

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

Statement Of Comprehensive Income
For the Financial Year Ended 30 June 2019
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Change Favourable/ (Unfavourable)		Year-To-Date 12 months ended		Change (Unfavourable)/ Favourable	
		30.06.19 RM'000	30.06.18 RM'000	RM'000	%	30.06.19 RM'000	30.06.18 RM'000	RM'000	%
		Restated*				Restated*			
Revenue		4,960	5,843	(883)	-15	6,880	7,784	(904)	-12
Direct costs		(32)	(35)	3	9	(146)	(124)	(22)	-18
Gross profit		4,928	5,808	(880)	-15	6,734	7,660	(926)	-12
Fair value gain/(loss) on investment		167	9	158	1756	61	(194)	255	131
Foreign exchange (loss)/gain		(161)	225	(386)	-172	(224)	393	(617)	-157
Depreciation		(1)	(1)	-	-	(2)	(2)	-	-
Administrative expenses		(366)	(326)	(40)	-12	(1,848)	(1,398)	(450)	-32
Profit from operations		4,567	5,715	(1,148)	-20	4,721	6,459	(1,738)	-27
Share of (loss)/profit of associate		(572)	(2,801)	2,229	80	(2,105)	1,771	(3,876)	-219
Profit before tax	19	3,995	2,914	1,081	37	2,616	8,230	(5,614)	-68
Income tax expense	20	(286)	(24)	(262)	-1092	(375)	(88)	(287)	-326
Profit after tax		3,709	2,890	819	28	2,241	8,142	(5,901)	-72
<u>Other comprehensive income/(loss)</u>									
Fair value (loss)/gain on investments		(5,107)	(5,747)	640	11	(33,133)	39,830	(72,963)	-183
Foreign currency translation		5,589	12,218	(6,629)	-54	12,214	(18,681)	30,895	165
Share of other comprehensive gain/(loss) of associate		1,091	4,106	(3,015)	-73	(1,745)	1,340	(3,085)	-230
Other comprehensive income/(loss) for the year, net of tax		1,573	10,577	(9,004)	-85	(22,664)	22,489	(45,153)	-201
Total comprehensive income/(loss) for the year		5,282	13,467	(8,185)	-61	(20,423)	30,631	(51,054)	-167
Earnings per share									
attributable to equity holders of the Company:									
Basic (Sen)	25(a)	3.00	2.34			1.81	6.58		
Diluted (Sen)	25(b)	3.00	2.34			1.81	6.58		

* 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 30 June 2019**

	(Unaudited) As at 30.06.19 RM'000	Restated* As at 30.06.18 RM'000	Restated* As at 01.07.17 RM'000
ASSETS			
Non-current assets			
Plant and equipment	6	7	10
Investment properties	29,851	29,030	30,369
Investment in associate	155,549	164,441	161,681
Investments	242,855	270,287	244,272
	<u>428,261</u>	<u>463,765</u>	<u>436,332</u>
Current assets			
Sundry receivables	161	243	130
Prepayments	82	81	62
Cash and bank balances	69,616	67,608	65,757
	<u>69,859</u>	<u>67,932</u>	<u>65,949</u>
TOTAL ASSETS	<u>498,120</u>	<u>531,697</u>	<u>502,281</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital	63,670	61,874	61,874
Reserves	432,837	468,590	439,159
	<u>496,507</u>	<u>530,464</u>	<u>501,033</u>
Non-current liability			
Deferred tax liability	470	235	235
Current liabilities			
Sundry payables	982	910	901
Tax payable	161	88	112
	<u>1,143</u>	<u>998</u>	<u>1,013</u>
Total liabilities	<u>1,613</u>	<u>1,233</u>	<u>1,248</u>
TOTAL EQUITY AND LIABILITIES	<u>498,120</u>	<u>531,697</u>	<u>502,281</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 Year Ended 30 June 2019
(The figures have not been audited)

	Non-Distributable				Distributable				Total Equity RM'000
	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	
Opening balance at 1 July 2018 (as previously stated)	61,874	1,796	69,334	-	84,239	12,611	6,000	312,229	548,083
Prior year adjustments	-	-	38,133	159,500	(20,411)	-	-	(194,841)	(17,619)
Opening balance at 1 July 2018 (as restated)	61,874	1,796	107,467	159,500	63,828	12,611	6,000	117,388	530,464
Total comprehensive (loss)/income for the year	-	-	(1,745)	(33,133)	12,214	-	-	2,241	(20,423)
Transition to no-par regime (Note a)	1,796	(1,796)	-	-	-	-	-	-	-
Dividend in-specie distributed	-	-	-	-	-	-	-	(7,347)	(7,347)
Transfer of fair value reserve of equity instruments designated at FVOCI	-	-	-	2,627	(2,025)	-	-	(602)	-
Dividends paid	-	-	-	-	-	-	-	(6,187)	(6,187)
Closing balance at 30 June 2019	63,670	-	105,722	128,994	74,017	12,611	6,000	105,493	496,507
Opening balance at 1 July 2017 (as previously stated)	61,874	1,796	71,788	-	112,771	12,611	6,000	261,601	528,441
Prior year adjustments	-	-	34,339	119,670	(30,262)	-	-	(151,155)	(27,408)
Balance at 1 July 2017 (as restated)	61,874	1,796	106,127	119,670	82,509	12,611	6,000	110,446	501,033
Total comprehensive income/(loss) for the year (as restated)	-	-	1,340	39,830	(18,681)	-	-	8,142	30,631
Dividends paid	-	-	-	-	-	-	-	(1,200)	(1,200)
Closing balance at 30 June 2018 (as restated)	61,874	1,796	107,467	159,500	63,828	12,611	6,000	117,388	530,464

Note a

The Companies Act 2016 (the "Act"), which came into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. The Company may within 24 months from the commencement of the Act, use the amount standing to the credit of its share premium account of RM1,796,000 for purposes as set out in Section 618(3). On 31 January 2019, the amounts standing to the credit of the share premium account becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

*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 Year Ended 30 June 2019
(The figures have not been audited)

	12 months ended	
	30.06.19	30.06.18
	RM'000	RM'000
		Restated*
OPERATING ACTIVITIES		
Profit before taxation	2,616	8,230
Adjustments for:		
Depreciation	2	2
Dividend income	(5,529)	(6,474)
Unrealised foreign exchange loss/(gain)	232	(406)
Interest income	(408)	(363)
Share of loss/(profit) of associated company	2,105	(1,771)
Fair value (gain)/loss on investment	(61)	194
	<hr/>	<hr/>
Operating cash flows before working capital changes	(1,043)	(588)
Receivables	23	(22)
Prepayments	(1)	(20)
Payables	41	56
	<hr/>	<hr/>
Cash flows used in operations	(980)	(574)
Taxes paid	(73)	(119)
Taxes refunded	1	15
	<hr/>	<hr/>
Net cash flows used in operating activities	<u>(1,052)</u>	<u>(678)</u>
INVESTING ACTIVITIES		
Interest received	473	266
Dividends received	6,584	6,826
Proceeds from disposal of investment	6	-
Withdrawal of/(Addition to) fixed deposits	15,258	(51,546)
	<hr/>	<hr/>
Net cash flows from/(used in) investing activities	<u>22,321</u>	<u>(44,454)</u>
FINANCING ACTIVITY		
Dividends paid, representing net cash flow used in financing activity	<u>(6,187)</u>	<u>(1,200)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		
	15,082	(46,332)
EFFECTS OF EXCHANGE RATE CHANGES		
	2,184	(3,364)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		
	<hr/>	<hr/>
	12,255	61,951
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR (Note 26)		
	<hr/>	<hr/>
	<u>29,521</u>	<u>12,255</u>

* 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 year ended 30 June 2019 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 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

	Previously Stated RM'000	Decrease RM'000	Restated RM'000
As at 1 July 2017			
Investment in associate	189,089	(27,408)	161,681
Reserves	466,567	(27,408)	439,159
As at 30 June 2018			
Investment in associate	182,060	(17,619)	164,441
Reserves	486,209	(17,619)	468,590

Condensed Consolidated Statement of Comprehensive Income

	Previously Stated RM'000	Increase/ (Decrease) RM'000	Restated RM'000
For 3 months ended 30 June 2018			
Fair value (loss)/gain on investment	(5,738)	5,747	9
Share of loss of associate	(3,462)	661	(2,801)
(Loss)/Profit before tax	(3,494)	6,408	2,914
(Loss)/Profit after tax	(3,518)	6,408	2,890
Other comprehensive income	7,225	3,352	10,577
For 12 months ended 30 June 2018			
Fair value loss on investment	-	(194)	(194)
Share of profit of associate	5,627	(3,856)	1,771
Profit before tax	55,410	(47,180)	8,230
Profit after tax	55,346	(47,204)	8,142
Other comprehensive (loss)/income	(38,211)	60,700	22,489

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.

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

Part A - Explanatory Notes Pursuant to MFRS 134

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

During the financial year ended 30 June 2019, the Economic Entity reported the following unusual items:-

- 1) Prior year figures were restated due to adoption of MFRS.
- 2) The associate of the Company, Sungei Bagan Rubber Company (Malaya) Berhad distributed dividend in-specie of up to 3,838,090 ordinary shares of Kluang Rubber Company (Malaya) Berhad ("**Kluang Rubber**") to its shareholders. The Company also distributed dividend in-specie of up to 1,976,956 ordinary shares of Kluang Rubber to its shareholders, which consists of its existing 959,522 Kluang Rubber shares and the 1,017,434 Kluang Rubber shares received from the dividend in-specie by its associate.

Other than the above, there were no other unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial year ended 30 June 2019.

6. Changes in Estimates

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

7. Comments about Seasonal or Cyclical Factors

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

8. Cash Dividends Paid

In respect of the financial year ended 30 June 2018, as reported in the directors' report of that year, the following cash dividends were paid during the financial year ended 30 June 2019:

	Net dividend	
	RM	Sen
First and final tax exempt (single tier) dividend	123,750	0.10
Bonus tax exempt (single tier) dividend	1,113,726	0.90
Special tax exempt (single tier) bonus dividend	4,949,893	4.00
	<u>6,187,369</u>	<u>5.00</u>

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

Part A - Explanatory Notes Pursuant to MFRS 134

9. Changes in Composition of the Economic Entity

There were no changes in the composition of the Economic Entity for the financial year ended 30 June 2019.

10. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 30 June 2019.

11. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 30 June 2019.

12. Related Party Transactions

Transactions with related parties are as follows:

	Individual Quarter		Year-To-Date	
	30.06.19	30.06.18	30.06.19	30.06.18
	RM'000	RM'000	RM'000	RM'000
Rental income from Ice Cold Beer Pte. Ltd., a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	237	232	943	947
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)	76	19	305	253
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)	<u>7</u>	<u>20</u>	<u>79</u>	<u>34</u>

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

Part A - Explanatory Notes Pursuant to MFRS 134

13. Subsequent Events

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

14. Fair Value Hierarchy

The Economic Entity 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.

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
30.06.19				
Investments	240,103	2,752	-	242,855
Investment properties	-	-	29,851	29,851
	<u>240,103</u>	<u>2,752</u>	<u>29,851</u>	<u>272,706</u>
30.06.18				
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)
(Incorporated in Malaysia)

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

15. Performance Review

The Economic Entity's revenue of RM4.96 million for the current quarter and RM6.88 million for the current financial year were lower than last year's corresponding quarter's RM5.84 million and financial year of RM7.78 million. These were mainly due to lower dividend income. Rental income remained the same in SGD currency.

The Economic Entity posted an after-tax profit of RM3.71 million for the current quarter which was higher than last year corresponding quarter's RM2.89 million despite lower revenue. This was mainly due to:-

- 1) Revaluation on its fair value through profit or loss investment for the current quarter was a gain of RM167,000 which was higher than last year's corresponding quarter's gain of RM9,000.
- 2) Share of loss of associate for the current quarter was RM572,000 which was significantly lower than last year's corresponding quarter's loss of RM2.80 million.

The Economic Entity reported an after-tax profit of RM2.24 million for the current financial year ended 30 June 2019. This was significantly lower than last year's profit of RM8.14 million, mainly due to:-

- 1) Lower revenue reported as compared to a year ago.
- 2) The foreign exchange difference for the current financial year was a loss of RM224,000 while it was a gain of RM393,000 a year ago.
- 3) The administrative expenses for the current financial year was higher than last financial year mainly due to the costs incurred in maintenance and upkeep of the Semenyih land. For the current 12-month period, a total amount of RM219,000 was spent for clearing and fencing the Semenyih land.
- 4) Share of associate's financial results was a loss of RM2.11 million while last year was a profit of RM1.77 million.
- 5) Tax expense of RM375,000 for the current financial year was higher than last financial year's RM88,000 mainly due to the increase in Real Property Gain Tax rate in Malaysia from 5% to 10%.

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**

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

	Current Quarter 30.06.19 RM'000	Preceding Quarter 31.03.19 RM'000	Change (Unfavourable)/ Favourable/ RM'000	%
Revenue	4,960	320	4,640	1450
Operating gain/(loss)	4,567	(272)	4,839	1779
Share of (loss)/profit of associate	(572)	786	(1,358)	-173
Profit before tax	3,995	514	3,481	677
Profit after tax	3,709	476	3,233	679
Profit after tax attributable to the equity holders of the company	3,709	476	3,233	679

The Economic Entity posted a pre-tax profit of RM4.00 million for the current quarter which was higher than the immediate preceding quarter's pre-tax profit of RM514,000. This was mainly due to:

- 1) Revenue of RM4.96 million was achieved during the current quarter. This was higher than the immediate preceding quarter's RM320,000 as dividend income of RM4.59 million was received while there was none during the immediate preceding quarter.
- 2) Revaluation on its fair value through profit or loss investment for the current quarter was a gain of RM167,000 while it was a loss of RM106,000 in the immediate preceding quarter.

However, share of associate's financial results was a loss of RM572,000 for the current quarter while it was a profit of RM786,000 during the immediate preceding quarter.

17. Commentary on Prospects

The Economic Entity's results for the financial year ending 30 June 2020 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.

18. Profit Forecast or Profit Guarantee

There is no profit forecast or profit guarantee.

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**

19. Profit before Tax

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

	Individual Quarter		Year-To-Date	
	30.06.19	30.06.18	30.06.19	30.06.18
	RM'000	RM'000	RM'000	RM'000
Interest income	(129)	(89)	(408)	(363)
Other income including investment income	(4,593)	(5,522)	(5,529)	(6,474)
Fair value (gain)/loss on investment	(167)	(9)	(61)	194
Depreciation	1	1	2	2
Foreign exchange loss/(gain)	161	(225)	224	(393)
	<u>161</u>	<u>(225)</u>	<u>224</u>	<u>(393)</u>

20. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.19	30.06.18	30.06.19	30.06.18
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	3	6	9	15
Foreign tax	48	18	146	74
	<u>51</u>	<u>24</u>	<u>155</u>	<u>89</u>
Over provision in prior years:				
Malaysian tax	-	-	-	(1)
Foreign tax	-	-	(15)	-
	<u>-</u>	<u>-</u>	<u>(15)</u>	<u>(1)</u>
Deferred tax:				
Relating to origination of temporary differences	235	-	235	-
	<u>235</u>	<u>-</u>	<u>235</u>	<u>-</u>
Total income tax expense	<u>286</u>	<u>24</u>	<u>375</u>	<u>88</u>

The effective tax rates for the current quarter, current year, last year and last year's corresponding quarter were lower than the statutory tax rate applicable in Malaysia as certain income were not subject to tax.

The deferred tax of RM235,000 was mainly due to the increase in Real Property Gain Tax rate from 5% to 10%.

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**

21. Corporate Proposals

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

22. Borrowings

There were no borrowings and debt securities as at 30 June 2019.

23. Changes in Material Litigation

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

24. Dividend Payable

The directors do not recommend any dividend for the current quarter under review.

25. Earnings Per Share

(a) Basic

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

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.19	30.06.18	30.06.19	30.06.18
		Restated		Restated
Earnings attributable to ordinary equity holders (RM'000)	<u>3,709</u>	<u>2,890</u>	<u>2,241</u>	<u>8,142</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 earnings per share (Sen)	<u>3.00</u>	<u>2.34</u>	<u>1.81</u>	<u>6.58</u>

(b) Diluted

Diluted earnings per share is the same as basic earnings per share as there are no dilutive potential ordinary shares outstanding as at 30 June 2019.

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**

26. Cash and cash equivalents

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

	30.06.19	30.06.18
	RM'000	RM'000
Cash and bank balances	69,616	67,608
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(40,095)	(55,353)
Cash and cash equivalents	<u>29,521</u>	<u>12,255</u>

27. 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 21 August 2019.