

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the third quarter ended 30 June 2020

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q3)		CUMULATIVE QUARTER (9 MONTHS)	
		CURRENT YEAR QUARTER 30 JUNE 2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 JUNE 2019 RM'000	CURRENT YEAR TO DATE 30 JUNE 2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 JUNE 2019 RM'000
Revenue		74,195	94,992	256,009	254,782
Cost of sales		(52,676)	(66,765)	(174,674)	(177,279)
Gross profit		21,519	28,227	81,335	77,503
Operating expenses		(13,004)	(14,185)	(39,222)	(39,710)
Other operating income		1,494	1,227	3,479	3,555
Profit from operations		10,009	15,269	45,592	41,348
Finance costs		(2,203)	(2,323)	(7,402)	(6,133)
Depreciation and amortisation		(876)	(879)	(2,526)	(3,005)
<b>Profit before tax</b>		<b>6,930</b>	<b>12,067</b>	<b>35,664</b>	<b>32,210</b>
Tax expense	B5	(2,249)	(2,966)	(9,826)	(8,026)
<b>Profit for the period</b>		<b>4,681</b>	<b>9,101</b>	<b>25,838</b>	<b>24,184</b>
<b>Other comprehensive income</b>					
Foreign exchange translation difference		227	295	274	163
<b>Total comprehensive income</b>		<b>4,908</b>	<b>9,396</b>	<b>26,112</b>	<b>24,347</b>
Profit for the period attributable to:					
Owners of the Company		4,246	8,415	24,148	21,842
Non-controlling Interest		435	686	1,690	2,342
<b>Profit for the period</b>		<b>4,681</b>	<b>9,101</b>	<b>25,838</b>	<b>24,184</b>
Total comprehensive income for the period attributable to:					
Owners of the Company		4,409	8,629	24,345	21,956
Non-controlling Interest		499	767	1,767	2,391
<b>Total comprehensive income</b>		<b>4,908</b>	<b>9,396</b>	<b>26,112</b>	<b>24,347</b>
Basic earnings per share (sen)	B11	0.87	1.71	4.94	4.43
Diluted earnings per share (sen)	B11	0.87	1.71	4.94	4.43

**Note:**

At 30 June 2020, 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 30 JUNE 2020**  
(The figures have not been audited)

	NOTE	AS AT 30 JUNE 2020 RM'000	AS AT 30 SEPT 2019 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		97,929	98,650
Right-of-use assets		157	-
Investment properties		77,339	77,339
Inventories		131,769	150,945
Deferred tax assets		6,159	5,558
		<u>313,353</u>	<u>332,492</u>
<b>Current assets</b>			
Inventories		262,678	272,864
Contract assets		21,834	18,464
Contract costs		2,653	3,949
Trade and other receivables		86,280	95,791
Prepayments		909	1,011
Current tax assets		630	176
Cash and cash equivalents		120,825	83,325
		<u>495,809</u>	<u>475,580</u>
<b>TOTAL ASSETS</b>		<b><u>809,162</u></b>	<b><u>808,072</u></b>
<b>EQUITY</b>			
Share capital		265,030	265,030
Treasury shares		(10,874)	(9,073)
Reserves and retained earnings		248,341	233,544
<b>Total equity attributable to owners of the Company</b>		<u>502,497</u>	<u>489,501</u>
<b>Non-controlling interest</b>		<u>26,270</u>	<u>24,503</u>
<b>TOTAL EQUITY</b>		<b><u>528,767</u></b>	<b><u>514,004</u></b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B7	61,985	47,320
Trade payables		6,055	6,055
Deferred tax liabilities		3,295	4,707
		<u>71,335</u>	<u>58,082</u>
<b>Current liabilities</b>			
Loans and borrowings	B7	133,262	141,634
Trade and other payables		52,902	76,098
Contract liabilities		16,795	16,558
Lease liabilities		161	-
Provision for warranties		390	394
Current tax liabilities		5,550	1,302
		<u>209,060</u>	<u>235,986</u>
<b>TOTAL LIABILITIES</b>		<b><u>280,395</u></b>	<b><u>294,068</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>809,162</u></b>	<b><u>808,072</u></b>
<b>Net assets per share (RM)</b>		<b><u>1.03</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 9 MONTHS ENDED 30 JUNE 2020**  
(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	-	-	197	-	-	197	77	274
- Profit for the financial period	-	-	-	-	24,148	24,148	1,690	25,838
<b>Total comprehensive income for the financial year</b>	-	-	197	-	24,148	24,345	1,767	26,112
<i>Contribution by and (distributions to) owners of the Company</i>								
- Dividends to owners of the Company	-	-	-	-	(9,831)	(9,831)	-	(9,831)
- Share-based payment transactions	-	-	-	283	-	283	-	283
- Own shares acquired	A6	(1,801)	-	-	-	(1,801)	-	(1,801)
<b>Total transactions with owners of the Company</b>	-	(1,801)	-	283	(9,831)	(11,349)	-	(11,349)
<b>At 30 June 2020</b>	<b>265,030</b>	<b>(10,874)</b>	<b>1,852</b>	<b>2,373</b>	<b>244,116</b>	<b>502,497</b>	<b>26,270</b>	<b>528,767</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 CHANGES IN EQUITY**  
**FOR THE 9 MONTHS ENDED 30 JUNE 2019**

(The figures have not been audited)

NOTE	Non-distributable				Distributable		TOTAL	NON-CONTROLLING INTEREST	TOTAL EQUITY
	SHARE CAPITAL	TREASURY SHARES	CAPITAL RESERVE	TRANSLATION RESERVE	SHARE OPTION RESERVE	RETAINED EARNINGS			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
<b>At 1 October 2018</b>	265,028	(13,620)	421	1,676	1,605	223,455	478,565	22,767	501,332
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 year</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)
- Own shares acquired	-	(5,496)	-	-	-	-	(5,496)	-	(5,496)
- Exercise of warrants	2	-	-	-	-	-	2	-	2
- Share-based payment transactions	-	-	-	-	364	-	364	-	364
<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>	<b>265,030</b>	<b>(19,116)</b>	<b>421</b>	<b>1,790</b>	<b>1,969</b>	<b>233,971</b>	<b>484,065</b>	<b>25,158</b>	<b>509,223</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 9 MONTHS ENDED 30 JUNE 2020**

(The figures have not been audited)

	<b>9 MONTHS ENDED 30 JUNE 2020 RM'000</b>	<b>9 MONTHS ENDED 30 JUNE 2019 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	35,664	32,210
Adjustments	10,901	7,539
Operating profit before changes in working capital	46,565	39,749
Changes in working capital:		
Inventories	28,601	(16,217)
Prepayments	102	(149)
Contract assets	(3,370)	(5,969)
Contract liabilities	237	(4,267)
Contract costs	1,296	4,018
Trade and other receivables	7,822	(3,009)
Trade and other payables	(23,164)	(10,789)
<b>Cash generated from operations</b>	58,089	3,367
Provision for warranties utilised	(234)	(503)
Tax paid net of refund	(8,046)	(9,219)
<b>Net cash generated from/(used in) operating activities</b>	49,809	(6,355)
<b>Cash flows from investing activities</b>		
Additions of: -		
- property, plant and equipment	(1,632)	(377)
- investment properties	-	(794)
Interest received	1,647	3,005
Proceeds from disposal of property, plant and equipment	1	142
<b>Net cash generated from investing activities</b>	16	1,976
<b>Cash flows from financing activities</b>		
Dividends paid to owners of the Company	(9,831)	(11,326)
Drawdown of borrowings - net	24,960	21,626
Interest paid	(7,083)	(5,870)
Payment of lease liabilities	(58)	-
Purchase of own shares	(1,801)	(5,496)
Proceeds from exercise of warrants	-	2
<b>Net cash generated from/(used in) financing activities</b>	6,187	(1,064)
<b>Net increase/(decrease) in cash and cash equivalents</b>	56,012	(5,443)
<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>	155	58
<b>Cash and cash equivalents at end of financial period</b>	120,825	90,517
<b>Cash and cash equivalents</b>		
Cash and bank balance and deposits placed with licensed banks	120,825	108,410
Bank overdraft	-	(17,893)
	120,825	90,517

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.