
Total equity attributable to owners of the Company	235,435	257,526
Liabilities		
Loans and borrowings	1,783	1,987
Deferred tax liabilities	312	790
Total non-current liabilities	2,095	2,777
Trade and other payables	104,012	79,157
Loans and borrowings	7,410	17,910
Current tax payable	289	763
Total current liabilities	111,711	97,830
Total Liabilities	113,806	100,607
Total equity and liabilities	349,241	358,133
Net assets per share (RM)	2.3627	2.5844

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 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 September 2018

	Current 3 months ended 30 September		Cumulative 9 months ended 30 September	
	2018 RM'000	2017 RM'000 (Restated)	2018 RM'000	2017 RM'000 (Restated)
Continuing operations				
Revenue	53,960	42,283	107,142	122,302
Cost of sales	(51,189)	(41,033)	(116,466)	(117,155)
Gross profit/(loss)	2,771	1,250	(9,324)	5,147
Other income	109	215	773	853
Administrative and other operating expenses	(4,491)	(5,186)	(14,107)	(15,510)
Results from operating activities	(1,611)	(3,721)	(22,658)	(9,510)
Interest income	363	399	816	653
Interest expense	(502)	(357)	(941)	(843)
	(1,750)	(3,679)	(22,783)	(9,700)
Share of profit/(loss) of equity-accounted investments, net of tax	(957)	657	153	877
Loss before tax	(2,707)	(3,022)	(22,630)	(8,823)
Taxation	(223)	(917)	540	(1,443)
Loss after tax	(2,930)	(3,939)	(22,090)	(10,266)
Other comprehensive loss, net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation	(1)	-	(1)	-
Total other comprehensive loss for the period	(1)	-	(1)	-
Total comprehensive loss for the period	(2,931)	(3,939)	(22,091)	(10,266)
Total comprehensive loss attributable to:				
Owners of the Company	(2,931)	(3,939)	(22,091)	(10,266)
Minority interest	-	-	-	-
Total comprehensive loss for the period	(2,931)	(3,939)	(22,091)	(10,266)
Loss per share attributable to ordinary shareholders				
EPS - Basic (sen)	(2.94)	(3.95)	(22.17)	(10.30)
EPS - Diluted (sen)	N/A	N/A	N/A	N/A

(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 2017 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 September 2018

	Attributable to the Equity Holders of the Parent				Total	Minority interest	Total Equity
	Non-distributable Share capital	Share premium	Translation Reserve	Distributable Retained profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 31 December 2017 (audited)	122,338	-	6	138,773	261,117	-	261,117
Adjustments from adoption of MFRS 15	-	-	-	(3,591)	(3,591)	-	(3,591)
Restated balance as at 1 January 2018	<u>122,338</u>	<u>-</u>	<u>6</u>	<u>135,182</u>	<u>257,526</u>	<u>-</u>	<u>257,526</u>
Total comprehensive loss for the period	-	-	(1)	(22,090)	(22,091)	-	(22,091)
At 30 September 2018	<u><u>122,338</u></u>	<u><u>-</u></u>	<u><u>5</u></u>	<u><u>113,092</u></u>	<u><u>235,435</u></u>	<u><u>-</u></u>	<u><u>235,435</u></u>
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	-	-	-	(8,609)	(8,609)	-	(8,609)
At 30 September 2017, as previously reported	<u>122,338</u>	<u>-</u>	<u>-</u>	<u>141,557</u>	<u>263,895</u>	<u>-</u>	<u>263,895</u>
Adjustments from adoption of MFRS 15	-	-	-	(3,145)	(3,145)	-	(3,145)
Restated balance as at 30 September 2017	<u><u>122,338</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>138,412</u></u>	<u><u>260,750</u></u>	<u><u>-</u></u>	<u><u>260,750</u></u>
	(Note 1)						

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 2017 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 September 2018

	30 September 2018 RM'000	30 September 2017 RM'000 (Restated)
<i>Cash flows from operating activities</i>		
Loss before tax	(22,630)	(8,823)
Adjustments for:		
Depreciation of property, plant and equipment	2,189	2,128
Depreciation of investment property	886	974
Gain on disposal of plant and equipment	(128)	-
Gain on disposal of asset held for sale	(191)	-
Property, plant and equipment written off	1	-
Unrealised forex gain	(6)	-
Share of profit of equity-accounted investments, net of tax	(153)	(877)
Interest expense	941	843
Interest income	(816)	(653)
Operating loss before changes in working capital	<u>(19,907)</u>	<u>(6,408)</u>
Changes in working capital:		
Inventories	475	19,102
Receivables, deposits and prepayments	(4,364)	13,875
Payables and accruals	24,861	(19,149)
Cash generated from operations	<u>1,065</u>	<u>7,420</u>
Income taxes paid	(887)	(2,173)
Net cash generated from operating activities	<u>178</u>	<u>5,247</u>
<i>Cash flows from investing activities</i>		
Acquisition of property, plant and equipment	(708)	(648)
Acquisition of investment property	(1)	-
Investment in joint venture company	-	(2,807)
Investment in associate	-	-
Interest received	816	653
Proceeds from disposal of plant and equipment	263	-
Sales proceed from disposal of asset held for sales	1,500	-
Net cash generated from/(used in) from investing activities	<u>1,870</u>	<u>(2,802)</u>
<i>Cash flows from financing activities</i>		
Interest paid	(941)	(843)
(Repayment)/Proceed from borrowings	(10,500)	12,800
Repayment of finance lease liabilities	(1,003)	(1,235)
Net cash (used in)/ generated from financing activities	<u>(12,444)</u>	<u>10,722</u>
Net (decrease)/increase in cash and cash equivalents	(10,396)	13,167
Exchange differences on translation of the financial statement of foreign subsidiaries	-	-
Cash and cash equivalents at beginning of period	38,151	15,060
Cash and cash equivalents at end of period	<u>27,755</u>	<u>28,227</u>
Cash & bank balance	1,315	11,543
Deposits with licensed banks (excluding deposits pledged)	26,440	16,684
	<u>27,755</u>	<u>28,227</u>

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