

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
(Incorporated in Malaysia)

**Statement Of Comprehensive Income**  
**For the Financial Period Ended 31 December 2018**  
(The figures have not been audited)

	Note	Individual Quarter		Change		Period-To-Date		Change	
		3 months ended		Favourable/ (Unfavourable)		6 months ended		Favourable/ (Unfavourable)	
		31.12.18 RM'000	31.12.17 RM'000	RM'000	%	31.12.18 RM'000	31.12.17 RM'000	RM'000	%
			Restated*			Restated*			
<b>Revenue</b>		372	351	21	6	1,600	1,632	(32)	-2
Direct costs		(51)	(32)	(19)	-59	(82)	(64)	(18)	-28
<b>Gross profit</b>		321	319	2	1	1,518	1,568	(50)	-3
Foreign exchange (loss)/gain		(6)	109	(115)	-106	(67)	108	(175)	-162
Depreciation		(1)	(1)	-	-	(1)	(1)	-	-
Administrative expenses		(417)	(362)	(55)	-15	(1,024)	(695)	(329)	-47
<b>(Loss)/Profit from operations</b>		(103)	65	(168)	-258	426	980	(554)	-57
Share of (loss)/profit of associate		(1,727)	1,283	(3,010)	-235	(2,319)	2,353	(4,672)	-199
<b>(Loss)/Profit before tax</b>	20	(1,830)	1,348	(3,178)	-236	(1,893)	3,333	(5,226)	-157
Income tax expense	21	(18)	(28)	10	36	(51)	(53)	2	4
<b>(Loss)/Profit after tax</b>		(1,848)	1,320	(3,168)	-240	(1,944)	3,280	(5,224)	-159
<b><u>Other comprehensive (loss)/income</u></b>									
Investments:									
- Fair value (loss)/gain		(20,899)	23,010	(43,909)	-191	(39,146)	26,810	(65,956)	-246
Foreign currency translation		615	(14,345)	14,960	104	8,596	(15,446)	24,042	156
Share of other comprehensive loss of associate		(4,645)	(140)	(4,505)	-3218	(4,783)	(364)	(4,419)	-1214
<b>Other comprehensive (loss)/income for the period, net of tax</b>		(24,929)	8,525	10,455	123	(35,333)	11,000	(46,333)	-421
<b>Total comprehensive (loss)/income for the period</b>		(26,777)	9,845	(36,622)	-372	(37,277)	14,280	(51,557)	-361
<b>(Loss)/Earnings per share</b>									
<b>attributable to equity holders of the Company:</b>									
Basic (Sen)	26(a)	(1.49)	1.07			(1.57)	2.65		
Diluted (Sen)	26(b)	(1.49)	1.07			(1.57)	2.65		

\* Prior year figures were restated upon adoption of MFRS.

The statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
(Incorporated in Malaysia)

**Statement of Financial Position**  
**As at 31 December 2018**

	(Unaudited) As at <b>31.12.18</b> <b>RM'000</b>	Restated* As at <b>30.06.18</b> <b>RM'000</b>	Restated* As at <b>01.07.17</b> <b>RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Plant and equipment	7	7	10
Investment properties	29,746	29,030	30,369
Investment in associate	150,226	162,807	159,966
Investments	234,240	270,287	244,272
	<u>414,219</u>	<u>462,131</u>	<u>434,617</u>
<b>Current assets</b>			
Sundry receivables	6,371	243	130
Dividend receivables	5,053	-	-
Prepayments	7	81	62
Investment held for distribution	3,569	-	-
Cash and bank balances	63,666	67,608	65,757
	<u>78,666</u>	<u>67,932</u>	<u>65,949</u>
<b>TOTAL ASSETS</b>	<u>492,885</u>	<u>530,063</u>	<u>500,566</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital	61,874	61,874	61,874
Reserves	416,144	466,956	437,444
	<u>478,018</u>	<u>528,830</u>	<u>499,318</u>
<b>Non-current liability</b>			
Deferred tax liability	241	235	235
	<u>241</u>	<u>235</u>	<u>235</u>
<b>Current liabilities</b>			
Sundry payables	1,017	910	901
Dividend payables	13,535	-	-
Tax payable	74	88	112
	<u>14,626</u>	<u>998</u>	<u>1,013</u>
<b>Total liabilities</b>	<u>14,867</u>	<u>1,233</u>	<u>1,248</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>492,885</u>	<u>530,063</u>	<u>500,566</u>

\* Prior year figures were restated upon adoption of MFRS.

The statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**KUCHAI DEVELOPMENT BERHAD (7573-V)**

(Incorporated in Malaysia)

**Statement of Changes in Equity****For the Financial Period Ended 31 December 2018**

(The figures have not been audited)

	← Non-Distributable →				← Distributable →				
	Share Capital RM'000	Share Premium RM'000	Share of Associated Company Reserves RM'000	Fair value Reserves RM'000	Foreign Exchange Reserve RM'000	Property and Investment Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
<b>Opening balance at 1 July 2018 (as previously stated)</b>	61,874	1,796	69,334	-	84,239	12,611	6,000	312,229	548,083
Prior year adjustments	-	-	38,337	161,192	(20,413)	-	-	(198,369)	(19,253)
<b>Opening balance at 1 July 2018 (as restated)</b>	61,874	1,796	107,671	161,192	63,826	12,611	6,000	113,860	528,830
Total comprehensive (loss)/income for the period	-	-	(4,783)	(39,146)	8,596	-	-	(1,944)	(37,277)
Dividends	-	-	-	-	-	-	-	(13,535)	(13,535)
<b>Closing balance at 31 December 2018</b>	61,874	1,796	102,888	122,046	72,422	12,611	6,000	98,381	478,018
<b>Opening balance at 1 July 2017 (as previously stated)</b>	61,874	1,796	71,788	-	112,771	12,611	6,000	261,601	528,441
Prior year adjustments	-	-	33,746	121,556	(30,262)	-	-	(154,163)	(29,123)
<b>Balance at 1 July 2017 (as restated)</b>	61,874	1,796	105,534	121,556	82,509	12,611	6,000	107,438	499,318
Total comprehensive (loss)/ income for the period (as restated)	-	-	(364)	26,810	(15,446)	-	-	3,280	14,280
Dividends	-	-	-	-	-	-	-	(1,200)	(1,200)
<b>Closing balance at 31 December 2017 (as restated)</b>	61,874	1,796	105,170	148,366	67,063	12,611	6,000	109,518	512,398

\*The opening balances were restated upon adoption of MFRS.

The statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**KUCHAI DEVELOPMENT BERHAD (7573 V)**  
**(Incorporated in Malaysia)**

**Statement of Cash Flows**  
**For the Financial Period Ended 31 December 2018**

(The figures have not been audited)

	<b>6 months ended</b>	
	<b>31.12.18</b>	<b>31.12.17</b>
	<b>RM'000</b>	<b>RM'000</b>
		<b>Restated*</b>
<b>OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(1,893)	3,333
Adjustments for:		
Depreciation	1	1
Dividend income	(935)	(965)
Unrealised foreign exchange loss/(gain)	73	(116)
Interest income	(195)	(183)
Share of loss/(profit) of associated company	2,319	(2,353)
	<hr/>	<hr/>
Operating cash flows before working capital changes	(630)	(283)
Receivables	(6,196)	(24)
Prepayments	74	(39)
Payables	85	91
	<hr/>	<hr/>
Cash flows used in operations	(6,667)	(255)
Taxes paid	(68)	(72)
	<hr/>	<hr/>
Net cash flows used in operating activities	<u>(6,735)</u>	<u>(327)</u>
<b>INVESTING ACTIVITIES</b>		
Interest received	268	154
Dividends received	925	1,317
Withdrawal of/(Addition to) fixed deposits	454	(52,768)
	<hr/>	<hr/>
Net cash flows from/(used in) investing activities	<u>1,647</u>	<u>(51,297)</u>
<b>FINANCING ACTIVITY</b>		
Dividends paid	-	(1,200)
	<hr/>	<hr/>
Net cash flow used in financing activity	<u>-</u>	<u>(1,200)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(5,088)</b>	<b>(52,824)</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>1,601</b>	<b>(1,749)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>12,254</b>	<b>61,951</b>
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)</b>	<b><u>8,767</u></b>	<b><u>7,378</u></b>

\* Prior year figures were restated upon adoption of MFRS.

The statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
**(Incorporated in Malaysia)**

**Part A - Explanatory Notes Pursuant to MFRS 134**

**1. Basis of Preparation**

The interim financial statements of the Economic Entity for the financial period ended 31 December 2018 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), including MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards, MFRS 15: Revenue from Contracts with Customers and MFRS 9: Financial Instruments.

The interim financial statements have been prepared on a historical cost basis, except for investment properties and available-for-sale investments that have been measured at their fair values.

The interim financial statements 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 Malaysia Securities Berhad.

**2. Significant accounting policies**

**Changes in accounting policies**

The Economic Entity has consistently applied the same accounting policies in its opening MFRS statement of financial position as at 1 July 2017 and throughout all comparable interim periods presented, as if these policies had always been in effect. Comparative information in these financial statements have been restated to give effect to these changes and the financial impact on transition from Financial Reporting Standards in Malaysia to MFRS are disclosed as follows:-

**i) Bearer plants**

Prior to the adoption of MFRS 141 Agriculture, new planting expenditure incurred were capitalized and were not depreciated while replanting expenditure were recognised in profit or loss in the year the expenditures are incurred. Under MFRS 116, new planting expenditure and replanting expenditures are capitalized as bearer plants. On maturity, these expenditures are amortised over the useful life of the bearer plants.

**ii) Biological assets**

Prior to the adoption of MFRS 141 Agriculture, agricultural produce growing on the bearer plants ("biological assets") were not recognised. With the adoption of the MFRS 141, biological assets within the scope of MFRS 141 are measured at fair value less costs to sell. The changes in fair value less costs to sell of the biological assets are recognised in profit or loss.

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**2. Significant accounting policies (cont'd)**

**Changes in accounting policies (cont'd)**

**iii) Financial instruments**

Under MFRS 139, the Economic Entity's investment in precious metal and equity instruments were measured at fair value through profit or loss. With the adoption of MFRS 9, these investments were classified as financial assets at FVOCI and are not subject to an impairment assessment. The fair value changes and the impairment losses are transferred out from profit or loss or retained earnings to other comprehensive income or fair value reserve.

**Condensed Consolidated Statement of Financial Position**

	<b>Previously Stated RM'000</b>	<b>Decrease RM'000</b>	<b>Restated RM'000</b>
<b>As at 1 July 2017</b>			
Investment in associate	189,089	(29,123)	159,966
Reserves	466,567	(29,123)	437,444
<b>As at 30 June 2018</b>			
Investment in associate	182,060	(19,253)	162,807
Reserves	486,209	(19,253)	466,956

**Condensed Consolidated Statement of comprehensive income**

	<b>Previously Stated RM'000</b>	<b>(Decrease)/ Increase RM'000</b>	<b>Restated RM'000</b>
<b>For 3 months ended 31 December 2017</b>			
Share of profit of associate	4,125	(2,842)	1,283
Profit before tax	27,200	(25,852)	1,348
Profit after tax	27,172	(25,852)	1,320
Other comprehensive (loss)/income	(17,309)	25,834	8,525
<b>For 6 months ended 31 December 2017</b>			
Share of profit of associate	6,037	(3,684)	2,353
Profit before tax	33,827	(30,494)	3,333
Profit after tax	33,774	(30,494)	3,280
Other comprehensive (loss)/income	(19,535)	22,868	3,333

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**2. Significant accounting policies (cont'd)**

**Changes in accounting policies (cont'd)**

**Standards and interpretations issued but not yet effective**

Amendments to MFRS 3: Definition of Business

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

MFRS 16 Leases

MFRS 17 Insurance Contracts

Amendments to MFRS 101 and MFRS 128: Definition of Material

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

IC 23 Uncertainty over Income Tax Treatments

Annual Improvements to MFRS Standards 2015–2017 Cycle: Amendments to MFRS 3, MFRS 11, MFRS 112 and MFRS 123

**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2018 was not qualified.

**4. Segmental Information**

The Economic Entity is principally involved in long-term investments. Hence no operating segment information is provided.

**5. Unusual Items due to their Nature, Size or Incidence**

During the financial period ended 31 December 2018, the Economic Entity reported the following unusual items:-

- 1) Prior year figures were restated due to adoption of MFRS.
- 2) On 30 October 2018, the Company declared single tier first and final dividend of 1 sen per share, special dividend of 4 sen per share and dividend in-specie of up to 1,976,957 ordinary shares of Kluang Rubber Company (Malaya) Berhad to its shareholders. As such, the dividend payables of RM13.54 million comprise of cash dividends of RM6.19 million and dividend in-specie of RM7.35 million.

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**Part A - Explanatory Notes Pursuant to MFRS 134**

**5. Unusual Items due to their Nature, Size or Incidence (Cont'd)**

- 3) On 30 October 2018, the associate of the Company, Sungei Bagan Rubber Company (Malaya) Berhad, also declared single tier first and final dividend of 2 sen per share, special dividend of 4 sen per share and dividend in-specie up to 3,838,090 ordinary shares of Kluang Rubber Company (Malaya) Berhad to its shareholders. As a result, the Economic Entity has recorded dividend receivables of RM5.05 million, which consists of cash dividends of RM1.06 million and dividend in-specie of RM3.99 million.

Other than the above, there were no other unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 December 2018.

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect on the current quarter and period-to-date results.

**7. Comments about Seasonal or Cyclical Factors**

The principal business operations of the Company are not affected by seasonal or cyclical factors.

**8. Dividends Paid**

No dividend was paid during the current quarter. Details of dividends declared are disclosed in Note 5.

**9. Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities for the financial period ended 31 December 2018.

**10. Changes in Composition of the Company**

There were no changes in the composition of the Company for the financial period ended 31 December 2018.



**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**11. Capital Commitments**

There are no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 December 2018.

**12. Changes in Contingent Liabilities and Contingent Assets**

There were no contingent liabilities or contingent assets as at 31 December 2018.

**13. Related Party Transactions**

Transactions with related parties are as follows:

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>31.12.18</b>	<b>31.12.17</b>	<b>31.12.18</b>	<b>31.12.17</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Rental income from Ice Cold Beer Pte. Ltd., a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	237	239	470	484
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	75	67	152	157
Administration and support services and property management payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	4	6	8	10

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
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**Part A - Explanatory Notes Pursuant to MFRS 134**

**14. Subsequent Events**

There were no material events subsequent to the end of the current quarter.

**15. Fair Value Hierarchy**

The Company uses the following hierarchy for determining the fair value of all assets and liabilities carried at fair value:

- Level 1: Quoted prices (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>31.12.18</b>				
Investments	231,745	2,495	-	234,240
Investment held for distribution	3,569	-	-	3,569
Investment properties	-	-	29,746	29,746
	<u>235,314</u>	<u>2,495</u>	<u>29,746</u>	<u>267,555</u>
<b>30.06.18</b>				
Investments	267,684	2,603	-	270,287
Investment properties	-	-	29,030	29,030
	<u>267,684</u>	<u>2,603</u>	<u>29,030</u>	<u>299,317</u>

There have been no transfers between Level 1, Level 2 and Level 3 fair value measurements during the current financial year and the comparative year. There was no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**

**16. Performance Review**

The Economic Entity's revenue of RM372,000 for the current quarter was slightly higher than last year corresponding quarter's RM351,000. This was mainly due to higher interest income. As for the current period-to-date, revenue of RM1.60 million was reported. It was slightly lower than last year's RM1.63 million despite higher interest income. This was mainly due to the decrease in rental income resulting from fluctuation of exchange rates although it remained the same in SGD functional currency.

The Economic Entity reported an after-tax loss of RM1.85 million and RM1.94 million for the current quarter and period-to-date respectively. These were negative turnarounds from the profits of RM1.32 million and RM3.28 million reported for last year's corresponding quarter and period-to-date respectively, mainly due to:-

- 1) Share of the associate' financial results was a loss of RM1.73 million and RM2.32 million for the current quarter and period-to-date respectively as compared to the profits of RM1.28 million and RM2.35 million reported for last year's corresponding quarter and period-to-date respectively.
- 2) The foreign exchange differences for the current quarter and period-to-date were losses while they were gains a year ago.
- 3) The operating expenses for the current quarter and period-to-date were higher than last year's quarter and period-to-date respectively. The increases were mainly due to the costs incurred in developing the Semenyih land. For the current 6-month period, a total amount of RM207,581 was spent for clearing and fencing the Semenyih land.

**17. Comment on Material Change in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter**

	<b>Current Quarter 31.12.18 RM'000</b>	<b>Preceding Quarter 30.09.18 RM'000</b>	<b>Change avourable/(Unfavourabl RM'000            %</b>	
Revenue	372	1,228	(856)	-70
Operating profit	(103)	529	(632)	-119
Share of loss of associate	(1,727)	(592)	(1,135)	-192
Loss before tax	(1,830)	(63)	(1,767)	-2805
Loss after tax	(1,848)	(96)	(1,752)	-1825
Loss after tax attributable to the equity holder of the company	(1,848)	(96)	(1,752)	-1825

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad**

**17. Comment on Material Change in Profit Before Taxation for the Current Quarter as  
Compared with the Immediate Preceding Quarter (cont'd)**

The Economic Entity posted a pre-tax loss of RM1.83 million during the current quarter which was significantly higher than the immediate preceding quarter's pre-tax loss of RM63,000. This was mainly due to:-

- 1) Revenue of RM372,000 was achieved during the current quarter. This was lower than the immediate preceding quarter's revenue of RM1.23 million on account of lower dividend received.
- 2) Share of loss of associate for the current quarter was RM1.73 million which was higher than the immediate preceding quarter's loss of RM592,000.

**18. Commentary on Prospects**

The Economic Entity's results for the rest of the financial year ending 30 June 2019 will be dependent on rental income, dividend income receivable from investments, the effect of exchange rate fluctuations and market value of its investments.

The results of the associate company will be affected by the plantation contribution and market valuation of its investments.

**19. Profit Forecast or Profit Guarantee**

There is no profit forecast or profit guarantee.

**20. (Loss)/Profit before Tax**

(Loss)/Profit for the period is arrived after (crediting)/charging:

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>31.12.18</b>	<b>31.12.17</b>	<b>31.12.18</b>	<b>31.12.17</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	(108)	(97)	(195)	(183)
Other income including investment income	(27)	(15)	(935)	(965)
Depreciation and amortisation	-	1	-	1
Foreign exchange loss/(gain)	6	(109)	67	(108)

**KUCHAI DEVELOPMENT BERHAD (7573-V)**  
**(Incorporated in Malaysia)**

**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
Bursa Malaysia Securities Berhad**

**21. Income Tax Expense**

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>31.12.18</b>	<b>31.12.17</b>	<b>31.12.18</b>	<b>31.12.17</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax:				
Malaysian income tax	-	3	3	6
Foreign tax	18	25	48	47
Total income tax expense	<u>18</u>	<u>28</u>	<u>51</u>	<u>53</u>

The income tax expenses for the current quarter and period-to-date were due to the non-deductible expenses and losses even though the Economic Entity was in a loss position. As for last year's corresponding quarter and period-to-date, the effective tax rates were lower as certain income were not subject to income tax.

**22. Corporate Proposals**

There was no corporate proposal announced by the Company as at the date of the issue of this quarterly report.

**23. Borrowings**

There were no borrowings and debt securities as at 31 December 2018.

**24. Changes in Material Litigation**

There was no pending material litigation as at the date of the issue of this quarterly report.

**25. Dividend Payable**

On 30 October 2018, the Company declared single tier first and final dividend of 1 sen per share, special dividend of 4 sen per share and dividend in-specie of up to 1,976,957 ordinary shares of Kluang Rubber Company (Malaya) Berhad to its shareholders. As such, the dividend payables of RM13.54 million comprise of cash dividends of RM6.19 million and dividend in-specie of RM7.35 million.

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**

**26. (Loss)/Earnings Per Share**

**(a) Basic**

Basic (loss)/earnings per share amounts are calculated by dividing (loss)/profit for the period attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the financial period.

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>31.12.18</b>	<b>31.12.17</b>	<b>31.12.18</b>	<b>31.12.17</b>
		<b>Restated</b>		<b>Restated</b>
(Loss)/Earnings attributable to ordinary equity holders (RM'000)	<u>(1,848)</u>	<u>1,320</u>	<u>(1,944)</u>	<u>3,280</u>
Weighted average number of ordinary shares in issue	<u>123,747</u>	<u>123,747</u>	<u>123,747</u>	<u>123,747</u>
Basic (loss)/earnings per share (Sen)	<u>(1.49)</u>	<u>1.07</u>	<u>(1.57)</u>	<u>2.65</u>

**(b) Diluted**

Diluted (loss)/earnings per share is the same as basic (loss)/earnings per share as there is no dilutive potential ordinary shares outstanding as at 31 December 2018.

**27. Cash and cash equivalents**

For the purposes of the statements of cash flows, cash and cash equivalents comprise the following:

	<b>31.12.18</b>	<b>31.12.17</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	63,666	63,952
Less: Short-term deposits with a licensed bank with maturities more than 90 days	<u>(54,899)</u>	<u>(56,574)</u>
Cash and cash equivalents	<u><u>8,767</u></u>	<u><u>7,378</u></u>

**28. Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 February 2019.