

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FORTH FINANCIAL QUARTER ENDED 31 DECEMBER 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	
	31-Dec-17 RM'000	31-Dec-16 RM'000		31-Dec-17 RM'000	31-Dec-16 RM'000	
REVENUE	132,676	145,220	-8.64%	544,663	540,045	0.86%
COST OF SALES	(117,386)	(107,792)	8.90%	(450,226)	(417,241)	7.91%
GROSS PROFIT	15,290	37,428	-59.15%	94,437	122,804	-23.10%
OTHER INCOME/(EXPENSE)	3,204	4,942	-35.16%	5,525	10,016	-44.84%
OPERATING EXPENSES	(8,083)	(12,568)	-35.69%	(32,603)	(40,475)	-19.45%
FINANCE COSTS	(213)	(241)	-11.42%	(1,543)	(2,049)	-24.72%
PROFIT/(LOSS) BEFORE TAXATION	10,199	29,561	-65.50%	65,815	90,296	-27.11%
TAXATION	5,307	(1,555)	-441.30%	(1,512)	(9,627)	-84.29%
<b>PROFIT/(LOSS) AFTER TAXATION</b>	15,506	28,006	(5)	64,303	80,669	(1)
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>						
EQUITY HOLDERS OF THE COMPANY NON - CONTROLLING INTERESTS	15,506	28,006	-44.63%	64,303	80,669	-20.29%
<b>EARNINGS PER SHARE</b> - BASIC (SEN)	2.88	5.99	-51.98%	11.94	17.27	-30.86%

(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 - FORTH FINANCIAL QUARTER ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31.12.2017 RM'000	As At 31.12.2016 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT AND EQUIPMENT	277,627	229,354
PREPAID LEASE PAYMENTS	5,333	5,561
GOODWILL ON CONSOLIDATION	2,946	2,946
<b>TOTAL NON-CURRENT ASSETS</b>	<b>285,907</b>	<b>237,861</b>
<b>CURRENT ASSETS</b>		
INVENTORIES	76,808	70,374
TRADE RECEIVABLES	45,321	59,590
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	13,847	10,706
GST REFUNDABLE	10,577	4,902
TAX REFUNDABLE	1,152	409
DEFERRED TAX ASSETS	6,500	-
CASH AND BANK BALANCES	77,142	94,312
TAX EXEMPTED INVESTMENT WITH LICENSED BANK	46,239	36,039
<b>TOTAL CURRENT ASSETS</b>	<b>277,586</b>	<b>276,332</b>
<b>TOTAL ASSETS</b>	<b>563,492</b>	<b>514,193</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
SHARE CAPITAL	139,645	125,288
SHARE PREMIUM	18,256	18,112
WARRANT RESERVE	25	168
TREASURY SHARE	(1,107)	(666)
RETAINED PROFITS	309,395	278,173
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>466,213</b>	<b>421,076</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
LONG TERM BORROWINGS	15,607	7,977
PROVISION FOR RETIREMENT BENEFITS	876	1,074
DEFERRED TAX LIABILITIES	6,059	3,908
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>22,541</b>	<b>12,959</b>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	31,171	30,886
OTHER PAYABLES AND ACCRUALS	36,568	38,187
PROVISION FOR TAXATION	1	2,739
SHORT-TERM BORROWINGS	6,998	7,512
BANK OVERDRAFT	-	835
<b>TOTAL CURRENT LIABILITIES</b>	<b>74,738</b>	<b>80,159</b>
<b>TOTAL LIABILITIES</b>	<b>97,279</b>	<b>93,118</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>563,492</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 - FORTH FINANCIAL QUARTER ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Period Ended 31 Dec	
	2017 RM'000	2016 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	65,815	90,296
<b>Adjustments for non-cash flow items:-</b>		
Amortisation of prepaid lease payments	228	163
Depreciation of property, plant and equipment	22,480	25,372
Interest expense	1,543	2,049
Interest income	(3,491)	(3,324)
Unrealised loss/(gain) on foreign exchange	3,558	(1,757)
<b>Operating Profit / (Loss) Before Changes in Working Capital</b>	<b>90,133</b>	<b>112,799</b>
<b>Changes in Working Capital</b>		
Inventories	(6,434)	(7,397)
Trade and other receivables	4,519	(23,886)
Trade and other payables	(2,454)	1,286
<b>Cash Generated From Operations</b>	<b>85,764</b>	<b>82,802</b>
Income Tax Paid	(9,343)	(10,967)
Interest paid	(1,543)	(2,049)
<b>Net Operating Cash Flows</b>	<b>74,879</b>	<b>69,786</b>
<b>Cash Flow From Investing Activities</b>		
Interest received	3,491	3,324
Purchase of property, plant and equipment	(68,192)	(17,771)
<b>Net Cash Used In Investing Activities</b>	<b>(64,701)</b>	<b>(14,447)</b>
<b>Cash Flows from Financing Activities</b>		
Dividends Paid	(33,082)	(20,748)
Drawdown of term loan	13,838	3,080
Net repayment of hire purchase obligations	(2,955)	(3,871)
Repayment of term loans	(7,833)	(46,271)
Proceeds from Warrants Conversion	14,357	16,206
Treasury Share	(441)	(666)
<b>Net Financing Cash Flows</b>	<b>(16,116)</b>	<b>(52,270)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(5,937)</b>	<b>3,068</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY 2017</b>	<b>128,442</b>	<b>125,374</b>
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER 2017/2016</b>	<b>122,505</b>	<b>128,442</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 31 Dec</b>	
	<b>2017 RM'000</b>	<b>2016 RM'000</b>
Cash and bank balances	77,142	94,312
Tax Exempted investment with licensed bank	46,239	36,039
Deposit placed with licensed bank held for funded employee benefits	(876)	(1,074)
Bank overdrafts	(835)	(835)
	<b>122,505</b>	<b>128,443</b>

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**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FORTH FINANCIAL QUARTER ENDED 31 DECEMBER 2017**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Period Ended 31 Dec					
	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	-	-	-	-	64,303	64,303
Proceeds from Warrants Conversion	14,357	144	(144)	-	-	14,357
Treasury Share	-	-	-	(441)	-	(441)
Dividends	-	-	-	-	(33,082)	(33,082)
<b>Balance as at 31.12.2017</b>	<b>139,645</b>	<b>18,256</b>	<b>24</b>	<b>(1,107)</b>	<b>309,395</b>	<b>466,213</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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