



**BRITE-TECH BERHAD  
(COMPANY No. 550212-U)  
(Incorporated in Malaysia)**

**ERRATA TO THE ANNUAL REPORT 2018**

To: The Shareholders of Brite-Tech Berhad

Our submission of Annual Report 2018 ("AR 2018") via Bursa Link on 30 April 2019 (Ref No. DCS-29042019-00098) refers.

The Board of Directors of Brite-Tech Berhad wishes to inform the shareholders of the Company that there are typographical errors on several pages in the Annual Report 2018 which are now amended to read as follows:-

<b>Page</b>	<b>Note</b>	<b>As reported</b>	<b>As amended</b>
37	Statutory Declaration	Subscribed and solemnly declared by PANG WEE SEE at Puchong in the state of Selangor Darul Ehsan	Subscribed and solemnly declared by PANG WEE SEE at Puchong in the state of Selangor Darul Ehsan on 19 April 2019
52	1. General Information	The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 19 April 2018.	The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 19 April 2019.
84	7. Investment in Subsidiary Companies	Effective equity interest 2017      2016	Effective equity interest 2018      2017
86	10. Trade Receivables	Company 2018      2018	Company 2018      2017
90	11. Other Receivables	Company 2018      2018	Company 2018      2017
90	15. Share Capital	Group and Company 2018      2018	Group and Company 2018      2017
91	18. Deferred Taxation	Company 2018      2018	Company 2018      2017
92	18. Deferred Taxation (Cont'd)	Company 2018      2018	Company 2018      2017
95	20. Trade and Other Payables	Company 2018      2018	Company 2018      2017

Page	Note	As reported	As amended
96	23. Revenue	Company 2018 2018	Company 2018 2017
97	24. Finance Income	Company 2018 2018	Company 2018 2017
98	26. Profit Before Taxation	Company 2018 2018	Company 2018 2017
99	27. Taxation	Company 2018 2018	Company 2018 2017
100	27. Taxation (Cont'd)	Company 2018 2018	Company 2018 2017
101	28. Employees Benefit Expenses	Company 2018 2018	Company 2018 2017
101	29. Directors' Remuneration	Company 2018 2018	Company 2018 2017
103	32. Purchase of Property, Plant and Equipment	Company 2018 2018	Company 2018 2017
105	36. Segment Information (Cont'd)	Eliminations RM - <u>(2,004,852)</u> (329,802)	Eliminations RM - <u>(2,004,852)</u> (2,004,852)
112	37. Financial Risk Management Objectives and Policies (Cont'd)	Company 2018 2018	Company 2018 2017
115	38. Capital Management	Company 2018 2018	Company 2018 2017
Proxy Form	Explanatory Notes No. 7	Only a depositor whose name appears on the Record of Depositors as at 22 May 2018 shall be entitled to attend the said meeting and to appoint a proxy or proxies to attend, speak and/or vote on his/her behalf.	Only a depositor whose name appears on the Record of Depositors as at 22 May 2019 shall be entitled to attend the said meeting and to appoint a proxy or proxies to attend, speak and/or vote on his/her behalf.

A copy of the amended pages of the Annual Return 2018 are attached.

All other information remains unchanged and the inconveniences caused by the errors are much regretted.

By order of the Board

Wong Maw Chuan (MIA 7413)  
Wong Youn Kim (f) (MAICSA 7018778)  
Lee Chin Wen (f) (MAICSA 7061168)  
Company Secretaries

Dated: 9 May 2019

## STATEMENT BY DIRECTORS

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT, 2016

We, **PANG WEE SEE** and **KAN KING CHOY**, being two of the directors of **BRITE-TECH BERHAD**, do hereby state that, in the opinion of the directors, the accompanying financial statements as set out on pages 43 to 117 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 December 2018 and of their financial performance and cash flows for the financial year then ended.

Signed on behalf of the Board of Directors in accordance with a resolution of the directors dated 19 April 2019.

**PANG WEE SEE**  
Director

**KAN KING CHOY**  
Director

## STATUTORY DECLARATION

PURSUANT TO SECTION 251(1)(B) OF THE COMPANIES ACT, 2016

I, **PANG WEE SEE**, being the director primarily responsible for the accounting records and financial management of **BRITE-TECH BERHAD**, do solemnly and sincerely declare that the accompanying financial statements set out on pages 43 to 117 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by  
**PANG WEE SEE**  
at Puchong in the state of Selangor Darul Ehsan  
on 19 April 2019

**PANG WEE SEE**

Before me,

**KHOR HAN GHEE**  
Commissioner for Oath

# NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

## 1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia and is listed on the ACE Market of Bursa Malaysia Securities Berhad.

The Company's registered office is located at B-25-2, Block B, Jaya One, No. 72A, Jalan Universiti, 46200 Petaling Jaya, Selangor Darul Ehsan.

The principal place of business of the Company is located at Lot 14, (PT 5015), Jalan Pendamar 27/90, Seksyen 27, 40000 Shah Alam, Selangor Darul Ehsan, Malaysia.

The consolidated financial statements of the Company as at and for the financial year ended 31 December 2018 comprise the Company and its subsidiaries (together referred to as the "Group"). The financial statements of the Company as at and for the financial year ended 31 December 2018 do not include other entities.

The Company is principally engaged in the business of investment holding and provision of management services to subsidiary companies. The principal activities of its subsidiary companies are set out in Note 7 to the financial statements.

There have been no significant changes in the nature of these principal activities during the financial year.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 19 April 2019.

## 2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

### 2.1 Statement of compliance

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the requirements of the Companies Act, 2016 ("CA 2016") in Malaysia.

The accounting policies adopted by the Group and the Company are consistent with those adopted in the previous year except for the changes stated in Note 2.4.

### 2.2 Adoption of Amendments to MFRSs and Annual Improvements

At the beginning of the financial year, the Group and the Company adopted the following Amendments to MFRSs and Annual Improvements which are mandatory for the financial periods beginning on or after 1 January 2018:

Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions
MFRS 9	Financial Instruments (IFRS 9 as issued by International Accounting Standards Board ("IASB") in July 2014)
MFRS 15	Revenue from Contracts with Customers
MFRS 15	Clarifications to MFRS 15
Amendments to MFRS 140	Transfers of Investment Property
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration
Annual Improvements to MFRS Standards 2014–2016 Cycle	

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

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 7. INVESTMENT IN SUBSIDIARY COMPANIES (CONT'D)

The subsidiary companies, which are incorporated in Malaysia, are as follows:- (Cont'd)

Name of subsidiaries	Effective equity interest		Principal activities
	2018	2017	
<b>Subsidiary company of Brite-Tech Corporation Sdn. Berhad</b>			
Cybond Chemical Sdn. Bhd.	100%	100%	To produce water treatment chemicals and provision of related services.
<b>Subsidiary company of Hooker Chemical Sdn. Berhad</b>			
Akva-Tek Sdn. Bhd.	51%	51%	The Company has ceased operation.

<sup>(1)</sup> Not audited by CAS Malaysia PLT.

### 8. GOODWILL

	Group	
	2018 RM	2017 RM
<b>Cost</b>		
Balance at beginning and end of the financial year	5,678,772	5,678,772
<b>Less: Accumulated impairment loss</b>		
At beginning of the financial year	4,910,720	4,710,720
Impairment losses recognised during the financial year	127,338	200,000
At end of the financial year	5,038,058	4,910,720
<b>Carrying amount</b>	640,714	768,052

The carrying amounts of the goodwill allocated to the cash-generating units (CGU) are as follows:

	Group	
	2018 RM	2017 RM
Manufacturing - CGU 1	640,714	768,052

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 9. INVENTORIES

	2018 RM	Group	2017 RM
<b>At cost</b>			
Laboratory supplies	255,409		124,168
Raw materials	405,636		593,600
Work-in-progress	135		6,506
Finished goods	390,710		421,718
	1,051,890		1,145,992
<b>Recognised in profit or loss</b>			
Inventories recognised as cost of sales	7,469,730		7,548,456

### 10. TRADE RECEIVABLES

	2018 RM	Group	2017 RM	Company	2018 RM	2017 RM
Trade receivables - gross	9,343,295		7,964,998		662,190	211,040
Less: Allowance for impairment losses	(1,248,025)		(1,058,917)		-	-
Trade receivables - net	8,095,270		6,906,081		662,190	211,040

#### Movement in the allowance for impairment losses

The allowance account in respect of the trade receivables are used to record impairment losses. The creation and release of allowance for impaired receivables have been included in 'other operating expenses' in the profit or loss. Unless the Group is satisfied that recovery of the amount is possible, then the amount considered irrecoverable is written off against the receivable directly.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar loss patterns (i.e., by geographical region, product type, customer type and rating, and coverage by letters of credit or other forms of credit insurance). The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 11. OTHER RECEIVABLES

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Other receivables - gross	480,457	499,009	2,561	1,200
Less: Allowance for impairment losses	(5,000)	-	-	-
Other receivables - net	475,457	499,009	2,561	1,200
Deposits	172,923	250,720	2,000	2,000
Prepayments	62,091	375,129	-	-
Dividend receivable from subsidiary companies	-	-	2,022,000	2,012,000
	710,471	1,124,858	2,026,561	2,015,200

### 12. AMOUNT DUE FROM SUBSIDIARY COMPANIES

The amount due from subsidiary companies represented non-trade transactions which are unsecured, interest free and repayable on demand.

### 13. SHORT-TERM INVESTMENTS

Short-term investments represent deposits placement with investment fund management companies. The average effective interest rates of the short-term investments range from 2.61% to 3.64% (2017: 2.51% to 3.53%) on daily basis and are readily convertible to cash with insignificant risk of changes in value.

### 14. FIXED DEPOSITS WITH A LICENSED BANK

The effective interest rates of the fixed deposits with a licensed bank at the reporting date are 3.20% (2017: 2.95%) per annum and with maturity period of 1 month (2017: 1 month).

### 15. SHARE CAPITAL

	Group and Company			
	2018 Number of shares	2017	2018 RM	2017 RM
<b>Issued and fully paid:</b>				
Balance at the beginning and end of the financial year	252,000,000	252,000,000	25,200,000	25,200,000

Pursuant to Section 74 of the Companies Act 2016, all shares issued before or upon commencement of the Act shall have no par or nominal value.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 16. REVALUATION RESERVE

Revaluation reserve are not available for distribution as dividends to the Company's shareholders.

The following are the movements of revaluation reserve:

	2018 RM	2017 RM
At beginning of the financial year	11,894,948	11,894,948
<b>Recognised in other comprehensive income:</b>		
Revaluation surplus (Note 5)	3,670,225	-
Less: Deferred tax liability on revaluation surplus (Note 18)	(578,024)	-
Revaluation surplus, net of tax	3,092,201	-
At end of the financial year	14,987,149	11,894,948

### 17. RETAINED EARNINGS

The entire retained earnings of the Company as at 31 December 2018 and 31 December 2017 may be distributed as dividends under the single tier system.

### 18. DEFERRED TAXATION

#### Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same taxation authority.

The following amounts, determined after appropriate offsetting, are shown in the statements of financial position.

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Deferred tax assets, net	(33,593)	(66,815)	-	-
Deferred tax liabilities, net	3,195,017	2,518,068	45,854	-
	3,161,424	2,451,253	45,854	-

The following are the movements of deferred tax liabilities:

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
At beginning of the financial year	2,451,253	2,288,214	-	-
Recognised in profit or loss (Note 27)	132,147	163,039	45,854	-
Recognised in other comprehensive income	578,024	-	-	-
At end of the financial year	3,161,424	2,451,253	45,854	-



## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 18. DEFERRED TAXATION (CONT'D)

The components of the deferred tax assets and liabilities at the end of the financial year comprise tax effects of:

	Group	
	2018 RM	2017 RM
Deferred tax assets		
Unused reinvestment tax allowance	81,753	81,753
Other deductible temporary differences	–	52,476
Loss on fair value adjustment of investment properties	–	27,979
Deferred tax assets (before offsetting)	81,753	162,208
Offsetting	(48,160)	(95,393)
Deferred tax assets (after offsetting)	33,593	66,815

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Deferred tax liabilities				
Revaluation surplus arise from properties	2,203,843	1,792,362	–	–
Gain on fair value adjustment of investment properties	251,165	218,413	–	–
Excess of capital allowances over corresponding depreciation	788,169	602,686	45,854	–
Deferred tax liabilities (before offsetting)	3,243,177	2,613,461	45,854	–
Offsetting	(48,160)	(95,393)	–	–
Deferred tax liabilities (after offsetting)	3,195,017	2,518,068	45,854	–

#### Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Property, plant and equipment	(3,299)	(9,160)	–	(3,860)
Unabsorbed capital allowances	6,959	6,809	–	–
Unutilised tax losses	1,499,503	1,520,256	–	191,453
	1,503,163	1,517,905	–	187,593
Unrecognised deferred tax assets at 24% (2017: 24%)	360,759	364,297	–	45,022

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 19. LOAN AND BORROWINGS (CONT'D)

#### (b) Term loans

	Group	
	2018 RM	2017 RM
Repayable:		
- Not later than one year	653,708	300,747
- Later than one year and not later than five years	2,789,005	1,354,265
- More than five year	10,914,790	5,447,810
	14,357,503	7,102,822

These facilities are secured by the following:

- (i) legal charge over assets of the Group as disclosed in Note 5 and Note 6;
- (ii) corporate guarantee by the Company; and
- (iii) joint and several guarantees by certain directors of a subsidiary company.

### 20. TRADE AND OTHER PAYABLES

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Gross amount - trade	1,503,042	1,382,798	-	-
Add:				
Other payables	545,756	558,745	37,890	54,093
Accruals	910,760	881,955	111,695	104,955
Deposits received	64,396	78,130	-	-
	1,520,912	1,518,830	149,585	159,048
Total financial liabilities carrying at amortised costs	3,023,954	2,901,628	149,585	159,048

The trade payables are non-interest bearing and the normal trade credit terms received by the Group range from 60 to 90 days (2017: 60 to 90 days).

### 21. AMOUNT DUE TO DIRECTORS

The amount due to Directors represented advance from Directors which are unsecured, interest free and repayable on demand.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 22. BANK OVERDRAFT

	2018 RM	Group 2017 RM
Unsecured	98,673	99,330

The bank overdraft of the Group is denominated in RM, bear interest at BLR + 1.50%.

These facilities are secured by the following:

- (i) corporate guarantee by the Company; and
- (ii) joint and several guarantees by certain directors of a subsidiary company.

### 23. REVENUE

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Trading sales and services	26,610,781	25,760,190	–	–
Dividend income from subsidiaries	–	–	5,322,000	4,054,000
Management fee income	–	–	1,675,050	1,568,150
	26,610,781	25,760,190	6,997,050	5,622,150

The following is a description of the principal activities - separated by reportable segments - from which the Group generates its revenue. For more detailed information about reportable segments, refer Note 36, as disclosed in the financial statements.

#### *i. Environmental products and services*

Revenue for environmental products are recognised at a point in time when the products are delivered and accepted by the customers at their premise. For environmental services, revenue is recognised upon services performed. Credit period of 60 to 90 days from invoice date is given for both environmental products and services.

#### *ii. System equipment and ancillary products*

Revenue is recognised at a point in time when the products are delivered and accepted by the customer at its premise. The term of payment is generally within 60 to 90 days from invoice date.

#### *iii. Investments*

This includes management fee income charged on the subsidiaries. The Group and the Company recognise revenue on an accrual basis when service is rendered. Management fees are billed and paid on a monthly basis. Credit period in range of 60 to 90 days from invoice date is given to the subsidiaries.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 24. FINANCE INCOME

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Interest income on:				
Fixed deposits	12,607	4,014	-	-
Bank interest	56,232	81,436	738	4,185
Short-term investments	198,390	198,658	90,316	63,088
	267,229	284,108	91,054	67,273

### 25. FINANCE COSTS

	Group	
	2018 RM	2017 RM
Profit sharing on Islamic term financing:		
- Term loans	175,411	37,725
Interest expenses on conventional financing:		
- Finance leases	25,397	20,005
- Overdraft	8,410	7,974
- Term loans	138,134	146,206
- Bankers' acceptance	42,464	47,055
	389,816	258,965

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 26. PROFIT BEFORE TAXATION

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Profit before taxation is arrived at after charging/(crediting):				
Allowance for impairment losses on trade receivables	387,694	407,009	-	-
Auditors' remuneration:				
- statutory audit	57,900	54,200	18,500	17,500
- other auditors	5,300	5,500	-	-
- overprovision in previous financial year	(200)	(300)	-	-
- non-audit services	3,000	3,000	3,000	3,000
Depreciation of property, plant and equipment	1,314,044	1,010,744	1,085	1,448
Directors' fee	330,698	320,498	282,600	320,498
Directors' non-fee emoluments	1,032,800	1,035,702	782,600	763,412
Impairment loss on goodwill	127,338	200,000	-	-
Impairment loss on investment in subsidiary companies	-	-	1,937,517	200,000
Revaluation loss on property, plant and equipment	27,816	-	-	-
Loss on fair value adjustment of investment properties	-	116,580	-	-
Property, plant and equipment written off	10,233	3,925	-	-
Rental of equipment	4,756	16,815	-	-
Rental of motor vehicle	11,420	9,320	-	-
Rental of premises	14,914	10,800	-	-
Reversal of allowance for impairment losses on trade receivables	(198,586)	(218,320)	-	-
Dividend income from subsidiary companies	-	-	(5,322,000)	(4,054,000)
Realised gain on foreign exchange	-	(1,461)	-	-
Unrealised loss/(gain) on foreign exchange	12,527	(27,624)	-	-
Gain on disposal of property, plant and equipment	24,298	-	-	-
Gain on fair value adjustment of investment properties	-	(377,861)	-	-
Management fee income	-	-	(1,675,050)	(1,568,150)
Rental income	(403,126)	(350,730)	-	-

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 27. TAXATION

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
<b>Income taxation</b>				
Provision for current financial year	1,479,077	1,279,685	13,249	-
(Over)/underprovision in the previous financial year	(106,352)	74,375	1,746	-
	1,372,725	1,354,060	14,995	-
<b>Deferred taxation (Note 18)</b>				
Recognised in the income statement	133,294	169,540	48,552	-
Overprovision in the previous financial year	(1,147)	(6,501)	(2,698)	-
	132,147	163,039	45,854	-
Tax expenses for the current financial year	1,504,872	1,517,099	60,849	-

Domestic current income tax is calculated at the statutory tax rate of 24% (2017: 24%) of the estimated assessable profit for the year.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 27. TAXATION (CONT'D)

The reconciliation of income tax expense applicable to the profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and of the Company is as follows:

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Profit before taxation	5,789,688	5,513,109	3,653,265	4,002,155
Tax at the statutory tax rate of 24% (2017: 24%)	1,389,525	1,323,146	876,784	960,517
Non-deductible expenses	882,733	267,474	483,973	68,434
Non-taxable income	(558,753)	(151,381)	(1,298,956)	(989,105)
Deferred tax assets not recognised during the financial year	49,716	25,246	–	–
Derecognition of deferred tax on investment properties	(144,761)	–	–	–
Utilisation of previously unrecognised deferred tax assets	(17,059)	(52,895)	–	(39,846)
Deferred tax arising from gain on fair value adjustment of investment properties	32,753	62,707	–	–
Crystallisation of deferred tax liabilities arose from revaluation surplus	(21,783)	(25,072)	–	–
Taxation (over)/underprovided in the previous financial year	(106,352)	74,375	1,746	–
Deferred taxation overprovided in the previous financial year	(1,147)	(6,501)	(2,698)	–
Tax expenses for the current financial year	1,504,872	1,517,099	60,849	–

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 28. EMPLOYEES BENEFIT EXPENSES

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Staff costs:				
Salaries, bonuses, incentives, overtime, commissions and allowances	6,280,643	6,100,890	1,180,550	1,194,730
Pension costs: defined contribution plans	727,391	717,166	109,876	106,831
Social security costs	76,726	69,414	2,984	3,686
	7,084,760	6,887,470	1,293,410	1,305,247

Employees benefit expenses including the aggregate amount of emoluments received and receivable by the Directors of the Group and of the Company during the financial year.

### 29. DIRECTORS' REMUNERATION

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Executive Directors:				
Remuneration	921,000	935,902	670,800	663,612
Bonus	111,800	99,800	111,800	99,800
Fees	309,098	295,298	261,000	295,298
Non-Executive Directors:				
Fees	21,600	25,200	21,600	25,200
	1,363,498	1,356,200	1,065,200	1,083,910

The estimated monetary value of benefits-in-kind received by the directors of the Group amounted to RM39,600 (2017: RM35,300).



## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 32. PURCHASE OF PROPERTY, PLANT AND EQUIPMENT

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Cost of property, plant and equipment purchased	5,242,065	2,786,480	30,600	–
Amount financed through loan and borrowings	(828,400)	(738,492)	–	–
Cash disbursed for purchase of property, plant and equipment	4,413,665	2,047,988	30,600	–

### 33. RELATED PARTY DISCLOSURES

- (a) In addition to the information detailed elsewhere in the financial statements, the Company carried out the following transactions with its related parties during the financial year:

	Group	
	2018 RM	2017 RM
<b>Subsidiaries</b>		
Dividend income received/receivable	5,322,000	4,054,000
Management fees	1,675,050	1,568,150

- (b) The key management personnel comprised mainly Executive Directors of the Company whose remuneration are disclosed in Note 29.

The Directors of the Company are of the opinion that the related party transactions have been entered into the normal course of business on an arm's length basis and have established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

### 34. CAPITAL COMMITMENT

As of 31 December 2018, the Group has the following capital commitment:

	Group	
	2018 RM	2017 RM
Approved and contracted for:		
Purchase of property, plant and equipment	9,000	1,069,215
Approved but not contracted for:		
Purchase of property, plant and equipment	37,083	37,083

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 36. SEGMENT INFORMATION (CONT'D)

Segment turnover, profit before taxation and the assets employed are as follows:

Group 2018	Environmental Products and Services RM	System Equipment and Ancillary Products RM	Investments RM	Eliminations RM	Total RM
<b>Revenue</b>					
External revenue	22,992,927	3,617,854	–	–	26,610,781
Inter-segment revenue	316,848	12,954	1,675,050	(2,004,852)	–
<b>Total revenue</b>	<b>23,309,775</b>	<b>3,630,808</b>	<b>1,675,050</b>	<b>(2,004,852)</b>	<b>26,610,781</b>
<b>Results</b>					
Segment results (external)	5,500,052	366,124	173,437	–	6,039,613
Impairment loss on goodwill					(127,338)
Finance income					267,229
Finance costs					(389,816)
<b>Profit before taxation</b>					<b>5,789,688</b>
Income tax expenses					(1,504,872)
<b>Profit after taxation</b>					<b>4,284,816</b>
Non-controlling interests					28,204
<b>Net profit attributable to owners of the Company</b>					<b>4,313,020</b>
<b>Other information</b>					
Segment assets	68,147,765	8,071,533	4,568,703	–	80,788,001
Segment liabilities	16,664,267	2,282,206	149,585	–	19,096,058
Capital expenditure	4,934,182	277,283	30,600	–	5,242,065
Depreciation	1,227,988	84,971	1,085	–	1,314,044
Non-cash expenses other than depreciation	214,290	1,096	127,338	–	342,724

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 37. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

#### 37.5 Classification of financial instruments

Financial assets	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
<b>At amortised costs</b>				
Trade receivables	8,095,270	6,906,081	662,190	211,040
Other receivables	648,380	749,729	2,026,561	2,015,200
Amount due from a subsidiary company	–	–	2,560,554	4,129,055
Short-term investments	11,472,067	5,834,073	3,810,367	1,020,050
Fixed deposits with licensed banks	171,481	196,186	–	–
Cash and bank balances	2,828,143	4,672,884	79,085	247,882
	23,215,341	18,358,953	9,138,757	7,623,227

Financial liabilities	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
<b>At amortised costs</b>				
Trade payables	1,503,042	1,382,798	–	–
Other payables	610,152	636,875	37,890	54,093
Amount due to directors	6,254	17,213	–	3,432
Bank overdraft	98,673	99,330	–	–
Bankers' acceptance	633,000	709,000	–	–
Finance lease liabilities	976,674	299,233	–	–
Term loans	3,395,720	5,620,073	–	–
Islamic term financing	10,961,783	1,482,749	–	–
	18,185,298	10,247,271	37,890	57,525

#### 37.6 Fair value of financial instruments

The carrying amounts of cash and cash equivalents, short term receivables and payables approximate fair values due to the relatively short term nature of these financial instruments.

The table below analyses financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONT'D)

### 38. CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholder value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. No changes were made in the objectives, policies or processes during the financial year ended 31 December 2018.

The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group's debts include trade payables, other payables, deposits and accruals, amount due to director, bank overdraft and loan and borrowings less cash and cash equivalents.

	Group		Company	
	2018 RM	2017 RM	2018 RM	2017 RM
Trade payables	1,503,042	1,382,798	-	-
Other payables, deposits and accruals	1,520,912	1,518,830	149,585	159,048
Amount due to director	6,254	17,213	-	3,432
Bank overdraft	98,673	99,330	-	-
Loan and borrowings	15,967,177	8,111,055	-	-
Less: Cash and cash equivalents	(2,828,143)	(4,672,884)	(79,085)	(247,882)
Fixed deposits with a licensed bank	(171,481)	(196,186)	-	-
Short-term investments	(11,472,067)	(5,834,073)	(3,810,367)	(1,020,050)
	4,624,367	426,083	(3,739,867)	(1,105,452)
Equity attributable to owners of the Company	57,943,945	54,570,724	27,065,114	27,504,698
Gearing ratio	8%	1%	*	*

\* The Company is in a cash positive position. Therefore, gearing ratio does not apply.



**BRITE-TECH BERHAD**  
(550212-U) (Incorporated in Malaysia)

**PROXY FORM**

No. of shares held	CDS Account No.

I/We .....  
of .....  
being a member/members of **BRITE-TECH BERHAD** hereby appoint .....  
.....  
and/or failing him/her .....  
of .....  
or failing him/her, the Chairman of the meeting as my/our proxy to vote for me/us on my/our behalf at the Eighteenth Annual General Meeting of the Company, to be held at Langkawi Room, Bukit Jalil Golf and Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, 57000 Kuala Lumpur on Tuesday, 28 May 2019 at 10.00 a.m. and any adjournment thereof.  
My/Our Proxy(ies) is/are to vote as indicated below:

No.	Resolution	For	Against
1.	To declare a final single tier dividend of 0.80 sen per ordinary share in respect of the financial year ended 31 December 2018.		
2.	To approve the payment of Directors' fees of RM282,600.00 and benefits of RM39,600.00 for the financial year ended 31 December 2018.		
3.	To approve the payment of Directors' fees and benefits up to RM332,000.00 for the financial year ending 31 December 2019.		
	To re-elect the following Directors who are retiring by rotation, pursuant to Article 96 of the Constitution of the Company, and being eligible, offer themselves for re-election:-		
4.	Ir. Koh Thong How		
5.	Mr. Kan King Choy		
6.	To re-appoint Messrs CAS Malaysia PLT as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration.		
	<b>Special Business</b>		
7.	<b>Ordinary Resolution</b> - To authorise the Directors to allot and issue shares pursuant to Section 75 and 76 of the Companies Act 2016.		
8.	<b>Ordinary Resolution</b> - To approve the continuing in office of Mr. Ng Kok Ann as Independent Non-Executive Director.		
9.	<b>Special Resolution</b> - To approve the Proposed Adoption of New Constitution of the Company		

(Please indicate with an "X" how you wish your vote to be cast. If no specific direction as to voting is given, the proxy/proxies will vote or abstain at his/their discretion)

Signed this ..... day of ..... 2019

.....  
Signature/Common Seal of Shareholder(s)

**Notes :**

1. The Agenda No. 1 is meant for discussion only as the provision of Section 340(1)(a) of the Companies Act 2016 does not require a formal approval of shareholders and hence, is not put forward.
2. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint more than two (2) proxies to attend and vote in his stead. A proxy may but need not be a member of the Company and the provision of Section 334(1) of the Companies Act 2016 shall not apply to the Company.
3. Where a member appoints two (2) or more proxies, the appointments shall be invalid unless he specifies the proportion of his holdings to be represented by each proxy.
4. Where a member of the Company is an authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991, it may appoint at least one (1) proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.
5. The instrument of appointing a proxy shall be in writing under the hand of the appointer or his attorney duly authorised in writing or, if the appointer is a corporation, either under its common seal or under the hand of an officer or attorney duly authorised in writing in that behalf.
6. The instrument appointing a proxy must be deposited at the Registered Office at B-25-2, Block B, Jaya One, No. 72A, Jalan Universiti, 46200 Petaling Jaya, Selangor Darul Ehsan, not less than forty-eight (48) hours before the time for holding the Meeting or adjourned Meeting at which the person named in the instrument proposes to vote.
7. Only a depositor whose name appears on the Record of Depositors as at 22 May 2019 shall be entitled to attend the said meeting and to appoint a proxy or proxies to attend, speak and/or vote on his/her behalf.
8. Pursuant to Paragraph 8.31A(1) of the Ace Market Listing Requirements of Bursa Malaysia Securities Berhad, all resolutions set out in this Notice will be put to vote by way of poll.

