CHIN HIN GROUP BERHAD

INTERIM FINANCIAL REPORT
FOURTH QUARTER ENDED 31ST DECEMBER 2018

CHIN HIN GROUP BERHAD
Company No.: 1097507-W
(Incorporated in Malaysia under the Companies Act, 1965)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018

(The figures have not been audited)

		Individual Quarter			Cumulative Quarter		
		31 Dec 2018	31 Dec 2017	Changes	31 Dec 2018	31 Dec 2017	Changes
	Note	RM'000	RM'000	%	RM'000	RM'000	%
Revenue		277,012	255,678	8%	1,105,352	1,015,410	9%
Cost of sales		(250,943)	(230,992)		(1,003,687)	(913,918)	
Gross profit		26,069	24,686		101,665	101,492	
Other operating income		2,604	4,865		8,014	9,862	
Fair value adjustment on investment properties		5,393	150		5,393	150	
Administrative expenses		(15,423)	(16,406)		(62,433)	(58,374)	
Impairment loss on property, plant & equipment		(1,148)	-		(1,148)	-	
Operating profit		17,495	13,295	32%	51,491	53,130	-3%
Finance costs		(6,029)	(4,353)		(22,316)	(16,207)	
Listing expenses		-	-		-	(82)	
Share of results of associates		1,858	2,058		5,250	2,617	
Profit before taxation		13,324	11,000	21%	34,425	39,458	-13%
Taxation	B5	(3,314)	(2,487)		(9,122)	(9,846)	
Profit after taxation		10,010	8,513	18%	25,303	29,612	-15%
Other comprehensive income							
Exchange translation differences		44	(430)		(50)	(232)	
Total comprehensive income for the financial period		10,054	8,083		25,253	29,380	
PROFIT AFTER TAX ATTRIBUTABLE TO:							
Owners of the Company		9,431	8,513	11%	24,153	29,748	-19%
Non-controlling interests		579	-		1,150	(136)	
		10,010	8,513		25,303	29,612	

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018 (Cont'd)
(The figures have not been audited)

		Individual Quarter			Cumulative Quarter		
		31 Dec 2018	31 Dec 2017	Changes	31 Dec 2018	31 Dec 2017	Changes
	Note	RM'000	RM'000	%	RM'000	RM'000	%
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:							
Owners of the Company		9,475	8,083		24,103	29,516	
Non-controlling interests		579	-		1,150	(136)	
		10,054	8,083		25,253	29,380	
Earnings per share attributable to owners of the Company (sen):							
- Basic	B11	1.70	1.66		4.34	5.80	
- Diluted	B11	N/A	N/A		N/A	N/A	
Profit Before Interest and Tax		17,495	13,295	32%	51,491	53,130	-3%

Notes:
The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

(The figures have not been audited)

	31 December 2018 RM'000	(Audited) 31 December 2017 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	469,366	381,198
Investment properties	68,460	71,430
Investment in an associate	31,703	26,948
Goodwill	38,972	30,958
Other investment	26	39
TOTAL NON-CURRENT ASSETS	608,527	510,573
CURRENT ASSETS		
Inventories	88,532	71,561
Trade receivables	391,422	310,388
Other receivables	37,296	22,028
Hire purchase receivables	326	197
Tax recoverable	6,787	3,119
Fixed deposits with licensed banks	19	19
Cash and bank balances	43,616	49,992
	567,998	457,304
Assets held for sale	20,440	-
TOTAL CURRENT ASSETS	588,438	457,304
TOTAL ASSETS	**1,196,965**	**967,877**
EQUITY AND LIABILITIES		
EQUITY		
Share capital	325,796	325,796
Treasury shares	(4,992)	-
Merger reserve	(153,192)	(153,192)
Foreign currency translation reserve	263	313
Revaluation reserve	15,808	8,768
Retained earnings	233,673	217,866
Total equity attributable to Owners of the Company	417,356	399,551
Non-controlling interests	1,953	764
TOTAL EQUITY	419,309	400,315

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018 (Cont'd)
(The figures have not been audited)

	31 December 2018 RM'000	(Audited) 31 December 2017 RM'000
CURRENT LIABILITIES		
Amount due to customers	6,522	-
Trade payables	188,763	130,181
Other payables	48,768	45,368
Amount owing to directors	5,807	56
Finance lease payables	553	1,923
Derivative financial liabilities	-	34
Bank borrowings	417,636	315,601
Tax payable	2,819	769
TOTAL CURRENT LIABILITIES	670,868	493,932
NON-CURRENT LIABILITIES		
Finance lease payables	431	607
Bank borrowings	95,123	66,876
Deferred tax liabilities	11,234	6,147
TOTAL NON-CURRENT LIABILITIES	106,788	73,630
TOTAL LIABILITIES	777,656	567,562
TOTAL EQUITY AND LIABILITIES	**1,196,965**	**967,877**
NET ASSET PER SHARE (RM)	0.75	0.78

Notes:

(1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

(2) Net asset per share for the current quarter and comparative financial period is calculated based on the total equity divided by the weighted average number of ordinary shares in issue for the quarter and comparative financial period.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018
(The figures have not been audited)

	<---Attributable to owners of the parent--->									
	<--- Non-Distributable --->						Distributable		Non-	
	Share Capital RM'000	Treasury Shares RM'000	* Share Premium RM'000	Merger Reserve RM'000	Foreign Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2017	252,944	-	7,656	(153,192)	545	8,768	207,592	324,313	-	324,313
Profit for the financial year	-	-	-	-	-	-	29,748	29,748	(136)	29,612
Foreign exchange translation	-	-	-	-	(232)	-	-	(232)	-	(232)
Total comprehensive income	-	-	-	-	(232)	-	29,748	29,516	(136)	29,380
Transactions with owners:										
Issue of shares	65,650	-	-	-	-	-	-	65,650	-	65,650
Share issuance expenses #	(454)	-	-	-	-	-	-	(454)	-	(454)
Dividend paid	-	-	-	-	-	-	(19,474)	(19,474)	-	(19,474)
Acquisition of subsidiary Companies	-	-	-	-	-	-	-	-	**	-
Non-controlling interests arisig from additional subscription of shares in subsidiary companies	-	-	-	-	-	-	-	-	900	900
Total transactions with owners	65,196	-	-	-	-	-	(19,474)	45,722	900	46,622
Transfer in accordance with Section 618(2) of the Companies Act, 2016*	7,656	-	(7,656)	-	-	-	-	-	-	-
Balance as at 31 December 2017	325,796	-	-	(153,192)	313	8,768	217,866	399,551	764	400,315

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018 (Cont'd)
(The figures have not been audited)

	<---Attributable to owners of the parent							--->		
	<--- Non-Distributable					--->	Distributable			
	Share Capital RM'000	Treasury Shares RM'000	* Share Premium RM'000	Merger Reserve RM'000	Foreign Currency Translation Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
Balance as at 1 January 2018	325,796	-	-	(153,192)	313	8,768	217,866	399,551	764	400,315
Profit for the financial year	-	-	-	-	-	-	24,153	24,153	1,150	25,303
Foreign exchange translation	-	-	-	-	(50)	-	-	(50)	-	(50)
Total comprehensive income	-	-	-	-	(50)	-	24,153	24,103	1,150	25,253
Revaluation of property, plant and equipment, net of tax	-	-	-	-	-	7,040	-	7,040	-	7,040
Transactions with owners:										
Acquisition of subsidiary Companies	-	-	-	-	-	-	-	-	(1,161)	(1,161)
Dividend paid	-	-	-	-	-	-	(8,346)	(8,346)	-	(8,346)
Non-controlling interests arising from additional subscription of shares in subsidiary companies	-	-	-	-	-	-	-	-	1,200	1,200
Shares repurchased	-	(4,992)	-	-	-	-	-	(4,992)	-	(4,992)
Total transactions with owners	-	(4,992)	-	-	-	-	(8,346)	(13,338)	39	(13,299)
Balance as at 31 December 2018	325,796	(4,992)	-	(153,192)	263	15,808	233,673	417,356	1,953	419,309

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018 (Cont'd)
(The figures have not been audited)

Notes:
The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

 # Share issue expenses for the issue of the new CHINHIN shares of approximately RM1.82million during Initial Public Offering ("IPO") were written-off against the share premium account under Section 60 of the Companies Act, 1965 and for private placement was written-off against the share premium account under Section 618 of the Companies Act, 2016.

* *Pursuant to subsection 618(3) and 618(4) of the Companies Act, 2016, the Group may exercise its right to use the share premium amount within 24 months after the commencement of the Companies Act, 2016.*

** *The amount of acquisition of subsidiaries is RM30.00.*

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018
(The figures have not been audited)

	Cumulative quarter	
	31 Dec 2018	31 Dec 2017
Cash Flows From Operating Activities	RM'000	RM'000
Profit before taxation	34,425	39,458
Adjustment for:		
Amortisation of other investments	1	1
Bad debts written-off	60	2,469
Depreciation of property, plant and equipment	21,823	18,360
Fair value adjustment on assets held for sale	30	-
Fair value adjustment on investment properties	(5,393)	(150)
Gain on disposal of assets held for sale	-	(2)
Gain on disposal of investment in a subsidiaries	(590)	-
Gain on disposal of other investment	(3)	-
Impairment loss on property, plant & equipment	1,148	-
Impairment on inventories	-	63
Impairment on trade receivables	3,805	686
Interest expense	22,316	16,207
Interest income	(2,179)	(514)
Inventories written off	42	34
Loss/(Gain) on disposal of property, plant and equipment	5	(513)
(Gain)/Loss on derivative financial liabilities	(34)	34
Property, plant and equipment written-off	4	37
Reversal of impairment on trade receivables	(283)	(2,687)
Share of results of associates	(4,756)	(2,617)
Unrealised (gain)/loss on foreign exchange	(71)	357
Operating profit before working capital changes	70,350	71,223
Changes in working capital:		
Inventories	(24,232)	(16,186)
Trade receivables	(84,814)	65
Other receivables	(14,530)	2,897
Hire purchase receivables	(129)	5,287
Amount due to customers	6,522	-
Trade payables	4,911	(6,285)
Other payables	(7,645)	10,191
Exchange differences	(1,548)	-
Amount due to directors	(52)	55
	(121,517)	(3,976)
Cash (used in)/generated from operations	(51,167)	67,247
Interest paid	(22,316)	(16,207)
Interest received	2,179	510
Tax paid	(6,187)	(13,276)
Tax refund	65	663
Net cash (used in)/from operating activities	(77,426)	38,937

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2018 (Cont'd)
(The figures have not been audited)

	Cumulative Quarter	
	31 Dec 2018 RM'000	31 Dec 2017 RM'000
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(56,197)	(73,331)
Capital contribution by non-controlling interests	1,200	900
Acquisition of associate companies	-	(24,750)
Acquisition of subsidiaries	(8,703)	(40,068)
Proceeds from disposal of assets held for sales	-	1,235
Proceeds from disposal of other investment	14	-
Proceeds from disposal of investment in subsidiary companies	10,221	-
Proceeds from disposal of property, plant and equipment	187	1,082
Net cash used in investing activities	(53,278)	(134,932)
Cash Flows From Financing Activities		
Dividend paid	-	(21,246)
Drawdown of bank borrowings	42,135	13,783
Net changes on bankers' acceptance, trust receipt and revolving credits	92,681	44,458
Release in fixed deposits pledged	-	1,578
Repayment of finance lease payables	(1,856)	(3,787)
Repayment of bank borrowings	(16,005)	(26,043)
Payment of share issue expenses	-	(454)
Proceeds from issue of share capital	-	65,650
Shares repurchased	(4,992)	-
Net cash generated from financing activities	111,963	73,939
Net decrease in cash and cash equivalents	(18,741)	(22,056)
Cash and cash equivalents at the beginning of the financial period	47,073	69,352
Effect of exchange translation differences on cash and cash equivalents	13	(223)
Cash and cash equivalents at the end of the financial period	28,345	47,073
Cash and cash equivalents at the end of the financial year comprises:		
Cash and bank balances	43,616	49,992
Bank overdrafts	(15,271)	(2,919)
Fixed deposits with licensed banks	19	19
	28,364	47,092
Less: Fixed deposits pledged to licensed banks	(19)	(19)
	28,345	47,073

Notes:
The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

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NOTES TO THE INTERIM FINANCIAL REPORT- FOURTH QUARTER ENDED 31 DECEMBER 2018

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") No. 134- Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements ("Listing Requirements").

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2017, except for the adoption of standards and interpretations that are mandatory for the Group for the financial year beginning 1 January 2018:

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration

The Group has not applied the following standards, amendments and interpretations under MFRS framework that have been issued by the Malaysia Accounting Standards Boards as they have yet to be effective for the Group:

MFRSs AND IC Interpretations (Including The Consequential Amendments)	**Effective dates for financial period beginning on and after**
MFRS 3 – Definition of a Business (Amendments to MFRS 3)	1 January 2020
MFRS 10 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
MFRS 16 – Leases	1 January 2019
MFRS 17 – Insurance Contracts	1 January 2021
MFRS 101 – Definition of Material (Amendments to MFRS 101)	1 January 2020
MFRS 108 – Definition of Material (Amendments to MFRS 108)	1 January 2020
MFRS 128 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to MFRS 10 and MFRS 128)	Deferred
IC Interpretation 23 – Uncertainty over Income Tax Treatments	1 January 2019

The adoption of these new MFRSs, amendments and IC interpretations did not have any material impact on the interim financial report of the Group except for the following:

I. MFRS 9: Financial Instruments (IFRS 9 issued by IASB in July 2014)

MFRS 9, Financial Instruments sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces MFRS 139 Financial Instruments: Recognition and measurement.

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018 (Cont'd)

A1. Basis of preparation (Cont'd)

I. MFRS 9: Financial Instruments (IFRS 9 issued by IASB in July 2014) (Cont'd)

a) Classification of financial assets

MFRS 9 contains a new classification and measurement approach for financial assets that reflects the business model in which the assets are managed and their cash flow characteristics.

MFRS 9 contains three (3) principal classification categories for financial assets:

- Amortised Cost ("AC")
- Fair value through Other Comprehensive Income ("FVOCI"); and
- Fair value through Profit or Loss ("FVTPL")

The standards eliminates the existing MFRS 139 categories of Held-to-Maturity ("HTM"), Loans and Receivables ("L&R") and Available-for-Sale ("AFS").

Based on its assessment, the financial assets held by the Group and the Company as at 31 December 2018 will be reclassified to the following classification:

Group	31 December 2018 RM'000	Existing classification under MFRS 139	New classification under MFRS 9
Financial assets			
Trade receivables	391,422	L&R	AC
Other receivables	37,296	L&R	AC
Hire purchase receivables	326	L&R	AC
Fixed deposits with licensed banks	19	L&R	AC
Cash and bank balances	43,616	L&R	AC

b) Impairment of financial assets

MFRS 9 replaces the "incurred loss" model in MFRS 139 with a forward-looking "expected credit loss" ("ECL") model. This will require considerable judgement about how changes in economic factors affect ECLs, which will be determined on a probability-weighted basis.

The new impairment model will apply to financial assets measured at AC or FVOCI, except for investment securities.

Under MFRS 9, loss allowances will be measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; or
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018 (Cont'd)

A1. Basis of preparation (Cont'd)

I. MFRS 9: Financial Instruments (IFRS 9 issued by IASB in July 2014) (Cont'd)

b) Impairment of financial assets (Cont'd)

Lifetime ECL measurement applies if the credit risk of a financial asset at the reporting date has increased significantly since initial recognition and 12-month ECL measurement applies if it has not increased significantly. A financial asset's credit risk deemed not increased significantly if the asset has low credit risk at the reporting date. However, the Group and the Company have adopted lifetime ECL measurements for loans and receivables due to the expected lifetime period of loans and receivables are generally less than 12 months.

c) Classification of financial liabilities

MFRS 9 largely retains the existing requirements in MFRS 139 for the classification of financial liabilities. These include amortised cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main changes is that, in case where the fair value option is taken for financial liabilities, the part of fair value change due to entity's own credit risk is recoded in other comprehensive income rather than in profit or loss, unless this create an accounting mismatch.

Based on the assessments undertaken to date, the Group and the Company do not expect the above new requirements to affect the classification and measurements of its financial assets and financial liabilities. On the ECL impact, the Group and the Company expects an increase in the Group's and the Company's allowance for impairment by less than 5% of loans and receivables.

II. MFRS 15 Revenue from Contracts with Customers

MFRS 15 replaces MFRS 118 Revenue, MFRS 111 Construction Contracts and related IC Interpretations. The Standard deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers.

Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The core principle in MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to the customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Based on the preliminary initial assessment, the Group does not expect the application of MFRS 15 to have a significant impact on financial statements except for extensive new disclosure in financial statements, in particular information about the Group's remaining performance obligations.

Revenue from sale of goods will be recognised when control of the products has transferred, being the point when products are delivered to customers. As the transfer of risk and rewards generally coincides with the transfer of control at point in time, the timing and amount of revenue recognised under MFRS 15 is unlikely to be materially different from its current practice.

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018 (Cont'd)

A1. Basis of preparation (Cont'd)

III. MFRS 16 Leases

MFRS 16, which upon the effective date will supersede MFRS 117 Leases, introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Specifically, under MFRS 16, a lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. Accordingly, a lessee should recognise depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows. Also, the right-of-use asset and the lease liability are initially measured on a present value basis.

The measurement includes non-cancellable lease payments and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease. This accounting treatment is significantly different from the lessee accounting for leases that are classified as operating leases under the predecessor standard, MFRS 117.

In respect of the lessor accounting, MFRS 16 substantially carries forward the lessor accounting requirements in MFRS 117. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently.

The Group and the Company are assessing the impact of the above new standard on the financial statements of the Group and of the Company in the year of initial adoption.

A2. Auditors' report of preceding annual audited financial statements

The auditors' report on the preceding year's audited financial statements of the Company and of the Group was not subject to any qualification.

A3. Seasonal or cyclical factors

The businesses of the Group were not affected by seasonal or cyclical factors during the current financial quarter and financial period-to-date.

A4. Unusual items

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

A5. Material changes in estimates

There were no material changes in estimates used in reporting the current financial quarter and financial period-to-date as compared to the audited financial statements of the Group for the financial year ended 31 December 2017.

A6. Debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities except for the following:-

During the current financial quarter and period to date, the Company repurchase 6,320,000 ordinary shares of its issued share capital from the open market, at an average of RM0.790 per share. The total consideration paid for the share buy-back and transaction costs amounted to RM4,991,708 and RM3,993 respectively were financed by internally generated funds. The shares repurchased are held as treasury shares in accordance with Section 127 (6) of the Companies Act 2016.

During the current financial quarter and period to date, none of the treasury shares is distributed as share dividend to the shareholders.

As at 31 December 2018, the number of treasury shares held was 6,320,000 ordinary shares.

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A7. Segmental information

The Group's operating activities were derived from five (5) main business segments, namely the following:-

	Unaudited Individual quarter 31 Dec 2018 RM'000	Unaudited Individual quarter 31 Dec 2017 RM'000	Unaudited Cumulative quarter 31 Dec 2018 RM'000	Unaudited Cumulative quarter 31 Dec 2017 RM'000
Revenue				
• Investment holding and management services	9,933	9,056	16,206	15,585
• Distribution of building materials and logistics services	157,751	154,364	633,467	625,066
• Ready-mixed concrete	19,773	27,589	96,939	101,247
• Manufacturing of fire-rated door	7,035	5,560	24,532	28,718
• Manufacturing of autoclaved aerate concrete ("AAC") and precast concrete	69,851	50,333	220,955	183,557
• Manufacturing of wire mesh and metal roofing systems	41,766	42,991	167,478	174,183
• Modular building Solutions	7,298	-	52,892	-
	313,407	289,893	1,212,469	1,128,356
Adjustments and eliminations	(36,395)	(34,215)	(107,117)	(112,946)
	277,012	255,678	1,105,352	1,015,410
Profit/(Loss) before taxation				
• Investment holding and management services	8,209	13,015	8,142	22,711
• Distribution of building materials and logistics services	2,032	4,878	7,600	15,521
• Ready-mixed concrete	(59)	1,555	2,745	3,129
• Manufacturing of fire-rated door	762	536	2,382	3,734
• Manufacturing of autoclaved aerate concrete ("AAC") and precast concrete	2,385	4,926	11,687	22,138
• Manufacturing of wire mesh and metal roofing systems	5,174	494	3,280	(3,598)
• Modular building Solutions	3,685	(11)	9,157	(11)
	22,188	25,393	44,993	63,624
Share of results of associates	1,858	2,058	5,250	2,617
	24,046	27,451	50,243	66,241
Adjustments and eliminations	(10,722)	(16,451)	(15,818)	(26,783)
	13,324	11,000	34,425	39,458

No other segmental information such as segment assets and liabilities are presented as the Group is principally engaged in one industry that is the building material industry.

A8. Dividend paid

There was no dividend paid for the current financial quarter.

A single-tier second interim dividend of approximately RM0.015 per ordinary share totalling RM8,345,820 in respect of the financial year ended 31 December 2017 was paid on 16 April 2018.

A9. Valuation of property, plant and equipment

The values captured are based upon a valuation exercise carried out by independent firms of professional valuer. The valuations were arrived at by reference to market evidence of transaction prices for similar properties. This was in line with our policy upon adoption of MFRS 116, that freehold building and leasehold building in the property, plant and equipment are revalued at regular intervals of at least once every five (5) year. The resultant revaluation surpluses of approximately RM7,040,000 were recognised in revaluation reserve during the current financial quarter and financial quarter period to date, whereas revaluation deficit of approximately RM1,148,000 were recognised immediately in the statement of comprehensive income during the current financial quarter and financial quarter period to date.

A10. Valuation of investment properties

The values captured are based upon a valuation exercise carried out by independent firms of professional valuer. The valuations were arrived at by reference to market evidence of transaction prices for similar properties. This was in line with our policy upon adoption of MFRS 140, that investments properties are revalued at regular intervals of at least once every year. The resultant revaluation surpluses of approximately RM5,393,000 were recognised in other operating income.

A11. Capital commitments

The capital commitments of the Group were as follows:-

	Unaudited 31 December 2018	**Audited 31 December 2017**
Authorised and contracted for:	**RM'000**	**RM'000**
-acquisition of property, plant and equipment	8,980	30,691

A12. Changes in the composition of the Group

Save as disclosed in Note B6(i) on the Status of Corporate Proposal Announced, there were no material changes in the composition of the Group for the current quarter ended 31 December 2018.

A13. Contingent liabilities and contingent assets

There were no contingent assets as at the date of this interim financial report. Contingent liabilities of the Group were as follows:-

	Unaudited 31 December 2018	**Audited 31 December 2017**
Unsecured	**RM'000**	**RM'000**
Corporate guarantees given to the licensed banks for credit facility granted to related companies	520,562	830,006

A14. Material events subsequent to the end of the quarter

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

A15. Related party transactions

(1) Our Group's transactions with companies in which our directors or substantial shareholders have an interest in for the current quarter ended 31 December 2018 were as follows:-

	Unaudited
Transaction with companies in which the Directors or substantial shareholders have financial interest:	**RM'000**
-Transportation services	4,017
-Sales of goods	2,655
-Purchase of goods	11,243
-Purchase of vehicles	287
-Rental received/receivables	1,259
-Rental paid/payables	180
-Insurance and road tax received	142
-Hotel accommodation paid	6

These transactions have been entered into in the normal course of business.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Review of performance

Comparison with Corresponding results of Last Quarter

For the current financial quarter under review, the Group reported a revenue of RM277.01 million, an increase of RM21.33 million or 8.34% as compared to RM255.68 million in preceding year corresponding quarter. The increase in revenue for the current quarter were mainly derived from the higher revenue from the autoclaved aerated concrete ("AAC") block, precast concrete products, Starken Drymix products, distribution of building materials, manufacturing of fire rated door business and the modular building solutions segment despite the decrease in revenue from our ready-mixed concrete sector. The higher revenue from the manufacturing of autoclaved aerated concrete ("AAC") block was driven by the growth in market demand for panel in the local and Singapore market whereas the increase in revenue from the precast concrete products were due to the surge in sales volume for box culvert, U-shape drain pipe, beam and chamber ring from Rawang plant; ogee pipe, spun spigot, socket joint pipe and jacking pipe from Bidor plant and the increase in export of polymer pipes to Singapore market. Growth in the revenue for the distribution of building materials segment was mainly due to the expansion of imported plywood sales to the local market, increase in the trading of sherra plank wood, paint and fibre cement products despite the drop in the cement sales. The cumulative quarter ended 31 December 2018 cement sales were decline by approximately 13.07% as compared to the preceding year corresponding cumulative quarter. The decline was in line with the continue softening of housing construction activities. The modular building solutions revenue for the current quarter was derived from the recognition of revenue from the project to build an integrated workers complex in Mukim Pengerang, Daerah Kota Tinggi, Johor.

B1. Review of performance (Cont'd)

Comparison with Corresponding results of Last Quarter (Cont'd)

The Group's gross profit was increased by RM1.38 million or 5.60% from RM24.69 million in the preceding year corresponding quarter of 2017 to RM26.07 million in the current quarter of 2018. The higher gross profit for the current quarter were mainly due to the profit recognised of RM2.91 million from the modular project, the additional sales generated from AAC block from Kota Tinggi plant, drymix products from Bidor plant which has started its production this year and the additional sales generated from the door frame business.

The gross profit margin for the current quarter was recorded at 9.41%, a decrease of 0.25% as compared to the preceding year corresponding quarter of 9.66%. The decrease was primarily due to the gross losses of RM2.00 million suffered by the two new start-up companies i.e. Sage Evergreen Sdn Bhd (AAC plant at Kota Tinggi, Johor) and G-Cast UHPC Sdn Bhd. However, the negative impacts have been fully off-set by the RM2.91 million gross profit recognised from the modular project and the higher gross profit recognised from the door frame business. For comparative purposes if the new start-up companies' gross losses of RM2.00 million were excluded from current quarter gross profit, our Group's gross profit margin would work out to be 10.13%.

Other operating income has decreased by approximately RM2.26 million or 46.47% from RM4.87 million in the preceding year corresponding quarter to RM2.60 million in the current quarter was due the reversal of doubtful debts arising from the distribution of building materials sector's old debtor collection in the last quarter of 2017.

The fair value adjustment on investment properties for the quarter under review has increased by RM5.24 million primarily resultant from the valuation of a piece of land and industrial factory belongs to the mesh business which is located at Daerah Seberang Perai Tengah, Pulau Pinang.

The Group's finance cost for the current quarter has increased by RM1.68 million principally due to the drawdown of additional bankers' acceptance, revolving credit and term loan to finance Starken AAC Sdn Bhd's working capital and the capital expenditures on the new Autoclaved Aerated Concrete (AAC) block and panel plant at Kota Tinggi, Johor.

Share of profit of associate companies has decreased slightly by RM0.20 million for the current quarter as compared to the preceding year corresponding quarter. However, the cumulative quarter results have doubled up as compared to the preceding year mainly contributed by the speeding up of the two big projects on hand i.e. 62MWp large scale solar photovoltaic ("LSSPV") project in Gambang, Pahang and the 58.5MWp LSSPV project in Kuala Kertih, Kedah which has reached the final stage of completion. Besides, the higher profits were contributed from the profit recognised on the Net Energy Metering ("NEM") roof-top projects and the service income derived from the operations and maintenance contracts.

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B1. Review of performance (Cont'd)

Comparison with Corresponding results of Last Quarter (Cont'd)

The Group registered a higher profit before tax of RM13.32 million in the current financial quarter as compared to RM11.00 million in the corresponding quarter of 2017 primarily due to the recognition of fair value gain on the investment property located at Daerah Seberang Perai Tengah, Pulau Pinang of RM5.09 million, RM2.38 million net profit recognised from the modular project and the overdue interest charged for late payment from a customer of RM1.31 million. Nevertheless, the performance of the Group for the current quarter were adversely impacted by the impairment loss of RM1.15 million on various precast concrete factory buildings and the two new start-up companies' gross loss, administrative expenses and the finance costs charged out totalling RM3.74 million under the manufacturing of autoclaved aerate concrete ("AAC") and precast concrete segment. The "AAC" segmental profit before tax has included a fair value gain on investment property of RM1.72 million which were eliminated at the consolidation level due to the subsequent reclassification as property, plant and equipment. The two new start-up companies which has yet to turnaround as at end December 2018 are Sage Evergreen Sdn Bhd (AAC plant at Kota Tinggi) and G-Cast UHPC Sdn Bhd. Nevertheless, Starken Drymix Solutions Sdn Bhd managed to turnaround as at end of December 2018. The performance of ready-mixed concrete business has declined in tandem with the fall in revenue.

For the cumulative quarter ended 31 December 2018 ("Q4 2018"), the Group reported a profit before tax ("PBT") of RM34.43 million as compared to the PBT of RM39.46 million reported for the cumulative quarter ended 31 December 2017 ("Q4 2017"). The lower PBT for Q4 2018 is due mainly to the two new start-up companies' initial production cost, administration expenses and the finance cost charged out totalling RM13.15 million. Excluding those said costs and the fair value adjustments on investment properties of RM5.36 million, the underlying PBT for Q4 2018 shall recorded at RM42.21 million which is much higher than the underlying PBT of RM39.46 million for Q4 2017.

The current financial quarter effective tax rate of 24.87% was much higher than the corresponding quarter of 2017 of 22.61% mainly due to the deferred tax liability recognised arising from temporary timing differences between accounting income and taxable income, fair value adjustment on investment properties, impairment loss on property, plant and equipment and the losses sustained by the two new start-up companies.

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B2. Comparison with immediate preceding quarter's results

CURRENT QUARTER vs. PRECEDING QUARTER

	Unaudited Individual quarter 31 Dec 2018 RM'000	Unaudited Individual quarter 30 Sep 2018 RM'000	Changes %
Revenue	277,012	278,707	-1%
Operating Profit	17,495	11,673	50%
Profit Before Interest and Tax	17,495	11,673	50%
Profit Before Tax	13,324	8,230	62%
Profit After Tax	10,010	6,037	66%
Profit Attributable to Ordinary Equity Holders of the Parent	10,010	6,399	66%

For the quarter under review, the Group posted a revenue of RM277.01 million as compared to RM278.71 million in the preceding quarter, a decrease of RM1.70 million. The main reason for the lower revenue recorded in the fourth quarter primarily due to drop in the revenue from the ready mixed concrete business in the central and northern region and the decline in revenue for distribution of building materials and logistics services. The adverse results were due to the deferment of new launches of property projects in the market as there were more unsold homes under construction and unconstructed in 2018 as compared to 2017.

The Group's profit before tax was higher by RM5.09 million in the current quarter as compared to the preceding quarter primarily due to the fair value gain on the investment properties of RM5.39 million and the higher profit recognised from the modular project.

B3. Prospects

The operating environment is envisaged to remain extremely challenging in 2019. Chin Hin has adopted a cautious strategy to focus on consolidating our existing business and to turnaround the new loss-making investment. Our new autoclaved aerated concrete ("AAC") production line with 600,000 m3 installed capacity located at Kota Tinggi, Johor has managed to ramp up to 30% capacity as of end January 2019. This plant has been scheduled to produce higher margin wall panel to meet the growing demand from Singapore.

Starken Drymix Solutions Sdn Bhd which is located at Bidor, specialising in the production of thin adhesive base, render, skim coat, tile adhesive, panel plaster and basic skim continue to maintain its production utilisation rate at 40% level as at end January 2019 due to the variety of product mix manufactured. However, the machine reliability has enhanced and the absolute production volumes have improved greatly despite the same utilisation rate.

G-Cast UHPC Sdn Bhd has managed to secure RM17.29 million worth of projects as at end December 2018. These projects are expected to kick start and contribute positively to the bottom line of the Group in 2019.

B3. Prospects (Cont'd)

The Group foresee a strong growth in the infrastructure precast concrete business especially after the expansion of its product portfolio i.e. prestress and reinforce concrete beam, crosshead, cable trough, long-span bridge, prestress slab, arch culvert, medium pressure jacking pipe eco-module and emergency walkway which require added technical expertise.

The Malaysian Government had lately called for bids for an estimated RM2 billion worth of projects under the third round of the Large-Scale Solar (LSS3) scheme to increase electricity generation from renewable energy. The bidding requirement emphasized that the contractor for engineering, construction and commissioning must be 100% local as there are enough competitive local players in Malaysia. Our associate company, Atlantic Blue Sdn Bhd, an established turnkey engineering, procurement, construction and commissioning (EPCC) contractor whom has installed a total capacity of 104.37MWp across the residential, commercial and industrial segment and as an experienced subcontractor for LSSPV is confident to secure subcontract projects from the recent LSS3 scheme. The Government has urged household owner with a monthly electricity bill of at least RM300.00 and SMEs to install solar panels to reduce electricity costs. Energy, Technology, Science, Climate Change and Environment Ministry's recent efforts in discussing with banks on how to provide SMEs with more favourable lending packages will greatly enhance the prospect of our associate company in its project replenishment efforts.

Midah Industries Sdn Bhd, a wholly-owned subsidiary of Chin Hin has acquired additional plant and machineries in early February 2019 to expand its product range to include the manufacturing of wooden door, high density fiberboard ("HDF") door, louvers, timber frame, handrail, architrave and skirting. It enabling Chin Hin to become a "Total Door Solutions Provider" in the door market and it fit in nicely with the Group's vertical integration strategies.

B4. Estimates/Forecast

The Group has not provided any revenue or profit guidance in any public documents.

B5. Taxation

The applicable income tax rate is 24% except for the Group's subsidiary companies, PP Chin Hin Pte Ltd and MI Polymer Concrete Pipes Pte Ltd which are subject to the statutory rate of 17% based on Singapore's tax regime.

	Individual Quarter Unaudited		Cumulative Quarter Unaudited	
	31 Dec 2018 RM'000	31 Dec 2017 RM'000	31 Dec 2018 RM'000	31 Dec 2017 RM'000
Income tax expense				
- Current financial period	2,072	2,250	8,196	8,691
- Real property gain tax	-	70	-	70
- (Over)/Under rprovision in prior year	(995)	(167)	(1,486)	226
	1,077	2,153	6,710	8,987
Deferred tax				
- Current financial period	2,619	(338)	2,794	(213)
- (Over)/Underprovision in prior year	(382)	672	(382)	1,072
Total tax expense	3,314	2,487	9,122	9,846

B6. Status of corporate proposals and utilisation of proceeds

(i) Status of corporate proposal

There are no corporate proposals that were announced but not completed as at the date of this report except as below:

1) On 12 December 2018, Metex Modular Sdn Bhd ("MMSB"), an indirect subsidiary of the Company had entered into a share sale agreement ("SSA") with the vendors of Saujana Vision Sdn Bhd ("SVSB"), namely Lee See Hua and Margaret Voon Lee Ching ("collectively, the "Vendor") to acquire 70% of the equity interest in SVSB for a total cash consideration of RM5,000,000.00 ("Proposed Acquisition"). The Proposed Acquisition of SVSB has been completed on 31 December 2018 and SVSB become a direct subsidiary of MMSB and an indirect subsidiary of Chin Hin.

2) The Proposed Acquisition of Kempurna Sdn Bhd by Midah Industries, an indirect subsidiary of the Company for a total cash consideration of RM4,144,668.60 has been completed on 14 December 2018.

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B6. Status of corporate proposals and utilisation of proceeds (Cont'd)

(ii) Utilisation of proceeds

(a) The status of utilisation of the proceeds of approximately RM41.079 million from the IPO as at 31 December 2018 are as follow:-

	Details of the utilisation of proceeds	Utilisation [1] Proposed RM'000	Actual RM'000	Balance RM'000	Variantions of IPO Proceeds RM'000	After Variantions of IPO Proceeds RM'000	Balance of IPO Proceeds RM'000	Estimated timeframe for utilisation from the listing date	Revised expected timeframe for utilisation of proceeds (from the listing date) [3]
i)	Expansion of existing manufacturing facility and purchase of new equipment and machinery	15,000	9,310	5,690	[2]5,690	5,690	-	Within 24 months	Within 36 months
ii)	Repayment of bank borrowings	15,000	15,000	-	-	-	-	Within 6 months	No change
iii)	Working capital requirements	7,079	7,079	-	-	-	-	Within 24 months	No change
iv)	Listing expenses	4,000	4,000	-	-	-	-	Immediately	No change
		41,079	**35,389**	**5,690**	**5,690**	**5,690**	**-**		

Note:

(1) The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 18 February 2016.

(2) The amount budgeted for expansion of existing manufacturing facility and purchase of new equipment and machineries has been re-allocated for the purchase of the following machineries:

No.	Machineries	No.of units	Total (RM'000)
(a)	Autoclave	4	4,482
(b)	Spinning moulds	30	345
(c)	Reinforced concrete moulds	10	863
	Total	**44**	**5,690**

B6. Status of corporate proposals and utilisation of proceeds (Cont'd)

(ii) Utilisation of proceeds (Cont'd)

(3) The proposed variation of the utilisation of proceeds is on revised expected timeframe for utilisation of proceeds from the listing date only.

(b) The status of utilisation of the proceeds of approximately RM65.650 million from the private placement as at 31 December 2018 are as follow:-

		Utilisation						
	Details of the utilisation of proceeds	Proposed RM'000	Actual RM'000	Balance RM'000	Variantions of Private Placement Proceeds RM'000	After Variantions of Private Placement Proceeds RM'000	Balance of Private Placement Proceeds RM'000	Estimated timeframe for utilisation from the listing date
i)	Construction of new manufacturing and operation facility of G-Cast Concrete Sdn Bhd ("GCCSB") in Kota Tinggi, Johor	12,000	1,606	10,394	-	-	10,394	Within 18 months
ii)	Expansion of existing manufacturing facilities and purchase of new equipment and machineries of GCCSB in Rawang, Selangor	6,200	6,200	-	-	-	-	Within 12 months
iii)	Expansion of existing manufacturing facilities, purchase of new equipment and machineries of MI Polymer Concrete Pipes Sdn Bhd ("MIPCP") in Batu Pahat, Johor as well as undertaking related product testing, certification and related works for its products	2,693	2,316	377	-	-	377	Within 12 months
iv)	Repayment of bank borrowings	23,600	23,600	-	-	-	-	Within 6 months
v)	Future expansion plans #	10,000	10,000	-	-	-	-	Within 24 months
vi)	Working capital purposes	9,757	9,757	-	*865	865	-	Within 6 months
vii)	Expenses for the Private Placement	1,400	535	865	(*865)	-	-	Within 1 month
		65,650	**54,014**	**11,636**	**-**	**865**	**10,771**	

Note: # To reimburse partially the internal generated fund used for the acquisition of Atlantic Blue of RM24.75 million.

* As provided in the Company's announcement made on 6 June 2017, if the actual expenses incurred for the Private Placement exercise are higher than the amount budgeted, the deficit will be funded out of the working capital. Conversely, if the actual expenses are lower than the amount budgeted, the excess will be utilised for the working capital.

B7. Borrowings

The Group's borrowings are all secured and denominated in Ringgit Malaysia, details are as follows:-

	As at 31 December 2018 RM'000	(Audited) As at 31 December 2017 RM'000
Bank overdrafts	15,271	2,919
Revolving credits	83,469	61,300
Bankers' acceptance	305,486	234,937
Trade financing	-	-
Trust Receipts	448	486
Term loans	108,085	82,835
Total bank borrowings	**512,759**	**382,477**
Total bank borrowings comprise:-		
Current:		
Bank overdraft	15,271	2,919
Revolving credits	83,469	61,300
Bankers' acceptance	305,486	234,937
Trade financing	-	-
Trust Receipts	448	486
Term loans	12,962	15,959
	417,636	**315,601**
Non-current:		
Term loans	95,123	66,876
	512,759	**382,477**

B8. Finance lease payables

The Group's finance lease payables are denominated in Ringgit Malaysia, details are as follows:-

	As at 31 December 2018	(Audited) As at 31 December 2017
Present value of minimum lease payments:	RM'000	RM'000
Repayable within twelve months	553	1,923
Repayables after twelve months	431	607
	984	**2,530**

B9. Changes in material litigation

As at a date not earlier than seven (7) days from the date of this report, there is no litigation or arbitration, which has a material effect on the financial position of the Group, and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

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B10. Dividend Proposed

On 21 February 2019, the Board of Directors of the Company has approved the declaration and payment of single-tier first interim dividend of RM0.015 per ordinary share totalling RM8,345,820 in respect of the financial year ended 31 December 2018. The entitlement date and the payment date of the single-tier first interim dividend are 3 April 2019 and 15 April 2019 respectively.

B11. Earnings per share

Basic earnings per ordinary share

The basic earnings per share is calculated based on the Group's profit attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	Individual Quarter		Cumulative Quarter	
	31 Dec 2018	31 Dec 2017	31 Dec 2018	31 Dec 2017
Profit attributable to ordinary equity holders of the Group (RM'000)	9,431	8,513	24,153	29,748
Number of ordinary shares in issues as at 1 January ('000)	556,388	505,888	556,388	505,888
Effect of shares issued during the financial period ('000)	-	7,000	-	7,000
Weighted average number of ordinary shares in issue ('000)	556,388	512,888	556,388	512,888
Basic earnings per share (sen)	1.70	1.66	4.34	5.80

Diluted earnings per ordinary share

The Group and the Company have no dilution in their earnings per ordinary share as there are no dilutive potential ordinary shares. There have been no other transactions involving ordinary shares or potential ordinary shares since the end of the financial year and before the end of this quarter.

	Individual Quarter		Cumulative Quarter	
	31 Dec 2018	31 Dec 2017	31 Dec 2018	31 Dec 2017
Profit attributable to ordinary equity holders of the Group (RM'000)	9,431	8,513	24,153	29,748
Weighted average number of ordinary shares as above	556,388	512,888	556,388	512,888
Basic earnings per share (sen)	1.70	1.66	4.34	5.80

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B12. Disclosure on selected expense/income items as required by the Listing Requirements

Included in profit before tax comprised the following expense/(income) items:

	Unaudited As at 31 December 2018 RM'000	Unaudited As at 31 December 2017 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
Auditor remuneration		
- Current year	357	356
- Under/(Over) provision in prior year	16	(17)
Non-statutory		
- Current year	5	5
Amortisation of other investments	1	1
Bad debts recovered	(144)	(30)
Bad debts written-off	60	2,469
Depreciation of property, plant and equipment	21,823	18,360
Directors' fee	240	240
Directors remuneration		
- Salary, EPF and Socso	1,778	2,033
- Other emoluments	299	22
Fair value adjustment on assets held for sale	30	-
Fair value adjustment on investment properties	(5,393)	(150)
Gain on disposal of assets held for sale	-	(2)
Gain on disposal of investment in a subsidiaries	(590)	-
Gain on disposal of other investment	(3)	-
Impairment loss on property, plant & equipment	1,148	-
Impairment on trade receivables	3,805	686
Impairment on inventories	-	63
Incorporation fees	-	9
Interest expense	22,316	16,207
Interest income	(2,179)	(514)
Inventories written off	42	34
Loss/(Gain) on disposal of property, plant and equipment	5	(513)
(Gain)/Loss on derivative financial liabilities	(34)	34
Other income from solar power panels	(1,336)	(2,912)
Solar operator fees	(541)	(357)
Property, plant and equipment written off	4	37
Realised loss on foreign exchange	388	51
Rental income	(4,685)	411
Rental expenses	6,851	3,664
Reversal of impairment on trade receivables	(283)	(2,687)
Share of results of associates	(4,756)	2,617
Unrealised (gain)/loss on foreign exchange	(71)	357

B13. Comparative figures

Comparatives figures, where applicable, have been modified to conform to the current presentation.

BY ORDER OF THE BOARD

21ST FEBRUARY 2018