

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE QUARTER ENDED 31 MARCH 2017**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31-Mar-17 RM'000	Preceding Year Corresponding Quarter 31-Mar-16 RM'000	Current Year To-date 31-Mar-17 RM'000	Preceding Year Corresponding Period 31-Mar-16 RM'000
Continuing operations				
Revenue	33,325	27,591	97,485	75,963
Cost of sales	(29,555)	(23,746)	(87,090)	(64,956)
Gross profit	3,770	3,845	10,395	11,007
Other income	320	131	1,142	1,583
Selling and distribution expenses	(450)	(623)	(1,985)	(1,680)
Administrative expenses	(1,799)	(1,546)	(5,371)	(4,343)
Other expenses	(89)	(372)	(366)	(796)
Finance Costs	(551)	(501)	(1,539)	(1,372)
Profit before taxation	1,201	934	2,276	4,399
Income tax expense	(455)	(63)	(780)	(795)
Profit after taxation	746	871	1,496	3,604
Other Comprehensive Income	-	-	-	-
Total Comprehensive income for the financial period	746	871	1,496	3,604
Profit after taxation attributable to:-				
-Owner of the Company	746	871	1,496	3,604
-Non-controlling interest	188	-	124	-
	934	871	1,620	3,604
Total Comprehensive Income Attributable to:-				
-Owner of the Company	746	871	1,496	3,604
-Non-controlling interest	-	-	-	-
	746	871	1,496	3,604
Profit Per Share				
-Basic (Sen)	0.62	0.73	1.25	3.00
-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 2016 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 31 MARCH 2017**

	As at End of Current Quarter 31-Mar-17 (Unaudited)	As at Preceding Financial Year End 30-Jun-16 (Audited)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	42,044	29,584
Current assets		
Inventories	10,380	13,449
Trade receivables	37,461	30,927
Other receivables, deposits and prepayments	22,457	20,786
Derivative assets	-	50
Tax refundable	-	67
Cash and bank balances	6,433	8,635
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	76,731	73,914
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Total assets	118,775	103,498
EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Retained profits	6,708	5,088
Non-controlling interest	(125)	(1)
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TOTAL EQUITY	66,583	65,087
Non-current liabilities		
Long-term borrowings	9,929	3,185
Deferred tax liabilities	629	629
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	10,558	3,814
Current liabilities		
Trade payables	6,817	2,827
Other payables and accruals	2,895	2,751
Provision for taxation	380	784
Short-term borrowings	31,542	28,235
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	41,634	34,597
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Total liabilities	52,192	38,411
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TOTAL EQUITY AND LIABILITIES	118,775	103,498
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Net assets per share (RM)	0.55	0.54

The unaudited Condensed Statement of Financial Position should be read in conjunction with the audited Financial Statements for period ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

SERN KOU RESOURCES BERHAD

(Company No.519103-X)

THIRD QUARTER ENDED 31 MARCH 2017

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2017**

	Share Capital	Retained Profits	Non- Controlling interest	Total
	RM'000	RM'000	RM'000	RM'000
For the period ended 31 March 2017				
Balance at 1.7.2016	60,000	5,088	(1)	65,087
Profit after taxation/total comprehensive income for the financial period	-	1,620	(124)	1,496
Balance at 31.3.2017	60,000	6,708	(125)	66,583
For the period ended 31 March 2015				
Balance at 1.7.2015	60,000	3,752	-	63,752
Profit after taxation/total comprehensive income for the financial period		3,604	-	3,604
Balance at 31.3.2016	60,000	7,356	-	67,356

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for period ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 MARCH 2017**

	Current Year To-date 31-Mar-17 RM'000	Preceding Year Corresponding Period 31-Mar-16 RM'000
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Profit before tax	2,276	4,399
Adjustments for:		
Depreciation of property, plant & equipment	1,551	1,728
Interest expense	1,389	1,208
Fair value loss	50	-
Gain on disposal of property, plant & machinery	-	(7)
Interest income	(15)	(5)
Operating profit before working capital changes	<u>5,251</u>	<u>7,323</u>
Changes in working capital:		
Inventories	3,069	(2,464)
Trade and other receivables	(8,205)	(4,218)
Trade and other payables	4,134	1,056
Cash generated from operations	<u>4,249</u>	<u>1,697</u>
Interest paid	(1,389)	(1,208)
Income tax paid	(1,117)	(96)
Net cash from operating activities	<u>1,743</u>	<u>393</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	15	5
Proceeds from disposal of property, plant and equipment	-	9
Purchase of property, plant and equipment	(14,011)	(272)
Net cash used in investing activities	<u>(13,996)</u>	<u>(258)</u>
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Net (repayment)/ drawdown of hire purchase obligations	3,799	(233)
Net drawdown/ (repayment) of bankers' acceptances	768	749
Net drawdown/ (repayment) of term loan	(155)	3,192
Net cash generated from financing activities	<u>4,412</u>	<u>3,708</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	<u>(7,841)</u>	<u>3,843</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	<u>8,327</u>	<u>2,047</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u><u>486</u></u>	<u><u>5,890</u></u>
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash and bank balances	6,433	8,118
Bank overdraft	(5,947)	(2,228)
	<u>486</u>	<u>5,890</u>

The unaudited Condensed Statement of Cash Flow should be read in conjunction with the audited Financial Statements for period ended 30 June 2016 and the accompanying explanatory notes attached to the interim financial statements.