



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2016**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 30-Jun-2016	PRECEDING CORRESPONDING QUARTER ENDED 30-Jun-2015	CURRENT YEAR TO DATE ENDED 30-Jun-2016	PRECEDING CORRESPONDING YEAR TO DATE ENDED 30-Jun-2015
	RM'000	RM'000	RM'000	RM'000
Revenue	14,778	9,374	28,917	20,850
Cost of sales	(9,541)	(7,492)	(18,739)	(16,477)
Gross profit	<u>5,237</u>	<u>1,882</u>	<u>10,178</u>	<u>4,373</u>
Other operating income	156	167	313	490
Selling and distribution expenses	(2,333)	(1,618)	(3,894)	(3,461)
Administrative expenses	(1,588)	(1,292)	(3,683)	(3,296)
Share of results of an associated company	151	-	382	-
Profit/(Loss) from operations	<u>1,623</u>	<u>(861)</u>	<u>3,296</u>	<u>(1,894)</u>
Interest expenses	(33)	(52)	(83)	(105)
Profit/(Loss) before tax expense	<u>1,590</u>	<u>(913)</u>	<u>3,213</u>	<u>(1,999)</u>
Tax income/(expense)	106	45	(143)	(17)
Profit/(Loss) for the period	<u>1,696</u>	<u>(868)</u>	<u>3,070</u>	<u>(2,016)</u>
Other comprehensive income				
- Foreign exchange translation from foreign operations	708	241	(1,434)	1,092
Total comprehensive income/(loss)	<u>2,404</u>	<u>(627)</u>	<u>1,636</u>	<u>(924)</u>
Profit/(Loss) attributable to :				
Equity holders of the company	1,696	(868)	3,070	(2,016)
Minority shareholders	-	-	-	-
	<u>1,696</u>	<u>(868)</u>	<u>3,070</u>	<u>(2,016)</u>
Total comprehensive income/(loss) :				
Equity holders of the company	2,404	(627)	1,636	(924)
Minority shareholders	-	-	-	-
	<u>2,404</u>	<u>(627)</u>	<u>1,636</u>	<u>(924)</u>
Weighted average no. of ordinary shares ('000)	236,988	236,988	236,988	236,988
Earnings per share (EPS) attributable to the equity holders of the Company (sen)	<u>0.72</u>	<u>(0.37)</u>	<u>1.30</u>	<u>(0.85)</u>

Note:-

- 1) 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 December 2015 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2016**

	As At 30-Jun-2016 RM'000	As At 31-Dec-2015 (Audited) RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	8,554	10,460
Investment in an associated company	1,165	855
Development costs	2,907	2,513
Other receivables	738	730
Deferred tax assets	33	215
	<u>13,397</u>	<u>14,773</u>
Current Assets		
Inventories	16,627	23,881
Trade receivables	12,070	17,831
Other receivables, deposits and prepayments	2,694	1,844
Amount due from an associate	1,557	1,833
Current tax assets	58	-
Cash and bank balances	19,278	10,468
	<u>52,284</u>	<u>55,857</u>
TOTAL ASSETS	<u>65,681</u>	<u>70,630</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	23,699	23,699
Reserves	12,594	10,958
Total Equity	<u>36,293</u>	<u>34,657</u>
Non Current Liabilities		
Deferred revenue	1,400	1,074
Borrowings	135	530
Deferred tax liability	76	103
	<u>1,611</u>	<u>1,707</u>
Current Liabilities		
Trade payables	17,783	19,989
Other payables and accruals	3,166	4,355
Deferred revenue	4,217	4,804
Amount due to an associate	8	-
Borrowings	2,603	5,022
Current tax liabilities	-	96
	<u>27,777</u>	<u>34,266</u>
Total Liabilities	<u>29,388</u>	<u>35,973</u>
TOTAL EQUITY AND LIABILITIES	<u>65,681</u>	<u>70,630</u>
Net assets per share (RM)	<u>0.15</u>	<u>0.15</u>

Note:-

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2016

	← Non-Distributable →				Distributable	Total Equity
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000		
2016						
At 1 January 2016	23,699	9,672	4,502	(17,406)	14,190	34,657
Foreign exchange translation	-	-	(1,434)	-	-	(1,434)
Profit for the financial period	-	-	-	-	3,070	3,070
Total comprehensive income for the financial period	-	-	(1,434)	-	3,070	1,636
At 30 June 2016	<u>23,699</u>	<u>9,672</u>	<u>3,068</u>	<u>(17,406)</u>	<u>17,260</u>	<u>36,293</u>
2015						
At 1 January 2015	23,699	9,672	878	(17,406)	11,140	27,983
Foreign exchange translation	-	-	1,092	-	-	1,092
Loss for the financial period	-	-	-	-	(2,016)	(2,016)
Total comprehensive income for the financial period	-	-	1,092	-	(2,016)	(924)
At 30 June 2015	<u>23,699</u>	<u>9,672</u>	<u>1,970</u>	<u>(17,406)</u>	<u>9,124</u>	<u>27,059</u>

Note:-

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 December 2015 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2016

	UNAUDITED CURRENT YEAR TO DATE ENDED 30-Jun-2016 RM'000	UNAUDITED AS AT PRECEDING FINANCIAL PERIOD ENDED 30-Jun-2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax expense	3,213	(1,999)
Adjustments for:		
Depreciation of property, plant and equipment	1,823	1,433
Unrealised loss/(gain) on foreign exchange differences	200	(788)
Gain from disposal of property, plant and equipment	(4)	-
Allowance of obsolete inventories	-	310
Allowance of obsolete inventories write back	(1,948)	(605)
Share of results of an associated company	(382)	-
Interest income	(4)	(38)
Interest expenses	83	105
Operating profit/(loss) before working capital changes	2,981	(1,582)
Inventories	4,689	(7,282)
Receivables	3,585	2,867
Payables	1,199	(2,291)
Associates	110	(234)
Deferred revenue	130	199
Cash from operations	12,694	(8,323)
Interest received	4	38
Tax paid	(145)	(102)
Net cash generated from/(used in) operating activities	12,553	(8,387)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(343)	(1,369)
Development cost incurred	(394)	(679)
Proceed from disposal of property, plant and equipment	4	-
Net cash used in investing activities	(733)	(2,048)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest expenses paid	(83)	(105)
Net (repayment)/drawdown of borrowings	(2,525)	3,571
Net cash (used in)/generated from financing activities	(2,608)	3,466
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	9,212	(6,969)
Foreign exchange fluctuation reserve	(402)	1,146
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	10,468	18,347
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	19,278	12,524
<u>Cash and cash equivalents at the end of the financial period comprises of:-</u>		
Cash and bank balances	19,278	12,524
	19,278	12,524

Note:-

- 1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial report.