



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 3-MONTHS PERIOD ENDED 30 JUNE 2020**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED	AUDITED
	3-MONTHS ENDED		CUMULATIVE QUARTER	
	30-Jun-2020	30-Jun-2019	30-Jun-2020	30-Jun-2019
	RM'000	RM'000	RM'000	RM'000
Revenue	41,256	52,071	93,225	84,571
Cost of sales	(34,395)	(40,233)	(80,028)	(63,779)
Gross profit	6,861	11,838	13,197	20,792
Other operating income	1,256	695	2,166	1,257
Selling and distribution expenses	(3,478)	(3,100)	(7,282)	(5,608)
Administrative expenses	(2,658)	(2,870)	(5,246)	(5,349)
Share of results of an associate	181	223	328	225
Profit from operations	2,162	6,786	3,163	11,317
Interest expense	(368)	(491)	(844)	(1,007)
Profit before tax expense & extraordinary item	1,794	6,295	2,319	10,310
Extraordinary item (EI) *				
- Impairment on property, plant and equipment	-	-	(11,636)	-
Profit/(Loss) before tax expense	1,794	6,295	(9,317)	10,310
Tax expense	(555)	(1,235)	(680)	(1,560)
Profit/(Loss) for the period	1,239	5,060	(9,997)	8,750
Other comprehensive income				
- Foreign exchange translation from foreign operations	(495)	909	3,508	311
Total comprehensive (loss)/income	744	5,969	(6,489)	9,061
Profit/(Loss) attributable to :				
Equity holders of the Company	1,239	5,060	(9,997)	8,750
Minority shareholders	-	-	-	-
	1,239	5,060	(9,997)	8,750
Total comprehensive income/(loss) :				
Equity holders of the company	744	5,969	(6,489)	9,061
Minority shareholders	-	-	-	-
	744	5,969	(6,489)	9,061
Weighted average no. of ordinary shares ('000)	515,325	459,782	515,325	459,782
Earnings per share (EPS) attributable to the equity holders of the Company (sen)				
- Basic EPS/(LPS)	0.24	1.10	(1.94)	1.90
- Diluted EPS	N/A	N/A	N/A	N/A

* Extraordinary item - as per MFRS136

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 2019 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE 3-MONTHS PERIOD ENDED 30 JUNE 2020

	UNAUDITED AS AT 30-Jun-2020 RM'000	AUDITED As At 31-Dec-2019 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	43,569	45,590
Goodwill on consolidation	120,849	119,590
Investment in an associate	13,366	12,928
Development costs	3,924	4,126
Other receivables	8,617	7,836
Deferred tax assets	427	503
	<u>190,752</u>	<u>190,573</u>
Current Assets		
Inventories	22,472	20,640
Trade receivables	42,656	59,856
Other receivables	25,646	27,903
Associate	8,711	6,760
Cash and bank balances	40,994	57,050
	<u>140,479</u>	<u>172,209</u>
TOTAL ASSETS	<u><u>331,231</u></u>	<u><u>362,782</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	201,121	181,851
Reserves	34,680	41,169
Total Equity	<u>235,801</u>	<u>223,020</u>
Non Current Liabilities		
Deferred revenue	11,010	11,877
Lease liabilities	6,179	5,582
Other payables	60	43
Retirement benefits obligations	997	938
Deferred tax liability	1,935	2,638
	<u>20,181</u>	<u>21,078</u>
Current Liabilities		
Trade payables	22,090	27,776
Other payables	11,120	31,968
Deferred revenue	19,995	22,538
Associate	1,857	1,307
Borrowings	14,300	30,551
Lease liabilities	4,069	3,713
Current tax liabilities	1,818	831
	<u>75,249</u>	<u>118,684</u>
Total Liabilities	<u>95,430</u>	<u>139,762</u>
TOTAL EQUITY AND LIABILITIES	<u><u>331,231</u></u>	<u><u>362,782</u></u>
Net assets per share (RM)	<u>0.45</u>	<u>0.46</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 2019 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 3-MONTHS PERIOD ENDED 30 JUNE 2020

	← Non-Distributable →				Distributable	Total Equity RM'000
	Share Capital RM'000	Retirement Benefit Obligations RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000	Retained earnings RM'000	
2020						
At 1 January 2020	181,851	211	2,455	(17,406)	55,909	223,020
Foreign exchange translation	-	-	3,508	-	-	3,508
Profit for the financial period	-	-	-	-	(9,997)	(9,997)
Total comprehensive income for the financial period	-	-	3,508	-	(9,997)	(6,489)
Transaction with owners						
Issuance of share capital	19,270	-	-	-	-	19,270
At 30 June 2020	<u>201,121</u>	<u>211</u>	<u>5,963</u>	<u>(17,406)</u>	<u>45,912</u>	<u>235,801</u>
2019						
At 1 January 2019						
- As previously stated	130,601	-	3,161	(17,406)	47,164	163,520
- Effect of adoption of MFRS 16	-	-	-	-	(66)	(66)
As restated	130,601	-	3,161	(17,406)	47,098	163,454
Foreign exchange translation	-	-	311	-	-	311
Profit for the financial period	-	-	-	-	8,750	8,750
Total comprehensive income for the financial period	-	-	311	-	8,750	9,061
Transaction with owners						
Issuance of share capital	51,250	-	-	-	-	51,250
Dividends	-	-	-	-	(9,786)	(9,786)
Total transaction with owners	51,250	-	-	-	(9,786)	41,464
At 31 June 2019	<u>181,851</u>	<u>-</u>	<u>3,472</u>	<u>(17,406)</u>	<u>46,062</u>	<u>213,979</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 2019 and the accompanying explanatory notes attached to this interim financial report.



KRONOLOGI ASIA BERHAD - Registration no. 201301037868 (1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 3-MONTHS PERIOD ENDED 30 JUNE 2020

	UNAUDITED CURRENT YEAR TO DATE ENDED 30-Jun-2020 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax expense	(9,317)	23,918
Adjustments for:		
Amortisation of development cost	202	404
Depreciation of property, plant and equipment	6,641	9,820
Gain on disposal of preproperty, plant and equipment	(11)	-
Impairment on inventories	-	103
Impairment on receivables	-	23
EI - Impairment on property, plant and equipment	11,636	-
Property, plant and equipment written off	-	45
Reversal of inventories write-down	-	(1,440)
Share of results of an associate	(328)	(309)
Unrealised loss/(gain) on foreign exchange differences	76	(640)
Interest income	(87)	(369)
Interest expense	844	2,032
Operating profit before working capital changes	9,656	33,587
Inventories	(1,831)	25,742
Receivables	18,511	7,307
Payables	(7,063)	(28,671)
Associate	(1,951)	(2,765)
Deferred revenue	(3,410)	5,296
Cash generated from operations	13,912	40,496
Interest received	87	369
Tax paid	(453)	(7,293)
Net cash generated from operating activities	13,546	33,572
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(11,898)	(31,081)
Proceeds from disposal of property, plant and equipment	31	2
Acquisition of subsidiary	-	268
Net cash used in investing activities	(11,867)	(30,811)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of share capital	520	-
Repayment of lease liabilities	(2,319)	(5,300)
Dividend paid	-	(9,785)
Interest expenses paid	(844)	(2,032)
Net drawdown/(Repayment) of borrowings	(16,238)	(1,265)
Net cash used in financing activities	(18,881)	(18,382)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(17,202)	(15,621)
Foreign exchange fluctuation reserve	1,146	3,230
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	57,050	69,441
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	40,994	57,050
<u>Cash and cash equivalents at the end of the financial year comprises of:-</u>		
Cash and bank balances	31,193	34,113
Short term investment	9,801	10,655
Fixed deposit with a license bank	-	12,282
Cash and bank balances	40,994	57,050

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 2019 and the accompanying explanatory notes attached to this interim financial report.