

KIA LIM BERHAD (342868-P)**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017***(These figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	CURRENT QUARTER ENDED 31/12/2017 RM '000	COMPARATIVE QUARTER ENDED 31/12/2016 RM '000	12 MONTHS CUMULATIVE TO DATE 31/12/2017 RM '000	COMPARATIVE 12 MONTHS CUMULATIVE TO DATE 31/12/2016 RM '000
Continuing Operations				
Revenue	9,697	10,912	38,699	45,057
Cost Of Sales	(10,191)	(9,957)	(37,319)	(39,104)
Gross (Loss)/Profit	(494)	955	1,380	5,953
Other Operating Income	636	12	1,808	264
Selling And Distribution Expenses	(774)	(1,294)	(4,584)	(5,199)
Administrative Expenses	(2,946)	(6,081)	(6,071)	(9,477)
Finance Costs	(116)	(128)	(554)	(663)
Share Of Loss Of Associated Companies	(2)	(3)	(2)	(3)
Other Investment Income	-	-	-	-
Loss Before Tax	(3,696)	(6,539)	(8,023)	(9,125)
Income Tax	(1,363)	605	(666)	126
Net Loss	(5,059)	(5,934)	(8,689)	(8,999)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Loss For The Year	(5,059)	(5,934)	(8,689)	(8,999)
Loss Attributable To: Owners Of The Parent	(5,059)	(5,934)	(8,689)	(8,999)
Total Comprehensive Loss Attributable To: Owners Of The Parent	(5,059)	(5,934)	(8,689)	(8,999)
Loss Per Share				
- Basic (Sen)	(8.17)	(9.58)	(14.03)	(14.53)
- Diluted (Sen)	(8.17)	(9.58)	(14.03)	(14.53)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)

KIA LIM BERHAD (342868-P)**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	UNAUDITED AS AT 31/12/2017 RM '000	AUDITED AS AT 31/12/2016 RM '000
Assets		
Non-current assets		
Property, plant and equipment	60,542	66,512
Investment in properties	473	501
Investment in associated	80	82
Investment in securities	5	5
Deferred tax assets	604	1,271
	<u>61,704</u>	<u>68,371</u>
Current assets		
Inventories	13,120	16,933
Trade and other receivables	9,754	10,354
Tax recoverable	117	50
Cash and bank balances	23	393
	<u>23,014</u>	<u>27,730</u>
Total assets	<u>84,718</u>	<u>96,101</u>
Equity and Liabilities		
Non-current liability		
Borrowings	425	1,093
Current liabilities		
Trade and other payables	12,121	13,154
Borrowings	6,797	7,790
	<u>18,918</u>	<u>20,944</u>
Total liabilities	<u>19,343</u>	<u>22,037</u>
Equity attributable to equity holders of the parent		
Share capital	69,221	61,938
Reserves		
- Share premium	-	7,283
- (Accumulated losses)/Retained earnings	(3,846)	4,843
Total equity	<u>65,375</u>	<u>74,064</u>
Total equity and liabilities	<u>84,718</u>	<u>96,101</u>
Net assets per share (RM)	<u>1.0555</u>	<u>1.1958</u>

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KIA LIM BERHAD (342868-P)**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017****CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	12 MONTHS ENDED 31/12/2017	12 MONTHS ENDED 31/12/2016
	RM '000	RM '000
Operating activities		
Loss before tax	(8,023)	(9,125)
Adjustment for:		
Allowance for slow moving inventories	115	-
Depreciation of investment property	28	28
Depreciation of property, plant and equipment	6,401	7,683
Gain on disposal of property, plant and equipment	(69)	(69)
Impairment loss of property, plant and equipment	1,436	5,000
Impairment loss of trade receivables	17	-
Interest expense	554	663
Inventories written off	325	-
Property, plant and equipment written off	587	2
Share of loss of associate	2	3
Slow moving inventories written back	(43)	-
Unrealised foreign exchange loss	29	52
Operating cash flows before changes in working capital	1,359	4,237
Inventories	3,415	(316)
Receivables	580	3,632
Payables	(1,059)	(2,298)
Cash flows generated from operations	4,295	5,255
Interest paid	(554)	(663)
Tax paid	(66)	(340)
Net cash flows generated from operating activities	3,675	4,252
Investing activities		
Proceeds from disposal of property, plant and equipment	491	69
Purchase of property, plant and equipment	(2,875)	(2,333)
Net cash flows used in investing activities	(2,384)	(2,264)
Financing activities		
Proceeds from term loan	-	1,615
Repayment of bankers' acceptances	(1,401)	(405)
Repayment of obligations under finance lease	(456)	(582)
Repayment of redeemable convertible secured loan stocks	-	(5,000)
Repayment of term loan	(821)	(509)
Net cash flows used in financing activities	(2,678)	(4,881)
Net decrease in cash and cash equivalents	(1,387)	(2,893)
Cash and cash equivalents brought forward	(1,916)	977
Cash and cash equivalents carried forward	<u>(3,303)</u>	<u>(1,916)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)

KIA LIM BERHAD (342868-P)**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← ATTRIBUTABLE TO OWNERS OF THE PARENT →			
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	RETAINED EARNINGS/ (ACCUMULATED LOSSES) RM'000	TOTAL EQUITY RM'000
<u>12 months year ended 31 December 2016</u>				
Balance at 1 January 2016	61,938	7,283	13,842	83,063
Total comprehensive loss	-	-	(8,999)	(8,999)
Balance at 31 December 2016	<u>61,938</u>	<u>7,283</u>	<u>4,843</u>	<u>74,064</u>
<u>12 months year ended 31 December 2017</u>				
Balance at 1 January 2017	61,938	7,283	4,843	74,064
Total comprehensive loss	-	-	(8,689)	(8,689)
Adjustment for effects of Companies Act 2016 (Note a)	7,283	(7,283)	-	-
Balance at 31 December 2017	<u>69,221</u>	<u>-</u>	<u>(3,846)</u>	<u>65,375</u>

Note a:

With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, the credit standing in the share premium account of RM7,283,230 has been transferred to the share capital account. The Company may use the credit amount being transferred from share premium for the purposes as set out in subsection 618(3) of the New Act within 24 months after the commencement of the New Act.

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