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EVERSAFE RUBBER

EVERSAFE RUBBER BERHAD

(Company no: 1133877 - V)
(Incorporated in Malaysia)

CONSOLIDATED
RESULTS FOR THE THIRD QUARTER ENDED
30 SEPTEMBER 2019

EVERSAFE RUBBER BERHAD (COMPANY NO.: 1133877 - V)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 ⁽¹⁾

	Individual Period (3rd quarter)		Cumulative Period	
	Current Year Quarter 30.09.2019 RM	Preceding Year Corresponding Quarter 30.09.2018 RM	Current Year To-date 30.09.2019 RM	Preceding Year Corresponding Period 30.09.2018 RM
Revenue	33,423,252	30,508,042	87,036,596	83,754,591
Cost of sales	(27,569,146)	(25,455,267)	(73,697,352)	(71,606,499)
Gross profit	5,854,106	5,052,775	13,339,244	12,148,092
Other operating income	314,940	368,025	772,869	624,406
Distribution costs	(1,948,009)	(1,665,596)	(5,753,856)	(4,757,423)
General and administrative expenses	(1,948,951)	(2,563,154)	(5,373,781)	(6,598,500)
Profit from operations	2,272,086	1,192,050	2,984,476	1,416,575
Finance income	37,333	27,485	101,395	81,748
Finance costs	(311,256)	(240,329)	(900,401)	(720,504)
Profit before tax	1,998,163	979,206	2,185,470	777,819
Taxation	(486,649)	(69,615)	(540,636)	(211,158)
Profit for the financial period attributable to owners of the parent	1,511,514	909,591	1,644,834	566,661
Foreign currency translation, net of tax	121,269	59,609	139,464	92,204
Total comprehensive income, attributable to owners of the parent	1,632,783	969,200	1,784,298	658,865
Earnings per share attributable to owners of the parent:				
Profit for the financial period				
Basic and diluted (sen) ⁽²⁾⁽³⁾	0.63	0.38	0.68	0.24

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019⁽¹⁾ (con'd)**

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018 and the accompanying explanatory notes to this interim financial report.
- (2) Basic earnings per share is calculated based on the Company's weighted average number of ordinary shares for the financial period.
- (3) Diluted earnings per share of the Company is equivalent to the basic earnings per share as the Company does not have convertible options at the end of the reporting period.

EVERSAFE RUBBER BERHAD (COMPANY NO.: 1133877 - V)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2019 ⁽¹⁾**

	As at 30.09.2019 RM (Unaudited)	As at 31.12.2018 RM (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	36,964,604	39,274,465
Right-of-use assets	3,703,858	-
Intangible assets	1	1
Trade receivables	1,289,457	1,523,574
	41,957,920	40,798,040
Current assets		
Inventories	17,568,706	16,132,557
Trade and other receivables	26,823,931	25,662,715
Current tax assets	315,480	516,616
Cash and bank balances	18,605,534	13,119,845
	63,313,651	55,431,733
TOTAL ASSETS	105,271,571	96,229,773
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	65,428,449	65,428,449
Reserves	(3,517,202)	(5,117,669)
TOTAL EQUITY	61,911,247	60,310,780
LIABILITIES		
Non-current liabilities		
Deferred tax liabilities	3,925,617	3,950,874
Lease liabilities	3,688,959	-
Borrowings	4,355,683	1,103,941
	11,970,259	5,054,815
Current liabilities		
Trade and other payables	8,349,937	8,371,404
Lease liabilities	246,715	-
Borrowings	22,793,413	22,492,774
Current tax liabilities	-	-
	31,390,065	30,864,178
TOTAL LIABILITIES	43,360,324	35,918,993
TOTAL EQUITY AND LIABILITIES	105,271,571	96,229,773
Net assets per ordinary share (RM) ⁽²⁾	0.257	0.251

EVERSAFE RUBBER BERHAD (COMPANY NO.: 1133877 - V)
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2019 ⁽¹⁾ (con'd)**

Notes:

- (1) The basis of preparation of the Condensed Consolidated Statement of Financial Position are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018 and the accompanying explanatory notes to this interim financial report.
- (2) Net assets per ordinary share is calculated based on the Company's number of ordinary shares at the end of the reporting period.

EVERSAFE RUBBER BERHAD (COMPANY NO.: 1133877 - V)
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 ⁽¹⁾**

	(Unaudited) 9 months ended 30.09.2019 RM	(Unaudited) 9 months ended 30.09.2018 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	2,185,470	777,819
Adjustments for:		
Non-cash items/Non-operating items	4,812,613	2,985,297
Operating profit before working capital changes	<u>6,998,083</u>	<u>3,763,116</u>
Changes in working capital:		
Increase in inventories	(1,456,626)	(2,131,643)
(Decrease)/Increase in trade and other receivables	(1,890,167)	1,512,589
Decrease/(Increase) in trade and other payables	324,465	(595,340)
Others	505,938	38,671
Cash generated from operations	<u>4,481,693</u>	<u>2,587,393</u>
Tax paid - net	(369,300)	(1,114,893)
Net cash generated from operating activities	<u>4,112,393</u>	<u>1,472,500</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	101,395	54,263
Proceeds from disposal of property, plant and equipment	164,097	114,002
Purchase of property, plant and equipment	(1,468,543)	(4,892,817)
Net cash used in investing activities	(1,203,051)	(4,724,552)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)**

	(Unaudited) 9 months ended 30.09.2019 RM	(Unaudited) 9 months ended 30.09.2018 RM
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(900,401)	(480,175)
Net drawdowns of bank borrowings	4,730,657	3,447,854
Decrease in short-term deposits pledged as securities	(86,378)	(81,427)
Net cash generated from financing activities	3,743,878	2,886,252
Net increase/(decrease) in cash and cash equivalents	6,653,220	(365,800)
Effect of foreign exchange rates changes	(17,765)	2,413
Cash and cash equivalents at the beginning of the financial period	5,902,471	13,617,242
Cash and cash equivalents at the end of the financial period	12,537,926	13,253,855
Cash and cash equivalents comprise:		
Cash and bank balances	18,605,534	19,268,111
Less: Deposits pledged as securities	(3,752,315)	(3,663,689)
Less: Deposits with licensed banks and other financial institutions with maturity of over 3 months	(1,648,019)	(1,500,000)
	13,205,200	14,104,422
Less: Bank overdrafts	(667,274)	(850,567)
	12,537,926	13,253,855

Note:

(1) The basis of preparation of the Condensed Consolidated Statement of Cash Flows are disclosed in Note A1 and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2018 and the accompanying explanatory notes to this interim financial report.

EVERSAFE RUBBER BERHAD (1133877 - V)
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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019

A1. BASIS OF PREPARATION

The interim financial report of Eversafe Rubber Berhad (“Eversafe Rubber” or “the Company”) and its subsidiaries (“the Group”) are unaudited and have been prepared in accordance with the requirements of MFRS 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Securities.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 December 2018, except for the adoption of the following MFRS/ Amendments/ Interpretations effective 1 January 2019:

MFRS 16, Leases

IC Interpretation 23, Uncertainty over Income Tax Treatments

Amendments to MFRS 128, Long-Term Interests in Associates and Joint Ventures

Amendments to MFRS 9, Prepayment Features with Negative Compensation

Amendments to MFRS 3, Annual Improvements to MFRS Standards 2015 - 2017 Cycle

Amendments to MFRS 11, Annual Improvements to MFRS Standards 2015 - 2017 Cycle

Amendments to MFRS 112, Annual Improvements to MFRS Standards 2015 - 2017 Cycle

Amendments to MFRS 123, Annual Improvements to MFRS Standards 2015 - 2017 Cycle

Amendments to MFRS 119, Plan Amendment, Curtailment or Settlement

The Group has adopted the new and revised MFRSs that are relevant and effective for accounting periods beginning on or after 1 January 2019. The adoption of these new and revised MFRSs have not resulted in any material impact on the financial statements of the Group except as mentioned below:

MFRS 16, Leases

The Group applied MFRS 16 with effect from 1 January 2019, using the modified restrospective approach, with no restatement of comparative information in accordance with the transition requirements under the Appendix C, paragraph 5(b) of MFRS 16 and cumulative effect of initial application of MFRS 16 will be recognised as an adjustment to the opening balance of following components at 1 January 2019.

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A2. CHANGES IN ACCOUNTING POLICIES - con'd

The following table presents the impact of changes to the statements of financial position of the Group resulting from the adoption of MFRS 16 Leases as at 1 January 2019:

<u>Group</u>	Balance as at 01.01.2019, as previously <u>reported</u> RM'000	<u>Changes</u> RM'000	Balance as at 01.01.2019 <u>as restated</u> RM'000
Non-current assets			
Right-of-use assets	-	4,540	4,540
Non-current liabilities			
Lease liabilities	-	3,689	3,689
Current liabilities			
Lease liabilities	-	1,035	1,035
Total lease liabilities	-	4,724	4,724
Equity			
Retained earnings	-	184	184

A3. AUDITORS' REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS

The preceding year's audited financial statements of the Group were not subject to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The Group's business operations are not materially affected by seasonal or cyclical factors during the current financial quarter under review.

Generally, our sales for the first (1st) half of the year will be slower as compared to the second (2nd) half of the year. This is attributable to the festive seasons, public holidays and geometric condition in certain country. We generally see our sales picking up in the second (2nd) half of the year. Save for the above, our Group does not experience any other material seasonality or cyclical effects in sales.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and the financial year-to-date under review.

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates that had a material effect in the current financial quarter and the financial year-to-date under review.

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A7. DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A8. SEGMENTAL INFORMATION

The Group is principally involved in the manufacturing and sale of rubber based tyre retread products and provision of related services.

No product and services segment information is presented as the Chief Operating Decision Maker (CODM) views the Group as a single reportable segment.

Segment revenue is based on geographical location from which the sale transactions originated.

The following are revenue from external customers by geographical location:

	Individual Quarter				Cumulative Quarter			
	3 months ended		3 months ended		9 months ended		9 months ended	
	30.09.2019		30.09.2018		30.09.2019		30.09.2018	
	RM	%	RM	%	RM	%	RM	%
Revenue by geographical location:								
Malaysia	9,201,870	27.53	9,699,781	31.79	24,859,152	28.56	29,377,358	35.08
East Asia and Oceania	10,613,787	31.76	9,129,872	29.93	25,762,762	29.60	19,783,823	23.62
South East Asia	11,083,075	33.16	8,358,188	27.40	28,187,494	32.39	20,952,743	25.01
South Asia, Middle East & Africa	1,039,150	3.11	1,868,220	6.12	4,034,969	4.64	7,337,736	8.76
Americas	237,859	0.71	636,326	2.09	935,256	1.07	2,562,456	3.06
Europe	1,247,511	3.73	815,655	2.67	3,256,963	3.74	3,740,475	4.47
	<u>33,423,252</u>		<u>30,508,042</u>		<u>87,036,596</u>		<u>83,754,591</u>	
Sales by currency:								
USD	13,244,518	39.62	8,384,073	27.48	33,750,225	38.78	22,403,289	26.75
JPY	3,713,121	11.11	4,912,261	16.10	8,057,686	9.26	9,608,966	11.47
RM	9,201,870	27.53	9,699,781	31.80	24,859,152	28.56	29,377,358	35.08
Others	7,263,743	21.74	7,511,927	24.62	20,369,533	23.40	22,364,978	26.70
	<u>33,423,252</u>		<u>30,508,042</u>		<u>87,036,596</u>		<u>83,754,591</u>	
Average foreign exchange rates								
RM/USD	4.164		4.090		4.135		3.988	
RM/JPY100	<u>3.880</u>		<u>3.668</u>		<u>3.789</u>		<u>3.637</u>	

(source: Bank Negara Malaysia Exchange Rate)

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A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter and the financial year-to-date under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL QUARTER

There were no material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current financial quarter and the financial year-to-date under review.

A12. CONTINGENT ASSETS AND CONTINGENT LIABILITIES

There were no contingent assets and contingent liabilities as at the date of this interim financial report.

A13. CAPITAL COMMITMENTS

There were no material capital commitments in respect of property, plant and equipment as at the end of the current financial quarter under review.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. REVIEW OF PERFORMANCE

For the current financial quarter under review, the Group recorded revenue of RM33.42 million as compared to revenue of RM30.51 million for the preceding year's corresponding quarter. This is mainly due to the increase in the sales of tyre retreading materials.

The Group registered a profit before taxation of RM2.00 million for the current financial quarter under review as compared to the profit before taxation of RM0.98 million for the preceding year corresponding quarter. This is mainly due to improved sales and higher gross profit margin.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS

	Current Quarter 30.09.2019 RM	Preceding Quarter 30.06.2019 RM	Variance RM	%
Revenue	33,423,252	27,821,303	5,601,949	20.14
Profit before tax	<u>1,998,163</u>	<u>877,971</u>	<u>1,120,192</u>	<u>127.59</u>

The Group's revenue increased by 20.14% from RM27.82 million recorded in the immediate preceding quarter to RM33.42 million in the current financial quarter. This is mainly due to the increase in the sales of tyre retreading materials.

The profit before tax of the Group increased by RM1.12 million from profit of RM0.88 million in the previous financial quarter to profit of RM2.00 million in the current financial quarter which is mainly due to improved sales and higher gross profit margin.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B3. COMMENTARY ON PROSPECTS

As disclosed in the Prospectus of the Company dated 31 March 2017, the Group has put in place a series of future plans in the following areas:-

Grow overseas markets

- (a) establish footprint in new overseas markets
- (b) increase export sales to overseas markets
- (c) enhance manufacturing capabilities
- (d) widen range of products, particularly high value-added and premium products
- (e) branding initiative and establish intellectual property rights in new overseas markets

Enhance product quality

- (f) improve efficiency and reduce wastage
- (g) ensure consistent product quality

The Group plans to increase its export sales and geographical footprint to various overseas markets. The new markets the Group intends to expand to will primarily be outside the ASEAN region. The South American project is not progressing as planned and is unlikely to materialise.

Being in the export business, the Group is exposed to foreign currency exchange risks as the Group's export revenue is mainly transacted in USD and JPY. On the other hand, the import of the raw materials such as synthetic rubber and carbon black is mainly denominated in USD. Any significant movement in foreign exchange rates will affect the Group's financial performance. Nonetheless, the Group matches its foreign-denominated sales with foreign-denominated purchases as a natural hedge to a certain degree against adverse foreign exchange fluctuations.

Since the listing of Eversafe, the Group has made several notable achievements:-

- (i) the Group has successfully penetrated into more countries in the European region;
- (ii) the Group has completed the upgrading of its manufacturing facilities; and
- (iii) the Group has successfully developed new Off-The-Road (OTR) tread products and such products are currently offered to the market.

Barring any unforeseen circumstances, the Board is of the opinion that the prospects of the Group's financial performance for the financial year ending 31 December 2019 will remain satisfactory.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B4. INCOME TAX EXPENSES

	Individual Quarter		Cumulative Quarter	
	3 months ended 30.09.2019 RM	3 months ended 30.09.2018 RM	9 months ended 30.09.2019 RM	9 months ended 30.09.2018 RM
Income tax expense:-				
Current financial period/year	587,702	69,615	626,734	175,006
Under provision in prior year	(75,784)	-	(59,198)	35,810
Deferred tax:-				
Current financial period/year	(25,269)	-	(432,078)	(368,906)
Under provision in prior year	-	-	405,178	369,248
Total tax expense	<u>486,649</u>	<u>69,615</u>	<u>540,636</u>	<u>211,158</u>

The applicable Malaysian income tax rate is 24% for the financial year ending 31 December 2019 (24% for the financial year ended 31 December 2018).

The Group's effective tax rate for the cumulative quarter were higher than the statutory rate due to losses incurred by certain subsidiaries and also certain expenses which were not deductible for tax purposes.

B5. VARIANCE OF ACTUAL PROFIT FROM PROFIT FORECAST AND PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee in any form of public documentation and announcement.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B6. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals announced as at the date of this report.

B7. UTILISATION OF PROCEEDS

Based on the IPO price of RM0.36 per share, the gross proceeds arising from the public issue amounting to RM17,280,000 shall be utilised in the following manner:-

Purposes	Proposed Utilisation RM'000	Actual * Utilisation RM'000	Deviations # RM'000	Balance RM'000	Estimated Timeframe for utilization upon listing
(a) New manufacturing lines and enhanced automation systems	12,580	(12,873)^	293	-	Within 24 months
(b) Establish intellectual property rights and overseas branding Initiative	1,500	(776)	(724)	-	Within 36 months
(c) Estimated listing expenses	3,200	(2,907)	(293)	-	Immediate
Total	17,280	(16,556)	(724)	-	

* Utilisation as at 30 September 2019.

All listing expenses have been fully paid. Accordingly, the balance of RM0.293 million will be utilised for new manufacturing lines and enhancing automation systems.

^ Part of these which include capital expenditure incurred prior to the IPO which was funded using internally generated funds and bank borrowings.

@ The initiative to establish intellectual property rights and overseas branding have been completed. Accordingly, the utilised balance of RM0.724 million has been transferred to the working capital of the Company.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B8. GROUP BORROWINGS AND DEBT SECURITIES

Total Group's borrowings (all of which are secured against the Group's assets) as at 30 September 2019 are as follows:-

	<u>Long term</u>		<u>As at 30.09.2019</u> <u>Short term</u>		<u>Total borrowings</u>	
	USD	RM	USD	RM	USD	RM
Secured:						
Bankers' acceptance	-	-	2,137,482	8,956,050	2,137,482	8,956,050
Bankers' acceptance	-	-	-	10,995,000	-	10,995,000
Term loans	-	3,726,014	-	1,785,509	-	5,511,523
Hire purchase and lease creditors	-	629,669	-	389,580	-	1,019,249
Bank overdrafts	-	-	-	667,274	-	667,274
Total		4,355,683		22,793,413		27,149,096

	<u>Long term</u>		<u>As at 30.09.2018</u> <u>Short term</u>		<u>Total borrowings</u>	
	USD	RM	USD	RM	USD	RM
Secured:						
Bankers' acceptance	-	-	2,640,341	10,921,771	2,640,341	10,921,771
Bankers' acceptance	-	-	-	10,341,000	-	10,341,000
Term loans	-	615,182	-	1,275,899	-	1,891,081
Hire purchase and lease creditors	-	353,790	-	257,704	-	611,494
Bank overdrafts	-	-	-	850,567	-	850,567
Total		968,972		23,646,941		24,615,913

B9. MATERIAL LITIGATION

There were no material litigations pending as at the date of this announcement.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B10. DIVIDENDS

The Board of Directors does not recommend any dividend for the current financial quarter under review.

B11. EARNINGS PER SHARE

The basic and diluted earnings per share for the current financial quarter and current period of 30 September 2019 are computed as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended	3 months ended	9 months ended	9 months ended
	30.09.2019	30.09.2018	30.09.2019	30.09.2018
	RM	RM	RM	RM
Basic				
Profit attributable to equity holders of the Company	<u>1,511,514</u>	<u>909,591</u>	<u>1,644,834</u>	<u>566,661</u>
Weighted average number of ordinary shares	<u>240,593,796</u>	<u>240,593,796</u>	<u>240,593,796</u>	<u>240,593,796</u>
Basic earnings per ordinary share (sen)	<u>0.63</u>	<u>0.38</u>	<u>0.68</u>	<u>0.24</u>

Diluted

The diluted earnings per share equals basic earnings per share because there are no potentially dilutive instruments in existence as at the end of each reporting period.

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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE THIRD (3RD) QUARTER ENDED 30 SEPTEMBER 2019 (con'd)

B12. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Profit before taxation is arrived at after charging/(crediting):-

	Individual Quarter		Cumulative Quarter	
	3 months Ended 30.09.2019 RM	3 months ended 30.09.2018 RM	9 months ended 30.09.2019 RM	9 months ended 30.09.2018 RM
Interest income	(37,333)	(27,485)	(101,395)	(81,748)
Other income including investment income	-	-	-	-
Interest expense	311,256	240,329	900,401	720,504
Depreciation of property, plant and equipment	1,152,363	1,098,013	3,636,834	3,226,227
Amortisation of intangible Assets	-	6,006	-	22,689
Bad debts written off	-	-	-	247
Inventories written down	-	-	-	-
Reversal of inventories written down	-	-	-	-
Gain on disposal of property, plant and equipment	-	(48,995)	(18,641)	(78,412)
Impairment of assets	-	-	-	-
Impairment loss on trade receivables	96,967	159,550	254,779	159,550
Reversal of impairment loss on trade receivables	(7,576)	-	(37,229)	-
Foreign exchange loss/ (gain) - net	(174,952)	547,517	(505,635)	1,192,737
Exceptional items	-	-	-	-