

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE QUARTER ENDED 30 JUNE 2016**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Jun-16 RM'000	Preceding Year Corresponding Quarter 30-Jun-15 RM'000	Current Year To-date 30-Jun-16 RM'000	Preceding Year Corresponding Period 30-Jun-15 RM'000
Continuing operations				
Revenue	29,201	22,403	105,165	109,473
Cost of sales	(26,695)	(20,106)	(91,651)	(98,688)
Gross profit	2,506	2,297	13,514	10,785
Other income	593	1,425	1,581	3,328
Selling and distribution expenses	(708)	(21)	(1,793)	(1,706)
Administrative expenses	(3,886)	(2,123)	(8,229)	(7,142)
Other expenses	(185)	(95)	(981)	(827)
Finance Costs	(451)	(372)	(1,824)	(1,766)
(Loss)/ Profit before taxation	(2,131)	1,111	2,268	2,672
Income tax expense	(138)	(482)	(933)	(519)
(Loss)/ Profit after taxation	(2,269)	629	1,335	2,153
Other Comprehensive Income	-	-	-	-
Total Comprehensive income/ (expense) for the financial period	(2,269)	629	1,335	2,153
(Loss)/ Profit after taxation attributable to:-				
-Owner of the Company	(2,268)	629	1,336	2,153
-Non-controlling interest	(1)	-	(1)	-
	(2,269)	629	1,335	2,153
Total Comprehensive Income/ (Expense) Attributable to:-				
-Owner of the Company	(2,268)	629	1,336	2,153
-Non-controlling interest	(1)	-	(1)	-
	(2,269)	629	1,335	2,153
Profit Per Share				
-Basic (Sen)	(1.89)	0.52	1.11	1.79
-Diluted	Not applicable	Not applicable	Not applicable	Not applicable

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for period ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	As at End of Current Quarter 30-Jun-16 (Unaudited)	As at Preceding Financial Year End 30-Jun-15 (Audited)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	29,584	31,551
Current assets		
Inventories	13,449	12,723
Trade receivables	30,927	35,062
Other receivables, deposits and prepayments	20,786	15,931
Derivative assets	50	-
Tax refundable	67	85
Cash and bank balances	8,635	5,344
	<hr/>	<hr/>
	73,914	69,145
	<hr/>	<hr/>
Total assets	103,498	100,696
EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Retained profits	5,088	3,752
Minority interest	(1)	
	<hr/>	<hr/>
TOTAL EQUITY	65,087	63,752
Non-current liabilities		
Long-term borrowings	3,185	3,896
Deferred tax liabilities	629	922
	<hr/>	<hr/>
	3,814	4,818
Current liabilities		
Trade payables	2,827	1,903
Other payables and accruals	2,751	2,829
Provision for taxation	784	99
Short-term borrowings	28,235	27,295
	<hr/>	<hr/>
	34,597	32,126
	<hr/>	<hr/>
Total liabilities	38,411	36,944
	<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES	103,498	100,696
	<hr/>	<hr/>
Net assets per share (RM)	0.54	0.53

The unaudited Condensed Statement of Financial Position should be read in conjunction with the audited Financial Statements for period ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.

SERN KOU RESOURCES BERHAD

(Company No.519103-X)

FOURTH QUARTER ENDED 30 JUNE 2016

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2016**

	Share Capital	Retained Profits	Non- Controlling interest	Total
	RM'000	RM'000	RM'000	RM'000
For the period ended 30 June 2016				
Balance at 1.7.2015	60,000	3,752		63,752
Profit after taxation/total comprehensive income for the financial period	-	1,336	(1)	1,335
Acquisition of subsidiaries	-	-	-	-
Balance at 30.6.2016	60,000	5,088	(1)	65,087
For the period ended 30 June 2015				
Balance at 1.7.2014	60,000	1,599	(1)	61,598
Profit after taxation/total comprehensive income for the financial period	-	2,153	-	2,153
Derecognition arising from strike off the subsidiaries	-	-	1	1
Balance at 30.6.2015	60,000	3,752	-	63,752

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for period ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
 FOR THE QUARTER ENDED 30 MARCH 2016**

	Current Year To-date 30-Jun-16 RM'000	Preceding Year Corresponding Period 30-Jun-15 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,268	2,672
Adjustments for:		
Depreciation of property, plant & equipment	2,281	2,492
Derecognition of the struck off subsidiaries	-	1
Fair value adjustment on derivative financial instruments	(50)	(11)
Gain on disposal of property, plant & machinery	(47)	(199)
Bad debts written off	1,695	-
Impairment loss of receivable	-	116
Interest expense	1,592	1,763
Interest income	(5)	(9)
Property, plant & machinery written off	-	87
Unrealised gain on foreign exchange	-	(731)
Operating profit before working capital changes	<u>7,734</u>	<u>6,181</u>
Changes in working capital:		
Inventories	(726)	(151)
Trade and other receivables	(2,415)	(1,903)
Trade and other payables	846	(1,330)
Cash generated from operations	<u>5,439</u>	<u>2,797</u>
Income tax (paid)/ refunded	<u>(523)</u>	<u>468</u>
Net cash from operating activities	4,916	3,265
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	5	9
Purchase of property, plant and equipment	(316)	(707)
Proceeds from disposal of property, plant and equipment	49	246
Net cash (used in)/from investing activities	(262)	(452)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(1,592)	(1,763)
Net repayment of hire purchase obligations	(312)	(509)
Net drawdown/ (repayment) of bankers' acceptances	2,352	(1,352)
Net drawdown/ (repayment) of term loan	1,178	(2,036)
Net cash from/(used in) financing activities	<u>1,626</u>	<u>(5,660)</u>
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	6,280	(2,847)
EFFECTS OF FOREIGN EXCHANGE	-	160
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	<u>2,047</u>	<u>4,734</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>8,327</u></u>	<u><u>2,047</u></u>
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash and bank balances	8,635	5,344
Bank overdraft	(308)	(3,297)
	<u><u>8,327</u></u>	<u><u>2,047</u></u>

The unaudited Condensed Statement of Cash Flow should be read in conjunction with the audited Financial Statements for period ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements.