



SERN KOU RESOURCES BERHAD

REGISTRATION NO. : 200001016496 (519103-X)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR FIRST QUARTER ENDED
30 SEPTEMBER 2021**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Sep-21 RM'000	Preceding Year Corresponding Quarter Restated 30-Sep-20 RM'000	Current Year To-date 30-Sep-21 RM'000	Preceding Year Corresponding Period Restated 30-Sep-20 RM'000
Revenue	77,961	80,667	77,961	80,667
Cost of sales	(72,175)	(70,805)	(72,175)	(70,805)
Gross profit	5,786	9,862	5,786	9,862
Other income	426	562	426	562
Selling and distribution expenses	(718)	(1,300)	(718)	(1,300)
Administrative expenses	(2,100)	(2,055)	(2,100)	(2,055)
Other expenses	(147)	(941)	(147)	(941)
Finance costs	(634)	(924)	(634)	(924)
Profit before taxation	2,613	5,204	2,613	5,204
Taxation	(1,145)	(1,045)	(1,145)	(1,045)
Profit after taxation	1,468	4,159	1,468	4,159
Other comprehensive income				
Revaluation surplus of land and building	-	58,839	-	58,839
Deferred taxation relating to revaluation surplus of land and building	-	(12,857)	-	(12,857)
Total other comprehensive income for the financial period, net of tax	-	45,982	-	45,982
Total comprehensive income for the financial period	1,468	50,141	1,468	50,141
Profit after taxation for the financial year attributable to:				
-Owners of the company	1,385	4,089	1,385	4,089
-Non-controlling interests	83	70	83	70
	1,468	4,159	1,468	4,159
Total comprehensive income attributable to:				
-Owners of the company	1,385	50,071	1,385	50,071
-Non-controlling interests	83	70	83	70
	1,468	50,141	1,468	50,141
Earnings per ordinary share attributable to owners of the company (sen)				
-Basic	0.17	0.53	0.17	0.53
-Diluted	0.14	0.41	0.14	0.41

The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Financial Statements for year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

SERN KOU RESOURCES BERHAD

Registration No. 200001016496 (519103-X)

FIRST QUARTER ENDED 30 SEPTEMBER 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**AS AT 30 SEPTEMBER 2021**

	As at End of Current Quarter 30-Sep-21 (Unaudited) RM'000	As at Preceding Financial Year End 30-Jun-21 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	91,441	90,369
Right-of-use assets	26,576	27,945
Investment property	13,030	20,530
	131,047	138,844
Current assets		
Inventories	24,457	23,873
Trade receivables	103,012	79,419
Other receivables, assets and prepayments	10,033	13,564
Current tax assets	798	769
Fixed deposit with licensed bank	140	-
Cash and bank balances	21,706	36,282
	160,146	153,907
TOTAL ASSETS	291,193	292,751
EQUITY AND LIABILITIES		
Equity		
Share capital	74,532	69,863
Reserve	46,294	46,294
Retained profits	72,084	70,699
Non-controlling interests	1,258	1,175
TOTAL EQUITY	194,168	188,031
LIABILITIES		
Non-current liabilities		
Borrowings	14,547	13,278
Lease liabilities	3,147	3,187
Deferred tax liabilities	16,345	16,782
	34,039	33,247
Current liabilities		
Trade payables	15,803	11,637
Other payables and accruals	3,413	5,484
Borrowings	40,684	50,977
Lease liabilities	1,408	1,461
Current tax liabilities	1,678	1,914
	62,986	71,473
TOTAL LIABILITIES	97,025	104,720
TOTAL EQUITY AND LIABILITIES	291,193	292,751
Net assets per share (RM)	0.23	0.24

The unaudited Condensed Statement of Financial Position should be read in conjunction with the audited Financial Statements for year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

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Registration No. 200001016496 (519103-X)

FIRST QUARTER ENDED 30 SEPTEMBER 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 SEPTEMBER 2021

	I ----- Attributable to Owners of The Company ----- I					
	I -- Non-Distributable -- I		Distributable	Total	Non-Controlling Interests	Total Equity
	Share Capital	Revaluation Reserve	Retained Profits			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
For the period ended 30 September 2021						
Balance at 1.7.2021	69,863	46,294	70,699	186,856	1,175	188,031
Profit after taxation/total comprehensive income for the financial period	-	-	1,385	1,385	83	1,468
Exercise of warrants	4,669	-	-	4,669	-	4,669
Balance at 30.9.2021	74,532	46,294	72,084	192,910	1,258	194,168
For the period ended 30 September 2020						
Balance at 1.7.2020	66,324	-	53,138	119,462	822	120,284
Comprehensive income						
Net profit for the financial period, as restated	-	-	4,089	4,089	70	4,159
Other comprehensive income						
Revaluation surplus, net of deferred tax	-	45,982	-	45,982	-	45,982
Total comprehensive income for the financial period	-	45,982	4,089	50,071	70	50,141
Exercise of warrants	1,394	-	-	1,394	-	1,394
Balance at 30.9.2020	67,718	45,982	57,227	170,927	892	171,819

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

	Current Year To-date 30-Sep-21 RM'000	Preceding Year Corresponding Period <i>Restated</i> 30-Sep-20 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,613	5,204
Adjustments for:		
Depreciation	1,337	1,082
Gain on disposal of property, plant and equipment	-	(32)
Property, plant and equipment written off	-	266
Interest expenses	634	924
Interest income	(13)	-
Operating profit before changes in working capital	4,571	7,444
Changes in working capital:		
Inventories	(584)	(33)
Trade and other receivables	(20,062)	22,501
Trade and other payables	2,095	(246)
Cash (used in)/generated from operations	(13,980)	29,666
Tax paid	(1,847)	(1,245)
Net cash (used in)/generated from operating activities	(15,827)	28,421
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	13	-
Purchase of property, plant and equipment	(682)	(290)
Proceeds from disposal of property, plant and equipment	7,500	32
Net cash generated from/(used in) investing activities	6,831	(258)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(634)	(924)
Proceeds from exercise of warrant	4,669	1,394
Net repayment of lease liabilities	(451)	(349)
Net (repayment)/drawdown of bankers' acceptances	(4,396)	1,215
Net drawdown/(repayment) of term loans	1,966	(158)
Placement of fixed deposit	(140)	-
Net cash generated from financing activities	1,014	1,178
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(7,982)	29,341
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	26,274	(1,324)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	18,292	28,017
CASH AND CASH EQUIVALENTS COMPRISE:-		
Fixed deposit with licensed bank	140	-
Cash and bank balances	21,706	28,017
Bank overdrafts	(3,414)	-
	18,432	28,017
Less : Fixed deposit pledged to licensed bank	(140)	-
	18,292	28,017

The unaudited Condensed Statement of Cash Flows should be read in conjunction with the audited Financial Statements for year ended 30 June 2021 and the accompanying explanatory notes attached to the interim financial statements.