

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of financial position

As At 31 December 2018

	At 31 December 2018 RM'000	At 31 December 2017 RM'000 (Restated)
Assets		
Property, plant and equipment	17,671	19,380
Investment properties	64,347	80,194
Investment in associate	1,848	1,875
Investment in joint venture	14,128	10,375
Deferred tax assets	50	-
Total non-current assets	98,044	111,824
Inventories	49,511	47,608
Assets held for sale	-	1,309
Trade and other receivables	155,599	135,566
Tax recoverable	5,198	5,427
Cash and cash equivalents	33,487	38,151
Total current assets	243,795	228,061
Total assets	341,839	339,885
Equity		
Share capital	122,338	122,338
Translation reserve	3	6
Retained earnings	89,732	121,633
Total equity attributable to owners of the Company	212,073	243,977
Liabilities		
Loans and borrowings	1,608	1,987
Deferred tax liabilities	316	790
Total non-current liabilities	1,924	2,777
Trade and other payables	117,386	74,617
Loans and borrowings	10,121	17,910
Current tax payable	335	604
Total current liabilities	127,842	93,131
Total Liabilities	129,766	95,908
Total equity and liabilities	341,839	339,885
Net assets per share (RM)	2.1283	2.4485

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of profit or loss and other comprehensive income For the financial year ended 31 December 2018

	Current 3 months ended 31 December		Cumulative 12 months ended 31 December	
	2018 RM'000	2017 RM'000 (Restated)	2018 RM'000	2017 RM'000 (Restated)
Continuing operations				
Revenue	101,972	39,152	209,114	161,454
Cost of sales	(102,001)	(38,763)	(218,467)	(148,464)
Gross profit/(loss)	(29)	389	(9,353)	12,990
Other income	184	1,698	957	2,551
Administrative and other operating expenses	(7,252)	(4,464)	(21,359)	(19,974)
Results from operating activities	(7,097)	(2,377)	(29,755)	(4,433)
Interest income	44	164	860	817
Interest expense	(1,016)	(1,229)	(1,957)	(2,072)
	(8,069)	(3,442)	(30,852)	(5,688)
Share of profit of equity-accounted investments, net of tax	2,222	1,374	2,375	2,251
Loss before tax	(5,847)	(2,068)	(28,477)	(3,437)
Taxation	(1,252)	(1,971)	(712)	(3,414)
Loss after tax	(7,099)	(4,039)	(29,189)	(6,851)
Other comprehensive loss, net of tax				
Items that may be reclassified subsequently to profit or loss				
Foreign currency translation	(2)	6	(3)	6
Total other comprehensive (loss)/profit for the year	(2)	6	(3)	6
Total comprehensive loss for the year	(7,101)	(4,033)	(29,192)	(6,845)
Total comprehensive loss attributable to:				
Owners of the Company	(7,101)	(4,033)	(29,192)	(6,845)
Minority interest	-	-	-	-
Total comprehensive loss for the year	(7,101)	(4,033)	(29,192)	(6,845)
Loss per share attributable to ordinary shareholders				
EPS - Basic (sen)	(7.13)	(4.05)	(29.30)	(6.87)
EPS - Diluted (sen)	N/A	N/A	N/A	N/A

(The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of changes in equity

For the financial year ended 31 December 2018

	Attributable to the Equity Holders of the Parent				Total RM'000	Non- Controlling interest RM'000	Total Equity RM'000
	Non-distributable Share capital RM'000	Share premium RM'000	Translation Reserve RM'000	Distributable Retained profits RM'000			
At 31 December 2017 (audited)	122,338	-	6	138,773	261,117	-	261,117
Effect of adoption of MFRS 15	-	-	-	(17,140)	(17,140)	-	(17,140)
Effect of adoption of MFRS 9	-	-	-	(2,712)	(2,712)	-	(2,712)
Restated balance as at 1 January 2018	<u>122,338</u>	<u>-</u>	<u>6</u>	<u>118,921</u>	<u>241,265</u>	<u>-</u>	<u>241,265</u>
Total comprehensive loss for the year	-	-	(3)	(29,189)	(29,192)	-	(29,192)
At 31 December 2018	<u>122,338</u>	<u>-</u>	<u>3</u>	<u>89,732</u>	<u>212,073</u>	<u>-</u>	<u>212,073</u>
At 1 January 2017 (audited)	99,645	22,693	-	150,166	272,504	-	272,504
Effect of adoption of MFRS 15	-	-	-	(21,682)	(21,682)	-	(21,682)
	<u>99,645</u>	<u>22,693</u>	<u>-</u>	<u>128,484</u>	<u>250,822</u>	<u>-</u>	<u>250,822</u>
Transfer in accordance with Section 618(2) of the Companies Act 2016	22,693	(22,693)	-	-	-	-	-
Total comprehensive loss for the year	-	-	6	(11,393)	(11,387)	-	(11,387)
Effect of adoption of MFRS 15	-	-	-	4,542	4,542	-	4,542
Restated balance as at 31 December 2017	<u>122,338</u>	<u>-</u>	<u>6</u>	<u>121,633</u>	<u>243,977</u>	<u>-</u>	<u>243,977</u>
	(Note 1)						

Note 1: In accordance with Section 618 of Companies Act, 2016, any amount standing to the credit of the share premium account has become part of the Company's share capital. The Company has twenty-four months upon the commencement of Companies Act, 2016 on 31 January 2017 to utilise the credit.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.

KNUSFORD BERHAD (380100-D)

Condensed consolidated statement of cash flows
For the financial year ended 31 December 2018

	31 December 2018 RM'000	31 December 2017 RM'000 (Restated)
<i>Cash flows from operating activities</i>		
Loss before tax	(28,477)	(3,437)
Adjustments for:		
Depreciation of property, plant and equipment	2,983	2,852
Depreciation of investment property	1,180	1,288
Impairment loss on Property, plant and equipment	999	-
Gain on disposal of plant and equipment	(275)	(338)
Gain on disposal of asset held for sale	-	(586)
Property, plant and equipment written off	2	-
Allowance for MFRS 9	(63)	-
Allowance for MFRS 15	22	-
Share of profit of equity-accounted investments, net of tax	(2,375)	(2,251)
Impairment loss on investment in associate	-	29
Interest expense	1,957	2,072
Interest income	(860)	(817)
Operating loss before changes in working capital	<u>(24,907)</u>	<u>(1,188)</u>
Changes in working capital:		
Inventories	(1,903)	(16,649)
Receivables, deposits and prepayments	(22,703)	26,498
Payables and accruals	<u>57,443</u>	<u>10,708</u>
Cash generated from operations	7,930	19,369
Income taxes paid	<u>(1,276)</u>	<u>(2,361)</u>
Net cash generated from operating activities	<u>6,654</u>	<u>17,008</u>
<i>Cash flows from investing activities</i>		
Acquisition of property, plant and equipment	(1,501)	(908)
Acquisition of investment property	(8)	(3)
Investment in joint venture company	(1,351)	(2,837)
Interest received	860	817
Sales proceed from disposal of plant and equipment	411	338
Sales proceed from disposal of asset held for sales	<u>1,309</u>	<u>1,500</u>
Net cash used in investing activities	<u>(280)</u>	<u>(1,093)</u>
<i>Cash flows from financing activities</i>		
Interest paid	(1,957)	(2,072)
(Repayment)/Proceed from borrowings	(7,800)	10,800
Repayment of finance lease liabilities	<u>(1,278)</u>	<u>(1,558)</u>
Net cash (used in)/ generated from financing activities	<u>(11,035)</u>	<u>7,170</u>
Net (decrease)/increase in cash and cash equivalents	(4,661)	23,085
Exchange differences on translation of the financial statement of foreign subsidiaries	(3)	6
Cash and cash equivalents at beginning of year	38,151	15,060
Cash and cash equivalents at end of year	<u>33,487</u>	<u>38,151</u>
Cash & bank balance	10,706	17,047
Deposits with licensed banks (excluding deposits pledged)	22,781	21,104
	<u>33,487</u>	<u>38,151</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)