



SERN KOU RESOURCES BERHAD

REGISTRATION NO. : 200001016496 (519103-X)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR FOURTH QUARTER ENDED
30 JUNE 2024**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2024

	Individual Quarter		Cumulative Quarter	
	Preceding Year		Current	Preceding Year
	Current Quarter 30-Jun-24 RM'000	Corresponding Quarter 30-Jun-23 RM'000	Year To-date 30-Jun-24 RM'000	Corresponding Period 30-Jun-23 RM'000
Revenue	134,713	97,572	493,769	380,632
Cost of sales	(133,698)	(95,623)	(481,942)	(361,541)
Gross profit	1,015	1,949	11,827	19,091
Other income:				
-Insurance compensation	-	7,790	719	8,260
-Reversal/(Addition) of impairment loss on trade receivables	104	-	104	(311)
-Others	405	379	2,227	2,075
Loss on inventory and property, plant and equipment due to fire incident	-	(147)	-	(6,039)
Selling and distribution expenses	(1,224)	(1,012)	(3,715)	(3,397)
Administrative expenses	(3,526)	(3,388)	(12,244)	(11,568)
Other expenses	-	(808)	(65)	(660)
Impairment loss on property, plant and equipment and right-of-use-assets	(6,203)	-	(6,203)	-
Finance costs	(1,647)	(1,089)	(5,643)	(3,670)
(Loss)/Profit before taxation	(11,076)	3,674	(12,993)	3,781
Taxation	(1,479)	895	(2,236)	(2,527)
(Loss)/Profit after taxation	(12,555)	4,569	(15,229)	1,254
Other comprehensive loss				
Revaluation of land and building:				
-(Loss)/Addition	(343)	3,995	(343)	3,995
-Impairment loss due to fire incident	-	(5,134)	-	(5,134)
-Impairment loss due to demolition of factory building	-	(743)	-	(743)
Deferred taxation relating to revaluation of land and building	82	451	82	451
Total other comprehensive loss for the financial period, net of tax	(261)	(1,431)	(261)	(1,431)
Total comprehensive (loss)/income for the financial period	(12,816)	3,138	(15,490)	(177)
(Loss)/Profit after taxation for the financial year attributable to:				
-Owners of the company	(11,864)	4,702	(13,945)	1,304
-Non-controlling interests	(691)	(133)	(1,284)	(50)
	(12,555)	4,569	(15,229)	1,254
Total comprehensive (loss)/income attributable to:				
-Owners of the company	(12,125)	3,271	(14,206)	(127)
-Non-controlling interests	(691)	(133)	(1,284)	(50)
	(12,816)	3,138	(15,490)	(177)
(Loss)/Profit per ordinary share attributable to owners of the company (sen):				
-Basic	(1.10)	0.44	(1.29)	0.12
-Diluted	(1.10)	0.44	(1.29)	0.12

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)

FOURTH QUARTER ENDED 30 JUNE 2024

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**AS AT 30 JUNE 2024**

	As at End of Current Quarter 30-Jun-24 (Unaudited) RM'000	As at Preceding Financial Year End 30-Jun-23 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	80,515	82,020
Right-of-use assets	34,978	27,522
Investment property	13,030	13,030
	<u>128,523</u>	<u>122,572</u>
Current assets		
Inventories	21,116	28,805
Trade receivables	146,450	99,128
Contract assets	950	-
Other receivables, assets and prepayments	9,179	13,360
Current tax assets	2,533	2,290
Fixed deposit with licensed bank	2,288	1,142
Cash and bank balances	61,567	79,094
	<u>244,083</u>	<u>223,819</u>
TOTAL ASSETS	372,606	346,391
EQUITY AND LIABILITIES		
Equity		
Share capital	106,783	106,783
Reserve	44,602	44,863
Retained profits	67,269	81,214
Non-controlling interests	2,658	3,942
TOTAL EQUITY	221,312	236,802
LIABILITIES		
Non-current liabilities		
Borrowings	8,867	10,711
Lease liabilities	10,405	3,389
Deferred tax liabilities	15,763	15,763
	<u>35,035</u>	<u>29,863</u>
Current liabilities		
Trade payables	15,000	10,200
Contract liabilities	856	-
Other payables and accruals	8,419	4,842
Borrowings	88,021	62,951
Lease liabilities	3,768	1,733
Current tax liabilities	195	-
	<u>116,259</u>	<u>79,726</u>
TOTAL LIABILITIES	151,294	109,589
TOTAL EQUITY AND LIABILITIES	372,606	346,391
Net assets per share (RM)	0.21	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 30 JUNE 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		Interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
For the period ended 30 June 2024						
Balance at 1 July 23	106,783	44,863	81,214	232,860	3,942	236,802
Comprehensive loss						
Net loss for the financial period	-	-	(13,945)	(13,945)	(1,284)	(15,229)
Other comprehensive loss						
Impairment loss on revaluation surplus	-	(261)	-	(261)	-	(261)
Total comprehensive loss for the financial period	-	(261)	(13,945)	(14,206)	(1,284)	(15,490)
Balance at 30 June 2024	106,783	44,602	67,269	218,654	2,658	221,312
For the period ended 30 June 2023						
Balance at 1 July 22	76,709	46,294	79,910	202,913	2,032	204,945
Comprehensive income						
Net profit/(loss) for the financial period	-	-	1,304	1,304	(50)	1,254
Other comprehensive loss						
Impairment loss on revaluation surplus	-	(1,431)	-	(1,431)	-	(1,431)
Total comprehensive (loss)/income for the financial period	-	(1,431)	1,304	(127)	(50)	(177)
Exercise of warrants	30,074	-	-	30,074	-	30,074
Acquisition of a subsidiary	-	-	-	-	1,960	1,960
Balance at 30 June 2023	106,783	44,863	81,214	232,860	3,942	236,802

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 30 JUNE 2024

	Current Year To-date 30-Jun-24 RM'000	Preceding Year Corresponding Period 30-Jun-23 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	(12,993)	3,781
Adjustments for:		
Property, plant and equipment and right-of-use-assets		
- Depreciation	6,602	5,534
- Gain on disposal	(311)	(643)
- Written off	-	1,098
- Impairment loss due to fire	-	2,524
- Impairment loss due to fair value adjustment	6,203	-
Inventories written off due to fire	-	3,515
Trade receivables		
- Written off	-	187
- (Reversal)/Addition of impairment loss	(104)	311
Interest expenses	5,643	3,670
Interest income	(480)	(186)
Operating profit before changes in working capital	4,560	19,791
Changes in working capital:		
Inventories	7,689	(1,701)
Trade and other receivables	(43,987)	(10,431)
Trade and other payables	9,233	(9,574)
Cash used in operations	(22,505)	(1,915)
Tax paid	(2,202)	(4,814)
Net cash used in operating activities	(24,707)	(6,729)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	480	186
Purchase of property, plant and equipment	(18,333)	(4,555)
Proceeds from disposal of property, plant and equipment	398	1,607
Consideration from non-controlling interest on subscription of new shares of a subsidiary	-	1,960
Net cash used in investing activities	(17,455)	(802)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(5,643)	(3,670)
Proceeds from exercise of warrant	-	30,074
Net drawdown/(repayment) of lease liabilities	8,198	(1,251)
Net drawdown of bankers' acceptances	21,701	9,281
Net repayment of term loans	(1,876)	(3,458)
Net drawdown of short term revolving credit	3,000	-
Placement of fixed deposit	(1,146)	(578)
Net cash generated from financing activities	24,234	30,398
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(17,928)	22,867
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	77,215	54,348
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	59,287	77,215
CASH AND CASH EQUIVALENTS COMPRISE:-		
Fixed deposit with licensed bank	2,288	1,142
Cash and bank balances	61,567	79,094
Bank overdrafts	(2,280)	(1,879)
	61,575	78,357
Less : Fixed deposit pledged to licensed bank	(2,288)	(1,142)
	59,287	77,215
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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.