

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current quarter ended 30-Sep-19 RM'000	Corresponding preceding quarter ended 30-Sep-18 RM'000	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000
Revenue		66,509	101,770	244,496	284,102
Other operating income		1,528	2,908	5,012	5,257
Operating expenses		(53,054)	(74,129)	(183,363)	(206,982)
Finance costs		(503)	(516)	(1,590)	(518)
Share of associate's loss		(181)	(9)	(307)	(47)
Profit before tax	B12	<u>14,299</u>	<u>30,024</u>	<u>64,248</u>	<u>81,812</u>
Tax expense	B5	(443)	(2,003)	(2,389)	(5,774)
Profit for the financial period		<u>13,856</u>	<u>28,021</u>	<u>61,859</u>	<u>76,038</u>
Other comprehensive income:-					
<i>Item that may be reclassified subsequently to profit or loss:-</i>					
Currency translation differences for the foreign operation		(240)	(93)	(252)	(216)
Other comprehensive income for the financial period		<u>(240)</u>	<u>(93)</u>	<u>(252)</u>	<u>(216)</u>
Comprehensive income for the financial period		<u>13,616</u>	<u>27,928</u>	<u>61,607</u>	<u>75,822</u>
Earnings per share attributable to ordinary equity holders of the Company (sen)	B10				
- Basic		2.94	5.96	13.14	16.17
- Diluted		<u>2.94</u>	<u>5.94</u>	<u>13.11</u>	<u>16.12</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes and audited financial statements for the financial year ended 31 December 2018.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30-Sep-19 RM'000 (Unaudited)	As at 31-Dec-18 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	157,650	155,144
Investment properties	600	600
Development expenditure	120	658
Investment in associate	4,490	3,047
Investments in club memberships, at cost	91	91
Deferred tax assets	487	487
	<u>163,438</u>	<u>160,027</u>
Current assets		
Inventories	111,420	103,696
Receivables	113,286	156,687
Derivatives	0	117
Prepayments	5,568	5,360
Current tax assets	2,085	1,485
Cash and cash equivalents	183,180	148,733
	<u>415,539</u>	<u>416,078</u>
TOTAL ASSETS	<u>578,977</u>	<u>576,105</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	51,825	50,637
Reserves	405,523	362,868
Total equity	<u>457,348</u>	<u>413,505</u>
Non-current liabilities		
Deferred tax liabilities	1,579	1,579
Term loans - secured	44,543	53,089
Deferred income on government grants	1,900	3,038
Total non-current liabilities	<u>48,022</u>	<u>57,706</u>
Current liabilities		
Payables	60,277	83,894
Dividend payable	0	8,235
Term loans - secured	7,164	3,145
Derivatives	422	0
Contract liabilities	5,744	8,352
Current tax liabilities	0	1,268
Total current liabilities	<u>73,607</u>	<u>104,894</u>
Total liabilities	<u>121,629</u>	<u>162,600</u>
TOTAL EQUITY AND LIABILITIES	<u>578,977</u>	<u>576,105</u>
Net assets per ordinary share attributable to owners of the Company (sen)	<u>97.11</u>	<u>87.88</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes and audited financial statements for the financial year ended 31 December 2018.

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(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(The figures have not been audited)

	Share capital RM'000	Capital reserve* RM'000	Share option reserve RM'000	Currency translation reserve RM'000	Retained profits RM'000	Total equity RM'000
<u>Period ended 30 September 2019</u>						
Balance at 1 January 2019	50,637	489	929	(222)	361,672	413,505
Profit for the financial period	0	0	0	0	61,859	61,859
Currency translation differences for foreign operation (representing other comprehensive income for the financial period)	0	0	0	(252)	0	(252)
Comprehensive income for the financial period	0	0	0	(252)	61,859	61,607
Dividend	0	0	0	0	(18,830)	(18,830)
Share-based payments	0	0	226	0	0	226
Issue of shares pursuant to Employees' Share Option Scheme	1,188	0	(348)	0	0	840
Total transactions with owners	1,188	0	(122)	0	(18,830)	(17,764)
Balance at 30 September 2019	51,825	489	807	(474)	404,701	457,348

* This represents the cumulative amount transferred from the retained profits of a subsidiary under the statutory requirements of the People's Republic of China.

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (cont'd)
(The figures have not been audited)

	Share capital RM'000	Capital reserve* RM'000	Share option reserve RM'000	Currency translation reserve RM'000	Retained profits RM'000	Total equity RM'000
Period ended 30 September 2018						
Balance at 1 January 2018						
- Brought forward from preceding period	49,275	277	745	(8)	279,951	330,240
- Changes in accounting policies	0	0	0	0	(165)	(165)
- Adjusted	49,275	277	745	(8)	279,786	330,075
Profit for the financial period	0	0	0	0	76,038	76,038
Currency translation differences for foreign operation (representing other comprehensive income for the financial period)	0	0	0	(216)	0	(216)
Comprehensive income for the financial period	0	0	0	(216)	76,038	75,822
Dividend	0	0	0	0	(14,106)	(14,106)
Share-based payments	0	0	429	0	0	429
Issue of shares pursuant to Employees' Share Option Scheme	920	0	(262)	0	0	658
Total transactions with owners	920	0	167	0	(14,106)	(13,019)
Balance at 30 September 2018	50,195	277	912	(224)	341,718	392,878

* This represents the cumulative amount transferred from the retained profits of a subsidiary under the statutory requirements of the People's Republic of China.

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes and audited financial statements for the financial year ended 31 December 2018.

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(The figures have not been audited)

	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	64,248	81,812
Adjustments for:-		
Amortisation and depreciation	6,744	5,321
Amortisation of deferred income	(1,138)	(1,259)
Fair value loss on financial instruments	422	381
Gain on disposal of property, plant and equipment	(375)	(305)
Impairment gains on financial assets	(474)	0
Interest expense	1,590	518
Interest income	(3,719)	(2,948)
Inventories written down	6,534	4,695
Reversal of inventories written down	(5,018)	(3,430)
Share-based payments	226	429
Share of associate's loss	307	47
Unrealised loss/(gain) on foreign exchange	509	(1,586)
Operating profit before working capital changes	<u>69,856</u>	<u>83,675</u>
Changes in:-		
Inventories	(9,240)	(34,891)
Receivables	40,444	(25,869)
Derivatives	117	1,046
Prepayments	(212)	(1,484)
Payables	(19,651)	4,873
Contract liabilities	(2,607)	6,749
Cash generated from operations	<u>78,707</u>	<u>34,099</u>
Tax paid	(5,102)	(3,911)
Tax refunded	843	56
Net cash from operating activities	<u>74,448</u>	<u>30,244</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Grant received	0	55
Interest received	3,756	2,966
Proceeds from disposal of property, plant and equipment	445	305
Purchase of property, plant and equipment	(8,783)	(23,764)
Subscription for shares in associate	(1,750)	(1,400)
Net cash used in investing activities	<u>(6,332)</u>	<u>(21,838)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(27,064)	(21,158)
Interest paid	(1,611)	(1,386)
Issue of shares	840	658
Repayment of term loans	(5,148)	(2,494)
Net cash used in financing activities	<u>(32,983)</u>	<u>(24,380)</u>

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Company No: 649966-K

**QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)***(The figures have not been audited)*

	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Currency translation differences	(686)	(15)
Net increase/(decrease) in cash and cash equivalents	34,447	(15,989)
Cash and cash equivalents at beginning of period	148,733	150,572
Cash and cash equivalents at end of period	<u>183,180</u>	<u>134,583</u>
Cash and cash equivalents consist of:-		
Highly liquid investments	134,028	97,170
Term deposits	5,870	4,737
Cash and bank balances	<u>43,282</u>	<u>32,676</u>
	<u>183,180</u>	<u>134,583</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes and audited financial statements for the financial year ended 31 December 2018.

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QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of preparation of Interim Financial Report

The interim financial report is unaudited and has been prepared in compliance with *Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting* issued by the Malaysian Accounting Standards Board, Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to this interim financial report.

The significant accounting policies and method of computation adopted in the interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 31 December 2018 except for the adoption of the following MFRSs:-

MFRS	Effective for annual periods beginning on or after
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 3 <i>Previously Held Interest in a Joint Operation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 11 <i>Previously Held Interest in a Joint Operation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 112 <i>Income Tax Consequences of Payments on Financial Instruments Classified as Equity</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to MFRS 123 <i>Borrowing Costs Eligible for Capitalisation</i> (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019

The adoption of the above MFRSs did not result in any significant changes in the accounting policies of the Group.

The Group has not applied the following MFRSs which have been issued as at the end of reporting period but are not yet effective:-

MFRS (issued as at the end of the reporting period)	Effective for annual periods beginning on or after
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

Management foresees that the initial application of the above MFRSs will not have any significant impacts on the financial statements.

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Company No: 649966-K



QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019

A. NOTES TO THE INTERIM FINANCIAL REPORT (cont'd)

A2 Seasonal or cyclical of operations

The Group's operation is dependent on the cyclical trend of the semiconductors and electronics industries.

A3 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current interim period.

A4 Material changes in estimates

There were no changes in estimates of amounts reported in prior interim period of the current financial year or changes in estimate of amounts reported in prior financial year.

A5 Debts and equity securities

During the current quarter, the Company issued 204,000 and 5,600 new ordinary shares at average exercise price of RM2.79 and RM1.01 respectively pursuant to the Employee Shares Option Scheme ("ESOS").

Saved as disclosed above, there were no other issuances, cancellations, repurchases, resale or repayments of debts and equity securities during the current quarter under review.

A6 Dividends paid

Since the end of the previous financial year, the Company paid the following dividends :-

- i) an interim tax exempt dividend of 1.75 sen per share amounting to RM8,234,672 for the financial year ended 31 December 2018, paid on 18 January 2019; and
- ii) the final tax exempt dividend of 4.00 sen per share amounting to RM18,829,788 for the financial year ended 31 December 2018, paid on 18 July 2019.

A7 Segment reporting

No segment reporting has been prepared as the Group is principally engaged in development and production of vision inspection system and printed circuit board assemblies for microprocessor applications.

A8 Material events subsequent to the end of the quarter

There were no materials events subsequent to the end of the current reporting period that have not been reflected in the interim financial report.

A9 Changes in the composition of the Group

There were no material changes in the composition of the Group during the current quarter under review.

A10 Contingencies

There were no contingent assets or liabilities for the Group since 30 June 2019.

A11 Contractual commitments

	30-Sep-19 RM'000	30-Sep-18 RM'000
Purchase of property, plant and equipment	<u>15,350</u>	<u>14,930</u>

QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019**A. NOTES TO THE INTERIM FINANCIAL REPORT (cont'd)**

A12 Significant related party transactions

There were no significant related party transactions during the current quarter under review.

A13 Financial instruments**i) Derivatives**

As at 30 September 2019, the Group's outstanding derivatives are as follows:-

	RM'000
Forward exchange contracts - at fair value	
- Current liabilities	<u>422</u>

Derivatives consist of forward exchange contracts which are used to hedge the exposure to currency risk. The Group does not apply hedge accounting. As at 30 September 2019, the Group had contracts with financial institutions due within 1 year to buy RM38,279,000 and USD9,228,000 at contractual forward rates.

The fair values of forward exchange contracts were quoted by the financial institutions, which normally measured the fair values using present value technique by discounting the differences between contractual forward prices and observable current market forward prices using risk-free interest rate (i.e. Level 2).

ii) Gains/(Losses) arising from fair value changes of financial liabilities

There were no gains/(losses) arising from fair value changes of financial liabilities for the current quarter and period ended 30 September 2019.

iii) Fair value

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The inputs to valuation techniques used to measure fair value are categorised into the following levels of fair value hierarchy:-

- (i) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- (ii) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- (iii) Level 3 - unobservable inputs for the asset or liability.

As at end of the current quarter under review, the carrying amounts of receivables, cash and cash equivalents and payables which are short-term in nature or repayable on demand are reasonable approximations of fair values.

The fair value of long term loans are measured using present value technique by discounting the expected future cash flows using observable current market interest rates for similar liabilities (i.e. Level 2). The fair values measured are considered to be reasonably close to the carrying amount reported as the observable current market interest rates also approximate to the effective interest rates of term loans.

The fair value of forward exchange contracts were quoted by the financial institutions, which normally measured the fair values using present value technique by discounting the differences between contractual forward prices and observable current market forward prices using risk-free interest rate (i.e. Level 2).

There were no transfers between levels of fair value hierarchy during the current quarter under review.

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS
B1 Review of performance

	INDIVIDUAL QUARTER			
	Current quarter ended 30-Sep-19 RM'000	Corresponding preceding quarter ended 30-Sep-18 RM'000	Changes RM'000	Changes %
Revenue	66,509	101,770	(35,261)	-34.65%
Profit before tax	14,299	30,024	(15,725)	-52.37%
Profit for the financial period	13,856	28,021	(14,165)	-50.55%
Profit attributable to owners of the Company	<u>13,856</u>	<u>28,021</u>	<u>(14,165)</u>	<u>-50.55%</u>

The Group achieved revenue of RM66.51 million for the quarter under review against RM101.77 million in the corresponding quarter of preceding year, representing a decrease of 35%. The decrease in revenue was mainly because of decline in customer demand by 39% and 24% from Automated Board Inspection (ABI) and Machine Vision System (MVS) respectively.

The Group achieved a profit before tax of RM14.30 million against profit before tax of RM30.02 million in the corresponding quarter of preceding year, representing a decrease of 52%. Lower profit before tax was because of decline in sales volume coupled with product mix apart from continuous investment in R&D activities. Accordingly, the Group's profit after tax is at RM13.86 million against profit after tax of RM28.02 million in the corresponding preceding quarter.

	CUMULATIVE QUARTER			
	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000	Changes RM'000	Changes %
Revenue	244,496	284,102	(39,606)	-13.94%
Profit before tax	64,248	81,812	(17,564)	-21.47%
Profit for the financial period	61,859	76,038	(14,179)	-18.65%
Profit attributable to owners of the Company	<u>61,859</u>	<u>76,038</u>	<u>(14,179)</u>	<u>-18.65%</u>

The Group recorded revenue of RM244.50 million in the period ended 30 September 2019, a decrease of 14% as compared to the preceding period ended 30 September 2018. The decrease was mainly due to decline in customer order for MVS.

The profit before tax was declined by RM17.56 million as compared with preceding year corresponding period. The decrease was mainly due to softer revenue in the current period.

VITROX CORPORATION BERHAD

(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)
B2 Variation of results against immediate preceding quarter

	Current quarter ended 30-Sep-19 RM'000	Immediate preceding quarter ended 30-Jun-19 RM'000	Changes RM'000	Changes %
Revenue	66,509	89,031	(22,522)	-25.30%
Profit before tax	14,299	25,024	(10,725)	-42.86%
Profit for the financial period	13,856	24,387	(10,531)	-43.18%
Profit attributable to owners of the Company	<u>13,856</u>	<u>24,387</u>	<u>(10,531)</u>	<u>-43.18%</u>

The Group recorded revenue and profit before tax of RM66.51 million and RM14.30 million respectively for the current quarter under review against revenue and profit before tax of RM89.03 million and RM25.02 million respectively for the immediate preceding quarter. The profit before tax has recorded a decrease of 43%.

B3 Prospect

The Board is cautiously optimistic on the business prospect for the financial year 2019. The Group will continue to focus on market expansion activities, customer relationship building and product innovation to grow our business further in the new financial year. Besides that, the Group has taken steps to minimise its net monetary assets in order to mitigate the financial impacts arising from currency fluctuation.

B4 Profit forecast, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

B5 Tax expense

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-19 RM'000	Corresponding preceding quarter ended 30-Sep-18 RM'000	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000
Current tax	<u>443</u>	<u>2,003</u>	<u>2,389</u>	<u>5,774</u>

The effective tax rate of the Group for the current financial period is lower than the statutory tax rate of 24%. This was mainly due to tax incentive enjoyed by its wholly-owned subsidiary, ViTrox Technologies Sdn. Bhd. ("VTSB") and ViE Technologies Sdn. Bhd. ("ViE").

VTSB has been granted pioneer status by MITI for a period of 5 years to undertake activities relating to development and production of embedded intelligent robotic inspection system and machine with M2M connectivity and predictive analytic capability for semiconductor and electronics industries. The incentive commenced from 17 June 2015 to 16 June 2020 (extendable for further 5 years). With effective from 17 August 2018 until 16 June 2020 (extendable for further 5 years), the pioneer activities have been extended to its related modules. The current provision of income tax is in respect of certain non-business income and non-tax exempted income generated from non-pioneer products and services.

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(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)
B5 Tax expense (cont'd)

On 15 March 2019, ViE had received an approved letter from MIDA granted a pioneer status for design, development and manufacturing of Industrial Internet of Things (IIoT) devices for data acquisition and machine communication/control with intelligent and predictive capabilities for semiconductor and electronics industries.

B6 Status of corporate proposals announced

There was no corporate proposal announced and not completed as at the date of this report.

B7 Group borrowings

	As at 30-Sep-19 RM'000	As at 30-Sep-19 USD'000	As at 30-Sep-18 RM'000	As at 30-Sep-18 USD'000
<u>Term loans - secured</u>				
Short-term borrowings	7,164	1,711	3,136	757
Long-term borrowings	44,543	10,638	53,857	13,007
	<u>51,707</u>	<u>12,349</u>	<u>56,993</u>	<u>13,764</u>
Exchange rate		<u>4.19</u>		<u>4.14</u>

The decline in the term loan is due to the monthly repayment of term loan.

The effective interest rates of term loans as at current period end was 3.65% as compared to 3.50% as at corresponding preceding period.

B8 Material litigation

As the date of this announcement, the Group is not engaged in any material litigation and the Board of Directors do not have any knowledge of any proceedings pending or threatened against the Group.

B9 Dividend

No dividend was proposed and declared by the Company in current quarter under review.

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(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)
B10 Earnings per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-19	Corresponding preceding quarter ended 30-Sep-18	Current period-to-date ended 30-Sep-19	Corresponding preceding period-to-date ended 30-Sep-18
Profit attributable to owners of the Company (RM'000)	13,856	28,021	61,859	76,038
Weighted average number of shares for computing basis earnings per share ('000)	470,824	470,302	470,824	470,302
Basic earnings per share (sen)	<u>2.94</u>	<u>5.96</u>	<u>13.14</u>	<u>16.17</u>
Weighted average number of shares for computing diluted earnings per share ('000)	471,941	471,744	471,941	471,744
Diluted earnings per share (sen)	<u>2.94</u>	<u>5.94</u>	<u>13.11</u>	<u>16.12</u>

B11 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2018 was not subject to any qualification.

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(Incorporated in Malaysia)

Company No: 649966-K


QUARTERLY REPORT ON RESULTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2019
B. DISCLOSURE REQUIREMENTS AS SET OUT IN APPENDIX 9B OF BURSA SECURITIES
MAIN MARKET LISTING REQUIREMENTS (cont'd)
B12 Profit Before Tax

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended 30-Sep-19 RM'000	Corresponding preceding quarter ended 30-Sep-18 RM'000	Current period-to-date ended 30-Sep-19 RM'000	Corresponding preceding period-to-date ended 30-Sep-18 RM'000
Profit before tax is arrived at after charging/(crediting):-				
Amortisation and depreciation	2,257	2,153	6,744	5,321
Fair value (gain)/loss on financial instruments mandatorily measured at fair value through profit or loss:-				
- realised	85	11	(25)	(108)
- unrealised	326	381	422	(414)
(Gain)/Loss on foreign exchange:-				
- realised	(665)	(1,637)	(494)	1,451
- unrealised	345	127	509	(1,586)
Interest expense	503	516	1,590	518
Inventories written down	6,534	4,695	6,534	4,695
Loss/(Gain) on disposal of property, plant and equipment	1	(305)	(375)	(305)
Amortisation of deferred income	(362)	(410)	(1,138)	(1,259)
Grant related to income	0	(55)	0	(57)
Impairment gains on financial assets	(185)	0	(474)	0
Interest income	(1,213)	(1,004)	(3,719)	(2,948)
Reversal of inventories written down	(5,515)	(4,246)	(5,018)	(3,430)

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

B13 Authorisation for issue

The interim financial statements are authorised for issue by the Board of Directors on 24 October 2019.