



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2014**

	UNAUDITED INDIVIDUAL QUARTER		UNAUDITED CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-Dec-2014	PRECEDING CORRESPONDING QUARTER ENDED 31-Dec-2013	CURRENT YEAR TO DATE ENDED 31-Dec-2014	PRECEDING CORRESPONDING YEAR TO DATE ENDED 31-Dec-2013
	RM'000	RM'000	RM'000	RM'000
Revenue	15,534	N/A	54,661	N/A
Cost of sales	(7,968)	N/A	(33,889)	N/A
Gross profit	7,566	N/A	20,772	N/A
Other operating income	86	N/A	328	N/A
Selling and distribution expenses	(2,484)	N/A	(7,837)	N/A
Administrative expenses	(3,299)	N/A	(6,400)	N/A
Profit from operations	1,869	N/A	6,863	N/A
Interest expenses	(51)	N/A	(351)	N/A
Profit before tax expense	1,818	N/A	6,512	N/A
Tax expense	(635)	N/A	(461)	N/A
Profit for the period	1,183	N/A	6,051	N/A
Other comprehensive income				
- Foreign exchange translation from foreign operations	850	N/A	878	N/A
Total comprehensive income	2,033	N/A	6,929	N/A
Profit attributable to :				
Equity holders of the company	1,183	N/A	6,051	N/A
Minority shareholders	-	N/A	-	N/A
	1,183	N/A	6,051	N/A
Total comprehensive income :				
Equity holders of the company	2,033	N/A	6,929	N/A
Minority shareholders	-	N/A	-	N/A
	2,033	N/A	6,929	N/A
Weighted average no. of ordinary shares ('000)	91,565	N/A	91,565	N/A
Earnings per share (EPS) attributable to the equity holders of the Company (sen)	1.29	N/A	6.61	N/A

Notes:-

N/A = Not applicable

- 1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Prospectus dated 27 November 2014 (including Proforma Consolidated Financial Information and the Accountants' Report) and the accompanying explanatory notes attached to this interim financial report.
- 2) This is the first interim financial report for the fourth (4th) quarter ended 31 December announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements"). There are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2014**

**UNAUDITED
AS AT END OF CURRENT
QUARTER
31-Dec-2014**

RM'000

ASSETS	
Non-current Assets	
Property, plant and equipment	9,073
Investment in an associate	-
Development costs	1,369
Other receivables	298
Deferred tax assets	1
	<u>10,741</u>
Current Assets	
Inventories	5,847
Trade receivables	10,540
Other receivables, deposits and prepayments	1,622
Amount due from an associate	543
Cash and bank balances	18,347
	<u>36,899</u>
TOTAL ASSETS	<u><u>47,640</u></u>
EQUITY AND LIABILITIES	
Equity attributable to equity holders of the Company	
Share Capital	23,699
Reserves	4,284
Total Equity	<u>27,983</u>
Non Current Liabilities	
Deferred revenue	974
Borrowings	1,545
Deferred tax liability	180
	<u>2,699</u>
Current Liabilities	
Trade payables	5,829
Other payables and accruals	4,744
Deferred revenue	4,563
Borrowings	1,590
Current tax liabilities	232
	<u>16,958</u>
Total Liabilities	<u>19,657</u>
TOTAL EQUITY AND LIABILITIES	<u><u>47,640</u></u>
Net assets per share (RM)	<u><u>0.12</u></u>

Notes:-

- 1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Prospectus dated 27 November 2014 (including Proforma Consolidated Financial Information and the Accountants' Report) and the accompanying explanatory notes attached to this interim financial report.
- 2) This is the first interim financial report for the fourth (4th) quarter ended 31 December announced in compliance with the ACE Market Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2014

	← Non-Distributable →			Merger Reserve RM'000	Distributable	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Foreign Exchange Fluctuation Reserve RM'000		Retained earnings RM'000	
At 25 October 2013 (date of incorporation)	^	-	-	-	-	-
Effect of acquisition of subsidiaries	-	-	-	(17,406)	5,089	(12,317)
Foreign exchange translation	-	-	878	-	-	878
Share issuance expenses	-	(1,585)	-	-	-	(1,585)
Profit for the financial period	-	-	-	-	6,051	6,051
Total comprehensive income for the financial period	-	(1,585)	878	-	6,051	5,344
Transaction with owners						
Issuance of share capital	23,699	11,257	-	-	-	34,956
At 31 December 2014	<u>23,699</u>	<u>9,672</u>	<u>878</u>	<u>(17,406)</u>	<u>11,140</u>	<u>27,983</u>

Notes:-

- 1) The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Prospectus dated 27 November 2014 (including Proforma Consolidated Financial Information) and the accompanying explanatory notes attached to this interim financial report.
- 2) This is the first interim financial report for the fourth (4th) quarter ended 31 December announced in compliance with the ACE Market Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

^ RM2



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH (4TH) QUARTER ENDED 31 DECEMBER 2014

	UNAUDITED CURRENT YEAR TO DATE ENDED 31-Dec-2014	AUDITED AS AT PRECEDING FINANCIAL YEAR ENDED AT 31-Dec-2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax expense	6,512	N/A
Adjustments for:		
Depreciation of property, plant and equipment	2,230	N/A
Unrealised loss on foreign exchange differences	397	N/A
Impairment loss on an associate	^	N/A
Interest income	(36)	
Interest expenses	351	N/A
Operating profit before working capital changes	9,454	N/A
Inventories	2,136	N/A
Receivables	(2,078)	N/A
Payables	(1,820)	N/A
Associates	(543)	N/A
Deferred revenue	485	N/A
Cash generated from operations	7,634	N/A
Interest received	36	N/A
Net cash generated from operating activities	7,670	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,865)	N/A
Development cost incurred	(1,369)	N/A
Net cash used in investing activities	(5,234)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest expenses paid	(351)	N/A
Repayment of borrowings	(205)	N/A
Dividend paid	(2,337)	N/A
Listing fee paid	(1,585)	
Proceed from issuance of share capital	17,192	N/A
Net cash generated from financing activities	12,714	N/A
NET INCREASE IN CASH AND CASH EQUIVALENTS	15,150	N/A
Foreign exchange fluctuation reserve	209	N/A
Effect on acquisition of subsidiaries	2,988	N/A
CASH AND CASH EQUIVALENTS AT INCORPORATION DATE	-	N/A
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	18,347	N/A
Cash and cash equivalents at the end of the financial period comprises of:-		
Cash and bank balances	18,347	N/A

Notes:-

^ = RM50

N/A = Not applicable

- 1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Prospectus dated 27 November 2014 (including Proforma Consolidated Financial Information and the Accountants' Report) and the accompanying explanatory notes attached to this interim financial report.
- 2) This is the first interim financial report for the fourth (4th) quarter ended 31 December announced in compliance with the ACE Market Listing Requirements. There are no comparative figures for the preceding year's corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)
QUARTERLY REPORT ON CONSOLIDATED RESULTS
Quarterly Report For The Fourth (4th) Quarter Ended 31 December 2014

A NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1. Basis of preparation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Listing Requirements").

This is the first interim financial statements on the consolidated results for the fourth (4th) quarter ended 31 December announced by the Company in compliance with the Listing Requirements and as such, there are no comparative figures for the preceding years' corresponding period.

The interim financial statements should be read in conjunction with the Prospectus of the Company dated 27 November 2014 and the accompanying explanatory notes attached to this interim financial report.

The interim financial statements have been prepared on the basis of merger accounting, where the financial statements of the Company and its subsidiaries ("the Group") have been included in the consolidated financial statements as if they have been in effect since the beginning of the financial year.

The adoption of above basis will not have any material impact on the financial position and performance of the Group.

A2. Changes in accounting policies

The accounting policies and method of computation adopted by the Group in these unaudited condensed interim financial statements are consistent with those adopted in preparation of the Proforma Consolidated Financial Information as included in the prospectus dated 27 November 2014 except for the adoption of the new and revised Malaysian Financial Reporting Standards ("MFRS"), IC Interpretations ("IC Int") and amendment to MFRS that have been published by MASB but are not effective and have not been adopted early by the Group.

Management anticipates that all relevant pronouncements will be adopted in the Group's accounting policies for the first period beginning/or after the effective date of pronouncement. Information on new standards, amendments and interpretations that are expected to have an impact on the Group's financial statements is provided below. Certain other new standards and interpretations have been issued but are not expected to have material impact on the financial statements.

The initial application of the standards, amendment and interpretations are not expected to have any financial impacts to the financial statements, except for:-

MFRS 9 Financial Instruments

MFRS 9 addresses the classification, measurement and recognition of financial assets and financial liabilities. It replaces the guidance note in MFRS 139 Financial Instruments : Recognition and Measurement. MFRS 9 requires financial assets to be classified into two (2) measurement categories namely fair value and amortised cost, to be determined at initial recognition. The classification depends on the entity's business model for managing its financial instruments and contractual cash flow characteristics of the instrument. Most of the requirements for financial liabilities are retained, except for cases where the fair value option is taken, the part of the fair value change due to an entity's own risk is recorded on other comprehensive income rather than in profit and loss, unless this creates an accounting mismatch.

The adoption of MFRS 9 will result in a change in accounting policy. The Group is currently examining the financial impact on the adoption of the said standard.



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A3. Auditors' report on preceding annual financial statements

In conjunction with and as an integral part of the Company's listing on the ACE Market of Bursa Malaysia Securities Berhad ("Bursa Securities"), the Company completed the acquisitions of Quantum Storage (South Asia) Pte Ltd ("QSA"), Quantum Storage South Asia Sdn Bhd ("QSAM") (indirectly acquired via QSA), Kronicles (Singapore) Pte Ltd ("KS") and Kronicles (Malaysia) Sdn Bhd ("KM") on 30 May 2014 and formed its Group structure.

The audited reports on the financial statements of QSA, QSAM, KS and KM for the financial year ended 31 December 2013 were not subject to any qualification.

A4. Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical factors.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

A6. Material changes in estimates

There were no changes in estimates that have had a material effect in the current financial quarter under review.

A7. Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial quarter under review except for those disclosed in Note B6.

A8. Dividends paid

No dividends were paid by the Company in the current financial quarter and period under review.



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A9. Segmental information

(a) Analysis of revenue by geographical area

	Current Quarter Ended 31/12/2014 RM'000	Preceding Corresponding Quarter Ended 31/12/2013 RM'000	Current Year To Date Ended 31/12/2014 RM'000	Preceding Corresponding Year To Date Ended 31/12/2013 RM'000
Singapore	11,787	N/A	40,645	N/A
Malaysia	1,196	N/A	6,347	N/A
Philippines	1,519	N/A	4,471	N/A
Thailand	409	N/A	2,412	N/A
Others	1,532	N/A	4,502	N/A
	16,443		58,377	
Less: Inter-company transactions	(909)	N/A	(3,716)	N/A
	15,534	N/A	54,661	N/A
Total revenue	15,534	N/A	54,661	N/A

(b) Analysis of revenue by product categories

	Current Quarter Ended 31/12/2014 RM'000	Preceding Corresponding Quarter Ended 31/12/2013 RM'000	Current Year To Date Ended 31/12/2014 RM'000	Preceding Corresponding Year To Date Ended 31/12/2013 RM'000
EDM infrastructure technology	14,810	N/A	49,025	N/A
EDM managed services	1,153	N/A	7,860	N/A
Investment holding	-	N/A	-	N/A
Others	480	N/A	1,492	N/A
	16,443		58,377	
Less: Inter-company Transactions	(909)	N/A	(3,716)	N/A
	15,534	N/A	54,661	N/A
Total revenue	15,534	N/A	54,661	N/A



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A9. Segmental information (Cont'd)

(c) Analysis of segment results, assets and liabilities

	EDM infrastructure technology RM'000	EDM managed services RM'000	Investment holdings RM'000	Others RM'000	Elimination RM'000	Total RM'000
Results						
Segment results	7,514	1,111	(1,811)	49	-	6,863
Interest expenses	(29)	(322)	-	-	-	(351)
Profit before tax	7,485	789	(1,811)	49	-	6,512
Tax expense	(421)	-	-	(40)	-	(461)
Profit after tax	7,064	789	(1,811)	9	-	6,051
Segment assets	30,918	9,072	19,678	3,665	(15,693)	47,640
Segment liabilities	16,802	8,822	5,883	3,843	(15,693)	19,657

Comparative figures for the preceding financial period are not presented as this is the first interim financial report for the fourth (4th) quarter ended 31 December being announced by the Company in compliance with the Listing Requirements.

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current financial quarter under review.

A11. Material events subsequent to the end of the quarter

Save as disclosed in Note B6, there were no other material events subsequent to the end of the current financial quarter and period to date that have not been reflected in this interim financial report.

A12. Changes in composition of the Group

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

A13. Contingent assets or liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at reporting date.

A14. Capital commitments

There were no material capital commitments in respect of property, plant and equipment as at the end of the current quarter under review.

A15. Significant related party transactions

During the current financial quarter, the Directors are of the opinion that the Group has no related party transactions which would have a significant impact on the financial position and business of the Group.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

Quarterly Report For The Fourth (4th) Quarter Ended 31 December 2014

ADDITIONAL NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET

B1. Review of performance of the Group

For the current twelve (12)-month financial period ended 31 December 2014, the Group achieved cumulative revenue of RM54.661 million. Majority of the Group's revenue were derived from Singapore amounting to RM40.645 million (69.63%), followed by Malaysia recording RM6.347 million (10.87%). Revenue contribution from EDM infrastructure technology segment continued to dominate the Group's revenue amounting to RM49.025 million or 83.98% of the total revenue.

The Group recorded a profit before tax of RM6.512 million for the current twelve (12)-month financial period ended 31 December 2014.

There are no comparative figures for the preceding year corresponding period's results as this is the first interim financial report for the quarter ended 31 December being announced by the Company in compliance with Listing Requirements.

B2. Comparison with preceding quarter's results

	3 month ended	
	31/12/2014 RM'000	30/9/2014 RM'000
Revenue	15,534	11,028
Profit from operations	1,869	1,518
Profit before tax expense	1,818	1,465
Profit for the period	1,183	1,463

Revenue in the current quarter ended 31 December 2014 was 40.86% or RM4.506 million higher as compared with the previous quarter. The increase was attributable to higher sales in the EDM infrastructure technologies as a result of our go-to-market strategies. In tandem with the increase in revenue, profit before tax expense increase by 24.10% or RM0.353 million as compare with the previous quarter.

B3. Prospects

As disclosed in the Prospectus dated 27 November 2014, the Group has in place a series of future business plans that are focused in expanding the Group's presence and market share both in the domestic and regional markets.

Barring any unforeseen circumstances, the Board of Directors ("Board") expect the Group to remain profitable for the financial year ending 31 December 2015.

B4. Tax expense

The tax expenses arises mainly from the EDM infrastructure technology segments after deducting the unutilised capital allowance and Productivity and Innovation credit ("PIC") scheme.

B5. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee during the current financial quarter under review.



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B6. Status of corporate proposals

In conjunction with, and as an integral part of the Company's listing on the ACE Market of Bursa Securities, the following listing scheme was undertaken by the Company.

(i) Initial Public Offering

The Company undertook a public issue of 59,247,000 new Kronologi Shares, representing 25.0% of the enlarged issued and paid-up share capital of Kronologi, at an issue price of RM0.29 per Kronologi Share which was allocated in the following manner:-

a) Malaysian Public

4,739,500 new Kronologi Shares, representing approximately 2.0% of the enlarged issued and paid-up share capital, made available for application by the Malaysian Public via balloting.

b) Eligible Directors, employees and persons who have contributed to the success of the Kronologi Group

7,109,500 new Kronologi Shares, representing approximately 3.0% of the enlarged issued and paid-up share capital, reserved for the eligible Directors, employees and persons who have contributed to the success of the Kronologi Group.

c) Private placement to identified investors

47,398,000 new Kronologi Shares, representing approximately 20.0% of the enlarged issued and paid-up share capital, placed to identified investors.

(ii) Listing on Bursa Securities

The Company's entire enlarged issued and paid-up share capital of RM23,698,800 comprising 236,988,000 Kronologi Shares was listed and quoted on the ACE Market of Bursa Securities on 15 December 2014.

The gross proceeds from the Public Issue amounted to RM17.182 million and the status of the utilisation of the proceeds raised as at 31 December 2014 is as follows:-

	Proposed utilisation	Actual utilisation	Deviations	Balance	
Detail of utilisation	RM'000	RM'000	RM'000	RM'000	Time frame for utilisation
1) Business expansion	6,000	-	-	6,000	Within 36 months
2) Research and development expenditure	3,500	-	-	3,500	Within 36 months
3) Working capital	4,482	-	-	4,482	Within 36 months
4) Estimated listing expenses	3,200	2,235	-	965	Within 3 months
Total gross proceeds	17,182	2,235	-	14,947	



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B7. Borrowings and debt securities

The total borrowings of the Group as at 31 December 2014 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured			
Finance lease liabilities	1,590	1,545	3,135

All the borrowings are secured by lessor's title to the leased assets. All of the Group's borrowings are denominated in Singapore Dollars.

B8. Material litigation

The Group has not been involved in any material litigation for the financial period under review.

B9. Dividends

The Board does not recommend any dividends for the current financial quarter under review and the financial period-to-date.

B10. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31/12/2014	Preceding Corresponding Quarter Ended 31/12/2013	Current Year To Date Ended 31/12/2014	Preceding Corresponding Year To Date Ended 31/12/2013
Net profit attributable to ordinary equity holders of the Company (RM'000)	1,183	N/A	6,051	N/A
Weighted average number of ordinary shares in issue ('000)	91,565	N/A	91,565	N/A
Basic earnings per share (sen)	1.29	N/A	6.61	N/A

Diluted earnings per share is not disclosed herein as it is not applicable to the Group.



KRONOLOGI ASIA BERHAD (Company no. 1067697-K)
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B11. Disclosure on selected expenses/income items as required by the Listing Requirements

Profit after tax expense is stated after charging/(crediting):-

	Current Quarter Ended 31/12/2014 RM'000	Preceding Corresponding Quarter Ended 31/12/2013 RM'000	Current Year To Date Ended 31/12/2014 RM'000	Preceding Corresponding Year To Date Ended 31/12/2013 RM'000
Depreciation on property, plant and Equipment	644	N/A	2,230	N/A
Realised foreign currency exchange Loss	181	N/A	123	N/A
Unrealised foreign exchange currency loss	278	N/A	397	N/A
Rental of premises	548	N/A	1,492	N/A
Interest income	(36)	N/A	(36)	N/A
Finance costs	51	N/A	351	N/A

B12. Disclosure of Realised and Unrealised Profits / (Losses)

	As at 31/12/2014 RM'000
Realised	10,961
Unrealised	1,057
	<hr/> 12,018
Less: Consolidation adjustment	<hr/> -
Retained Earnings	<hr/> <hr/> 12,018

B13. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 24 February 2015.

Kronologi Asia Berhad
 24 February 2015