

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE (9)-MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT QUARTER 30.9.2018	PRECEDING QUARTER 30.9.2017	CURRENT PERIOD 30.9.2018	PRECEDING PERIOD 30.9.2017
	RM	RM	RM	RM
Revenue	10,476,874	23,060,802	36,735,261	60,942,227
Cost of Sales	<u>(7,017,943)</u>	<u>(20,380,754)</u>	<u>(28,296,800)</u>	<u>(56,358,751)</u>
Gross profit	3,458,931	2,680,048	8,438,461	4,583,476
Other Income	195,163	352,100	223,247	481,843
Operating Expenses	(2,851,067)	(3,480,358)	(9,917,547)	(10,319,389)
Finance Costs	(9,317)	(230,620)	(22,082)	(322,329)
Profit/(Loss) before Tax	793,710	(678,830)	(1,277,921)	(5,576,399)
Income Tax	-	-	-	-
Profit/(Loss) for the period	<u>793,710</u>	<u>(678,830)</u>	<u>(1,277,921)</u>	<u>(5,576,399)</u>
Other comprehensive income/(loss), net of tax:				
Foreign currency translation differences for foreign operations	466,517	(629,930)	17,947	(1,360,823)
	<u>466,517</u>	<u>(629,930)</u>	<u>17,947</u>	<u>(1,360,823)</u>
Total comprehensive income/(loss) for the period	<u>1,260,227</u>	<u>(1,308,760)</u>	<u>(1,259,974)</u>	<u>(6,937,222)</u>
Profit/(loss) Attributable to :				
Owners of the Company	750,315	(961,853)	(1,099,391)	(5,718,408)
Non-Controlling Interest	<u>43,395</u>	<u>283,023</u>	<u>(178,530)</u>	<u>142,009</u>
Profit/(Loss) for the period	<u>793,710</u>	<u>(678,830)</u>	<u>(1,277,921)</u>	<u>(5,576,399)</u>
Total Comprehensive income/(loss) Attributable to :				
Owners of the Company	1,365,024	(1,590,415)	(919,743)	(7,255,962)
Non-Controlling Interest	<u>(104,797)</u>	<u>281,655</u>	<u>(340,231)</u>	<u>318,740</u>
	<u>1,260,227</u>	<u>(1,308,760)</u>	<u>(1,259,974)</u>	<u>(6,937,222)</u>
Earnings/(loss) per share				
- Basic (sen)	0.73	(0.94)	(1.07)	(5.56)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018**

	AS AT THE END OF THE CURRENT FINANCIAL PERIOD 30.9.2018 RM (Unaudited)	AS AT THE PRECEDING FINANCIAL YEAR END 31.12.2017 RM (Audited)
ASSETS		
Non-current assets		
Property, Plant and Equipment	5,537,082	5,652,634
Investment Properties	121,784	393,912
Intangible Assets	8,379,800	9,788,200
Other Investments	87,480	87,480
Total Non-current assets	<u>14,126,146</u>	<u>15,922,226</u>
Current Assets		
Inventories	1,359,684	2,174,502
Due from Customers on Contract	-	60,000
Trade & Other Receivables	5,711,624	7,908,945
Cash and Bank Balances	3,432,907	2,526,492
Total Current Assets	<u>10,504,215</u>	<u>12,669,939</u>
TOTAL ASSETS	<u>24,630,361</u>	<u>28,592,165</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share Capital	52,634,454	52,634,454
Reserves	(37,245,787)	(36,326,044)
Shareholders' funds	<u>15,388,667</u>	<u>16,308,410</u>
Non-Controlling Interest	444,453	897,111
Total equity	<u>15,833,120</u>	<u>17,205,521</u>
Non-current liabilities		
Borrowings	-	2,332
Deferred Tax Liabilities	516,441	516,441
Total Non-current liabilities	<u>516,441</u>	<u>518,773</u>
Current Liabilities		
Provisions	45,953	45,953
Trade & Other Payables	7,821,689	10,230,993
Borrowings	413,133	590,720
Tax Payables	25	-
Due to Customers on Contract	-	205
Total Current Liabilities	<u>8,280,800</u>	<u>10,867,871</u>
TOTAL EQUITY AND LIABILITIES	<u>24,630,361</u>	<u>28,592,165</u>

Net Assets per share (RM)

0.15

0.16

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE (9)-MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

	-----<----- Attributable to Owners of the Parent ----->-----						Distributable Retained earnings/ (accumulated losses)	Share- holders Fund	Non-Controlling Interest	Total Equity
	-----<----- Non Distributable ----->-----									
	Share capital	Share premium	Foreign currency reserve	Share issuance scheme reserve	Revaluation reserves	Fair value adjustment reserve				
RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	
At 31 December 2017	52,634,454	-	3,791,043	-	2,932,394	37,356	(43,086,837)	16,308,410	897,111	17,205,521
Disposal of subsidiary companies	-	-	-	-	-	-	-	-	(112,427)	(112,427)
Loss for the year	-	-	-	-	-	-	(1,099,391)	(1,099,391)	(178,530)	(1,277,921)
Foreign exchange translation	-	-	179,648	-	-	-	-	179,648	(161,701)	17,947
Total comprehensive loss for the year	-	-	179,648	-	-	-	(1,099,391)	(919,743)	(340,231)	(1,259,974)
At 30 September 2018	52,634,454	-	3,970,691	-	2,932,394	37,356	(44,186,228)	15,388,667	444,453	15,833,120
At 31 December 2016	51,381,400	1,253,054	5,668,279	-	4,799,534	68,460	(38,750,534)	24,420,193	3,036,995	27,457,188
Loss for the year	-	-	-	-	-	-	(5,718,408)	(5,718,408)	142,009	(5,576,399)
Foreign exchange translation	-	-	(1,537,554)	-	-	-	-	(1,537,554)	176,731	(1,360,823)
Total comprehensive (loss)/income for the year	-	-	(1,537,554)	-	-	-	(5,718,408)	(7,255,962)	318,740	(6,937,222)
At 30 September 2017	51,381,400	1,253,054	4,130,725	-	4,799,534	68,460	(44,468,942)	17,164,231	3,355,735	20,519,966

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

INDUSTRONICS BERHAD (23699-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE (9)-MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2018**

	Current Period 9 Months Ended 30.9.2018 (Unaudited)	Preceding Period 9 Months Ended 30.9.2017 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,277,921)	(5,576,399)
Adjustments for non-cash flow:-		
Non-cash items	1,581,459	(876,783)
Non-operating items	<u>(150,249)</u>	<u>318,943</u>
Operating profit/(loss) before changes in working capital	153,288	(6,134,240)
Net change in current assets	(1,954,959)	9,414,537
Net change in current liabilities	<u>2,319,808</u>	<u>(4,325,413)</u>
Cash generated from/(used in) operations	518,136	(1,045,115)
Interest paid	(21,940)	(322,329)
Taxes refunded	255,677	15,529
Taxes paid	<u>(24,968)</u>	<u>(12,526)</u>
Net cash generated from/(used in) operating activities	<u>726,905</u>	<u>(1,364,440)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(50,599)	(900)
Purchase of intangible assets	-	(3,123,301)
Proceeds from disposal of property, plant and equipment	14,000	21,500
Net cash inflow from disposal of subsidiaries	406,492	-
Interest received	1,691	3,386
Net cash generated from/(used in) investing activities	<u>371,584</u>	<u>(3,099,316)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net repayment of bank borrowings	(159,265)	-
Net repayment of hire purchase	(6,680)	(116,583)
Net cash (used in)/generated from financing activities	<u>(165,945)</u>	<u>(116,583)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	932,543	(4,580,339)
Effect of exchange rate changes	(12,155)	(47,131)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	2,104,014	7,130,137
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>3,024,403</u>	<u>2,502,667</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	3,432,907	2,994,248
Bank overdraft	<u>(408,504)</u>	<u>(491,581)</u>
	<u>3,024,403</u>	<u>2,502,667</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2017 and the accompanying explanatory notes attached to the interim financial statements.)

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

These condensed consolidated interim financial statement, for the financial period ended 30 September 2018 have not been audited and have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") ("Listing Requirements").

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

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2017 except for the adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretations which are applicable for the Group's financial period beginning 1 January 2018:-

Effective for financial periods beginning on or after 1 January 2018

MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers
MFRS 15	Clarification to MFRS 15
Amendments to MFRS 2	Share-based Payment - Classification and Measurement of Share-based Payment Transactions
Amendments to MFRS 140	Investment Property - Transfers of Investment Property
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
Annual Improvements to MFRS Standards 2014 - 2016 Cycle	
- Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
- Amendments to MFRS 128	Investment in Associates and Joint Ventures

The adoption of the above standards will have no material impact on the financial statements of the Group.

A2. Auditors' report on the preceding year's audited financial statements

The Group's financial statements for the financial year ended 31 December 2017 is not qualified.

A3. Seasonal or Cyclical Factors

The business operations of the Group is generally non-seasonal and not subject to any seasonal or cyclical factors. The nature of the group's business is primarily project based and hence impact on the Group is subject to systemic market risk.

A4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the financial period ended 30 September 2018.

A5. Changes in estimates

There is no significant change in estimates of amounts reported in prior financial year that have a material effect in the current financial period.

A6. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayments of debt and equity securities for the current financial period.

a. Issuance of equity

There was no new ordinary shares issued during the financial period ended 30 September 2018.

b. Share buy-backs, share cancellations and sale of treasury shares

There was no share buy-backs, share cancellation and sale of treasury shares during the financial period ended 30 September 2018.

A7. Dividend paid

There were no dividends paid during the current financial period.

NOTES TO THE INTERIM FINANCIAL REPORT

A8. Segmental Reporting

For management purposes, the Group is organised into the following business units based on their products and services, and has three reportable operating segments as follows:

- Electronics & system integration - Design, manufacturing and installation of electronics and microprocessor controlled products. Trading, maintenance and supply of industrial electronic equipment. Intelligent transportation system and major system integration projects involving Information Communication Technology, supply and service of telecommunication equipment, audio visual multimedia systems.
- Security systems, mechanical and electrical engineering ("M&E") - Supply and installation of security systems. Specialist in fire protection system design and installation works and mechanical engineering services. Industrial maintenance and service works. Trading of transport equipment and provision of related services. Manufacturing of filter inclusive of import and marketing.
- Other operations - Involving in provision of mobile entertainment services, trading of precision instruments, development of IT applications and general trading

Geographical Segments

- Malaysia - All main businesses disclosed in primary reporting format-business segments, except for other operations business segment
- Hong Kong - Provision of mobile entertainment services, trading of precision instruments, development of IT applications and general trading
- Singapore - Trading, maintenance and supply of industrial electrical equipment

A8. a. Individual quarter

Business segments:											
Individual quarter ended	Electronics & System Integration		Security Systems & M&E		Other Operations		Adjustments and Eliminations		Per consolidated Financial Statements		
	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue											
External customers	2,994	1,047	348	840	7,135	21,174	-	-	10,477	23,061	
Inter-segment	4,375	14,897	71	1	-	-	(4,446)	(14,898)	-	-	
Total revenue	7,369	15,944	419	841	7,135	21,174	(4,446)	(18,594)	10,477	23,061	
Results											
Interest income	2	-	(1)	1	-	-	-	-	1	1	
Finance costs	9	230	-	-	-	-	-	-	9	230	
Depreciation and amortisation	34	34	-	12	542	-	-	-	576	46	
Segment profit/(loss)	320	1,655	43	653	1,002	(256)	(571)	(2,730)	794	(678)	
Segment assets	14,686	21,758	1,076	6,697	13,796	9,873	(4,928)	(10,057)	24,630	28,271	
Segment liabilities	(4,329)	(8,552)	(139)	(750)	(45,690)	(45,189)	41,361	46,740	(8,797)	(7,751)	
Capital expenditure	-	-	2	-	-	2,738	-	-	2	2,738	
Geographical segments:											
	Malaysia		Hong Kong		Singapore		Adjustments and eliminations		Per consolidated financial statements		
	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue											
Revenue from external customers	1,738	1,601	7,135	21,174	1,604	286	-	-	10,477	23,061	
Segment assets	15,769	23,302	13,789	9,868	-	5,158	(4,928)	(10,057)	24,630	28,271	
Capital expenditure	2	-	-	2,738	-	-	-	-	2	2,738	

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NOTES TO THE INTERIM FINANCIAL REPORT

A8. Segmental Reporting (continued)

b. Cumulative quarters

Business segments:											
Cumulative quarters ended	Electronics & System Integration		Security Systems & M&E		Other Operations		Adjustments and Eliminations		Per consolidated Financial Statements		
	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue											
External customers	5,720	3,238	1,011	1,508	30,004	56,196	-	-	36,735	60,942	
Inter-segment	24,436	52,686	74	3	-	-	(24,510)	(52,689)	-	-	
Total revenue	30,156	55,924	1,085	1,511	30,004	56,196	(24,510)	(52,689)	36,735	60,942	
Results											
Interest income	2	-	-	3	-	-	-	-	2	3	
Finance costs	22	320	-	1	-	1	-	-	22	322	
Depreciation and amortisation	104	104	4	38	1,626	130	-	-	1,734	272	
Segment profit/(loss)	(1,992)	(984)	(335)	423	1,248	(2,285)	(199)	(2,730)	(1,278)	(5,576)	
Segment assets	14,686	21,758	1,076	6,697	13,796	9,873	(4,928)	(10,057)	24,630	28,271	
Segment liabilities	(4,329)	(8,552)	(139)	(750)	(45,690)	(45,189)	41,361	46,740	(8,797)	(7,751)	
Capital expenditure	49	1	2	-	-	3,123	-	-	51	3,124	
Geographical segments:											
Cumulative quarters ended	Malaysia		Hong Kong		Singapore		Adjustments and eliminations		Per consolidated financial statements		
	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	30.9.2018	30.9.2017	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue											
Revenue from external customers	3,991	4,448	30,004	56,196	2,740	298	-	-	36,735	60,942	
Segment assets	15,769	23,302	13,789	9,868	-	5,158	(4,928)	(10,057)	24,630	28,271	
Capital expenditure	51	1	-	3,123	-	-	-	-	51	3,124	

A9. Valuation of property, plant and equipment

The valuation of land and buildings have been brought forward from previous valuation done as at 30 December 2016.

A10. Subsequent Events

As at 30 November 2018, being the latest practicable date ("LPD") prior to the issue of this quarterly report, material events subsequent to the end of the financial period at 30 September 2018 are as follows:

- The Board of Directors of Industronics Berhad announced that the Company proposes to undertake the Proposed Share Capital Reduction. The Proposed Share Capital Reduction entails the reduction of RM48.20 million of the issued share capital of IB pursuant to Section 116 of the Act. The corresponding credit of RM48.20 million arising from such cancellation will be utilised to eliminate the accumulated losses of the Company and the balance will be credited to the retained earnings account of the Company which may be utilised in such manner as the Board deems fit and as permitted by the relevant and applicable laws and the Company's Constitution.

NOTES TO THE INTERIM FINANCIAL REPORT

A11. Effect of Changes in the Composition of the Group

Other than as disclosed below, there were no material changes in the composition of the Group during the current financial period including business combination, acquisition of subsidiaries and long term investment, disposal of subsidiaries, restructuring and discontinuing operations:

- a. On 14 March 2018, the Company has incorporated a wholly-owned subsidiary in Malaysia known as Great Voyage Berhad ("GVB") with share capital of RM2 comprising of 2 ordinary shares. The intended activities of GVB are provision of trading, services and management of automobile and related services.
- b. The Board of Directors of Industronics Berhad announced that the Company had, on 10 August 2018 entered into a Share Sale Agreement with LOW KWAI SOON (IC No. 570712-08-6135, a Malaysian citizen of full age and residing at Pangsapuri Seri Jati, Block J06-07-13, Jalan Setia Gemilang U13/45C, Seksyen U13, Setia Alam, 40170 Shah Alam, Selangor Darul Ehsan ("the Purchaser") for the disposal of its entire shareholding of 510,000 ordinary shares representing 51% of the total number of shares issued in Sukitronics Sdn. Bhd. to the Purchaser for a total consideration of RM5,100.00
- c. The Board of Directors of Industronics Berhad announced that the Company had on 14 August 2018 entered into a Share Sale Agreement with Mr Pang Jiye (China Passport No.: E24832554), a Chinese citizen of full age ("The Purchaser") for the disposal of its entire shareholdings of 70,000 ordinary shares representing 70% of the total number of shares issued in Industrial Electronics Pte Ltd to the Purchaser for a total consideration of SGD370,760.00.

A12. Contingent Assets or Contingent Liabilities

There were no material changes in contingent assets or contingent liabilities since the last audited statement of financial position as at 31 December 2017.

A13. Intangible Assets

Intangible assets includes an amount of RM8,290,800 which is related to investment in software development from a subsidiary of the Company, Industronics Technology Limited. The software development consists of openstack cloud computing software platform, file hosting platform and game server platform.

A14. Capital Commitment

The Group has no material capital commitments as at 30 September 2018.

A15. Related Party Transactions

- a. There were no significant transactions and balances with related parties of the Group during the current financial period under review.
- b. There were no transactions with the directors and key management personnel other than the remuneration package paid to them in accordance with the terms and conditions of their appointment.

A16. Profit/(loss) Before Taxation

The following amounts have been included in arriving at operating profit/(loss):

	Q318 RM	Q317 RM	YTD 18 RM	YTD 17 RM
Interest Income	921	(1,083)	(1,691)	(3,386)
Other Income	(25,586)	1,079	(37,634)	(76,930)
Interest expense	9,317	230,621	22,082	322,329
Depreciation and amortisation	576,570	110,322	1,734,437	336,071
Reversal of provision for doubtful debts	-	(175,783)	-	(175,783)
Gain on disposal of subsidiaries	(170,499)	-	(170,499)	-
(Gain)/Loss on disposal of property, plant and equipment	-	-	(13,424)	(20,008)
Realised foreign exchange (gain)/loss	14,800	(3,861)	22,639	(33,283)
Unrealised foreign exchange (gain)/loss	(20,439)	(187,319)	8,004	(172,453)

- a. Gain or loss on derivatives is not applicable as the Company does not have any derivative financial instrument.

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of Performance

- a. Quarter ended 30 September 2018 (3Q18) compared with quarter ended 30 September 2017 (3Q17)

The Group's revenue was lower in 3Q18 (RM10.48 million) compared to 3Q17 (RM23.06 million). This is mainly due to lower revenue in Other Operation segment in 3Q18 (RM7.14 million) compared to 3Q17 (RM21.17 million).

The Group recorded profit before tax of approximately RM0.79 million in 3Q18 compared to loss before tax of RM0.68 million in 3Q17. The profit was mainly due to higher gross profit generated in 3Q18 (RM3.46 million) compared to 3Q17 (RM2.68 million).

- b. Current financial period ended 30 September 2018 (9M18) compared with preceding financial period ended 30 September 2017 (9M17)

The Group recorded lower revenue of RM36.74 million for 9M18 compared to RM60.94 million for 9M17, mainly attributable to lower revenue generated in Other Operation segment in 9M18.

The Group recorded lower loss before tax of RM1.28 million in 9M18 compared to RM5.58 million in 9M17 mainly due to higher gross profit generated in 9M18.

B2. Material Changes in the Quarterly Results (3Q18) compared to the Results of the Preceding Quarter (2Q18)

The Group recorded lower revenue of RM10.48 million in 3Q18 compared with RM13.80 million in 2Q18. Profit before tax was RM0.79 million in the current quarter compared to loss before tax of RM0.23 million in 2Q18.

B3. Current Year Prospects

The prevailing uncertainties in the global economy continue to pose challenges to the Group financial performance.

External factors such as increased competition in the industry, changing business trends, slowdown of economic growth and other macro-economic factors are among those that will continuously affect the prospects of the Group future performance.

The Group will continue to explore new investment opportunities and improve the efficiency of its operations to enhance shareholders' values.

B4. Profit Forecast

Not applicable as no profit forecast was published.

B5. Taxation

Taxation comprises the following:-

	Current Quarter RM	Cumulative Quarters
Current tax	-	-
Deferred tax	-	-
	<u>-</u>	<u>-</u>

B6. Sale of Quoted and Unquoted Investments

There were no material sale of quoted and unquoted investments for the financial period ended 30 September 2018.

B7. Sale of Properties

There was no disposal of property for the financial period ended 30 September 2018.

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B8. Status of Corporate Proposals

As at 30 November 2018, being the latest practicable date ("LPD") prior to the issue of this quarterly report, save as disclosed below, there were no corporate proposals announced but not completed by the Company:

- a. The Board of Directors of Industronics Berhad announced that the Company proposes to undertake the Proposed Share Capital Reduction. The Proposed Share Capital Reduction entails the reduction of RM48.20 million of the issued share capital of IB pursuant to Section 116 of the Act. The corresponding credit of RM48.20 million arising from such cancellation will be utilised to eliminate the accumulated losses of the Company and the balance will be credited to the retained earnings account of the Company which may be utilised in such manner as the Board deems fit and as permitted by the relevant and applicable laws and the Company's Constitution.

B9. Group Borrowings and Debt Securities

Total Group Borrowings as at 30 September 2018:-

	RM
a) Secured and unsecured :	
Total secured borrowings	413,133
Total unsecured borrowings	-
Total borrowings	<u>413,133</u>
b) Short Term and Long Term	
Total short-term borrowings	413,133
Total long term borrowings	-
Total borrowings	<u>413,133</u>

All borrowings are denominated in Ringgit Malaysia.

B10. Off Balance Sheet Financial Instruments

Not applicable as off balance sheet financial instruments are accounted for in the statement of financial position.

B11. Material Litigations

As at the LPD prior to the issue of this quarterly report, the Group is not engaged in any material litigations. Material litigations disclosed in Q1 & Q2 2018 report are no longer applicable due to disposal of its subsidiary, Sukitronics Sdn Bhd on 10 August 2018. Details of the disposal is disclosed in Note A11.

B12. Dividend

No dividend has been declared in the current quarter.

ADDITIONAL INFORMATION REQUIRED PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Basic earnings/(loss) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	Current	Preceding	Current	Preceding
	30.9.2018	30.9.2017	30.9.2018	30.9.2017
Net profit/(loss) attributable to the owners of the Company for the period	750,315	(961,853)	(1,099,391)	(5,718,408)
Weighted average no. of ordinary shares in issue	102,762,800	102,762,800	102,762,800	102,762,800
Basic earnings/(loss) per share (sen)	0.73	(0.94)	(1.07)	(5.56)

b) Diluted earnings/(loss) per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	Current	Preceding	Current	Preceding
	30.9.2018	30.9.2017	30.9.2018	30.9.2017
Net profit/(loss) attributable to the owners of the Company for the period	750,315	(961,853)	(1,099,391)	(5,718,408)
Weighted average no. of ordinary shares in issue	102,762,800	102,762,800	102,762,800	102,762,800
Diluted earnings/(loss) per share (sen)	0.73	(0.94)	(1.07)	(5.56)

B14. Authorisation For Issue

The interim financial statements for the nine (9)-months financial period ended 30 September 2018 were authorised for issue by the Board of Directors.

BY ORDER OF THE BOARD
INDUSTRONICS BERHAD

30 November 2018