

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014 - UNAUDITED

	30 June 2014 RM'000	31 December 2013 RM'000
ASSETS		
Property, plant and equipment	307,850	309,851
Quoted investments	10	10
Total non-current assets	307,860	309,861
Inventories	176,922	153,617
Trade and other receivables	103,170	110,419
Current tax assets	567	665
Derivative financial assets	-	1,108
Cash and cash equivalents	26,404	29,397
	307,063	295,206
Assets classified as held for sale	662	-
Total current assets	307,725	295,206
Total assets	615,585	605,067
EQUITY		
Share capital	185,032	185,032
Share premium	1,969	1,969
Reserves	6,169	9,872
Total equity attributable to owners of the Company	193,170	196,873
LIABILITIES		
Loans and borrowings	50,083	44,952
Deferred tax liabilities	8,660	9,342
Employee benefits	-	4,844
Total non-current liabilities	58,743	59,138
Trade and other payables	113,328	113,625
Loans and borrowings	250,318	235,387
Current tax liabilities	26	44
Total current liabilities	363,672	349,056
Total liabilities	422,415	408,194
Total equity and liabilities	615,585	605,067
Net Assets per ordinary share of RM0.50 each attributable to owners of the Company (sen)	55	57

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2013)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 30 June 2014 - Unaudited

	3 months ended 30 June		Year to date ended 30 June	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Revenue	134,809	136,508	261,440	275,620
Cost of sales	(131,433)	(120,626)	(247,436)	(245,666)
Gross profit	3,376	15,882	14,004	29,954
Other income	6,042	419	6,664	1,188
Selling and distribution expenses	(1,673)	(1,796)	(3,434)	(3,887)
Administrative expenses	(7,980)	(6,256)	(13,745)	(12,587)
Finance costs	(4,077)	(3,759)	(7,633)	(7,543)
Profit before taxation	(4,312)	4,490	(4,144)	7,125
Income tax expense	490	(1,123)	441	(1,835)
Profit from continuing operations	(3,822)	3,367	(3,703)	5,290
Profit from discontinued operation, net of tax	-	983	-	1,344
Profit and total comprehensive income for the period	(3,822)	4,350	(3,703)	6,634
Attributable to:				
Owners of the Company	(3,822)	4,350	(3,703)	6,389
Non-controlling interests	-	-	-	245
Profit and total comprehensive income for the period	(3,822)	4,350	(3,703)	6,634
Basic earnings per ordinary share of RM0.50 each (sen)				
- From continuing operation	(1.10)	1.09	(1.06)	2.01
- From discontinued operation	-	0.32	-	0.53
	(1.10)	1.41	(1.06)	2.54
Diluted earnings per ordinary share of RM0.50 each (sen)				
- From continuing operation	-	-	-	-

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2013)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2014 - Unaudited

	Attributable to owners of the Company						Non-controlling Interests RM'000	Total Equity RM'000
	Non-distributable			Distributable				
	Ordinary Share Capital RM'000	RCPS* RM'000	Warrant Reserve RM'000	Share Premium RM'000	Retained Profits RM'000	Total RM'000		
At 1 January 2014	174,169	10,863	-	1,969	9,872	196,873	-	196,873
Total comprehensive profit for the period	-	-	-	-	(3,703)	(3,703)	-	(3,703)
At 30 June 2014	<u>174,169</u>	<u>10,863</u>	<u>-</u>	<u>1,969</u>	<u>6,169</u>	<u>193,170</u>	<u>-</u>	<u>193,170</u>
At 1 January 2013	90,924	10,863	6,843	1,969	30,108	140,707	11,306	152,013
Increase in investment in subsidiary	16,612	-	-	-	(5,061)	11,551	(11,551)	-
Issuance of shares through placement	43,953	-	-	-	-	43,953	-	43,953
Issuance of shares through Bonus Issue	15,833	-	-	-	(15,833)	-	-	-
Issuance of shares by exercise of warrants	4	-	(1)	-	-	4	-	4
Expiry of warrants	6,843	-	(6,843)	-	-	-	-	-
Remeasurement of retirement benefit	-	-	-	-	403	403	-	403
Total comprehensive profit for the period	-	-	-	-	255	255	245	500
At 31 December 2013	<u>174,169</u>	<u>10,863</u>	<u>-</u>	<u>1,969</u>	<u>9,872</u>	<u>196,873</u>	<u>-</u>	<u>196,873</u>

*Redeemable Convertible Preference Shares of RM0.50 each

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2013)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 June 2014 - Unaudited

	Period ended 30 June	
	2014	2013
	RM'000	RM'000
Cash flows from operating activities		
Profit/(Loss) before tax from :		
Continuing operation	(4,144)	7,125
Discontinued operation	-	1,344
	<u>(4,144)</u>	<u>8,469</u>
Adjustments for:		
Depreciation of property, plant and equipment	10,110	9,199
Gain on disposal of property, plant & equipment	(20)	(419)
Gain on disposal of subsidiary	-	(1,317)
Finance costs	7,633	7,759
Finance income	(671)	(664)
Reversal of retirement benefits	<u>(4,844)</u>	<u>-</u>
Operating profit before changes in working capital	8,064	23,027
Changes in working capital:		
Properties held for sale	-	116
Inventories	(23,305)	(56,430)
Trade and other receivables	8,357	(22,799)
Trade and other payables	<u>(297)</u>	<u>49,165</u>
Cash (used in)/generated from operations	(7,181)	(6,921)
Income tax refund/(paid)	(160)	132
Interest paid	(4,480)	(4,960)
Interest received	146	258
Net cash (used in)/generated from operating activities	<u><u>(11,675)</u></u>	<u><u>(11,491)</u></u>

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(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 June 2014 - Unaudited

	Period ended 30 June	
	2014	2013
	RM'000	RM'000
Cash flows from investing activities		
Acquisition of property, plant and equipment	(9,040)	(8,649)
Proceeds from disposal of property, plant & equipment	289	597
Proceeds from disposal of subsidiary, net of cash equivalent	-	8,362
Interest received	525	406
Increase in deposits pledged with banks	(446)	(631)
Net cash generated from/(used in) investing activities	<u>(8,672)</u>	<u>85</u>
Cash flows from financing activities		
(Repayment of)//Net proceeds from loans	(257)	(8,994)
Net proceeds from bankers' acceptances and revolving credits	27,503	(6,513)
Repayment of finance leases	(1,878)	(2,295)
Interest paid	(3,154)	(2,800)
Proceeds from issuance of shares	-	42,773
Net cash generated from/(used in) financing activities	<u>22,214</u>	<u>22,171</u>
Net increase in cash and cash equivalents	1,867	10,765
Cash and cash equivalents at beginning of year	<u>106</u>	<u>10,189</u>
Cash and cash equivalents at end of year	<u>1,973</u>	<u>20,954</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,426	1,341
Cash and bank balances	4,641	25,941
Bank overdrafts	(4,094)	(6,328)
	<u>1,973</u>	<u>20,954</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2013)