

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2017**  
**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	Individual Period (2nd Quarter)		Changes  %	Cumulative Period		Changes  %
	Current Year Quarter	Preceding Year Corresponding Quarter		Current Year To-date	Preceding Year Corresponding Period	
	30-Jun-17 RM'000	30-Jun-16 RM'000		30-Jun-17 RM'000	30-Jun-16 RM'000	
REVENUE	135,323	121,764	11.14%	293,974	267,675	9.83%
COST OF SALES	(110,066)	(97,391)	13.01%	(230,876)	(209,121)	10.40%
GROSS PROFIT	25,256	24,373	3.62%	63,099	58,554	7.76%
OTHER INCOME/(EXPENSE)	610	4,495	-86.44%	2,193	4,485	-51.11%
OPERATING EXPENSES	(7,540)	(10,376)	-27.33%	(16,968)	(20,230)	-16.13%
FINANCE COSTS	(347)	(555)	-37.53%	(743)	(1,261)	-41.10%
PROFIT/(LOSS) BEFORE TAXATION	17,980	17,937	0.24%	47,581	41,549	14.52%
TAXATION	(1,657)	(2,776)	-40.31%	(5,949)	(6,120)	-2.80%
<b>PROFIT/(LOSS) AFTER TAXATION</b>	<b>16,322</b>	<b>15,161</b>	<b>7.66%</b>	<b>41,633</b>	<b>35,429</b>	<b>17.51%</b>
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>						
EQUITY HOLDERS OF THE COMPANY NON - CONTROLLING INTERESTS	16,322	15,161	7.66%	41,633	35,429	17.51%
<b>EARNINGS PER SHARE</b> - BASIC (SEN)	<b>3.06</b>	<b>3.33</b>	<b>-8.03%</b>	<b>7.81</b>	<b>7.77</b>	<b>0.53%</b>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2016)

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 30.06.2017 RM'000	As At 31.12.2016 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT AND EQUIPMENT	247,142	229,354
PREPAID LEASE PAYMENTS	5,415	5,561
GOODWILL ON CONSOLIDATION	2,946	2,946
<b>TOTAL NON-CURRENT ASSETS</b>	<b>255,503</b>	<b>237,861</b>
<b>CURRENT ASSETS</b>		
INVENTORIES	73,036	70,374
TRADE RECEIVABLES	61,365	59,590
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	29,017	15,609
DIVIDEND RECEIVABLES	-	-
TAX REFUNDABLE	377	409
CASH AND BANK BALANCES	79,311	94,312
TAX EXEMPTED INVESTMENT WITH LICENSED BANK	33,539	36,039
<b>TOTAL CURRENT ASSETS</b>	<b>276,643</b>	<b>276,332</b>
<b>TOTAL ASSETS</b>	<b>532,147</b>	<b>514,193</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
SHARE CAPITAL	135,632	125,288
SHARE PREMIUM	18,163	18,112
WARRANT RESERVE	117	168
TREASURY SHARE	(668)	(666)
RETAINED PROFITS	295,635	278,173
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>448,880</b>	<b>421,076</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
LONG TERM BORROWINGS	6,093	7,977
PROVISION FOR RETIREMENT BENEFITS	1,034	1,074
DEFERRED TAXATION	3,908	3,908
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>11,035</b>	<b>12,959</b>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	41,457	30,886
OTHER PAYABLES AND ACCRUALS	18,165	38,187
PROVISION FOR TAXATION	4,101	2,739
SHORT-TERM BORROWINGS	8,508	7,512
BANK OVERDRAFT	-	835
<b>TOTAL CURRENT LIABILITIES</b>	<b>72,232</b>	<b>80,159</b>
<b>TOTAL LIABILITIES</b>	<b>83,267</b>	<b>93,118</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>532,147</b>	<b>514,193</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY OWNERS (RM)</b>	<b>0.83</b>	<b>0.84</b>

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**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Period Ended 30 Jun	
	2017 RM'000	2016 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	47,581	41,549
<b>Adjustments for non-cash flow items:-</b>		
Amortisation of prepaid lease payments	146	146
Depreciation of property, plant and equipment	11,155	12,901
Interest expense	743	1,261
Interest income	(2,006)	(1,555)
Unrealised loss/(gain) on foreign exchange	789	(53)
<b>Operating Profit / (Loss) Before Changes in Working Capital</b>	<b>58,409</b>	<b>54,248</b>
<b>Changes in Working Capital</b>		
Inventories	(2,662)	(849)
Trade and other receivables	(15,183)	460
Trade and other payables	(9,491)	(16,891)
<b>Cash Generated From Operations</b>	<b>31,073</b>	<b>36,968</b>
Income Tax Paid	(4,555)	(2,616)
Interest paid	(743)	(1,261)
<b>Net Operating Cash Flows</b>	<b>25,775</b>	<b>33,091</b>
<b>Cash Flow From Investing Activities</b>		
Interest received	2,006	1,555
Purchase of property, plant and equipment	(25,053)	(3,350)
<b>Net Cash Used In Investing Activities</b>	<b>(23,048)</b>	<b>(1,795)</b>
<b>Cash Flows from Financing Activities</b>		
Dividends Paid	(24,171)	(3,348)
Net repayment of hire purchase obligations	(2,745)	(2,267)
Repayment of term loans	(2,821)	(43,940)
Proceeds from Warrants Conversion	10,344	6,335
Treasury Share	(2)	(334)
<b>Net Financing Cash Flows</b>	<b>(19,394)</b>	<b>(43,554)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(16,667)</b>	<b>(12,258)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY 2017</b>	<b>129,517</b>	<b>125,374</b>
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE 2017/2016</b>	<b>112,850</b>	<b>113,116</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and Cash equivalents included in the condensed consolidated statement of cash flows comprise		
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>	<b>Period Ended 30 Jun</b>	
	<b>2017 RM'000</b>	<b>2016 RM'000</b>
Cash and bank balances	79,311	103,116
Tax Exempted investment with licensed bank	33,539	10,000
	<b>112,850</b>	<b>113,116</b>

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**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Period Ended 30 Jun					
	Share Capital	Share Premium	Warrant Reserve	Share Buy Back	Retained Profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2017	125,288	18,112	168	(666)	278,173	421,075
Total comprehensive income for the Period	-	-	-	-	41,633	41,633
Proceeds from Warrants Conversion	10,344	51	(51)	-	-	10,344
Treasury Share	-	-	-	(2)	-	(2)
Dividends	-	-	-	-	(24,171)	(24,171)
<b>Balance as at 30.06.2017</b>	<b>135,632</b>	<b>18,163</b>	<b>117</b>	<b>(668)</b>	<b>295,635</b>	<b>448,880</b>
At 1 January 2016	109,082	17,950	330	-	218,253	345,615
Total comprehensive income for the Period	-	-	-	-	80,669	80,669
Proceeds from Warrants Conversion	16,206	162	(162)	-	-	16,206
Treasury Share	-	-	-	(666)	-	(666)
Dividends	-	-	-	-	(20,749)	(20,749)
<b>Balance as at 31.12.2016</b>	<b>125,288</b>	<b>18,112</b>	<b>168</b>	<b>(666)</b>	<b>278,173</b>	<b>421,075</b>

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