

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the second quarter ended 31 March 2015

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 MAR 2015 RM'000	31 MAR 2014 RM'000	31 MAR 2015 RM'000	31 MAR 2014 RM'000
Revenue	92,090	81,737	168,976	159,489
Operating expenses	(76,499)	(64,092)	(140,648)	(128,345)
Other operating income	1,232	1,014	2,291	2,160
Profit from operations	16,823	18,659	30,619	33,304
Finance costs	(609)	(730)	(1,199)	(1,466)
Depreciation and amortisation	(801)	(780)	(1,577)	(1,562)
Profit before taxation	15,413	17,149	27,843	30,276
Taxation	(3,871)	(5,031)	(7,627)	(8,782)
Profit for the period	11,542	12,118	20,216	21,494
Other comprehensive income				
Foreign exchange translation difference	185	(24)	497	(6)
Total comprehensive income	11,727	12,094	20,713	21,488
Profit for the period attributable to:				
Owners of the Company	10,103	11,396	17,872	19,716
Non-controlling Interest	1,439	732	2,344	1,778
Profit for the period	11,542	12,128	20,216	21,494
Total comprehensive income for the period attributable to:				
Owners of the Company	10,233	11,368	18,220	19,711
Non-controlling Interest	1,494	726	2,493	1,777
Total comprehensive income	11,727	12,094	20,713	21,488
Basic earnings per share (sen) (Refer Note B11)	7.37	8.42	13.05	14.63
Diluted earnings per share (sen) (Refer Note B11)	6.56	7.61	11.58	13.19

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 2014.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2015

(The figures have not been audited).

	AS AT 31 MAR 2015	AS AT 30 SEPT 2014
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	67,479	35,627
Investment properties	45,180	38,954
Intangible assets	500	500
Land held for property development	16,837	16,837
Deferred tax assets	821	628
	<u>130,817</u>	<u>92,546</u>
Current assets		
Property development costs	138,037	121,473
Inventories	37,537	53,236
Trade and other receivables	94,549	88,871
Prepayments	1,083	684
Tax recoverable	169	61
Cash and cash equivalents	114,236	114,709
	<u>385,611</u>	<u>379,034</u>
TOTAL ASSETS	<u>516,428</u>	<u>471,580</u>
EQUITY		
Share capital	144,725	144,085
Treasury shares	(5,775)	(5,775)
Reserves and retained earnings	200,768	182,548
Total equity attributable to owners of the Company	<u>339,718</u>	<u>320,858</u>
Non-controlling interest	18,195	16,212
TOTAL EQUITY	<u>357,913</u>	<u>337,070</u>
LIABILITIES		
Non-current liabilities		
Borrowings	25,896	3,586
Deferred tax liabilities	2,604	2,888
	<u>28,500</u>	<u>6,474</u>
Current liabilities		
Trade and other payables	58,169	59,149
Provision for warranties	435	418
Borrowings	65,188	65,350
Taxation	6,223	3,119
	<u>130,015</u>	<u>128,036</u>
TOTAL LIABILITIES	<u>158,515</u>	<u>134,510</u>
TOTAL EQUITY AND LIABILITIES	<u>516,428</u>	<u>471,580</u>
Net assets per share (RM)	<u>2.47</u>	<u>2.34</u>

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 2014.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 MARCH 2015

(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	TOTAL	CONTROLLING INTEREST	TOTAL EQUITY		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2014	144,085	(5,775)	46	421	368	21,917	159,796	320,858	16,212	337,070		
Total comprehensive income for the financial period	-	-	-	-	348	-	-	348	149	497		
- foreign exchange translation reserve	-	-	-	-	-	-	17,872	17,872	2,344	20,216		
- profit for the financial period	-	-	-	-	348	-	17,872	18,220	2,493	20,713		
Total comprehensive income for the financial period												
<i>Contribution by and (distributions to) owners of the Company</i>	640	-	-	-	-	-	-	640	-	640		
- Exercise of warrants												
Total transactions with owners of the Company	640	-	-	-	-	-	-	640	-	640		
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	(510)	(510)		
At 31 March 2015	144,725	(5,775)	46	421	716	21,917	177,668	339,718	18,195	357,913		

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 2014.

**FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
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	TOTAL	INTEREST	TOTAL		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2013	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)	-	10,716	10,716	(1)	(6)		
- foreign exchange translation reserve	-	-	-	-	-	-	-	-	(5)	(1)		
- profit for the financial period	-	-	-	-	-	-	10,716	10,716	1,778	12,494		
Total comprehensive income for the financial period	-	-	-	-	(5)	-	10,716	10,711	1,777	12,488		
<i>Contribution by and (distributions to) owners of the Company</i>												
- Exercise of warrants	2,513	-	-	-	-	-	-	2,513	-	2,513		
Total transactions with owners of the Company	2,513	-	-	-	-	-	-	2,513	-	2,513		
Realisation of revaluation reserve	-	-	-	-	-	(326)	326	-	-	-		
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	(844)	(844)		
At 31 March 2014	144,085	(5,775)	46	421	426	21,591	140,390	301,184	14,834	316,018		

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 2014.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS ENDED 31 MARCH 2015
(The figures have not been audited).

	6 MONTHS ENDED 31 MAR 2015 RM'000	6 MONTHS ENDED 31 MAR 2014 RM'000
Cash flows from operating activities		
Profit before taxation	27,843	30,276
Adjustments	601	2,681
Operating profit before changes in working capital	28,444	32,957
Changes in working capital:		
Inventories	15,699	9,273
Prepayments	(399)	(286)
Property development costs	(16,564)	(645)
Trade and other receivables	(780)	(438)
Trade and other payables	(929)	4,120
Cash and bank balance held under Housing Development Account	(3,227)	(534)
Cash generated from operations	22,244	44,447
Interest paid	(1,008)	(1,298)
Tax paid net of refund	(5,107)	(5,126)
Net cash generated from operating activities	16,129	38,023
Cash flows from investing activities		
Acquisition of property, plant and equipment	(33,032)	(1,394)
Deposit paid for acquisition of land held for property development	(4,898)	-
Interest received	1,976	1,060
Construction of investment properties	(6,226)	(7,782)
Proceeds from disposal of property, plant and equipment	3	122
Net cash used in investing activities	(42,177)	(7,994)
Cash flows from financing activities		
Dividends paid to non-controlling interest	(510)	(844)
Drawdown/(repayment) of borrowings - net	12,856	(14,486)
Proceeds from exercise of warrants	640	2,513
Net cash generated from/(used in) financing activities	12,986	(12,817)
Net (decrease)/increase in cash and cash equivalents	(13,062)	17,212
Cash and cash equivalents at beginning of period	104,109	84,603
Effect of exchange rate fluctuation on cash held	70	13
Cash and cash equivalents at end of period	91,117	101,828
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	114,236	108,462
Bank overdraft	(18,695)	(5,220)
Cash and bank balances held under Housing Development Account	(4,424)	(1,414)
	91,117	101,828

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 2014.