

POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)
Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income (Unaudited)
For The Quarter Ended 31 July 2018

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	31-Jul-18	31-Jul-17	31-Jul-18	31-Jul-17
	RM	RM	RM	RM
Revenue	144,996,797	151,478,932	432,417,356	442,584,499
Cost of Sales	(123,198,073)	(127,405,259)	(366,523,281)	(355,702,214)
Gross Profit	<u>21,798,724</u>	<u>24,073,673</u>	<u>65,894,075</u>	<u>86,882,285</u>
Selling and distribution expenses	(7,072,579)	(6,751,943)	(21,408,731)	(20,383,541)
Administration expenses	(5,732,309)	(6,714,161)	(17,654,774)	(21,353,572)
Other income / (expenses)	1,790,841	1,421,058	5,310,429	1,403,300
Finance costs	(282,661)	(356,116)	(981,184)	(1,161,525)
Profit / (Loss) before tax	10,502,016	11,672,511	31,159,815	45,386,947
Income tax expenses	(1,299,271)	(2,193,141)	(5,026,463)	(7,900,568)
Profit / (Loss) for the period	<u>9,202,745</u>	<u>9,479,370</u>	<u>26,133,352</u>	<u>37,486,379</u>
Other Comprehensive Income/(Expenses) net of tax - Foreign currency translation	2,370,003	(1,600,258)	(6,706,771)	687,505
Total Comprehensive Income/(Loss) for the period	<u>11,572,748</u>	<u>7,879,112</u>	<u>19,426,581</u>	<u>38,173,884</u>
Profit / (Loss) after tax attributable to :				
Owners of the Company	9,200,083	9,656,110	26,277,983	37,930,823
Non-Controlling Interests	2,662	(176,740)	(144,631)	(444,444)
Profit / (Loss) for the period	<u>9,202,745</u>	<u>9,479,370</u>	<u>26,133,352</u>	<u>37,486,379</u>
Total Comprehensive Income / (Loss) attributable to :				
Owners of the Company	11,568,218	8,053,659	19,570,562	38,618,085
Non-Controlling Interests	4,530	(174,547)	(143,981)	(444,201)
Total Comprehensive Income/(Loss) for the period	<u>11,572,748</u>	<u>7,879,112</u>	<u>19,426,581</u>	<u>38,173,884</u>
Basic Earnings Per Share (in sen)	4.19	4.52	11.97	17.76
Diluted Earnings Per Share (in sen)	3.92	4.07	11.19	15.97

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2017)

POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)
Condensed Consolidated Statements of Financial Position (Unaudited)
As At 31 July 2018

	Unaudited	Audited
	As At	As At
	31-Jul-18	31-Oct-17
	RM	RM
ASSETS		
Non-current assets		
Property, plant and equipment	140,120,072	140,086,639
Land held for property development	20,912,187	20,912,187
Investment properties	12,240,396	11,651,702
Deferred tax assets	4,518	37,800
	<u>173,277,173</u>	<u>172,688,328</u>
Current assets		
Inventories	81,249,437	72,418,949
Trade and other receivables	61,258,574	66,874,379
Deposits, bank and cash balances	96,911,984	92,857,041
	<u>239,419,995</u>	<u>232,150,369</u>
TOTAL ASSETS	<u>412,697,168</u>	<u>404,838,697</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	119,845,505	114,838,405
Treasury shares	(2,836,481)	(2,836,481)
Translation reserve	(12,271,947)	(5,564,526)
Retained profits	193,738,158	178,474,845
Equity attributable to owners of the Company	<u>298,475,235</u>	<u>284,912,243</u>
Non-controlling interests	(230,322)	(86,341)
TOTAL EQUITY	<u>298,244,913</u>	<u>284,825,902</u>
Non-current liabilities		
Bank borrowings and hire purchase payables	17,764	160,856
Deferred tax liabilities	5,962,000	5,962,000
	<u>5,979,764</u>	<u>6,122,856</u>
Current liabilities		
Trade and other payables	71,331,715	82,251,474
Bank borrowings and hire purchase payables	32,148,548	22,345,849
Dividend payable	4,398,100	6,532,416
Current tax liabilities	594,128	2,760,200
	<u>108,472,491</u>	<u>113,889,939</u>
TOTAL LIABILITIES	<u>114,452,255</u>	<u>120,012,795</u>
TOTAL EQUITY AND LIABILITIES	<u>412,697,168</u>	<u>404,838,697</u>

(The Condensed Consolidated of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 October 2017)

POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)
Condensed Consolidated Statements of Changes In Equity (Unaudited)
For The Quarter Ended 31 July 2018

	←-----Attributable to Owners of the Company-----→				Distributable	Total	Non-controlling	Total
	<-----Non-distributable----->							
	Share capital RM	Treasury shares RM	Share premium RM	Translation reserve RM	profits RM	RM	RM	RM
At 1 November 2016	113,402,905	(2,836,481)	15,800.00	(5,061,141)	137,777,295	243,298,378	(93,827)	243,204,551
Profit after tax for the period					37,930,823	37,930,823	(444,444)	37,486,379
Other comprehensive income for the period								
- Foreign currency translation				687,262	-	687,262	243	687,505
Total comprehensive income for the period	-	-	-	687,262	37,930,823	38,618,085	(444,201)	38,173,884
Dividends								
- by the Company					(8,542,327)	(8,542,327)		(8,542,327)
- by subsidiary to non-controlling interests						-	(41,790)	(41,790)
Exercise of warrants	160,000					160,000		160,000
At 31 July 2017	113,562,905	(2,836,481)	15,800	(4,373,879)	167,165,791	273,534,136	(579,818)	272,954,318
At 1 November 2017	114,838,405	(2,836,481)	-	(5,564,526)	178,474,845	284,912,243	(86,341)	284,825,902
Profit after tax for the period					26,277,983	26,277,983	(144,631)	26,133,352
Other comprehensive income for the period								
- Foreign currency translation				(6,707,421)		(6,707,421)	650	(6,706,771)
Total comprehensive income for the period	-	-	-	(6,707,421)	26,277,983	19,570,562	(143,981)	19,426,581
Dividends								
- by the Company					(11,014,670)	(11,014,670)		(11,014,670)
- by subsidiary to non-controlling interests						-	-	-
Exercise of Warrants 2015/2020	5,007,100					5,007,100		5,007,100
At 31 July 2018	119,845,505	(2,836,481)	-	(12,271,947)	193,738,158	298,475,235	(230,322)	298,244,913

(The Condensed Consolidated Statement of Change In Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2017)

POH HUAT RESOURCES HOLDINGS BERHAD (443169-X)
Condensed Consolidated Statement of Cash Flows (Unaudited)
For The Quarter Ended 31 July 2018

	31-Jul-18	31-Jul-17
	RM	RM
Cash flows from operating activities		
Profit / (Loss) before tax	31,159,815	45,386,947
Adjustments for :		
Depreciation and amortisation	6,056,269	6,357,318
Property, plant and equipment written off	1,936,604	80,150
Fire insurance compensation	(4,282,505)	-
Reversal of receivables impairment	(4,503,370)	-
(Gain) / loss on disposal on other investment	-	(49,304)
(Gain) / loss on disposal of PPE	1,434	(42,453)
Inventories value written down	1,077,122	140,000
Fair value (gain) / loss on derivatives	-	(222,185)
Unrealised (gain)/ loss on forex	(860,961)	(92,878)
Net interest expense	109,806	6,953
Operating profit/(loss) before working capital changes	<u>30,694,214</u>	<u>51,564,548</u>
Inventories	(9,907,610)	(9,008,483)
Trade and other receivables	15,262,642	19,584,916
Trade and other payables	(10,919,759)	(7,825,946)
Cash from / (for) operations	<u>25,129,487</u>	<u>54,315,035</u>
Interest paid	(109,806)	(6,953)
Tax (paid)/refund	(7,192,535)	(7,898,769)
Net cash from operating activities	<u>17,827,146</u>	<u>46,409,313</u>
Cash flows from investing activities		
Proceeds from disposal of other investment	-	571,625
Purchase of property, plant and equipment	(13,540,334)	(23,376,267)
Net cash from investing activities	<u>(13,540,334)</u>	<u>(22,804,642)</u>
Cash flow from financing activities		
Net movements in bank borrowings	9,659,607	6,367,959
Net decrease / (increase) in fixed deposits pledged	(29,855)	-
Proceeds from the exercise of Warrants 2015/2020	5,007,100	160,000
Dividends paid	(13,148,987)	(12,853,681)
Net cash (used in) from financing activities	<u>1,487,865</u>	<u>(6,325,722)</u>
Effects on foreign exchange translation	(1,749,589)	1,003,943
Net increase/(decrease) change in cash and cash equivalents	4,025,088	18,282,892
Cash and cash equivalents at beginning of the financial year	<u>88,464,884</u>	<u>71,594,878</u>
Cash and cash equivalents at end of the financial period	<u><u>92,489,972</u></u>	<u><u>89,877,770</u></u>
Cash and cash equivalents at end of the financial period consists of		
Bank and cash balances	96,911,984	89,877,770
Less : Fixed Deposit Pledged To Bank	(4,422,012)	-
	<u><u>92,489,972</u></u>	<u><u>89,877,770</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2017)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. ACCOUNTING POLICIES

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Main Board Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 October 2017.

The significant accounting policies adopted are consistent with those adopted for the annual audited financial statements for the year ended 31 October 2017. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the year ended 31 October 2017.

A2. SEASONAL OR CYCLICAL FACTORS

The principal business operations of the Group have historically shown moderate seasonality, where production and sales of home furniture are generally lower in the beginning of the calendar year due to the local festive period as well as the summer holiday in the middle of the year.

A3. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE AND INCIDENCE

There were no unusual items of nature, size or incidence that affect the assets, liabilities, equity, net income or cash flow of the Group during the reporting period.

A4. MATERIAL CHANGES IN ESTIMATES

The Company has not issued any revenue or profit estimate, forecast or target.

A5. ISSUANCE, REPURCHASE AND CANCELLATION OF SHARES

Re-Purchase of Own Shares

The Company has been authorised by shareholders to re-purchase its own shares.

The total number of shares repurchased by the Company as at end of financial current period is 13,327,600 ordinary shares. All the repurchased shares are held as treasury shares and treated in accordance with the requirement of Section 127 of the Companies Act 2016. None of the treasury shares were resold or cancelled during the reporting period. The repurchase transactions were financed by internally generated funds. The Company has not purchased any of its own shares during the financial period under review.

Save for the above, the Company has not issued any shares, debts or convertible securities during the current reporting period.

A6. DIVIDEND PAID

The dividends paid during the financial period-to-date were as follows:

Type of Dividend	Dividend per share	For the year ended	Amount RM	Payment date
Second Interim	2 sen	31-Oct-17	4,354,944	30-Nov-17
Special Interim	1 sen	31-Oct-17	2,177,472	15-Jan-18
Final dividend	3 sen	31-Oct-17	6,597,150	15-May-18
First Interim	2 sen	31-Oct-18	4,398,100	27-Aug-18

A7. OPERATING SEGMENTS

The Group adopted geographical segment as its reporting format. The segment information for the financial year-to-date is as below: -

(RM'000)	Malaysia	Vietnam	SA	Australia	Others	Elimination	Total
Sales	190,762	241,655	0	0	0	0	432,417
Profit / (Loss) Before Tax	16,429	13,722	(297)	(356)	1,662	0	31,160
Profit / (Loss) After Tax	13,569	11,555	(297)	(356)	1,662	0	26,133
Assets	358,794	186,490	228	13,957	17,583	(164,355)	412,697
Liabilities	44,284	73,197	715	2,355	13,221	(19,320)	114,452

A8. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The valuation of the property, plant and equipment has been brought forward without amendment from the audited financial statements for the year ended 31 October 2017.

A9. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER

No material events subsequent to the current reporting period that have not been reflected in the financial statements of the interim period.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

No changes in the composition of the Group during the current reporting period.

A11. CHANGES IN CONTINGENT LIABILITIES / ASSETS

There were no changes in contingent liabilities/assets since the last financial year ended at 31 October 2017 other than corporate guarantee granted to financial institutions amounting to RM 144.40 million at current financial period.

A12. CAPITAL COMMITMENTS

There is no capital commitment not recognised in the current interim financial statements and during the current reporting period.

A13. RELATED PARTY TRANSACTIONS

The Group related party transactions in the current quarter and financial period-to-date are as follows:

Subsidiary	Transacting Party	Relationship	Nature of Transaction	Current quarter (RM)	Financial year-to-date (RM)
Poh Huat Furniture Industries (M) Sdn Bhd	Tay Kim Huat	Director	Rental of Showroom	36,000	108,000
Poh Huat Furniture Industries (M) Sdn Bhd	J.A. Nathan & Co	A firm in which Tay Khim Seng is a senior partner	Legal Fees	34,415	38,969

BMSB LISTING REQUIREMENTS

B1. PERFORMANCE REVIEW

Revenue	Individual quarter			Cumulative quarters		
	31-Jul-18 RM'000	31-Jul-17 RM'000	+ / - %	31-Jul-18 RM'000	31-Jul-17 RM'000	+ / - %
Malaysia	66,583	58,005	14.8	190,762	161,699	18.0
Vietnam	78,414	93,184	(15.9)	241,655	279,883	(13.7)
South Africa	-	290	(100.0)	-	1,002	(100.0)
Total	144,997	151,479	(4.3)	432,417	442,584	(2.3)

For the current reporting period, we recorded a marginally lower turnover of RM145.00 million compared to RM151.48 million recorded in the previous year corresponding reporting period ended 31 July 2017.

Our Malaysian operations registered a turnover of RM66.58 million, an increase of 14.8% over the previous year's corresponding period as we continued to receive strong orders for our panel-based bedroom sets for the US market. We also enjoyed sustained order for our traditional office furniture. In USD term, our Malaysian operations recorded a higher sales of USD15.88 million in the current reporting period compared to USD12.75 million in the previous reporting period.

Turnover from our Vietnamese operations moderated from RM93.18 million in the previous corresponding reporting period to RM78.41 million in the current reporting period. As mentioned previously, our product mix in Vietnam has, over the recent quarters, shifted to the more affordable ranges resulting in lower sales value. Our operations in Vietnam also faced stiffer competition from manufacturers in Vietnam as more Chinese owned manufacturers shifted their production facilities from Southern China to Vietnam.

Profit / (Loss) Before Tax	Individual quarter			Cumulative quarters		
	31-Jul-18 RM'000	31-Jul-17 RM'000	+ / - %	31-Jul-18 RM'000	31-Jul-17 RM'000	+ / - %
Malaysia	7,524	5,489	37.1	16,429	21,815	(24.7)
Vietnam	3,569	5,961	(40.1)	13,722	24,677	(44.4)
South Africa	5	(362)	101.4	(297)	(910)	67.4
Australia	(102)	(233)	56.2	(356)	(384)	7.3
Others	(494)	818	(160.4)	1,662	189	779.4
Total	10,502	11,673	(10.0)	31,160	45,387	(31.3)

In line with the higher sales, our Malaysian operations reported a higher gross profit of RM12.93 million in the current reporting period against RM11.80 million in the previous corresponding reporting period. Nevertheless, for the first 9-month period ended 31 July 2018, gross margin was lower at 18.6% against 24.6% in the previous corresponding reporting period. Raw material and direct labour costs rose to 63.4% and 8.6% of total sales respectively compared to 55.2% and 7.8% respectively in the previous corresponding reporting period. The higher raw material costs were however mitigated by a reduction in manufacturing overhead, from 11.8% of total sales in the previous corresponding reporting period to 11.6% of total sales in the current reporting period, due to the economy of scale from a higher production volume.

In Vietnam, our gross profit declined from RM12.35 million in the previous corresponding reporting period to RM8.87 million in the current reporting period. Gross profit margin declined from 16.8% to 12.6% due to keener competition which has resulted in lower average prices of products shipped and the progressive increases in raw material and labour costs over the last 12 months. For the first 9-month period ended 31 July 2018, raw material costs and direct labour were 59.18% and 16.41% of total sales respectively against 57.24% and 15.54% respectively in the previous corresponding reporting period.

During the current reporting period, we recorded a net other income of RM1.79 million comprising mainly foreign exchange gains of RM0.91 million and dividends/interest income of RM0.79 million.

B2. MATERIAL CHANGE IN PROFIT BEFORE TAX

Profit / (Loss) Before Tax	Individual quarter	Preceding quarter	+ / - %
	31-Jul-18 RM'000	30-Apr-18 RM'000	
Malaysia	7,524	5,221	44.1
Vietnam	3,569	3,995	(10.7)
South Africa	5	(16)	131.3
Australia	(102)	(159)	35.8
Others	(494)	3,605	(113.7)
Total	10,502	12,646	(17.0)

We recorded a higher turnover of RM145.00 million during the current reporting period compared to RM125.53 million in the preceding reporting period ended 30 April 2018. The higher turnover was mainly due to higher sales following the seasonal low in the preceding reporting period.

In Malaysia, we recorded higher sales of RM66.58 million in the current reporting period compared to RM57.09 million in the preceding reporting period. Gross profit increased from RM9.27 million in preceding reporting period to RM12.93 million in the current reporting period due to improved manufacturing efficiency as well as the strengthening of the USD against the Ringgit which has resulted in higher Ringgit selling prices. Consistent with the higher gross profits, profit before tax improved from RM5.22 million in the preceding reporting period to RM7.52 million in the current reporting period. The Malaysian operations recorded a forex gains of RM0.72 million in the current quarter.

In Vietnam, we also recorded higher sales of RM78.41 million against RM68.44 million in the preceding quarter. Despite the higher shipment, profit before tax for our Vietnamese subsidiary declined from RM4.00 million in the preceding quarter to a low of RM3.57 million in the current quarter under review. The lower margin was attributable mainly to lower average selling prices of our products as well as the progressive increase in raw material prices and labour costs.

During the current reporting period, we also recorded net other income of RM1.79 million as detailed in Note B1 above compared to a gain of RM6.59 million in the preceding reporting period.

B3. PROSPECT FOR THE CURRENT FINANCIAL YEAR

The global economic activity continues to firm up and global growth forecast for 2018 had been revised by 0.2% point higher to 3.9% year-on-year. The revision reflects increased global growth momentum and the expected impact of the recently approved US tax policy changes. In the US, households have more cash to spend, thanks to newly discovered pools of savings and the recently approved US tax cuts. Firms are ramping up production and rebuilding inventories after running them down by the most since 2009.

The positive outlook notwithstanding, tighter supply and higher expectation of interest rate hike have resulted in higher house prices and rising mortgage rate, making home ownership less affordable. There are also warnings from businesses of American losses from a trade war with China which could lead to poorer demand and business outlook.

While we continue to enjoy sustained orders from our customers, we have noticed a shift in our product mix to the more affordable ranges. A prolonged slowdown on household formation, especially amongst the young, may have adverse impact on the demand and pricing for our products. We remain alert to the acceleration of the raw material and labour costs and the volatility of the USD against the Ringgit which may have adverse impact on our financial performance. As before, we will continue to adjust our products offerings to cater for the changes in demographics and market trends. We will also have to work closely with our customers to mitigate increases in raw material prices, labour costs and pricing adjustments. The US-China trade war, while far from resolved, may potentially have positive implications for us as tariff, if imposed on China sourced furniture, will make our products more competitive against those made in China.

B4. VARIANCE OF ACTUAL PROFIT FROM FORECAST PROFIT

No profit forecast or profit guarantee were issued for the current financial period.

B5. TAXATION

	Current quarter RM'000	Financial period-to-date RM'000
Current taxation - Malaysian	811	2,860
Current taxation - Overseas	489	2,136
Deferred taxation	0	30
Total Taxation	1,300	5,026

Malaysian income tax was estimated at 17% which was lower than the statutory tax rate of 24%, due to the over provision of prior year taxation and non-taxable income received. Taxation for Vietnamese subsidiary was estimated at 16% which was lower than statutory tax of 20% as a result of export incentive granted by the authorities. No tax was incurred in other foreign subsidiaries during the current financial year under review.

B6. STATUS OF CORPORATE PROPOSALS / UTILISATION OF PROCEEDS

The Company had on 17 July 2018 entered into a contract with JSNJ Investment Pty Ltd, Australia (the owner and developer) for the purchase of a 3,212 sqm detached warehouse cum office-showroom in Cranbourne West, Victoria, Australia for a total cash consideration of AUD4.948 million. The acquisition has been completed on 3 September 2018.

Save for the above, there are no other corporate proposals or utilisation of proceeds announced but not completed as at the date of the report.

B7. GROUP BORROWINGS

The Group borrowings, as at end of the reporting period were as below: -

Currency denominations	Current RM'000	Non-Current RM'000	Total RM'000
Secured trade bills - US Dollar	21,350	0	21,350
Secured hire purchase - Malaysian Ringgit	215	18	233
Unsecured trade bills - Malaysian Ringgit	8,429	0	8,429
Unsecured trade bills - US Dollar	2,154	0	2,154
Total	32,148	18	32,166

The weighted average fixed interest rate for the trade bills ranged from 3.6% to 3.8% while the fixed interest rate for the hire purchase ranged from 4.6% to 5.1%.

USD denominated loans were not hedged against the Ringgit as most of our sales proceeds are transacted in USD currency. The USD denominated loans were translated at RM4.06 per USD during the current reporting period.

B8. MATERIAL LITIGATION

There is no material litigation, pending or threatening, by or against the Company and its subsidiaries (as plaintiff or defendant) since the last financial year ended 31 October 2017.

B9. DIVIDEND

On 26 Jun 2018, the Directors have declared the first interim single-tier dividend of 2 sen per ordinary share in respect of the financial period ended 30 April 2018, payable on 27 August 2018 to depositors registered in the Records of Depositors of business on 6 August 2018.

The Directors have not declared any dividend in respect of the current financial period ended 31 July 2018 (against a declaration of 2 sen per ordinary share in the previous financial period ended 31 July 2017).

Total dividend declared for the current financial year-to-date is 2 sen per ordinary share.

B10. EARNINGS PER SHARE

Basic earnings per share

The basic earnings per share are calculated by dividing the profit attributable to Owners of the Company by the weighted average number of ordinary shares in issue (excluding treasury shares) during the financial period under review.

		Current quarter	Financial period-to-date
Profit attributable to Owners of the Company	(RM'000)	9,200	26,278
Weighted average number of shares	('000 shares)	219,565	219,565
Basic earnings per share	(sen)	4.19	11.97

Diluted earnings per share

The diluted earnings per share are calculated by dividing the profit attributable to Owners of the Company by the weighted average number of ordinary shares in issue (excluding treasury shares) that would have been issued upon full conversion of Warrants 2015/2020.

		Current quarter	Financial period-to-date
Profit attributable to Owners of the Company	(RM'000)	9,200	26,278
Weighted average number of shares	('000 shares)	219,565	219,565
Effect of dilution from Warrants 2015/2020	('000 shares)	15,283	15,283
Adjusted weighted average number of shares	('000 shares)	234,848	234,848
Diluted earnings per share	(sen)	3.92	11.19

B11. AUDIT QUALIFICATION REPORT

The preceding financial statements for the year ended 31 October 2017 were reported on without any qualification.

B12. FINANCIAL INSTRUMENTS - DERIVATIVES

There is no outstanding forward foreign currency contract during the current reporting period. There is no change in financial instruments disclosure since the preceding audited financial statements for the year ended 31 October 2017.

B13. OTHER DISCLOSURES

Items which have been included in the Condensed Consolidated Statements of Profit or Loss for the current quarter and financial period-to-date were below: -

	Current quarter RM'000	Financial period-to-date RM'000
(a) Interest income	154	524
(b) Other income including investment income	1,117	2,517
(c) Interest expense	(172)	(634)
(d) Depreciation and amortization	(2,019)	(6,056)
(e) Provision for and write off of receivables	nil	nil
(f) Provision for and write off of inventories	nil	(1,077)
(g) Gain/(loss) on disposal of unquoted investments/properties	(1)	(1)
(h) Impairment of assets (due to fire accident on 21 January 2018)	nil	(1,937)
(i) Foreign exchange gain/(loss)	907	(2,955)
(j) Gain/(loss) on derivatives	nil	nil
(k) Exceptional items (due to fire insurance compensation)	nil	4,283

For and on behalf of the Board
Poh Huat Resources Holdings Berhad

CHUA SYER CIN
Independent Non-Executive Director
Chairman
Audit Committee

26 September 2018
Muar, Johor Darul Takzim.