

HeveaBoard Berhad (275512-A)
QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2019
CONDENSED CONSOLIDATED INCOME STATEMENTS

| | Individual Period (2nd Quarter) | | Changes | Cumulative Period | | Changes |
|--------------------------------|------------------------------------|--|----------------|-------------------------|---|----------------|
| | Current Year Quarter | Preceding Year Corresponding Quarter | | Current Year To-date | Preceding Year Corresponding Period | |
| | 30-Jun-19 RM'000 | 30-Jun-18 RM'000 | | 30-Jun-19 RM'000 | 30-Jun-18 RM'000 | |
| REVENUE | 93,956 | 105,915 | -11.29% | 199,957 | 221,377 | -9.68% |
| COST OF SALES | (88,103) | (96,626) | -8.82% | (185,256) | (203,881) | -9.14% |
| GROSS PROFIT | 5,853 | 9,289 | -36.99% | 14,701 | 17,496 | -15.98% |
| OTHER INCOME | 1,535 | 1,908 | -19.55% | 2,456 | 3,843 | -36.09% |
| OPERATING EXPENSES | (6,092) | (6,370) | -4.36% | (11,975) | (13,611) | -12.02% |
| FINANCE COSTS | (266) | (437) | -39.13% | (597) | (943) | -36.69% |
| PROFIT BEFORE TAXATION | 1,030 | 4,390 | -76.54% | 4,585 | 6,785 | -32.42% |
| TAXATION | 267 | (172) | -255.23% | (1,260) | (189) | 566.67% |
| PROFIT AFTER TAXATION | 1,297 | 4,218 | -69.25% | 3,325 | 6,596 | -49.59% |
| PROFIT ATTRIBUTABLE TO: | | | | | | |
| EQUITY HOLDERS OF THE COMPANY | 1,297 | 4,218 | -69.25% | 3,325 | 6,596 | -49.59% |
| NON - CONTROLLING INTERESTS | - | - | 0.00% | - | - | 0.00% |
| EARNINGS PER SHARE | | | | | | |
| - BASIC (SEN) | 0.23 | 0.75 | -69.31% | 0.59 | 1.18 | -49.69% |

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2018)

HeveaBoard Berhad (275512-A)
QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2019
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | As At 30.6.2019 RM'000 | As At 31.12.2018 RM'000 |
|---|------------------------------|-------------------------------|
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| PROPERTY, PLANT AND EQUIPMENT | 261,452 | 271,321 |
| PREPAID LEASE PAYMENTS | 18,029 | 18,306 |
| GOODWILL ON CONSOLIDATION | 2,946 | 2,946 |
| DEFERRED TAX ASSETS | 6,500 | 6,500 |
| TOTAL NON-CURRENT ASSETS | 288,927 | 299,073 |
| CURRENT ASSETS | | |
| INVENTORIES | 81,483 | 81,963 |
| TRADE RECEIVABLES | 30,245 | 35,046 |
| OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS | 5,243 | 5,775 |
| GST REFUNDABLE | 1,622 | 5,613 |
| TAX RECOVERABLE | 7,747 | 7,940 |
| CASH AND BANK BALANCES | 71,741 | 65,618 |
| TAX EXEMPTED INVESTMENT WITH LICENSED BANK | 30,239 | 39,239 |
| TOTAL CURRENT ASSETS | 228,320 | 241,194 |
| TOTAL ASSETS | 517,247 | 540,267 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| SHARE CAPITAL | 158,527 | 158,420 |
| OTHER RESERVE | 19 | 19 |
| TREASURY SHARE | (1,437) | (1,437) |
| RETAINED PROFITS | 272,511 | 283,732 |
| TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY | 429,620 | 440,734 |
| LIABILITIES | | |
| NON-CURRENT LIABILITIES | | |
| LONG TERM BORROWINGS | 11,487 | 14,680 |
| PROVISION FOR RETIREMENT BENEFITS | 345 | 835 |
| DEFERRED TAX LIABILITIES | 6,059 | 6,059 |
| TOTAL NON-CURRENT LIABILITIES | 17,891 | 21,574 |
| CURRENT LIABILITIES | | |
| TRADE PAYABLES | 29,803 | 31,777 |
| OTHER PAYABLES AND ACCRUALS | 33,019 | 38,681 |
| SHORT-TERM BORROWINGS | 6,914 | 7,501 |
| TOTAL CURRENT LIABILITIES | 69,736 | 77,959 |
| TOTAL LIABILITIES | 87,627 | 99,533 |
| TOTAL EQUITY AND LIABILITIES | 517,247 | 540,267 |
| NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY OWNERS (RM) | 0.77 | 0.79 |

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HeveaBoard Berhad (275512-A)
QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2019
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

| | Period Ended 30 June | |
|---|-----------------------------|------------------------|
| | 2019 RM'000 | 2018 RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 4,585 | 6,785 |
| Adjustments for non-cash flow items:- | | |
| Amortisation of prepaid lease payments | 277 | 114 |
| Depreciation of property, plant and equipment | 13,915 | 12,549 |
| Interest expense | 598 | 943 |
| Interest income | (1,330) | (1,206) |
| Unrealised (gain)/loss on foreign exchange | (60) | (642) |
| Operating Profit Before Changes in Working Capital | 17,985 | 18,543 |
| Changes in Working Capital | | |
| Inventories | 480 | (10,581) |
| Trade and other receivables | 9,384 | 10,564 |
| Trade and other payables | (9,251) | (16,425) |
| Cash Used In Operations | 18,598 | 2,101 |
| Income Tax Paid | (1,064) | (3,626) |
| Interest paid | (598) | (943) |
| Net Operating Cash Flows | 16,936 | (2,468) |
| Cash Flow From Investing Activities | | |
| Interest received | 1,330 | 1,206 |
| Purchase of property, plant and equipment | (3,690) | (15,639) |
| Net Cash Used In Investing Activities | (2,360) | (14,433) |
| Cash Flows from Financing Activities | | |
| Dividends Paid | (13,424) | (17,846) |
| Net repayment of hire purchase obligations | (2,954) | (2,427) |
| Repayment of term loans | (1,182) | (1,825) |
| Proceeds from Warrants Conversion | 107 | 464 |
| Treasury Share | - | (329) |
| Net Cash Used in Financing Activities | (17,453) | (21,963) |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | (2,877) | (38,864) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD | 104,857 | 123,381 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD | 101,980 | 84,517 |
| CASH AND CASH EQUIVALENTS | | |
| Cash and Cash equivalents included in the condensed consolidated statement of cash flows comprise | | |
| ANALYSIS OF CASH AND CASH EQUIVALENTS | Period Ended 30 June | |
| | 2019 RM'000 | 2018 RM'000 |
| Cash and bank balances | 71,741 | 43,278 |
| Tax Exempted investment with licensed bank | 30,239 | 41,239 |
| | 101,980 | 84,517 |

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HeveaBoard Berhad (275512-A)
QUARTERLY REPORT - SECOND FINANCIAL QUARTER ENDED 30 JUNE 2019
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Share Capital | Warrant Reserve | Share Buy Back | Retained Profits | Total |
|---|------------------|--------------------|-------------------|---------------------|----------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2018 | 157,900 | 25 | (1,107) | 300,602 | 457,420 |
| Total comprehensive income for the Period | - | - | - | 16,658 | 16,658 |
| Proceeds from Warrants Conversion | 520 | (6) | - | - | 514 |
| Treasury Share | - | - | (330) | - | (330) |
| Dividends | - | - | - | (33,528) | (33,528) |
| At 31.12.2018 | 158,420 | 19 | (1,437) | 283,732 | 440,734 |
| Total comprehensive income for the Period | - | - | - | 3,325 | 3,325 |
| Proceeds from Warrants Conversion | 107 | - | - | - | 107 |
| Treasury Share | - | - | - | - | - |
| Dividends | - | - | - | (14,546) | (14,546) |
| Balance as at 30.6.2019 | 158,527 | 19 | (1,437) | 272,511 | 429,620 |

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