

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31.12.2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.12.2017 RM'000	CURRENT YEAR YEAR TO DATE ENDED 31.12.2018 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE ENDED 31.12.2017 RM'000
Revenue	44,300	53,281	161,971	192,437
Cost of sales	(25,177)	(31,950)	(96,154)	(111,069)
Gross Profit	19,123	21,331	65,817	81,368
Other Income	1,948	9,292	6,224	13,448
Administrative expenses	(17,863)	(17,864)	(63,928)	(67,665)
Other operating expenses	(318)	(2,386)	(2,327)	(4,098)
Finance costs	(335)	(1,005)	(1,486)	(1,670)
Profit before tax	2,555	9,368	4,300	21,383
Tax expense <i>(Note B5)</i>	(2,284)	(705)	(4,192)	(3,998)
Profit for the financial year	271	8,663	108	17,385
Profit/(Loss) attributable to:				
Owners of the Company	177	8,334	(9)	17,355
Non-controlling interests	94	329	117	30
Profit for the financial year	271	8,663	108	17,385

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 DECEMBER 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31.12.2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.12.2017 RM'000	CURRENT YEAR YEAR TO DATE ENDED 31.12.2018 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE ENDED 31.12.2017 RM'000
Profit for the financial year	271	8,663	108	17,385
Other comprehensive income net of tax				
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translation of foreign operations	400	(10,764)	(437)	(12,218)
Reclassification adjustment for the cumulative exchange gain on translation of financial statements of foreign operations transferred to profit or loss upon disposal of subsidiaries	-	-	-	-
	-	(5,035)	-	(5,035)
Other comprehensive income/(loss) for the financial year	400	(15,799)	(437)	(17,253)
Total comprehensive income/(loss) for the financial year	671	(7,136)	(329)	132
Profit/(Loss) attributable to:				
Owners of the Company	577	(2,514)	(446)	5,518
Non-controlling interests	94	(4,622)	117	(5,386)
Profit/(Loss) for the financial year	671	(7,136)	(329)	132
Basic earnings/(loss) per ordinary share (sen) (Note B11)	0.14	6.37	(0.01)	13.27

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017.)

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

	As at 31.12.2018 RM'000 (Unaudited)	As at 31.12.2017 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	28,994	29,562
Investment properties	29,179	29,493
Deferred tax assets	634	1,798
	<u>58,807</u>	<u>60,853</u>
Current assets		
Inventories	205,566	215,296
Trade and other receivables	13,926	35,477
Current tax assets	2,066	1,898
Other investments	4,390	2,501
Fixed deposits placed with licensed banks	410	571
Cash and cash equivalents	29,910	32,692
	<u>256,268</u>	<u>288,435</u>
TOTAL ASSETS	<u>315,075</u>	<u>349,288</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	77,435	77,435
Reserves	170,104	171,858
	<u>247,539</u>	<u>249,293</u>
Non-controlling interests	<u>1,330</u>	<u>1,213</u>
Total equity	<u>248,869</u>	<u>250,506</u>
LIABILITIES		
Non-current liabilities		
Loans and borrowings	36,215	37,131
Deferred tax liabilities	605	667
	<u>36,820</u>	<u>37,798</u>
Current liabilities		
Loans and borrowings	4,314	6,689
Trade and other payables	23,151	52,354
Deferred revenue	1,631	1,440
Current tax liabilities	290	501
	<u>29,386</u>	<u>60,984</u>
Total liabilities	<u>66,206</u>	<u>98,782</u>
TOTAL EQUITY AND LIABILITIES	<u>315,075</u>	<u>349,288</u>
Net assets per share (RM)	1.90	1.91

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2018**

	<----- Attributable to owners of the Company ----->						Total RM'000	Non-controlling interests RM'000	Total equity RM'000
	Share capital RM'000	<----- Non-distributable ----->		Exchange reserve RM'000	Treasury shares RM'000	Distributable Retained earnings RM'000			
	Share premium RM'000	Other reserve RM'000							
At 1 January 2018	77,435	-	2,500	1,711	(3,202)	170,849	249,293	1,213	250,506
Profit for the financial year, representing the total comprehensive income for the financial year	-	-	-	-	-	(9)	(9)	117	108
Foreign currency translation differences	-	-	-	(437)	-	-	(437)	-	(437)
Total comprehensive income for the financial year	-	-	-	(437)	-	(9)	(446)	117	(329)
Dividends paid on shares	-	-	-	-	-	(1,308)	(1,308)	-	(1,308)
At 31 December 2018	77,435	-	2,500	1,274	(3,202)	169,532	247,539	1,330	248,869
At 1 January 2017	67,000	10,435	2,500	13,548	(3,194)	155,457	245,746	13,906	259,652
Profit for the financial year, representing the total comprehensive income for the financial year	-	-	-	-	-	17,355	17,355	30	17,385
Foreign currency translation differences	-	-	-	(8,518)	-	-	(8,518)	(3,700)	(12,218)
Reclassified to profit or loss upon disposal and deregistration of subsidiaries	-	-	-	(3,319)	-	-	(3,319)	(1,716)	(5,035)
Total other comprehensive (loss)/income for the financial year	-	-	-	(11,837)	-	-	(11,837)	(5,416)	(17,253)
Total comprehensive (loss)/income for the financial year	-	-	-	(11,837)	-	17,355	5,518	(5,386)	132
Shares repurchased	-	-	-	-	(8)	-	(8)	-	(8)
Dividends paid on shares	-	-	-	-	-	(1,963)	(1,963)	(7,307)	(9,270)
Total transactions with owners	-	-	-	-	(8)	(1,963)	(1,971)	(7,307)	(9,278)
Transition to no-par value regime	10,435	(10,435)	-	-	-	-	-	-	-
At 31 December 2017	77,435	-	2,500	1,711	(3,202)	170,849	249,293	1,213	250,506

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017.)

DeGem Berhad^(415726-T)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR-TO-DATE ENDED 31 DECEMBER 2018***These figures have not been audited*

	31.12.2018 RM'000	31.12.2017 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	4,300	21,383
Adjustments for:		
Depreciation	3,259	3,430
Bad debt written off	-	1,370
Deposit written off	-	4
Interest expense	1,485	1,670
Provision for slow moving inventories	348	512
Property, plant and equipment written off	241	116
Gain on disposal of property, plant and equipment	(334)	(270)
Gain on disposal of subsidiaries	-	(1,761)
Interest income	(183)	(235)
Goodwill written off	-	87
Reversal of impairment loss on receivables	-	(771)
Reversal of inventories written down	-	(17)
Loss on deregistration of subsidiaries	-	314
Unrealised foreign exchange gain	(18)	(618)
Operating profit before working capital changes	<u>9,098</u>	<u>25,214</u>
Inventories	9,383	(12,697)
Receivables	22,739	(21,389)
Payables	(30,021)	31,714
Cash generated from operations	<u>11,199</u>	<u>22,842</u>
Interest paid	(129)	(282)
Income tax paid	(3,486)	(5,661)
Interest received	183	235
Net cash generated from operating activities	<u>7,767</u>	<u>17,134</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(1,859)	(3,298)
Proceeds from disposal of property, plant and equipment	417	356
Proceeds from disposal of subsidiary company	-	3,813
(Placement)/Withdrawals of fixed deposits	161	2,300
Placement of other investments	(1,889)	(2,501)
Dividend received	-	234
Net cash (used in)/from investing activities	<u>(3,170)</u>	<u>904</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(1,308)	(1,963)
Dividends paid to non controlling interest	-	(7,307)
Net repayment from borrowings	(809)	(6,007)
Net repayment of finance lease liabilities	(266)	(551)
Advances to directors	-	(1,032)
Shares repurchased	-	(8)
Interest paid	(1,356)	(1,388)
Net cash used in financing activities	<u>(3,739)</u>	<u>(18,256)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	858	(218)
Effects of foreign exchange rate changes	(461)	(15,370)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	<u>28,865</u>	<u>44,453</u>
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	<u>29,262</u>	<u>28,865</u>
Represented by:		
Fixed deposits with licensed banks	410	571
Cash and bank	29,910	32,692
	<u>30,320</u>	<u>33,263</u>
Less: Fixed deposits pledged with licensed banks	(410)	(571)
Less: Bank overdrafts	(648)	(3,827)
	<u>29,262</u>	<u>28,865</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2017.)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2018

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2017.

The accounting policies applied by the Group in these interim financial statements are consistent with those applied by the Group in its annual audited financial statements for the year ended 31 December 2017 except for the adoption of the following Amendments to Standards during the current financial period.

A2. Changes in Accounting Policies

Adoption of new MFRSs, amendments / improvements to MFRSs and new IC Interpretation (“IC Int”)

The Group and the Company have adopted the following new MFRSs, amendments / improvements to MFRSs and new IC Int that are mandatory for the current financial year.

New

MFRS 9	Financial Instruments
MFRS 15	Revenue from Contracts with Customers

Amendments/Improvements to MFRSs

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-based Payment
MFRS 4	Insurance Contracts
MFRS 128	Investments in Associates and Joint Ventures
MFRS 140	Investment Property

New IC Int

IC Int 22	Foreign Currency Transactions and Advance Consideration
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The significant accounting policies adopted by the Group are consistent with those of the audited financial statements for the year ended 31 December 2017, except for the new Malaysian Financial Reporting Standards (“MFRSs”), amendments/improvements to MFRSs, new IC Interpretation (“IC Int”) and amendments to IC Int with effect from 1 January 2018.

Effective for financial periods
beginning on or after

New

MFRS 16	Leases	1 January 2019
MFRS 17	Insurance Contracts	1 January 2021

Amendments/Improvements to MFRSs

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards	1 January 2021 [#]
MFRS 2	Share-based Payment	1 January 2020*
MFRS 3	Business Combinations	1 January 2019/ 1 January 2020*
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2021 [#]
MFRS 6	Exploration for and Evaluation of Mineral Resources	1 January 2020*
MFRS 7	Financial Instruments: Disclosures	1 January 2021 [#]
MFRS 9	Financial Instruments	1 January 2019
MFRS 10	Consolidated Financial Statements	Deferred
MFRS 11	Joint Arrangements	1 January 2019
MFRS 14	Regulatory Deferral Accounts	1 January 2020*
MFRS 15	Revenue from Contracts with Customers	1 January 2021 [#]
MFRS 101	Presentation of Financial Statements	1 January 2020*
MFRS 107	Statements of Cash Flows	1 January 2021 [#]
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Error	1 January 2020*
MFRS 112	Income Taxes	1 January 2019
MFRS 116	Property, Plant and Equipment	1 January 2021 [#]
MFRS 119	Employee Benefits	1 January 2019
MFRS 123	Borrowing Costs	1 January 2019
MFRS 128	Investments in Associates and Joint Ventures	1 January 2019/ Deferred
MFRS 132	Financial Instruments: Presentation	1 January 2021 [#]
MFRS 134	Interim Financial Reporting	1 January 2020*
MFRS 136	Impairment of Assets	1 January 2021 [#]
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets	1 January 2020*
MFRS 138	Intangible Assets	1 January 2020*
MFRS 140	Investment Property	1 January 2021 [#]

New IC Int

IC Int 23	Uncertainty over Income Tax Treatments	1 January 2019
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Amendments to IC Int

IC Int 12	Service Concession Arrangements	1 January 2020*
IC Int 19	Extinguishing Financial Liabilities with Equity Instruments	1 January 2020*
IC Int 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2020*
IC Int 22	Foreign Currency Transactions and Advance Consideration	1 January 2020*
IC Int 132	Intangible Assets - Web Site Costs	1 January 2020*

* Amendments to References to the Conceptual Framework in MFRS Standards

Amendments as to the consequence of effective of MFRS 17 Insurance Contracts

A3. Audit Qualification

There was no audit qualification in the auditors' report of the Company's previous financial statements for the financial year ended 31 December 2017.

A4. Seasonality or Cyclicity of Operations

Festive seasons do have an effect on the operations of the Group.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence during the financial period.

A6. Changes in Estimates

There were no material changes in the estimates used for the preparation of interim financial report.

A7. Issuance, Cancellation or Repayments of Debt and Equity Securities

Save as disclosed below, there were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities by the Company for the current financial period-to-date:

During the current quarter, there was no share repurchased. As at 31 December 2018, a total of 3,167,900 shares repurchased were held at a total cost of RM3,201,991.22 The shares repurchased are being held as treasury shares in accordance with Section 127 of the Companies Act 2016. None of the treasury shares held were resold or cancelled during the quarter under review and up to the date of this report.

A8. Dividend Paid

An interim single tier dividend of 1.0 sen per share in respect of the financial year ending 31 December 2018 was paid on 5 September 2018.

A9. Segmental Information

	Retail, design and distribution	Manufacturing	Investment holding and property investment	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
12 months year ended 31 December 2018					
Revenue					
External	154,508	7,378	85	-	161,971
Inter-segment revenue	57,298	35,017	1,126	(93,441)	-
Total revenue	211,806	42,395	1,211	(93,441)	161,971
Segment results					
Profit after tax	1,283	1,006	(2,565)	385	108
Profit attributable to:					
- Owners of the Company					(9)
- Non-controlling interests					117
Profit for the year					108

12 months year ended 31 December 2017

Revenue					
External	182,146	10,092	199	-	192,437
Inter-segment revenue	84,082	34,208	19,100	(137,390)	-
Total revenue	266,228	44,300	19,299	(137,390)	192,437
Segment results					
Profit after tax	4,145	2,478	24,925	(14,163)	17,385

Profit attributable to:

- Owners of the Company					17,355
- Non-controlling interests					30
Profit for the year					17,385

A10. Valuations of property, plant and equipment

The values of property, plant and equipment have been brought forward without amendments from the previous financial statements for the year ended 31 December 2017.

A11. Material Events Subsequent To The Financial Period

There were no subsequent material events as at the date of this report.

A12. Changes in the Composition of the Company

There were no changes in the composition of the Group during the quarter under review.

A13. Contingent Liabilities

There were no contingent liabilities as at the date of this report.

A14. Capital Commitments

The Group did not have any capital commitments which were contracted but not provided for as at 31 December 2018.

A15. Significant Related Party Transactions

There were no significant related party transactions during the current quarter under review.

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**B1. Review of Performance**

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Year To Date
	31/12/2018	31/12/2017	31/12/2018	31/12/2017
	RM'000	RM'000	RM'000	RM'000
Revenue	44,300	53,281	161,971	192,437
Profit before tax	2,555	9,368	4,300	21,383
Profit after tax	271	8,663	108	17,385

Quarter results

For the quarter under review, the Group recorded a revenue of RM44.3 million and a profit after tax ("PAT") of RM0.3 million as compared with a revenue of RM53.3 million and a PAT of RM8.7 million for the preceding year corresponding quarter. The decrease in profit was mainly due to the lower revenue from retail and manufacturing segment.

Performance for the respective operating business segments for the current quarter as at 31 December 2018 as compared to the previous year's corresponding quarter is analysed as follows:

- 1) Retail operations – Segmental revenue decreased to RM41.4 million in current quarter compared to RM50.1 million in previous year corresponding quarter due to lower sales volume. However, it reported a PAT of RM1.4 million in current quarter as compared to a loss after tax of RM2.6 million mainly due to bad debt written off of RM1.4 million and loss on deregistration of a subsidiary of RM0.3 million recognised in previous year corresponding quarter.
- 2) Manufacturing operations – Segmental revenue decreased to RM2.8 million in current quarter compared to RM3.1 million in previous year corresponding quarter due to lower sales volume. The PAT of RM0.4 million during the current quarter was comparable to previous year's corresponding quarter. Segmental PAT also contributed by rental income and interest income classified in other income.
- 3) Others – Segmental revenue recognised in the current quarter of RM0.1 million was comparable to previous year corresponding quarter. Segmental loss after tax of RM3.0 million in the current quarter was higher as compared to loss after tax of RM2.0 million in previous year corresponding quarter mainly due to impairment loss on investment in subsidiaries recognised in the current quarter.

Financial year results

For the current financial year ("FY2018"), the Group recorded a revenue of RM162.0 million and a profit after tax of RM0.1 million as compared with a revenue of RM192.4 million and a profit after tax ("PAT") of RM17.4 million for the prior financial year ("FY2017"). The decrease in profit was mainly due to the lower sales, expenses incurred for early termination of a retail outlet for a foreign subsidiary and higher tax expenses in FY2018. The increase in tax expense were mainly resulted from derecognition of deferred tax assets arising from the foreign subsidiary. This was offset by lower expenses for current year to date resulted from disposal of foreign subsidiaries in FY2017.

Performance for the respective operating business segments for the FY2018 as compared to the FY2017 is analysed as follows:

- 1) Retail operations – Segmental revenue decreased to RM154.5 million in the FY2018 as compared to RM182.1 million in FY2017 mainly due to lower sales volume. As a result, it reported a lower PAT of RM1.3 million in the FY2018 as compared to PAT of RM4.1 million in the FY2017.
- 2) Manufacturing operations – Segmental revenue decreased to RM7.4 million in FY2018 was lower than FY2017 of RM10.1 million. As a result, it reported a lower PAT of RM1.0 million in the current financial year as compared to PAT of RM2.5 million in prior financial year.
- 3) Others – Segmental revenue decreased to RM0.1 million in FY2018 as compared to FY2017 of RM0.2 million. Segmental loss after tax decreased to RM2.6 million in FY2018 as compared to PAT of RM24.9 million in FY2017 mainly due to higher dividend income received from subsidiaries amounted to RM25.2 million in FY2017 as compared to RM1.5 million dividend income received from subsidiaries in FY2018.

B2. Material Changes in Current Quarter Results compared to Immediate Preceding Quarter

	Current Quarter Ended 31/12/2018 RM'000	Preceding Quarter Ended 30/09/2018 RM'000
Revenue	44,300	41,806
Profit after tax	271	610

For the current quarter under review, the Group recorded revenue and profit after tax of RM44.3 million and RM0.3 million respectively as compared to revenue of RM41.8 million and profit after tax of RM0.6 million, reported in the immediate preceding quarter. The lower profit after tax was mainly due to recognition of additional tax expense in the current quarter.

B3. Prospects For Financial Year 2019

The Group will continue to be vigilant and actively undertake to streamline its operations, enhance product innovation, develop talent and implement new marketing strategies to boost sales and ensure sustainable growth amidst challenging economic and market environment.

B4. Profit Forecast and Profit Guarantee

The Group has not provided any profit forecast or profit guarantee.

B5. Taxation

	Current Year Quarter 31.12.2018 RM'000	Preceding Year Corresponding Quarter 31.12.2017 RM'000	Current Year To date 31.12.2018 RM'000	Preceding Year Corresponding Year To Date 31.12.2017 RM'000
Income Tax				
- Current period	2,093	715	3,364	4,757
- Overprovision in prior period	(64)	(61)	(235)	(31)
Deferred Taxation				
- Current period	138	50	138	50
- Prior period	116	1	924	(778)
	<u>2,284</u>	<u>705</u>	<u>4,192</u>	<u>3,998</u>

B6. Status of Corporate Proposals

There were no corporate proposals being announced during the current quarter under review.

B7. Borrowings and Debt Securities

The Group's borrowings as at 31 December 2018 are as follows:-

	Secured RM'000	Total RM'000
<i>Current</i>		
Finance lease liabilities	1,225	1,225
Bank overdraft	648	648
Term loans (in RM)	2,440	2,440
Term loans (in SGD)	2	2
	4,314	4,314
<i>Non-current</i>		
Finance lease liabilities	262	262
Term loans (in RM)	32,769	32,769
Term loans (in SGD)	3,184	3,184
	36,215	36,215
Total	40,529	40,529

B8. Material Litigation

There was no material litigation as at the date of this quarterly report and the financial year to date.

B9. Dividend

The Board do not recommend any dividend during the current quarter.

B10. Qualification of Audit Report of the Preceding Annual Financial Statements

There was no qualification on audit report of the preceding annual financial statements.

B11. Listing requirements

This quarterly report has been reviewed by the Company's external auditors.

B12. Earnings Per Share

Basic earnings per share is calculated by dividing the profit attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

	Current Year Quarter 31.12.2018	Preceding Year Corresponding Quarter 31.12.2017	Current Year To date 31.12.2018	Preceding Year Corresponding Year To Date 31.12.2017
Profit attributable to the owners (RM'000)	177	8,334	(9)	17,355
Weighted average number of ordinary shares in issue ('000)	130,832	130,832	130,832	130,832
Basic earnings/(loss) per share (sen)	0.14	6.37	(0.01)	13.27

Diluted earnings per share is not applicable for the Group.

B13. Notes To Condensed Consolidated Income Statements For The Quarter And Year-To-Date

	Current Year Quarter 31.12.2018 RM'000	Preceding Year Corresponding Quarter 31.12.2017 RM'000	Current Year To date 31.12.2018 RM'000	Preceding Year Corresponding Year To Date 31.12.2017 RM'000
<i>After crediting :-</i>				
Interest income	42	38	183	235
Net foreign exchange gain - unrealised	-	-	18	618
Gain on disposal of property, plant and equipment	-	84	334	270
<i>After charging :-</i>				
Interest expense	332	1,005	1,485	1,670
Depreciation	817	850	3,259	3,430
Provision for slow moving inventories	-	219	348	512
Property, plant and equipment written off	2	-	241	116

BY ORDER OF THE BOARD**ANDREA HUONG JIA MEI**Company Secretary
MIA 36347

Dated: 25 February 2019