



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

**Condensed Consolidated Statements of Profit or Loss  
And Other Comprehensive Income (unaudited)**

**For the Fourth Financial Quarter Ended 30 June 2018**

	3 months ended		Year-to-date ended	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
<b>Revenue</b>	<b>54,501</b>	<b>35,584</b>	<b>214,455</b>	<b>169,935</b>
Other income	1,529	724	1,175	2,623
Operating expenses	(49,612)	(41,085)	(189,293)	(165,408)
<b>Profit from operations</b>	<b>6,418</b>	<b>(4,777)</b>	<b>26,337</b>	<b>7,150</b>
Depreciation & amortisation	(2,944)	(1,690)	(9,689)	(6,611)
Finance income	-	4	21	63
Finance costs	(910)	(359)	(2,710)	(1,652)
<b>Profit/(loss) before tax</b>	<b>2,564</b>	<b>(6,822)</b>	<b>13,959</b>	<b>(1,050)</b>
Income tax	(1,326)	505	(4,667)	(72)
<b>Profit/(loss) for the year</b>	<b>1,238</b>	<b>(6,317)</b>	<b>9,292</b>	<b>(1,122)</b>
<b>Other comprehensive income, net of tax:- Items that will not be reclassified subsequently to profit or loss</b>				
Revaluation of land and buildings	2,165	2,620	2,165	2,620
Remeasurement of retirement benefit liabilities	170	(414)	170	(414)
<b>Item that will be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	(60)	(2,642)	901	(1,419)
<b>Other comprehensive income/(loss) for the year</b>	<b>2,275</b>	<b>(436)</b>	<b>3,236</b>	<b>787</b>
<b>Total comprehensive income/(loss) for the year</b>	<b>3,513</b>	<b>(6,753)</b>	<b>12,528</b>	<b>(335)</b>
<b>Profit/(loss) attributable to:</b>				
Owners of the Company	1,125	(6,358)	8,929	(1,528)
Non-controlling interests	113	41	363	406
<b>Profit/(loss) for the year</b>	<b>1,238</b>	<b>(6,317)</b>	<b>9,292</b>	<b>(1,122)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	4,602	(6,523)	12,446	(501)
Non-controlling interests	(1,089)	(230)	82	166
<b>Total comprehensive income/(loss) for the year</b>	<b>3,513</b>	<b>(6,753)</b>	<b>12,528</b>	<b>(335)</b>
<b>Earning/(loss) per share attributable to owners of the Company (sen) (Note B10)</b>				
- Basic per share	<b>0.14</b>	<b>(0.77)</b>	<b>1.09</b>	<b>(0.19)</b>
- Diluted per share	<b>0.12</b>	<b>(0.66)</b>	<b>0.92</b>	<b>(0.16)</b>

The Condensed Consolidated Statements of Profit or Loss And Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Statements of Financial Position (Unaudited)

For the Fourth Financial Quarter Ended 30 June 2018

	As at 30.6.2018 (Unaudited) RM'000	As at 30.6.2017 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	209,044	204,822
Intangible assets	18,395	19,830
Investment properties	4,000	5,000
Available-for-sale investment	-	-
Deferred tax assets	882	952
	232,321	230,604
<b>Current Assets</b>		
Inventories	47,584	31,515
Trade receivables	38,202	28,239
Other receivables, deposits and prepayments	19,889	11,961
Tax recoverable	5,034	5,191
Cash and deposits	16,044	15,864
	126,753	92,770
Assets classified as held for sale	1,100	-
<b>Total Assets</b>	<b>360,174</b>	<b>323,374</b>
<b>EQUITY</b>		
<b>Equity Attributable to Owners of the Company</b>		
Share capital	89,099	88,060
Reserves	36,818	39,748
Retained earnings	85,666	70,395
	211,583	198,203
<b>Non-controlling interests</b>	3,029	2,946
<b>Total Equity</b>	214,612	201,149
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Deferred tax liabilities	19,134	16,040
Government grants	83	96
Term loans	42,462	47,429
Finance lease liabilities	517	513
Provision for retirement benefits	5,855	5,421
	68,051	69,499
<b>Current Liabilities</b>		
Government grants	14	14
Trade payables	16,755	10,829
Other payables and accruals	22,906	24,267
Term loans	8,227	10,922
Short term borrowings	29,464	6,564
Finance lease liabilities	145	130
	77,511	52,726
<b>Total Liabilities</b>	145,562	122,225
<b>Total Equity And Liabilities</b>	<b>360,174</b>	<b>323,374</b>
<b>Net Assets Per Share Attributable To Owners Of The Company (Sen)</b>	<b>25.61</b>	<b>24.14</b>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.



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Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Statements of Changes in Equity (unaudited)

For the Fourth Financial Quarter Ended 30 June 2018

	Attributable to Owners of the Company				Total	Non-controlling Interests	Total Equity
	Non-distributable		Distributable	RM'000			
	Share capital RM'000	Share premium RM'000	Reserves RM'000				
<b>YEAR ENDED 30 JUNE 2018</b>							
<b>At 1 July 2017</b>	<b>88,060</b>	-	<b>39,748</b>	<b>70,395</b>	<b>198,203</b>	<b>2,946</b>	<b>201,149</b>
Total comprehensive income for the year	-	-	3,347	9,099	12,446	83	12,529
Revaluation reserve realised on disposal of property, plant and equipment	-	-	(396)	396	-	-	-
Transactions with owners of the Company:-							
Conversion of warrants	1,039	-	(105)	-	934	-	934
Realisation of warrant reserve upon expiry of warrant 2013/2018	-	-	(5,776)	5,776	-	-	-
<b>At 30 June 2018</b>	<b>89,099</b>	-	<b>36,818</b>	<b>85,666</b>	<b>211,583</b>	<b>3,029</b>	<b>214,612</b>
<b>YEAR ENDED 30 JUNE 2017</b>							
<b>At 1 July 2016</b>	<b>81,482</b>	<b>5,364</b>	<b>38,428</b>	<b>76,426</b>	<b>201,700</b>	<b>2,623</b>	<b>204,323</b>
Total comprehensive income/(loss) for the year	-	-	1,441	(1,942)	(501)	166	(335)
Transactions with owners of the Company:-							
Issuance of shares to non-controlling interests	-	-	-	-	-	157	157
Conversion of warrants	607	607	(121)	-	1,093	-	1,093
Interim dividends	-	-	-	(4,089)	(4,089)	-	(4,089)
Transfer pursuant to Companies Act 2016	5,971	(5,971)	-	-	-	-	-
<b>At 30 June 2017</b>	<b>88,060</b>	-	<b>39,748</b>	<b>70,395</b>	<b>198,203</b>	<b>2,946</b>	<b>201,149</b>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.



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**Hovid Bhd (Company no: 58476 A)**

**Condensed Consolidated Statements of Cash Flows (unaudited)  
For the Fourth Financial Quarter Ended 30 June 2018**

	Note	12 months ended	
		30.6.2018 RM'000	30.6.2017 RM'000
<b>Cash flows from operating activities</b>			
Profit before tax		13,959	(1,050)
<i>Adjustments for:</i>			
Amortisation of intangible assets		610	660
Change in fair value of investment properties		(100)	(200)
Provision for retirement benefits		744	644
Depreciation of property, plant and equipment		9,079	5,951
Gain on disposals of properties, plant and equipment		(6)	(88)
Impairment loss on receivables		582	126
Interest expense		2,710	1,652
Interest income		(21)	(63)
Inventories written down		249	168
Inventories written off		688	1,026
Inventories written back		(579)	(43)
Impairment of product development expenditure		2,512	2,549
Property, plant and equipment written off		210	131
Reversal of impairment loss on receivables		(23)	(37)
Unrealised loss on foreign exchange		1,581	420
Amortisation of government grants		(13)	(14)
Government grants recognised as income		(38)	(197)
<b>Operating profit before changes in working capital</b>		32,144	11,635
Change in inventories		(17,291)	1,784
Change in receivables, deposits and prepayments		(18,450)	21,115
Change in payables and accruals		2,903	3,629
Short term borrowings		15,633	(11,904)
Revolving credit		7,268	-
<b>Cash generated from operations</b>		22,206	26,259
Tax paid		(2,012)	(4,400)
<b>Net cash from operating activities</b>		20,194	21,859
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment		(11,069)	(42,307)
Interest received		21	63
Proceeds from disposals of property, plant and equipment		860	335
Product development expenditure incurred		(1,687)	(2,567)
Proceeds from government grants		38	4,563
<b>Net cash used in investing activities</b>		(11,837)	(39,913)



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**Condensed Consolidated Statements of Cash Flows (unaudited)  
For the Fourth Financial Quarter Ended 30 June 2018**

	Note	12 months ended	
		30.6.2018 RM'000	30.6.2017 RM'000
<b>Cash flows from financing activities</b>			
Interest paid		(2,708)	(1,650)
Placement of pledged deposits with a licensed bank		(423)	(755)
Repayment of finance lease liabilities		(137)	(142)
Repayment of term loans		(11,248)	(6,581)
Drawdown of term loans		5,129	21,709
Proceeds from issuance of shares to non-controlling		-	157
Interim dividends paid		-	(4,089)
Proceeds from warrants conversion		934	1,093
<b>Net cash from financing activities</b>		<b>(8,453)</b>	<b>9,742</b>
Change in cash and cash equivalents		(96)	(8,312)
Effect of exchange rates fluctuations on cash held		(147)	71
Cash and cash equivalents at beginning of the year		13,699	21,940
<b>Cash and cash equivalents at end of the year</b>	(I)	<b>13,456</b>	<b>13,699</b>

Note (I) Cash and cash equivalents comprises:

Cash and bank balances	16,044	15,864
Less: Fixed deposits pledged to banks	(2,588)	(2,165)
	<u>13,456</u>	<u>13,699</u>

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.



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Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Fourth Financial Quarter Ended 30 June 2018

Explanatory Notes as per MFRS 134, Interim Financial Reporting

**A1 Basis of preparation**

The condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("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. These condensed interim financial statements also comply with International Accounting Standard ("IAS") 34, *Interim Financial Reporting* issued by the International Accounting Standard Board ("IASB").

The condensed interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2017. The explanatory notes attached to the condensed 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 30 June 2017.

**A2 Changes in accounting policies**

During the year, the Group adopted all new and revised MFRSs and IC Interpretations ("IC Int.") and amendments to MFRSs and IC Int. issued that are relevant to the Group's operations and effective for accounting years beginning on or after 1 July 2017. The adoption of these new and revised MFRSs and IC Int. have not resulted in material change to the Group's accounting policies.

**Standards and IC Interpretations ("IC Int.") in issue but not yet effective**

The Group has not elected for early adoption of the relevant new and revised MFRSs and IC Int. and amendments to MFRSs and IC Int. which have been issued but not yet effective at the date of authorisation for issue of these condensed interim financial statements. The directors anticipate that the adoption of these Standards and IC Int. when they become effective will have no material impact on the financial statements of the Group in the period of initial recognition.

**A3 Audit report of preceding annual financial statements**

The audit report of the preceding annual financial statements was not subject to any qualification.

**A4 Comment about seasonal or cyclical factors**

The business operations of the Group were not materially affected by any seasonal or cyclical factors during the quarter under review.

**A5 Unusual items affecting assets, liabilities, equities, net income or cash flows**

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

**A6 Significant estimates and changes in estimates**

There were no changes in estimates that have had any material effect during the quarter under review.

**A7 Debt and equity securities**

During the current quarter, the Company issued 5,193,300 ordinary shares for cash arising from the exercise of Warrants at an exercise price of RM0.18 per ordinary share.

Other than the above, there was no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the quarter under review.

**A8 Dividends paid**

No dividend was paid during the quarter under review.



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For the Fourth Financial Quarter Ended 30 June 2018

Explanatory Notes as per MFRS 134, Interim Financial Reporting

**A9 Segment information**

The Group is principally confined to the manufacturing and sale of pharmaceutical and herbal products. Operating segment information has therefore not been prepared as the Group's revenue and operating profit before tax are mainly confined to one operating segment.

**A10 Valuation of property, plant and equipment**

During the quarter under review, certain of the Group's land and buildings were revalued based on valuation performed by independent professional valuers using comparison method and assets depreciated replacement cost method.

**A11 Material events**

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

**A12 Significant events**

There were no significant events during the current quarter.

**A13 Changes in the composition of the Group**

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

**A14 Changes in contingent liabilities and contingent assets**

There were no material changes in contingent liabilities or contingent assets since the date of last annual report as at 30 June 2017, to the date of this report.

**A15 Significant related parties transactions**

	3 months ended		Year-to-date ended	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
<b>Transactions with companies in which a Director is also a director of those companies</b>				
Sales	(1)	2	99	6
Reallocation of common costs	16	15	59	55
Purchases	(826)	(553)	(3,626)	(1,556)
Steam supply income	28	162	226	564
Rental of boiler expense	(4)	(4)	(18)	(18)
<b>Transactions with a company in which a person connected with a Director has substantial financial interests</b>				
Purchase of computer equipment and accessories	(94)	(80)	(192)	(180)



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**Explanatory Notes as per MFRS 134, Interim Financial Reporting**

**A16 Capital commitments**

The Group's capital commitments not provided for in the interim financial statements as at balance sheet date were as follows:-

	<b>RM'000</b>
<b>Property, plant and equipment</b>	
Authorised and contracted	14,370
Authorised but not contracted	12,444
<b>Total capital commitments</b>	<b>26,814</b>





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**Quarterly financial report (unaudited)**

**For the Fourth Financial Quarter Ended 30 June 2018**

**Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad**

## **B1 Review of performance**

### **For the Quarter**

The Group recorded a revenue of RM54.5 million during the current quarter which represents an increase of 53.2% or RM18.9 million as compared to the preceding year corresponding quarter's revenue of RM35.6 million. Revenue for the preceding year corresponding quarter was affected by products being out-of-stock as they were depleted during the period when the manufacturing licences were revoked.

In contrast, all the production plants are operating optimally now. Further, the capsules and tablets production in the new Plant A have been commissioned in December 2017 and March 2018, respectively, to boost our production capacity.

The Group's pre-tax profit was RM2.6 million for the current quarter, an increase of RM9.4 million in comparison to the preceding year corresponding quarter's loss of RM6.8 million. The significant improvement was due to improved sales during the current quarter arising from full production activities in comparison to a much lower sales and the suspension of production activities during the period the manufacturing licences were revoked in the preceding year. In addition, during the current quarter, foreign exchange gain arising from the fluctuation of United State of America Dollar ("USD") against Ringgit Malaysia ("RM") amounted to RM0.6 million in comparison to a loss of RM0.5 million during the preceding year corresponding quarter.

### **Year-to-date**

The Group's revenue for the current financial year amounted to RM214.4 million, an increase of RM44.5 million or 26.2% in comparison to RM169.9 million achieved in the previous financial year. The production capacity was boosted with the commissioning of Plant A capsules production in December 2017 and tablet production in March 2018. This increase in capacity, together with all the production plants operating 24 hours a day since the start of the current financial year, helped meet the increased orders. In contrast, previous year's revenue was affected by the plants shut down due to the licence revocation mentioned above.

The Group's pre-tax profit for the current financial year of RM14.0 million was RM15.0 million higher in comparison to the previous financial year's loss of RM1.0 million. The significant improved result arose from the increased production activities, as well as the commissioning of Plant A during the year. In contrast, the previous year's adverse result was due to the disruption in manufacturing activities when the manufacturing licences were revoked, leading to lower revenue and higher operating costs incurred in the improvements to our quality systems and production processes.



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For the Fourth Financial Quarter Ended 30 June 2018

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

**B2 Results comparison with preceding quarter**

	Quarter ended	
	30.6.2018 RM'000	31.3.2018 RM'000
<b>Revenue</b>	54,501	55,843
<b>Profit before tax</b>		
Profit before tax and before foreign exchange differences	2,014	5,850
Add/(less):		
Unrealised foreign exchange gain/(loss)	301	(1,360)
Realised foreign exchange gain	249	93
Net foreign exchange gain/(loss)	550	(1,267)
<b>Profit before tax</b>	2,564	4,583

The Group recorded a revenue of RM54.5 million during the current financial quarter which represents a slight decrease of RM1.3 million or 2.4% as compared to the preceding financial quarter's revenue of RM55.8 million, mainly due to the the timing of the sales deliveries.

The Group's pre-tax profit for the current quarter of RM2.6 million was RM2.0 million lower in comparison to the preceding quarter's profit of RM4.6 million. The current quarter's pre-tax profit before foreign exchange differences was lower in comparison to the preceding quarter due to the difference in sales mix, as well as an increase in operating expenses during the current quarter. However, this decrease was off-set by the foreign exchange gain of RM0.6 million arising from the strengthened USD against RM, in comparison to the loss of RM1.3 million in the preceding quarter.

**B3 Commentary on Prospects**

Barring any unforeseen circumstances, the outlook for the Group is expected to be satisfactory given that the Group has expanded its tablet and capsule production facility and actively securing new overseas markets and registration of new products. However, the fluctuation of RM against the USD and the resulting unrealised foreign exchange gains / loss may cause some fluctuations to our RM denominated financial results together with the increase in depreciation and interest expense arising from the new expansions.

The Group will continue to enhance its competitive edge by continually placing emphasis on research and development and improving its production processes to achieve better efficiency.

**B4 Profit forecast, profit guarantee and internal targets**

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.



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Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

**B5 Income tax expense**

	3 months ended		Year-to-date ended	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
Income tax expense				
Current period	(2,821)	26	1,349	506
Prior period	804	20	804	(791)
Total income tax expense/(over provision)	(2,017)	46	2,153	(285)
Deferred tax expense				
Origination and reversal of temporary differences	3,343	(551)	2,514	357
Total	1,326	(505)	4,667	72

The effective tax rate for the year is higher than the statutory tax rate mainly due to non-deductible expenses and unrecognised tax losses in subsidiaries.

**B6 Status of corporate proposal and its proceeds utilisation**

There are no corporate proposals announced but not completed for the quarter under review.

**B7 Borrowings and debt securities**

Details of the Group's bank borrowings as at the end of the year were as follows :-

	Current RM'000	Non-current RM'000	Total RM'000
<b>Secured</b>	37,836	42,979	80,815

The bank borrowings denominated in foreign currencies in RM equivalent are as follows:-

	RM'000
US Dollar	14,840
Philippines Peso	531
	<u>          </u>

**B8 Material litigation**

There were no material litigation against the Group as at the reporting date that arose since the date of our last annual report, other than the following litigation which is not material but disclosed here for information:-

As disclosed in the annual report for the financial year ended 30 June 2017, on 24 December 2014, our Company's competitor ("Plaintiffs") took action against our Company for patent infringement for manufacturing and selling one of our Company's products. Our Company had defended the suit and counterclaimed against the Plaintiffs to invalidate the subject patent.

On 21 July 2016, the High Court of Kuala Lumpur had decided in favour of our Company and granted, inter alia, an order invalidating the subject patent and accordingly decided that there was no patent infringement. The claim against our Company for patent infringement was dismissed with costs by the High Court.



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**B8 Material litigation (cont.)**

On 30 August 2016, the High Court awarded our Company total costs including disbursements of RM656,853.03, with interest of 5% per annum calculated on the total costs from 30 August 2016 until the date of full payment by the Plaintiffs. The amount awarded together with interest was received on 30 November 2016.

On 29 September 2016, the Plaintiffs filed a notice of appeal to the Court of Appeal of Malaysia against the decision of the High Court. On 19 September 2017, the Court of Appeal maintained the High Court's decision to invalidate the subject patent and dismissed the infringement suit.

On 17 October 2017, the Plaintiffs filed an application for leave to appeal to the Federal Court. The Federal Court has on 26 June 2018, granted the application and will set a Hearing Date in due course.

**B9 Dividend proposed or declared**

No dividend has been proposed or declared during the current quarter.

**B10 Earnings per share**

The basic earnings per share has been calculated by dividing the Group's net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the period. For the purpose of calculating diluted earnings per share, the profit attributable to shareholders and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, ie, warrants in issue.

	3 months ended		Year-to-date ended	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
Net profit/(loss) attributable to shareholders	1,125	(6,358)	8,929	(1,528)
<u>Number of ordinary shares</u>				
	'000	'000	'000	'000
Weighted average number of ordinary shares (basic)	822,555	820,652	821,304	819,073
Effects of dilution in outstanding Warrants	148,575	147,132	150,513	156,876
Weighted average number of ordinary shares (diluted)	971,130	967,784	971,817	975,949
<u>Earning/(loss) per share</u>				
	Sen	Sen	Sen	Sen
Earning per share:-				
Basic	0.14	(0.77)	1.09	(0.19)
Diluted	0.12	(0.66)	0.92	(0.16)



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For the Fourth Financial Quarter Ended 30 June 2018

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

**B11 Profit for the year**

Included in the profit/(loss) for the year are:-

	3 months ended		Year-to-date ended	
	30.6.2018 RM'000	30.6.2017 RM'000	30.6.2018 RM'000	30.6.2017 RM'000
Finance income	-	4	21	63
Other income	1,023	1,525	2,124	2,615
Finance cost	(910)	(359)	(2,710)	(1,652)
Depreciation and amortisation	(2,944)	(1,690)	(9,689)	(6,611)
Impairment loss on receivables	(535)	(87)	(582)	(126)
Reversal of impairment loss on receivables	-	7	23	37
Write off of receivables	(42)	(30)	(44)	(30)
Gain on disposal of property, plant and equipment	(27)	-	6	88
Inventories written off	(225)	(185)	(688)	(1,026)
Inventories written back	579	(4)	579	43
Foreign exchange gain/(loss)	562	(500)	(969)	(22)
Inventories written down	(110)	(168)	(239)	(168)

**Authorisation for issue**

On 30 August 2018, the Board of Directors authorised this interim report for issue.

On behalf of the Board,

Goh Tian Hock

Ng Yuet Seam

Joint Secretaries