

RALCO CORPORATION BERHAD (333101-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For 12 months ended 31 December 2016 - unaudited

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 31/12/2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2015 RM'000	CURRENT PERIOD 31/12/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2015 RM'000
Gross revenue	24,427	24,486	88,099	96,911
Cost of sales	(21,731)	(21,776)	(80,024)	(85,718)
Gross profit	2,696	2,710	8,075	11,193
Other operating income	244	332	316	793
Selling & Distribution expenses	(1,608)	(1,549)	(3,225)	(3,703)
Administrative and general expenses	(2,097)	(1,154)	(6,876)	(5,316)
Results from operating activities	(765)	339	(1,710)	2,967
Finance costs	(136)	(125)	(514)	(548)
(Loss)/Profit before tax	(901)	214	(2,224)	2,419
Tax expense	7	78	(7)	44
(Loss)/Profit for the period	(894)	292	(2,231)	2,463
Foreign currency translation difference for foreign operation	-	-	-	-
Hedge of net investment	-	-	-	-
Cashflow hedge	-	-	-	-
Other comprehensive income for the period	0	0	0	0
Total comprehensive income for the period	(894)	292	(2,231)	2,463
Attributable to:				
Equity holders of the parent	(894)	292	(2,231)	2,463
Minority interests	-	-	-	-
Profit/(Loss) for the period	(894)	292	(2,231)	2,463
Comprehensive income attributable to :				
Equity holders of the parent	-	-	-	-
Minority interests	-	-	-	-
Total comprehensive income for the period	-	-	-	-
Basic earnings per share (sen)	(2.13)	0.70	(5.31)	5.87

RALCO CORPORATION BERHAD (333101-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

The figures have not been audited.

	AS AT 31/12/2016 UNAUDITED RM'000	AS AT 31/12/2015 AUDITED RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	25,710	24,749
Prepaid Lease Payment	3,084	3,109
	<u>28,794</u>	<u>27,858</u>
Current Assets		
Inventories	11,581	13,793
Trade and other receivables	21,410	22,176
Tax recoverable	92	53
Cash and bank balances	3,413	3,266
	<u>36,496</u>	<u>39,288</u>
TOTAL ASSETS	<u>65,290</u>	<u>67,146</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of The Parent		
Share capital	41,981	41,981
Right Issue - warrants	407	407
Unappropriated profit / (loss)	(6,169)	(3,938)
Total Equity	<u>36,219</u>	<u>38,450</u>
Minority Interest	-	-
	<u>36,219</u>	<u>38,450</u>
Non-Current Liabilities		
Term loan	-	236
Hire Purchase	1,775	1,176
Deferred Tax	1,526	1,526
	<u>3,301</u>	<u>2,938</u>
Current Liabilities		
Trade and other payables	16,478	19,394
Bill payable	8,126	3,395
Hire Purchase	930	1,048
Term loan	236	1,921
	<u>25,770</u>	<u>25,758</u>
Total Liabilities	<u>29,071</u>	<u>28,696</u>
TOTAL EQUITY AND LIABILITIES	<u>65,290</u>	<u>67,146</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.86</u>	<u>0.92</u>

(The condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2016

The figures have not been audited.

	----- Attributable to equity holders of the parent -----					Minority interest RM'000	Total equity RM'000
	Share capital RM'000	Treasury Share RM'000	Right Issue Warrants RM'000	Inappropriated profit RM'000	Total RM'000		
At 1 January 2015	41,981		407	(6,401)	35,987	-	35,987
Resale of Treasury Shares		-			-		
Right Issue - Warrant 2009/2019					-		
Net profit for the period				2,463	2,463		2,463
Loss on disposal of treasury shares							
Other comprehensive income					-		
Total comprehensive income				2,463	2,463		2,463
At 31 December 2015	41,981		407	(3,938)	38,450	-	38,450
At 1 January 2016	41,981	-	407	(3,938)	38,450	-	38,450
Resale of treasury shares		-					
Right Issue - Warrant 2009/2019							
Net profit for the period				(2,231)	(2,231)		-2,231
Other comprehensive income					-		-
Loss on disposal of treasury shares					-		-
Total comprehensive income	-	-	-	(2,231)	(2,231)	-	-2,231
At 31 December 2016	41,981	0	407	(6,169)	36,219	-	36,219

(The condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2016

The figures have not been audited.

	CURRENT YEAR TO DATE 31/12/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2015 RM'000
(Loss)/Profit before tax	(2,224)	2,419
Adjustment for:		
Depreciation and amortisation of property, plant and equipment	3,572	3,546
Impairment loss on trade receivables no longer required	-	(17)
Impairment loss on trade receivables	386	-
Gain on disposal of property, plant and equipment	-	(131)
Interest expenses	514	548
Interest income	(12)	(4)
Unrealised gain on foreign exchange	-	(54)
Operating profit before changes in working capital	<u>2,236</u>	<u>6,307</u>
Changes in working capital		
Decrease/(Increase) in inventories	2,212	(4,853)
Decrease/(Increase) in trade & other receivables	380	(716)
(Decrease)/Increase in trade & other payables	<u>(2,916)</u>	<u>3,530</u>
Cash generated from operations	1,912	4,268
Interest received	12	4
Interest paid	(514)	(548)
Tax paid	<u>(46)</u>	<u>(70)</u>
Net cash generated from operating activities	1,364	3,654
Cash Flows from Investing Activities:		
Purchase of property, plant & equipment	(4,508)	(1,414)
Proceed from disposal of PPE	-	131
Net cash used in investing activities	<u>(4,508)</u>	<u>(1,283)</u>
Cash Flows from Financing Activities:		
Net drawdown/(repayment) of hire purchase instalments	481	(1,022)
Net repayment of receivable finance	-	(613)
Net drawdown/(repayment) from bills payable	4,731	(166)
Net repayment of term loan	<u>(1,921)</u>	<u>(1,774)</u>
Net cash generated from/(used in) financing activities	3,291	(3,575)
NET CHANGES IN CASH AND CASH EQUIVALENTS	147	(1,204)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	3,266	4,470
CASH AND CASH EQUIVALENTS CARRIED FORWARD	<u>3,413</u>	<u>3,266</u>
Represented by:		
FIXED DEPOSIT	-	-
CASH AND BANK BALANCES	<u>3,413</u>	<u>3,266</u>

(The condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statement for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Interim Financial Statements)