



**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 2018**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED	AUDITED
	CURRENT QUARTER ENDED 30-Jun-2018	PRECEDING CORRESPONDING QUARTER ENDED 30-Jun-2017	CUMULATIVE QUARTER	PRECEDING
			CURRENT YEAR TO DATE ENDED 30-Jun-2018	CORRESPONDING YEAR TO DATE ENDED 30-Jun-2017
	RM'000	RM'000	RM'000	RM'000
Revenue	40,433	48,343	79,191	73,528
Cost of sales	(30,866)	(38,331)	(59,600)	(56,944)
Gross profit	<u>9,567</u>	<u>10,012</u>	<u>19,591</u>	<u>16,584</u>
Other operating income	90	797	629	1,033
Selling and distribution expenses	(2,789)	(3,144)	(5,487)	(5,579)
Administrative expenses	(1,595)	(2,623)	(6,378)	(5,307)
Profit from operations	<u>5,273</u>	<u>5,042</u>	<u>8,355</u>	<u>6,731</u>
Interest expenses	(224)	(124)	(418)	(178)
Profit before tax expense	<u>5,049</u>	<u>4,918</u>	<u>7,937</u>	<u>6,553</u>
Tax expense	(550)	(842)	(1,431)	(433)
Profit for the period	<u>4,499</u>	<u>4,076</u>	<u>6,506</u>	<u>6,120</u>
Other comprehensive income/(loss)				
- Foreign exchange translation from foreign operations	2,094	(1,128)	(230)	(1,505)
Total comprehensive income	<u><u>6,593</u></u>	<u><u>2,948</u></u>	<u><u>6,276</u></u>	<u><u>4,615</u></u>
Profit attributable to :				
Equity holders of the Company	4,499	4,076	6,506	6,120
Minority shareholders	-	-	-	-
	<u><u>4,499</u></u>	<u><u>4,076</u></u>	<u><u>6,506</u></u>	<u><u>6,120</u></u>
Total comprehensive income :				
Equity holders of the company	6,593	2,948	6,276	4,615
Minority shareholders	-	-	-	-
	<u><u>6,593</u></u>	<u><u>2,948</u></u>	<u><u>6,276</u></u>	<u><u>4,615</u></u>
Weighted average no. of ordinary shares ('000)	350,505	264,885	350,505	264,885
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS	1.28	1.54	1.86	2.31
- Diluted EPS	<u>1.28</u>	<u>1.48</u>	<u>1.86</u>	<u>2.22</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 2017 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 2018**

	<b>UNAUDITED AS AT 30-Jun-2018  RM'000</b>	<b>AUDITED As At 31-Dec-2017  RM'000</b>
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	16,812	9,816
Goodwill on consolidation	62,271	62,358
Development costs	4,394	4,062
Other receivables	2,201	1,125
Deferred tax assets	78	73
	<u>85,756</u>	<u>77,434</u>
<b>Current Assets</b>		
Inventories	27,628	36,593
Trade receivables	55,538	42,474
Other receivables, deposits and prepayments	5,097	4,831
Cash and bank balances	9,763	35,100
	<u>98,026</u>	<u>118,998</u>
<b>TOTAL ASSETS</b>	<u>183,782</u>	<u>196,432</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share Capital	97,121	81,104
Reserves	32,628	28,795
<b>Total Equity</b>	<u>129,749</u>	<u>109,899</u>
<b>Non Current Liabilities</b>		
Deferred revenue	6,755	3,220
Borrowings	3,593	1,434
Other payables	77	78
Deferred tax liability	2,214	868
	<u>12,639</u>	<u>5,600</u>
<b>Current Liabilities</b>		
Trade payables	6,403	31,605
Other payables	6,039	27,767
Deferred revenue	9,086	6,778
Borrowings	19,664	14,304
Current tax liabilities	202	479
	<u>41,394</u>	<u>80,933</u>
<b>Total Liabilities</b>	<u>54,033</u>	<u>86,533</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>183,782</u>	<u>196,432</u>
 Net assets per share (RM)	 <u>0.37</u>	 <u>0.34</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 2017 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 2018

	Non-Distributable				Distributable	Total Equity
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000	Retained earnings RM'000	RM'000
<b>2018</b>						
At 1 January 2018						
- As previously stated	81,104	10,494	2,292	(17,406)	33,415	109,899
- Effect of adoption of MFRS 15	-	-	-	-	(2,443)	(2,443)
As restated	81,104	10,494	2,292	(17,406)	30,972	107,456
Foreign exchange translation	-	-	(230)	-	-	(230)
Profit for the financial period	-	-	-	-	6,506	6,506
Total comprehensive income for the financial period	-	-	(230)	-	6,506	6,276
<b>Transaction with owners</b>						
Issuance of share capital	16,017	-	-	-	-	16,017
<b>At 31 June 2018</b>	<u>97,121</u>	<u>10,494</u>	<u>2,062</u>	<u>(17,406)</u>	<u>37,478</u>	<u>129,749</u>
<b>2017</b>						
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
Issuance of share capital	4,320	-	-	-	-	4,320
<b>At 31 June 2017</b>	<u>29,132</u>	<u>10,494</u>	<u>4,822</u>	<u>(17,406)</u>	<u>27,471</u>	<u>54,513</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 2017 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 2018**

	<b>UNAUDITED CURRENT YEAR TO DATE ENDED 30-Jun-2018  RM'000</b>	<b>AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2017  RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax expense	7,937	12,979
Adjustments for:		
Amortisation of development cost	63	51
Depreciation of property, plant and equipment	2,915	4,548
Gain on disposal of property, plant and equipment	-	(16)
Inventories written off	-	6
Property, plant and equipment written off	-	47
Reversal of impairment loss on trade receivables	-	(277)
Reversal of inventories written off	-	(24)
Unrealised (gain)/loss on foreign exchange differences	(516)	2,269
Interest income	(167)	(254)
Interest expenses	418	469
Operating profit before working capital changes	10,650	19,798
Inventories	8,581	(13,794)
Receivables	(15,166)	(2,128)
Payables	(31,604)	(11,378)
Deferred revenue	3,286	(2,235)
Cash used in operations	(24,253)	(9,737)
Interest received	167	254
Tax paid	(346)	(277)
<b>Net cash used in operating activities</b>	<b>(24,432)</b>	<b>(9,760)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(6,166)	(2,877)
Proceeds from disposal of property, plant and equipment	-	399
Acquisition of subsidiary	-	8,638
Development cost incurred	(395)	(826)
<b>Net cash (used in)/generated from investing activities</b>	<b>(6,561)</b>	<b>5,334</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceed from issuance of share capital	1,697	21,973
Interest expenses paid	(418)	(469)
Net drawdown of borrowings	3,622	10,325
<b>Net cash generated from financing activities</b>	<b>4,901</b>	<b>31,829</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(26,092)</b>	<b>27,403</b>
Foreign exchange fluctuation reserve	755	(580)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>	<b>35,100</b>	<b>8,277</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR</b>	<b>9,763</b>	<b>35,100</b>
<b><u>Cash and cash equivalents at the end of the financial year comprises of:-</u></b>		
Cash and bank balances	9,763	35,100

**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 2017 and the accompanying explanatory notes attached to this interim financial report.