

MILUX CORPORATION BERHAD (313619-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2019

		Individual Quarter		Cumulative Period	
		Current year	Preceding year	Current year	Preceding year
		quarter	quarter	to date	to date
		31/12/2019	31/12/2018	31/12/2019	31/12/2018
		RM'000	RM'000	RM'000	RM'000
		<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Audited</u>
Revenue	A8	15,973	17,712	62,532	77,645
Cost of Sales		(13,444)	(14,339)	(50,664)	(61,807)
Gross Profit		2,529	3,373	11,868	15,838
Other income		40	(207)	422	521
Administration and general expenses		(2,316)	(4,052)	(10,586)	(12,350)
Selling and distribution expenses		(1,363)	(1,088)	(5,681)	(5,702)
Finance expenses		(159)	(96)	(501)	(441)
Share of profit/(loss) of a joint venture (net of tax)		-	(1)	(1)	(4)
Loss before tax	A8	(1,269)	(2,071)	(4,479)	(2,138)
Tax Expenses	B5	210	(13)	337	89
Loss for the period	B11	(1,059)	(2,084)	(4,142)	(2,049)
Other Comprehensive Income/(expense)		(1)	(4)	-	(6)
Total Comprehensive expense for the period		(1,060)	(2,088)	(4,142)	(2,055)
Loss attributable to:					
Owners of the parent		(1,059)	(2,084)	(4,142)	(2,049)
Non-controlling Interest		-	-	-	-
		(1,059)	(2,084)	(4,142)	(2,049)
Total Comprehensive expense attributable to:					
Owners of the parent		(1,060)	(2,088)	(4,142)	(2,055)
Non-controlling Interest		-	-	-	-
		(1,060)	(2,088)	(4,142)	(2,055)
Loss per share attributable to owners of the parent					
- Basic (sen)	B10	(1.94)	(3.83)	(7.60)	(3.77)
- 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 AS AT 31 DECEMBER 2019**

	UNAUDITED AS AT 31 Dec 2019 RM'000	AUDITED AS AT 31 Dec 2018 RM'000
ASSETS		
Non-Current Assets		
Property, Plant & Equipment	5,482	6,931
Right of Use Assets	2,346	-
Investment Properties	322	335
Investment in a joint venture	238	239
Other Investments	46	45
Goodwill on consolidation	222	222
	<u>8,656</u>	<u>7,772</u>
Current Assets		
Inventories	18,681	20,813
Trade and Other Receivables	B12 15,990	18,400
Fixed deposits with licensed banks	3,004	3,632
Cash & Bank Balances	8,446	5,741
	<u>46,121</u>	<u>48,586</u>
TOTAL ASSETS	<u>54,777</u>	<u>56,358</u>
EQUITY AND LIABILITIES		
Share Capital	59,067	55,584
Reserves	(17,230)	(13,088)
Total equity attributable to the owners of the parent	<u>41,837</u>	<u>42,496</u>
Non-controlling Interest	-	-
Total Equity	<u>41,837</u>	<u>42,496</u>
Non Current Liabilities		
Deferred tax liabilities	-	263
Long-term borrowings	B7 240	651
Lease Liability	B7 548	-
	<u>788</u>	<u>914</u>
Current Liabilities		
Trade and Other Payables	6,915	7,981
Bank Borrowings	B7 4,498	4,967
Lease Liability	B7 737	-
Taxation	2	-
	<u>12,152</u>	<u>12,948</u>
Total Liabilities	<u>12,940</u>	<u>13,862</u>
TOTAL EQUITY AND LIABILITIES	<u>54,777</u>	<u>56,358</u>
Net Assets Per Share attributable to owners of the parent (RM)	0.71	0.78

The Net Assets Per Share was arrived at based on the Weighted average number of Issued Shares of 58,764,197 and 54,411,294 as at 31 December 2019 and 31 December 2018 respectively.

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 31 DECEMBER 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
Audited								
12-months ended 31 December 2018								
At 31 December 2017/								
1 January 2018	54,411	1,173	-	6	(11,039)	44,551	-	44,551
Adjustment for the effects of Companies Act, 2016	1,173	(1,173)	-	-	-	-	-	-
Profit/(loss) after taxation	-	-	-	-	(2,049)	(2,049)	-	(2,049)
Other comprehensive expense	-	-	-	(6)	-	(6)	-	(6)
Total comprehensive expense	1,173	(1,173)	-	(6)	(2,049)	(2,055)	-	(2,055)
As at 31 December 2018	55,584	-	-	-	(13,088)	42,496	-	42,496
Unaudited								
12-months ended 31 December 2019								
At 31 December 2018/								
1 January 2019	55,584	-	-	-	(13,088)	42,496	-	42,496
Issue of ordinary shares	3,483	-	-	-	-	3,483	-	3,483
Loss after taxation	-	-	-	-	(4,142)	(4,142)	-	(4,142)
Other comprehensive expense	-	-	-	-	-	-	-	-
Total comprehensive expense	-	-	-	-	(4,142)	(4,142)	-	(4,142)
As at 31 December 2019	59,067	-	-	-	(17,230)	41,837	-	41,837

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 31 DECEMBER 2019

	12 months ended 31-12-2019 RM'000	12 months ended 31-12-2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Loss before income tax	(4,479)	(2,138)
Adjustments for :-		
Depreciation	1,844	1,293
Property, plant & equipment written off	-	14
(Gain)/loss on disposal of property, plant and equipment	(71)	-
Impairment loss on Property, plant & equipment	77	165
Impairment loss on receivables	199	1,305
Bad Debt	13	-
Slow moving inventories written down	820	756
Provision for warranty cost	93	246
Share of loss in joint venture	1	4
Unrealised loss/(gain) on forex	(47)	(157)
Reversal of Impairment loss on trade receivables no longer required	(88)	(47)
Write back of allowance for slow moving inventories no longer required	(364)	(303)
Interest expenses	501	441
Interest income	(95)	(116)
Operating Profit Before Working Capital Changes	(1,596)	1,463
Changes in working capital		
Inventories	1,677	1,645
Receivables	2,155	3,204
Payables	(1,009)	(890)
Cash (used in)/from Operations	1,227	5,422
Interest paid	(140)	(154)
Tax refunded	381	7
Tax paid	(161)	(329)
Warranty paid	(118)	(217)
Net cash (used in)/ from operating activities	1,189	4,729
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest received	95	116
Net (placement)/withdrawal of Fixed Deposits	315	(60)
Proceeds from disposal of property, plant & equipment	230	-
Proceeds from issuance of ordinary shares	3,482	-
Purchase of unit trust	(1)	(1)
Purchase of property, plant and equipment	(976)	(825)
Net cash (used in)/from investing activities	3,145	(770)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Interest paid	(360)	(287)
Net proceeds/(repayment) of Bank borrowings	(501)	344
Payment of hire purchase payable	(474)	(329)
Net cash (used in)/from financing activities	(1,335)	(272)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,999	3,687
Effect of exchange rate fluctuations on cash held	-	(28)
CASH AND CASH EQUIVALENT AT BEGINNING	5,984	2,325
CASH AND CASH EQUIVALENTS AT END	8,983	5,984
Represented by		
Fixed Deposits with licensed banks	3,004	3,632
Cash and bank balances	8,446	5,741
Bank overdraft	(527)	(1,134)
Fixed Deposits with maturity of more than 3 months	(1,940)	(2,255)
	8,983	5,984

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.

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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 Group adopted the MFRS 16 using the modified retrospective method of adoption, under which the amount of both the lease liability and right-of-use asset are calculated based on the present value of all remaining lease payment at initial application date on 1 January 2019. The Group does not restate the comparative information, which continues to be reported under MFRS 117.

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

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Notes to interim financial report

A1. Basis of preparation (CONT'D)

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*

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. Auditors' Report on Preceding Annual Financial Statements

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.

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Notes to interim financial report

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

During the quarter under review, the Group completed a private placement of 4,352,903 new ordinary shares representing 8% of the total number of issued shares prior to the placement.

A7. Dividends paid

No dividends were paid during the current quarter under review.

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:

Segment Assets and Liabilities as at 31 December 2019

	Home appliances RM '000	Others RM '000	Elimination RM '000	Total RM '000
<u>Assets</u>				
Segment assets	55,631	7,824	(20,570)	42,885
Taxation prepaid	429	13	-	442
Deferred tax asset	-	-	-	-
Deposits, cash and bank balances	7,420	4,030	-	11,450
Total Assets	63,480	11,867	(20,570)	54,777
<u>Liabilities</u>				
Segment Liabilities	85,496	3,220	(81,801)	6,915
Taxation	-	2	-	2
Deferred tax liabilities	-	-	-	-
Loan and borrowings	6,023	-	-	6,023
Total Liabilities	91,519	3,222	(81,801)	12,940

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Notes to interim financial report

A8. Segmental information (cont'd)

	Quarter ended 31-Dec-19 RM '000	Quarter ended 31-Dec-18 RM '000	YTD ended 31-Dec-19 RM '000	YTD ended 31-Dec-18 RM '000
<u>External Revenue</u>				
Home appliances	15,973	17,712	62,532	77,645
Others	-	-	-	-
	15,973	17,712	62,532	77,645
<u>Inter-segment</u>				
Home appliances	582	662	2,565	3,374
Others	132	56	527	527
Elimination	(714)	(718)	(3,092)	(3,901)
	-	-	-	-
Total Revenue	15,973	17,712	62,532	77,645
<u>Segment Results</u>				
Home appliances	(818)	(1,154)	(3,279)	(1,146)
Others	(332)	(614)	(1,121)	(1,072)
	(1,150)	(1,768)	(4,400)	(2,218)
<u>Other Income</u>				
Home appliances	(1)	(256)	303	381
Others	6	6	24	24
	5	(250)	327	405
<u>Interest expense</u>				
Home appliances	(159)	(96)	(501)	(441)
Others	-	-	-	-
	(159)	(96)	(501)	(441)
<u>Interest income</u>				
Home appliances	31	37	87	101
Others	4	6	8	15
	35	43	95	116
<u>Loss before taxation</u>				
Home appliances	(947)	(1,469)	(3,390)	(1,105)
Others	(322)	(602)	(1,089)	(1,033)
	(1,269)	(2,071)	(4,479)	(2,138)

MILUX CORPORATION BERHAD (313619-W)

Notes to interim financial report

A8. Segmental information (cont'd)

	Quarter ended 31-Dec-19 RM '000	Quarter ended 31-Dec-18 RM '000	YTD ended 31-Dec-19 RM '000	YTD ended 31-Dec-18 RM '000
<u>Tax expense</u>				
Home appliances	210	(12)	339	92
Others	-	(1)	(2)	(3)
	210	(13)	337	89
<u>Loss for the period</u>				
Home appliances	(737)	(1,481)	(3,051)	(1,013)
Others	(322)	(603)	(1,091)	(1,036)
	(1,059)	(2,084)	(4,142)	(2,049)
Fair Value gain/(loss) on Available for sale financial asset				
	(1)	(4)	-	(6)
Total Comprehensive expense for the period	(1,060)	(2,088)	(4,142)	(2,055)

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 31 December 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.

On 26 November 2019 the Board of Directors announced that Milux Properties Sdn Bhd ("MPSB"), a wholly owned subsidiary had on the same date entered into a Deed of Revocation of the Joint Venture cum Shareholders Agreement dated 16 October 2015 entered into with RGF Cabaran Sdn Bhd and Phoenix Pentagon Sdn Bhd. Consequent to this, the Joint Venture Company, Phoenix Pentagon Sdn Bhd will be liquidated.

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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 RM8.99 million as at 31 December 2019. The contingent liabilities of the company pertaining to the facilities utilized by its subsidiaries as at 31 December 2019 amounted to RM4.32 million.

A13. Capital commitments

The capital commitment committed under the Joint Venture cum Shareholders Agreement dated 16 October 2015 has extinguished during the quarter with the execution of the Deed of Revocation as mentioned under Note A11.

A14. Significant related party transactions

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

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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
	31-12-19	31-12-18		31-12-19	31-12-18	
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	15,973	17,712	-9.8%	62,532	77,645	-19.5%
Profit/(loss) before interest and tax	(1,110)	(1,975)	43.8%	(3,978)	(1,697)	-134.4%
Profit/(loss) before tax	(1,269)	(2,071)	38.7%	(4,479)	(2,138)	-109.5%
Profit/(loss) after tax	(1,059)	(2,084)	49.2%	(4,142)	(2,049)	-102.1%

Group revenue at RM15.97 million was 9.8% lower than that of the preceding year corresponding quarter's revenue of RM17.71 million. The lower revenue for the Quarter under review compared to the preceding year corresponding quarter was due mainly to lower contribution from the manufacturing operation.

Revenue from the manufacturing operation decreased by 35.5% to RM4.98 million from RM7.72 million in the preceding year corresponding quarter. This was due to a 42.3% decrease in export revenue to RM2.49 million from RM4.31 million. Meanwhile, local OEM revenue decreased by 27.0% to RM2.49 million from RM3.41 million.

Revenue from the trading operation increased by 10.1% to RM10.99 million from RM9.99 million in the preceding year corresponding quarter.

The manufacturing operation's lower revenue was due to the current economic uncertainties both in the global and domestic market.

Year-to-date revenue decreased by 19.5% from RM77.65 million in the preceding year corresponding period to RM62.53 million in the period under review.

For the quarter under review, the Group registered a loss before tax ("LBT") of RM1.269 million compared to a LBT of RM2.071 million in the preceding year corresponding quarter.

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Notes to interim financial report

B1. Review of Performance (cont'd)

The LBT for the current quarter under review was mainly due to lower revenue and gross profit margin.

Loss after tax ("LAT") for the quarter stood at RM1.059 million compared to LAT of RM2.084 million in the preceding year corresponding quarter. Year-to-date, the Group recorded a LAT of RM4.142 million in the period under review compared to a LAT of RM2.049 million in the preceding year corresponding period.

B2. Comparison with preceding quarter's results

	Current Quarter	Immediate Preceding Quarter	Changes
	31-12-19	30-09-19	
	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	15,973	15,006	6.4%
Loss before interest and tax	(1,110)	(1,470)	24.5%
Loss before tax	(1,269)	(1,574)	19.4%
Loss after tax	(1,059)	(1,508)	29.8%

Group revenue for the current quarter under review increased by 6.4% to RM15.97 million from RM15.01 million in the immediate preceding quarter. The higher revenue for the quarter under review compared to the immediate preceding quarter was due to higher sales registered by the trading operation.

The trading operation's revenue increased by 11.6% to RM10.99 million from RM9.85 million in the immediate preceding quarter.

However, the manufacturing operation's revenue decreased by 3.4% to RM4.98 million from RM5.16 million in the immediate preceding quarter.

The Group recorded LBT of RM1.269 million for the quarter under review compared to a LBT of RM1.574 million in the immediate preceding quarter.

For the quarter under review, the Group registered a LAT of RM1.059 million compared to LAT of RM1.508 million in the preceding quarter.

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Notes to interim financial report

B3. Commentary on prospect

Global uncertainty including the coronavirus pandemic plus slowdown in the domestic economy is expected to a certain extent, to impact on the performance of Milux Group in the near future.

Under this circumstance, the Board and Management will continue to focus on operational and cost improvements without sacrificing on product quality and customer service. More promotional activities to enhance sales will be organize to improve revenue.

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 31-12-19 RM '000	Quarter ended 31-12-18 RM '000	YTD ended 31-12-19 RM '000	YTD ended 31-12-18 RM '000
Current year tax expense	-	(66)	2	12
Prior year	(9)	(16)	(76)	(243)
Deferred taxation	(201)	95	(263)	142
Tax (credit)/expense	(210)	13	(337)	(89)

B6. Status of corporate proposal announced by the Company

On 3 December 2019, AmInvestment Bank Berhad (“AIB”) announced on behalf of the Board of Directors that the Company is proposing to undertake a private placement of up to 8% of the total number of issued shares of the Company to be undertaken in accordance with the general mandate pursuant to Section 75 and Section 76 of the Companies Act, 2016 obtained from the shareholders of the Company at its annual general meeting convened on 17 June 2019.

On 4 December 2019, AIB announced on behalf of the Board that the additional listing application in respect of the Proposed Private Placement had been submitted to Bursa Securities.

On 6 December 2019, AIB announced on behalf of the Board that Bursa Securities had, vide its letter dated 6 December 2019, approved the listing and quotation for 4,352,903 Placement shares to be issued pursuant to the Proposed Private Placement.

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Notes to interim financial report

B6. Status of corporate proposal announced by the Company (cont'd)

On 18 December 2019, AIB announced on behalf of the Board that the Board has fixed the issue price for the placement of 4,352,903 shares to be issued pursuant to the Proposed Private Placement at RM0.8000 per Milux Share representing a discount of 5.88% to the five (5)-day volume weighted average market price of Milux Shares up to and including 17 December 2019 of RM0.8500.

On 27 December 2019, AIB announced on behalf of the Board that the Private Placement has been completed following the listing of 4,352,903 Milux Shares on the Main Market of Bursa Malaysia Securities Berhad on even date.

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 31 December 2019 are as follows

	As at 31 Dec 2019			As at 31 Dec 2018		
		Short term	Long term		Short term	Long term
	WAEIR	Borrowing	Borrowing	WAEIR	Borrowing	Borrowing
	%	RM '000	RM '000	%	RM '000	RM '000
<u>Secured</u>						
Lease liabilities	4.95	263	240	4.90	326	651
Lease liabilities-Right-of-use asset	8.07	737	548	-	-	-
Bank overdraft	8.82	527	-	9.07	1,135	-
Bankers' acceptance	6.37	3,708	-	6.76	3,506	-
Total		<u>5,235</u>	<u>788</u>		<u>4,967</u>	<u>651</u>

B8. Material litigation

There were no material litigation involving the Group as at 31 December 2019.

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Notes to interim financial report

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) Loss) for the quarter/period (basic)

	Quarter ended 31-Dec-19 RM '000	Quarter ended 31-Dec-18 RM '000	YTD ended 31-Dec-19 RM '000	YTD ended 31-Dec-18 RM '000
Loss attributable to owners of the parent	<u>(1,059)</u>	<u>(2,084)</u>	<u>(4,142)</u>	<u>(2,049)</u>

ii) Number of ordinary shares (basic)

	Quarter ended 31-Dec-19 RM '000	Quarter ended 31-Dec-18 RM '000	YTD ended 31-Dec-19 RM '000	YTD ended 31-Dec-18 RM '000
Weighted average number of ordinary shares ('000)	<u>54,695</u>	<u>54,411</u>	<u>54,483</u>	<u>54,411</u>
Basic loss per share (sen)	<u>(1.94)</u>	<u>(3.83)</u>	<u>(7.60)</u>	<u>(3.77)</u>

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B11. Profit/(Loss) for the period

	Quarter ended 31-Dec-19 RM '000	Quarter ended 31-Dec-18 RM '000	YTD ended 31-Dec-19 RM '000	YTD ended 31-Dec-18 RM '000
Loss before taxation is arrived at after charging/(crediting)				
Allowance for slow moving inventories	820	467	820	756
Allowance for slow moving inventories no longer required	(364)	(303)	(364)	(303)
Bad Debt	13	-	13	-
Depreciation	1,013	322	1,844	1,293
(Gain)/Loss on disposal of property, plant & machinery (net)	(71)	-	(71)	-
Interest expense	159	96	501	441
Interest income	(35)	(43)	(95)	(116)
Impairment loss on trade receivables	(23)	854	199	1,305
Impairment loss on trade receivables no longer required	(10)	282	(88)	(47)
Impairment loss on Property, plant & equipment	77	146	77	165
Provision for warranty	(59)	73	93	246
Realised foreign exchange (gain)/loss	(12)	(23)	28	334
Unrealised foreign exchange (gain)/loss	35	66	(47)	(157)

B12. Trade Receivables

The Group's trade receivables as at 31 December 2019 are as follow:

	As at	
	31 Dec 2019 RM'000	31 Dec 2018 RM'000
Trade Receivables:		
Third parties	16,542	18,091
Allowance for impairment loss	(2,080)	(1,972)
	<u>14,462</u>	<u>16,119</u>

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

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B12. Trade Receivables (cont'd)

The Group's trade receivables ageing as at 31 December 2019 are as follows:

Classification	As at 31-Dec-19 RM'000
1 - 30 days	5,156
31- 60 days	4,800
61 - 90 days	2,769
91 - 120 days	1,391
121 - 150 days	197
Over 150 days	2,229
	<u>16,542</u>
Less: Allowance for impairment loss	<u>(2,080)</u>
	<u>14,462</u>

B13. Utilization of Private Placement proceeds

The utilization status as at the end of current quarter under review is as follow:

Purpose	Proposed utilisation RM'000	Actual utilisation RM'000	Balance RM'000	Expected time frame for utilisation of proceeds RM'000
General working capital	3,382	-	3,382	Within 3 months
Estimated expenses *	100	100	-	Within 1 month
	<u>3,482</u>	<u>100</u>	<u>3,382</u>	

- *The estimated expenses consists of professional fees, placement fees, fees payable to The authorities and miscellaneous expenses relating to the Private placement.*

Date: 25 February 2020