

**METROD HOLDINGS BERHAD (916531-A)**

Interim report for the second quarter ended 30 June 2019

**Condensed Consolidated Statements of Comprehensive Income**

	<b>Current Quarter 30/06/2019 RM'000</b>	<b>Comparative Quarter 30/06/2018 RM'000</b>	<b>Current Year To Date 30/06/2019 RM'000</b>	<b>Comparative Year To Date 30/06/2018 RM'000</b>
Revenue	<b>764,498</b>	719,771	<b>1,428,773</b>	1,391,376
Operating expenses	<b>-752,983</b>	-690,432	<b>-1,412,172</b>	-1,367,209
Other operating income	<b>2,376</b>	2,048	<b>4,521</b>	3,821
Other gains /(losses)	<b>-4,722</b>	-22,840	<b>3,527</b>	-4,489
Profit from operations	<b>9,169</b>	8,547	<b>24,649</b>	23,499
Finance costs	<b>-10,321</b>	-8,076	<b>-19,764</b>	-14,769
Profit/(loss) before tax	<b>-1,152</b>	471	<b>4,885</b>	8,730
Taxation	<b>146</b>	-2,370	<b>-236</b>	-2,880
Profit/(loss) for the financial period	<b>-1,006</b>	-1,899	<b>4,649</b>	5,850
Other comprehensive income:- Currency translation differences	<b>2,008</b>	-790	<b>1,695</b>	-11,309
Total other comprehensive income for the financial period (net of tax)	<b>2,008</b>	-790	<b>1,695</b>	<b>-11,309</b>
Total comprehensive income for the financial period	<b>1,002</b>	-2,689	<b>6,344</b>	<b>-5,459</b>
Profit/(loss) for the financial period attributable to :				
- Owners of the Company	<b>810</b>	998	<b>4,566</b>	6,730
- Non-controlling interest	<b>-1,816</b>	-2,897	<b>83</b>	-880
	<b>-1,006</b>	-1,899	<b>4,649</b>	5,850
Total comprehensive income for the financial period attributable :				
- Owners of the Company	<b>1,899</b>	552	<b>5,552</b>	753
- Non-controlling interest	<b>-897</b>	-3,241	<b>792</b>	-6,212
	<b>1,002</b>	-2,689	<b>6,344</b>	-5,459
Earning Per Share attributable to owners of the Company				
- Basic	<b>0.68</b>	0.83	<b>3.81</b>	<b>5.61</b>
- Diluted	<b>N.A</b>	N.A	<b>N.A</b>	N.A

N.A - Not Applicable

*The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2018*

**METROD HOLDINGS BERHAD (916531-A)**

Interim report for the second quarter ended 30 June 2019

**Condensed Consolidated Statements of Financial Position**

	<b>As at Current Financial period end 30/06/2019 RM'000</b>	<b>As at Preceding Financial year end 31/12/2018 RM'000</b>
<b>Non current assets</b>		
Property, plant and equipment	594,664	588,023
Deferred tax assets	1,512	1,617
Right of use assets	1,048	0
	<b>597,224</b>	<b>589,640</b>
<b>Current assets</b>		
Inventories	458,926	329,057
Receivables, deposits & prepayments	310,623	328,430
Marketable securities	3,194	0
Deposits, bank and cash balances	194,945	191,347
Derivative financial assets	4,037	3,446
Tax recoverable	4,107	3,359
	<b>975,832</b>	<b>855,639</b>
<b>Less : Current Liabilities</b>		
Trade and other payables	107,376	168,147
Lease liabilities	425	0
Derivative financial liabilities	465	173
Current tax liabilities	421	317
Post-employment benefit obligations	152	168
Borrowings (interest bearing)	688,350	517,592
	<b>797,189</b>	<b>686,397</b>
<b>Net Current Assets</b>	<b>178,643</b>	<b>169,242</b>
<b>Less: Non current liabilities</b>		
Lease liabilities	637	0
Post-employment benefit obligations	8,972	8,434
Compulsorily convertible debentures	73,506	72,761
Borrowings (interest bearing)	195,101	186,168
Deferred tax liabilities	-142	70
	<b>278,074</b>	<b>267,433</b>
	<b>497,793</b>	<b>491,449</b>
<b>Equity</b>		
Share capital	156,563	156,563
Currency translation reserve	-7,926	-8,912
Internal reorganisation reserve	-96,546	-96,546
Retained earnings	375,815	371,249
<b>Capital and reserves attributable to the owners of the Company</b>	<b>427,906</b>	<b>422,354</b>
Non-controlling interests	69,887	69,095
<b>Total equity</b>	<b>497,793</b>	<b>491,449</b>

*The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2018*

**METROD HOLDINGS BERHAD (916531-A)**

Interim report for the second quarter ended 30 June 2019

**Condensed Consolidated Statement of Changes in Equity**

	<u>Attributable to the owners of the Company</u>					<b>Total RM'000</b>
	<b>Share capital RM'000</b>	<u>Non-distributable</u>		<u>Distributable</u>	<b>Non- Controlling interests RM'000</b>	
		<b>Currency translation reserves RM'000</b>	<b>Internal Reorganisation reserve * RM'000</b>	<b>Retained earnings RM'000</b>		
<b><u>6 months ended 30/06/2019</u></b>						
At 01/01/2019	156,563	-8,912	-96,546	371,249	69,095	491,449
Net profit for the period	0	0	0	4,566	83	4,649
Other comprehensive incomes (net of tax)						
<u>Items that may be subsequently reclassified to profit or loss</u>						
- Currency translation differences	0	986	0	0	709	1,695
Total comprehensive income for the period	0	986	0	4,566	792	6,344
<u>Transaction with owner:</u>						
Dividends for the year ended 31 December 2018	0	0	0	0	0	0
Balance at 30/06/2019	<b>156,563</b>	<b>-7,926</b>	<b>-96,546</b>	<b>375,815</b>	<b>69,887</b>	<b>497,793</b>
<b><u>6 months ended 30/06/2018</u></b>						
At 01/01/2018	156,563	-3,313	-96,546	369,353	77,010	503,067
Net profit for the period	0	0	0	6,730	-880	5,850
Other comprehensive incomes (net of tax)						
<u>Items that may be subsequently reclassified to profit or loss</u>						
- Currency translation differences		-5,977			-5,332	-11,309
Total comprehensive income for the period	0	-5,977	0	6,730	-6,212	-5,459
<u>Transaction with owner:</u>						
Dividends for the year ended 31 December 2017	0	0	0	0	0	0
Balance at 30/06/2018	<b>156,563</b>	<b>-9,290</b>	<b>-96,546</b>	<b>376,083</b>	<b>70,798</b>	<b>497,608</b>

\* - This represents the difference between the cost of acquisition and the aggregate carrying value of assets and liabilities of the original Metrod Group.

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with  
the Annual Financial Report for the year ended 31 December 2018*

**METROD HOLDINGS BERHAD (916531-A)**

Interim report for the second quarter ended 30 June 2019

**Condensed Consolidated Statements of Cash Flow**

	<b>Current Year To Date ended 30/06/2019 RM'000</b>	<b>Preceding Year To Date ended 30/06/2018 RM'000</b>
<b><i>Operating Activities</i></b>		
Cash flow used in operations	-143,584	-12,692
Interest paid	-15,584	-14,315
Tax paid	-906	-1,380
Net cash flow from operating activities	<u>-160,074</u>	<u>-28,387</u>
<b><i>Investing Activities</i></b>		
Purchase of property, plant and equipment	-13,956	-18,617
Investment of marketable securities	-3,049	3,483
Proceeds from maturity of fixed deposits	0	-121
Interest & dividend received	4,018	3,390
Net cash flow from investing activities	<u>-13,223</u>	<u>-11,865</u>
<b><i>Financing Activities</i></b>		
Proceeds from short term bank borrowings (net)	167,290	76,967
Deposits pledged as securities	-358	810
Drawdown of term loans	20,348	10,548
Repayment of term loans	-10,938	-25,013
Net cash flow from financing activities	<u>176,342</u>	<u>63,312</u>
Changes in cash and cash equivalents	3,045	23,060
Currency translation differences	-69	1,864
<b>Cash and cash equivalents</b>		
- at start of the period	<u>164,119</u>	<u>103,168</u>
- at end of the period	<u>167,095</u>	<u>128,092</u>

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conjunction with the Annual Financial Report for the year ended 31 December 2018*