



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED	AUDITED
	CURRENT QUARTER ENDED 31-Dec-2018	PRECEDING CORRESPONDING QUARTER ENDED 31-Dec-2017	CUMULATIVE QUARTER	PRECEDING
			CURRENT YEAR TO DATE ENDED 31-Dec-2018	CORRESPONDING YEAR TO DATE ENDED 31-Dec-2017
	RM'000	RM'000	RM'000	RM'000
Revenue	41,895	42,737	163,065	144,369
Cost of sales	(32,339)	(32,968)	(121,588)	(110,641)
Gross profit	<u>9,556</u>	<u>9,769</u>	<u>41,477</u>	<u>33,728</u>
Other operating income	376	573	1,177	2,295
Selling and distribution expenses	(3,971)	(2,528)	(12,591)	(11,088)
Administrative expenses	(1,877)	(4,057)	(10,367)	(11,487)
Share of results of an associate	66	-	66	-
Profit from operations	<u>4,150</u>	<u>3,757</u>	<u>19,762</u>	<u>13,448</u>
Interest expenses	(353)	(179)	(1,099)	(469)
Profit before tax expense	<u>3,797</u>	<u>3,578</u>	<u>18,663</u>	<u>12,979</u>
Tax expense	1,035	(143)	(2,318)	(916)
Profit for the period	<u>4,832</u>	<u>3,435</u>	<u>16,345</u>	<u>12,063</u>
Other comprehensive income/(loss)				
- Foreign exchange translation from foreign operations	(328)	(2,157)	880	(4,034)
Total comprehensive income	<u>4,504</u>	<u>1,278</u>	<u>17,225</u>	<u>8,029</u>
Profit attributable to :				
Equity holders of the Company	4,832	3,435	16,345	12,063
Minority shareholders	-	-	-	-
	<u>4,832</u>	<u>3,435</u>	<u>16,345</u>	<u>12,063</u>
Total comprehensive income :				
Equity holders of the company	4,504	1,278	17,225	8,029
Minority shareholders	-	-	-	-
	<u>4,504</u>	<u>1,278</u>	<u>17,225</u>	<u>8,029</u>
Weighted average no. of ordinary shares ('000)	359,386	276,963	359,386	276,963
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS	1.34	1.24	4.56	4.36
- Diluted EPS	<u>1.34</u>	<u>1.17</u>	<u>4.56</u>	<u>4.10</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 FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018**

	UNAUDITED AS AT 31-Dec-2018 RM'000	AUDITED As At 31-Dec-2017 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	21,756	9,816
Investment in associate	12,640	-
Goodwill on consolidation	62,904	62,358
Development costs	4,530	4,062
Other receivables	2,558	1,125
Deferred tax assets	170	73
	104,558	77,434
Current Assets		
Inventories	35,571	36,593
Trade receivables	25,514	42,474
Associate	6,144	-
Other receivables, deposits and prepayments	7,086	4,831
Cash and bank balances	69,441	35,100
	143,756	118,998
TOTAL ASSETS	248,314	196,432
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	130,601	81,104
Reserves	33,016	28,795
Total Equity	163,617	109,899
Non Current Liabilities		
Deferred revenue	7,493	3,220
Borrowings	8,087	1,434
Other payables	75	78
Deferred tax liability	2,517	868
	18,172	5,600
Current Liabilities		
Trade payables	21,920	31,605
Other payables	7,225	27,767
Deferred revenue	11,714	6,778
Borrowings	24,779	14,304
Current tax liabilities	887	479
	66,525	80,933
Total Liabilities	84,697	86,533
TOTAL EQUITY AND LIABILITIES	248,314	196,432
 Net assets per share (RM)	 0.41	 0.34

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 FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018

	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	
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	-	-	-	-	(2,510)	(2,510)
As restated	81,104	10,494	2,292	(17,406)	30,905	107,389
Foreign exchange translation	-	-	880	-	-	880
Profit for the financial period	-	-	-	-	16,345	16,345
Total comprehensive income for the financial period	-	-	880	-	16,345	17,225
Transaction with owners						
Transition to no par regime ¹	10,494	(10,494)	-	-	-	-
Issuance of share capital	39,003	-	-	-	-	39,003
At 31 December 2018	<u>130,601</u>	<u>-</u>	<u>3,172</u>	<u>(17,406)</u>	<u>47,250</u>	<u>163,617</u>
2017						
At 1 January 2017	24,812	10,494	6,327	(17,406)	21,351	45,578
Foreign exchange translation	-	-	(4,034)	-	-	(4,034)
Profit for the financial period	-	-	-	-	12,063	12,063
Total comprehensive income for the financial period	-	-	(4,034)	-	12,063	8,029
Issuance of share capital	56,292	-	-	-	-	56,292
At 31 December 2017	<u>81,104</u>	<u>10,494</u>	<u>2,293</u>	<u>(17,406)</u>	<u>33,414</u>	<u>109,899</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 FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018

	UNAUDITED CURRENT YEAR TO DATE ENDED 31-Dec-2018	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2017
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	18,663	12,979
Adjustments for:		
Amortisation of development cost	196	51
Depreciation of property, plant and equipment	6,459	4,548
Gain on disposal of property, plant and equipment	-	(16)
Inventories written off	-	6
Property, plant and equipment written off	20	47
Reversal of impairment loss on trade receivables	-	(277)
Reversal of inventories written off	-	(24)
Share of results of an associate	(66)	
Unrealised (gain)/loss on foreign exchange differences	(1,319)	2,269
Interest income	(501)	(254)
Interest expenses	1,099	469
Operating profit before working capital changes	24,551	19,798
Inventories	1,548	(13,794)
Receivables	1,541	(2,128)
Payables	(16,272)	(11,378)
Associate	6,222	-
Deferred revenue	8,789	(2,235)
Cash generated from/(used in) operations	26,379	(9,737)
Interest received	501	254
Tax paid	(1,168)	(277)
Net cash generated from/(used in) operating activities	25,712	(9,760)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(6,412)	(2,877)
Proceeds from disposal of property, plant and equipment	-	399
Acquisition of an associate	(12,553)	
Acquisition of subsidiary	-	8,638
Development cost incurred	(664)	(826)
Net cash (used in)/generated from investing activities	(19,629)	5,334
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of share capital	24,683	21,973
Interest expenses paid	(1,099)	(469)
Net (repayment)/drawdown of borrowings	4,803	10,325
Net cash generated from financing activities	28,387	31,829
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	34,470	27,403
Foreign exchange fluctuation reserve	(129)	(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	69,441	35,100
Cash and cash equivalents at the end of the financial year comprises of:-		
Cash and bank balances	48,331	35,100
Short term investment	21,110	-
	69,441	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.