



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2018

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 30-Sep-2018	PRECEDING CORRESPONDING QUARTER ENDED 30-Sep-2017	CURRENT YEAR TO DATE ENDED 30-Sep-2018	PRECEDING CORRESPONDING YEAR TO DATE ENDED 30-Sep-2017
	RM'000	RM'000	RM'000	RM'000
Revenue	41,979	28,104	121,170	101,632
Cost of sales	(29,649)	(20,729)	(89,249)	(77,673)
Gross profit	<u>12,330</u>	<u>7,375</u>	<u>31,921</u>	<u>23,959</u>
Other operating income	172	689	801	1,722
Selling and distribution expenses	(3,133)	(2,981)	(8,620)	(8,560)
Administrative expenses	(2,112)	(2,123)	(8,490)	(7,430)
Profit from operations	<u>7,257</u>	<u>2,960</u>	<u>15,612</u>	<u>9,691</u>
Interest expenses	(328)	(112)	(746)	(290)
Profit before tax expense	<u>6,929</u>	<u>2,848</u>	<u>14,866</u>	<u>9,401</u>
Tax expense	(1,922)	(340)	(3,353)	(773)
Profit for the period	<u>5,007</u>	<u>2,508</u>	<u>11,513</u>	<u>8,628</u>
Other comprehensive income/(loss)				
- Foreign exchange translation from foreign operations	1,438	(652)	1,208	(2,157)
Total comprehensive income	<u><u>6,445</u></u>	<u><u>1,856</u></u>	<u><u>12,721</u></u>	<u><u>6,471</u></u>
Profit attributable to :				
Equity holders of the Company	5,007	2,508	11,513	8,628
Minority shareholders	-	-	-	-
	<u><u>5,007</u></u>	<u><u>2,508</u></u>	<u><u>11,513</u></u>	<u><u>8,628</u></u>
Total comprehensive income :				
Equity holders of the company	6,445	1,856	12,721	6,471
Minority shareholders	-	-	-	-
	<u><u>6,445</u></u>	<u><u>1,856</u></u>	<u><u>12,721</u></u>	<u><u>6,471</u></u>
Weighted average no. of ordinary shares ('000)	350,505	274,699	350,505	274,699
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS	1.43	0.91	3.29	3.14
- Diluted EPS	<u>1.43</u>	<u>0.86</u>	<u>3.29</u>	<u>2.95</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 THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2018**

	UNAUDITED AS AT 30-Sep-2018 RM'000	AUDITED As At 31-Dec-2017 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	23,379	9,816
Goodwill on consolidation	62,911	62,358
Development costs	4,548	4,062
Other receivables	3,685	1,125
Deferred tax assets	130	73
	<u>94,653</u>	<u>77,434</u>
Current Assets		
Inventories	33,680	36,593
Trade receivables	49,356	42,474
Other receivables, deposits and prepayments	6,371	4,831
Cash and bank balances	31,739	35,100
	<u>121,146</u>	<u>118,998</u>
TOTAL ASSETS	<u>215,799</u>	<u>196,432</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	107,615	81,104
Reserves	28,579	28,795
Total Equity	<u>136,194</u>	<u>109,899</u>
Non Current Liabilities		
Deferred revenue	8,977	3,220
Borrowings	8,974	1,434
Other payables	75	78
Deferred tax liability	3,435	868
	<u>21,461</u>	<u>5,600</u>
Current Liabilities		
Trade payables	22,037	31,605
Other payables	5,402	27,767
Deferred revenue	11,490	6,778
Borrowings	18,212	14,304
Current tax liabilities	1,003	479
	<u>58,144</u>	<u>80,933</u>
Total Liabilities	<u>79,605</u>	<u>86,533</u>
TOTAL EQUITY AND LIABILITIES	<u>215,799</u>	<u>196,432</u>
 Net assets per share (RM)	 <u>0.38</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 THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 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
2018						
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	-	-	1,208	-	-	1,208
Profit for the financial period	-	-	-	-	11,513	11,513
Total comprehensive income for the financial period	-	-	1,208	-	11,513	12,721
Transaction with owners						
Transition to no par regime ¹	10,494	(10,494)	-	-	-	-
Issuance of share capital	16,017	-	-	-	-	16,017
At 30 September 2018	<u>107,615</u>	<u>-</u>	<u>3,500</u>	<u>(17,406)</u>	<u>42,485</u>	<u>136,194</u>
2017						
At 1 January 2017	24,812	10,494	6,327	(17,406)	21,351	45,578
Foreign exchange translation	-	-	(2,157)	-	-	(2,157)
Profit for the financial period	-	-	-	-	8,628	8,628
Total comprehensive income for the financial period	-	-	(2,157)	-	8,628	6,471
Issuance of share capital	26,292	-	-	-	-	26,292
At 30 September 2017	<u>51,104</u>	<u>10,494</u>	<u>4,170</u>	<u>(17,406)</u>	<u>29,979</u>	<u>78,341</u>

Note:-

1 Effective from 31 January 2017, the new Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balance of share premium has been transferred to the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. Notwithstanding this provision, the Company may within 24 months from the commencement of the Act, use this amount for purposes as set out in Section 618(3) of the Act. There is no impact on the number of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

2 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 THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2018

	UNAUDITED CURRENT YEAR TO DATE ENDED 30-Sep-2018 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	14,866	12,979
Adjustments for:		
Amortisation of development cost	112	51
Depreciation of property, plant and equipment	4,705	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	(493)	2,269
Interest income	(224)	(254)
Interest expenses	746	469
Operating profit before working capital changes	19,712	19,798
Inventories	3,308	(13,794)
Receivables	(9,825)	(2,128)
Payables	(17,852)	(11,378)
Deferred revenue	7,465	(2,235)
Cash generated from/(used in) operations	2,808	(9,737)
Interest received	224	254
Tax paid	(389)	(277)
Net cash generated from/(used in) operating activities	2,643	(9,760)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(6,341)	(2,877)
Proceeds from disposal of property, plant and equipment	-	399
Acquisition of subsidiary	-	8,638
Development cost incurred	(598)	(826)
Net cash (used in)/generated from investing activities	(6,939)	5,334
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of share capital	1,697	21,973
Interest expenses paid	(746)	(469)
Net (repayment)/drawdown of borrowings	(646)	10,325
Net cash generated from financing activities	305	31,829
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(3,991)	27,403
Foreign exchange fluctuation reserve	630	(580)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	35,100	8,277
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	31,739	35,100
<u>Cash and cash equivalents at the end of the financial year comprises of:-</u>		
Cash and bank balances	30,731	35,100
Short term investment	1,008	-
	31,739	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.