

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the third quarter ended 30 June 2019

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q3)		CUMULATIVE QUARTER (9 MONTHS)	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
		QUARTER	CORRESPONDING QUARTER	TO DATE	CORRESPONDING PERIOD
		30 JUNE 2019	30 JUNE 2018 (RESTATED)	30 JUNE 2019	30 JUNE 2018 (RESTATED)
		RM'000	RM'000	RM'000	RM'000
Revenue		94,992	83,315	254,782	231,756
Cost of sales		(66,765)	(56,748)	(177,279)	(157,024)
Gross profit		28,227	26,567	77,503	74,732
Operating expenses		(14,185)	(13,219)	(39,710)	(39,597)
Other operating income		1,227	1,135	3,555	2,842
Profit from operations		15,269	14,483	41,348	37,977
Finance costs		(2,323)	(1,969)	(6,133)	(5,409)
Depreciation and amortisation		(879)	(1,122)	(3,005)	(3,535)
<b>Profit before taxation</b>		<b>12,067</b>	<b>11,392</b>	<b>32,210</b>	<b>29,033</b>
Taxation	B5	(2,966)	(2,563)	(8,026)	(6,690)
<b>Profit for the period</b>		<b>9,101</b>	<b>8,829</b>	<b>24,184</b>	<b>22,343</b>
<b>Other comprehensive income</b>					
Foreign exchange translation difference		295	138	163	(793)
<b>Total comprehensive income</b>		<b>9,396</b>	<b>8,967</b>	<b>24,347</b>	<b>21,550</b>
Profit for the period attributable to:					
Owners of the Company		8,415	8,359	21,842	20,462
Non-controlling Interest		686	470	2,342	1,881
<b>Profit for the period</b>		<b>9,101</b>	<b>8,829</b>	<b>24,184</b>	<b>22,343</b>
Total comprehensive income for the period attributable to:					
Owners of the Company		8,629	8,481	21,956	19,902
Non-controlling Interest		767	486	2,391	1,648
<b>Total comprehensive income</b>		<b>9,396</b>	<b>8,967</b>	<b>24,347</b>	<b>21,550</b>
Basic earnings per share (sen)	B11	1.71	1.10	4.43	4.04
Diluted earnings per share (sen)	B11	1.71	1.10	4.43	4.04

## 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 2018, which has been restated as elaborated in Note A2(i)

2) At 30 June 2019, the effect on the earnings per share in respect of potential ordinary shares from the exercise of share option is anti-dilutive

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2019**  
(The figures have not been audited)

	NOTE	AS AT 30 JUNE 2019 RM'000	AS AT 30 SEPT 2018 RM'000 (RESTATED)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		98,083	100,641
Investment properties		77,338	76,419
Inventories - land held for property development		151,343	150,279
Deferred tax assets		5,432	5,118
		<u>332,196</u>	<u>332,457</u>
<b>Current assets</b>			
Inventories		245,511	231,761
Contract assets		10,098	4,129
Contract costs		5,207	9,225
Trade and other receivables		105,476	102,246
Prepayments		1,129	980
Tax recoverable		3,258	2,849
Cash and cash equivalents		108,410	102,645
		<u>479,089</u>	<u>453,835</u>
<b>TOTAL ASSETS</b>		<b><u>811,285</u></b>	<b><u>786,292</u></b>
<b>EQUITY</b>			
Share capital		265,030	265,028
Treasury shares		(19,116)	(13,620)
Reserves and retained earnings		225,335	214,341
<b>Total equity attributable to owners of the Company</b>		<u>471,249</u>	<u>465,749</u>
<b>Non-controlling interest</b>		<u>25,158</u>	<u>22,767</u>
<b>TOTAL EQUITY</b>		<b><u>496,407</u></b>	<b><u>488,516</u></b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B7	51,036	62,101
Other payables		7,536	7,536
Deferred tax liabilities		5,669	5,802
		<u>64,241</u>	<u>75,439</u>
<b>Current liabilities</b>			
Loans and borrowings	B7	162,347	118,506
Trade and other payables		83,665	94,499
Contract liabilities		1,892	6,159
Provision for warranties		420	570
Taxation		2,313	2,603
		<u>250,637</u>	<u>222,337</u>
<b>TOTAL LIABILITIES</b>		<b><u>314,878</u></b>	<b><u>297,776</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>811,285</u></b>	<b><u>786,292</u></b>
<b>Net assets per share (RM)</b>		<b><u>0.95</u></b>	<b><u>0.92</u></b>

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, which has been restated as elaborated in Note A2(ii)

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 9 MONTHS ENDED 30 JUNE 2019**  
(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			
<b>At 1 October 2018</b>	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)
<b>At 1 October 2018 (restated)</b>	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	-	-	-	114	-	-	-	114	49	163
- Profit for the financial period	-	-	-	-	-	-	21,842	21,842	2,342	24,184
<b>Total comprehensive income for the financial period</b>	-	-	-	114	-	-	21,842	21,956	2,391	24,347
<i>Contribution by and (distributions to) owners of the Company</i>										
- Dividends to owners of the Company	-	-	-	-	-	-	(11,326)	(11,326)	-	(11,326)
- Share-based payment transactions	-	-	-	-	-	364	-	364	-	364
- Issue of shares	2	-	-	-	-	-	-	2	-	2
- Own shares acquired	A7	(5,496)	-	-	-	-	-	(5,496)	-	(5,496)
<b>Total transactions with owners of the Company</b>	2	(5,496)	-	-	-	364	(11,326)	(16,456)	-	(16,456)
<b>At 30 June 2019</b>	265,030	(19,116)	421	1,790	35,946	1,969	185,209	471,249	25,158	496,407

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, which has been restated herein

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 9 MONTHS ENDED 30 JUNE 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			
<b>At 1 October 2017</b>	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)
<b>At 1 October 2017 (restated)</b>	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	-	-	-	(560)	-	-	-	(560)	(233)	(793)
- Profit for the financial period	-	-	-	-	-	-	20,462	20,462	1,881	22,343
<b>Total comprehensive income for the financial period</b>	-	-	-	(560)	-	-	20,462	19,902	1,648	21,550
<i>Contribution by and (distributions to) owners of the Company</i>										
- Dividends to owners of the company	-	-	-	-	-	-	(8,862)	(8,862)	-	(8,862)
- Own shares acquired	-	(1,392)	-	-	-	-	-	(1,392)	-	(1,392)
- Share-based payment transactions	-	-	-	-	-	363	-	363	-	363
<b>Total transactions with owners of the Company</b>	-	(1,392)	-	-	-	363	(8,862)	(9,891)	-	(9,891)
<b>At 30 June 2018 (restated)</b>	<b>265,028</b>	<b>(13,086)</b>	<b>421</b>	<b>1,366</b>	<b>35,946</b>	<b>1,484</b>	<b>162,774</b>	<b>453,933</b>	<b>22,702</b>	<b>476,635</b>

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, which has been restated herein

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 9 MONTHS ENDED 30 JUNE 2019**

(The figures have not been audited)

	<b>9 MONTHS ENDED 30 JUNE 2019 RM'000</b>	<b>9 MONTHS ENDED 30 JUNE 2018 RM'000 (RESTATED)</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	32,210	29,032
Adjustments	7,539	8,757
Operating profit before changes in working capital	39,749	37,789
Changes in working capital:		
Inventories	(15,153)	(16,745)
Prepayments	(149)	61
Contract assets	(10,236)	11,459
Contract costs	4,018	(903)
Trade and other receivables	(3,009)	4,820
Trade and other payables	(10,789)	8,570
Cash and bank balance held under Housing Development Account	3,472	(674)
<b>Cash generated from operations</b>	7,903	44,377
Provision for warranties utilised	(503)	(320)
Tax paid net of refund	(9,219)	(6,694)
<b>Net cash (used in) / generated from operating activities</b>	(1,819)	37,363
<b>Cash flows from investing activities</b>		
Additions of: -		
- property, plant and equipment	(377)	(227)
- investment properties	(794)	-
- inventories - land held for property development	(1,064)	(11,706)
Interest received	3,005	1,534
Proceeds from disposal of property, plant and equipment	142	12
<b>Net cash generated from / (used in) investing activities</b>	912	(10,387)
<b>Cash flows from financing activities</b>		
Dividends paid to owners of the Company	(11,326)	(8,862)
Drawdown of borrowings - net	21,626	14,748
Interest paid	(5,870)	(5,029)
Purchase of own shares	(5,496)	(1,392)
Proceeds from issue of share capital	2	-
<b>Net cash used in financing activities</b>	(1,064)	(535)
<b>Net (decrease) / increase in cash and cash equivalents</b>	(1,971)	26,441
<b>Cash and cash equivalents at beginning of period</b>	87,299	60,242
<b>Effect of exchange rate fluctuation on cash held</b>	58	(823)
<b>Cash and cash equivalents at end of period</b>	85,386	85,860
<b>Cash and cash equivalents</b>		
Cash and bank balance and deposits placed with licensed banks	108,410	107,845
Bank overdraft	(17,893)	(18,323)
Cash and bank balances held under Housing Development Account	(5,131)	(3,661)
	85,386	85,861

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, which has been restated as elaborated in Note A2(iii)