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EVERSAFE RUBBER

# EVERSAFE RUBBER BERHAD

Company no: 201501008542 (1133877 - V)  
(Incorporated in Malaysia)

CONSOLIDATED  
RESULTS FOR THE SECOND QUARTER ENDED  
30 JUNE 2022

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022 <sup>(1)</sup>

	Individual Period (2nd quarter)		Cumulative Period	
	Current Year Quarter 30.06.2022 RM	Preceding Year Corresponding Quarter 30.06.2021 RM	Current Year To-date 30.06.2022 RM	Preceding Year Corresponding Period 30.06.2021 RM
Revenue	38,042,845	31,679,119	72,581,622	58,889,779
Cost of sales	(33,982,553)	(26,064,182)	(64,204,354)	(47,700,386)
Gross profit	4,060,292	5,614,937	8,377,268	11,189,393
Other operating income	171,624	304,281	196,961	762,572
Distribution costs	(2,898,953)	(2,188,031)	(6,134,228)	(4,180,515)
General and administrative expenses	(2,002,050)	(1,936,693)	(3,724,735)	(2,906,670)
(Loss)/Profit from operations	(669,087)	1,794,494	(1,284,734)	4,864,780
Finance income	23,420	161,491	59,016	186,279
Finance costs	(437,471)	(309,832)	(842,999)	(592,147)
(Loss)/Profit before tax	(1,083,138)	1,646,153	(2,068,717)	4,458,912
Taxation	(14,900)	(284,962)	(23,992)	(868,658)
(Loss)/Profit for the financial period attributable to owners of the parent	(1,098,038)	1,361,191	(2,092,709)	3,590,254
Foreign currency translation, net of tax	250,863	(67,130)	207,990	(75,654)
Total comprehensive (loss)/income, attributable to owners of the parent	(847,175)	1,294,061	(1,884,719)	3,514,600
(Loss)/Earnings per share attributable to owners of the parent:				
(Loss)/Profit for the financial period				
Basic and diluted (sen) <sup>(2)(3)</sup>	(0.46)	0.57	(0.87)	1.49

**EVERSAFE RUBBER BERHAD [COMPANY NO.: 201501008542 (1133877 - V)]**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022<sup>(1)</sup> (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 2021 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.: 201501008542 (1133877 - V)]**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2022 <sup>(1)</sup>**

	As at 30.06.2022 RM (Unaudited)	As at 31.12.2021 RM (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	35,401,407	37,948,314
Intangible assets	1	1
Other investments	3,026,299	-
Trade receivables	1,805,604	2,285,693
	40,233,311	40,234,008
<b>Current assets</b>		
Inventories	23,745,217	26,529,304
Trade and other receivables	36,263,405	29,064,069
Current tax assets	871,228	668,233
Cash and bank balances	29,864,791	18,124,003
	90,744,641	74,385,609
<b>TOTAL ASSETS</b>	<b>130,977,952</b>	<b>114,619,617</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	65,428,449	65,428,449
Reserves	(2,258,129)	(373,410)
<b>TOTAL EQUITY</b>	<b>63,170,320</b>	<b>65,055,039</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Deferred tax liabilities	4,581,792	4,590,154
Hire purchase and lease liabilities	1,198,164	1,990,618
Borrowings	22,217,463	3,055,724
Government grant	363,135	377,858
	28,360,554	10,014,354
<b>Current liabilities</b>		
Trade and other payables	7,929,620	10,297,461
Hire purchase and lease liabilities	2,330,018	2,501,847
Government grant	29,444	29,444
Borrowings	29,157,996	26,721,472
	39,447,078	39,550,224
<b>TOTAL LIABILITIES</b>	<b>67,807,632</b>	<b>49,564,578</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>130,977,952</b>	<b>114,619,617</b>
Net assets per ordinary share (RM) <sup>(2)</sup>	0.263	0.270

**EVERSAFE RUBBER BERHAD [COMPANY NO.: 201501008542 (1133877 - V)]**  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022 <sup>(1)</sup> (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 2021 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.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022 <sup>(1)</sup>

	[-----Non-distributable-----]				Distributable	
	Share capital RM	Capital reserve RM	Foreign currency translation reserve RM	Reorganisation debit reserve RM	Retained earnings RM	Total equity RM
Balance as at 1 January 2021	65,428,449	7,104	(1,330,491)	(36,914,958)	35,274,701	62,464,805
Profit for the financial year	-	-	-	-	3,590,254	3,590,254
Other comprehensive loss, net of tax	-	-	(75,654)	-	-	(75,654)
Total comprehensive (loss)/income	-	-	(75,654)	-	3,590,254	3,514,600
Balance as at 30 June 2021	65,428,449	7,104	(1,406,145)	(36,914,958)	38,864,955	65,979,405

	[-----Non-distributable-----]				Distributable	
	Share capital RM	Capital reserve RM	Foreign currency translation reserve RM	Reorganisation debit reserve RM	Retained earnings RM	Total equity RM
Balance as at 1 January 2022	65,428,449	7,104	(1,502,887)	(36,914,958)	38,037,331	65,055,039
Profit for the financial year	-	-	-	-	(2,092,709)	(2,092,709)
Other comprehensive loss, net of tax	-	-	207,990	-	-	207,990
Total comprehensive loss	-	-	207,990	-	(2,092,709)	(1,884,719)
Balance as at 30 June 2022	65,428,449	7,104	(1,294,897)	(36,914,958)	35,944,622	63,170,320

Note:-

(1) The basis of preparation of the Condensed Consolidated Statement of Changes in Equity 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 2021 and the accompanying notes to this interim financial report.

**EVERSAFE RUBBER BERHAD [COMPANY NO.: 201501008542 (1133877 - V)]**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022 <sup>(1)</sup>**

	(Unaudited) 6 months ended 30.06.2022 RM	(Unaudited) 6 months ended 30.06.2021 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before tax	(2,068,717)	4,458,912
Adjustments for:		
Non-cash items/Non-operating items	4,183,762	3,073,876
Operating profit before working capital changes	2,115,045	7,532,788
Changes in working capital:		
Decrease/(Increase) in inventories	2,855,535	(5,728,216)
Increase in trade and other receivables	(5,838,676)	(2,969,123)
(Decrease)/Increase in trade and other payables	(2,606,480)	252,363
Others	(15,147)	18,192
Cash used in operations	(3,489,723)	(893,996)
Tax paid - net	(237,994)	(515,160)
Net cash used in operating activities	(3,727,717)	(1,409,156)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	59,016	186,279
Proceeds from disposal of property, plant and equipment	19,000	188,720
Purchase of property, plant and equipment	(285,740)	(524,241)
Purchase of other investments	(3,115,951)	-
Decrease in short term deposits	(141,541)	(32,564)
Net changes in placement in funds with maturity of over 3 months	(3,500,000)	1,500,000
Net cash (used in)/generated from investing activities	(6,965,216)	1,318,194

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022 (con'd)**

	(Unaudited) 6 months ended 30.06.2022 RM	(Unaudited) 6 months ended 30.06.2021 RM
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(842,999)	(592,147)
Net drawdowns of bank borrowings	21,520,670	4,244,137
Net cash generated from financing activities	20,677,671	3,651,990
Net increase in cash and cash equivalents	9,984,738	3,561,028
Effect of foreign exchange rates changes	(114,499)	473,803
Cash and cash equivalents at the beginning of the financial period	9,501,338	6,568,339
Cash and cash equivalents at the end of the financial period	19,371,577	10,603,170
Cash and cash equivalents comprise:		
Cash and bank balances	29,864,791	20,533,829
Less: Deposits pledged as securities	(5,118,928)	(3,937,553)
Less: Deposits with licensed banks and other financial institutions with maturity of over 3 months	-	-
Less: Placement in funds with maturity of over 3 months	(3,500,000)	(3,500,000)
	21,245,863	13,096,276
Less: Bank overdrafts	(1,874,286)	(2,493,106)
	19,371,577	10,603,170

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 2021 and the accompanying explanatory notes to this interim financial report.



**EVERSAFE RUBBER BERHAD [201501008542 (1133877 - V)]**  
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**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022**

**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 2021, except for the adoption of the following MFRS/ Amendments/ Interpretations:

<b>Title</b>	<b>Effective Date</b>
Annual Improvements to MFRS Standards 2018 - 2020	1 January 2022
Amendments to MFRS 3 Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137 Onerous Contracts - Cost of Fulfilling a Contract	1 January 2022

The Group has adopted the new and revised MFRSs that are relevant and effective for accounting periods beginning on or after 1 January 2022. The adoption of these new and revised MFRSs have not resulted in any material impact on the financial statements.

**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 (1<sup>st</sup>) half of the year will be slower as compared to the second (2<sup>nd</sup>) 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 (2<sup>nd</sup>) 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		6 months ended		6 months ended	
	30.06.2022		30.06.2021		30.06.2022		30.06.2021	
	RM	%	RM	%	RM	%	RM	%
Revenue by geographical location:								
Malaysia	9,221,172	24.24	6,891,243	21.75	17,781,958	24.50	14,091,151	23.93
East Asia and Oceania	8,714,611	22.91	5,704,379	18.01	14,715,772	20.27	11,123,373	18.89
South East Asia	16,966,497	44.60	15,222,370	48.05	34,282,477	47.24	26,856,995	45.60
South Asia, Middle East & Africa	988,800	2.59	1,387,773	4.38	1,923,071	2.65	2,944,351	5.00
Americas	786,272	2.06	428,458	1.35	1,054,927	1.45	676,949	1.15
Europe	1,365,493	3.60	2,044,896	6.46	2,823,417	3.89	3,196,960	5.43
	<u>38,042,845</u>		<u>31,679,119</u>		<u>72,581,622</u>		<u>58,889,779</u>	
Sales by currency:								
USD	18,718,919	49.20	17,354,789	54.78	37,093,599	51.10	30,753,896	52.22
JPY	2,475,949	6.51	1,412,921	4.46	4,791,725	6.60	2,269,004	3.85
RM	9,221,172	24.24	6,891,243	21.75	17,781,958	24.50	14,091,151	23.93
Others	7,626,805	20.05	6,020,166	19.01	12,914,340	17.80	11,775,728	20.00
	<u>38,042,845</u>		<u>31,679,119</u>		<u>72,581,622</u>		<u>58,889,779</u>	
Average foreign exchange rates								
RM/USD	4.360		4.128		4.285		4.098	
RM/JPY100	<u>3.369</u>		<u>3.772</u>		<u>3.476</u>		<u>3.803</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.

**EVERSAFE RUBBER BERHAD [201501008542 (1133877 - V)]**  
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**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022**

**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 RM38.04 million as compared to revenue of RM31.68 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 loss before taxation of RM1.08 million for the current financial quarter under review as compared to the profit before taxation of RM1.65 million for the preceding year corresponding quarter. This is mainly due to lower gross profit margin and increase in distribution costs recorded in current financial quarter.

**B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER'S RESULTS**

	<b>Current Quarter 30.06.2022 RM</b>	<b>Preceding Quarter 31.03.2022 RM</b>	<b>Variance RM</b>	<b>%</b>
Revenue	38,042,845	34,538,777	3,504,068	10.15
Loss before tax	<u>(1,083,138)</u>	<u>(985,579)</u>	<u>(97,559)</u>	<u>(9.90)</u>

The Group's revenue increased by 10.15% from RM34.54 million recorded in the immediate preceding quarter to RM38.04 million in the current financial quarter. This is mainly due to the increase in the sales of tyre retreading materials.

The loss before tax of the Group increased by RM0.10 million from loss of RM0.99 million in the previous financial quarter to loss of RM1.08 million in the current financial quarter which is mainly due to lower gross profit margin.

**EVERSAFE RUBBER BERHAD [201501008542 (1133877 - V)]**  
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**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022**  
**(con'd)**

**B3. COMMENTARY ON PROSPECTS**

We expect that the economic environment will remain challenging, due to continuing high prices of raw and packaging materials. The geopolitical tensions, however, have caused commodity prices to rise and could potentially prolong the supply-chain interruption. The rising labour costs and cost of raw materials will continue to pose challenges to our profit margin.

Export sales have remained resilient in the current quarter. We are optimistic that the demand for our rubber and tyre retreading compound products will increase if there is improvement in supporting and logistic services.

Despite the uncertainty attributable to the impact from the Covid-19 pandemic on the global market, the Board is hopeful that the prospects of the Group's financial performance for the financial year ending 31 December 2022 will remain satisfactory.

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022**  
**(con'd)**

**B4. INCOME TAX EXPENSES**

	Individual Quarter		Cumulative Quarter	
	3 months ended 30.06.2022 RM	3 months ended 30.06.2021 RM	6 months ended 30.06.2022 RM	6 months ended 30.06.2021 RM
Income tax expense:-				
Current financial period/year	-	285,000	10,000	755,000
Over provision in prior year	-	(161,673)	-	-
Deferred tax:-				
Current financial period/year	14,900	52,068	(61,472)	4,091
Under provision in prior year	-	109,567	75,464	109,567
Total tax expense	<u>14,900</u>	<u>284,962</u>	<u>23,992</u>	<u>868,658</u>

The applicable Malaysian income tax rate is 24% for the financial year ending 31 December 2022 (24% for the financial year ended 31 December 2021).

**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 SECOND (2ND) QUARTER ENDED 30 JUNE 2022**  
**(con'd)**

**B6. STATUS OF CORPORATE PROPOSALS**

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

**B7. GROUP BORROWINGS AND DEBT SECURITIES**

Total Group's borrowings (all of which are secured against the Group's assets) as at 30 June 2022 are as follows:-

	<u>Long term</u>		<u>As at 30.06.2022</u> <u>Short term</u>		<u>Total borrowings</u>	
	USD	RM	USD	RM	USD	RM
Secured:						
Bankers' acceptance	-	-	2,925,996	12,897,789	2,925,996	12,897,789
Bankers' acceptance	-	-	-	12,871,501	-	12,871,501
Term loans	-	22,217,463	-	1,514,420	-	23,731,883
Hire purchase and lease creditors	-	-	-	-	-	-
Bank overdrafts	-	-	-	1,874,286	-	1,874,286
<b>Total</b>		<b>22,217,463</b>		<b>29,157,996</b>		<b>51,375,459</b>

	<u>Long term</u>		<u>As at 30.06.2021</u> <u>Short term</u>		<u>Total borrowings</u>	
	USD	RM	USD	RM	USD	RM
Secured:						
Bankers' acceptance	-	-	3,561,220	14,786,185	3,561,220	14,786,185
Bankers' acceptance	-	-	-	9,283,450	-	9,283,450
Term loans	-	3,779,986	-	1,373,678	-	5,153,664
Hire purchase and lease creditors	-	-	-	-	-	-
Bank overdrafts	-	-	-	2,493,106	-	2,493,106
<b>Total</b>		<b>3,779,986</b>		<b>27,936,419</b>		<b>31,716,405</b>

**B8. MATERIAL LITIGATION**

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

**EVERSAFE RUBBER BERHAD [201501008542 (1133877 - V)]**  
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**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND (2ND) QUARTER ENDED 30 JUNE 2022**  
**(con'd)**

**B9. DIVIDENDS**

The Board of Directors has declared an interim single-tier dividend of 0.8 sen per share, amounting to RM1,924,750 in respect of the financial year ending 31 December 2022, and paid on 22 July 2022 to shareholders registered in the Company's Register as at 8 July 2022.

**B10. (LOSS)/EARNINGS PER SHARE**

The basic and diluted (loss)/earnings per share for the current financial quarter and current period of 30 June 2022 are computed as follows:

	Individual Quarter		Cumulative Quarter	
	3 months ended 30.06.2022 RM	3 months ended 30.06.2021 RM	6 months ended 30.06.2022 RM	6 months ended 30.06.2021 RM
<b>Basic</b>				
(Loss)/Profit attributable to equity holders of the Company	<u>(1,098,038)</u>	<u>1,361,191</u>	<u>(2,092,709)</u>	<u>3,590,254</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 (loss)/earnings per ordinary share (sen)	<u>(0.46)</u>	<u>0.57</u>	<u>(0.87)</u>	<u>1.49</u>

**Diluted**

The diluted (loss)/earnings per share equals basic (loss)/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 SECOND (2ND) QUARTER ENDED 30 JUNE 2022**  
**(con'd)**

**B11. NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

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

	Individual Quarter		Cumulative Quarter	
	3 months ended 30.06.2022 RM	3 months Ended 30.06.2021 RM	6 months ended 30.06.2022 RM	6 months Ended 30.06.2021 RM
Interest income	(23,420)	(161,491)	(59,016)	(186,279)
Other income including investment income	-	-	-	-
Interest expense	437,471	309,832	842,999	592,147
Depreciation of property, plant and equipment	1,621,103	1,610,841	3,232,373	3,229,844
Amortisation of government grant	(7,362)	-	(14,723)	-
Reversal of inventories written down	-	-	-	-
Gain on disposal of property, plant and equipment	(17,182)	(128,719)	(17,182)	(307,679)
Impairment of assets	-	-	-	-
Impairment loss on trade receivables	89,000	31,000	189,000	113,100
Reversal of impairment loss on trade receivables	8,760	-	(117,510)	-
Fair value loss/(gain) on quoted investments	89,652	-	89,652	-
Foreign exchange loss/ (gain) - net	253,836	130,647	(12,269)	(367,261)
Exceptional items	-	-	-	-