



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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND (2ND) QUARTER ENDED 31 JULY 2021**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-Jul-2021	PRECEDING CORRESPONDING QUARTER ENDED 30-Jun-2020	CURRENT YEAR TO DATE ENDED 31-Jul-2021	PRECEDING CORRESPONDING YEAR TO DATE ENDED 30-Jun-2020
	RM'000	RM'000	RM'000	RM'000
Revenue	74,508	41,256	133,330	93,225
Cost of sales	(61,297)	(34,395)	(110,725)	(80,028)
Gross profit	13,211	6,861	22,605	13,197
Other operating income	1,540	1,256	2,498	2,166
Selling and distribution expenses	(2,713)	(3,478)	(5,657)	(7,282)
Administrative expenses	(5,295)	(2,658)	(7,424)	(16,882)
Share of results of an associate	(241)	181	(77)	328
Profit from operations	6,502	2,162	11,945	(8,473)
Interest expense	(272)	(368)	(620)	(844)
Profit/ (Loss) before tax expense	6,230	1,794	11,325	(9,317)
Tax expense	(1,125)	(555)	(2,202)	(680)
Profit/ (Loss) for the period	5,105	1,239	9,123	(9,997)
Other comprehensive income				
- Foreign exchange translation from foreign operations	1,408	(495)	2,012	3,508
- Remeasurement of retirement benefits obligation	(1)	-	(6)	-
Total comprehensive income/ (loss)	6,512	744	11,129	(6,489)
Profit/ (Loss) attributable to :				
Equity holders of the Company	5,105	1,239	9,123	(9,997)
Minority shareholders	-	-	-	-
	5,105	1,239	9,123	(9,997)
Total comprehensive income/(loss) :				
Equity holders of the company	6,512	744	11,129	(6,489)
Minority shareholders	-	-	-	-
	6,512	744	11,129	(6,489)
Weighted average no. of ordinary shares ('000)	619,655	515,325	619,655	515,325
Earnings/(Loss) per share (EPS/LPS) attributable to the equity holders of the Company (sen)				
- Basic EPS/ (LPS)	0.82	0.24	1.47	(1.94)
- Diluted EPS	0.73	N/A	1.31	N/A

Note:-

As announced on 29 May 2020, the Company has changed its financial year end from 31 December to 31 January. Hence, there is no preceeding year corresponding quarter or period figures due to the change of its financial year end. The comparative figures for the preceeding year corresponding quarter for the period ended from 1 April 2020 to 30 June 2020 is for illustration purpose only.

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 period ended 31 January 2021 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 SECOND (2ND) QUARTER ENDED 31 JULY 2021

	UNAUDITED AS AT 31-Jul-2021 RM'000	AUDITED As At 31-Jan-2021 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	55,544	43,845
Goodwill on consolidation	263,164	119,546
Investment in an associate	-	13,920
Development costs	3,595	3,791
Other receivables	7,696	6,360
Deferred tax assets	860	1,297
	330,859	188,759
Current Assets		
Inventories	14,795	9,778
Trade receivables	82,248	48,394
Other receivables	44,068	30,401
Associate	-	23,851
Cash and bank balances	69,561	69,588
	210,672	182,012
TOTAL ASSETS	541,531	370,771
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share Capital	294,447	201,121
Reserves	51,279	41,273
Total Equity	345,726	242,394
Non Current Liabilities		
Deferred revenue	11,994	8,140
Lease liabilities	2,622	4,608
Other payables	78	51
Retirement benefits obligations	2,002	1,996
Deferred tax liability	3,300	2,615
	19,996	17,410
Current Liabilities		
Trade payables	44,879	35,843
Other payables	70,183 *	20,468
Deferred revenue	20,146	19,373
Borrowings	33,375	28,690
Lease liabilities	4,907	4,674
Current tax liabilities	2,319	1,919
	175,809	110,967
Total Liabilities	195,805	128,377
TOTAL EQUITY AND LIABILITIES	541,531	370,771
Net assets per share (RM)	0.52	0.46

Note:-

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 31 January 2021 and the accompanying explanatory notes attached to this interim financial report.

* Other payables include the balance consideration shares to be issued to the vendor of Quantum China Limited as per the announced Sales & Purchase Agreement.



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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND (2ND) QUARTER ENDED 31 JULY 2021

	← Non-Distributable →				Distributable Retained earnings RM'000	Total Equity RM'000
	Share Capital RM'000	Retirement Benefit Obligations RM'000	Foreign Exchange Fluctuation Reserve RM'000	Merger Reserve RM'000		
At 1 February 2021	201,120	(369)	1,720	(17,406)	57,329	242,394
Foreign exchange translation	-	-	2,012	-	-	2,012
Remeasurement of retirement benefits obligation	-	(6)	-	-	-	(6)
Profit for the financial period	-	-	-	-	9,123	9,123
Total comprehensive income for the financial period	-	(6)	2,012	-	9,123	11,129
Transaction with owners						
Issuance of share capital	93,327	-	-	-	(1,124)	92,203
At 31 July 2021	<u>294,447</u>	<u>(375)</u>	<u>3,732</u>	<u>(17,406)</u>	<u>65,328</u>	<u>345,726</u>
At 1 January 2020	181,851	211	2,455	(17,406)	55,909	223,020
Foreign exchange translation	-	-	3,508	-	-	3,508
Loss 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>

Note:-

As announced on 29 May 2020, the Company has changed its financial year end from 31 December to 31 January. Hence, there is no preceding year corresponding quarter or period figures due to the change of its financial year end. The comparative figures for the preceding year corresponding quarter for the period ended from 1 April 2020 to 30 June 2020 is for illustration purpose only.

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial period ended 31 January 2021 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 SECOND (2ND) QUARTER ENDED 31 JULY 2021

	UNAUDITED CURRENT YEAR TO DATE ENDED 31-Jul-2021 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED 31-Jan-2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	11,325	4,163
Adjustments for:		
Amortisation of development cost	196	456
Depreciation of property, plant and equipment	7,751	13,520
Gain on disposal of preoperty, plant and equipment	-	(62)
Impairment on inventories	-	803
Impairment on receivables	-	1,088
Reversal of impairment on receivables	(886)	-
Property, plant and equipment written off	-	11,738
Reversal of inventories write-down	(389)	-
Share of results of an associate	77	(1,057)
Unrealised loss/(gain) on foreign exchange differences	(944)	(597)
Interest income	(20)	(88)
Interest expense	620	1,539
Operating profit before working capital changes	17,730	31,503
Inventories	(4,605)	10,044
Receivables	(21,666)	7,868
Payables	(1,747)	(4,186)
Associate	23,851	(17,091)
Deferred revenue	(3,486)	(6,903)
Cash generated from operations	10,077	21,235
Interest received	20	88
Tax paid	(2,253)	(598)
Net cash generated from operating activities	7,844	20,725
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(14,649)	(18,705)
Proceeds from disposal of property, plant and equipment	-	662
Development cost incurred	-	(120)
Investment in subsidiary	(64,861)	-
Net cash used in investing activities	(79,510)	(18,163)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of share capital	68,202	19,270
Repayment of lease liabilities	(1,634)	(5,110)
Interest expenses paid	(620)	(1,539)
Net drawdown/(Repayment) of borrowings	4,684	(1,688)
Net cash generated from financing activities	70,632	10,933
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(1,034)	13,495
Foreign exchange fluctuation reserve	1,007	(957)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	69,588	57,050
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	69,561	69,588
<u>Cash and cash equivalents at the end of the financial period comprises of:-</u>		
Cash and bank balances	63,590	60,686
Short term investment	5,971	8,902
Cash and bank balances	69,561	69,588

Note:-

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial period ended 31 January 2021 and the accompanying explanatory notes attached to this interim financial report.