

UCHI TECHNOLOGIES BERHAD
(Company No. 457890-A)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED JUNE 30, 2017**

(The figures have not been audited)

	Note	Individual 3 months ended June 30		Changes (%)	Cumulative 6 months ended June 30		Changes (%)
		2017 RM'000	2016 RM'000		2017 RM'000	2016 RM'000	
Revenue		31,456	27,139	16%	63,914	57,744	11%
Operating profit		14,502	11,784	23%	27,992	25,297	11%
Other income	19	743	1,250		1,517	242	
Net gain/ (loss) on other financial assets	22	1,444	(773)		1,806	466	
Profit before tax		16,689	12,261	36%	31,315	26,005	20%
Income tax expenses	18	(366)	(372)		(746)	(701)	
Profit for the period attributable to owners of the Company		16,323	11,889	37%	30,569	25,304	21%
Other comprehensive income / (loss), net of income tax							
Items that will be reclassified subsequently to profit or loss:							
Exchange differences on translating foreign operations		(369)	(47)		(556)	(2,808)	
Total comprehensive income for the period, net of tax		15,954	11,842		30,013	22,496	
Basic earnings per ordinary share of RM0.20 each (sen)	26	3.74	3.02		7.00	6.42	
Diluted earnings per ordinary share of RM0.20 each (sen)	26	3.73	3.01		6.99	6.42	

The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended December 31, 2016.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF JUNE 30, 2017

(The figures have not been audited)

	Note	Unaudited as of June 30, 2017 RM'000	Audited as of December 31, 2016 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment		58,310	61,089
Prepaid lease payments		7,097	7,267
Investment property		7,532	7,650
Deferred tax assets		211	212
		<u>73,150</u>	<u>76,218</u>
Current Assets			
Inventories		17,058	13,731
Trade and other receivables	25	12,621	10,921
Other assets		1,575	1,639
Current tax assets		-	117
Other financial assets	22	28	-
Short-term deposits		208,072	185,866
Cash and bank balances		3,717	14,894
		<u>243,071</u>	<u>227,168</u>
TOTAL ASSETS		<u>316,221</u>	<u>303,386</u>
EQUITY AND LIABILITIES			
Share capital		141,728	88,740
Less: Treasury shares, at cost		(11,242)	(11,242)
Reserves		9,530	60,010
Retained earnings		109,704	114,158
Total Equity		<u>249,720</u>	<u>251,666</u>
Non-current Liabilities			
Deferred tax liabilities		1,286	1,286
Current Liabilities			
Trade and other payables		27,655	21,621
Provision for rework and warranty		2,014	2,014
Current tax liabilities		505	372
Other financial liabilities		-	4,596
Dividend payable		35,041	21,831
		<u>65,215</u>	<u>50,434</u>
Total Liabilities		<u>66,501</u>	<u>51,720</u>
TOTAL EQUITY AND LIABILITIES		<u>316,221</u>	<u>303,386</u>
Net assets per issued shares (RM)		0.57	0.58

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended December 31, 2016.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED JUNE 30, 2017**

(The figures have not been audited)

Note	Non-Distributable				Distributable		Total RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000	Foreign Currency Translation Reserve RM'000	Equity- Settled Employee Benefits Reserve RM'000	Retained Earnings RM'000	
Balance as of January 1, 2016	78,974	47,123	(11,242)	9,255	4,845	101,711	230,666
Profit for the period	-	-	-	-	-	25,304	25,304
Other comprehensive loss for the period	-	-	-	(2,808)	-	-	(2,808)
Total comprehensive (loss)/ income for the period	-	-	-	(2,808)	-	25,304	22,496
Allotment of shares	1,598	9,481	-	-	-	-	11,079
Dividends	-	-	-	-	-	(26,102)	(26,102)
Issue of bonus share	7,848	(7,848)	-	-	-	-	-
Share-based payment under ESOS	-	-	-	-	28	-	28
Share-based payment under ESOS forfeited	-	-	-	-	(81)	81	-
Balance as of June 30, 2016	<u>88,420</u>	<u>48,756</u>	<u>(11,242)</u>	<u>6,447</u>	<u>4,792</u>	<u>100,994</u>	<u>238,167</u>
Balance as of January 1, 2017	88,740	50,629	(11,242)	8,473	908	114,158	251,666
Profit for the period	-	-	-	-	-	30,569	30,569
Other comprehensive loss for the period	-	-	-	(556)	-	-	(556)
Total comprehensive (loss)/ income for the period	-	-	-	(556)	-	30,569	30,013
Allotment of shares	2,359	-	-	-	-	-	2,359
Transfer arising from "no par value" regime (Note a)	50,629	(50,629)	-	-	-	-	-
Dividends	-	-	-	-	-	(35,041)	(35,041)
Share-based payment under ESOS	-	-	-	-	723	-	723
Share-based payment under ESOS forfeited	-	-	-	-	(18)	18	-
Balance as of June 30, 2017	<u>141,728</u>	<u>-</u>	<u>(11,242)</u>	<u>7,917</u>	<u>1,613</u>	<u>109,704</u>	<u>249,720</u>

As of June 30, 2017, of the total 445,083,359 issued and fully paid ordinary shares, 7,071,000 shares are held as treasury shares by the Company. Hence, the number of outstanding shares issued and fully paid is 438,012,359 ordinary shares.

Note a :

With the Companies Act 2016 (" New Act") coming into effect on January 31, 2017, the credit standing in the share premium accounts of RM50.629 million, has been transferred to the share capital account. Pursuant to subsection 618 (3) & 618 (4) of the New Act, the Company may exercise its right to use the credit amounts being transferred from share premium accounts within 24 months after the commencement of the New Act. The Board of Directors will make a decision thereon by January 31, 2019.

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2017

(The figures have not been audited)

	6 months ended	
	June 30	
	2017	2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year	30,569	25,304
Adjustments for :		
Income tax expense recognised in profit or loss	746	701
Depreciation and amortisation of non-current assets	3,137	3,004
Unrealised (gain)/ loss arising on financial assets/ liabilities designated as at fair value through profit or loss	(28)	(181)
Unrealised (gain)/ loss on foreign exchange	(91)	1,298
Expense recognised in respect of equity-settled share-based payments	723	28
Investment income recognised in profit or loss	(3,142)	(2,860)
Loss/ (gain) on disposal of property, plant and equipment	27	2
Operating profit before working capital changes	31,941	27,296
(Increase)/Decrease in :		
Inventories	(3,382)	1,045
Trade and other receivables	(1,897)	(4,162)
Other assets	56	(497)
Increase/(Decrease) in :		
Trade and other payables	6,110	3,713
Other financial liabilities	(4,596)	(4,955)
Cash generated from operations	28,232	22,440
Income taxes paid	(613)	(634)
Tax refund	117	-
Net cash generated from operating activities	27,736	21,806
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	(423)	(50)
Interest received	3,234	3,121
Net cash generated from investing activities	2,811	3,071
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to owners of the Company	(21,831)	(19,390)
Proceeds from issue of equity shares	2,359	11,079
Net cash used in financing activities	(19,472)	(8,311)
Effects of exchange rates changes on the balances of cash held in foreign currencies	(46)	(1,160)
NET CASH INCREASE IN CASH AND CASH EQUIVALENTS	11,029	15,406
CASH AND CASH EQUIVALENTS AS OF BEGINNING	200,760	174,473
CASH AND CASH EQUIVALENTS AS OF END	211,789	189,879
Cash and bank balances	3,717	2,648
Short-term deposits with licensed banks	208,072	187,231
	211,789	189,879

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended December 31, 2016.