

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****Unaudited Condensed Consolidated Statement of Comprehensive Income**

		3 months ended 30 June 2017	3 months ended 30 June 2016	6 months ended 30 June 2017	6 months ended 30 June 2016
	Note	(RM'000)	(RM'000)	(RM'000)	(RM'000)
Continuing Operations					
Revenue	4	14,708	13,827	29,587	25,690
Cost of sales		(11,796)	(12,352)	(24,390)	(22,400)
Gross profit		2,912	1,475	5,197	3,290
Other income/(expense)		57	58	120	64
Administrative expenses		(743)	(1,088)	(2,227)	(2,190)
Selling and marketing expenses		(1,560)	(961)	(2,827)	(1,826)
Operating profit/(loss)		666	(516)	263	(662)
Finance costs		(442)	(457)	(880)	(803)
Share of loss of an associate	11	-	(86)	-	(175)
Profit/(loss) before tax		224	(1,059)	(617)	(1,640)
Income tax expense	21	-	-	-	-
Profit/(loss) for the period attributable to equity holders of the Company		224	(1,059)	(617)	(1,640)
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive profit/(loss) for the period attributable to equity holders of the Company		224	(1,059)	(617)	(1,640)
Profit/(loss) per share attributable to equity holders of the Company:					
Basic, for profit/(loss) for the period (sen)	26	0.30	(1.44)	(0.84)	(2.23)
Diluted, for profit/(loss) for the period (sen)- Not Applicable					

These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017**

Unaudited Condensed Consolidated Statements of Financial Position			
		As At	As At
		30 June 2017	31 December 2016
		(Unaudited)	(Audited)
	Note	(RM'000)	(RM'000)
ASSETS			
Non-current assets			
Property, plant and equipment	9	39,459	38,051
Other assets		2,120	2,588
		41,579	40,639
Current assets			
Inventories		21,630	19,227
Trade receivables		18,520	16,995
Other receivables		6,171	325
Other current assets		1,162	1,087
Income tax recoverable		161	142
Cash & bank balances		5,164	14,476
		52,808	52,252
TOTAL ASSETS		94,387	92,891
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		73,583	73,583
Share premium		5,097	5,097
Accumulated losses		(27,416)	(26,799)
Total equity		51,264	51,881
Non-current liabilities			
Borrowings	23	12,015	12,777
Other payables		147	147
		12,162	12,924
Current liabilities			
Borrowings	23	12,195	11,051
Trade payables		15,273	14,073
Other payables		3,480	2,949
Other current liabilities		13	13
		30,961	28,086
Total liabilities		43,123	41,010
TOTAL EQUITY AND LIABILITIES		94,387	92,891
Net assets per share (RM)		0.70	0.71

These Condensed Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017

Unaudited Condensed Consolidated Statements of Changes in Equity

	←————— Attributable to equity holders of the Company —————→ Non-distributable				
	<u>Share capital (RM'000)</u>	<u>Share premium (RM'000)</u>	<u>Revaluation reserve (RM'000)</u>	<u>Accumulated losses (RM'000)</u>	<u>Total (RM'000)</u>
At 1 January 2016	73,583	5,097	-	(28,391)	50,289
Total comprehensive loss for the period	-	-	-	(1,640)	(1,640)
At 30 June 2016	<u>73,583</u>	<u>5,097</u>	<u>-</u>	<u>(30,031)</u>	<u>48,649</u>
At 1 January 2017	73,583	5,097	-	(26,799)	51,881
Total comprehensive loss for the period	-	-	-	(617)	(617)
At 30 June 2017	<u>73,583</u>	<u>5,097</u>	<u>-</u>	<u>(27,416)</u>	<u>51,264</u>

These Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****Unaudited Condensed Consolidated Statements of Cash Flow**

	6 Months ended 30 June 2017 RM'000	6 Months ended 30 June 2016 RM'000
Cash flows from operating activities		
Loss before tax	(617)	(1,640)
Adjustment for:		
Interest income	(69)	(39)
Interest expense	880	803
Depreciation of property, plant and equipment	1,946	2,230
Reversal of impairment loss on trade receivables	(2)	(142)
Reversal of impairment loss on other receivables	(6)	-
Inventories written off/(back)	1	(8)
Share of loss of associate	-	175
Property, plant and equipment written off	-	1
Operating profit before working capital changes	<u>2,133</u>	<u>1,380</u>
Increase in inventories	(2,404)	(1,593)
Increase in trade and other receivables	(7,363)	(3,702)
Decrease/(increase) in other assets	468	(599)
Increase in other current assets	(75)	(528)
Increase in trade and other payables	1,731	1,260
Cash used in operations	<u>(5,510)</u>	<u>(3,782)</u>
Taxation paid, net of refund	(19)	(33)
Interest received	69	39
Interest paid	(880)	(803)
Net cash used in operating activities	<u>(6,340)</u>	<u>(4,579)</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(3,354)	(341)
Net cash used in investing activities	<u>(3,354)</u>	<u>(341)</u>
Cash flows from financing activities		
Proceeds from borrowings	2,156	7,718
Repayment of borrowings	(1,774)	(2,032)
Net cash from financing activities	<u>382</u>	<u>5,686</u>
Net (decrease)/increase in cash and cash equivalents	(9,312)	766
Cash and cash equivalents at the beginning of the period	14,113	5,187
Cash and cash equivalents at the end of the period	4,801	5,953
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	5,164	6,408
Bank overdraft (included within short term borrowings in Note 23)	-	(106)
Less: Fixed deposit pledged	(363)	(349)
	<u>4,801</u>	<u>5,953</u>

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 JUNE 2017**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING
STANDARD (MFRS) 134 – INTERIM FINANCIAL REPORTING**

1. Basis of Preparation

The condensed consolidated interim financial statements (“Condensed Report”) have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS 134 Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The Condensed Report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 31 December 2016. The explanatory notes attached to the Condensed Report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2016.

The Condensed Report are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM’000).

2. Significant accounting policies

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2016 except for the adoption of the following with effect from 1 January 2017:

Amendments to MFRS 107: Disclosure Initiatives

Amendments to MFRS 112: Recognition of Deferred Tax Assets for unrealized Losses

Amendments to MFRS 12: Disclosure of Interests in Other Entities (Annual Improvements to MFRSs 2014 - 2016 Cycle)

The initial application of the above is not expected to have any significant financial impact on the Group’s financial statements.

3. Auditors’ report on preceding annual financial statements

The auditors’ report on the financial statements for the year ended 31 December 2016 was not qualified.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****NOTES (cont'd)****4. Segmental information****Results for 3 months ended 30 June 2017**

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	14,333	375	-	-	14,708
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>14,333</u>	<u>375</u>	<u>-</u>	<u>-</u>	<u>14,708</u>
Segment Results					
Results	747	29	(109)	(1)	666
Finance costs	(442)	-	-	-	(442)
Loss before tax					<u>224</u>
Income tax income					-
Loss after tax					<u>224</u>
Other information					
Interest income	22	-	-	-	22

Results for 3 months ended 30 June 2016

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	13,827	-	-	-	13,827
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>13,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,827</u>

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****NOTES (cont'd)****4. Segmental information (cont'd)****Results for 3 months ended 30 June 2016 (cont'd)**

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Results					
Results	(396)	(7)	(112)	(1)	(516)
Finance costs	(457)	-	-	-	(457)
Share of results of an associate					(86)
Loss before tax					(1,059)
Income tax income					-
Loss after tax					(1,059)
Other information					
Interest income	26	-	-	-	26

Results for 6 months ended 30 June 2017

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter- segment sales	29,212	375	-	-	29,587
Less: Inter-segment sales	-	-	-	-	-
External revenue	29,212	375	-	-	29,587
Segment Results					
Results	466	10	(212)	(1)	263
Finance costs	(880)	-	-	-	(880)
Share of results of an associate					-
Loss before tax					(617)
Income tax income					-
Loss after tax					(617)
Other information					
Interest income	69	-	-	-	69

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017

NOTES (cont'd)

4. Segmental information (cont'd)

Results for 6 months ended 30 June 2016 (cont'd)

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
Segment Revenue					
Total revenue including inter-segment sales	25,690	-	-	-	25,690
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>25,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,690</u>
Segment Results					
Results	(394)	(17)	(250)	(1)	(662)
Finance costs	(803)	-	-	-	(803)
Share of results of an associate					(175)
Loss before tax					(1,640)
Income tax income					-
Loss after tax					<u>(1,640)</u>
Other information					
Interest income	<u>39</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39</u>

5. Unusual items due to their nature, size and incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 June 2017 except as disclosed in Note 2.

6. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter results.

7. Comments about seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors.

8. Dividend

The Company did not declare or pay any dividend during the quarter and financial period ended 30 June 2017.

9. Acquisitions and disposals of property, plant and equipment

During the quarter and financial period ended 30 June 2017, the Group acquired Property, Plant and Equipment ("PPE") with an aggregate cost of RM1,500,000 (2nd Quarter 30 June 2016: RM328,100) and RM3,354,000 (30 June 2016: RM340,535). Net Book Value of PPE disposed/ written off by the Group for the quarter and financial period ended 30 June 2017 was RM Nil (2nd Quarter 30 June 2016: RM653).

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017

NOTES (cont'd)

10. Related party disclosures

i) Transactions with companies in which certain directors of the Company have financial interest:

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Income				
Sale of construction materials to:				
-Zecon Berhad	-	-	53	-
-Zecon Construction (Sarawak) Sdn. Bhd.	-	10	-	10
-Zecon Engineering and Construction Sdn. Bhd.	-	10	-	10
-Petra Jaya Properties Sdn. Bhd.	20	-	142	369
-Rekaruang Sdn. Bhd.	-	1	-	706
-Oricon Sdn Bhd	1	-	1	-
Expenditure				
Insurance premium paid to Transnational Insurance Brokers (M) Sdn. Bhd.	69	21	94	43
Management fees paid to Santubong Suites Sdn. Bhd.	9	10	19	19
Rental paid to Reignvest Corporation Sdn. Bhd.	180	180	360	360
Purchase of roofing construction Material from Super Glory Industries Sdn. Bhd.	4	-	77	-

11. Debt and equity securities

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial period-to-date.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017

NOTES (cont'd)

12. Changes in composition of the Group

Saved as disclosed below, there were no changes in the composition of the Group for the current quarter and financial period-to-date.

On 28 December 2016, the Company entered into a conditional share sale agreement (“SSA”) with Gaya Belian Sdn. Bhd., Brian Francis Ticcioni and Asgari Bin Mohd Fuad Stephens (collectively referred to as the “Sellers”) for the proposed acquisition of 4,463,640 ordinary shares of RM1.00 each representing the entire equity interest in Carlton Gardens Sdn. Bhd. (“CGSB”) for a total purchase price of RM9,500,000.

Upon fulfilment of all the Conditions Precedent as set out in the SSA and completion of the proposed CGSB acquisition, CGSB will be wholly owned subsidiary of the Company. On 3 July 2017, consideration shares were issued to the Sellers pursuant to the SSA which marks the completion of CGSB acquisition.

13. Capital commitments

	As At 30.06.2017 RM'000	As At 31.12.2016 RM'000
Capital expenditure not provided for in the financial statements:		
Authorised and contracted for	456	2,729
Approved but not contracted for	868	1,949
	<u>1,324</u>	<u>4,678</u>

14. Contingent liabilities – Unsecured

	As At 30.06.2017 RM'000	As At 31.12.2016 RM'000
Corporate guarantee given to bank for credit facilities granted to a subsidiary	24,120	23,721

15. Subsequent event

There were no material events subsequent to the end of the current quarter.

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017

NOTES (cont'd)

PART B -ADDITIONAL INFORMATION PURSUANT TO THE MAIN MARKET LISTING REQUIREMENTS OF THE BURSA MALAYSIA SECURITIES BERHAD

16. Performance review

The Group's revenue has increased by 6% or RM881,000 from RM13.8 million reported in the second quarter of 2016 to RM14.7 million in the second quarter of 2017. During the current quarter under review, the Group's revenue was mainly contributed by manufacturing division. Higher revenue from its manufacturing division was primarily due to higher demand for spun pipes & beams given rolling out of the Pan Borneo Highway Project in the current quarter. The Group has reported a profit before tax of RM224,000 as compared to loss before tax of RM 1,059,000 posted in the corresponding quarter last year.

On a year-to-date basis, the Group reported revenue of RM29.6 million in the first half of 2017, as compared to RM25.7 million in the first half of last year representing an increase of 15%. The manufacturing division being the key driver and largest contributor to the Group's revenue, reported revenue of about RM29.2 million and RM25.7 million for the 6 months period ended 30 June 2017 and 30 June 2016 respectively. The Group recorded a loss before tax of RM617,000 as compared to loss before tax of RM1,640,000 reported in the same period last year.

The Properties division has reported a revenue of RM375,000 which contributed profit of RM10,000. There was no contribution from the Construction division and Properties division. The net assets of the Group as at 30 June 2017 stood at RM51.3 million which translates to RM0.70 net assets value per share.

Significant increase in other receivables was reported as at 30 June 2017 as compared to 31 December 2016 mainly attributable to partial payment of purchase price for acquisition of Carlton Gardens Sdn Bhd ("CGSB") amounting to RM5,266,000 as disclosed in Note 12.

17. Variation of results against preceding quarter

The Group registered a profit before tax of RM224,000 from a revenue of RM14.7 million for the current quarter as compared to a loss before tax of RM841,000 from a revenue of RM14.9 million in the preceding quarter. A profit before tax was reported as compared to the loss before tax in the preceding quarter is mainly due to higher gross profit and lower administration expenses in the second quarter this year.

18. Prospects for the remaining quarters

The Malaysian economy is expected to achieve moderate growth in 2017. The Group remains focused managing its cost structure and promoting its IBS products for new projects. The Group has benefited from the rolling out of the Pan Borneo Highway Project and expects significant improvement in its order book and anticipates better results for the remaining quarters.

19. (a) Variance of actual profit from forecast profit

Not applicable

(b) Shortfall in the profit guarantee

Not applicable

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****NOTES (cont'd)****20. Income tax (income)/ expense**

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Current tax	-	-	-	-
(Over)/under provision of tax in prior year	-	-	-	-
Deferred tax	-	-	-	-
Total income tax (income)/ expense	-	-	-	-

21. Corporate Proposals

Save for the proposed CGSB acquisition (as disclosed in note 12 of this Interim Financial Report), proposed amendments to the memorandum and articles of association of the Company and proposed private placement of up to 36,397,125 new ordinary share capital in SCIB representing up to 45% of the enlarged share capital of SCIB after completion of the proposed CGSB acquisition to be subscribed by potential investors to be identified later, there are no other outstanding proposals which have been announced by the Company but pending implementation.

22. Borrowings

	As at	As at
	30.06.2017	31.12.2016
	RM'000	RM'000
Short term borrowings		
Secured	12,195	11,051
Unsecured	-	-
	<u>12,195</u>	<u>11,051</u>
Long term borrowings		
Secured	12,015	12,777
	<u>24,210</u>	<u>23,828</u>

All of the above borrowings are denominated in Ringgit Malaysia.

23. Derivatives financial instruments

There were no outstanding derivatives as at the end of the reporting year.

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017****NOTES (cont'd)****24. Dividend payable**

No interim ordinary dividend has been declared for the financial period ended 30 June 2017 (31 December 2016: Nil).

25. Basic (loss)/profit per share

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Profit/(loss) attributable to ordinary equity holders of the Company	224	(1,059)	(617)	(1,640)

	As at		As at	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
Weighted average number of ordinary shares in issue	73,582,500	73,582,500	73,582,500	73,582,500

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	Sen	Sen	Sen	Sen
Basic profit/(loss) per share for profit/(loss) for the period	0.30	(1.44)	(0.84)	(2.23)

There is no dilution in its (loss)/profit per share in the current quarter and financial period to date as there are no dilutive potential ordinary shares outstanding at the end of the reporting period.

26. Breakdown of accumulated losses of the Group as at the reporting date into realised and unrealised

	As at	As at
	30.06.2017	31.12.2016
	RM'000	RM'000
Total accumulated losses		
- Realised	(28,043)	(27,432)
- Unrealised	-	-
	<u>(28,043)</u>	<u>(27,432)</u>
Consolidation adjustments	627	633
Total Group accumulated losses as per consolidated accounts	<u>(27,416)</u>	<u>(26,799)</u>

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 JUNE 2017**NOTES (cont'd)****26. Breakdown of accumulated losses of the Group as at the reporting date into realised and unrealized (cont'd)**

The determination of realised and unrealised profits or losses is based on the Guidance of Special Matter No. 1, Determination of Realised and unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for any other purposes.

27. Material litigation

On 5 July 2016, SCIB Industrialised Building System Sdn. Bhd. ("SIBS"), a wholly owned subsidiary of SCIB had, vide its solicitors, Messrs Loke, King, Goh & Partners, filed writ and statement of claim against Millennium Crest Sdn. Bhd. claiming for RM2,786,696 being the work delivered as at 29 December 2014. Subsequently, Millennium Crest Sdn. Bhd. has filed defence and counterclaim dated 10 October 2016. On 2 May 2017, a Consent Judgment was entered against Millennium Crest Sdn. Bhd. in the sum of RM1,982,000 with interest of 6% per annum calculated from the date of the Consent Judgment until full and final settlement by Millennium Crest Sdn. Bhd.. Writ of Seizure and Prohibitory Order were served against Millennium Crest Sdn. Bhd. on 17th July 2017. SIBS is seeking the necessary legal advice for the next course of action.

28. Additional disclosures on profit/(loss) for the period

Profit/(loss) for the period is arrived at after charging/(crediting):

	3 months ended		6 months ended	
	30.06.2017	30.06.2016	30.06.2017	30.06.2016
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and Equipment ("PPE")	916	1,118	1,946	2,230
Reversal of impairment loss on trade receivables	-	(142)	(2)	(142)
Reversal of impairment loss on other receivables	-	-	(6)	-
Interest expense	442	457	880	803
Interest income	(22)	(26)	(69)	(39)
Inventories written off/(back)	-	-	1	(8)
Property, plant and equipment ("PPE") written off	-	-	-	1
Share of loss of associate	-	86	-	175

SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 JUNE 2017**

NOTES (cont'd)

29. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 August 2017.