

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the second quarter ended 31 March 2018

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 MONTHS)	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
		QUARTER	CORRESPONDING QUARTER	TO DATE	CORRESPONDING PERIOD
		31 MAR 2018	31 MAR 2017	31 MAR 2018	31 MAR 2017
		RM'000	RM'000	RM'000	RM'000
Revenue		75,969	72,578	149,380	141,847
Cost of sales		(52,183)	(50,511)	(100,945)	(98,612)
Gross profit		23,786	22,067	48,435	43,235
Operating expenses		(13,117)	(13,328)	(26,416)	(26,932)
Other operating income		888	937	1,707	1,782
Profit from operations		11,557	9,676	23,726	18,085
Finance costs		(1,577)	(1,030)	(3,070)	(2,045)
Depreciation and amortisation		(1,177)	(1,321)	(2,413)	(2,617)
Profit before taxation		8,803	7,325	18,243	13,423
Taxation	B5	(2,221)	(2,218)	(4,397)	(4,221)
Profit for the period		6,582	5,107	13,846	9,202
Other comprehensive income					
Foreign exchange translation difference		(498)	292	(931)	614
Total comprehensive income		6,084	5,399	12,915	9,816
Profit for the period attributable to:					
Owners of the Company		5,868	4,394	12,393	7,994
Non-controlling Interest		714	713	1,453	1,208
Profit for the period		6,582	5,107	13,846	9,202
Total comprehensive income for the period attributable to:					
Owners of the Company		5,511	4,598	11,711	8,423
Non-controlling Interest		573	801	1,204	1,393
Total comprehensive income		6,084	5,399	12,915	9,816
Basic earnings per share (sen)	B11	1.16	0.85	2.45	1.55
Diluted earnings per share (sen)	B11	1.10	0.81	2.33	1.47

Notes:

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 2017

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018
(The figures have not been audited)

	NOTE	AS AT 31 MAR 2018	AS AT 30 SEPT 2017
		RM'000	RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		101,158	103,681
Investment properties		75,684	75,684
Intangible assets		500	500
Land held for property development		27,792	27,792
Deferred tax assets		2,537	1,973
		<u>207,671</u>	<u>209,630</u>
Current assets			
Property development costs		219,264	200,275
Inventories		125,080	131,130
Trade and other receivables		84,084	102,599
Prepayments		1,553	1,038
Tax recoverable		2,836	2,644
Cash and bank balances		96,581	78,938
		<u>529,398</u>	<u>516,624</u>
TOTAL ASSETS		<u>737,069</u>	<u>726,254</u>
EQUITY			
Share capital		265,028	265,028
Treasury shares		(13,053)	(11,694)
Reserves and retained earnings		204,529	192,576
Total equity attributable to owners of the Company		<u>456,504</u>	<u>445,910</u>
Non-controlling interest		<u>22,258</u>	<u>21,054</u>
TOTAL EQUITY		<u>478,762</u>	<u>466,964</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	80,065	97,534
Other payables		7,536	7,536
Deferred tax liabilities		5,564	5,552
		<u>93,165</u>	<u>110,622</u>
Current liabilities			
Loans and borrowings	B7	92,910	83,188
Trade and other payables		70,005	64,549
Provision for warranties		579	590
Taxation		1,648	341
		<u>165,142</u>	<u>148,668</u>
TOTAL LIABILITIES		<u>258,307</u>	<u>259,290</u>
TOTAL EQUITY AND LIABILITIES		<u>737,069</u>	<u>726,254</u>
Net assets per share (RM)		<u>0.90</u>	<u>0.88</u>

Notes:

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 2017

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 MARCH 2018
(The figures have not been audited)

NOTE	ATTRIBUTABLE TO OWNERS OF THE COMPANY							TOTAL RM'000	NON- CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
	SHARE CAPITAL RM'000	TREASURY SHARES RM'000	CAPITAL RESERVE RM'000	TRANSLATION RESERVE RM'000	REVALUATION RESERVE RM'000	SHARE OPTION RESERVE RM'000	RETAINED EARNINGS RM'000			
At 1 October 2017	265,028	(11,694)	421	1,926	35,946	1,121	153,162	445,910	21,054	466,964
Total comprehensive income for the financial period										
- Foreign exchange translation reserve	-	-	-	(682)	-	-	-	(682)	(249)	(931)
- Profit for the financial period	-	-	-	-	-	-	12,393	12,393	1,453	13,846
Total comprehensive income for the financial period	-	-	-	(682)	-	-	12,393	11,711	1,204	12,915
<i>Contribution by and (distributions to) owners of the Company</i>										
- Share-based payment transactions	-	-	-	-	-	242	-	242	-	242
- Own shares acquired	A6	(1,359)	-	-	-	-	-	(1,359)	-	(1,359)
Total transactions with owners of the Company	-	(1,359)	-	-	-	242	-	(1,117)	-	(1,117)
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	-	-	-	-
At 31 MARCH 2018	265,028	(13,053)	421	1,244	35,946	1,363	165,555	456,504	22,258	478,762

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 2017

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

(The figures have not been audited)

NOTE	ATTRIBUTABLE TO OWNERS OF THE COMPANY									
	SHARE	TREASURY	CAPITAL	TRANSLATION	REVALUATION	SHARE	RETAINED	TOTAL	NON-	TOTAL
	CAPITAL	SHARES	RESERVE	RESERVE	RESERVE	OPTION	EARNINGS	RESERVE	CONTROLLING	EQUITY
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	INTEREST	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										
- Foreign exchange translation reserve	-	-	-	429	-	-	-	429	185	614
- 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>										
- Own shares acquired	-	(3,271)	-	-	-	-	-	(3,271)	-	(3,271)
- Issue of shares	67	-	-	-	-	-	-	67	-	67
- Share-based payment transactions	-	-	-	-	-	222	-	222	-	222
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 2017

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS ENDED 31 MARCH 2018

(The figures have not been audited)

	6 MONTHS ENDED 31 MAR 2018 RM'000	6 MONTHS ENDED 31 MAR 2017 RM'000
Cash flows from operating activities		
Profit before taxation	18,243	13,423
Adjustments	5,448	4,145
Operating profit before changes in working capital	23,691	17,568
Changes in working capital:		
Inventories	5,884	7,960
Prepayments	(515)	(1,064)
Property development costs	(18,989)	5,614
Trade and other receivables	18,104	(13,220)
Trade and other payables	5,408	(18,036)
Cash and bank balance held under Housing Development Account	(1,185)	(197)
Cash generated from/(used in) operations	32,398	(1,375)
Provision for warranties	(320)	-
Tax paid net of refund	(3,815)	(3,642)
Net cash generated from/(used in) operating activities	28,263	(5,017)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(227)	(1,286)
Interest received	925	941
Proceeds from disposal of property, plant and equipment	-	372
Net cash generated from investing activities	698	27
Cash flows from financing activities		
Dividends paid to non-controlling interest	-	(905)
Drawdown / (Repayment) of borrowings - net	1,996	(1,429)
Interest paid	(2,795)	(1,870)
Purchase of own shares	(1,359)	(3,271)
Proceeds from issue of share capital	-	67
Net cash used in financing activities	(2,158)	(7,408)
Net increase/(decrease) in cash and cash equivalents	26,803	(12,398)
Cash and cash equivalents at beginning of period	60,242	85,709
Effect of exchange rate fluctuation on cash held	(602)	67
Cash and cash equivalents at end of period	86,443	73,378
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	96,581	75,697
Bank overdraft	(5,966)	(193)
Cash and bank balances held under Housing Development Account	(4,172)	(2,126)
	86,443	73,378

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 2017.