

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the second quarter ended 31 March 2014

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited).

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 MONTHS)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2014 RM'000	31/03/2013 RM'000	31/03/2014 RM'000	31/03/2013 RM'000
Revenue	81,737	63,625	159,489	136,246
Operating expenses	(64,092)	(51,913)	(128,345)	(111,947)
Other operating income	1,014	359	2,160	613
<b>Profit from operations</b>	<b>18,659</b>	<b>12,071</b>	<b>33,304</b>	<b>24,912</b>
Finance costs	(730)	(485)	(1,466)	(981)
Depreciation and amortisation	(780)	(731)	(1,562)	(1,458)
<b>Profit before taxation</b>	<b>17,149</b>	<b>10,855</b>	<b>30,276</b>	<b>22,473</b>
Taxation	(5,031)	(2,842)	(8,782)	(5,806)
<b>Profit for the period</b>	<b>12,118</b>	<b>8,013</b>	<b>21,494</b>	<b>16,667</b>
<b>Other comprehensive income</b>				
Foreign exchange translation difference	(24)	(26)	(6)	94
<b>Total comprehensive income</b>	<b>12,094</b>	<b>7,987</b>	<b>21,488</b>	<b>16,761</b>
<b>Profit for the period attributable to:</b>				
Owners of the Company	11,386	7,214	19,716	15,227
Non-controlling Interest	732	799	1,778	1,440
<b>Profit for the period</b>	<b>12,118</b>	<b>8,013</b>	<b>21,494</b>	<b>16,667</b>
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the Company	11,368	7,196	19,711	15,295
Non-controlling Interest	726	791	1,777	1,466
<b>Total comprehensive income</b>	<b>12,094</b>	<b>7,987</b>	<b>21,488</b>	<b>16,761</b>
Basic earnings per share (sen) (Refer Note B11)	8.42	5.55	14.63	11.74
Diluted earnings per share (sen) (Refer Note B11)	7.61	5.32	13.19	11.26

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 2013.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2014**

(The figures have not been audited).

	AS AT 31/03/2014	AS AT 30/09/2013
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	28,764	28,942
Investment properties	31,172	23,390
Intangible assets	500	500
Land held for property development	16,837	16,837
Deferred tax assets	191	143
	<u>77,464</u>	<u>69,812</u>
<b>Current assets</b>		
Property development costs	113,463	112,818
Inventories	49,351	59,586
Trade and other receivables	86,416	86,019
Prepayments	995	709
Tax recoverable	338	67
Cash and cash equivalents	108,462	91,279
	<u>359,025</u>	<u>350,478</u>
<b>TOTAL ASSETS</b>	<b><u>436,489</u></b>	<b><u>420,290</u></b>
<b>EQUITY</b>		
Share capital	144,085	141,572
Treasury shares	(5,775)	(5,775)
Reserves and retained earnings	171,874	152,163
<b>Total equity attributable to owners of the Company</b>	<u>310,184</u>	<u>287,960</u>
<b>Non-controlling interest</b>	<u>14,834</u>	<u>13,901</u>
<b>TOTAL EQUITY</b>	<b><u>325,018</u></b>	<b><u>301,861</u></b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Deferred tax liabilities	3,001	3,196
	<u>3,001</u>	<u>3,196</u>
<b>Current liabilities</b>		
Trade and other payables	51,842	47,713
Provision for warranties	410	410
Borrowings	50,359	65,421
Taxation	5,859	1,689
	<u>108,470</u>	<u>115,233</u>
<b>TOTAL LIABILITIES</b>	<b><u>111,471</u></b>	<b><u>118,429</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>436,489</u></b>	<b><u>420,290</u></b>
<b>Net assets per share (RM)</b>	<b><u>2.27</u></b>	<b><u>2.14</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 2013

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 6 MONTHS ENDED 31 MARCH 2014**

(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			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 1 October 2013</b>	141,572	(5,775)	46	421	431	21,917	129,348	287,960	13,901	301,861
Total comprehensive income for the financial period	-	-	-	-	(5)	-	-	(5)	(1)	(6)
- foreign exchange translation reserve	-	-	-	-	-	-	19,716	19,716	1,778	21,494
- profit for the financial period	-	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the financial period</b>	-	-	-	-	(5)	-	19,716	19,711	1,777	21,488
<i>Contribution by and (distributions to) owners of the Company</i>	2,513	-	-	-	-	-	-	2,513	-	2,513
- Exercise of warrants	2,513	-	-	-	-	-	-	2,513	-	2,513
<b>Total transactions with owners of the Company</b>	-	-	-	-	-	(326)	326	-	-	-
Realisation of revaluation reserve	-	-	-	-	-	-	-	-	-	-
Dividends paid by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(844)	(844)
<b>At 31 March 2014</b>	144,085	(5,775)	46	421	426	21,591	149,390	310,184	14,834	325,018

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 2013.

**FIAMMA HOLDINGS BERHAD  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)  
FOR THE 6 MONTHS ENDED 31 MARCH 2013**

(The figures have not been audited).

	ATTRIBUTABLE TO OWNERS OF THE COMPANY						NON-		TOTAL EQUITY RM'000	
	SHARE CAPITAL RM'000	TREASURY SHARES RM'000	SHARE PREMIUM RESERVE RM'000	CAPITAL TRANSLATION RESERVE RM'000	REVALUATION RESERVE RM'000	RETAINED EARNINGS RM'000	TOTAL EARNINGS RM'000	CONTROLLING INTEREST RM'000		
<b>At 1 October 2012</b>	136,567	(5,775)	46	421	244	23,212	106,228	260,943	12,033	272,976
Total comprehensive income for the financial period	-	-	-	68	-	-	-	68	26	94
- foreign exchange translation reserve	-	-	-	-	-	-	15,227	15,227	1,440	16,667
- profit for the financial period	-	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the financial period</b>	-	-	-	68	-	-	15,227	15,295	1,466	16,761
<i>Contribution by and (distributions to) owners of the Company</i>	2,000	-	-	-	-	-	-	2,000	-	2,000
- Exercise of warrants	-	-	-	-	-	-	-	-	-	-
- Changes in ownership in a subsidiary	-	-	-	-	-	-	-	-	(390)	(390)
<b>Total transactions with owners of the Company</b>	2,000	-	-	-	-	-	-	2,000	(390)	1,610
Realisation of revaluation reserve	-	-	-	-	(174)	174	-	-	-	-
Dividends paid by subsidiary to non-controlling interest	-	-	-	-	-	-	-	-	(902)	(902)
<b>At 31 March 2013</b>	138,567	(5,775)	46	421	312	23,038	121,629	278,238	12,207	290,445

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 2013.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 6 MONTHS ENDED 31 MARCH 2014**  
(The figures have not been audited).

	6 MONTHS ENDED 31/03/2014 RM'000	6 MONTHS ENDED 31/03/2013 RM'000
<b>Cash flows from operating activities</b>		
Profit before taxation	30,276	22,473
Adjustments	2,681	2,690
Operating profit before changes in working capital	32,957	25,163
Changes in working capital:		
Inventories	9,273	10,048
Prepayments	(286)	(310)
Property development costs	(645)	517
Trade and other receivables	(438)	4,872
Trade and other payables	4,120	(5,122)
Cash and bank balance held under Housing Development Account	(534)	(308)
<b>Cash generated from operations</b>	44,447	34,860
Interest paid	(1,298)	(805)
Tax paid net of refund	(5,126)	(4,150)
<b>Net cash generated from operating activities</b>	38,023	29,905
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(1,394)	(1,263)
Interest received	1,060	416
Addition on land held for property development	-	(39)
Construction of investment properties	(7,782)	-
Acquisition of non-controlling interests	-	(545)
Proceeds from disposal of property, plant and equipment	122	2
<b>Net cash used in investing activities</b>	(7,994)	(1,429)
<b>Cash flows from financing activities</b>		
Dividends paid to non-controlling interest	(844)	(902)
Borrowings	(14,486)	(4,949)
Proceeds from exercise of warrants	2,513	2,000
<b>Net cash used in financing activities</b>	(12,817)	(3,851)
<b>Net increase in cash and cash equivalents</b>	17,212	24,625
<b>Cash and cash equivalents at beginning of period</b>	84,603	39,048
<b>Effect of exchange rate fluctuation on cash held</b>	13	(4)
<b>Cash and cash equivalents at end of period</b>	101,828	63,669
<b>Cash and cash equivalents</b>		
Cash and bank balance and deposits placed with licensed banks	108,462	66,690
Bank overdraft	(5,220)	(2,285)
Cash and bank balances held under Housing Development Account	(1,414)	(736)
	101,828	63,669

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 2013.