

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the second quarter ended 31 March 2016

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited).

	NOTE	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 MONTHS)	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31 MARCH 2016 RM'000	31 MARCH 2015 RM'000	31 MARCH 2016 RM'000	31 MARCH 2015 RM'000
Revenue		68,316	92,090	131,037	168,976
Operating expenses		(61,322)	(76,499)	(118,647)	(140,648)
Other operating income		1,652	1,232	3,332	2,291
Profit from operations		8,646	16,823	15,722	30,619
Finance costs		(1,512)	(609)	(2,891)	(1,199)
Depreciation and amortisation		(1,051)	(801)	(2,078)	(1,577)
Profit before taxation		6,083	15,413	10,753	27,843
Taxation	B5	(1,649)	(3,871)	(3,224)	(7,627)
Profit for the period		4,434	11,542	7,529	20,216
Other comprehensive income					
Foreign exchange translation difference		(549)	185	(893)	497
Total comprehensive income		3,885	11,727	6,636	20,713
Profit for the period attributable to:					
Owners of the Company		3,749	10,103	6,315	17,872
Non-controlling Interest		685	1,439	1,214	2,344
Profit for the period		4,434	11,542	7,529	20,216
Total comprehensive income for the period attributable to:					
Owners of the Company		3,365	10,233	5,690	18,220
Non-controlling Interest		520	1,494	946	2,493
Total comprehensive income		3,885	11,727	6,636	20,713
Basic earnings per share (sen)	B11	2.54	7.37	4.45	13.05
Diluted earnings per share (sen)	B11	2.54	6.56	4.45	11.58

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 2015.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

(The figures have not been audited).

	NOTE	AS AT 31 MARCH 2016	AS AT 30 SEPT 2015
		RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		85,026	85,769
Investment properties		71,256	71,256
Intangible assets		500	500
Land held for property development		80,625	79,627
Deferred tax assets		1,183	770
		<u>238,590</u>	<u>237,922</u>
Current assets			
Property development costs		170,362	154,028
Inventories		58,330	63,484
Trade and other receivables		84,139	103,716
Prepayments		1,337	696
Tax recoverable		2,539	2,290
Cash and cash equivalents		112,731	92,210
		<u>429,438</u>	<u>416,424</u>
TOTAL ASSETS		<u>668,028</u>	<u>654,346</u>
EQUITY			
Share capital		177,353	144,725
Treasury shares		(8,179)	(6,044)
Reserves and retained earnings		237,041	231,307
Total equity attributable to owners of the Company		<u>406,215</u>	<u>369,988</u>
Non-controlling interest		20,039	19,695
TOTAL EQUITY		<u>426,254</u>	<u>389,683</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	90,133	81,330
Other payables		12,749	12,749
Deferred tax liabilities		4,673	4,955
		<u>107,555</u>	<u>99,034</u>
Current liabilities			
Loans and borrowings	B7	73,136	91,351
Trade and other payables		57,929	71,097
Provision for warranties		435	435
Taxation		2,719	2,746
		<u>134,219</u>	<u>165,629</u>
TOTAL LIABILITIES		<u>241,774</u>	<u>264,663</u>
TOTAL EQUITY AND LIABILITIES		<u>668,028</u>	<u>654,346</u>
Net assets per share (RM)		<u>2.41</u>	<u>2.69</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 2015.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 MARCH 2016

(The figures have not been audited).

	ATTRIBUTABLE TO OWNERS OF THE COMPANY										NON-CONTROLLING INTEREST	TOTAL EQUITY
	NOTE	SHARE CAPITAL	TREASURY SHARES	SHARE PREMIUM	CAPITAL RESERVE	TRANSLATION RESERVE	REVALUATION RESERVE	RETAINED EARNINGS	TOTAL	NON-CONTROLLING 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
At 1 October 2015	144,725	(6,044)	46	421	1,934	20,821	208,085	369,988	19,695	389,683		
Total comprehensive income for the financial period	-	-	-	-	(625)	-	-	(625)	(268)	(893)		
- foreign exchange translation reserve	-	-	-	-	-	-	6,315	6,315	1,214	7,529		
- profit for the financial period	-	-	-	-	(625)	-	6,315	5,690	946	6,636		
Total comprehensive income for the financial period												
<i>Contribution by and (distributions to) owners of the Company</i>	32,628	-	-	-	-	-	-	32,628	-	32,628		
- Exercise of warrants	-	-	-	-	-	-	-	-	-	-		
- Dividends to owners of the company	-	(2,135)	267	-	-	-	-	(1,868)	-	(1,868)		
- own shares acquired/sold	-	-	(223)	-	-	-	-	(223)	-	(223)		
- corporate exercise expenses	-	-	-	-	-	-	-	-	-	-		
Total transactions with owners of the Company	32,628	(2,135)	44	-	-	-	-	30,537	-	30,537		
Changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	44	44		
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	(646)	(646)		
At 31 March 2016	177,353	(8,179)	90	421	1,309	20,821	214,400	406,215	20,039	426,254		

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 2015.

**FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE 6 MONTHS ENDED 31 MARCH 2016**

(The figures have not been audited).

	ATTRIBUTABLE TO OWNERS OF THE COMPANY										NON- CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
	SHARE CAPITAL RM'000	TREASURY SHARES RM'000	SHARE PREMIUM RESERVE RM'000	CAPITAL RESERVE RM'000	TRANSLATION RESERVE RM'000	REVALUATION RESERVE RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000	RESERVE RM'000	EARNINGS 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	-	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	640	-	-	-	-	-	-	640	-	640	-	640
<i>Contribution by and (distributions to) owners of the Company</i>												
- Exercise of warrants												
Total transactions with owners of the Company	640	-	-	-	-	-	-	640	-	640	-	640
Dividends paid	-	-	-	-	-	-	-	-	(510)	(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 2015.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS ENDED 31 MARCH 2016
(The figures have not been audited).

NOTE	6 MONTHS ENDED 31 MARCH 2016 RM'000	6 MONTHS ENDED 31 MARCH 2015 RM'000
Cash flows from operating activities		
Profit before taxation	10,753	27,843
Adjustments	4,315	601
Operating profit before changes in working capital	15,068	28,444
Changes in working capital:		
Inventories	4,769	15,699
Prepayments	(641)	(399)
Property development costs	(16,334)	(16,564)
Trade and other receivables	19,577	(780)
Trade and other payables	(14,493)	(929)
Cash and bank balance held under Housing Development Account	(1,551)	(3,227)
Cash generated from operations	6,395	22,244
Interest paid	(2,716)	(1,008)
Tax paid net of refund	(4,195)	(5,107)
Net cash (used in)/generated from operating activities	(516)	16,129
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1,970)	(33,032)
Acquisition of land held for property development	(998)	(4,898)
Interest received	2,308	1,976
Construction of investment properties	-	(6,226)
Proceeds from disposal of property, plant and equipment	15	3
Net cash used in investing activities	(645)	(42,177)
Cash flows from financing activities		
Dividends paid to non-controlling interest	(646)	(510)
Drawdown of borrowings - net	(471)	12,856
Purchase of own shares and corporate expenses	(2,358)	-
Proceeds from exercise of warrants	32,628	640
Net cash generated from financing activities	29,153	12,986
Net increase/(decrease) in cash and cash equivalents	27,992	(13,062)
Cash and cash equivalents at beginning of period	79,217	104,109
Effect of exchange rate fluctuation on cash held	(81)	70
Cash and cash equivalents at end of period	107,128	91,117
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	112,731	114,236
Bank overdraft	(872)	(18,695)
Cash and bank balances held under Housing Development Account	(4,731)	(4,424)
	107,128	91,117

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 2015.