



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 2017**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED	AUDITED
	CURRENT QUARTER ENDED 30-Jun-2017	PRECEDING CORRESPONDING QUARTER ENDED 30-Jun-2016	CUMULATIVE QUARTER	PRECEDING
			CURRENT YEAR TO DATE ENDED 30-Jun-2017	CORRESPONDING YEAR TO DATE ENDED 30-Jun-2016
	RM'000	RM'000	RM'000	RM'000
Revenue	48,343	14,778	73,528	28,917
Cost of sales	(38,331)	(9,541)	(56,944)	(18,739)
Gross profit	<u>10,012</u>	<u>5,237</u>	<u>16,584</u>	<u>10,178</u>
Other operating income	797	156	1,033	313
Selling and distribution expenses	(3,144)	(2,333)	(5,579)	(3,894)
Administrative expenses	(2,623)	(1,588)	(5,307)	(3,683)
Share of results of an associated company	-	151	-	382
Profit from operations	<u>5,042</u>	<u>1,623</u>	<u>6,731</u>	<u>3,296</u>
Interest expenses	(124)	(33)	(178)	(83)
Profit before tax expense	<u>4,918</u>	<u>1,590</u>	<u>6,553</u>	<u>3,213</u>
Tax (expense)/income	(842)	106	(433)	(143)
Profit for the period	<u>4,076</u>	<u>1,696</u>	<u>6,120</u>	<u>3,070</u>
Other comprehensive income				
- Foreign exchange translation from foreign operations	(1,128)	708	(1,505)	(1,434)
Total comprehensive income	<u><u>2,948</u></u>	<u><u>2,404</u></u>	<u><u>4,615</u></u>	<u><u>1,636</u></u>
Profit attributable to :				
Equity holders of the Company	4,076	1,696	6,120	3,070
Minority shareholders	-	-	-	-
	<u><u>4,076</u></u>	<u><u>1,696</u></u>	<u><u>6,120</u></u>	<u><u>3,070</u></u>
Total comprehensive income :				
Equity holders of the company	2,948	2,404	4,615	1,636
Minority shareholders	-	-	-	-
	<u><u>2,948</u></u>	<u><u>2,404</u></u>	<u><u>4,615</u></u>	<u><u>1,636</u></u>
Weighted average no. of ordinary shares ('000)	264,885	236,988	264,885	236,988
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basis EPS	1.54	0.72	2.31	1.30
- Diluted EPS	<u>1.48</u>	<u>0.72</u>	<u>2.22</u>	<u>1.30</u>

Note:-

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 2016 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 2017**

	UNAUDITED AS AT 30-Jun-2017 RM'000	AUDITED As At 31-Dec-2016 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	10,707	9,349
Goodwill on consolidation	25,116	26,384
Development costs	3,668	3,287
Other receivables	830	919
Deferred tax assets	67	58
	<u>40,388</u>	<u>39,997</u>
Current Assets		
Inventories	12,750	15,436
Trade receivables	50,568	25,424
Other receivables, deposits and prepayments	4,032	4,236
Fixed deposit with a license bank	5,796	-
Cash and bank balances	3,504	8,277
	<u>76,650</u>	<u>53,373</u>
	<u>117,038</u>	<u>93,370</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	29,132	24,812
Reserves	25,381	20,766
Total Equity	<u>54,513</u>	<u>45,578</u>
Non Current Liabilities		
Deferred revenue	2,971	3,877
Borrowings	2,093	48
Other payables	68	6,990
Deferred tax liability	483	121
	<u>5,615</u>	<u>11,036</u>
Current Liabilities		
Trade payables	32,563	14,368
Other payables and accruals	12,306	11,948
Deferred revenue	5,913	6,186
Borrowings	5,801	3,815
Current tax liabilities	327	439
	<u>56,910</u>	<u>36,756</u>
Total Liabilities	<u>62,525</u>	<u>47,792</u>
TOTAL EQUITY AND LIABILITIES	<u>117,038</u>	<u>93,370</u>
Net assets per share (RM)	<u>0.21</u>	<u>0.19</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 2016 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 2017

	← Non-Distributable →			Merger Reserve RM'000	Distributable	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000		Retained earnings RM'000	
2017						
At 1 January 2017	24,812	10,494	6,327	(17,406)	21,351	45,578
Foreign exchange translation	-	-	(1,505)	-	-	(1,505)
Profit for the financial period	-	-	-	-	6,120	6,120
Total comprehensive income for the financial period	-	-	(1,505)	-	6,120	4,615
Transaction with owners						
Issuance of share capital	4,320	-	-	-	-	4,320
At 30 June 2017	<u>29,132</u>	<u>10,494</u>	<u>4,822</u>	<u>(17,406)</u>	<u>27,471</u>	<u>54,513</u>
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>

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 2016 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 2017

	UNAUDITED CURRENT YEAR TO DATE ENDED 30-Jun-2017	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2016
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	6,553	7,547
Adjustments for:		
Allowance for obsolete inventories write back	-	(1,993)
Amortisation of development cost	25	36
Depreciation of property, plant and equipment	2,458	3,852
Loss/(Gain) on disposal of property, plant and equipment	5	(9)
Share of results of an associated company	-	(561)
Impairment of trade receivables	-	267
Inventories written off	-	146
Property, plant and equipment written off	16	40
Unrealised (gain)/loss on foreign exchange differences	1,130	(1,082)
Interest income	(15)	(12)
Interest expenses	178	167
Operating profit before working capital changes	10,350	8,398
Inventories	2,058	16,900
Receivables	(26,538)	4,355
Payables	17,568	(27,479)
Associates	-	1,833
Deferred revenue	(761)	298
Cash generated from operations	2,677	4,305
Interest received	15	12
Tax paid	(169)	(160)
Net cash generated from operating activities	2,523	4,157
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,443)	(1,445)
Proceeds from disposal of property, plant and equipment	-	75
Acquisition of subsidiary	-	(1,543)
Development cost incurred	(406)	(810)
Net cash used in investing activities	(4,849)	(3,723)
CASH FLOWS FROM FINANCING ACTIVITIES		
Transaction cost for issuance of share capital	-	(225)
Interest expenses paid	(178)	(167)
Net drawdown/(Repayment) of borrowings	4,238	(1,803)
Net cash generated from/(used in) financing activities	4,060	(2,195)
NET DECREASE IN CASH AND CASH EQUIVALENTS	1,734	(1,761)
Foreign exchange fluctuation reserve	(711)	(430)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	8,277	10,468
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	9,300	8,277
Cash and cash equivalents at the end of the financial year comprises of:-		
Fixed deposit with a licensed bank	5,796	-
Cash and bank balances	3,504	8,277
	9,300	8,277

Note:-

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 2016 and the accompanying explanatory notes attached to this interim financial report.