

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the first quarter ended 31 December 2019

**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 2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 DEC 2018 RM'000	CURRENT YEAR TO DATE 31 DEC 2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 DEC 2018 RM'000
Revenue		74,999	80,147	74,999	80,147
Cost of sales		(51,950)	(54,845)	(51,950)	(54,845)
Gross profit		23,049	25,302	23,049	25,302
Operating expenses		(12,153)	(12,267)	(12,153)	(12,267)
Other operating income		1,076	1,088	1,076	1,088
Profit from operations		11,972	14,123	11,972	14,123
Finance costs		(2,308)	(1,871)	(2,308)	(1,871)
Depreciation and amortisation		(821)	(1,147)	(821)	(1,147)
<b>Profit before tax</b>		<b>8,843</b>	<b>11,105</b>	<b>8,843</b>	<b>11,105</b>
Tax expense	B5	(2,373)	(2,724)	(2,373)	(2,724)
<b>Profit for the period</b>		<b>6,470</b>	<b>8,381</b>	<b>6,470</b>	<b>8,381</b>
<b>Other comprehensive income</b>					
Foreign exchange translation difference		61	29	61	29
<b>Total comprehensive income</b>		<b>6,531</b>	<b>8,410</b>	<b>6,531</b>	<b>8,410</b>
Profit for the period attributable to:					
Owners of the Company		5,768	7,427	5,768	7,427
Non-controlling Interest		702	954	702	954
<b>Profit for the period</b>		<b>6,470</b>	<b>8,381</b>	<b>6,470</b>	<b>8,381</b>
Total comprehensive income for the period attributable to:					
Owners of the Company		5,813	7,447	5,813	7,447
Non-controlling Interest		718	963	718	963
<b>Total comprehensive income</b>		<b>6,531</b>	<b>8,410</b>	<b>6,531</b>	<b>8,410</b>
Basic earnings per share (sen)	B10	1.17	1.47	1.17	1.47
Diluted earnings per share (sen)	B10	1.17	1.47	1.17	1.47

**Note:**

At 31 December 2019, the effect on the earnings per share in respect of potential ordinary shares from the exercise of share option is anti-dilutive.

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 2019.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**  
(The figures have not been audited)

	NOTE	AS AT 31 DEC 2019 RM'000	AS AT 30 SEPT 2019 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		97,954	98,650
Investment properties		77,339	77,339
Inventories		148,635	150,945
Deferred tax assets		5,628	5,558
		<u>329,556</u>	<u>332,492</u>
<b>Current assets</b>			
Inventories		271,732	272,864
Contract assets		18,118	18,464
Contract costs		3,234	3,949
Trade and other receivables		84,859	95,791
Prepayments		1,369	1,011
Current tax assets		276	176
Cash and cash equivalents		97,438	83,325
		<u>477,026</u>	<u>475,580</u>
<b>TOTAL ASSETS</b>		<b><u>806,582</u></b>	<b><u>808,072</u></b>
<b>EQUITY</b>			
Share capital		265,030	265,030
Treasury shares		(9,560)	(9,073)
Reserves and retained earnings		239,479	233,544
<b>Total equity attributable to owners of the Company</b>		<u>494,949</u>	<u>489,501</u>
<b>Non-controlling interest</b>		<u>25,221</u>	<u>24,503</u>
<b>TOTAL EQUITY</b>		<b><u>520,170</u></b>	<b><u>514,004</u></b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B7	43,590	47,320
Trade payables		6,055	6,055
Deferred tax liabilities		4,694	4,707
		<u>54,339</u>	<u>58,082</u>
<b>Current liabilities</b>			
Loans and borrowings	B7	153,224	141,634
Trade and other payables		59,988	76,098
Contract liabilities		16,850	16,558
Provision for warranties		394	394
Current tax liabilities		1,617	1,302
		<u>232,073</u>	<u>235,986</u>
<b>TOTAL LIABILITIES</b>		<b><u>286,412</u></b>	<b><u>294,068</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>806,582</u></b>	<b><u>808,072</u></b>
<b>Net assets per share (RM)</b>		<b><u>1.01</u></b>	<b><u>0.99</u></b>

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 2019.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 3 MONTHS ENDED 31 DECEMBER 2019**  
(The figures have not been audited)

NOTE	<----- Non-distributable ----->				Distributable		NON-CONTROLLING INTEREST RM'000	TOTAL EQUITY RM'000
	SHARE CAPITAL RM'000	TREASURY SHARES RM'000	TRANSLATION RESERVE RM'000	SHARE OPTION RESERVE RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000		
<b>At 1 October 2019</b>	265,030	(9,073)	1,655	2,090	229,799	489,501	24,503	514,004
Total comprehensive income for the financial period								
- Foreign exchange translation reserve	-	-	45	-	-	45	16	61
- Profit for the financial period	-	-	-	-	5,768	5,768	702	6,470
<b>Total comprehensive income for the financial year</b>	-	-	45	-	5,768	5,813	718	6,531
<i>Contribution by and (distributions to) owners of the Company</i>								
- Share-based payment transactions	-	-	-	122	-	122	-	122
- Own shares acquired	A7	(487)	-	-	-	(487)	-	(487)
<b>Total transactions with owners of the Company</b>	-	(487)	-	122	-	(365)	-	(365)
<b>At 31 December 2019</b>	<u>265,030</u>	<u>(9,560)</u>	<u>1,700</u>	<u>2,212</u>	<u>235,567</u>	<u>494,949</u>	<u>25,221</u>	<u>520,170</u>

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 2019.

**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		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	SHARE OPTION RESERVE RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000		
	<b>At 1 October 2018</b>	265,028	(13,620)	421	1,676	1,605	223,455		
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
<b>Total comprehensive income for the financial year</b>	-	-	-	20	-	7,427	7,447	963	8,410
<i>Contribution by and (distributions to) owners of the Company</i>									
- Own shares acquired	-	(610)	-	-	-	-	(610)	-	(610)
- Exercise of warrants	2	-	-	-	-	-	2	-	2
- Share-based payment transactions	-	-	-	-	122	-	122	-	122
<b>Total transactions with owners of the Company</b>	2	(610)	-	-	122	-	(486)	-	(486)
<b>At 31 December 2018</b>	<b>265,030</b>	<b>(14,230)</b>	<b>421</b>	<b>1,696</b>	<b>1,727</b>	<b>230,882</b>	<b>485,526</b>	<b>23,730</b>	<b>509,256</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 2019.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 3 MONTHS ENDED 31 DECEMBER 2019**

(The figures have not been audited)

	<b>3 MONTHS ENDED 31 DEC 2019 RM'000</b>	<b>3 MONTHS ENDED 31 DEC 2018 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	8,843	11,105
Adjustments	2,617	3,180
Operating profit before changes in working capital	11,460	14,285
Changes in working capital:		
Inventories	3,623	(10,183)
Prepayments	(358)	(195)
Contract assets	346	(1,042)
Contract liabilities	292	(4,268)
Contract costs	715	2,806
Trade and other receivables	11,185	16,171
Trade and other payables	(16,110)	(3,220)
<b>Cash generated from operations</b>	11,153	14,354
Provision for warranties utilised	(137)	(320)
Tax paid net of refund	(2,242)	(2,796)
<b>Net cash generated from operating activities</b>	8,774	11,238
<b>Cash flows from investing activities</b>		
Additions of: -		
- property, plant and equipment	(164)	(145)
Interest received	583	657
Proceeds from disposal of property, plant and equipment	1	3
<b>Net cash generated from investing activities</b>	420	515
<b>Cash flows from financing activities</b>		
Drawdown / (Repayment) of borrowings - net	26,527	(10,706)
Interest paid	(2,547)	(1,780)
Purchase of own shares	(487)	(610)
Proceeds from exercise of warrants	-	2
<b>Net cash generated from/(used in) financing activities</b>	23,493	(13,094)
<b>Net increase / (decrease) in cash and cash equivalents</b>	32,687	(1,341)
<b>Cash and cash equivalents at beginning of financial period</b>	64,658	95,902
<b>Effect of exchange rate fluctuation on cash held</b>	93	13
<b>Cash and cash equivalents at end of financial period</b>	97,438	94,574
<b>Cash and cash equivalents</b>		
Cash and bank balance and deposits placed with licensed banks	97,438	102,500
Bank overdraft	-	(7,926)
	97,438	94,574

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 2019.