



# **SERN KOU RESOURCES BERHAD**

COMPANY NO. : 200001016496 (519103-X)

## **UNAUDITED INTERIM FINANCIAL STATEMENTS FOR FOURTH QUARTER ENDED 30 JUNE 2020**

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**SERN KOU RESOURCES BERHAD**

Company No. 200001016496 (519103-X)

FOURTH QUARTER ENDED 30 JUNE 2020

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 JUNE 2020**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>Current Year To-date</b>	<b>Preceding Year Corresponding Period</b>
	<b>30-Jun-20</b>	<b>30-Jun-19</b>	<b>30-Jun-20</b>	<b>30-Jun-19</b>
	RM'000	RM'000	RM'000	RM'000
Revenue	77,823	72,541	300,090	237,123
Cost of sales	(68,897)	(63,088)	(261,138)	(205,327)
Gross profit	8,926	9,453	38,952	31,796
Other income	417	555	2,101	1,294
Selling and distribution expenses	(585)	(442)	(2,983)	(2,633)
Administrative expenses	(3,690)	(2,442)	(10,736)	(9,005)
Other expenses	183	(501)	(781)	(828)
Finance costs	(957)	(1,034)	(4,185)	(4,160)
Profit before taxation	4,294	5,589	22,368	16,464
Taxation	(3,098)	(3,286)	(5,698)	(4,584)
Profit after taxation	1,196	2,303	16,670	11,880
Other comprehensive income	-	-	-	-
Total comprehensive income for the financial period	1,196	2,303	16,670	11,880
<b>Profit after taxation attributable to:-</b>				
-Owners of the company	1,583	2,181	16,945	11,561
-Non-controlling interests	(387)	122	(275)	319
	<b>1,196</b>	<b>2,303</b>	<b>16,670</b>	<b>11,880</b>
<b>Total comprehensive income attributable to:-</b>				
-Owners of the company	1,583	2,181	16,945	11,561
-Non-controlling interests	(387)	122	(275)	319
	<b>1,196</b>	<b>2,303</b>	<b>16,670</b>	<b>11,880</b>
<b>Earnings per ordinary share attributable to owners of the company</b>				
-Basic (Sen)	0.62	0.91	6.79	4.82
-Diluted (Sen)	0.50	0.82	5.55	4.23

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited Financial Statements for year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

**SERN KOU RESOURCES BERHAD**

Company No. 200001016496 (519103-X)

FOURTH QUARTER ENDED 30 JUNE 2020

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 30 JUNE 2020**

	<b>As at End of Current Quarter 30-Jun-20 (Unaudited)</b>	<b>As at Preceding Financial Year End 30-Jun-19 (Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	50,289	61,566
Investment property	2,269	2,336
Right of use assets	14,711	-
	67,269	63,902
<b>Current assets</b>		
Inventories	18,267	23,726
Trade receivables	103,295	68,936
Other receivables, deposits and prepayments	11,332	19,930
Tax refundable	385	931
Cash and bank balances	5,629	11,919
	138,908	125,442
<b>TOTAL ASSETS</b>	206,177	189,344
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	66,324	60,000
Retained profits	44,112	27,197
Non-controlling interests	822	1,097
<b>TOTAL EQUITY</b>	111,258	88,294
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	14,800	18,391
Lease liabilities	1,381	-
Deferred tax liabilities	1,120	1,120
	17,301	19,511
<b>Current liabilities</b>		
Trade payables	14,161	19,308
Other payables and accruals	5,650	5,864
Lease liabilities	3,060	-
Provision for taxation	1,640	1,881
Borrowings	53,107	54,486
	77,618	81,539
<b>TOTAL LIABILITIES</b>	94,919	101,050
<b>TOTAL EQUITY AND LIABILITIES</b>	206,177	189,344
Net assets per share (RM)	0.44	0.37

The unaudited Condensed Statement of Financial Position should be read in conjunction with the audited Financial Statements for year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.

**SERN KOU RESOURCES BERHAD**

Company No. 200001016496 (519103-X)

FOURTH QUARTER ENDED 30 JUNE 2020

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 JUNE 2020**

	<b>Share Capital</b>	<b>Retained Profits</b>	<b>Non- Controlling interests</b>	<b>Total</b>
	RM'000	RM'000	RM'000	RM'000
<b>For the period ended 30 June 2020</b>				
<b>Balance at 1.7.2019, as previously reported</b>	60,000	27,197	1,097	88,294
Adoption of MFRS 16 Leases	-	(30)	-	(30)
<b>Balance at 1.7.2019, as restated</b>	60,000	27,167	1,097	88,264
Profit after taxation/total comprehensive income for the financial period	-	16,945	(275)	16,670
Exercise of warrants	6,324	-	-	6,324
<b>Balance at 30.6.2020</b>	<b>66,324</b>	<b>44,112</b>	<b>822</b>	<b>111,258</b>
<b>For the period ended 30 June 2019</b>				
Balance at 1.7.2018	60,000	15,636	777	76,413
Profit after taxation/total comprehensive income for the financial period	-	11,561	319	11,880
Disposal of a subsidiary	-	-	1	1
<b>Balance at 30.6.2019</b>	<b>60,000</b>	<b>27,197</b>	<b>1,097</b>	<b>88,294</b>

*The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.*

**SERN KOU RESOURCES BERHAD**

Company No. 200001016496 (519103-X)

FOURTH QUARTER ENDED 30 JUNE 2020

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 JUNE 2020**

	<b>Current Year To-date 30-Jun-20 RM'000</b>	<b>Preceding Year Corresponding Period 30-Jun-19 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	22,368	16,464
Adjustments for:		
Depreciation and amortisation	4,249	3,375
Gain on derivative financial instruments	-	(59)
Gain on disposal of property, plant and equipment	(323)	(101)
Gain on disposal of a subsidiary	-	(2)
Property, plant and equipment written off	-	108
Impairment loss on trade receivables	1,507	229
Interest expenses	4,185	4,160
Interest income	(11)	(4)
<b>Operating profit before changes in working capital</b>	31,975	24,170
Changes in working capital:		
Inventories	5,459	(6,575)
Trade and other receivables	(27,268)	(32,044)
Trade and other payables	(5,361)	10,355
<b>Cash from/(used in) operations</b>	4,805	(4,094)
Tax paid	(5,393)	(5,035)
<b>Net cash used in operating activities</b>	(588)	(9,129)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	11	4
Purchase of property, plant and equipment	(5,626)	(5,017)
Proceeds from disposal of property, plant and equipment	350	101
Net cashflows on disposal of a subsidiary	-	(1)
<b>Net cash used in investing activities</b>	(5,265)	(4,913)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(4,108)	(4,160)
Proceeds from exercise of warrant	6,324	-
Net repayment of hire purchase obligation	-	(578)
Net drawdown of bankers' acceptances	6,033	11,422
Net (repayment)/drawdown of term loans	(8,087)	3,900
Payment of lease liabilities	(1,128)	-
<b>Net cash (used in)/generated from financing activities</b>	(966)	10,584
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(6,819)	(3,458)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>5,496</b>	<b>8,954</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>(1,323)</b>	<b>5,496</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:-</b>		
Cash and bank balances	5,629	11,919
Bank overdrafts	(6,952)	(6,423)
	(1,323)	5,496

The unaudited Condensed Statement of Cash Flows should be read in conjunction with the audited Financial Statements for year ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements.