

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

**SUMMARY OF KEY FINANCIAL INFORMATION
FOR THE QUARTER ENDED 31 JULY 2019**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2018 RM'000	CURRENT YEAR TO-DATE 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2018 RM'000
1 Revenue	40,183	43,119	40,183	43,119
2 Profit before tax	4,475	5,672	4,475	5,672
3 Profit for the period	3,217	4,183	3,217	4,183
4 Profit attributable to ordinary equity holders of the parent	3,217	4,183	3,217	4,183
5 Basic earnings per share (sen)	4.02	5.23	4.02	5.23
6 Proposed/Declared dividend per share (sen)	-	-	-	-
		AS AT END OF CURRENT QUARTER 31/07/2019 RM		AS AT PRECEDING FINANCIAL YEAR END 30/04/2019 RM
7 Net assets per share attributable to ordinary equity holders of the parent		3.10		3.06

ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2018 RM'000	CURRENT YEAR TO-DATE 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2018 RM'000
1 Gross interest income	433	457	433	457
2 Gross interest expense	-	-	-	-

APOLLO FOOD HOLDINGS BERHAD (291471-M)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE QUARTER ENDED 31 JULY 2019**

(The figures have not been audited)

	UNAUDITED AS AT 31/07/2019 RM'000	AUDITED AS AT 30/04/2019 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	92,607	94,759
Investment properties	13,502	13,555
Other investments	5,061	5,179
Deferred tax assets	-	95
	<u>111,170</u>	<u>113,588</u>
Current assets		
Inventories	16,199	15,613
Trade and other receivables	22,090	29,646
Current tax assets	256	679
Short term funds	3,390	3,361
Cash and bank balances	114,800	103,400
	<u>156,735</u>	<u>152,699</u>
TOTAL ASSETS	<u><u>267,905</u></u>	<u><u>266,287</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	84,325	84,325
Reserves attributable to capital	-	220
Retained profits	163,933	160,496
Total equity	<u>248,258</u>	<u>245,041</u>
Non-current liabilities		
Retirement benefits obligations	2,574	2,574
Deferred tax	8,303	8,954
	<u>10,877</u>	<u>11,528</u>
Current Liabilities		
Trade and other payables	8,770	9,543
Current tax liabilities	-	175
	<u>8,770</u>	<u>9,718</u>
Total liabilities	<u>19,647</u>	<u>21,246</u>
TOTAL EQUITY AND LIABILITIES	<u><u>267,905</u></u>	<u><u>266,287</u></u>
Net assets per share (RM)	<u>3.10</u>	<u>3.06</u>

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

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 JULY 2019**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2018 RM'000	CURRENT PERIOD TO-DATE 31/07/2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2018 RM'000
Revenue	40,183	43,119	40,183	43,119
Cost of sales	(29,583)	(32,867)	(29,583)	(32,867)
Gross profit	10,600	10,252	10,600	10,252
Other income	528	1,727	528	1,727
Operating & other expenses	(6,653)	(6,307)	(6,653)	(6,307)
Profit before tax	4,475	5,672	4,475	5,672
Income tax expense	(1,258)	(1,489)	(1,258)	(1,489)
Profit for the period	3,217	4,183	3,217	4,183
Other comprehensive income				
Fair value gain on other investments	-	281	-	281
Total comprehensive income for the period	3,217	4,464	3,217	4,464
Profit for the period attributable to:				
Equity holders of the parent	3,217	4,183	3,217	4,183
Non-controlling interests	-	-	-	-
	3,217	4,183	3,217	4,183
Total comprehensive income for the period attributable to:				
Equity holders of the parent	3,217	4,464	3,217	4,464
Non-controlling interests	-	-	-	-
	3,217	4,464	3,217	4,464
Earnings per share (sen)				
(i) Basic	4.02	5.23	4.02	5.23
(ii) Fully diluted	4.02	5.23	4.02	5.23
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 2019 and the accompanying explanatory notes attached to the interim financial statements)

APOLLO FOOD HOLDINGS BERHAD (291471-M)
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 JULY 2019**
(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
3 months ended 31 July 2019					
Balance as at 1 May 2019	84,325	-	-	160,716	245,041
Total comprehensive income for the period	-	-	-	3,217	3,217
Distribution of dividends	-	-	-	-	-
Balance as at 31 July 2019	84,325	-	-	163,933	248,258
3 months ended 31 July 2018					
Balance as at 1 May 2018	80,000	4,325	220	159,070	243,615
Total comprehensive income for the period	-	-	281	4,183	4,464
Distribution of dividends	-	-	-	-	-
Balance as at 31 July 2018	80,000	4,325	501	163,253	248,079

(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 2019 and the accompanying explanatory notes attached to the interim financial statements)

APOLLO FOOD HOLDINGS BERHAD (291471-M)

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 JULY 2019**

(The figures have not been audited)

←---- 3 months ended 31 Jul ----→

	2019 RM'000	2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,475	5,672
Adjustments for:		
Depreciation of property, plant and equipment	2,446	2,580
Depreciation of investment properties	53	53
Unrealised loss/(gain) on foreign currency translations	151	(635)
Impairment loss on other investments	259	-
Interest income	(433)	(457)
Dividend income	(137)	(45)
Gain on disposal of other investments	(20)	-
	<u>6,794</u>	<u>7,168</u>
Operating profit before changes in working capital		
Changes in working capital		
Inventories	(586)	22
Receivables	7,537	626
Payables	(772)	1,668
	<u>12,973</u>	<u>9,484</u>
Cash generated from operations		
Interest received	433	457
Income taxes paid	(1,565)	(937)
	<u>11,841</u>	<u>9,004</u>
Net cash from operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received	137	45
Purchase of:		
- other investments	(331)	(1,531)
- property, plant and equipment	(294)	(313)
Proceeds from disposal of other investments	210	-
Net placement of short term fund	(29)	-
	<u>(307)</u>	<u>(1,799)</u>
Net cash used in investing activities		
CASH FLOWS FROM FINANCING ACTIVITY		
Dividends paid	-	-
	<u>-</u>	<u>-</u>
Net cash used in financing activity		
NET INCREASE IN CASH AND CASH EQUIVALENTS	11,534	7,205
Currency translation differences	(134)	377
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	103,400	97,017
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>114,800</u>	<u>104,599</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Audited Financial Statements for the year ended 30 April 2019 and the accompanying explanatory notes attached to the interim financial statements)

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

31 JULY 2019

**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 2019 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 2019.

(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 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
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

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

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

31 JULY 2019

A2. Significant Accounting Policies (Continued)

(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 2020:

Amendments to References to the Conceptual Framework in MFRS Standards	
Amendments to MFRS 3	Definition of a Business
Amendments to MFRS 101 and MFRS 108	Definition of Material

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

MFRS 17	Insurance Contracts
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Deferred

Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture
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A3. Auditors' Report on Preceding Annual Financial Statements

The preceding year's audit report for the year ended 30 April 2019 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.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS**31 JULY 2019****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 RM'000	Investment holding RM'000	Total RM'000
Revenue			
Total revenue	67,133	137	67,270
Inter-segment revenue	(27,087)	-	(27,087)
Revenue from external customers	40,046	137	40,183
Profit for reportable segments			<u><u>3,217</u></u>

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 2019.

A14. Capital Commitments

Capital expenditure not provided for in the interim financial statements as at 31 July 2019 is as follows:

Authorised and Contracted	RM <u><u>9,530</u></u>
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A15. Significant Related Party Transactions

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

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NOTES TO THE INTERIM FINANCIAL STATEMENTS**31 JULY 2019****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 (%)
	31/7/2019 RM'000	31/7/2018 RM'000		31/7/2019 RM'000	31/7/2018 RM'000	
Revenue	40,183	43,119	-7%	40,183	43,119	-7%
Profit before tax	4,475	5,672	-21%	4,475	5,672	-21%
Profit after tax	3,217	4,183	-23%	3,217	4,183	-23%
Profit attributable to ordinary equity holders of parent	3,217	4,183	-23%	3,217	4,183	-23%

For the current quarter ended 31 July 2019, the Group recorded a revenue of RM40.183 million, a decrease of RM2.936 million as compared to RM43.119 million in the preceding year’s corresponding quarter. Lower revenue was mainly due to decrease in sales.

The Group’s pre-tax profit for the current quarter ended 31 July 2019 decreased by RM1.197 million to RM4.475 million from RM5.672 million in the quarter ended 31 July 2018. The decrease was primarily due to unfavourable foreign exchange in this quarter.

B2. Comparison with the Immediate Preceding Quarter’s Result

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31/7/2019 RM'000	30/4/2019 RM'000	
Revenue	40,183	47,568	-16%
Profit before tax	4,475	5,118	-13%
Profit after tax	3,217	3,844	-16%
Profit attributable to ordinary equity holders of parent	3,217	3,844	-16%

For the quarter ended 31 Jul 2019, the Group recorded a revenue of RM40.183 million, a decrease of RM7.385 million as compared to RM47.568 million recorded in the preceding quarter. The decrease in revenue was mainly due to lower sales demand.

The Group’s pre-tax profit had decreased by RM0.643 million from RM5.118 million in the preceding quarter to RM4.475 million in this quarter. The decrease was mainly due to lower interest earned on short term deposits and impairment loss on other investment in the current quarter.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS**31 JULY 2019****B3. Current Year Prospects**

In view of the uncertainty of the costs of raw materials and the volatility of Ringgit Malaysia against the 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 products 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
	31/7/2019 RM'000	31/7/2018 RM'000	31/7/2019 RM'000	31/7/2018 RM'000
Income tax:				
- current period	1,813	1,518	1,813	1,518
- prior period		-	-	-
	1,813	1,518	1,813	1,518
Deferred tax	(555)	(29)	(555)	(29)
	1,258	1,489	1,258	1,489

B6. Additional Disclosures

	Current Year Quarter Ended 31/7/2019 RM'000	Current Year-To-Date Ended 31/7/2019 RM'000
Interest income	433	433
Rental income	104	104
Dividend income	137	137
Depreciation of:		
- property, plant and equipment	2,446	2,446
- investment properties	53	53
Gain on disposal of other investments	(20)	(20)
(Gain)/Loss on foreign exchange:		
- realised	(21)	(21)
- unrealised	151	151

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**NOTES TO THE INTERIM FINANCIAL STATEMENTS
31 JULY 2019**

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. Material Litigation

There was no material litigation as at the end of the quarter under review.

B12. Dividend

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

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NOTES TO THE INTERIM FINANCIAL STATEMENTS**31 JULY 2019****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
	31/7/2019 RM'000	31/7/2018 RM'000	31/7/2019 RM'000	31/7/2018 RM'000
Profit attributable to owners of the parent	3,217	4,183	3,217	4,183
Weighted average number of ordinary shares in issue during the interim period ('000)	80,000	80,000	80,000	80,000
(i) Basic Basic earnings per share (sen)	4.02	5.23	4.02	5.23
(ii) Diluted Diluted earnings per share (sen)	4.02	5.23	4.02	5.23

By Order of the Board

YONG MAY LI
WONG CHEE YIN

Company Secretaries

Johor Bahru

26 August 2019