

SERN KOU RESOURCES BERHAD

(Company No.519103-X)

FIRST QUARTER ENDED 31 MARCH 2009

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER ENDED 31 MARCH 2009**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-09 RM'000	Preceding Year Corresponding Quarter 31-Mar-08 RM'000	Current Year To-date 31-Mar-09 RM'000	Preceding Year Corresponding Period 31-Mar-08 RM'000
Revenue	16,916	27,284	16,916	27,284
Cost of sales	(15,453)	(25,910)	(15,453)	(25,910)
Gross profit	1,463	1,374	1,463	1,374
Other income	479	126	479	126
Administrative expenses	(1,521)	(1,207)	(1,521)	(1,207)
Selling and distribution expenses	(940)	(2,069)	(940)	(2,069)
Other expenses	(120)	(149)	(120)	(149)
Finance Costs	(190)	(277)	(190)	(277)
Loss before taxation	(829)	(2,202)	(829)	(2,202)
Taxation	(91)	-	(91)	-
Loss after taxation	(920)	(2,202)	(920)	(2,202)
Attributable to:				
Equity holders of the parent	(920)	(2,202)	(920)	(2,202)
Loss per share (sen)				
- Basic	(0.77)	(1.84)	(0.77)	(1.84)
- Diluted	N/A	N/A	N/A	N/A

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
 AS AT 31 MARCH 2009**

	As at End of Current Quarter 31-Mar-09 (Unaudited) RM'000	As at Preceding Financial Year End 31-Dec-08 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	33,855	35,414
Prepaid lease payments	4,608	4,966
Goodwill on consolidation	451	451
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	38,914	40,831
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Current assets		
Inventories	18,650	17,004
Trade & other receivables	20,253	24,792
Tax refundable	1,100	1,613
Short term deposits with licensed banks	805	391
Cash and bank balances	4,292	5,753
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	45,100	49,553
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TOTAL ASSETS	84,014	90,384
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EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Retained profits	7,436	8,356
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	67,436	68,356
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LIABILITIES		
Non-current liabilities		
Hire purchase payables	306	177
Term loan	2,086	2,270
Deferred taxation	1,822	1,822
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	4,214	4,269
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Current liabilities		
Trade & other payables	3,327	4,981
Hire purchase payables	822	811
Short term borrowings	7,929	11,963
Bank overdraft	286	4
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	12,364	17,759
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Total liabilities	16,578	22,028
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TOTAL EQUITY AND LIABILITIES	84,014	90,384
	=====	=====
Net assets per share (RM)	0.56	0.57
	=====	=====

The unaudited Condensed Balance Sheet should be read in conjunction with the audited Financial Statements for year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE QUARTER ENDED 31 MARCH 2009**

	Share Capital	Retained Profits	Total
	RM'000	RM'000	RM'000
<i>For the period ended 31 March 2008</i>			
At 1 January 2009	60,000	8,356	68,356
Net loss for the period	-	(920)	(920)
At 31 March 2009	60,000	7,436	67,436
<i>For the period ended 31 March 2007</i>			
At 1 January 2008	60,000	12,366	72,366
Net loss for the period	-	(2,202)	(2,202)
At 31 March 2008	60,000	10,164	70,164

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

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FIRST QUARTER ENDED 31 MARCH 2009

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE QUARTER ENDED 31 MARCH 2009**

	Current Year To-date 31-Mar-09 RM'000	Preceding Year Corresponding Period 31-Mar-08 RM'000
CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES		
Loss before taxation	(829)	(2,202)
Adjustments for:		
Amortisation of concession rights	2,912	561
Depreciation of property, plant & equipment	960	1,097
Interest expense	140	160
Lease rental	16	18
Net gain on disposal of property, plant & machinery	(88)	-
Interest income	(18)	(27)
Operating profit/ (loss) before working capital changes	3,093	(393)
(Increase)/ Decrease in inventories	(1,646)	1,862
Decrease in trade & other receivables	1,627	5,371
(Decrease)/ Increase in trade & other payables	(1,654)	1,027
Cash From Operations	1,420	7,867
Interest paid	(140)	(160)
Income tax refunded/ (paid)	422	(462)
Net Cash From Operating Activities	1,702	7,245
CASH FLOWS FOR INVESTING ACTIVITIES		
Payment for concession rights	-	(822)
Interest received	18	27
Proceeds from disposal of property, plant and equipment	1,523	-
Purchase of property, plant and equipment	(494)	(612)
Net Cash For Investing Activities	1,047	(1,407)
CASH FLOWS (FOR)/ FROM FINANCING ACTIVITIES		
Net drawdown/ (repayment) of hire purchase obligations	140	(466)
Repayment of bankers' acceptances	(3,937)	(2,938)
Repayment of term loan	(281)	(254)
Net Cash For Financing Activities	(4,078)	(3,658)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(1,329)	2,180
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	6,140	1,162
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	4,811	3,342
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash and bank balances	4,292	3,238
Short term deposits with licensed banks	805	1,591
Bank overdraft	(286)	(1,487)
	4,811	3,342

The unaudited Condensed Cash Flow Statement should be read in conjunction with the audited Financial Statements for year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.