

KARYON INDUSTRIES BERHAD (Company No: 612797-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 3RD QUARTER ENDED 31 DECEMBER 2018**
(The figures have not been audited)

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>CURRENT YEAR QUARTER 31/12/18 RM'000</u>	<u>PRECEDING YEAR CORRESPONDING QUARTER 31/12/17 RM'000</u>	<u>CURRENT YEAR TO DATE 31/12/18 RM'000</u>	<u>PRECEDING YEAR CORRESPONDING PERIOD 31/12/17 RM'000</u>
CONTINUING OPERATIONS				
Revenue	37,658	40,219	116,886	118,915
Cost of Sales	(32,873)	(34,006)	(100,830)	(101,512)
Gross Profit	4,785	6,213	16,056	17,403
Other Income	166	1,145	664	2,408
Administrative and Operating Expenses	(3,218)	(3,683)	(10,263)	(10,185)
Finance Costs	(117)	(80)	(369)	(263)
Share of (Loss)/Profit of a Joint Venture	(240)	(9)	(287)	191
Profit Before Tax	1,376	3,586	5,801	9,554
Tax expense	(517)	(760)	(1,734)	(2,208)
Profit for the financial period from continuing operations	859	2,826	4,067	7,346
DISCONTINUED OPERATION				
Profit for the financial period from discontinued operation, net of tax	-	2	-	51
PROFIT FOR THE FINANCIAL PERIOD	859	2,828	4,067	7,397
OTHER COMPREHENSIVE GAIN/(LOSS)				
Foreign currency translation	7	(114)	(117)	(169)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	866	2,714	3,950	7,228
Profit attributable to:				
Owners of the parent	859	2,828	4,067	7,397
Total comprehensive income attributable to:				
Owners of the parent	866	2,714	3,950	7,228
Basic earnings per share (sen):				
- from continuing operations	0.18	0.59	0.85	1.54
- from discontinued operation	-	-	-	0.01
	<u>0.18</u>	<u>0.59</u>	<u>0.85</u>	<u>1.55</u>
Diluted earnings per share (sen):				
- from continuing operations	0.18	0.59	0.85	1.54
- from discontinued operation	-	-	-	0.01
	<u>0.18</u>	<u>0.59</u>	<u>0.85</u>	<u>1.55</u>

(The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial statements on page 5-14)

KARYON INDUSTRIES BERHAD (Company No: 612797-T)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018
(The figures have not been audited)

	UNAUDITED	AUDITED
	As at 31/12/18 RM'000	As at 31/03/18 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	38,085	30,032
Investment in a joint venture	4,762	5,166
	42,847	35,198
Current assets		
Inventories	23,330	23,541
Trade and other receivables	29,283	32,245
Current tax assets	2,647	1,916
Cash and cash equivalents	26,775	27,931
	82,035	85,633
TOTAL ASSETS	124,882	120,831
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	47,572	47,572
Share premium	37	37
Foreign currency translation reserve	1,255	1,372
Retained earnings	50,749	48,109
TOTAL EQUITY	99,613	97,090
Non-current liabilities		
Borrowings	8,776	5,108
Deferred tax liabilities	2,263	2,097
	11,039	7,205
Current liabilities		
Trade and other payables	13,091	14,501
Borrowings	1,139	2,035
	14,230	16,536
TOTAL LIABILITIES	25,269	23,741
TOTAL EQUITY AND LIABILITIES	124,882	120,831
Net assets per share attributable to owners of the parent (RM)	0.21	0.20

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial statements on page 5-14)

KARYON INDUSTRIES BERHAD (Company No: 612797-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3RD QUARTER ENDED 31 DECEMBER 2018**
(The figures have not been audited)

Quarter ended 31 December 2018

	ATTRIBUTABLE TO OWNERS OF THE PARENT				
	SHARE CAPITAL	SHARE PREMIUM	FOREIGN CURRENCY TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Balance as at 01.04.2018	47,572	37	1,372	48,109	97,090
Total comprehensive income for the period	-	-	(117)	4,067	3,950
Dividend paid	-	-	-	(1,427)	(1,427)
Balance as at 31.12.2018	47,572	37	1,255	50,749	99,613

Quarter ended 31 December 2017

	ATTRIBUTABLE TO OWNERS OF THE PARENT				
	SHARE CAPITAL	SHARE PREMIUM	FOREIGN CURRENCY TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Balance as at 01.04.2017	47,572	37	1,589	38,702	87,900
Total comprehensive income for the period	-	-	(169)	7,397	7,228
Dividend paid	-	-	-	(1,427)	(1,427)
Balance as at 31.12.2017	47,572	37	1,420	44,672	93,701

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial statements on page 5-14)

KARYON INDUSTRIES BERHAD (Company No: 612797-T)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 3RD QUARTER ENDED 31 DECEMBER 2018**
(The figures have not been audited)

	CURRENT YEAR TO DATE 31/12/18 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/17 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax from continuing operations	5,801	9,554
Profit before tax from discontinued operation	-	46
Profit before tax, total	<u>5,801</u>	<u>9,600</u>
Adjustments for:		
Bad debts written off	-	1
Depreciation on property, plant and equipment	929	829
Gain on disposal of property, plant and equipment	-	(10)
Interest expense	369	263
Interest income	(391)	(327)
Property, plant and equipment written off	23	63
Unrealised (gain)/loss on foreign exchange	(100)	80
Share of loss/(profit) of a joint venture	<u>287</u>	<u>(191)</u>
Operating profit before changes in working capital	6,918	10,308
Net changes in inventories	211	(560)
Net changes in trade and other receivables	3,075	(1,791)
Net changes in trade and other payables	<u>(1,469)</u>	<u>(993)</u>
CASH GENERATED FROM OPERATIONS	<u>8,735</u>	<u>6,964</u>
Tax paid	(2,537)	(2,556)
Tax refunded	238	40
NET CASH FROM OPERATING ACTIVITIES	<u><u>6,436</u></u>	<u><u>4,448</u></u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Withdrawal of deposits with licensed banks with original maturity date more than three months	1,510	588
Interest received	391	327
Purchase of property, plant and equipment (Note 1)	(8,805)	(1,187)
Proceeds from disposal of property, plant and equipment	-	27
NET CASH USED IN INVESTING ACTIVITIES	<u><u>(6,904)</u></u>	<u><u>(245)</u></u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of:		
- term loans	4,500	-
- bankers' acceptance	2,696	5,845
Repayments of:		
- hire purchase creditors	(57)	(158)
- term loans	(588)	(795)
- bankers' acceptance	(3,979)	(9,217)
Interest paid	(369)	(263)
Dividend paid	<u>(1,427)</u>	<u>(1,427)</u>
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	<u><u>776</u></u>	<u><u>(6,015)</u></u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	308	(1,812)
EFFECTS OF EXCHANGE RATE CHANGES ON CASH & CASH EQUIVALENTS	46	(13)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	26,421	24,608
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u><u>26,775</u></u>	<u><u>22,783</u></u>
Notes:	RM'000	
1) Purchase of property, plant and equipment		
Purchase of property, plant and equipment	9,026	
Less: Financed by hire purchase arrangements	(200)	
Less: Sales to related companies	(21)	
Cash purchase of property, plant and equipment	<u><u>8,805</u></u>	

(The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 March 2018 and the accompanying explanatory notes attached to this interim financial statements on page 5-14)

KARYON INDUSTRIES BERHAD (“KIB”)

(Company No: 612797-T)

(Incorporated in Malaysia)

UNAUDITED QUARTERLY REPORT FOR THE 3RD QUARTER ENDED 31 DECEMBER 2018

Explanatory notes to the Interim Financial Statements

1. Accounting Policies and Basis of Preparation

This interim financial statements has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2018.

2. Significant Accounting Policies

The significant accounting policies adopted by KIB and its subsidiaries (“Group”) in this interim financial statements are consistent with those adopted in the financial statements for the financial year ended 31 March 2018 except for the newly-issued Malaysian Accounting Standards Board approved accounting framework - MFRS and IC Interpretations to be applied by all Entities Other Than Private Entities for the financial period beginning on 1 January 2018. The adoption of the abovementioned MFRS, Amendments to MFRS and Interpretations will have no material impact on the financial statements of the Group upon their initial application.

At the date of authorisation of these interim financial statements, the following MFRS and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group:

MFRSs and Amendments to MFRSs issued but not yet effective		Effective for annual periods beginning on or after
Amendments to MFRS 3, MFRS 11, MFRS 112 and MFRS 123	Annual Improvements to MFRS Standards 2015-2017 Cycle	1 January 2019
Amendments to MFRS 9	Financial Instruments - Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 119	Employee Benefits - Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 128	Investments in Associates and Joint Ventures - Long-term Interests in Associates and Joint Ventures	1 January 2019
MFRS 16	Leases	1 January 2019
IC Interpretation 23	Uncertainty over Income Tax Treatments	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards		1 January 2020
Share-based Payment		
Amendments to MFRS 3	Business Combinations - Definition of a Business	1 January 2020
Amendments to MFRS 101	Presentation of Financial Statements - Definition of Material	1 January 2020
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Material	1 January 2020
MFRS 17	Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128	Consolidated Financial Statements and Investments in Associates - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

3. **Audit Report of the Preceding Audited Financial Statements**

The auditors' report of the preceding annual financial statements of the Group was not subject to any qualification.

4. **Seasonal or Cyclical Factors**

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review.

5. **Unusual Items**

There were no items or events that arose, which is unusual because of its nature, size, or incidence that has affected the assets, liabilities, equity, net income or cash flows of the Group for the current financial quarter under review.

6. **Material Changes in Estimates**

There were no material changes in estimates of amounts reported in prior financial years that have material effect on the current financial period-to-date.

7. **Changes in Debts and Equity Securities**

There were no issuance and repayment of debt and equity securities, share buy-backs and share cancellation for the current financial quarter under review.

8. **Dividend Paid**

The dividend paid during the current financial quarter and cumulative financial period-to-date is as follows:

	Company			
	2019		2018	
	Gross dividend per share sen	Amount of dividend RM	Gross dividend per share sen	Amount of dividend RM
In respect of the financial year ending 31 March 2019 First interim single tier dividend, declared on 6 August 2018 and paid on 13 September 2018	0.30	1,427,139	-	-
In respect of the financial year ended 31 March 2018 First interim single tier dividend, declared on 24 October 2017 and paid on 27 November 2017	-	-	0.30	1,427,139

9. Segmental Reporting

The segmental result of the Group for the current financial quarter under review is set out below:

3 months ended 31 December 2018

	Investment Holding	Manufacturing of Polymeric Product	Others	Total
	RM'000	RM'000	RM'000	RM'000
REVENUE				
Sales (Gross)	1,039	39,660	-	40,699
Inter-Segment sales	(990)	(2,051)	-	(3,041)
External	49	37,609	-	37,658
RESULT				
Segment result	(830)	2,562	1	1,733
Finance costs	-	(117)	-	(117)
Share of loss of a joint venture	(240)	-	-	(240)
(Loss)/Profit before tax	(1,070)	2,445	1	1,376
Tax expense	(135)	(382)	-	(517)
(Loss)/Profit after tax	(1,205)	2,063	1	859
Consolidated Statement of Financial Position				
Segment assets	13,399	111,060	423	124,882
Segment liabilities	937	24,328	4	25,269

3 months ended 31 December 2017

	Investment Holding	Manufacturing of Polymeric Product	Total from Continuing Operations	Discontinued Operations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE					
Sales (Gross)	1,278	43,174	44,452	-	44,452
Inter-Segment sales	(1,224)	(3,009)	(4,233)	-	(4,233)
External	54	40,165	40,219	-	40,219
RESULT					
Segment result	(540)	4,215	3,675	2	3,677
Finance costs	-	(80)	(80)	-	(80)
Share of loss of a joint venture	(9)	-	(9)	-	(9)
(Loss)/Profit before tax	(549)	4,135	3,586	2	3,588
Taxation	-	(760)	(760)	-	(760)
(Loss)/Profit after tax	(549)	3,375	2,826	2	2,828
Consolidated Statement of Financial Position					
Segment assets	13,100	103,827	116,927	447	117,374
Segment liabilities	446	23,212	23,658	15	23,673

9. Segmental Reporting (cont'd)

The segmental result of the Group for the cumulative financial quarter under review is set out below:

9 months ended 31 December 2018

	Investment Holding	Manufacturing of Polymeric Product	Others	Total
	RM'000	RM'000	RM'000	RM'000
REVENUE				
Sales (Gross)	4,274	124,173	-	128,447
Inter-Segment sales	(4,090)	(7,471)	-	(11,561)
External	184	116,702	-	116,886
RESULT				
Segment result	(2,431)	8,884	4	6,457
Finance costs	-	(369)	-	(369)
Share of loss of a joint venture	(287)	-	-	(287)
(Loss)/Profit before tax	(2,718)	8,515	4	5,801
Tax expense	(360)	(1,374)	-	(1,734)
(Loss)/Profit after tax	(3,078)	7,141	4	4,067
Consolidated Statement of Financial Position				
Segment assets	13,399	111,060	423	124,882
Segment liabilities	937	24,328	4	25,269

9 months ended 31 December 2017

	Investment Holding	Manufacturing of Polymeric Product	Total from Continuing Operations	Discontinued Operations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE					
Sales (Gross)	1,709	127,723	129,432	-	129,432
Inter-Segment sales	(1,634)	(8,883)	(10,517)	-	(10,517)
External	75	118,840	118,915	-	118,915
RESULT					
Segment result	(1,785)	11,411	9,626	46	9,672
Finance costs	-	(263)	(263)	-	(263)
Share of profit of a joint venture	191	-	191	-	191
(Loss)/Profit before tax	(1,594)	11,148	9,554	46	9,600
Taxation	3	(2,211)	(2,208)	5	(2,203)
(Loss)/Profit after tax	(1,591)	8,937	7,346	51	7,397
Consolidated Statement of Financial Position					
Segment assets	13,100	103,827	116,927	447	117,374
Segment liabilities	446	23,212	23,658	15	23,673

10. Valuation of Property, Plant and Equipment

The Group's property, plant and equipment is carried at cost and have been brought forward without amendment from the latest audited annual financial statements.

11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events that have occurred from 1 January 2019 to the date of announcement.

12. Changes in the Composition of the Group

Karyon (Jinhua) Advanced Materials Co., Ltd ("KJAM"), a joint venture company of Karyon Ventures Sdn Bhd, which in turn a wholly-owned subsidiary of KIB has ceased all its operation with effect from 31 December 2018. The cessation of all operations of KJAM is not expected to have any material financial and operational impact on the Group.

13. Contingent Liabilities and Contingent Assets

There were no contingent liabilities and assets as at the end of current financial quarter under review.

14. Capital Commitment

Capital commitment as at 31 December 2018 is as follows:

Capital expenditure in respect of purchase of property, plant and equipment:	<u>RM</u>
Approved but not contracted for	942,600

15. Performance Review

Current Financial Quarter as compared with Previous Year Corresponding Quarter

	3 Months Ended		Deviation	
	31.12.2018	31.12.2017	Amount	%
	RM'000	RM'000	RM'000	
Continuing Operations				
Revenue	37,658	40,219	(2,561)	(6.37)
Profit before tax	1,376	3,586	(2,210)	(61.63)
Discontinued Operation				
Revenue	-	-	-	-
Profit before tax	-	2	(2)	(100.00)
Total				
Revenue	37,658	40,219	(2,561)	(6.37)
Profit before tax	1,376	3,588	(2,212)	(61.65)

The Group's revenue had decreased by RM2.561 million or 6.37% in the current quarter under review as compared to the corresponding quarter in the preceding financial period, due mainly to the decrease of 691 metric tons of polymeric products as a result of less order from customers.

The Group's profit before tax had also decreased by RM2.212 million, from RM3.588 million for the quarter ended 31 December 2017 to RM1.376 million for the current quarter under review which was due mainly to the decrease in the sales volume of polymeric products by 691 metric tons and share of loss of joint venture of RM0.240 million. The share of loss of joint venture was due mainly to lower margin during that period as well as loss on disposal of slow moving inventories. Besides, the higher in the Group's profit before tax for the quarter ended 31 December 2017 was attributed mainly by the one-off fire compensation received during that quarter which amounted to RM1.059 million.

Current Financial Period as compared with Previous Year Corresponding Period

	9 Months Ended		Deviation	
	31.12.2018	31.12.2017	Amount	%
	RM'000	RM'000	RM'000	
Continuing Operations				
Revenue	116,886	118,915	(2,029)	(1.71)
Profit before tax	5,801	9,554	(3,753)	(39.28)
Discontinued Operation				
Revenue	-	-	-	-
Profit before tax	-	46	(46)	(100.00)
Total				
Revenue	116,886	118,915	(2,029)	(1.71)
Profit before tax	5,801	9,600	(3,799)	(39.57)

15. Performance Review (cont'd)

Current Financial Period as compared with Previous Year Corresponding Period (cont'd)

The Group's revenue for the cumulative financial quarter ended 31 December 2018 had shown a decrease of RM2.029 million or 1.71% from RM118.915 million to RM116.886 million as compared to the corresponding period in the preceding financial period. The decrease in the Group's revenue was attributed mainly to the decrease of 741 metric tons of polymeric products as a result of less order from customers.

The Group's profit before tax had also decreased by RM3.799 million, from RM9.600 million for the period ended 31 December 2017 to RM5.801 million for the current financial period. This was due mainly to the decrease of 741 metric tons of polymeric products and share of loss of joint venture by RM0.287 million. The share of loss of joint venture was due mainly to lower margin during that period as well as loss on disposal of slow moving inventories. Besides, the higher in the Group's profit before tax for the period ended 31 December 2017 was attributed mainly to the one-off refund of sales tax penalty and fire compensation received which amounted to RM0.532 million and RM1.559 million respectively.

16. Material Changes in Profit Before Tax as Compared with the Immediate Preceding Quarter

	3 Months Ended		Deviation	
	31.12.2018	30.09.2018	Amount	%
	RM'000	RM'000	RM'000	
Continuing Operations				
Revenue	37,658	39,855	(2,197)	(5.51)
Profit before tax	1,376	1,790	(414)	(23.13)
Discontinued Operation				
Revenue	-	-	-	-
Profit before tax	-	-	-	-
Total				
Revenue	37,658	39,855	(2,197)	(5.51)
Profit before tax	1,376	1,790	(414)	(23.13)

The Group's revenue had decreased by RM2.197 million or 5.51% in the current quarter under review due mainly to the decrease of 628 metric tons of polymeric products as a result of less order from customers.

The profit before tax had decreased by RM0.414 million, from RM1.790 million for the quarter ended 30 September 2018 to RM1.376 million for the current quarter under review due mainly to the decrease of 628 metric tons of polymeric products and share of loss in joint venture of RM0.240 million. The share of loss of joint venture was due mainly to lower margin during that period as well as loss on disposal of slow moving inventories.

17. Future Prospects

The Board of Directors of the Company expects the Group's operating environment and condition to be challenging given the geopolitical uncertainty that could adversely impact global trade.

Notwithstanding that, the Board is of the opinion that the financial performance of the Group for the financial year ending 31 March 2019 will remain satisfactory.

18. Variance of Profit Forecast and Shortfall in Profit Guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter under review.

19. Tax Expense

The tax expense charged for the current financial quarter under review and financial period-to-date includes the followings:

	Current quarter 31.12.2018 RM'000	Financial Period- To-Date 31.12.2018 RM'000
Continuing operations		
Current income tax	455	1,588
Over-provision of income tax in prior year	(20)	(20)
Deferred tax liabilities	82	166
	<u>517</u>	<u>1,734</u>

The Group's effective tax rate was higher than the statutory tax rate due mainly to certain expenses are disallowed for tax purposes.

20. Status of Corporate Proposal

There is no outstanding corporate proposal for the current financial quarter under review.

21. Group Borrowings and Debt Securities

The Group's borrowings, which are all denominated in Ringgit Malaysia, as at 31 December 2018 are shown below:

	As at 31.12.2018 RM'000	As at 31.12.2017 RM'000
Long Term Borrowings - secured		
Hire purchase creditors	327	244
Term loans	8,449	5,061
	<u>8,776</u>	<u>5,305</u>
Short Term Borrowings - secured		
Banker acceptances	-	1,566
Hire purchase creditors	117	76
Term loans	1,022	664
	<u>1,139</u>	<u>2,306</u>
Total	<u>9,915</u>	<u>7,611</u>

22. Material Litigation

The Group does not have any material litigation which would materially affect the financial position of the Group.

23. Dividend Payable

No dividend was declared or paid for the current financial quarter under review.

Total dividend paid for the current financial period-to-date was RM1,427,139.

24. Notes to the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Profit before tax is arrived at after charging/(crediting) the following items:

	Current Quarter Ended		9 Months Ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
	RM'000	RM'000	RM'000	RM'000
Bad debts written off	-	-	-	1
Compensation received	-	(1,059)	-	(1,559)
Depreciation on property, plant and equipment	339	275	929	829
Gain on disposal of property, plant and equipment	-	(10)	-	(10)
Net foreign exchange (gain)/loss - realised	(111)	254	(91)	507
Net foreign exchange loss/(gain) - unrealised	16	116	(100)	80
Property, plant and equipment written off	21	-	23	63
Refund of sales tax penalty	-	-	-	(532)
Interest income	(138)	(88)	(391)	(327)
Interest expenses	117	80	369	263

Save as disclosed above, the other items required under Section 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

25. Earnings Per Share (“EPS”)

Basic

The calculation of the basic EPS is based on the net profit for the current financial quarter and the nine (9) months financial period, divided by the weighted average number of ordinary shares of KIB during the current financial quarter and the nine (9) months financial period.

	Current Quarter Ended		9 Months Ended	
	31.12.2018	31.12.2017	31.12.2018	31.12.2017
Profit attributable to owners of the parent (RM'000):				
- Profit from continuing operations	859	2,826	4,067	7,346
- Profit from discontinued operation	-	2	-	51
- Profit for the financial period	859	2,828	4,067	7,397
Weighted average number of ordinary shares in issue ('000)	475,713	475,713	475,713	475,713
Basic EPS (sen) for:				
- Profit from continuing operations	0.18	0.59	0.85	1.54
- Profit from discontinued operation	-	-	-	0.01
- Profit for the financial period	0.18	0.59	0.85	1.55

Diluted

The EPS is not diluted for the current financial quarter and the nine (9) months financial period.