

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the second quarter ended 31 March 2017

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 2017 RM'000	31 MARCH 2016 RM'000	31 MARCH 2017 RM'000	31 MARCH 2016 RM'000
Revenue		72,578	68,316	141,847	131,037
Operating expenses		(63,839)	(61,322)	(125,544)	(118,647)
Other operating income		937	1,652	1,782	3,332
Profit from operations		9,676	8,646	18,085	15,722
Finance costs		(1,030)	(1,512)	(2,045)	(2,891)
Depreciation and amortisation		(1,321)	(1,051)	(2,617)	(2,078)
Profit before taxation		7,325	6,083	13,423	10,753
Taxation	B5	(2,218)	(1,649)	(4,221)	(3,224)
Profit for the period		5,107	4,434	9,202	7,529
Other comprehensive income					
Foreign exchange translation difference		292	(549)	614	(893)
Total comprehensive income		5,399	3,885	9,816	6,636
Profit for the period attributable to:					
Owners of the Company		4,394	3,749	7,994	6,315
Non-controlling Interest		713	685	1,208	1,214
Profit for the period		5,107	4,434	9,202	7,529
Total comprehensive income for the period attributable to:					
Owners of the Company		4,598	3,365	8,423	5,690
Non-controlling Interest		801	520	1,393	946
Total comprehensive income		5,399	3,885	9,816	6,636
Basic earnings per share (sen)	B11	0.85	0.75	1.55	1.28
Diluted earnings per share (sen)	B11	0.81	0.75	1.47	1.28

Notes:

- 1) 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 2016.
- 2) Basic earnings per share and diluted earnings per share for the preceding year corresponding quarter and preceding year corresponding period have been restated, to take into consideration the implementation of share split and bonus issue, which was completed on 18 April 2016.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017
(The figures have not been audited).

	NOTE	AS AT 31 MARCH 2017	AS AT 30 SEPT 2016
		RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		98,756	99,934
Investment properties		75,684	75,684
Intangible assets		500	500
Land held for property development		27,980	27,980
Deferred tax assets		1,770	1,956
		<u>204,690</u>	<u>206,054</u>
Current assets			
Property development costs		256,122	242,902
Inventories		63,541	71,862
Trade and other receivables		82,877	88,641
Prepayments		2,193	1,129
Tax recoverable		2,546	2,433
Cash and cash equivalents		75,697	87,638
		<u>482,976</u>	<u>494,605</u>
TOTAL ASSETS		<u>687,666</u>	<u>700,659</u>
EQUITY			
Share capital		265,018	264,951
Treasury shares		(7,920)	(4,649)
Reserves and retained earnings		178,118	169,473
Total equity attributable to owners of the Company		<u>435,216</u>	<u>429,775</u>
Non-controlling interest		21,611	21,123
TOTAL EQUITY		<u>456,827</u>	<u>450,898</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	95,567	101,817
Other payables		12,749	12,749
Deferred tax liabilities		5,071	5,152
		<u>113,387</u>	<u>119,718</u>
Current liabilities			
Loans and borrowings	B7	71,155	66,141
Trade and other payables		43,895	62,087
Provision for warranties		400	400
Taxation		2,002	1,415
		<u>117,452</u>	<u>130,043</u>
TOTAL LIABILITIES		<u>230,839</u>	<u>249,761</u>
TOTAL EQUITY AND LIABILITIES		<u>687,666</u>	<u>700,659</u>
Net assets per share (RM)		<u>0.84</u>	<u>0.82</u>

Notes:

- 1) 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 2016.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 MARCH 2017
(The figures have not been audited).

ATTRIBUTABLE TO OWNERS OF THE COMPANY

	NOTE	SHARE CAPITAL		SHARE PREMIUM	TREASURY SHARES	SHARE RESERVE		CAPITAL RESERVE	TRANSLATION RESERVE		REVALUATION RESERVE	SHARE OPTION RESERVE		RETAINED EARNINGS	TOTAL EQUITY	
		RM'000	RM'000			RM'000	RM'000		RM'000	RM'000		RM'000	RM'000		RM'000	RM'000
At 1 October 2016		264,951	-	-	(4,649)	-	421	1,712	28,300	630	138,410	429,775	21,123	450,898		
Total comprehensive income for the financial period		-	-	-	-	429	-	-	-	-	-	429	185	614		
- Foreign exchange translation reserve		-	-	-	-	-	-	-	-	-	-	-	-	-		
- Profit for the financial period		-	-	-	-	-	-	-	-	-	7,994	7,994	1,208	9,202		
Total comprehensive income for the financial period		-	-	-	-	429	-	-	-	-	7,994	8,423	1,393	9,816		
<i>Contribution by and (distributions to) owners of the Company</i>																
- Share-based payment transactions		-	-	-	-	-	-	-	-	222	-	222	-	222		
- Issue of shares		67	-	-	-	-	-	-	-	-	-	-	-	67		
- Own shares acquired	A6	-	-	-	(3,271)	-	-	-	-	-	-	(3,271)	-	(3,271)		
Total transactions with owners of the Company		67	-	-	(3,271)	-	-	-	-	222	-	(2,982)	-	(2,982)		
Dividends paid by subsidiaries to non-controlling interest		-	-	-	-	-	-	-	-	-	-	-	(905)	(905)		
At 31 March 2017		265,018	-	-	(7,920)	421	2,141	28,300	852	146,404	435,216	21,611	456,827			

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 2016.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE 6 MONTHS ENDED 31 MARCH 2017

(The figures have not been audited).

ATTRIBUTABLE TO OWNERS OF THE COMPANY

	NOTE	ATTRIBUTABLE TO OWNERS OF THE COMPANY										NON-CONTROLLING INTEREST	TOTAL EQUITY	
		SHARE CAPITAL	TREASURY SHARES	SHARE PREMIUM	CAPITAL RESERVE	TRANSLATION RESERVE	REVALUATION RESERVE	OPTION RESERVE	RETAINED EARNINGS	TOTAL	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	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 interest 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 2016.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS ENDED 31 MARCH 2017

(The figures have not been audited).

NOTE	6 MONTHS ENDED 31 March 2017 RM'000	6 MONTHS ENDED 31 March 2016 RM'000
Cash flows from operating activities		
Profit before taxation	13,423	10,753
Adjustments	4,145	4,315
Operating profit before changes in working capital	17,568	15,068
Changes in working capital:		
Inventories	7,960	4,769
Prepayments	(1,064)	(641)
Property development costs	5,614	(16,334)
Trade and other receivables	(13,220)	19,577
Trade and other payables	(18,036)	(14,493)
Cash and bank balance held under Housing Development Account	(197)	(1,551)
Cash (used in)/generated from operations	(1,375)	6,395
Interest paid	(1,870)	(2,716)
Provision for warranties utilised	-	-
Tax paid net of refund	(3,642)	(4,195)
Net cash used in operating activities	(6,887)	(516)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(1,286)	(1,970)
Acquisition of land held for property development	-	(998)
Interest received	941	2,308
Proceeds from disposal of property, plant and equipment	372	15
Net cash generated from/(used in) investing activities	27	(645)
Cash flows from financing activities		
Dividends paid to non-controlling interest	(905)	(646)
Drawdown of borrowings - net	(1,429)	(471)
Purchase/sale of own shares and corporate expenses - net	(3,271)	(2,358)
Proceeds from exercise of warrants	-	32,628
Proceeds from issue of share capital	67	-
Net cash (used in)/generated from financing activities	(5,538)	29,153
Net (decrease)/increase in cash and cash equivalents	(12,398)	27,992
Cash and cash equivalents at beginning of period	85,709	79,217
Effect of exchange rate fluctuation on cash held	67	(81)
Cash and cash equivalents at end of period	73,378	107,128
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	75,697	112,731
Bank overdraft	(193)	(872)
Cash and bank balances held under Housing Development Account	(2,126)	(4,731)
	73,378	107,128

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 2016.