

KOTRA INDUSTRIES BERHAD [199901022732 (497632-P)]QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FORTH FINANCIAL QUARTER ENDED 30 JUNE 2020

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

	Note	Individual Quarter		Cumulative Quarter	
		Current Quarter Ended 30-06-20 RM'000	Corresponding Quarter Ended 30-06-19 RM'000	12 Months Cumulative To Date 30-06-20 RM'000	12 Months Cumulative To Date 30-06-19 RM'000
Revenue		36,763	39,802	171,727	172,550
Operating expenses		(32,875)	(34,868)	(147,654)	(152,024)
Other operating income		630	1,206	3,468	3,247
Profit from operations		4,518	6,140	27,541	23,773
Finance cost		(344)	(557)	(1,615)	(2,409)
Profit before tax		4,174	5,583	25,926	21,364
Tax expense		3,731	942	3,631	831
Profit after tax, representing total comprehensive income for the period		<u>7,905</u>	<u>6,525</u>	<u>29,557</u>	<u>22,195</u>
Earnings per share (sen)					
(a) Basic	(B13)	5.46	4.68	20.42	15.93
(b) Diluted	(B13)	5.40	4.60	20.20	15.66

(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 30 June 2019 and the accompanying explanatory notes attached to this interim financial report)

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FORTH FINANCIAL QUARTER ENDED 30 JUNE 2020
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited As at 30/06/2020	Audited As at 30/06/2019
	Note	RM '000	RM '000
ASSETS			
Non-Current Assets			
Property, plant and equipment		120,120	143,001
Investment properties		1,390	1,415
Right-of-use assets		11,433	-
Deferred tax assets		4,797	1,034
		137,740	145,450
Current Assets			
Derivative assets		9	12
Inventories		39,043	38,323
Trade receivables		25,164	31,781
Other receivables, deposits and prepayments		1,952	2,121
Short term investment		24,700	-
Fixed deposit with licensed bank		17,300	21,685
Cash and bank balances		7,326	7,070
		115,494	100,992
TOTAL ASSETS		253,234	246,442
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		81,823	80,115
Share option reserve		1,201	1,870
Retained earnings		106,822	90,175
		189,846	172,160
Non-Current Liabilities			
Long term borrowings	(B8)	18,031	31,444
Lease liabilities		82	-
Deferred Income		1,708	2,002
		19,821	33,446
Current Liabilities			
Trade payables		17,900	17,564
Other payables and accruals		11,479	10,180
Lease liabilities		1,008	-
Current tax liabilities		2	89
Short term borrowings	(B8)	13,178	13,003
		43,567	40,836
Total Liabilities		63,388	74,282
TOTAL EQUITY AND LIABILITIES		253,234	246,442
Net assets per share attributable to ordinary equity holders of the parent (RM)			
	(B14)	1.31	1.20

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with read in conjunction with the Audited Financial Statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report)

KOTRA INDUSTRIES BERHAD [199901022732 (497632-P)]

QUARTERLY REPORT ON CONSOLIDATED RESULTS

FOR THE FORTH FINANCIAL QUARTER ENDED 30 JUNE 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	12 Months Ended 30-06-20 RM '000	12 Months Ended 30-06-19 RM '000
Cash Flows From Operating Activities		
Profit before taxation	25,926	21,364
Adjustment for:		
Property, plant and equipment written off	47	28
Impairment loss on trade receivables	695	324
Reversal of impairment loss on trade receivables	-	(272)
Depreciation of property, plant and equipment and investment properties	14,833	13,991
Depreciation of right-of-use assets	1,148	-
Fair value loss / (gain) on derivatives financial instrument	3	(12)
Government grant received	-	(163)
Unrealised (gain) / loss on foreign exchange	(55)	301
Inventories written down	-	977
Amortisation of deferred income	(294)	(295)
Gain on disposal of property, plant and equipment	(13)	(43)
Interest expense	1,615	2,409
Interest income	(816)	(646)
Rental income from investment properties	(24)	(60)
Share based payment under ESOS	10	18
Operating profit before working capital changes	43,075	37,921
Increase in inventories	(720)	(3,583)
Decrease in receivables	6,114	4,560
Increase / (Decrease) in payables	1,662	(1,789)
Cash generated from operations	50,131	37,109
Tax paid	(219)	(155)
Tax refunded	-	12
Net cash from operating activities	49,912	36,966
Cash Flows From / (For) Investing Activities		
Interest received	816	646
Withdrawal/ (Placement) of fixed deposit with tenure more than 3 months	14,000	(14,000)
Purchase of property, plant and equipment	(2,558)	(12,513)
Rental received	24	60
Proceed from disposal of property, plant and equipment	22	50
Net cash from / (for) investing activities	12,304	(25,757)

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (continued)

	12 Months Ended 30-06-20 RM '000	12 Months Ended 30-06-19 RM '000
Cash Flows For Financing Activities		
Dividend paid	(12,910)	(8,628)
Repayment of hire purchase payables	-	(305)
Repayment of lease liabilities	(1,062)	-
Repayment of term loans	(13,092)	(12,662)
Repayment of other short term borrowings	-	(287)
Proceeds from issuance of shares	1,029	6,735
Government grant received	-	163
Interest paid	(1,615)	(2,409)
Net cash for financing activities	<u>(27,650)</u>	<u>(17,393)</u>
Net Increase / (Decrease) in Cash & Cash Equivalents	34,566	(6,184)
Effect of Exchange Rate Changes on Cash & Cash Equivalents	5	63
Cash & Cash Equivalents at beginning of the financial period	14,755	20,876
Cash & Cash Equivalents at end of financial period	<u>49,326</u>	<u>14,755</u>
The Cash & Cash Equivalents Comprise The Following :-		
Fixed deposit with licensed bank	17,300	21,685
Short term investment	24,700	-
Cash and bank balances	7,326	7,070
	<u>49,326</u>	<u>28,755</u>
Less: Fixed deposit with tenure more than 3 months	-	(14,000)
	<u>49,326</u>	<u>14,755</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with
read in conjunction with the Audited Financial Statements for the year ended 30 June 2019 and
the accompanying explanatory notes attached to this interim financial report)

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FOR THE FORTH FINANCIAL QUARTER ENDED 30 JUNE 2020

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM '000	Non - distributable Share Option Reserve RM '000	Distributable Retained Profits RM '000	Total RM '000
As at 30 June 2020				
Balance at 1 July 2019	80,115	1,870	90,175	172,160
Profit after tax, representing total comprehensive income for the year	-	-	29,557	29,557
Dividend paid	-	-	(12,910)	(12,910)
Share options exercised	1,708	(679)	-	1,029
Share based payment transactions	-	10	-	10
Balance at 30 June 2020	<u>81,823</u>	<u>1,201</u>	<u>106,822</u>	<u>189,846</u>
As at 30 June 2019				
Balance as 30 June 2018, as previously reported	68,660	6,572	78,022	153,254
Effect of MFRS 9 adoption	-	-	(1,414)	(1,414)
As at 1 July 2018 (Restated)	<u>68,660</u>	<u>6,572</u>	<u>76,608</u>	<u>151,840</u>
Profit after tax, representing total comprehensive expense for the year	-	-	22,195	22,195
Dividend paid	-	-	(8,628)	(8,628)
Share options exercised	11,455	(4,720)	-	6,735
Share based payment transactions	-	18	-	18
Balance at 30 June 2019	<u>80,115</u>	<u>1,870</u>	<u>90,175</u>	<u>172,160</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with read in conjunction with the Audited Financial Statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to this interim financial report)

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QUARTERLY REPORT ON CONSOLIDATED RESULTS
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A. Explanatory Notes pursuant to MFRS 134 Interim Financial Reporting

A1. Accounting Policies and Methods of Computation

The interim financial statements have been prepared in accordance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Main Market Listing Requirements. The figures for the cumulative period in the current quarter to 30 June 2020 have not been audited. The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2019.

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 30 June 2019 except for those mentioned in paragraph A1.1 below.

A1.1 During the current financial period, the Group has adopted the following new Malaysian Financial Reporting Standards and interpretations (including the consequential amendments, if any) :-

MFRSs and IC Interpretations (Including The Consequential Amendments)

MFRS 16 Leases

IC Interpretation 23 Uncertainty Over Income Tax Treatments

Amendments to MFRS 9 : Prepayment Features with Negative Compensation

Amendments to MFRS 16 : Covid-19 - Related Rent Concessions

Amendments to MFRS 119 : Plan Amendment, Curtailment or Settlement

Annual Improvements to MFRS Standards 2015 - 2017 Cycles

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Group's financial statements other than as disclosed below :

MFRS 16 Leases

MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and replaced the previous guidance on lease accounting. Under MFRS 16, the classification of leases as either finance leases or operating leases is eliminated for lessees. All lessees are required to recognise their lease assets and the related lease obligations in the statement of financial position (with limited exceptions) as right-of-use assets and lease liabilities respectively. The right-of-use assets are subject to depreciation and the interest on lease liabilities is calculated using the effective interest method.

The Group adopted MFRS 16 using modified retrospective method and comparatives are not restated.

In summary, the impact of adopting MFRS 16 to opening balances is as follows:

Condensed Consolidated Statement of financial position

1 July 2019

	Impact of changes in accounting policies		
	As previously Reported	MFRS 16 Adjustments	After Adjustments
	RM 000	RM 000	RM 000
Assets			
Right-of-use assets	-	11,617	11,617
Property, Plant and Equipment	143,001	(10,575)	132,426
Impact to assets	143,001	1,042	144,043
Liabilities			
Current Lease liabilities	-	(1,188)	(1,188)
Short term borrowings	(102)	102	-
Long term borrowings	(44)	44	-
Impact to liabilities	(146)	(1,042)	(1,188)

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A1.2 The Group has not applied in advance the following Malaysian Financial Reporting Standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 Insurance Contracts	01-Jan-21
Amendments to MFRS 3: Definition of a Business	01-Jan-20
Amendments to MFRS 3: Reference to the Conceptual Framework	01-Jan-22
Amendments to MFRS 9, MFRS 139 AND MFRS 7: Interest Rate Benchmark Reform	01-Jan-20
Amendments to MFRS 101 and MFRS 108 : Definition of material	01-Jan-20
Amendments to MFRS 101 : Classification of Liabilities as Current or Non-current	01-Jan-22
Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use	01-Jan-22
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	01-Jan-22
Annual Improvements to MFRS Standards 2018–2020	01-Jan-22
Amendments to References to the Conceptual Framework in MFRS Standards	01-Jan-20

The adoption of the above-mentioned Malaysian Financial Reporting Standards and IC interpretations (including the consequential amendments, if any), insofar as they are applicable to the Group, is expected to have no material impact on the financial statements of the Group upon their initial application.

A2. Seasonal or Cyclical Factors

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

A3. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence.

A4. Changes in Estimates

There were no changes in estimates reported in prior interim periods of the current financial year or prior financial years which have a material effect in the current interim period.

A5. Issues, Repurchases and Repayments of Debt and Equity Securities

There were no issues, repurchases or repayments of debt and equity securities, for the period ended 30 June 2020 except for the issuance of 1,443,320 and 65,000 ordinary shares pursuant to the Company's Employee Share Option Scheme at the exercise price of RM0.65 each and RM1.40 each respectively.

A6. Dividend Paid

A final dividend of 4.4 sen per ordinary share in respect of the financial year ended 30 June 2019 amounting to RM 6,375,630 was paid on 13 December 2019.

An interim dividend of 4.5 sen per share in respect of the financial year ended 30 June 2020 amounting to RM 6,534,256 was paid on 6 March 2020.

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A7. Segmental Information

The segment information in respect of the Group's operating segments for the period ended 30 June 2020 is as follows:

	Current Quarter		12 Months	
	Ended 30 Jun		Ended 30 Jun	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Local	21,393	23,380	97,447	99,582
Export	15,370	16,422	74,280	72,968
External revenue	<u>36,763</u>	<u>39,802</u>	<u>171,727</u>	<u>172,550</u>
Local	3,350	2,902	20,172	16,545
Export	2,921	5,746	17,606	15,754
Profit from operations	<u>6,271</u>	<u>8,648</u>	<u>37,778</u>	<u>32,299</u>

A reconciliation of total profit from operations to total consolidated profit before tax is provided as follows:

	Current Quarter		12 Months	
	Ended 30 Jun		Ended 30 Jun	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Profit from operations for reportable segments	6,271	8,648	37,778	32,299
Expenses managed on a central basis	(2,383)	(3,714)	(13,705)	(11,773)
Other operating income	630	1,206	3,468	3,247
Consolidated profit from operations	<u>4,518</u>	<u>6,140</u>	<u>27,541</u>	<u>23,773</u>
Finance cost	(344)	(557)	(1,615)	(2,409)
Consolidated Profit before tax	<u>4,174</u>	<u>5,583</u>	<u>25,926</u>	<u>21,364</u>

A8. Events After the Interim Period

There were no material events after the interim period which have not been reflected in the financial statements for the interim period.

A9. Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group, including business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinuing operations during the interim period under review.

A10. Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets at the end of this reporting period and end of last financial year.

A11. Capital Commitments

The amounts committed for the purchase of property, plant and equipment not provided for in the interim financial statements are as follows:

	As at	As at
	30-06-20	30-06-19
	RM'000	RM'000
Contracted but not provided for	<u>791</u>	<u>692</u>

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A12. Significant Related Party Transactions

The Group's significant related party transactions in the current financial period ended 30 June 2020 are as follows:

	Current Quarter		12 Months	
	Ended 30 Jun		Ended 30 Jun	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Companies in which certain key management personnel have significant financial interests:				
- Rental of premises paid/payable	265	264	1,058	1,052
- Royalty paid/payable	-	1	-	14
- Contract manufacturing cost paid / payable	-	-	-	9
A company in which a close member of the family of certain key management personnel has significant financial interests:				
- Rental of premises paid/payable	-	1	3	7
- Rental of premises received/receivable	-	-	-	(29)
- Sales of goods	(176)	(45)	(680)	(549)

B. Explanatory Notes pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**B1. Review of the Performance of the Group****(a) Performance of the current quarter against the preceding year corresponding quarter**

	Current Quarter		Changes %
	Ended 30 Jun		
	2020	2019	
	RM'000	RM'000	
Turnover	36,763	39,802	-7.64%
Profit from operations	4,518	6,140	-26.42%
Profit before tax	4,174	5,583	-25.24%
Profit after tax (PAT)	7,905	6,525	21.15%
Net PAT margin	21.50%	16.39%	

The Group recorded a decrease in turnover of 7.64% for the current quarter ended 30 June 2020 as compared to the corresponding quarter ended 30 June 2019. This was mainly due to decrease in tender supply to local markets and sales of pharmaceutical products to both local and export markets, offset by higher sales achieved for health supplements products in local markets.

The Group recorded a profit before tax of RM4.17 million for the current quarter ended 30 June 2020 as compared to a profit before tax of RM5.58 million in corresponding quarter of the preceding year. The decrease in profit before tax was mainly due to lower sales achieved in current quarter.

Profit after tax increased from RM 6.53 million to RM 7.91 million which is approximately 21.15%, largely due to recognition of deferred tax credit arising from probable utilisation of unabsorbed capital allowances and industrial building allowances.

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(b) Performance of the current period against the preceding year corresponding period

	12 Months		Changes %
	Ended 30 Jun		
	2020	2019	
	RM'000	RM'000	
Turnover	171,727	172,550	-0.48%
Profit from operations	27,541	23,773	15.85%
Profit before tax	25,926	21,364	21.35%
Profit after tax (PAT)	29,557	22,195	33.17%
Net PAT margin	<u>17.21%</u>	<u>12.86%</u>	

The Group recorded a decrease in turnover of 0.48% for the current period ended 30 June 2020 as compared to the corresponding 12 months ended 30 June 2019. This was mainly due to lower local contract manufacturing orders and sales of pharmaceutical products for local markets, offset by higher sales achieved for health supplement in local market and pharmaceutical products in export markets.

The Group recorded a profit before tax of RM25.93 million for the 12 months ended 30 June 2020 as compared to a profit before tax of RM21.36 million for the 12 months ended 30 June in the preceding year. The increase in profit before tax was mainly derived from sales of better margin products, rationalisation of selling and administration expenses, lower finance cost and higher foreign exchange gain

Profit after tax increased from RM22.19 million to RM29.56 million which is approximately 33.17%, largely due to recognition of deferred tax credit arising from probable utilisation of unabsorbed capital allowances and industrial building allowances.

B2. Comparison with Preceding Quarter's Results

	Quarter Ended		Changes %
	30 Jun	31 Mar	
	2020	2020	
	RM'000	RM'000	
Turnover	36,763	46,507	-20.95%
Profit from operations	4,518	8,040	-43.81%
Profit before tax	4,174	7,630	-45.29%
Profit after tax (PAT)	7,905	7,617	3.78%
Net PAT margin	<u>21.50%</u>	<u>16.38%</u>	

For the quarter ended 30 June 2020, the Group recorded a decrease in revenue of 20.95% to RM36.76 million as compared to RM46.51 million in the preceding quarter. This was attributed to decrease in sales of health supplement to export markets and lower sales of pharmaceutical products to local markets.

The Group recorded a profit before tax of RM4.17million in the current quarter as compared to the profit before tax of RM7.63 million in the preceding quarter. Decrease in net profit before tax in current quarter as compared to preceding quarter was mainly due to decrease in sales.

B3. Commentary on Prospects

During the implementation of Movement Control Order by the government, our plant continues to operate, although with smaller workforce and with stringent safety measures in place to safeguard the wellbeing of our staff from the threat of Covid 19. At the same time, we are working closely with our suppliers and trade partners to ensure minimal supply disruption to our products during this period. We will continue to execute cost optimisation initiatives to deliver efficiencies and savings and strengthen our brand so as to ensure the Group is in position to benefit when recovery comes.

The Board is of the view that business sentiments remain challenging in view of the Covid-19 pandemic that has yet to abate. Nonetheless, the Group will continue to strive to deliver revenue from local and export markets, as well as pursue new tenders to utilise its available production capacity while leveraging the R&D activities for new products going into the new financial year.

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B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial period.

B5. Statement by Directors

The Group did not disclose or announce any profit forecast or projection in a public document in the current quarter or prior financial period.

B6. Breakdown of Tax Charges

	Quarter		12 Months	
	Ended 30 Jun		Ended 30 Jun	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- Current tax expense	40	94	140	205
- (Over)/Under provision in prior period	(8)	(2)	(8)	(2)
Deferred Taxation	(3,763)	(1,034)	(3,763)	(1,034)
Total tax expenses	<u>(3,731)</u>	<u>(942)</u>	<u>(3,631)</u>	<u>(831)</u>

The current tax expense for the period under review relates to the non-business income of the Group. There is no tax charge on the profit from business income due to the availability of tax incentives on double deduction for eligible expenses provided under the Promotion of Investments Act 1986. The deferred tax credit is recognised on unutilised tax credit arising from unabsorbed industrial building allowances and capital allowances to the extent that it is probable that there will be future taxable profit for which the unutilised tax credit can be realised

B7. Status of Corporate Proposals

There were no corporate proposals announced by the Company as at the date of the issue of this quarterly report.

B8. Details of Group Borrowings and Debt Securities

The Group's borrowings as at the end of this financial period were as follows:

	As at	As at
	30-06-20	30-06-19
	RM'000	RM'000
(a) Short Term Borrowings		
<u>Secured</u>		
HP Creditors	-	102
Term loan	13,178	12,901
	<u>13,178</u>	<u>13,003</u>
(b) Long Term Borrowings		
<u>Secured</u>		
HP Creditors	-	44
Term loan	18,031	31,400
	<u>18,031</u>	<u>31,444</u>

Upon adoption of MFRS 16, hire purchase has been presented as lease liabilities using the modified retrospective approach.

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B9. Derivative Financial Instruments

- (a) Derivative financial instruments are categorised as fair value through profit or loss and measured at their fair value with the changes in fair value recognised in the statement of profit or loss at each reporting date. Financial instruments are viewed as risk management tools by the Group and are not used for trading or speculative purposes.

The outstanding Forward Foreign Exchange Contract as at 30 June 2020 are as follows:

	Contract Amount RM'000	Fair Value RM'000	
Foreign Exchange Forward Contracts			
- Less than 1 year	<u>875</u>	<u>866</u>	USD 0.202 million

These forward foreign exchange contracts were entered into to hedge against fluctuations in exchange rates. The settlement dates of these contracts range from July 2020 to September 2020.

- (b) There have been no changes since the end of the previous financial year in respect of the following:
- the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
 - the risk management policies in place for mitigating and controlling the risks associated with these financial derivative contracts; and
 - the related accounting policies.

B10. Material Litigation

There was no material litigation since the last financial period ended 30 June 2020 and up to 13 August 2020.

B11. Dividend Declared

No dividend has been proposed in respect of the current financial period ended 30 June 2020.

B12. Profit before tax

	Quarter Ended 30 Jun		12 Months Ended 30 Jun	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Profit before tax is arrived at after (crediting)/charging:				
Interest income	(259)	(211)	(816)	(646)
Other income	(41)	45	(377)	(440)
Depreciation of property, plant and equipment and investment properties	3,760	3,629	14,833	13,991
Depreciation of right-of-use assets	287	-	1,148	-
Amortisation of deferred income	(73)	(74)	(294)	(295)
Rental income from investment properties	1	(7)	(24)	(60)
Reversal of impairment loss on trade receivables	-	23	-	(272)
Impairment loss on trade receivables	695	324	695	324
Gain on disposal of property, plant and equipment	-	(27)	(13)	(43)
Property, plant and equipment written off	1	4	47	28
Inventories written down	-	-	-	977
Foreign exchange (gain) / loss				
- realised	(778)	(494)	(1,889)	(1,588)
- unrealised	519	(154)	(55)	301
Fair value (gain) / loss on derivatives financial instrument	(29)	(12)	3	(12)
Government grant received	-	-	-	(163)

There was no gain or loss on disposal of quoted or unquoted investment or properties nor any exceptional items for the current quarter and financial period ended 30 June 2020.

KOTRA INDUSTRIES BERHAD [199901022732 (497632-P)]QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FORTH FINANCIAL QUARTER ENDED 30 JUNE 2020**B13. Earnings Per Share**

	Quarter		12 Months	
	Ended 30 Jun		Ended 30 Jun	
	2020	2019	2020	2019
(a) Basic Earnings Per Share				
Net Profit attributable to shareholders (RM'000)	<u>7,905</u>	<u>6,525</u>	<u>29,557</u>	<u>22,195</u>
Weighted average number of ordinary shares ('000)	<u>144,723</u>	<u>139,359</u>	<u>144,723</u>	<u>139,359</u>
Basic Earnings per share (sen)	5.46	4.68	20.42	15.93
(b) Diluted Earnings Per Share				
Net Profit attributable to shareholders (RM'000)	<u>7,905</u>	<u>6,525</u>	<u>29,557</u>	<u>22,195</u>
Weighted average number of ordinary shares ('000)	144,723	139,359	144,723	139,359
Adjustment for ESOS ('000)	<u>1,602</u>	<u>2,369</u>	<u>1,602</u>	<u>2,369</u>
	<u>146,325</u>	<u>141,728</u>	<u>146,325</u>	<u>141,728</u>
Diluted Earnings per share (sen)	5.40	4.60	20.20	15.66

B14. Net assets per share

	Unaudited	Audited
	As at 30-06-20	As at 30-06-19
Number of ordinary shares issued ('000)	<u>145,470</u>	<u>143,962</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>1.31</u>	<u>1.20</u>

B15. Audit Report

The auditors' report of the Group's annual financial statements for the year ended 30 June 2019 did not contain any qualification.

BY ORDER OF THE BOARD

CHUA SIEW CHUAN
Secretary

Date : 14 August 2020