



SERN KOU RESOURCES BERHAD

REGISTRATION NO. : 200001016496 (519103-X)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THIRD QUARTER ENDED
31 MARCH 2024**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 MARCH 2024

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31-Mar-24 RM'000	Preceding Year Corresponding Quarter 31-Mar-23 RM'000	Current Year To-date 31-Mar-24 RM'000	Preceding Year Corresponding Period 31-Mar-23 RM'000
Revenue	104,368	87,833	359,056	283,060
Cost of sales	(102,620)	(81,958)	(348,244)	(265,918)
Gross profit	1,748	5,875	10,812	17,142
Other income	797	1,169	1,822	2,166
Other income - insurance compensation	319	-	719	-
Loss on inventory and property, plant and equipment due to fire incident	-	(47)	-	(5,845)
Selling and distribution expenses	(843)	(691)	(2,491)	(2,385)
Administrative expenses	(3,139)	(3,078)	(8,702)	(8,227)
Other expenses	(22)	(35)	(81)	(163)
Finance costs	(1,385)	(996)	(3,996)	(2,581)
(Loss)/Profit before taxation	(2,525)	2,197	(1,917)	107
Taxation	(314)	(1,104)	(757)	(3,422)
(Loss)/Profit after taxation	(2,839)	1,093	(2,674)	(3,315)
Other comprehensive income, net of tax	-	-	-	-
Total other comprehensive (loss)/income for the financial period, net of tax	(2,839)	1,093	(2,674)	(3,315)
(Loss)/Profit after taxation for the financial year attributable to:				
-Owners of the company	(2,467)	1,170	(2,081)	(3,398)
-Non-controlling interests	(372)	(77)	(593)	83
	(2,839)	1,093	(2,674)	(3,315)
Total comprehensive (loss)/income attributable to:				
-Owners of the company	(2,467)	1,170	(2,081)	(3,398)
-Non-controlling interests	(372)	(77)	(593)	83
	(2,839)	1,093	(2,674)	(3,315)
(Loss)/Profit per ordinary share attributable to owners of the company (sen)				
-Basic	(0.23)	0.12	(0.19)	(0.33)
-Diluted	(0.23)	0.12	(0.19)	(0.33)

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 2023 and the accompanying explanatory notes attached to the interim financial statements.

SERN KOU RESOURCES BERHAD

Registration No. 200001016496 (519103-X)

THIRD QUARTER ENDED 31 MARCH 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**AS AT 31 MARCH 2024**

	As at End of Current Quarter 31-Mar-24 (Unaudited) RM'000	As at Preceding Financial Year End 30-Jun-23 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	85,019	82,020
Right-of-use assets	31,796	27,522
Investment property	13,030	13,030
	<u>129,845</u>	<u>122,572</u>
Current assets		
Inventories	29,931	28,805
Trade receivables	166,035	99,128
Other receivables, assets and prepayments	6,037	13,360
Current tax assets	3,519	2,290
Fixed deposit with licensed bank	2,088	1,142
Cash and bank balances	34,945	79,094
	<u>242,555</u>	<u>223,819</u>
TOTAL ASSETS	<u>372,400</u>	<u>346,391</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	106,783	106,783
Reserve	44,863	44,863
Retained profits	79,133	81,214
Non-controlling interests	3,349	3,942
TOTAL EQUITY	<u>234,128</u>	<u>236,802</u>
LIABILITIES		
Non-current liabilities		
Borrowings	9,304	10,711
Lease liabilities	3,335	3,389
Deferred tax liabilities	15,763	15,763
	<u>28,402</u>	<u>29,863</u>
Current liabilities		
Trade payables	10,154	10,200
Other payables and accruals	3,060	4,842
Borrowings	90,195	62,951
Lease liabilities	6,461	1,733
	<u>109,870</u>	<u>79,726</u>
TOTAL LIABILITIES	<u>138,272</u>	<u>109,589</u>
TOTAL EQUITY AND LIABILITIES	<u>372,400</u>	<u>346,391</u>
Net assets per share (RM)	0.22	0.22

The unaudited Condensed Statement of Financial Position should be read in conjunction with the audited Financial Statements for year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 MARCH 2024

	I ----- Attributable to Owners of The Company ----- I					
	I -- Non-Distributable -- I	Distributable			Non-	Total
	Share	Revaluation	Retained	Total	Controlling	Equity
	Capital	Reserve	Profits	RM'000	Interests	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
For the period ended 31 March 2024						
Balance at 1 July 23	106,783	44,863	81,214	232,860	3,942	236,802
Loss after taxation/total comprehensive loss for the financial period	-	-	(2,081)	(2,081)	(593)	(2,674)
Balance at 31 March 2024	106,783	44,863	79,133	230,779	3,349	234,128
For the period ended 31 March 2023						
Balance at 1 July 2022	76,709	46,294	79,912	202,915	2,032	204,947
(Loss)/Profit after taxation/total (loss)/comprehensive income for the financial period	-	-	(3,398)	(3,398)	83	(3,315)
Exercise of warrants	30,074	-	-	30,074	-	30,074
Impairment loss due to fire	-	(3,706)	-	(3,706)	-	(3,706)
Acquisition of a subsidiary	-	-	-	-	1,960	1,960
Balance at 31 March 2023	106,783	42,588	76,514	225,885	4,075	229,960

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Financial Statements for year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 MARCH 2024**

	Current Year To-date 31-Mar-24 RM'000	Preceding Year Corresponding Period 31-Mar-23 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(1,917)	107
Adjustments for:		
Depreciation	4,871	4,051
Property, plant and equipment		
- Gain on disposal	(311)	(643)
- written off	-	6
- impairment loss due to fire	-	2,377
Inventories written off due to fire	-	3,515
Interest expenses	3,996	2,581
Interest income	(424)	(64)
Operating profit before changes in working capital	6,215	11,930
Changes in working capital:		
Inventories	(1,126)	8,230
Trade and other receivables	(59,584)	(29,898)
Trade and other payables	(1,828)	(14,282)
Cash used in operations	(56,323)	(24,020)
Tax paid	(1,986)	(4,105)
Net cash used in operating activities	(58,309)	(28,125)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	424	64
Purchase of property, plant and equipment	(12,118)	(2,134)
Proceeds from disposal of property, plant and equipment	398	1,605
Consideration from non-controlling interest on subscription of new shares of a subsidiary	-	1,960
Net cash (used in)/generated from investing activities	(11,296)	1,495
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(3,996)	(2,581)
Proceeds from exercise of warrant	-	30,074
Net drawdown/(repayment) of lease liabilities	4,561	(1,297)
Net drawdown/(repayment) of bankers' acceptances	20,566	(6,811)
Net repayment of term loans	(1,407)	(3,011)
Placement of fixed deposit	(946)	(431)
Net cash generated from financing activities	18,778	15,943
NET DECREASE IN CASH AND CASH EQUIVALENTS	(50,827)	(10,687)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	77,215	54,348
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	26,388	43,661
CASH AND CASH EQUIVALENTS COMPRISE:-		
Fixed deposit with licensed bank	2,088	995
Cash and bank balances	34,945	55,717
Bank overdrafts	(8,557)	(12,056)
	28,476	44,656
Less : Fixed deposit pledged to licensed bank	(2,088)	(995)
	26,388	43,661

The unaudited Condensed Statement of Cash Flows should be read in conjunction with the audited Financial Statements for year ended 30 June 2023 and the accompanying explanatory notes attached to the interim financial statements.