

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD (3rd) QUARTER ENDED 30 SEPTEMBER 2018**

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Revenue	11,916	23,848	43,449	57,795
Cost of sales	(8,918)	(18,725)	(33,882)	(45,458)
Gross profit	2,998	5,123	9,567	12,337
Other operating income	-	-	62	35
Administrative expenses	(1,638)	(1,380)	(4,765)	(4,152)
Selling and distribution expenses	(419)	(399)	(1,311)	(1,602)
Other operating expenses	(3)	(1)	(3)	(1)
Finance costs	(239)	(225)	(626)	(620)
Profit before taxation	699	3,118	2,924	5,997
Taxation	(59)	(186)	(95)	(358)
Profit after taxation ("PAT")	640	2,932	2,829	5,639
Other comprehensive income/ (loss) after tax:				
- Foreign exchange translation	(1,935)	(30)	(3,956)	(3,268)
Total comprehensive (loss)/ income	(1,295)	2,902	(1,127)	2,371
PROFIT ATTRIBUTABLE TO:				
- Owners of the company	640	2,932	2,829	5,639
TOTAL COMPREHENSIVE (LOSS)/ INCOME ATTRIBUTABLE TO:				
- Owners of the company	(1,295)	2,902	(1,127)	2,371
Weighted average no. of ordinary shares ('000)	856,546	798,461	822,675	798,461
Earnings per share attributable to owners of the company (sen):				
- Basic	0.07	0.37	0.34	0.71
- Diluted	0.06	0.28	0.25	0.54

Notes:

N/A Not applicable

(1) The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of Kanger International Berhad ("Kanger" or the "Company") for the financial year ended ("FYE") 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

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

	(Unaudited) As at 30 September 2018 RM '000	(Audited) As at 31 December 2017 RM '000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	85,850	75,717
Intangible assets	16,683	17,686
	102,533	93,403
CURRENT ASSETS		
Inventories	27,631	27,543
Trade and other receivables	67,044	53,133
Cash and cash equivalents	15,252	10,052
	109,927	90,728
TOTAL ASSETS	212,460	184,131
EQUITY AND LIABILITIES		
EQUITY		
Share capital	91,227	84,227
Reserves	37,044	38,170
TOTAL EQUITY	128,271	122,397
CURRENT LIABILITIES		
Trade and other payables	18,145	5,638
Amount due to director	635	394
Bank borrowings	26,047	27,138
Tax payable	182	473
	45,009	33,643
LONG TERM LIABILITIES		
Bank borrowings	34,962	27,866
Redeemable convertible notes	4,000	-
Deferred taxation	218	225
	39,180	28,091
TOTAL LIABILITIES	84,189	61,734
TOTAL EQUITY AND LIABILITIES	212,460	184,131
NET ASSETS PER SHARE (sen)	14.60	15.33

Note:

- (1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of Kanger for the FYE 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD (3rd) QUARTER ENDED 30 SEPTEMBER 2018

	----- Non-Distributable -----				Distributable	
	Share Capital RM '000	Merger Reserve RM '000	Revaluation Reserve RM '000	Translation Reserve RM '000	Retained Earnings RM '000	Total Equity RM '000
Balance as at 1 January 2018	84,227	(12,805)	1,227	6,835	42,914	122,398
Conversion of redeemable convertible notes	7,000	-	-	-	-	7,000
PAT	-	-	-	-	2,829	2,829
Foreign currency translation	-	-	-	(3,956)	-	(3,956)
Total comprehensive income	-	-	-	(3,956)	2,829	(1,127)
Balance as at 30 September 2018	91,227	(12,805)	1,227	2,879	45,743	128,271
Preceding year corresponding period ended 30 September 2017						
Balance as at 1 January 2017	84,227	(12,805)	1,227	13,155	35,613	121,417
PAT	-	-	-	-	5,639	5,639
Foreign currency translation	-	-	-	(3,268)	-	(3,268)
Total comprehensive income	-	-	-	(3,268)	5,639	2,371
Balance as at 30 September 2017	84,227	(12,805)	1,227	9,887	41,252	123,788

Note:

- (1) *The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements of Kanger for the FYE 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.*

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD (3rd) QUARTER ENDED 30 SEPTEMBER 2018**

	Current Year to date 30 September 2018 RM'000	Preceding Period to date 30 September 2017 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	2,924	5,997
Adjustments for:		
Depreciation of property, plant and equipment	1,477	1,131
Amortisation of intangible assets	483	489
Interest expenses	626	620
Operating profit before working capital changes:	5,510	8,237
Change in inventories	(89)	2,428
Change in trade and other receivables	(13,911)	9,360
Change in trade and other payables	12,749	(680)
CASH GENERATED FROM OPERATIONS	4,259	19,345
Interest paid	(626)	(620)
Tax paid	(370)	(113)
NET CASH GENERATED FROM OPERATING ACTIVITIES	3,263	18,612
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(13,883)	(30,275)
Development expenditure	-	(2,788)
NET CASH USED IN INVESTING ACTIVITIES	(13,883)	(33,063)
CASH FLOWS FOR FINANCING ACTIVITIES		
Drawdown of redeemable convertible notes	11,000	-
Net drawdown of bank borrowings	7,655	16,351
Withdrawal of fixed deposit pledged	506	141
NET CASH GENERATED FROM FINANCING ACTIVITIES	19,161	16,492
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	8,541	2,041
EFFECT OF EXCHANGE RATE ON CASH AND CASH EQUIVALENTS	(2,835)	(2,687)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	1,861	6,853
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	7,567	6,207

KANGER INTERNATIONAL BERHAD
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	Current Year to date 30 September 2018 RM'000	Preceding Period to date 30 September 2017 RM'000
Cash and cash equivalents at end of the financial period comprise the following:		
- Cash and bank balances	7,567	6,611
- Bank overdraft	-	(404)
- Fixed deposit placed with licensed banks	7,687	8,283
	<u>15,254</u>	<u>14,490</u>
Less: Fixed deposit pledged	<u>(7,867)</u>	<u>(8,283)</u>
	<u><u>7,567</u></u>	<u><u>6,207</u></u>

Note:

- (1) *The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements of Kanger for the FYE 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.*

QUARTERLY REPORT FOR THE THIRD (3rd) QUARTER ENDED 30 SEPTEMBER 2018

A: EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2018

A1. Accounting policies and methods of computation

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, Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) (“**Listing Requirements**”).

The interim financial statements should be read in conjunction with the Audited Financial Statements of Kanger for the FYE 31 December 2017 and the accompanying explanatory notes attached to this interim financial report.

Kanger and its subsidiaries (“**Group**”) have not applied the following standards, amendments and interpretations under the MFRS framework that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group:

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective dates for financial period beginning on and after
MFRS 2 – Amendments to MFRS 2 Share based Payment	1 January 2020
MFRS 3 – Amendments to MFRS 3 (Annual improvements to MFRS Standards 2015-2017 Cycle)	1 January 2019
MFRS 3 – Amendments to MFRS 3 Business Combinations	1 January 2020
MFRS 6 – Amendments to MFRS 6 Exploration for and Evaluation of Mineral Resources	1 January 2020
MFRS 9 – Prepayment Features with Negative Compensation (Amendments to MFRS 9)	1 January 2019
Amendments to MFRS 10 and MFRS 128 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be announced
MFRS 11 – Amendments to MFRS 11 (Annual Improvements to MFRS Standards 2015–2017 Cycle)	1 January 2019
MFRS 14 – Amendment to MFRS 14 Regulatory Deferral Accounts	1 January 2020
MFRS 16 – Leases	1 January 2019
MFRS 17 – Insurance	1 January 2021
MFRS 101 – Amendments to MFRS 101 Presentation of Financial Statements	1 January 2020
MFRS 108 – Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2020
MFRS 112 – Amendments to MFRS 112 (Annual improvements to MFRS Standards 2015-2017 Cycle)	1 January 2019
MFRS 119 – Amendments to MFRS 119 (Plan Amendment, Curtailment or Settlement)	1 January 2019
MFRS 123 – Amendments to MFRS 123 (Annual improvements to MFRS Standards 2015-2017 Cycle)	1 January 2019
MFRS 128 – Long-term Interests in Associates and Joint Ventures (Amendments to MFRS 128)	1 January 2019
MFRS 134 – Amendments to MFRS 134 Interim Financial Reporting	1 January 2020

MFRS 137 – Amendment to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets	1 January 2020
MFRS 138 – Amendment to MFRS 138 Intangible Assets	1 January 2020

The Group intends to adopt the above MFRSs, IC Interpretation as well as amendments to MFRSs when they become effective.

The adoption of the above standards and interpretations will not have any material impact on the financial position and performance of the Group. The accounting policies and methods of computation adopted by the Group in these unaudited condensed interim financial statements are consistent with those adopted in the Audited Financial Statements of Kanger for the FYE 31 December 2017.

A2. Auditors’ report on preceding annual financial statements

The auditors’ report on the audited consolidated financial statements of the Company for the FYE 31 December 2017 was not subject to any qualification.

A3. Seasonal or cyclical factors

The principal business of the Group was not significantly affected by seasonal or cyclical factors save for long Chinese New Year holidays in the People’s Republic of China (“**PRC**”) in the financial quarter ended 31 March 2018.

A4. Unusual items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter.

A5. Material changes in estimates

Not applicable as there were no estimates reported in the prior financial years.

A6. Debt and equity securities

Kanger had, during the current financial quarter, issued a total of 49,382,716 new ordinary shares in Kanger (“**Kanger Shares**”) arising from the conversion of RM4,000,000 in nominal value of redeemable convertible notes (“**Notes**”), details of which are as follows:-

- (i) RM2,000,000 in nominal value of the Notes at a conversion price of RM0.081, converted into 24,691,358 new Kanger Shares, which were listed on the ACE Market of Bursa Securities on 26 July 2018; and
- (ii) RM2,000,000 in nominal value of the Notes at a conversion price of RM0.081, converted into 24,691,358 new Kanger Shares, which were listed on the ACE Market of Bursa Securities on 30 August 2018.

Save as disclosed above, there were no other issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter.

A7. Segmental information

The Group's revenue is derived from three (3) products, as follows:

	---- Individual Quarter ----		---- Cumulative Quarter ----	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Horizontal and vertical bamboo flooring	5,232	20,423	25,642	46,782
Strand woven bamboo flooring	6,519	3,425	11,415	5,178
Bamboo furniture and other strand woven bamboo products	165	-	6,392	5,835
Total	11,916	23,848	43,449	57,795

The Group's revenue based on the geographical location of its customers is as follows:

	---- Individual Quarter ----		---- Cumulative Quarter ----	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
PRC	5,668	11,595	16,838	25,257
Export:				
- Malaysia	1,791	4,779	7,465	7,631
- New Zealand	2,566	1,502	6,763	4,385
- United Arab Emirates	1,107	1,125	2,902	4,199
- Others*	784	4,847	9,481	16,323
	11,916	23,848	43,449	57,795

* Includes countries in Europe, Asia and South America.

No other segmental information such as segment assets, liabilities and results are presented as the Group is principally engaged in one industry, that is, the bamboo industry in the PRC.

A8. Valuation of property, plant and equipment

The Group has not carried out any valuation of its property, plant and equipment in the current financial quarter.

A9. Capital commitments

The capital commitments of the Group as at 30 September 2018 are as follows:

	RM '000
Approved and contracted for:	
- Capital work-in-progress	<u>13,786</u>

A10. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial quarter.

A11. Contingent liabilities and contingent assets

There were no changes in contingent liabilities or contingent assets since the date of the last annual reporting period up to the date of this report.

A12. Material events subsequent to the end of the quarter

There were no material events subsequent to the end of the current quarter and financial period-to-date that have not been reflected in this interim financial report.

A13. Related party transactions

There were no related party transactions entered into with related parties during the current financial quarter and financial year-to-date.

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS

B1. Analysis of performance

	---- Individual Quarter ----		Variance (Amount/%) RM'000
	30 September 2018 RM '000	30 September 2017 RM '000	
Revenue	11,916	23,848	-11,932/ -50.0%
Gross profit	2,998	5,123	-2,125/ -41.5%
Profit before taxation	699	3,118	-2,419/ -77.6%
Profit after taxation	640	2,932	-2,292/ -78.2%

	---- Cumulative Quarter ----		Variance (Amount/%) RM'000
	30 September 2018 RM '000	30 September 2017 RM '000	
Revenue	43,449	57,795	-14,346/ -24.8%
Gross profit	9,567	12,337	-2,770/ -22.5%
Profit before taxation	2,924	5,997	-3,073/ -51.2%
Profit after taxation	2,829	5,639	-2,810/ -49.8%

Individual Quarter

The decrease in revenue by 50.0% in the current financial quarter ended 30 September 2018 (“Q3 2018”) as compared to the corresponding quarter ended 30 September 2017 (“Q3 2017”) was mainly due to:

- (i) a decrease in the sales to domestic PRC market by RM5.93 million in Q3 2018. There were directives issued by the local authorities in PRC recently to industrial plants including the Group’s plant in Yanshan to temporarily stop production so as to cut emissions that would affect air quality. The Group is currently engaging in active dialogue with the relevant local authorities on this issue including seeking compensation from the local authorities. Based on the audited accounts of Yanshan (County) Bamboo Industry Co., Ltd (“**Yanshan Kanger**”) for the financial year ended 31 December 2017, the total revenue contributed by Yanshan Kanger to the Group is approximately 9.84%; and
- (ii) a decrease on sales to the export market by RM6.01 million in Q3 2018. This was mainly due to the Group’s overseas customers temporarily delaying orders in view of uncertainties arising from the on-going trade war between the United States of America and PRC.

However, gross profit margin increased to 25.2% in Q3 2018 as compared to 21.5% in Q3 2017 mainly due to increase in sale of higher margin products.

Profit before taxation and profit after taxation also decreased by 77.6% and 78.2% respectively for Q3 2018 mainly due to the decrease in revenue as well as expenses incurred in relation to the drawdown of redeemable convertible notes in Q3 2018.

Cumulative Quarter

The decrease in revenue by 24.8% for the financial period ended 30 September 2018 (“**FPE 30 September 2018**”) as compared to the corresponding period ended 30 September 2017 (“**FPE 30 September 2017**”) was mainly due to the slowdown in sales of the Group’s products in the domestic PRC market and export market as explained above. However, gross profit margin increased slightly to 22.0% in FPE 30 September 2018 as compared to 21.3% in FPE 30 September 2017 mainly due to sale of higher margin products in FPE 30 September 2018.

Overall, profit before taxation and profit after taxation decreased by 51.2% and 49.8% respectively in FPE 30 September 2018 as compared to FPE 30 September 2017 mainly due to the decrease in revenue as well as expenses incurred in relation to the drawdown of redeemable convertible notes in 2018.

B2. Comparison with immediate preceding quarter’s results

	Quarter ended		Variance (Amount/%) RM’000
	30 September 2018 RM ’000	30 June 2018 RM ’000	
Revenue	11,916	18,888	-6,972/ -36.9%
Gross profit	2,998	3,799	-801/ -21.8%
Profit before taxation	699	1,843	-1,114/ -62.1%
Profit after taxation	640	1,827	-1,187/ -65.0%

The Group recorded an decrease in revenue by RM6.97 million to RM11.92 million in Q3 2018 as compared to RM18.89 million in the preceding financial quarter ended 30 June 2018 (“**Q2 2018**”). The decrease in revenue was mainly due to the reasons explained above. However, gross profit margin also increased to 25.2% in Q3 2017 as compared to 20.1% in Q2 2018 mainly due to sale of higher margin products in Q3 2018.

Overall, profit before taxation and profit after taxation decreased by 62.1% and 65.0% respectively mainly due to the decrease in revenue in Q3 2018.

B3. Prospects for the financial year ending 31 December 2018 (“FYE 2018”)

China’s strong economic growth has led to increasingly affluent consumers who now have the purchasing power as well as the willingness to pay to enhance individual lifestyles for greater comfort and pleasure. The modernisation and urbanisation of the country has also caused a growth in China’s property construction industry, an industry that the bamboo flooring market is dependent on for the consumption of its products. Under its 13th Five-Year Plan (2016-2020), China aims to double its 2010 GDP and the 2010 per capita income of both urban and rural residents by 2020 and will focus more on green and low-carbon industries. This is envisaged to positively affect the bamboo flooring market. In addition, bamboo flooring products are increasingly welcomed by the consumer due to merits like environmental friendliness and high price-to-performance ratio. (Source: *Independent Market Research Report prepared by Protégé Associate Sdn Bhd, China’s 13th Five Year Plan and China Wood Flooring Industry Report, 2014-2018*).

In line with the outlook of the bamboo industry, the Group has identified the following main strategies to continue to grow its businesses:-

- (a) Expansion of the Group's flooring products with the launching of new series of bamboo flooring products;
- (b) Enhancing the Group's flooring products to focus more on 'green' strand woven products;
- (c) Expansion of the Group's product portfolio to include bamboo furniture marketed under the 'KAR-ACE' brand;
- (d) Expansion of the Group's presence by increasing the number of appointed dealers and number of sales and marketing channels; and
- (e) Diversification of the Group's principal activities to include property investment and management which will provide the Group with additional income and cash flows. The property under construction is expected to be completed within FYE 2018.

Premised on the above, the Board of Directors of Kanger ("**Board**") is cautiously optimistic on the prospects of the Group for FYE 2018.

B4. Profit forecast

The Group has not issued any profit forecast in any public documents.

B5. Taxation

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Current tax expenses	59	186	95	358
Effective tax rate	8.4%	6.0%	3.2%	6.0%

The PRC income tax is computed in accordance with the relevant laws and regulations in the PRC. The applicable income tax rate is 25% for the current financial quarter and financial year-to-date, except for the Group's subsidiary, Ganzhou Kanger Industrial Co., Ltd, which currently enjoys a preferential tax rate of 15%. In addition, Kanger Trading (HK) Co. Limited currently enjoys 0% tax rate in Hong Kong as it is an export company and derives its income overseas.

B6. Status of corporate proposals

There is no corporate proposal announced but not completed as at the date of this report.

B7. Borrowings

The Group's borrowings as at 30 September 2018 are as follows:

	As at 30 September 2018 RM '000	As at 30 September 2017 RM '000
Secured – Short term borrowings		
Bank overdraft	-	404
Term loans	13,237	10,765
Bills payables	12,810	13,487
Secured – Long term borrowings		
Term loans	34,962	25,071
Total borrowings	<u>61,009</u>	<u>49,727</u>

The currency exposure profile of the Group's borrowings is as follows:

	As at 30 September 2018 RM '000	As at 30 September 2017 RM '000
Secured – Short term borrowings		
Ringgit Malaysia	-	404
Chinese Renminbi	61,009	49,323
Total borrowings	<u>61,009</u>	<u>49,727</u>

Note:

- (1) *The Group's borrowings in Renminbi ("RMB") are not hedged to Ringgit Malaysia and are translated into Ringgit Malaysia at the exchange rate of RMB1: RM0.6028 as at 30 September 2018.*

The borrowings increased by RM11.28 million or 22.7% as at 30 September 2018 as compared to 30 September 2017 mainly due to the drawdown of term loan by Ganzhou Kanger Industrial Co., Ltd for the construction of a commercial building in Ganzhou, Jiangxi Province, PRC.

The weighted average interest rate of the Group's borrowings is 6.38% as at 30 September 2018 and the entire borrowings as at 30 September 2018 is subjected to floating interest rate.

No hedging are done on the borrowings on the Group as majority of the borrowings are from the PRC and are used to finance the Group's operations in the PRC.

B8. Material litigation

As at the date of this report, there is no litigation or arbitration which has a material effect on the financial position of the Group, and the Board is not aware of any proceedings pending or threatened or of any fact likely to give rise to any proceedings.

B9. Dividends

There were no dividends paid or declared for the financial period ended ("FPE") 30 September 2018 (FPE 30 September 2017: Nil).

B10. Earnings per share

The Group's basic earnings per share is calculated as follows:

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Profit attributable to ordinary equity holders of the company (RM '000)	640	2,932	2,829	5,639
Weighted average number of ordinary shares in issue ('000)	856,546	798,461	822,675	798,461
Basic earnings per share (sen)	0.07	0.37	0.34	0.71

The Group's diluted earnings per share is calculated as follows:

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Profit attributable to ordinary equity holders of the company (RM '000)	640	2,932	2,829	5,639
Weighted average number of ordinary shares in issue ('000)	856,546	798,461	822,675	798,461
Assuming full exercise of warrants ('000)	1,095,481	1,037,396	1,061,610	1,037,396
Assuming full conversion of Notes already issued ('000)	1,144,864	1,037,396	1,110,993	1,037,396
Diluted earnings per share (sen)	0.06	0.28	0.25	0.54

B11. Disclosure on selected expense/income items as required by the Listing Requirements

Included in the profit before taxation are the following expense/(income) items:

	--- Individual Quarter ---		--- Cumulative Quarter ---	
	30 September 2018 RM '000	30 September 2017 RM '000	30 September 2018 RM '000	30 September 2017 RM '000
Interest expenses	239	225	626	620
Depreciation	595	558	1,477	1,131
Amortisation of intangible assets	156	166	483	489

There were no other income, interest income, provision for and write off of receivables and inventories, impairment of assets, gain or loss on disposal of property, plant and equipment, gain or loss on derivatives, gain or loss on foreign exchange and exceptional items for the current quarter ended 30 September 2018.

B12. Disclosure of realised and unrealised profits

The breakdown of the retained earnings of the Group as at 30 September 2018 into realised and unrealised profits is as follows:

	As at 30 September 2018 RM '000	As at 30 September 2017 RM '000
Total retained earnings of the Group:		
- Realised	45,743	41,253
- Unrealised	-	-
Total	45,743	41,253
Less: Consolidation adjustments	-	-
Total retained earnings of the Group	45,743	41,253

By Order of the Board

WONG YUET CHYN (MAICSA 7047163)
Company Secretary
Kuala Lumpur
26 November 2018