

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the fourth quarter ended 30 September 2020

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q4)		CUMULATIVE QUARTER (12 MONTHS)	
		CURRENT YEAR QUARTER 30 SEPT 2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 SEPT 2019 RM'000	CURRENT YEAR TO DATE 30 SEPT 2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30 SEPT 2019 RM'000
Revenue		122,582	82,630	378,591	337,412
Cost of sales		(84,654)	(58,014)	(259,328)	(235,293)
Gross profit		37,928	24,616	119,263	102,119
Operating expenses		(12,389)	(12,793)	(51,611)	(52,503)
Change in fair value of investment properties		(4,124)	-	(4,124)	-
Other operating income		1,295	1,036	4,774	4,591
Profit from operations		22,710	12,859	68,302	54,207
Finance costs		(2,171)	(2,475)	(9,573)	(8,608)
Depreciation and amortisation		(835)	(764)	(3,361)	(3,769)
Profit before tax		19,704	9,620	55,368	41,830
Tax expense	B5	(7,412)	(3,173)	(17,238)	(11,199)
Profit for the period		12,292	6,447	38,130	30,631
Other comprehensive income					
Foreign exchange translation difference		(269)	(185)	5	(22)
Total comprehensive income		12,023	6,262	38,135	30,609
Profit for the period attributable to:					
Owners of the Company		11,048	5,876	35,196	27,718
Non-controlling Interest		1,244	571	2,934	2,913
Profit for the period		12,292	6,447	38,130	30,631
Total comprehensive income for the period attributable to:					
Owners of the Company		10,857	5,741	35,202	27,697
Non-controlling Interest		1,166	521	2,933	2,912
Total comprehensive income		12,023	6,262	38,135	30,609
Basic earnings per share (sen)	B11	2.26	1.19	7.20	5.63
Diluted earnings per share (sen)	B11	2.26	1.19	7.20	5.63

Note:

At 30 September 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 SEPTEMBER 2020
(The figures have not been audited)

	NOTE	AS AT 30 SEPT 2020 RM'000	AS AT 30 SEPT 2019 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		98,901	98,650
Right-of-use assets		219	-
Investment properties		73,215	77,339
Inventories		132,227	150,945
Deferred tax assets		5,492	5,558
		<u>310,054</u>	<u>332,492</u>
Current assets			
Inventories		290,173	272,864
Contract assets		1,273	18,464
Contract costs		877	3,949
Trade and other receivables		118,986	95,791
Prepayments		1,153	1,011
Current tax assets		356	176
Cash and cash equivalents		114,027	83,325
		<u>526,845</u>	<u>475,580</u>
TOTAL ASSETS		<u>836,899</u>	<u>808,072</u>
EQUITY			
Share capital		265,030	265,030
Treasury shares		(10,904)	(9,073)
Reserves and retained earnings		254,312	233,544
Total equity attributable to owners of the Company		<u>508,438</u>	<u>489,501</u>
Non-controlling interest		<u>25,299</u>	<u>24,503</u>
TOTAL EQUITY		<u>533,737</u>	<u>514,004</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	58,111	47,320
Trade payables		6,358	6,055
Lease liabilities		73	-
Deferred tax liabilities		2,881	4,707
		<u>67,423</u>	<u>58,082</u>
Current liabilities			
Loans and borrowings	B7	127,958	141,634
Trade and other payables		80,326	76,098
Contract liabilities		19,623	16,558
Lease liabilities		150	-
Provision for warranties		435	394
Current tax liabilities		7,247	1,302
		<u>235,739</u>	<u>235,986</u>
TOTAL LIABILITIES		<u>303,162</u>	<u>294,068</u>
TOTAL EQUITY AND LIABILITIES		<u>836,899</u>	<u>808,072</u>
Net assets per share (RM)		<u>1.04</u>	<u>0.99</u>

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 12 MONTHS ENDED 30 SEPTEMBER 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		
At 1 October 2019	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	-	-	6	-	-	6	(1)	5
- Profit for the financial period	-	-	-	-	35,196	35,196	2,934	38,130
Total comprehensive income for the financial year	-	-	6	-	35,196	35,202	2,933	38,135
<i>Contribution by and (distributions to) owners of the Company</i>								
- Dividends to owners of the Company	-	-	-	-	(14,717)	(14,717)	-	(14,717)
- Share-based payment transactions	-	-	-	283	-	283	-	283
- Own shares acquired	A6	(1,831)	-	-	-	(1,831)	-	(1,831)
Total transactions with owners of the Company	-	(1,831)	-	283	(14,717)	(16,265)	-	(16,265)
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	(2,137)	(2,137)
At 30 September 2020	<u>265,030</u>	<u>(10,904)</u>	<u>1,661</u>	<u>2,373</u>	<u>250,278</u>	<u>508,438</u>	<u>25,299</u>	<u>533,737</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 12 MONTHS ENDED 30 SEPTEMBER 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	CAPITAL RESERVE RM'000	TRANSLATION RESERVE RM'000	SHARE OPTION RESERVE RM'000	RETAINED EARNINGS RM'000	TOTAL RM'000		
At 1 October 2018	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	-	-	-	(21)	-	-	(21)	(1)	(22)
- Profit for the financial period	-	-	-	-	-	27,718	27,718	2,913	30,631
Total comprehensive income for the financial year	-	-	-	(21)	-	27,718	27,697	2,912	30,609
<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	-	(5,922)	-	-	-	-	(5,922)	-	(5,922)
- Exercise of warrants	2	-	-	-	-	-	2	-	2
- Expiry of unexercised warrants	-	-	(421)	-	-	421	-	-	-
- Cancellation of treasury shares	-	10,469	-	-	-	(10,469)	-	-	-
- Share-based payment transactions	-	-	-	-	485	-	485	-	485
Total transactions with owners of the Company	2	4,547	(421)	-	485	(21,374)	(16,761)	-	(16,761)
Dividends paid by subsidiaries to non-controlling interest	-	-	-	-	-	-	-	(1,176)	(1,176)
At 30 September 2019	265,030	(9,073)	-	1,655	2,090	229,799	489,501	24,503	514,004

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 12 MONTHS ENDED 30 SEPTEMBER 2020

(The figures have not been audited)

	12 MONTHS ENDED 30 SEPT 2020 RM'000	12 MONTHS ENDED 30 SEPT 2019 RM'000
Cash flows from operating activities		
Profit before tax	55,368	41,830
Adjustments	18,681	12,564
Operating profit before changes in working capital	74,049	54,394
Changes in working capital:		
Contract assets	17,191	(14,075)
Contract liabilities	3,065	(7,260)
Contract costs	3,072	4,605
Inventories	(1,088)	(31,753)
Prepayments	(142)	(31)
Trade and other payables	4,425	(2,021)
Trade and other receivables	(24,292)	5,993
Cash generated from operations	76,280	9,852
Provision for warranties utilised	(261)	(529)
Tax paid net of refund	(13,138)	(9,814)
Net cash generated from/(used in) operating activities	62,881	(491)
Cash flows from investing activities		
Additions of: -		
- investment properties	-	(794)
- property, plant and equipment	(3,480)	(405)
Interest received	2,120	2,642
Proceeds from disposal of property, plant and equipment	1	141
Net cash (used in)/generated from investing activities	(1,359)	1,584
Cash flows from financing activities		
Dividends paid to non-controlling interest	(2,137)	(1,176)
Dividends paid to owners of the Company	(14,717)	(11,326)
Drawdown/(Repayment) of borrowings - net	15,782	(3,577)
Interest paid	(9,113)	(10,315)
Payment of lease liabilities	(123)	-
Purchase of own shares	(1,831)	(5,922)
Proceeds from exercise of warrants	-	2
Net cash used in financing activities	(12,139)	(32,314)
Net increase/(decrease) in cash and cash equivalents	49,383	(31,221)
Cash and cash equivalents at beginning of financial period	64,658	95,902
Effect of exchange rate fluctuation on cash held	(14)	(23)
Cash and cash equivalents at end of financial year	114,027	64,658
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	114,027	83,325
Bank overdraft	-	(18,667)
	114,027	64,658

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.