

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the first quarter ended 31 December 2018

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q1)		CUMULATIVE QUARTER (3 MONTHS)	
		CURRENT YEAR QUARTER 31 DEC 2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 DEC 2017 (RESTATED) RM'000	CURRENT YEAR TO DATE 31 DEC 2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 DEC 2017 (RESTATED) RM'000
Revenue		80,147	74,010	80,147	74,010
Cost of sales		(54,845)	(49,280)	(54,845)	(49,280)
Gross profit		25,302	24,730	25,302	24,730
Operating expenses		(12,267)	(13,230)	(12,267)	(13,230)
Other operating income		1,088	819	1,088	819
Profit from operations		14,123	12,319	14,123	12,319
Finance costs		(1,871)	(1,720)	(1,871)	(1,720)
Depreciation and amortisation		(1,147)	(1,236)	(1,147)	(1,236)
Profit before taxation		11,105	9,363	11,105	9,363
Taxation	B5	(2,724)	(2,099)	(2,724)	(2,099)
Profit for the period		8,381	7,264	8,381	7,264
Other comprehensive income					
Foreign exchange translation difference		29	(433)	29	(433)
Total comprehensive income		8,410	6,831	8,410	6,831
Profit for the period attributable to:					
Owners of the Company		7,427	6,550	7,427	6,550
Non-controlling Interest		954	714	954	714
Profit for the period		8,381	7,264	8,381	7,264
Total comprehensive income for the period attributable to:					
Owners of the Company		7,447	6,225	7,447	6,225
Non-controlling Interest		963	606	963	606
Total comprehensive income		8,410	6,831	8,410	6,831
Basic earnings per share (sen)	B10	1.47	1.29	1.47	1.29
Diluted earnings per share (sen)		1.47	1.23	1.47	1.23

At 31 December 2018, the effect on the earnings per share in respect of potential ordinary shares from the share option is anti-dilutive.

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 2018

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

	NOTE	AS AT 31 DEC 2018 RM'000	AS AT 30 SEPT 2018 RM'000 (RESTATED)
ASSETS			
Non-current assets			
Property, plant and equipment		99,650	100,641
Investment properties		76,419	76,419
Inventories - land held for property development		152,173	151,495
Deferred tax assets		5,313	5,118
		<u>333,555</u>	<u>333,673</u>
Current assets			
Inventories		240,050	230,545
Contract assets		3,703	2,661
Contract costs		7,273	10,693
Trade and other receivables		86,102	102,246
Prepayments		1,175	980
Tax recoverable		3,116	2,849
Cash and cash equivalents		102,500	102,645
		<u>443,919</u>	<u>452,619</u>
TOTAL ASSETS		<u>777,474</u>	<u>786,292</u>
EQUITY			
Share capital		265,030	265,028
Treasury shares		(14,230)	(13,620)
Reserves and retained earnings		221,910	214,341
Total equity attributable to owners of the Company		<u>472,710</u>	<u>465,749</u>
Non-controlling interest		<u>23,730</u>	<u>22,767</u>
TOTAL EQUITY		<u>496,440</u>	<u>488,516</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	58,404	62,101
Other payables		7,536	7,536
Deferred tax liabilities		5,716	5,802
		<u>71,656</u>	<u>75,439</u>
Current liabilities			
Loans and borrowings	B7	112,680	118,506
Trade and other payables		91,251	94,499
Contract liabilities		1,891	6,159
Provision for warranties		478	570
Taxation		3,078	2,603
		<u>209,378</u>	<u>222,337</u>
TOTAL LIABILITIES		<u>281,034</u>	<u>297,776</u>
TOTAL EQUITY AND LIABILITIES		<u>777,474</u>	<u>786,292</u>
Net assets per share (RM)		<u>0.94</u>	<u>0.92</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 2018

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3 MONTHS ENDED 31 DECEMBER 2018
(The figures have not been audited)

NOTE	Non-distributable						Distributable		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 2018	265,028	(13,620)	421	1,676	35,946	1,605	176,897	467,953	22,847	490,800	
Effects of adoption of MFRS Framework	-	-	-	-	-	-	(2,204)	(2,204)	(80)	(2,284)	
At 1 October 2018 (restated)	265,028	(13,620)	421	1,676	35,946	1,605	174,693	465,749	22,767	488,516	
Total comprehensive income for the financial period											
- Foreign exchange translation reserve	-	-	-	20	-	-	-	20	9	29	
- Profit for the financial period	-	-	-	-	-	-	7,427	7,427	954	8,381	
Total comprehensive income for the financial period	-	-	-	20	-	-	7,427	7,447	963	8,410	
<i>Contribution by and (distributions to) owners of the Company</i>											
- Share-based payment transactions	-	-	-	-	-	122	-	122	-	122	
- Issue of shares	2	-	-	-	-	-	-	2	-	2	
- Own shares acquired	-	(610)	-	-	-	-	-	(610)	-	(610)	
Total transactions with owners of the Company	2	(610)	-	-	-	122	-	(486)	-	(486)	
At 31 December 2018	265,030	(14,230)	421	1,696	35,946	1,727	182,120	472,710	23,730	496,440	

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 2018

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3 MONTHS ENDED 31 DECEMBER 2017

(The figures have not been audited)

NOTE	Non-distributable						Distributable		NON-CONTROLLING INTEREST	TOTAL EQUITY
	SHARE CAPITAL	TREASURY SHARES	CAPITAL RESERVE	TRANSLATION RESERVE	REVALUATION RESERVE	SHARE OPTION RESERVE	RETAINED EARNINGS	TOTAL		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	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
Effects of adoption of MFRS Framework	-	-	-	-	-	-	(1,988)	(1,988)	-	(1,988)
At 1 October 2017 (restated)	265,028	(11,694)	421	1,926	35,946	1,121	151,174	443,922	21,054	464,976
Total comprehensive income for the financial period										
- Foreign exchange translation reserve	-	-	-	(325)	-	-	-	(325)	(108)	(433)
- Profit for the financial period	-	-	-	-	-	-	6,550	6,550	714	7,264
Total comprehensive income for the financial period	-	-	-	(325)	-	-	6,550	6,225	606	6,831
Contribution by and (distributions to) owners of the Company										
- Own shares acquired	-	(145)	-	-	-	-	-	(145)	-	(145)
- Share-based payment transactions	-	-	-	-	-	121	-	121	-	121
Total transactions with owners of the Company	-	(145)	-	-	-	121	-	(24)	-	(24)
At 31 December 2017 (restated)	265,028	(11,839)	421	1,601	35,946	1,242	157,724	450,123	21,660	471,783

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 2018

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 3 MONTHS ENDED 31 DECEMBER 2018

(The figures have not been audited)

	3 MONTHS ENDED 31 DEC 2018 RM'000	3 MONTHS ENDED 31 DEC 2017 RM'000 (RESTATED)
Cash flows from operating activities		
Profit before taxation	11,105	9,363
Adjustments	3,180	3,252
Operating profit before changes in working capital	14,285	12,615
Changes in working capital:		
Inventories	(9,505)	2,549
Prepayments	(195)	(226)
Contract assets	(5,310)	6,736
Contract costs	2,806	(467)
Trade and other receivables	16,171	(1,836)
Trade and other payables	(3,220)	8,154
Cash and bank balance held under Housing Development Account	2,225	584
Cash generated from operations	17,257	28,109
Provision for warranties utilised	(320)	(213)
Tax paid net of refund	(2,796)	(1,720)
Net cash generated from operating activities	14,141	26,176
Cash flows from investing activities		
Additions of: -		
- property, plant and equipment	(145)	(227)
- inventories - land held for property development	(678)	(9,776)
Interest received	657	468
Proceeds from disposal of property, plant and equipment	3	-
Net cash used in investing activities	(163)	(9,535)
Cash flows from financing activities		
Repayment of borrowings - net	(10,706)	(1,422)
Interest paid	(1,780)	(1,572)
Purchase of own shares	(610)	(145)
Proceeds from issue of share capital	2	-
Net cash used in financing activities	(13,094)	(3,139)
Net increase in cash and cash equivalents	884	13,502
Cash and cash equivalents at beginning of period	87,299	60,242
Effect of exchange rate fluctuation on cash held	13	(220)
Cash and cash equivalents at end of period	88,196	73,524
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	102,500	81,503
Bank overdraft	(7,926)	(5,576)
Cash and bank balances held under Housing Development Account	(6,378)	(2,403)
	88,196	73,524

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 2018.