

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE QUARTER ENDED 30 JUNE 2017**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Jun-17 RM'000	Preceding Year Corresponding Quarter 30-Jun-16 RM'000	Current Year To-date 30-Jun-17 RM'000	Preceding Year Corresponding Period 30-Jun-16 RM'000
Revenue	32,858	29,201	130,343	105,165
Cost of sales	(31,276)	(26,695)	(118,366)	(91,651)
Gross profit	1,582	2,506	11,977	13,514
Other income	361	593	1,503	1,581
Selling and distribution expenses	(115)	(708)	(2,100)	(1,793)
Administrative expenses	(1,724)	(3,886)	(7,095)	(8,229)
Other expenses	(50)	(185)	(416)	(981)
Finance Costs	(547)	(451)	(2,086)	(1,824)
(Loss)/ Profit before taxation	(493)	(2,131)	1,783	2,268
Income tax expense	(22)	(138)	(802)	(933)
(Loss)/ Profit after taxation	(515)	(2,269)	981	1,335
Other Comprehensive Income	-	-	-	-
Total Comprehensive (expense)/income for the financial period	(515)	(2,269)	981	1,335
(Loss)/ Profit after taxation attributable to:-				
-Owner of the Company	(156)	(2,269)	1,464	1,336
-Non-controlling interest	(359)	-	(483)	(1)
	(515)	(2,269)	981	1,335
Total Comprehensive (Expense)/Income Attributable to:-				
-Owner of the Company	(156)	(2,269)	1,464	1,336
-Non-controlling interest	(359)	-	(483)	(1)
	(515)	(2,269)	981	1,335
(Loss)/Profit Per Share				
-Basic (Sen)	(0.43)	(1.89)	0.82	1.11
-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 30 JUNE 2017**

	As at End of Current Quarter 30-Jun-17 (Unaudited)	As at Preceding Financial Year End 30-Jun-16 (Audited)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	59,328	29,584
Current assets		
Inventories	8,028	13,449
Trade receivables	30,772	30,927
Other receivables, deposits and prepayments	17,077	20,786
Derivative assets	-	50
Tax refundable	546	67
Cash and bank balances	16,128	8,635
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	72,551	73,914
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Total assets	131,879	103,498
EQUITY AND LIABILITIES		
Equity		
Share capital	60,000	60,000
Retained profits	6,552	5,088
Minority interest	741	(1)
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TOTAL EQUITY	67,293	65,087
Non-current liabilities		
Long-term borrowings	12,418	3,185
Deferred tax liabilities	770	629
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	13,188	3,814
Current liabilities		
Trade payables	4,671	2,827
Other payables and accruals	17,962	2,751
Provision for taxation	224	784
Short-term borrowings	28,541	28,235
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	51,398	34,597
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Total liabilities	64,586	38,411
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TOTAL EQUITY AND LIABILITIES	131,879	103,498
Net assets per share (RM)	<hr/>	<hr/>
	0.56	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)

FOURTH QUARTER ENDED 30 JUNE 2017

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2017**

	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 1.7.2016	60,000	5,088	(1)	65,087
Subscription of shares of a subsidiary	-	-	1,225	1,225
Profit after taxation/total comprehensive income for the financial period	-	1,464	(483)	981
Balance at 30.6.2017	60,000	6,552	741	67,293
For the period ended 30 June 2015				
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
Balance at 30.6.2016	60,000	5,088	(1)	65,087

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.

SERN KOU RESOURCES BERHAD

(Company No.519103-X)

FOURTH QUARTER ENDED 30 JUNE 2017

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 30 JUNE 2017**

	Current Year To-date 30-Jun-17 RM'000	Preceding Year Corresponding Period 30-Jun-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,783	2,268
Adjustments for:		
Depreciation of property, plant & equipment	2,182	2,281
Fair value adjustment on derivative financial instruments	50	(50)
Gain on disposal of property, plant & machinery	-	(46)
Bad debts (recovery)/written off	(34)	1,695
Interest expense	1,812	1,821
Interest income	(27)	(5)
Reversal of impairment loss on trade receivables	-	(17)
Unrealised (gain)/loss on foreign exchange	(25)	470
Operating profit before working capital changes	5,741	8,417
Changes in working capital:		
Inventories	5,421	(726)
Trade and other receivables	3,923	(2,863)
Trade and other payables	17,055	860
Cash generated from operations	32,140	5,688
Income tax paid	(1,700)	(523)
Net cash from operating activities	30,440	5,165
CASH FLOWS FROM INVESTING ACTIVITIES		
Consideration from non-controlling interest on subscription of shares of a subsidiary	1,225	-
Interest received	27	5
Purchase of property, plant and equipment	(31,926)	(316)
Proceeds from disposal of property, plant and equipment	-	49
Net cash used in investing activities	(30,674)	(262)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(1,812)	(1,821)
Net drawdown/ (repayment) of hire purchase obligations	3,545	(312)
Net drawdown/ (repayment) of bankers' acceptances	(799)	2,352
Net drawdown/ (repayment) of term loan	1,848	1,178
Net cash from financing activities	2,782	1,397
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,548	6,300
EFFECTS OF FOREIGN EXCHANGE	-	(20)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	8,327	2,047
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	10,875	8,327
CASH AND CASH EQUIVALENTS COMPRISE:-		
Cash and bank balances	16,128	8,635
Bank overdraft	(5,253)	(308)
	10,875	8,327

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.