



KEY ALLIANCE GROUP BERHAD (609953-K)
(Incorporated in Malaysia)
FOURTH QUARTER ENDED 31 MARCH 2018

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

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	2018	2017	<i>Changes</i>	2018	2017	<i>Changes</i>
	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER		CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	
	<u>31/03/2018</u>	<u>31/03/2017</u>	%	<u>31/03/2018</u>	<u>31/03/2017</u>	%
	RM'000	RM'000		RM'000	RM'000	
REVENUE	<u>6,313</u>	<u>6,872</u>	-8%	<u>27,872</u>	N/A	N/A
Operating expenses	(1,827)	(2,814)	-35%	(15,582)	N/A	N/A
Other income	189	3,023	-94%	5,621	N/A	N/A
Interest income	406	41	890%	916	N/A	N/A
Interest expense	169	(156)	-208%	(238)	N/A	N/A
Profit/(Loss) before taxation	<u>(1,063)</u>	<u>94</u>	<u>-1231%</u>	<u>(9,283)</u>	<u>N/A</u>	<u>N/A</u>
Taxation	(177)	(50)	-	(164)	N/A	N/A
Profit/(Loss) after taxation	<u><u>(1,240)</u></u>	<u><u>44</u></u>	<u><u>-2918%</u></u>	<u><u>(9,447)</u></u>	<u><u>N/A</u></u>	<u><u>N/A</u></u>
Profit/(loss) attributable to:						
Equity holders of the company	(1,066)	(58)	1738%	(9,601)	N/A	N/A
Non-controlling interest	(174)	102	-271%	154	N/A	N/A
Profit/(Loss) after taxation	<u><u>(1,240)</u></u>	<u><u>44</u></u>	<u><u>-2918%</u></u>	<u><u>(9,447)</u></u>	<u><u>N/A</u></u>	<u><u>N/A</u></u>
Weighted average number of shares in issue ('000)	912,107	727,049		912,107	N/A	
Earnings per share (sen) - basic	(0.12)	(0.01)		(1.05)	N/A	

In view of the change in financial year end in previous year end, there were no comparative financial information available for the 12-month financial period ended 31 December 2017.

The unaudited condensed consolidated statement of profit and loss and other comprehensive income should be read in conjunction with the annual audited financial statements for the financial period ended 31 March 2017 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K)
(Incorporated in Malaysia)
FOURTH QUARTER ENDED 31 MARCH 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT END OF CURRENT QUARTER 31/3/2018 (Unaudited) RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/3/2017 (Audited) RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	45,351	25,736
Other investment	5,327	2,131
Goodwill	5,805	8,047
	56,483	35,914
Current Assets		
Inventories	5,809	8,105
Trade and other receivables	9,229	11,988
Tax recoverable	581	522
Fixed deposits with licensed banks	5,304	5,106
Cash and bank balances	18,239	1,422
	39,162	27,143
TOTAL ASSETS	95,645	63,057
EQUITY AND LIABILITIES		
Capital and Reserves		
Issued capital	94,797	40,953
Share premium	0	10,037
Accumulated loss	(37,176)	(16,185)
Share option reserve	593	570
Warrants reserve	17,617	3,775
	75,831	39,150
Non-controlling interest	2,608	1,429
Total Equity	78,439	40,579
Non-current Liability		
Deferred tax liabilities	1,515	1,466
Borrowings	4,590	6,367
	6,105	7,833
Current Liabilities		
Trade and other payables	6,874	10,632
Bank overdrafts	2,650	1,996
Bank borrowings	1,577	1,712
Tax liabilities	0	305
	11,101	14,645
Total Liabilities	17,206	22,478
TOTAL EQUITY AND LIABILITIES	95,645	63,057
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.0708	0.0538

The unaudited condensed consolidated Balance Sheet should be read in conjunction with the annual audited financial statements for the financial period ended 31 March 2017 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K)
(Incorporated in Malaysia)
FOURTH QUARTER ENDED 31 MARCH 2018

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	12-MONTHS ENDED 31/03/18 (Unaudited) RM'000	15-MONTHS ENDED 31/3/17 (Audited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(9,283)	(4,786)
Adjustment for:		
Non-cash items	9,089	3,462
Non-operating items	(678)	514
Operating loss before working capital changes	(872)	(810)
Net changes in current assets	4,607	4,256
Net changes in current liabilities	(3,758)	(8,448)
Cash used in operations	(23)	(5,002)
Interest paid	(238)	(747)
Net tax paid	(472)	(488)
Net cash used in operating activities	(733)	(6,237)
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of subsidiaries	(383)	0
Advance to an associate	(14)	(29)
Interest received	916	232
Investment in other investments	(3,566)	0
Placement of fixed deposits	(198)	562
Proceeds from disposal of plant and equipment	568	35
Proceeds from redemption of redeemable preference shares	0	296
Purchase of property, plant and equipment	(22,305)	(5,276)
Net cash used in investing activities	(24,982)	(4,180)
CASH FLOWS FOR FINANCING ACTIVITIES		
Repayment of finance lease liabilities	(1,509)	(1,211)
Repayment of term loan	(420)	(525)
Share issuance expenses	(821)	(533)
Proceeds from bill payables	0	(345)
Proceeds from issuance of right shares	40,953	11,913
Proceeds from issuance of share issuance scheme	3,675	-
Net cash generated from financing activities	41,878	9,299
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	16,163	(1,118)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD/YEAR	(574)	544
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD/YEAR	15,589	(574)
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Fixed deposits with licensed bank	5,304	5,106
Cash and bank balances	18,239	1,422
Bank overdrafts	(2,650)	(1,996)
	20,893	4,532
Less : Fixed deposits pledged	(5,304)	(5,106)
	15,589	(574)

The unaudited condensed consolidated Cash Flow Statement should be read in conjunction with the annual audited financial statements for the financial period ended 31 March 2017 and the accompanying explanatory notes attached to this interim financial statements.



KEY ALLIANCE GROUP BERHAD (609953-K)
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FOURTH QUARTER ENDED 31 MARCH 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital	Share Premium	Warrant Reserve	Share Option Reserve	Accumulated Loss	Non - Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of 1 April 2017	40,953	10,037	3,775	570	(16,185)	1,429	40,579
Adjustment for effects of Companies Act 2016*	9,216	(9,216)	0	0	0	0	0
Total comprehensive loss for the period	0	0	0	0	(9,601)	154	(9,447)
Grant of share issuance scheme	0	0	0	2,475	0	0	2,475
Issuance of right share	40,953	(821)	13,842	0	(13,842)	0	40,132
Exercise of Share issuance scheme	3,675	0	0	(2,452)	2,452	0	3,675
Arising from acquisition of subsidiary	0	0	0	0	0	1,025	1,025
Balance as of 31 March 2018	94,797	0	17,617	593	(37,176)	2,608	78,439

	Issued Capital	Share Premium	Warrant Reserve	Share Option Reserve	Accumulated Loss	Non - Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of 1 January 2016	29,040	10,087	3,775	1,053	(10,983)	1,322	34,294
Total comprehensive loss for the period	0	0	0	0	(5,202)	107	(5,095)
Exercise of share issuance scheme	4,000	483	0	(483)	0	0	4,000
Share issuance	7,913	(533)	0	0	0	0	7,380
Balance as of 31 March 2017	40,953	10,037	3,775	570	(16,185)	1,429	40,579

* With the Companies Act 2016 ("the Act") coming into effect on 31 January 2017, the credit stating in the share premium accounts of RM9,216,098 has been transferred to the share capital account. Pursuant to subsection 618(3) and 618(4) of the Act, the Group may exercise its right to use the credit amounts being transferred from share premium within 24 months after the commencement of the Act. The Board of Directors will make a decision thereon by 31 January 2019.

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the annual audited financial statements for the financial period ended 31 March 2017 and the accompanying explanatory notes attached to this interim financial statements.