

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)  
(Incorporated in Malaysia)

**SUMMARY OF KEY FINANCIAL INFORMATION  
FOR THE QUARTER ENDED 31 OCTOBER 2018**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2017 RM'000	CURRENT YEAR TO-DATE 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2017 RM'000
1 Revenue	46,708	52,087	89,827	98,820
2 Profit before tax	6,795	5,145	12,467	9,870
3 Profit for the period	5,034	3,817	9,217	7,578
4 Profit attributable to ordinary equity holders of the parent	5,034	3,817	9,217	7,578
5 Basic earnings per share (sen)	6.29	4.77	11.52	9.47
6 Proposed/Declared dividend per share (sen)	-	-	-	-
		<b>AS AT END OF CURRENT QUARTER 31/10/2018 RM</b>		<b>AS AT PRECEDING FINANCIAL YEAR END 30/04/2018 RM</b>
7 Net assets per share attributable to ordinary equity holders of the parent		3.16		3.05

**ADDITIONAL INFORMATION**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2017 RM'000	CURRENT YEAR TO-DATE 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2017 RM'000
1 Gross interest income	614	683	1,071	1,034
2 Gross interest expense	-	-	-	-

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
FOR THE QUARTER ENDED 31 OCTOBER 2018**

(The figures have not been audited)

	<b>UNAUDITED AS AT 31/10/2018 RM'000</b>	<b>AUDITED AS AT 30/04/2018 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	98,689	103,164
Prepaid lease payments for land	-	-
Investment properties	13,662	13,769
Other investments	4,934	3,686
	<u>117,285</u>	<u>120,619</u>
<b>Current assets</b>		
Inventories	15,929	14,902
Trade and other receivables	25,761	29,554
Current tax assets	-	1,441
Short term funds	3,303	2,251
Cash and bank balances	112,836	94,766
	<u>157,829</u>	<u>142,914</u>
<b>TOTAL ASSETS</b>	<u><u>275,114</u></u>	<u><u>263,533</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share Capital	80,000	80,000
Reserves attributable to capital	4,324	4,545
Retained profits	168,287	159,070
<b>Total equity</b>	<u>252,611</u>	<u>243,615</u>
<b>Non-current liabilities</b>		
Retirement benefits obligations	2,379	2,390
Deferred tax	8,944	9,525
	<u>11,323</u>	<u>11,915</u>
<b>Current Liabilities</b>		
Trade and other payables	10,838	7,938
Current tax liabilities	342	65
	<u>11,180</u>	<u>8,003</u>
<b>Total liabilities</b>	<u>22,503</u>	<u>19,918</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>275,114</u></u>	<u><u>263,533</u></u>
Net assets per share (RM)	<u>3.16</u>	<u>3.05</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements)

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 OCTOBER 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2017 RM'000	CURRENT PERIOD TO-DATE 31/10/2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2017 RM'000
<b>Revenue</b>	46,708	52,087	89,827	98,820
Cost of sales	(34,468)	(40,652)	(67,335)	(79,004)
Gross profit	12,240	11,435	22,492	19,816
Other income	1,289	1,038	3,016	2,909
Operating & other expenses	(6,734)	(7,328)	(13,041)	(12,855)
Profit before tax	6,795	5,145	12,467	9,870
Income tax expense	(1,761)	(1,328)	(3,250)	(2,292)
<b>Profit for the period</b>	<b>5,034</b>	<b>3,817</b>	<b>9,217</b>	<b>7,578</b>
<b>Other comprehensive income</b>				
Fair value gain/(loss) on other investments	(502)	(180)	(221)	(1,257)
<b>Total comprehensive income for the period</b>	<b>4,532</b>	<b>3,637</b>	<b>8,996</b>	<b>6,321</b>
<b>Profit for the period attributable to:</b>				
Equity holders of the parent	5,034	3,817	9,217	7,578
Non-controlling interests	-	-	-	-
	<b>5,034</b>	<b>3,817</b>	<b>9,217</b>	<b>7,578</b>
<b>Total comprehensive income for the period attributable to:</b>				
Equity holders of the parent	4,532	3,637	8,996	6,321
Non-controlling interests	-	-	-	-
	<b>4,532</b>	<b>3,637</b>	<b>8,996</b>	<b>6,321</b>
Earnings per share (sen)				
(i) Basic	6.29	4.77	11.52	9.47
(ii) Fully diluted	6.29	4.77	11.52	9.47
Dividends per share (sen)	-	-	-	-

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the interim financial statements)

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 OCTOBER 2018**

(The figures have not been audited)

	Attributable to owners of the parent				
	←----- Non-distributable -----→			Distributable	
	Share Capital RM '000	Share Premium RM '000	Fair value Reserves RM '000	Retained Profits RM '000	Total RM '000
<b>6 months ended 31 October 2018</b>					
Balance as at 1 May 2018	80,000	4,325	220	159,070	243,615
Total comprehensive income for the period	-	-	(221)	9,217	8,996
Distribution of dividends	-	-	-	-	-
<b>Balance as at 31 October 2018</b>	<b>80,000</b>	<b>4,325</b>	<b>(1)</b>	<b>168,287</b>	<b>252,611</b>
<b>6 months ended 31 October 2017</b>					
Balance as at 1 May 2017	80,000	4,325	926	167,999	253,250
Total comprehensive income for the period	-	-	(1,257)	7,578	6,321
Distribution of dividends	-	-	-	-	-
<b>Balance as at 31 October 2017</b>	<b>80,000</b>	<b>4,325</b>	<b>(331)</b>	<b>175,577</b>	<b>259,571</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the interim financial statements)

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE QUARTER ENDED 31 OCTOBER 2018**

(The figures have not been audited)

	←---- 6 months ended 31 Oct ----→	
	2018 RM'000	2017 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	12,467	9,870
Adjustments for:		
Depreciation of property, plant and equipment	5,073	4,651
Depreciation of investment properties	107	107
Unrealised loss/(gain) on foreign currency translations	(531)	(606)
Interest income	(1,071)	(1,034)
Dividend income	(158)	(44)
Gain on disposal of other investments	(6)	(1,320)
Gain on disposal of property, plant and equipment	-	(8)
Operating profit before changes in working capital	15,881	11,616
Changes in working capital		
Inventories	(1,027)	1,341
Receivables	3,775	2,872
Payables	2,895	632
Cash generated from operations	21,524	16,461
Interest received	1,071	1,034
Income taxes paid	(2,112)	(3,520)
Retirement benefits paid	(11)	-
<b>Net cash from operating activities</b>	20,472	13,975
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Dividends received	158	44
Purchase of:		
- other investments	(1,667)	(555)
- property, plant and equipment	(598)	(4,843)
Proceeds from disposal of other investments	204	2,698
Proceeds from disposal of property, plant and equipment	-	98
Net (placement)/withdrawal of short term fund	(1,052)	(36)
<b>Net cash used in investing activities</b>	(2,955)	(2,594)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	17,517	11,381
Currency translation differences	553	631
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	94,766	102,504
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	112,836	114,516

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Audited Financial Statements for the year ended 30 April 2018 and the accompanying explanatory notes attached to the interim financial statements)

# APOLLO FOOD HOLDINGS BERHAD (291471-M)

(Incorporated in Malaysia)

## NOTES TO THE INTERIM FINANCIAL STATEMENTS 31 OCTOBER 2018

### Part A: Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (“MFRS”) 134 – Interim Financial Reporting

#### A1. Basis of Preparation

The condensed interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa”) Listing Requirements.

The interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 30 April 2018 and the explanatory notes attached to the interim financial statements.

#### A2. Significant Accounting Policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the most recent annual audited financial statements for the year ended 30 April 2018.

##### (i) New MFRSs adopted during the financial year

At the date of authorisation of the interim financial statements, the following standards and interpretation were issued and applied by the Group:

##### Effective for financial periods beginning on or after 1 January 2018:

Amendments to MFRS 1	Annual Improvements to MFRS Standards 2014-2016 Cycle
MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014)
MFRS 15	Revenue from Contracts with Customers
Clarifications to MFRS 15	Revenue from Contracts with Customers
Amendments to MFRS 2	Classification and Measurement of Share-based Payment Transactions
Amendments to MFRS 4	Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
Amendments to MFRS 128	Annual Improvements to MFRS Standards 2014 - 2016 Cycle
Amendments to MFRS 140	Transfers of Investment Property
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

##### (ii) Standards and Interpretations issued but not yet effective

At the date of authorisation of the interim financial statements, the following standards and interpretation were issued but not yet effective and have not been applied by the Group:

##### Effective for financial periods beginning on or after 1 January 2019:

MFRS 16	Leases
IC Interpretation 23	Uncertainty over Income Tax Treatments
Amendments to MFRS 3	Annual Improvements to MFRS Standards 2015-2017 Cycle
Amendments to MFRS 9	Prepayment Features with Negative Compensation

**APOLLO FOOD HOLDINGS BERHAD** (291471-M)

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018**

**A2. Significant Accounting Policies (Continued)**

(ii) **Standards and Interpretations issued but not yet effective (continued)**

**Effective for financial periods beginning on or after 1 January 2019:**

Amendments to MFRS 11	Annual Improvements to MFRS Standards 2015-2017 Cycle
Amendments to MFRS 112	Annual Improvements to MFRS Standards 2015-2017 Cycle
Amendments to MFRS 119	Plan Amendment, Curtailment or Settlement
Amendments to MFRS 123	Annual Improvements to MFRS Standards 2015-2017 Cycle
Amendments to MFRS 128	Long-term Interests in Associates and Joint Ventures

**Effective for financial periods beginning on or after 1 January 2020:**

Amendments to References to the Conceptual Framework in MFRS Standards

**Effective for financial periods beginning on or after 1 January 2021:**

MFRS 17	Insurance Contracts
---------	---------------------

**Deferred**

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture
------------------------------------	--

**A3. Auditors' Report on Preceding Annual Financial Statements**

The preceding year's audit report for the year ended 30 April 2018 was unqualified.

**A4. Seasonal or Cyclical Factors**

Seasonal or cyclical factors do not significantly affect the principal business operations of the Group.

**A5. Nature and Amount of Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period under review.

**A6. Changes in Estimates**

There were no material changes in the estimation methods in this interim reporting quarter which will have a material impact.

**A7. Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial period under review.

**APOLLO FOOD HOLDINGS BERHAD (291471-M)**

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018****A8. Dividend Paid**

There was no dividend paid during the quarter under review.

**A9. Segment Information**

Segment information is presented in respect of the Group's nature of principal activities. The segmental analysis is provided as follows:

	Manufacturing, marketing and distribution	Investment holding	Total
	RM'000	RM'000	RM'000
<b>Revenue</b>			
Total revenue	89,669	158	89,827
Inter-segment revenue	-	-	-
Revenue from external customers	89,669	158	89,827
<b>Profit for reportable segments</b>			9,217

**A10. Valuation of Property, Plant and Equipment**

There was no revaluation carried out on property, plant and equipment during the financial period under review.

**A11. Material Events Subsequent to the End of Interim Period**

There were no material events subsequent to the end of interim period that would substantially affect the interim financial statements.

**A12. Changes in the Composition of the Group**

There were no changes in the composition of the Group during this interim period.

**A13. Contingent Liabilities**

There were no material changes in contingent liabilities since the last annual date of the statement of financial position as at 30 April 2018.

**A14. Capital Commitments**

Capital expenditure not provided for in the interim financial statements as at 31 October 2018 is as follows:

<b>Authorised and Contracted</b>	<b>RM</b> <u>336,357</u>
----------------------------------	-----------------------------

**A15. Significant Related Party Transactions**

There were no significant related party transactions during this interim period.



**APOLLO FOOD HOLDINGS BERHAD (291471-M)**

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018****Part B: Explanatory Notes Pursuant To Bursa Malaysia Securities Berhad (“Bursa”) Listing Requirements****B1. Review of Performance as Compared to the Preceding Year’s Corresponding Quarter**

	Individual Period			Cumulative Period		
	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (%)	Current Year Quarter	Preceding Year Corresponding Quarter	Changes (%)
	31/10/2018	31/10/2017		31/10/2018	31/10/2017	
	RM'000	RM'000		RM'000	RM'000	
Revenue	46,708	52,087	-10%	89,827	98,820	-9%
Profit before tax	6,795	5,145	32%	12,467	9,870	26%
Profit after tax	5,034	3,817	32%	9,217	7,578	22%
Profit attributable to ordinary equity holders of parent	5,034	3,817	32%	9,217	7,578	22%

For the current quarter ended 31 October 2018, the Group recorded a revenue of RM46.708 million, a decrease of RM5.379 million as compared to RM52.087 million in the preceding year’s corresponding quarter. Lower revenue was mainly due to decrease in sales orders by local markets.

The Group’s pre-tax profit for the current quarter ended 31 October 2018 increased by RM1.650 million to RM6.795 million from RM5.145 million in the quarter ended 31 October 2017. The increase was due to lower operating expenses and higher foreign exchange gain in this quarter.

**B2. Comparison with the Immediate Preceding Quarter’s Result**

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31/10/2018	31/7/2018	
	RM'000	RM'000	
Revenue	46,708	43,119	8%
Profit before tax	6,795	5,672	20%
Profit after tax	5,034	4,183	20%
Profit attributable to ordinary equity holders of parent	5,034	4,183	20%

For the quarter ended 31 October 2018, the Group recorded a revenue of RM46.708 million, an increase of RM3.589 million as compared to RM43.119 million recorded in the preceding quarter. The Group’s pre-tax profit had increased by RM1.123 million from RM5.672 million in the preceding quarter to RM6.795 million in this quarter. The increase in both revenue and pre-tax profit was mainly due to higher sales after the fall of Hari Raya holidays in the preceding quarter.

**APOLLO FOOD HOLDINGS BERHAD (291471-M)**

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018****B3. Current Year Prospects**

In view of the increase in costs of raw materials and the volatility of Ringgit Malaysia against foreign currencies, the Group expects its operating environment to be more challenging in both the current and coming financial years. The market will continue to remain competitive.

Despite a challenging environment, the Board is of the opinion that the Group will be able to maintain its market position by implementing prudent measures and improving operational efficiency to safeguard the Group's profitability. By focusing on product and service quality, the Group is optimistic that it will continue to achieve satisfactory results in the coming year.

**B4. Profit Forecast or Profit Guarantee**

Not applicable.

**B5. Income Tax Expense**

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	31/10/2018	31/10/2017	31/10/2018	31/10/2017
	RM'000	RM'000	RM'000	RM'000
Income tax:				
- current period	2,312	2,028	3,830	4,002
- prior period	1	-	1	-
	2,313	2,028	3,831	4,002
Deferred tax	(552)	(700)	(581)	(1,710)
	1,761	1,328	3,250	2,292

**B6. Additional Disclosures**

	Current Year Quarter Ended	Current Year-To-Date Ended
	31/10/2018	31/10/2018
	RM'000	RM'000
Interest income	(614)	(1,071)
Rental income	(105)	(209)
Dividend income	(113)	(158)
Depreciation of:		
- property, plant and equipment	2,493	5,073
- investment properties	54	107
Gain on disposal of:		
- property, plant and equipment	-	-
- other investments	(6)	(6)
(Gain)/Loss on foreign exchange:		
- realised	(535)	(948)
- unrealised	104	(531)

**APOLLO FOOD HOLDINGS BERHAD (291471-M)**

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018**

**B7. Corporate Proposals**

There were no corporate proposals announced as at the end of the reporting period.

**B8. Group Borrowings and Debt Securities**

There were no group borrowings and debt securities as at the end of the reporting period.

**B9. Derivative Financial Instruments**

The Group does not have any outstanding derivative financial instruments as at the end of the quarter under review.

**B10. Gains/Losses Arising from Fair Value Changes of Financial Liabilities**

There were no gains or losses arising from fair value changes of any financial liabilities during the quarter and financial period-to-date under review.

**B11. On-Going Litigation**

In the previous financial year on 7 April 2017, Apollo Food Industries (M) Sdn. Bhd. ("AFI"), a wholly owned subsidiary of Apollo Food Holdings Berhad, received a Writ of Summon from Mondelez Europe GMBH ("Mondelez"), seeking to restrain AFI from selling one of their product on the basis that such product infringes Mondelez's rights.

The Directors have consulted legal counsel and no court trial date has been fixed as there was a mediation meeting between the parties held on 11 April 2018 and 7 June 2018.

Subsequent to the mediation meetings, both parties have agreed to settle the matter and are currently working on the details of the settlement. Based on the advice of the solicitors, the details of the settlement are primarily focused on both parties to bear their own legal costs without further claims on each party.

The Directors are of the view that other than the legal professional consultancy fees incurred of RM66,000 which had been accrued for in the Group's financial statements, the Directors are not aware of any contractual obligation, guarantee or otherwise which may affect the Group as a result of this litigation.

The case was then concluded on 21 August 2018 with each party bearing its own costs.

**B12. Dividend**

The Board of Directors does not recommend the payment of any interim dividend for the financial quarter under review.

**APOLLO FOOD HOLDINGS BERHAD (291471-M)**

(Incorporated in Malaysia)

**NOTES TO THE INTERIM FINANCIAL STATEMENTS  
31 OCTOBER 2018****B13. Earnings per Share**

Basic earnings per share is calculated by dividing the profit attributable to owners of the parent by the weighted number of ordinary shares in issue for the following periods:

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	31/10/2018	31/10/2017	31/10/2018	31/10/2017
	RM'000	RM'000	RM'000	RM'000
Profit attributable to owners of the parent	5,034	3,817	9,217	7,578
Weighted average number of ordinary shares in issue during the interim period ('000)	80,000	80,000	80,000	80,000
<b>(i) Basic</b>				
Basic earnings per share (sen)	6.29	4.77	11.52	9.47
<b>(ii) Diluted</b>				
Diluted earnings per share (sen)	6.29	4.77	11.52	9.47

By Order of the Board

**YONG MAY LI****WONG CHEE YIN**

Company Secretaries

Johor Bahru

27 December 2018