

**KIA LIM BERHAD (342868-P)****CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2017***(These figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>CURRENT QUARTER ENDED 30/06/2017 RM '000</b>	<b>COMPARATIVE QUARTER ENDED 30/06/2016 RM '000</b>	<b>6 MONTHS CUMULATIVE TO DATE 30/06/2017 RM '000</b>	<b>COMPARATIVE 6 MONTHS CUMULATIVE TO DATE 30/06/2016 RM '000</b>
<b>Continuing Operations</b>				
Revenue	8,999	11,037	19,759	24,634
Cost Of Sales	(8,590)	(10,106)	(19,379)	(20,601)
Gross Profit	409	931	380	4,033
Other Operating Income/(Expenses)	40	160	(410)	221
Selling And Distribution Expenses	(1,093)	(1,267)	(2,385)	(2,789)
Administrative Expenses	(1,184)	(1,153)	(2,312)	(2,378)
Finance Costs	(135)	(154)	(320)	(355)
Share Of Profit Of Associated Companies	-	-	-	-
Other Investment Income	-	-	-	-
<b>Loss Before Tax</b>	<b>(1,963)</b>	<b>(1,483)</b>	<b>(5,047)</b>	<b>(1,268)</b>
Income Tax	203	(43)	893	(150)
<b>Net Loss</b>	<b>(1,760)</b>	<b>(1,526)</b>	<b>(4,154)</b>	<b>(1,418)</b>
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Loss For The Year</b>	<b>(1,760)</b>	<b>(1,526)</b>	<b>(4,154)</b>	<b>(1,418)</b>
<b>Loss Attributable To: Owners Of The Parent</b>	<b>(1,760)</b>	<b>(1,526)</b>	<b>(4,154)</b>	<b>(1,418)</b>
<b>Total Comprehensive Loss Attributable To: Owners Of The Parent</b>	<b>(1,760)</b>	<b>(1,526)</b>	<b>(4,154)</b>	<b>(1,418)</b>
Loss Per Share				
- Basic (Sen)	(2.84)	(2.46)	(6.71)	(2.29)
- Diluted (Sen)	(2.84)	(2.46)	(6.71)	(2.29)

(The Condensed Consolidated Statement of 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)

**KIA LIM BERHAD (342868-P)****CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
AS AT 30 JUNE 2017****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>UNAUDITED AS AT 30/06/2017 RM '000</b>	<b>AUDITED AS AT 31/12/2016 RM '000</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	65,032	66,512
Investment in properties	487	501
Investment in associated	82	82
Investment in securities	5	5
Deferred tax assets	2,164	1,271
	<u>67,770</u>	<u>68,371</u>
<b>Current assets</b>		
Inventories	14,179	16,933
Trade and other receivables	8,832	10,354
Tax recoverable	100	50
Cash and bank balances	388	393
	<u>23,499</u>	<u>27,730</u>
<b>Total assets</b>	<u>91,269</u>	<u>96,101</u>
<b>Equity and Liabilities</b>		
<b>Non-current liability</b>		
Borrowings	595	1,093
<b>Current liabilities</b>		
Trade and other payables	13,760	13,154
Borrowings	7,004	7,790
	<u>20,764</u>	<u>20,944</u>
<b>Total liabilities</b>	<u>21,359</u>	<u>22,037</u>
<b>Equity attributable to equity holders of the parent</b>		
Share capital	69,221	61,938
Reserves		
- Share premium	-	7,283
- Retained earnings	689	4,843
<b>Total equity</b>	<u>69,910</u>	<u>74,064</u>
<b>Total equity and liabilities</b>	<u>91,269</u>	<u>96,101</u>
<b>Net assets per share (RM)</b>	<u>1.1287</u>	<u>1.1958</u>

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**KIA LIM BERHAD (342868-P)****CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 JUNE 2017****CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>6 MONTHS ENDED 30/06/2017 RM '000</b>	<b>6 MONTHS ENDED 30/06/2016 RM '000</b>
<b>Operating activities</b>		
Loss before tax	(5,047)	(1,268)
Adjustment for:		
Depreciation of property, plant and equipment	2,846	3,561
Gain on disposal of property, plant and equipment	(39)	(62)
Interest expense	320	355
Inventories written off	325	-
Property, plant and equipment written off	587	-
Operating cash flows before changes in working capital	(1,008)	2,586
Inventories	2,428	(1,648)
Receivables	1,522	3,435
Payables	606	(2,198)
Cash flows generated from operations	3,548	2,175
Tax paid	(49)	(198)
Interest paid	(320)	(355)
Net cash flows generated from operating activities	3,179	1,622
<b>Investing activities</b>		
Proceeds from disposal of property, plant and equipment	39	63
Purchase of property, plant and equipment	(1,939)	(824)
Net cash flows used in investing activities	(1,900)	(761)
<b>Financing activities</b>		
Repayment of bankers' acceptances	(461)	(420)
Repayment of obligations under finance lease	(232)	(314)
Repayment of Redeemable Convertible Secured Loan		
Stocks	-	(5,000)
Proceeds from term loan	-	1,615
Repayment of term loan	(328)	(124)
Net cash flows used in financing activities	(1,021)	(4,243)
<b>Net increase/(decrease) in cash and cash equivalents</b>	258	(3,382)
<b>Cash and cash equivalents brought forward</b>	(1,916)	977
<b>Cash and cash equivalents carried forward</b>	(1,658)	(2,405)

(The Condensed Consolidated Statement of 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)

## KIA LIM BERHAD (342868-P)

### CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2017

#### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

← ATTRIBUTABLE TO OWNERS OF THE PARENT →

	<u>SHARE CAPITAL</u> RM'000	<u>SHARE PREMIUM</u> RM'000	<u>RETAINED EARNINGS</u> RM'000	<u>TOTAL EQUITY</u> RM'000
<b><u>6 months period ended 30 June 2016</u></b>				
Balance at 1 January 2016	61,938	7,283	13,842	83,063
Total comprehensive loss	-	-	(1,418)	(1,418)
Balance at 30 June 2016	<u>61,938</u>	<u>7,283</u>	<u>12,424</u>	<u>81,645</u>
<b><u>6 months period ended 30 June 2017</u></b>				
Balance at 1 January 2017	61,938	7,283	4,843	74,064
Total comprehensive loss	-	-	(4,154)	(4,154)
Adjustment for effects of Companies Act 2016 (Note a)	7,283	(7,283)	-	-
Balance at 30 June 2017	<u>69,221</u>	<u>-</u>	<u>689</u>	<u>69,910</u>

**Note a:**

With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, the credit standing in the share premium account of RM7,283,230 has been transferred to the share capital account. The Company may use the credit amount being transferred from share premium for the purposes as set out in subsection 618(3) of the New Act within 24 months after the commencement of the New Act.

(The Condensed Consolidated Statement of 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)