

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the 4th quarter ended 30 September 2012

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited).

|  | INDIVIDUAL QUARTER (Q4) |                       | CUMULATIVE QUARTER (12 MONTHS) |                      |
|--|-------------------------|-----------------------|--------------------------------|----------------------|
|  | CURRENT YEAR            | PRECEDING YEAR        | CURRENT YEAR                   | PRECEDING YEAR       |
|  | QUARTER                 | CORRESPONDING QUARTER | TO DATE                        | CORRESPONDING PERIOD |
|  | 30/09/2012              | 30/09/2011            | 30/09/2012                     | 30/09/2011           |
|  | RM'000                  | RM'000                | RM'000                         | RM'000               |
| Revenue  | 74,023                  | 63,436                | 258,450                        | 225,494              |
| Operating expenses   | (63,052)                | (52,417)              | (214,905)                      | (180,866)            |
| Other operating income                                     | 310                     | 352                   | 1,205                          | 974                  |
| <b>Profit from operations</b>                              | <b>11,281</b>           | <b>11,371</b>         | <b>44,750</b>                  | <b>45,602</b>        |
| Finance costs  | (600)                   | (388)                 | (1,906)                        | (1,527)              |
| Depreciation and amortisation                              | (744)                   | (799)                 | (3,016)                        | (3,385)              |
| <b>Profit before taxation</b>                              | <b>9,937</b>            | <b>10,184</b>         | <b>39,828</b>                  | <b>40,690</b>        |
| Taxation   | (2,502)                 | (2,762)               | (10,106)                       | (10,436)             |
| <b>Profit for the period</b>                               | <b>7,435</b>            | <b>7,422</b>          | <b>29,722</b>                  | <b>30,254</b>        |
| <b>Other comprehensive income</b>                          |                         |                       |                                |                      |
| Revaluation surplus on property, plant and equipment       | -                       | 20,433                | -                              | 20,433               |
| Foreign exchange translation difference                    | 13                      | 47                    | 105                            | 217                  |
| <b>Total comprehensive income</b>                          | <b>7,448</b>            | <b>27,902</b>         | <b>29,827</b>                  | <b>50,904</b>        |
| Profit for the period attributable to:                     |                         |                       |                                |                      |
| Owners of the Company                                      | 6,655                   | 6,789                 | 26,919                         | 27,782               |
| Non-controlling Interest                                   | 780                     | 633                   | 2,803                          | 2,472                |
| <b>Profit for the period</b>                               | <b>7,435</b>            | <b>7,422</b>          | <b>29,722</b>                  | <b>30,254</b>        |
| Total comprehensive income for the period attributable to: |                         |                       |                                |                      |
| Owners of the Company                                      | 6,664                   | 27,255                | 26,995                         | 48,367               |
| Non-controlling Interest                                   | 784                     | 647                   | 2,832                          | 2,537                |
| <b>Total comprehensive income</b>                          | <b>7,448</b>            | <b>27,902</b>         | <b>29,827</b>                  | <b>50,904</b>        |
| Basic earnings per share (sen) (Refer Note B11)            | 5.15                    | 5.76                  | 21.59                          | 23.56                |
| Diluted earnings per share (sen) (Refer Note B11)          | 4.94                    | Note 1                | 20.70                          | Note 1               |

Note 1: The effect is anti-dilutive

This Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 September 2011.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2012**  
(The figures have not been audited).

|   | AS AT<br>30/09/2012<br>RM'000 | AS AT<br>30/09/2011<br>Audited<br>RM'000 |
|---|-------------------------------|--|
| <b>ASSETS</b>   |                               |  |
| <b>Non-current assets</b>                                 |                               |  |
| Property, plant and equipment                             | 29,977                        | 62,739                                   |
| Intangible assets   | 500                           | 827                                      |
| Investment properties                                     | 14,794                        | 14,794                                   |
| Land held for property development                        | 74,292                        | 61,446                                   |
| Deferred tax assets                                       | 361                           | 113                                      |
|   | <u>119,924</u>                | <u>139,919</u>                           |
| <b>Current assets</b>                                     |                               |  |
| Asset held for sale                                       | -                             | 3,000                                    |
| Property development costs                                | 52,126                        | 25,010                                   |
| Inventories   | 63,605                        | 53,521                                   |
| Trade and other receivables                               | 80,651                        | 65,376                                   |
| Prepayments   | 679                           | 760                                      |
| Tax recoverable   | 245                           | 143                                      |
| Cash and cash equivalents                                 | 43,897                        | 37,798                                   |
|   | <u>241,203</u>                | <u>185,608</u>                           |
| <b>TOTAL ASSETS</b>                                       | <b><u>361,127</u></b>         | <b><u>325,527</u></b>                    |
| <b>EQUITY</b>   |                               |  |
| Share capital   | 136,567                       | 125,149                                  |
| Treasury shares   | (5,775)                       | (5,775)                                  |
| Reserves and retained earnings                            | 130,151                       | 112,209                                  |
| <b>Total equity attributable to owners of the Company</b> | <u>260,943</u>                | <u>231,583</u>                           |
| <b>Non-controlling interest</b>                           | <u>12,033</u>                 | <u>10,192</u>                            |
| <b>TOTAL EQUITY</b>                                       | <b><u>272,976</u></b>         | <b><u>241,775</u></b>                    |
| <b>LIABILITIES</b>  |                               |  |
| <b>Non-current liabilities</b>                            |                               |  |
| Deferred tax liabilities                                  | 5,663                         | 5,849                                    |
|   | <u>5,663</u>                  | <u>5,849</u>                             |
| <b>Current liabilities</b>                                |                               |  |
| Trade and other payables                                  | 37,247                        | 35,089                                   |
| Provision for warranties                                  | 535                           | 475                                      |
| Borrowings  | 43,231                        | 41,164                                   |
| Taxation  | 1,475                         | 1,175                                    |
|   | <u>82,488</u>                 | <u>77,903</u>                            |
| <b>TOTAL LIABILITIES</b>                                  | <b><u>88,151</u></b>          | <b><u>83,752</u></b>                     |
| <b>TOTAL EQUITY AND LIABILITIES</b>                       | <b><u>361,127</u></b>         | <b><u>325,527</u></b>                    |
| <b>Net assets per share (RM)</b>                          | <b><u>2.02</u></b>            | <b><u>1.96</u></b>                       |

This Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 September 2011.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2012**

(The figures have not been audited).

|   | ATTRIBUTABLE TO OWNERS OF THE COMPANY |                 |               |                 |                     |                     |                   |                     |                |          | NON-CONTROLLING INTEREST | TOTAL EQUITY |
|---|---------------------------------------|-----------------|---------------|-----------------|---------------------|---------------------|-------------------|---------------------|----------------|----------|--------------------------|--------------|
|   | SHARE CAPITAL                         | TREASURY SHARES | SHARE PREMIUM | CAPITAL RESERVE | TRANSLATION RESERVE | REVALUATION RESERVE | RETAINED EARNINGS | REVALUATION RESERVE | EARNINGS       | INTEREST |                          |              |
|   | RM'000                                | RM'000          | RM'000        | RM'000          | RM'000              | RM'000              | RM'000            | RM'000              | RM'000         | RM'000   | RM'000                   | RM'000       |
| <b>At 1 October 2011</b>  | 125,149                               | (5,775)         | 46            | 421             | 168                 | 23,376              | 88,198            | 10,192              | 241,775        |          |                          |              |
| Total comprehensive income for the financial year                     | -                                     | -               | -             | -               | 76                  | -                   | 26,919            | 2,832               | 29,827         |          |                          |              |
| Conversion of warrants  | 11,418                                | -               | -             | -               | -                   | -                   | -                 | -                   | 11,418         |          |                          |              |
| Revaluation reserve transferred to retained earnings upon realisation | -                                     | -               | -             | -               | -                   | (164)               | 164               | -                   | -              |          |                          |              |
| Dividends to owners of the Company                                    | -                                     | -               | -             | -               | -                   | -                   | (9,053)           | -                   | (9,053)        |          |                          |              |
| Dividends paid by subsidiaries to non-controlling interest            | -                                     | -               | -             | -               | -                   | -                   | -                 | (991)               | (991)          |          |                          |              |
| <b>At 30 September 2012</b>   | <b>136,567</b>                        | <b>(5,775)</b>  | <b>46</b>     | <b>421</b>      | <b>244</b>          | <b>23,212</b>       | <b>106,228</b>    | <b>12,033</b>       | <b>272,976</b> |          |                          |              |

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 September 2011.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)**  
**FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2012**

(The figures have not been audited).

|   | ATTRIBUTABLE TO OWNERS OF THE COMPANY |                 |               |                 |                     |                     |                   |                     |                |          | NON-CONTROLLING INTEREST | TOTAL EQUITY |
|---|---------------------------------------|-----------------|---------------|-----------------|---------------------|---------------------|-------------------|---------------------|----------------|----------|--------------------------|--------------|
|   | SHARE CAPITAL                         | TREASURY SHARES | SHARE PREMIUM | CAPITAL RESERVE | TRANSLATION RESERVE | REVALUATION RESERVE | RETAINED EARNINGS | REVALUATION RESERVE | EARNINGS       | INTEREST |                          |              |
|   | RM'000                                | RM'000          | RM'000        | RM'000          | RM'000              | RM'000              | RM'000            | RM'000              | RM'000         | RM'000   | RM'000                   | RM'000       |
| <b>At 1 October 2010</b>  | 125,149                               | (5,775)         | 46            | 421             | 16                  | 3,042               | 66,802            | 8,094               | 197,795        |          |                          |              |
| Total comprehensive income for the financial year                     | -                                     | -               | -             | -               | 152                 | 20,433              | 27,782            | 2,537               | 50,904         |          |                          |              |
| Revaluation reserve transferred to retained earnings upon realisation | -                                     | -               | -             | -               | -                   | (99)                | 99                | -                   | -              |          |                          |              |
| Dividends to owners of the Company                                    | -                                     | -               | -             | -               | -                   | -                   | (6,485)           | -                   | (6,485)        |          |                          |              |
| Dividends paid by subsidiaries to non-controlling interest            | -                                     | -               | -             | -               | -                   | -                   | -                 | (439)               | (439)          |          |                          |              |
| <b>At 30 September 2011</b>   | <b>125,149</b>                        | <b>(5,775)</b>  | <b>46</b>     | <b>421</b>      | <b>168</b>          | <b>23,376</b>       | <b>88,198</b>     | <b>10,192</b>       | <b>241,775</b> |          |                          |              |

This Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 September 2011.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 12 MONTHS ENDED 30 SEPTEMBER 2012**  
(The figures have not been audited).

|   | 12 MONTHS<br>ENDED 30/09/2012<br>RM'000 | 12 MONTHS<br>ENDED 30/09/2011<br>RM'000 |
|---|---|---|
| <b>Cash flows from operating activities</b>                   |   |   |
| Profit before taxation  | 39,828                                  | 40,690                                  |
| Adjustments   | 7,039                                   | 7,612                                   |
| Operating profit before working capital changes               | 46,867                                  | 48,302                                  |
| Changes in working capital:                                   |   |   |
| Inventories   | (12,277)                                | (5,802)                                 |
| Prepayments   | 81                                      | (160)                                   |
| Property development costs                                    | (8,496)                                 | (5,444)                                 |
| Provision for warranties                                      | (330)                                   | (299)                                   |
| Trade and other receivables                                   | (15,612)                                | (9,086)                                 |
| Trade and other payables                                      | 2,234                                   | 1,747                                   |
| Cash and bank balance held under Housing Development Account  | (165)                                   | (16)                                    |
| <b>Cash generated from operations</b>                         | <b>12,302</b>                           | <b>29,242</b>                           |
| Interest paid   | (1,464)                                 | (1,184)                                 |
| Tax paid net of refund  | (10,361)                                | (9,538)                                 |
| <b>Net cash generated from operating activities</b>           | <b>477</b>                              | <b>18,520</b>                           |
| <b>Cash flows from investing activities</b>                   |   |   |
| Interest received   | 708                                     | 387                                     |
| Land held for property development                            | (166)                                   | (1,503)                                 |
| Proceeds from disposal of property, plant and equipment       | 2                                       | -                                       |
| Proceeds from asset held for sale                             | 3,000                                   | 256                                     |
| Purchase of property, plant and equipment                     | (1,584)                                 | (2,122)                                 |
| Proceeds from conversion of warrants                          | 11,418                                  | -                                       |
| <b>Net cash generated from/(used in) investing activities</b> | <b>13,378</b>                           | <b>(2,982)</b>                          |
| <b>Cash flows from financing activities</b>                   |   |   |
| Borrowings  | (2,354)                                 | 2,896                                   |
| Dividend paid to non-controlling interest                     | (991)                                   | (439)                                   |
| Dividend paid   | (9,053)                                 | (6,485)                                 |
| <b>Net cash used in financing activities</b>                  | <b>(12,398)</b>                         | <b>(4,028)</b>                          |
| <b>Net increase in cash and cash equivalents</b>              | <b>1,457</b>                            | <b>11,510</b>                           |
| <b>Cash and cash equivalents at beginning of period</b>       | <b>37,535</b>                           | <b>25,981</b>                           |
| <b>Effect of exchange rate fluctuation on cash held</b>       | <b>56</b>                               | <b>44</b>                               |
| <b>Cash and cash equivalents at end of period</b>             | <b>39,048</b>                           | <b>37,535</b>                           |
| <b>Cash and cash equivalents</b>                              |   |   |
| Deposits placed with licensed banks                           | 20,854                                  | 17,343                                  |
| Cash and bank balances  | 23,043                                  | 20,455                                  |
| Bank overdraft  | (4,421)                                 | -                                       |
| Cash and bank balances held under Housing Development Account | (428)                                   | (263)                                   |
|   | <b>39,048</b>                           | <b>37,535</b>                           |

This Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes attached to the interim financial statements and the audited financial statements for the financial year ended 30 September 2011.