

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016 - UNAUDITED

	31 December 2016 RM'000 (Unaudited)	31 December 2015 RM'000 (Audited)
ASSETS		
Property, plant and equipment	269,742	283,123
Quoted investments	10	10
Deferred tax assets	-	-
Total non-current assets	269,752	283,133
Inventories	99,813	89,040
Trade and other receivables	110,907	92,015
Current tax assets	643	644
Derivative financial assets	6,027	488
Cash and cash equivalents	31,404	28,075
	248,794	210,262
Assets classified as held for sale	-	59,664
Total current assets	248,794	269,926
Total assets	518,546	553,059
EQUITY		
Share capital	45,697	185,032
Share premium	130,431	1,969
Reserves	14,192	13,498
Total equity attributable to owners of the Company	190,320	200,499
LIABILITIES		
Loans and borrowings	23,310	42,333
Deferred tax liabilities	385	264
Total non-current liabilities	23,695	42,597
Trade and other payables	155,639	145,784
Loans and borrowings	147,389	164,071
Current tax liabilities	1,501	108
Total current liabilities	304,529	309,963
Total liabilities	328,224	352,560
Total equity and liabilities	518,544	553,059
Net Assets per ordinary share of RM0.10 / RM0.50 each attributable to owners of the Company (sen)	55	58

(The Condensed Consolidated Statement of Financial Position should be read in conjunction
with the Annual Financial Report for the year ended 31 December 2015)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

For the period ended 31 December 2016 - Unaudited

	3 months ended 31 Dec		Year to date ended 31 Dec	
	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000
Revenue	105,863	107,804	399,617	491,631
Cost of sales	(96,694)	(101,488)	(349,383)	(464,716)
Gross profit	9,169	6,316	50,234	26,915
Other income	(104)	1,589	1,729	3,417
Selling and distribution expenses	(1,610)	(1,492)	(6,561)	(7,156)
Administrative expenses	(11,134)	(7,908)	(32,084)	(30,243)
Finance costs	(2,901)	(3,143)	(11,648)	(12,942)
	(6,580)	(4,638)	1,670	(20,009)
Unrealised profit/(loss) on foreign exchange	(4,324)	7,334	(5,606)	(298)
Derivative gain/(loss) on forward foreign exchange contracts	3,913	(7,560)	6,027	488
	(411)	(226)	421	190
Operating profit/(loss) before taxation	(6,991)	(4,864)	2,091	(19,819)
Non-operating loss	(9,353)	-	(9,353)	-
Loss before taxation	(16,344)	(4,864)	(7,262)	(19,819)
Income tax expense	103	(182)	(2,695)	3,267
Profit and total comprehensive income for the period	(16,241)	(5,046)	(9,957)	(16,552)
Profit attributable to:				
Owners of the Company	(16,241)	(5,046)	(9,957)	(16,552)
Non-controlling interests	-	-	-	-
Profit for the year	(16,241)	(5,046)	(9,957)	(16,552)
Basic earnings per ordinary share of RM0.10 / RM0.50 each (sen)				
- From continuing operation	(4.66)	(1.45)	(2.86)	(4.75)
- From discontinued operation	-	-	-	-
	(4.66)	(1.45)	(2.86)	(4.75)
Diluted earnings per ordinary share of RM0.10 / 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 2015)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 December 2016 - Unaudited

	Attributable to owners of the Company						Total Equity RM'000
	Ordinary Share Capital RM'000	Non-distributable			Distributable		
		RCPS* RM'000	Translation Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Retained Profits RM'000	
At 1 January 2016	174,169	10,863	(29)	1,969	50,596	(37,069)	200,499
Foreign currency translation differences for foreign operations	-	-	8	-	-	-	8
Reclassification of revaluation reserve to retained profits	-	-	-	-	(15,260)	15,260	-
Par value reduction	(139,335)	-	-	139,335	-	-	-
Net off accumulated loss against share premium	-	-	-	(10,643)	-	10,643	-
Defrayed expenses	-	-	-	(230)	-	-	(230)
Total comprehensive profit for the period	-	-	-	-	-	(9,957)	(9,957)
At 31 December 2016	<u>34,834</u>	<u>10,863</u>	<u>(21)</u>	<u>130,431</u>	<u>35,336</u>	<u>(21,123)</u>	<u>190,320</u>
At 1 January 2015	174,169	10,863	-	1,969	50,596	(20,517)	217,080
Foreign currency translation differences for foreign operations	-	-	(29)	-	-	-	(29)
Total comprehensive losses for the year	-	-	-	-	-	(16,552)	(16,552)
At 31 December 2015	<u>174,169</u>	<u>10,863</u>	<u>(29)</u>	<u>1,969</u>	<u>50,596</u>	<u>(37,069)</u>	<u>200,499</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 2015)

YKGI HOLDINGS BERHAD

(Company No. 032939-U)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 December 2016 - Unaudited

	Period ended 31 December	
	2016	2015
	RM'000	RM'000
Cash flows from operating activities		
Loss before tax from :		
Continuing operation	(7,262)	(19,819)
Adjustments for:		
Depreciation of property, plant and equipment	18,671	19,846
Gain on disposal of property, plant & equipment	(176)	(75)
Property, plant & equipment written off	1,649	183
Loss on disposal of property held for sale	9,353	-
Finance costs	11,648	12,928
Finance income	(684)	(1,013)
Unrealised loss on foreign exchange	5,606	307
Derivative gain on forward foreign exchange contracts	(6,027)	(488)
Operating profit before changes in working capital	32,778	11,869
Changes in working capital:		
Inventories	(10,772)	39,661
Trade and other receivables	1,321	(758)
Trade and other payables	5,237	12,912
Cash generated from operations	28,564	63,684
Income tax paid	(1,179)	(172)
Interest paid	(8,806)	(9,408)
Interest received	27	279
Net cash generated from operating activities	18,606	54,383

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 December 2016 - Unaudited

	Period ended 31 December	
	2016	2015
	RM'000	RM'000
Cash flows from investing activities		
Acquisition of property, plant and equipment	(7,014)	(8,075)
Proceeds from disposal of property, plant & equipment	29,849	90
Interest received	657	734
(Increase)/Decrease in deposits pledged with banks	(9,867)	6,851
Net cash generated from/(used in) investing activities	<u>13,625</u>	<u>(400)</u>
Cash flows from financing activities		
(Repayment of)//Net proceeds from loans	(18,489)	2,568
Net proceeds from bankers' acceptances and revolving credits	(14,392)	(38,727)
Repayment of finance leases	(2,512)	(2,603)
Interest paid	(2,842)	(3,524)
Expenses paid for par value reduction	(230)	-
Net cash used in financing activities	<u>(38,465)</u>	<u>(42,286)</u>
Net (decrease)/increase in cash and cash equivalents	(6,234)	11,697
Effect on translation reserve	9	(30)
Cash and cash equivalents at beginning of year	<u>10,369</u>	<u>(1,298)</u>
Cash and cash equivalents at end of year	<u>4,144</u>	<u>10,369</u>
Cash and cash equivalents comprise:		
Fixed deposits (excluding deposits pledged)	1,800	1,469
Cash and bank balances	4,500	11,369
Bank overdrafts	(2,156)	(2,469)
	<u>4,144</u>	<u>10,369</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015)