

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 DECEMBER 2018

The results of Mikro MSC Berhad and its subsidiaries ("Group") for the period ended 31 December 2018 are as follows:-

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER ENDED	CORRESPONDING	TO DATE	CORRESPONDING
	31/12/2018	QUARTER ENDED	31/12/2018	PERIOD ENDED
	RM	31/12/2017	RM	31/12/2017
	RM	RM	RM	RM
Revenue	12,836,029	13,121,221	22,630,715	26,211,029
Cost of sales	<u>(6,409,351)</u>	<u>(5,515,022)</u>	<u>(12,272,784)</u>	<u>(12,538,636)</u>
Gross profit	6,426,678	7,606,199	10,357,931	13,672,393
Other operating income	564,755	34,911	1,048,955	306,575
Finance costs	(15,373)	(9,129)	(26,728)	(18,152)
Operating expenses	<u>(4,274,726)</u>	<u>(4,476,289)</u>	<u>(7,757,576)</u>	<u>(7,407,714)</u>
Profit before tax	2,701,334	3,155,692	3,622,582	6,553,102
Tax expense	(744,156)	(930,488)	(1,103,414)	(1,827,087)
Profit for the financial period/year	<u>1,957,178</u>	<u>2,225,204</u>	<u>2,519,168</u>	<u>4,726,015</u>
Profit for the financial period/year attributable to:				
Owners of the parent	1,930,007	2,203,604	2,436,477	4,678,940
Non-controlling interest	27,171	21,600	82,691	47,075
	<u>1,957,178</u>	<u>2,225,204</u>	<u>2,519,168</u>	<u>4,726,015</u>
Earnings per share attributable to equity holders				
Basic earnings per share (in sen)	0.45	0.61	0.57	1.29

The consolidated statement of comprehensive income should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2018

	(UNAUDITED) AS AT END OF CURRENT YEAR QUARTER ENDED 31/12/2018 RM	(UNAUDITED) AS AT FINANCIAL YEAR ENDED 30/06/2018 RM
ASSETS		
Non-Current Assets		
Property, plant and equipment	19,457,471	17,788,577
Intangible assets	10,615,984	10,409,995
Deferred tax asset	214,950	214,950
	<u>30,288,405</u>	<u>28,413,522</u>
Current Assets		
Inventories	12,324,664	11,555,933
Trade and other receivables	15,684,042	14,415,684
Current tax assets	2,072,522	1,424,027
Cash and bank balances	14,603,583	15,267,679
Deposits with a licensed bank	-	3,143,813
	<u>44,684,811</u>	<u>45,807,136</u>
TOTAL ASSETS	<u><u>74,973,216</u></u>	<u><u>74,220,658</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	43,487,753	43,487,753
Share options reserve	131,930	131,930
Retained earnings	15,601,458	15,428,547
	<u>59,221,141</u>	<u>59,048,230</u>
Non-controlling interests	796,347	713,656
TOTAL EQUITY	<u><u>60,017,488</u></u>	<u><u>59,761,886</u></u>
LIABILITIES		
Non-Current Liabilities		
Borrowings	8,909,503	9,245,893
Deferred tax liabilities	319,995	267,089
	<u>9,229,498</u>	<u>9,512,982</u>
Current Liabilities		
Trade and other payables	4,610,825	4,098,499
Borrowings	1,025,816	717,147
Current tax liabilities	89,589	130,144
	<u>5,726,230</u>	<u>4,945,790</u>
TOTAL LIABILITIES	<u><u>14,955,728</u></u>	<u><u>14,458,772</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>74,973,216</u></u>	<u><u>74,220,658</u></u>
Net asset per share (sen)	13.74	13.70

The consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 DECEMBER 2018

	-----Equity attributable to owners of the parent-----						
	Share Capital RM	Share Premium RM	Share Options Reserves RM	Retained Earnings RM	Total RM	Non-controlling Interest RM	Total Equity RM
As at 1 July 2017	37,361,654	-	160,926	21,902,083	59,424,663	501,167	59,925,830
Ordinary shares issued pursuant to :							
- ESOS	139,356	-	(51,996)	-	87,360	-	87,360
- Private placement	5,986,743	-	-	(5,986,743)	-	-	-
Recognition of share options expenses	-	-	23,000	-	23,000	-	23,000
Dividends paid	-	-	-	(6,463,392)	(6,463,392)	-	(6,463,392)
Total comprehensive income for the period	-	-	-	5,976,599	5,976,599	212,489	6,189,088
Balance as at 30 June 2018	<u>43,487,753</u>	<u>-</u>	<u>131,930</u>	<u>15,428,547</u>	<u>59,048,230</u>	<u>713,656</u>	<u>59,761,886</u>
As at 1 July 2018	43,487,753	-	131,930	15,428,547	59,048,230	713,656	59,761,886
Effect of adopting MFRS 9 & 15	-	-	-	(109,105)	(109,105)	-	(109,105)
As restated	43,487,753	-	131,930	15,319,442	58,939,125	713,656	59,652,781
Recognition of share options expenses	-	-	-	-	-	-	-
Dividends paid	-	-	-	(2,154,461)	(2,154,461)	-	(2,154,461)
Total comprehensive income for the period	-	-	-	2,436,477	2,436,477	82,691	2,519,168
Balance as at 31 December 2018	<u>43,487,753</u>	<u>-</u>	<u>131,930</u>	<u>15,601,458</u>	<u>59,221,141</u>	<u>796,347</u>	<u>60,017,488</u>

The consolidated statement of changes in equity should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.

MIKRO MSC BERHAD (738171-M)
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 31 DECEMBER 2018

	CURRENT YEAR TO DATE ENDED 31/12/2018	PRECEDING YEAR TO DATE PERIOD ENDED 31/12/2017
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,622,582	6,553,101
	<u>3,622,582</u>	<u>6,553,101</u>
Adjustments for:-		
Amortisation of intangible assets	226,000	573,795
Depreciation of property, plant and equipment	402,370	525,189
Interest expense	26,728	18,084
Interest income	(166,642)	(86,976)
Share options granted under ESOS	-	5,800
Unrealised (gain)/loss on foreign exchange	(697,296)	246,495
	<u>3,413,742</u>	<u>7,835,488</u>
Operating profit before working capital changes		
Changes in working capital:-		
Inventories	(768,731)	(354,386)
Receivables	(1,374,295)	(2,385,403)
Payables	509,158	(1,228,807)
	<u>1,779,874</u>	<u>3,866,892</u>
CASH GENERATED FROM OPERATIONS		
Tax paid	(1,739,559)	(1,347,410)
Interest paid	(26,728)	(18,084)
Interest received	166,642	86,976
NET CASH FROM OPERATING ACTIVITIES	<u>180,229</u>	<u>2,588,374</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,071,265)	(1,094,624)
Additions of intangible assets	(431,989)	(810,030)
Proceeds from disposal of property, plant and equipment	-	-
NET CASH USED IN INVESTING ACTIVITIES	<u>(2,503,254)</u>	<u>(1,904,654)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(2,154,461)	(4,308,928)
New financing obtained from hire purchase	-	200,000
Drawdown of flexi loan	(170,243)	(167,063)
Repayments of hire purchase creditors	(203,263)	(180,611)
Proceeds from issuance of ordinary shares under ESOS	-	87,360
NET CASH USED IN FINANCING ACTIVITIES	<u>(2,527,967)</u>	<u>(4,369,242)</u>
Net (decrease) increase in cash and cash equivalents	(4,850,992)	(3,685,522)
Effect of exchange rate changes on cash and cash equivalents	697,296	(246,495)
Cash and cash equivalents at beginning of financial year	18,411,492	26,441,616
Cash and cash equivalents at end of financial year	<u>14,257,796</u>	<u>22,509,599</u>
NOTES TO STATEMENT OF CASH FLOW		
Cash and cash equivalents comprises:		
Deposits with a licensed bank	-	4,851,682
Cash and bank balances	14,603,583	17,657,917
Bank overdrafts	(345,787)	-
	<u>14,257,796</u>	<u>22,509,599</u>

The consolidated statement of cash flow should be read in conjunction with the Group's audited financial statements for the financial year ended 30 June 2018 and the accompanying explanatory notes attached to the interim financial statements.