

MILUX CORPORATION BERHAD (313619-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	Notes	Individual Quarter		Cumulative Period	
		Current year	Preceding year	Current year	Preceding year
		quarter	quarter	to date	to date
		30/09/2017	30/09/2016	30/09/2017	30/9/2016
		RM'000	RM'000	RM'000	RM'000
		Unaudited	Unaudited	Unaudited	Unaudited
Revenue	A8	18,832	17,771	59,429	53,433
Cost of Sales		(14,860)	(13,721)	(47,323)	(42,383)
Gross Profit		3,972	4,050	12,106	11,050
Other income		49	167	837	417
Administration and general expenses		(2,549)	(2,264)	(8,520)	(7,696)
Selling and distribution expenses		(1,300)	(1,360)	(4,419)	(3,689)
Finance expenses		(130)	(57)	(376)	(167)
Share of loss of a joint venture (net of tax)		(1)	(3)	(5)	(3)
<b>Profit/(Loss) before tax</b>	A8	41	533	(377)	(88)
Tax Expenses	B5	(57)	(395)	(14)	(584)
<b>Profit/(Loss) for the period</b>	B12	(16)	138	(391)	(672)
Other Comprehensive Income		(2)	2	4	-
<b>Total Comprehensive profit/(loss) for the period</b>		(18)	140	(387)	(672)
Profit/(Loss) attributable to:					
Owners of the parent		(16)	138	(391)	(672)
Non-controlling Interest		-	-	-	-
		(16)	138	(391)	(672)
Total Comprehensive profit/(loss) attributable to:					
Owners of the parent		(18)	140	(387)	(672)
Non-controlling Interest		-	-	-	-
		(18)	140	(387)	(672)
Earnings/(Loss) per share attributable to owners of the parent	B10				
- Basic (sen)		(0.03)	0.25	(0.72)	(1.24)
- Diluted (sen)		N/A	N/A	N/A	N/A

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and Annual Financial Report for year ended 31 December 2016.

**MILUX CORPORATION BERHAD (313619-W)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2017**

	<b>UNAUDITED AS AT 30 Sep 2017 RM'000</b>	<b>AUDITED AS AT 31 Dec 2016 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant & Equipment	7,805	7,941
Investment Properties	351	361
Investment in a joint venture	244	249
Other Investments	49	44
Goodwill on consolidation	222	222
	<u>8,671</u>	<u>8,817</u>
<b>Current Assets</b>		
Inventories	22,909	21,675
Trade and Other Receivables	B13 19,465	21,302
Fixed deposits with licensed banks	3,269	4,137
Cash & Bank Balances	4,653	4,377
	<u>50,296</u>	<u>51,491</u>
<b>TOTAL ASSETS</b>	<u>58,967</u>	<u>60,308</u>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	54,411	54,411
Reserves	(9,412)	(9,025)
Total equity attributable to the owners of the parent	44,999	45,386
Non-controlling Interest	-	-
Total Equity	<u>44,999</u>	<u>45,386</u>
<b>Non Current Liabilities</b>		
Deferred tax liabilities	167	277
Long-term borrowings	B7 1,013	792
	<u>1,180</u>	<u>1,069</u>
<b>Current Liabilities</b>		
Trade and Other Payables	6,228	8,916
Bank Borrowings	B7 6,278	4,682
Taxation	282	255
	<u>12,788</u>	<u>13,853</u>
Total Liabilities	<u>13,968</u>	<u>14,922</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>58,967</u>	<u>60,308</u>
<b>Net Assets Per Share attributable to owners of the parent (RM)</b>	0.83	0.83

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and Annual Financial Report for the year ended 31 December 2016.

## MILUX CORPORATION BERHAD (313619-W)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	-----Attributable to owners of the parent----->							
	<----- Non-Distributable ----->							
	Share Capital	Share Premium	Revaluation Reserve	Fair Value Reserve	(Accumulated Losses)/Retained Profits	Total	Non-Controlling Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Unaudited</b>								
<b><u>9-months ended 30 September 2016</u></b>								
At 31 December 2015/								
1 January 2016	54,411	1,173	-	2	(7,535)	48,051	-	48,051
Loss after taxation	-	-	-	-	(672)	(672)	-	(672)
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(672)	(672)	-	(672)
As at 30 September 2016	54,411	1,173	-	2	(8,207)	47,379	-	47,379
<b>Unaudited</b>								
<b><u>9-months ended 30 September 2017</u></b>								
At 31 December 2016/								
1 January 2017	54,411	1,173	-	2	(10,200)	45,386	-	45,386
Loss after taxation	-	-	-	-	(391)	(391)	-	(391)
Other comprehensive income	-	-	-	4	-	4	-	4
Total comprehensive income/ (loss) for the period	-	-	-	4	(391)	(387)	-	(387)
As at 30 September 2017	54,411	1,173	-	6	(10,591)	44,999	-	44,999

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and Annual Financial Report for year ended 31 December 2016.

## MILUX CORPORATION BERHAD (313619-W)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	9 months ended 30/09/2017	9 months ended 30/09/2016
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Profit/(loss) before income tax	(377)	(88)
Adjustments for :-		
Allowance for slow moving inventories	69	-
Depreciation	942	975
Fixed Asset written off	1	165
(Gain)/loss on disposal of property, plant and equipment	(199)	5
Impairment loss on receivables	305	134
Provision for warranty cost	159	138
Provision for contingent liability	-	324
Share of loss in joint venture	5	3
Unrealised loss/(gain) on forex	475	1
Write back of Impairment loss on trade receivables no longer required	(199)	(126)
Write back of allowance for slow moving inventories no longer required	(16)	(309)
Interest expenses	376	167
Interest income	(102)	(124)
Operating Profit Before Working Capital Changes	1,439	1,265
Changes in working capital		
Inventories	(1,287)	220
Receivables	675	(2,341)
Payables	(3,022)	(101)
Cash Generated From Operations	(2,195)	(957)
Interest paid	(169)	-
Income tax refunded	259	-
Income tax paid	(529)	(1,466)
GST refunded	1,210	722
GST paid	(246)	(215)
Warranty paid	(34)	(30)
<b>Net cash from operating activities</b>	<b>(1,704)</b>	<b>(1,946)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest received	102	124
Investment in joint venture	-	(252)
Net (placement)/withdrawal of Fixed Deposits	885	2,151
Proceeds from disposal of property, plant & equipment	227	10
Purchase of unit trust	(1)	(1)
Purchase of property, plant and equipment	(825)	(848)
<b>Net cash (used in)/from investing activities</b>	<b>388</b>	<b>1,184</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Interest paid	(208)	(167)
Net proceeds/(repayment) of Banker Acceptance	331	311
Net proceeds/(repayment) of hire purchase facilities	324	(69)
<b>Net cash from/(used in) financing activities</b>	<b>447</b>	<b>75</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(869)</b>	<b>(687)</b>
CASH AND CASH EQUIVALENT AT BEGINNING	4,100	6,257
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>3,231</b>	<b>5,570</b>
<b>Represented by</b>		
Fixed Deposits with licensed banks	3,269	4,107
Cash and bank balances	4,653	4,525
Bank overdraft	(2,501)	-
Fixed Deposits with maturity of more than 3 months	(2,190)	(3,062)
	<b>3,231</b>	<b>5,570</b>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the the accompanying explanatory notes attached to the interim Financial Statements and Annual Financial Report for year ended 31 December 2016.

# MILUX CORPORATION BERHAD (313619-W)

## Notes to interim financial report

### 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”) 134: Interim Financial Reporting and the applicable disclosure provisions laid down in Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2016 and the accompanying notes attached to these interim financial statements. Within the context of these condensed consolidated financial statements, the Group comprises the Company and its subsidiaries.

The significant accounting policies adopted by the Group in this Report are consistent with those adopted in the Audited Financial Statements of the Group for the financial period ended 31 December 2016 except for the adoption of the following New/Revised MFRSs and Amendments to MFRSs that became effective for annual period beginning on or after 1 January 2017 as follows:

Effective for annual financial periods beginning on or after 1 January 2017:

Amendments to MFRS 12, *Disclosure of Interest in Other Entities* \*;

Amendments to MFRS 107, *Disclosure Initiative*;

Amendments to MFRS 112, *Recognition of Deferred Tax Assets for Unrealised Losses*.

The initial application of the abovementioned standards, amendments and interpretations did not have material impact on this interim financial reporting.

The Group has not adopted the following Standards and Amendments issued by the Malaysian Accounting Standards Board [“MASB”] which are not yet effective.

Effective for annual financial periods beginning on or after 1 January 2018:

MFRS 9, *Financial Instruments*;

MFRS 15, *Revenue from Contracts with Customers and Clarifications to MFRS 15*;

Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards* \*;

Amendments to MFRS 2, *Classification and Measurement of Share-based Payment Transactions*;

Amendments to MFRS 4, *Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*;

Amendments to MFRS 128, *Investments in Associates and Joint Ventures* \*;

Amendments to MFRS 140, *Transfers of Investment Property*;

IC Interpretations 22, *Foreign Currency Transactions and Advance Consideration*.

## MILUX CORPORATION BERHAD (313619-W)

### A1. Basis of preparation (cont'd)

Effective for annual financial periods beginning on or after 1 January 2019:

MFRS 16, *Leases*.

Effective for a date yet to be confirmed:

Amendments to MFRS 10 and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

\*Annual improvements to MFRS Standards 2014-2016 Cycle.

The Group and the Company will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any material impact to the financial statements of the Group and the Company upon their initial application except MFRS 9 and MFRS 15 and MFRS 16.

### A2. Audit qualification

The preceding year annual financial statements of the Group were not subject to any qualification by its Auditors.

### A3. Seasonal or cyclical factors

The Group's sales are generally dependent on the Malaysian economy and consumer confidence and are normally enhanced prior to festive seasons.

### A4. Unusual items affecting assets, liabilities, equity, net income or cash flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flow of the Group in the quarterly financial statements under review.

### A5. Material changes in estimates

There were no material changes in estimates in the quarterly financial statements under review.

### A6. Issuances, cancellation, repurchase, resale and repayment of debts and equity securities

There were no issuances, cancellation, repurchase, resale and repayment of debts and equity securities during the current quarter under review.

### A7. Dividends paid

No dividends were paid during the current quarter under review.

## MILUX CORPORATION BERHAD (313619-W)

### A8. Segmental information

The main business segments of the Group comprise the following :

Home appliances	-Manufacturer and dealer in household appliances and their related products.
Others	-Investment holding and provision of management services and rental income.

Segment information in respect of the Group's business segments for the period under review is as follows:

#### Information on reportable segments

#### Segment Assets and Liabilities as at 30 September 2017

	Home appliances RM '000	Others RM '000	Elimination RM '000	Total RM '000
<u>Assets</u>				
Segment assets	63,573	8,870	(21,795)	50,648
Tax recoverable	377	20	-	397
Deferred tax asset	-	-	-	-
Deposits, cash and bank balances	7,332	590	-	7,922
<b>Total Assets</b>	<b>71,282</b>	<b>9,480</b>	<b>(21,795)</b>	<b>58,967</b>
<u>Liabilities</u>				
Segment Liabilities	91,768	2,442	(87,982)	6,228
Taxation	280	2	-	282
Deferred tax liabilities	167	-	-	167
Loan and borrowings	7,291	-	-	7,291
<b>Total Liabilities</b>	<b>99,506</b>	<b>2,444</b>	<b>(87,982)</b>	<b>13,968</b>

## MILUX CORPORATION BERHAD (313619-W)

### A8. Segmental information (cont'd)

	Quarter ended 30-Sep-17 RM '000	Quarter ended 30-Sep-16 RM '000	YTD ended 30-Sep-17 RM '000	YTD ended 30-Sep-16 RM '000
<u>External Revenue</u>				
Home appliances	18,832	17,771	59,429	53,433
Others	-	-	-	-
	18,832	17,771	59,429	53,433
<u>Inter-segment</u>				
Home appliances	959	1,628	3,154	4,902
Others	150	150	451	451
Elimination	(1,109)	(1,778)	(3,605)	(5,353)
	-	-	-	-
<b>Total Revenue</b>	18,832	17,771	59,429	53,433
<u>Segment Results</u>				
Home appliances	305	587	(351)	566
Others	(183)	(164)	(487)	(904)
Elimination	-	-	-	-
	122	423	(838)	(338)
<u>Other Income</u>				
Home appliances	10	132	714	256
Others	6	6	21	37
	16	138	735	293
<u>Interest expense</u>				
Home appliances	(130)	(57)	(376)	(167)
Others	-	-	-	-
	(130)	(57)	(376)	(167)
<u>Interest income</u>				
Home appliances	33	29	94	116
Others	-	-	8	8
	33	29	102	124
<u>Profit/(loss) before taxation</u>				
Home appliances	218	691	81	771
Others	(177)	(158)	(458)	(859)
	41	533	(377)	(88)



## MILUX CORPORATION BERHAD (313619-W)

### A8. Segmental information (cont'd)

	Quarter ended 30-Sep-17 RM '000	Quarter ended 30-Sep-16 RM '000	YTD ended 30-Sep-17 RM '000	YTD ended 30-Sep-16 RM '000
<u>Tax expenses</u>				
Home appliances	(56)	(392)	(12)	(579)
Others	(1)	(3)	(2)	(5)
	(57)	(395)	(14)	(584)
<b>Profit/(loss) for the period</b>				
Home appliances	162	299	69	192
Others	(178)	(161)	(460)	(864)
	(16)	138	(391)	(672)
Fair Value gain/(loss) on Available for sale financial asset	(2)	2	4	-
<b>Total Comprehensive profit/(loss) for the period</b>	<u>(18)</u>	<u>140</u>	<u>(387)</u>	<u>(672)</u>

### A9. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

### A10. Material subsequent events

There were no material events subsequent to the current financial quarter ended 30 September 2017 up to the date of this interim financial report which is likely to substantially affect the results of the operations of the Group.

### A11. Changes in the composition of the Group

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

### A12. Contingent liabilities

The Company has extended its corporate guarantees to financial institution for banking facilities granted by them to certain subsidiaries which amounted to RM12.02 million as at 30 September 2017. The contingent liabilities of the company pertaining to the facilities utilised by its subsidiaries as at 30 September 2017 amounted to RM6.08 million.

## MILUX CORPORATION BERHAD (313619-W)

### A12. Contingent liabilities (cont')

Pansprint Consolidated Sdn. Bhd. ("PCSB"), a wholly owned subsidiary of the Company has a contingent liability of RM324,495.60 arising from a suit filed by Fong Kah Heng Trading ("FKH"), details of which are spelled out under Note B8, Material Litigation.

### A13. Capital commitments

Material commitments not provided for in the financial statements as at 30 September 2017 are as follows:

	<b>As at 30 Sept 2017</b> <b>RM'000</b>
Advance for working capital to Phoenix Pentagon Sdn. Bhd.	<u>60</u>

### A14. Related party disclosures

Save as disclosed below, there is no significant transaction entered into between the Group and other related parties during the Quarter under review.

Transactions with other related parties during the Quarter ended 30 September 2017:

	<b>Quarter ended 30-Sep-17 RM '000</b>	<b>Quarter ended 30-Sep-16 RM '000</b>	<b>YTD ended 30-Sep-17 RM '000</b>	<b>YTD ended 30-Sep-16 RM '000</b>
Salaries paid to persons connected to certain directors	<u>26</u>	<u>24</u>	<u>82</u>	<u>58</u>

## MILUX CORPORATION BERHAD (313619-W)

### PART B: ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITY BERHAD LISTING REQUIREMENTS

#### B1. Review of Performance

	Individual Quarter			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (%)	Current Year To-date	Preceding Year To-date	Changes (%)
	30-09-17	30-09-16		30-09-17	30-09-16	
	RM'000	RM'000		RM'000	RM'000	
Revenue	18,832	17,771	6.0%	59,429	53,433	11.2%
Profit/(loss) before						
Interest and Tax	171	590	-71.0%	(1)	79	-101.3%
Profit/(loss) before tax	41	533	-92.3%	(377)	(88)	-328.4%
Profit/(loss) after tax	(16)	138	-111.6%	(391)	(672)	41.8%

For the quarter under review, the Group posted a higher net revenue of RM18.83 million compared to RM17.77 million in the preceding year corresponding quarter. This represents an increase of 6.0%. The increase was due to higher revenue from the trading operation where revenue was 29.6% higher at RM10.34 million compared to RM7.98 million in the preceding year corresponding quarter as a result of a wider product range carried compared to the preceding year corresponding quarter. However, revenue for the manufacturing operation dipped 13.4% to RM8.49 million from RM9.80 million in the previous corresponding quarter due to lower export sales which amounted to RM5.5 million compared to RM7.03 million.

The Group's year-to-date revenue increased to RM59.43 million from RM53.43 million in the preceding period, an increase of 11.3%. This is due to higher export sales from the manufacturing operation which increased by 8% from RM16.11 million in the preceding period to RM17.40 million in the current period while local OEM sales remained flat at RM10.40 million. The trading operation's local sales meanwhile increased by 17.8% to RM31.66 million from the preceding period's revenue of RM26.89 million mainly due to wider product range carried.

The Group's profit before tax ("PBT") dipped to RM0.041 million for the quarter under review from RM0.53 million in the preceding year corresponding quarter due to lower profit contribution from the Home appliances segment and higher losses incurred by the Investment Holding and dormant companies segment (classified as "Others" in Note A8). The Home appliances segment recorded a PBT of RM0.22 million compared to RM0.69 million in the preceding year corresponding quarter. The dip in PBT for the Home appliances segment was mainly due to cost pressure faced by the manufacturing operation but were restricted in its ability to pass on the higher cost burden to its price sensitive customers. The "Others"

## MILUX CORPORATION BERHAD (313619-W)

### B1. Review of Performance (cont'd)

segment recorded a LBT of RM0.18 million compared to a LBT of RM0.16 million in the preceding year corresponding quarter.

The Group recorded a loss after tax ("LAT") of RM0.016 million for the quarter compared to a profit after tax ("PAT") of RM0.14 million in the preceding year corresponding quarter.

### B2. Comparison with immediate preceding quarter's results

	Current Quarter	Immediate Preceding Quarter	Percentage Changes (%)
	30-09-17	30-06-17	
	RM'000	RM'000	
Revenue	18,832	21,938	-14.2%
Profit/(loss) before			
Interest and Tax	171	445	-61.6%
Profit/(loss) before tax	41	316	-87.0%
Profit/(loss) after tax	(16)	390	-104.1%

Compared to the immediate preceding quarter, Group revenue was 14.2% lower at RM18.83 million compared to RM21.94 million. The lower revenue was attributed to lower contribution from both the trading and manufacturing operation due to lull in consumer spending post festive season in the immediate preceding quarter. The manufacturing operation's revenue decreased by 12.5% to RM8.49 million from RM9.70 million in the immediate preceding quarter due to lower local OEM sales while revenue for trading operation dipped to RM10.34 million from RM12.24 million.

The Group recorded a PBT and LAT of RM0.041 million and RM0.016 million respectively for the quarter under review compared to a PBT and PAT of RM0.32 million and RM0.39 million respectively in the immediate preceding quarter. The dipped in PBT was due to lower revenue during the quarter although gross profit margin was stable while administration expenses was 7.8% lower.

### B3. Commentary on current year prospect

In line with the seasonal nature of the Group's business, the Group is expected to achieve higher revenue for the fourth quarter despite the softer domestic demand currently experienced.

### B4. Variance of actual and revenue or profit estimate

The Company has not announced or disclosed any revenue or profit estimate, forecast, projection or internal targets for the Group for the quarter under review.

## MILUX CORPORATION BERHAD (313619-W)

### B5. Taxation

	Quarter ended 30-09-17 RM '000	Quarter ended 30-09-16 RM '000	YTD ended 30-09-17 RM '000	YTD ended 30-09-16 RM '000
Current year tax expense	88	445	281	588
RPGT	-	15	(161)	15
Prior year	4	(1)	4	(10)
Deferred taxation	(35)	(64)	(110)	(9)
	<u>57</u>	<u>395</u>	<u>14</u>	<u>584</u>

The effective tax rate of the Group for the current quarter under review was higher than the Malaysian tax rate due to losses incurred by certain subsidiaries of the Group.

### B6. Status of corporate proposals announced by the Company

There were no corporate proposals announced that remained uncompleted as at the date of this announcement.

### B7. Group borrowings and debt securities

Secured bank borrowings are secured by fixed charges over the land and building owned by certain subsidiary companies and are guaranteed by the Company. The Group have not issued any debt securities.

The total Group borrowings and the weighted average effective interest rate as at the 30 September 2017 are as follows:

	As at 30 Sept 2017			As at 30 Sept 2016		
	WAEIR %	Short term Borrowing RM '000	Long term Borrowing RM '000	WAEIR %	Short term Borrowing RM '000	Long term Borrowing RM '000
<u>Secured</u>						
Hire-Purchase	4.84	314	1,013	4.48	118	98
Bank overdraft	8.71	2,501	-	-	-	-
Bankers' acceptance	6.44	3,463	-	6.50	3,450	-
Total		<u>6,278</u>	<u>1,013</u>		<u>3,568</u>	<u>98</u>

The increase in borrowings as at 30 September 2017 was mainly due to the utilization of bank overdraft to fund the increased working capital requirement of the Group arising from increased sales.

## MILUX CORPORATION BERHAD (313619-W)

### B8. Material litigation

#### Pansprint Consolidated Sdn. Bhd. ("Pansprint")

On 26 July 2016, the Board of Directors announced that the Company's wholly-owned subsidiary, Pansprint had on 25 July 2016 been served with a Writ of Summon and Statement of Claim ("Writ of Summon") in relation to a claim filed by Fong Kah Heng Trading ("FKH Trading"). The Writ of Summon is for Pansprint to pay RM 324,495.60, interest at a rate of 5% per annum on the sum of RM 324,495.60 from the date of Writ of Summon until date of full settlement, cost of filing of Writ of Summon and any other amount deemed fit by Kuantan Session Courts.

The Kuantan Session Court ("KSC") has fixed the case management on 9 August 2016.

On 10<sup>th</sup> August 2016, the Board of Directors announced that the KSC in its hearing on 9 August 2016 fixed the following:

- (i) 17<sup>th</sup> August, 2016 for the filing of the Defendants' Defence;
- (ii) 1<sup>st</sup> September, 2016 for the filing of Plaintiff's Reply, if any; and
- (iii) 6<sup>th</sup> September, 2016 for case management

On 9 November 2016, the Board of Directors announced that the case has been transferred from the KSC to the Shah Alam Sessions Court ("SASC") and was registered under a new suit no. BA-B52NCVC-412-11/2016 pursuant to the KSC Order dated 28 September 2016 and that the case management has been scheduled to be held on 6 December 2016 at SASC.

The SASC in its hearing on 6 December 2016 fixed 20 December 2016 for the hearing of further directions in setting the matter for trial.

On 20 December 2016, the SASC in its hearing set 25 January 2017 for the next case management.

On 25 January 2017, the SASC in its hearing fixed 28 February 2017 for the next case management and simultaneously fixed 21 March 2017 for mediation to be held at the Selangor Mediation Centre, Sultan Salahuddin Abdul Aziz Shah Courthouse, Shah Alam, Selangor Darul Ehsan.

On 21 March 2017, the SASC in its hearing fixed the next case management and continuation of mediation on 27 April 2017.

On 27 April 2017, the SASC fixed 6 June 2017 for the filing of the Common Bundle of Documents, the Bundle of Pleadings, the Agreed Facts, the Issues to be Tried and Summary of Case in the process for setting the case down for Full Trial.

On 6 June 2017, the SASC fixed 5 July 2017 for the next case management.

On 5 July 2017, the SASC fixed 26 July 2017 for the next case management.

On 26 July 2017, the SASC fixed 25 September 2017 for the next case management and 9 October 2017 and 10 October 2017 for Full Trial.

## MILUX CORPORATION BERHAD (313619-W)

### B8. Material litigation (cont'd)

On 25 September 2017, the SASC fixed the next Case Management on 29 September 2017.

Upon the conclusion of the full trial on 10 October 2017, the SASC fixed the following dates for both parties:

1. on or before 10 November 2017 for the filing of both parties' Written Submission;
2. on or before 15 November 2017 for the filing of both parties' Reply, if any; and

The decision of the Court will be given on 23 November 2017.

### B9. Dividends

No interim dividend has been declared for the current quarter under review.

### B10. Earnings/(loss) per share

The basic earnings/(loss) per share has been calculated by dividing the Group's earnings/(loss) for the period by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on earnings/(loss) per share as the Company has no potential issues of ordinary shares.

i) Profit/(loss) for the quarter/period (basic)

	Quarter ended 30-Sep-17 RM '000	Quarter ended 30-Sep-16 RM '000	YTD ended 30-Sep-17 RM '000	YTD ended 30-Sep-16 RM '000
Profit/(Loss) attributable to owners of the parent	(16)	138	(391)	(672)

ii) Number of ordinary shares (basic)

	Quarter ended 30-Sep-17 RM '000	Quarter ended 30-Sep-16 RM '000	YTD ended 30-Sep-17 RM '000	YTD ended 30-Sep-16 RM '000
Weighted average number of ordinary shares ('000)	54,411	54,411	54,411	54,411
<b>Basic earnings/(loss) per share (sen)</b>	<b>(0.03)</b>	<b>0.25</b>	<b>(0.72)</b>	<b>(1.24)</b>

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### B11. Disclosure of realised and un-realised retained profit/(loss)

The breakdown of (accumulated losses)/retained profits as at reporting date is as follows:

	<b>As at 30 September 2017 RM '000</b>	<b>As at 31 December 2016 RM '000</b>
Total (accumulated losses)/retained profits of the Company and its subsidiaries		
- Realised	(90,439)	(90,541)
- Unrealised	(938)	(80)
	<u>(91,377)</u>	<u>(90,621)</u>
Total share of (accumulated losses)/ retained profits of jointly controlled entities		
- Realised	(8)	(3)
- Unrealised	-	-
Less: Consolidated adjustments	80,794	80,424
Total (accumulated losses)/retained profits as at September/ December	<u>(10,591)</u>	<u>(10,200)</u>



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### B12. Profit/(loss) for the period

	Quarter ended 30-Sep-17 RM '000	Quarter ended 30-Sep-16 RM '000	YTD ended 30-Sep-17 RM '000	YTD ended 30-Sep-16 RM '000
Profit/(Loss) before taxation is arrived at after charging/(crediting)				
Allowance for slow moving inventories	69	-	69	-
Allowance for slow moving inventories no longer required	(16)	(32)	(16)	(309)
Depreciation	314	314	942	975
(Gain)/Loss on disposal of property, plant & machinery (net)	(14)	(3)	(199)	5
Interest expense	130	57	376	167
Interest income	(33)	(29)	(102)	(124)
Impairment loss on trade receivables	50	134	305	134
Impairment loss on trade receivables no longer required	(21)	-	(199)	-
Provision for warranty	52	31	159	138
Provision for potential liability	-	-	-	324
Property, plant & equipment written-off	-	10	1	165
Realised foreign exchange (gain)/loss (net)	63	(52)	(150)	301
Unrealised foreign exchange (gain)/loss (net)	(28)	7	475	-

### B13. Trade Receivables

The Group's trade receivables as at 30 September 2017 are as follow:

	As at	
	30-Sep-17 RM'000	31-Dec-16 RM'000
<b>Trade Receivables:</b>		
Third parties	18,213	19,472
Allowance for impairment loss	(992)	(890)
	<u>17,221</u>	<u>18,582</u>

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### B13. Trade Receivables (cont'd)

The Group typically gives the existing customers credit terms that range from 30 to 120 days.

The Group's ageing analysis of trade receivables as at 30 June 2017 are as follows:

	<b>As at 30 Sept 2017</b>
<b>Classification</b>	<b>RM'000</b>
1 - 30 days	5,542
31 - 60 days	5,650
61 - 90 days	4,215
91 - 120 days	547
121 - 150 days	457
Over 150 days	<u>1,802</u>
	18,213
Less: Allowance for impairment loss	<u>(992)</u>
	<u><u>17,221</u></u>

**Dated: 22 November 2017**