

# MILUX CORPORATION BERHAD (313619-W)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2019

		Individual Quarter		Cumulative Period	
		Current year	Preceding year	Current year	Preceding year
		quarter	quarter	to date	to date
		30/9/2019	30/9/2018	30/9/2019	30/9/2018
		RM'000	RM'000	RM'000	RM'000
		<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
Revenue	A8	15,006	21,177	46,559	59,933
Cost of Sales		(12,300)	(16,715)	(37,220)	(47,468)
Gross Profit		2,706	4,462	9,339	12,465
Other income		78	116	382	728
Administration and general expenses		(2,685)	(2,803)	(8,270)	(8,298)
Selling and distribution expenses		(1,569)	(1,574)	(4,318)	(4,614)
Finance expenses		(104)	(110)	(342)	(345)
Share of loss of a joint venture (net of tax)		-	(1)	(1)	(3)
<b>Profit/(Loss) before tax</b>	A8	(1,574)	90	(3,210)	(67)
Tax Expenses	B5	66	(19)	127	102
<b>Profit/(Loss) for the period</b>	B11	(1,508)	71	(3,083)	35
Other Comprehensive Income/(expense)		-	-	1	(2)
<b>Total Comprehensive income/(expense) for the period</b>		(1,508)	71	(3,082)	33
Profit/(Loss) attributable to:					
Owners of the parent		(1,508)	71	(3,083)	35
Non-controlling Interest		-	-	-	-
		(1,508)	71	(3,083)	35
Total Comprehensive income/(expense) attributable to:					
Owners of the parent		(1,508)	71	(3,082)	33
Non-controlling Interest		-	-	-	-
		(1,508)	71	(3,082)	33
Earnings/(Loss) per share attributable to owners of the parent					
- Basic (sen)	B10	(2.77)	0.13	(5.67)	0.06
- Diluted (sen)	B10	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 2018.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 SEPTEMBER 2019**

	<b>UNAUDITED AS AT 30 Sep 2019 RM'000</b>	<b>AUDITED AS AT 31 Dec 2018 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant & Equipment	6,918	6,931
Investment Properties	326	335
Investment in a joint venture	239	239
Other Investments	46	45
Goodwill on consolidation	222	222
	<u>7,751</u>	<u>7,772</u>
<b>Current Assets</b>		
Inventories	21,174	20,813
Trade and Other Receivables	B12 15,132	18,400
Fixed deposits with licensed banks	3,358	3,632
Cash & Bank Balances	3,985	5,741
	<u>43,649</u>	<u>48,586</u>
<b>TOTAL ASSETS</b>	<u>51,400</u>	<u>56,358</u>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	55,584	55,584
Reserves	(16,170)	(13,088)
Total equity attributable to the owners of the parent	39,414	42,496
Non-controlling Interest	-	-
Total Equity	<u>39,414</u>	<u>42,496</u>
<b>Non Current Liabilities</b>		
Deferred tax liabilities	201	263
Long-term borrowings	B7 394	651
	<u>595</u>	<u>914</u>
<b>Current Liabilities</b>		
Trade and Other Payables	7,140	7,981
Bank Borrowings	B7 4,249	4,967
Taxation	2	-
	<u>11,391</u>	<u>12,948</u>
Total Liabilities	11,986	13,862
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>51,400</u>	<u>56,358</u>
<b>Net Assets Per Share attributable to owners of the parent (RM)</b>	0.72	0.78

*The Net Assets Per Share was arrived at based on the Number of Issued Shares of 54,411,294*

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 2018.

MILUX CORPORATION BERHAD (313619-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	<-----Attributable to owners of the parent----->					<----- Non-Distributable ----->		
	Share Capital	Share Premium	Revaluation Reserve	Fair Value Reserve	Accumulated Losses	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 2018</u></b>								
At 31 December 2017/								
1 January 2018	54,411	1,173	-	6	(11,039)	44,551	-	44,551
Profit/(loss) after taxation	-	-	-	-	35	35	-	35
On application of MFRS 9	-	-	-	-	(221)	(221)	-	(221)
Other comprehensive expense	-	-	-	(2)	-	(2)	-	(2)
Total comprehensive expense	-	-	-	(2)	(186)	(188)	-	(188)
As at 30 September 2018	54,411	1,173	-	4	(11,225)	44,363	-	44,363
<b>Unaudited</b>								
<b><u>9-months ended 30 September 2019</u></b>								
At 31 December 2018/								
1 January 2019	55,584	-	-	-	(13,088)	42,496	-	42,496
Loss after taxation	-	-	-	-	(3,083)	(3,083)	-	(3,083)
Other comprehensive expense	-	-	-	1	-	1	-	1
Total comprehensive expense	-	-	-	1	(3,083)	(3,082)	-	(3,082)
As at 30 September 2019	55,584	-	-	1	(16,171)	39,414	-	39,414

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 2018.

## MILUX CORPORATION BERHAD (313619-W)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2019

	9 months ended 30-09-2019	9 months ended 30-09-2018
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Loss before income tax	(3,210)	(67)
Adjustments for :-		
Depreciation	831	971
Property, plant & equipment written off	-	19
Impairment loss on receivables	222	451
Slow moving inventories written down	-	289
Provision for warranty cost	152	173
Share of loss in joint venture	-	3
Unrealised loss/(gain) on forex	(82)	(223)
Reversal of Impairment loss on trade receivables no longer required	(78)	(329)
Interest expenses	342	345
Interest income	(60)	(73)
Operating Profit Before Working Capital Changes	(1,883)	1,559
Changes in working capital		
Inventories	(360)	1,787
Receivables	2,985	(250)
Payables	(823)	197
Cash (used in)/from Operations	(81)	3,293
Interest paid	(127)	(129)
Tax refunded	377	7
Tax paid	(160)	(328)
Warranty paid	(100)	(120)
<b>Net cash (used in)/ from operating activities</b>	<b>(91)</b>	<b>2,723</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest received	60	73
Net (placement)/withdrawal of Fixed Deposits	(57)	(54)
Purchase of unit trust	(1)	(1)
Purchase of property, plant and equipment	(808)	(739)
<b>Net cash (used in)/from investing activities</b>	<b>(806)</b>	<b>(721)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Interest paid	(215)	(216)
Net proceeds/(repayment) of Bank borrowings	128	(284)
Payment of hire purchase payable	(413)	(245)
<b>Net cash (used in)/from financing activities</b>	<b>(500)</b>	<b>(745)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(1,397)</b>	<b>1,257</b>
Effect of exchange rate fluctuations on cash held	-	-
CASH AND CASH EQUIVALENT AT BEGINNING	5,984	2,325
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>4,587</b>	<b>3,582</b>
<b>Represented by</b>		
Fixed Deposits with licensed banks	3,358	3,601
Cash and bank balances	3,985	3,797
Bank overdraft	(444)	(1,567)
Fixed Deposits with maturity of more than 3 months	(2,312)	(2,249)
	<b>4,587</b>	<b>3,582</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 2018.

# 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 2018 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 2018 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 2019 as follows:

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

MFRS 16, *Leases*.

IC Interpretation 23, *Uncertainty over Income Tax Treatments*

Amendments to MFRS 9, *Prepayment Features with Negative Compensations*;

Amendments to MFRS 119, *Plan Amendment, Curtailment or Settlement*;

Amendments to MFRS 128, *Long-term interests in Associates and Joint Ventures*.

Annual Improvements to MFRSs 2015-2017 Cycle

The adoption of the above pronouncements did not have any material impact on the financial statements of the Group.

The following are accounting standards, amendments and interpretations that have been issued but not yet effective and have not been applied by the Group:

#### Effective for financial periods beginning on or after 1 January 2020:

Amendments to MFRS 3, *Business Combinations*

Amendments to MFRS 101, *Presentation of Financial Statements*

Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*

Amendments to MFRS 134, *Interim Financial Reporting*

Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets*

Amendments to MFRS 138, *Intangible Assets*

#### Effective for annual financial periods beginning on or after 1 January 2021:

MFRS 17, *Insurance Contracts*

# MILUX CORPORATION BERHAD (313619-W)

## Notes to interim financial report

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

Effective date to be determined by Malaysian Accounting Standards Board  
Amendments to MFRS 10 and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group and the Company will adopt the above pronouncements when they become effective in the respective financial periods.

### 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 consumer confidence which is influenced by the state of the Malaysian and Global economies. For the domestic market, sales 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)

### Notes to interim financial report

#### 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 2019

	Home appliances RM '000	Others RM '000	Elimination RM '000	Total RM '000
<u>Assets</u>				
Segment assets	56,175	8,396	(20,949)	43,622
Taxation prepaid	422	13	-	435
Deferred tax asset	-	-	-	-
Deposits, cash and bank balances	6,695	648	-	7,343
<b>Total Assets</b>	<b>63,292</b>	<b>9,057</b>	<b>(20,949)</b>	<b>51,400</b>
<u>Liabilities</u>				
Segment Liabilities	85,704	3,569	(82,133)	7,140
Taxation	-	2	-	2
Deferred tax liabilities	201	-	-	201
Loan and borrowings	4,643	-	-	4,643
<b>Total Liabilities</b>	<b>90,548</b>	<b>3,571</b>	<b>(82,133)</b>	<b>11,986</b>

**MILUX CORPORATION BERHAD (313619-W)**  
**Notes to interim financial report**

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

	Quarter ended 30-Sep-19 RM '000	Quarter ended 30-Sep-18 RM '000	YTD ended 30-Sep-19 RM '000	YTD ended 30-Sep-18 RM '000
<u>External Revenue</u>				
Home appliances	15,006	21,177	46,559	59,933
Others	-	-	-	-
	15,006	21,177	46,559	59,933
<u>Inter-segment</u>				
Home appliances	682	985	1,983	2,712
Others	132	157	395	471
Elimination	(814)	(1,142)	(2,378)	(3,183)
	-	-	-	-
<b>Total Revenue</b>	<b>15,006</b>	<b>21,177</b>	<b>46,559</b>	<b>59,933</b>
<u>Segment Results</u>				
Home appliances	(1,381)	203	(2,461)	8
Others	(167)	(119)	(789)	(458)
	(1,548)	84	(3,250)	(450)
<u>Other Income</u>				
Home appliances	50	92	304	637
Others	6	6	18	18
	56	98	322	655
<u>Interest expense</u>				
Home appliances	(104)	(110)	(342)	(345)
Others	-	-	-	-
	(104)	(110)	(342)	(345)
<u>Interest income</u>				
Home appliances	18	18	56	64
Others	4	-	4	9
	22	18	60	73
<u>Profit/(Loss) before taxation</u>				
Home appliances	(1,417)	203	(2,443)	364
Others	(157)	(113)	(767)	(431)
	(1,574)	90	(3,210)	(67)



# MILUX CORPORATION BERHAD (313619-W)

## Notes to interim financial report

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

	Quarter ended 30-Sep-19 RM '000	Quarter ended 30-Sep-18 RM '000	YTD ended 30-Sep-19 RM '000	YTD ended 30-Sep-18 RM '000
<u>Tax expense</u>				
Home appliances	67	(18)	129	104
Others	(1)	(1)	(2)	(2)
	66	(19)	127	102
<b>Profit/(Loss) for the period</b>				
Home appliances	(1,350)	185	(2,314)	468
Others	(158)	(114)	(769)	(433)
	(1,508)	71	(3,083)	35
Fair Value gain/(loss) on Available for sale financial asset	-	-	1	(2)
<b>Total Comprehensive income/ (expense) for the period</b>	<b>(1,508)</b>	<b>71</b>	<b>(3,082)</b>	<b>33</b>

### 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 2019 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 to the composition of the Group during the Quarter under review.

## MILUX CORPORATION BERHAD (313619-W)

### Notes to interim financial report

#### A12. Contingent liabilities

The Company has extended its corporate guarantees to financial institutions for banking facilities granted by them to certain subsidiaries which amounted to RM11.99 million as at 30 September 2019. The contingent liabilities of the company pertaining to the facilities utilized by its subsidiaries as at 30 September 2019 amounted to RM4.16 million.

#### A13. Capital commitments

Material commitments not provided for in the financial statements as at 30 September 2019 were as follow:

	<b>As at 30 Sep 2019</b> <b>RM'000</b>
Advance for working capital to Phoenix Pentagon Sdn. Bhd. - a joint-venture Company	<u>60</u>

#### A14. Significant related party transactions

There are no significant related party transactions as at the date of this announcement.

# MILUX CORPORATION BERHAD (313619-W)

## Notes to interim financial report

### 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
	30-09-19	30-09-18		30-09-19	30-09-18	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	15,006	21,177	-29.1%	46,559	59,933	-22.3%
Profit/(loss) before interest and tax	(1,470)	200	-835.0%	(2,868)	278	-1131.7%
Profit/(loss) before tax	(1,574)	90	-1848.9%	(3,210)	(67)	-4691.0%
Profit/(loss) after tax	(1,508)	71	-2223.9%	(3,083)	35	-8908.6%

Group revenue was 29.1 % lower than that of the preceding year corresponding quarter due to lower contribution from both the manufacturing and trading operation. The manufacturing operation revenue decreased by 35.8 % to RM5.16 million from RM8.04 million in the preceding year corresponding quarter due to lower revenue derived from both its export and local market. Export and local revenue decreased by 55.6 % and 15.1 % to RM1.83 million and RM3.33 million from RM4.12 million and RM3.92 million respectively. Meanwhile, the trading operation revenue recorded a decrease of 25.0 % to RM9.85 million from RM13.14 million in the preceding year corresponding quarter. The lower revenue was due to the current economic uncertainties both in the global and domestic market.

Year-to-date revenue decreased by 22.3 % from RM59.93 million in the preceding year corresponding period to RM46.56 million in the period under review.

For the quarter under review, the Group registered a loss before tax ("LBT") of RM1.57 million compared to a profit before tax ("PBT") of RM0.09 million in the preceding year corresponding quarter. The LBT for the current quarter under review was mainly due to lower revenue and gross profit margin while the trading operation continued investing in its sales promotion program resulting in higher selling expenses.

Loss after tax ("LAT") stood at RM1.51 million compared to profit after tax ("PAT") of RM0.07 million in the preceding year corresponding quarter. Year-to-date, the Group recorded a LAT of RM3.08 million in the period under review compared to a PAT of RM0.04 million in the preceding year corresponding period.

## MILUX CORPORATION BERHAD (313619-W)

### Notes to interim financial report

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

	Current Quarter	Immediate Preceding Quarter	Changes
	30-09-19	30-06-19	
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	15,006	16,000	-6.2%
Loss before interest and tax	(1,470)	(498)	-195.2%
Loss before tax	(1,574)	(627)	-151.0%
Loss after tax	(1,508)	(864)	-74.5%

Group revenue for the current quarter under review decreased by 6.2 % to RM15.01 million from RM16.00 million recorded in the preceding quarter. The lower revenue for the quarter under review was due to lower sales from both the manufacturing and trading operations.

The manufacturing operation revenue decreased by 10.1 % to RM5.16 million from RM5.74 million in the preceding quarter.

The trading operation revenue decreased by 4.0% to RM9.85 million from RM10.26 million in the preceding quarter.

The Group recorded LBT of RM1.57 million for the quarter under review compared to a LBT of RM0.63 million in the preceding quarter. The higher LBT compared to the preceding quarter was due lower revenue and gross profit margin while continued investment in sales promotion activities has resulted in higher selling expenses incurred by the trading division.

For the quarter under review, the Group registered a LAT of RM1.51 million compared to LAT of RM0.86 million in the preceding quarter.

#### B3. Commentary on prospect for financial year 2019

The prospects of the Group for the remaining quarter is expected to continue to be challenging. Uncertainties in the global economy, poor market sentiment and stiff competition are the key concerns of the Group. These factors have together affected the Group's turnover and profitability.

Notwithstanding this, the Board and Management will continue to work on improving product quality and customer service and to ensure efficiency all round in order to manage its cost while carrying out more promotional activities to enhance sales to counter the current poor consumer sentiment.

## MILUX CORPORATION BERHAD (313619-W)

### Notes to interim financial report

#### B4. Variance of 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.

#### B5. Taxation

	Quarter ended 30-09-19 RM '000	Quarter ended 30-09-18 RM '000	YTD ended 30-09-19 RM '000	YTD ended 30-09-18 RM '000
Current year tax expense	1	47	2	78
Prior year	(67)	-	(67)	(227)
Deferred taxation	-	(28)	(62)	47
Tax (credit)/expense	(66)	19	(127)	(102)

For the current quarter, the Group's taxation expense is attributed to rental income derived by a subsidiary of the Company.

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

The Company had not announced any corporate proposals that remained uncompleted as at date of this quarterly report.

#### B7. Group borrowings and debt securities

Secured bank borrowings are secured by fixed charges over the land and building owned by a subsidiary company and is 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 2019 are as follows:

	As at 30 Sep 2019			As at 31 Dec 2018		
	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>						
Finance lease liabilities	4.95	171	394	4.90	326	651
Bank overdraft	9.07	444	-	9.07	1,135	-
Bankers' acceptance	6.39	3,634	-	6.76	3,506	-
Total		4,249	394		4,967	651

# MILUX CORPORATION BERHAD (313619-W)

## Notes to interim financial report

### B8. Material litigation

There were no material litigation involving the Group as at 30 September 2019.

### B9. Dividends

No interim dividend has been proposed 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 profit/(loss) for the period by the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on 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-19 RM '000	Quarter ended 30-Sep-18 RM '000	YTD ended 30-Sep-19 RM '000	YTD ended 30-Sep-18 RM '000
Profit/(Loss) attributable to owners of the parent	<u>(1,508)</u>	<u>71</u>	<u>(3,083)</u>	<u>35</u>

ii) Number of ordinary shares (basic)

	Quarter ended 30-Sep-19 RM '000	Quarter ended 30-Sep-18 RM '000	YTD ended 30-Sep-19 RM '000	YTD ended 30-Sep-18 RM '000
Weighted average number of ordinary shares ('000)	<u>54,411</u>	<u>54,411</u>	<u>54,411</u>	<u>54,411</u>
<b>Basic earnings/(loss) per share (sen)</b>	<u>(2.77)</u>	<u>0.13</u>	<u>(5.67)</u>	<u>0.06</u>

## MILUX CORPORATION BERHAD (313619-W)

### Notes to interim financial report

#### B11. Profit/(Loss) for the period

	Quarter ended 30-Sep-19 RM '000	Quarter ended 30-Sep-18 RM '000	YTD ended 30-Sep-19 RM '000	YTD ended 30-Sep-18 RM '000
Profit/(Loss) before taxation is arrived at after charging/(crediting)				
Allowance for slow moving inventories	-	-	-	289
Depreciation	268	322	831	971
Interest expense	104	110	342	345
Interest income	(22)	(17)	(60)	(73)
Impairment loss on trade receivables	175	216	222	451
Impairment loss on trade receivables no longer required	(29)	(33)	(78)	(329)
Provision for warranty	45	53	152	173
Property, plant & equipment written-off	-	5	-	19
Realised foreign exchange (gain)/loss	(8)	31	40	357
Unrealised foreign exchange (gain)/loss	(1)	(7)	(82)	(223)

#### B12. Trade Receivables

The Group's trade receivables as at 30 September 2019 are as follow:

	As at	
Trade Receivables:	30 Sep 2019 RM'000	31 Dec 2018 RM'000
Third parties	15,713	18,091
Allowance for impairment loss	(2,115)	(1,972)
	<hr/>	<hr/>
	13,598	16,119

The Group typically provides customers with credit terms that range from 30 to 120 days.

**MILUX CORPORATION BERHAD (313619-W)**  
**Notes to interim financial report**

**B12. Trade Receivables (cont'd)**

The Group's trade receivables ageing as at 30 September 2019 are as follows:

<b>Classification</b>	<b>As at 30-Sep-19 RM'000</b>
1 - 30 days	4,228
31- 60 days	4,664
61 - 90 days	2,466
91 - 120 days	1,669
121 - 150 days	385
Over 150 days	<u>2,301</u>
	15,713
Less: Allowance for impairment loss	<u>(2,115)</u>
	<u><u>13,598</u></u>

**Date: 25 November 2019**