

FIAMMA HOLDINGS BERHAD

Quarterly Report on consolidated results for the first quarter ended 31 December 2020

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 2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 DEC 2019 RM'000	CURRENT YEAR TO DATE 31 DEC 2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 DEC 2019 RM'000
Revenue		99,476	74,999	99,476	74,999
Cost of sales		(70,052)	(51,950)	(70,052)	(51,950)
Gross profit		29,424	23,049	29,424	23,049
Operating expenses		(12,753)	(12,153)	(12,753)	(12,153)
Other operating income		1,149	1,076	1,149	1,076
Profit from operations		17,820	11,972	17,820	11,972
Finance costs		(1,799)	(2,308)	(1,799)	(2,308)
Depreciation and amortisation		(677)	(821)	(677)	(821)
Profit before tax		15,344	8,843	15,344	8,843
Tax expense	B5	(3,915)	(2,373)	(3,915)	(2,373)
Profit for the period		11,429	6,470	11,429	6,470
Other comprehensive income					
Foreign exchange translation difference		59	61	59	61
Total comprehensive income		11,488	6,531	11,488	6,531
Profit for the period attributable to:					
Owners of the Company		10,410	5,768	10,410	5,768
Non-controlling Interest		1,019	702	1,019	702
Profit for the period		11,429	6,470	11,429	6,470
Total comprehensive income for the period attributable to:					
Owners of the Company		10,452	5,813	10,452	5,813
Non-controlling Interest		1,036	718	1,036	718
Total comprehensive income		11,488	6,531	11,488	6,531
Basic earnings per share (sen)	B11	2.13	1.17	2.13	1.17
Diluted earnings per share (sen)	B11	2.13	1.17	2.13	1.17

Note:

At 31 December 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 2020.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020
(The figures have not been audited)

	NOTE	AS AT 31 DEC 2020 RM'000	AS AT 30 SEPT 2020 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		100,327	98,901
Right-of-use assets		177	219
Investment properties		73,215	73,215
Inventories		132,346	132,227
Deferred tax assets		5,724	5,492
		<u>311,789</u>	<u>310,054</u>
Current assets			
Inventories		285,532	290,173
Contract assets		1,987	1,273
Contract costs		372	877
Trade and other receivables		101,672	118,986
Prepayments		1,342	1,153
Current tax assets		413	356
Cash and cash equivalents		124,715	114,027
		<u>516,033</u>	<u>526,845</u>
TOTAL ASSETS		<u>827,822</u>	<u>836,899</u>
EQUITY			
Share capital		265,030	265,030
Treasury shares		(11,023)	(10,904)
Reserves and retained earnings		264,764	254,312
Total equity attributable to owners of the Company		<u>518,771</u>	<u>508,438</u>
Non-controlling interest		<u>26,335</u>	<u>25,299</u>
TOTAL EQUITY		<u>545,106</u>	<u>533,737</u>
LIABILITIES			
Non-current liabilities			
Loans and borrowings	B7	54,324	58,111
Trade payables		6,358	6,358
Lease liabilities		67	73
Deferred tax liabilities		2,884	2,881
		<u>63,633</u>	<u>67,423</u>
Current liabilities			
Loans and borrowings	B7	120,101	127,958
Trade and other payables		66,761	80,326
Contract liabilities		23,060	19,623
Lease liabilities		115	150
Provision for warranties		435	435
Current tax liabilities		8,611	7,247
		<u>219,083</u>	<u>235,739</u>
TOTAL LIABILITIES		<u>282,716</u>	<u>303,162</u>
TOTAL EQUITY AND LIABILITIES		<u>827,822</u>	<u>836,899</u>
Net assets per share (RM)		<u>1.0622</u>	<u>1.0405</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 2020.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 3 MONTHS ENDED 31 DECEMBER 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 2020	265,030	(10,904)	1,661	2,373	250,278	508,438	25,299	533,737
Total comprehensive income for the financial period								
- Foreign exchange translation reserve	-	-	42	-	-	42	17	59
- Profit for the financial period	-	-	-	-	10,410	10,410	1,019	11,429
Total comprehensive income for the financial year	-	-	42	-	10,410	10,452	1,036	11,488
Contribution by and (distributions to) owners of the Company								
- Own shares acquired	A6	(119)	-	-	-	(119)	-	(119)
Total transactions with owners of the Company	-	(119)	-	-	-	(119)	-	(119)
At 31 December 2020	<u>265,030</u>	<u>(11,023)</u>	<u>1,703</u>	<u>2,373</u>	<u>260,688</u>	<u>518,771</u>	<u>26,335</u>	<u>545,106</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 2020.

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		
	At 1 October 2019	265,030	(9,073)	1,655	2,090	229,799		
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
Total comprehensive income for the financial year	-	-	45	-	5,768	5,813	718	6,531
<i>Contribution by and (distributions to) owners of the Company</i>								
- Own shares acquired	-	(487)	-	-	-	(487)	-	(487)
- Share-based payment transactions	-	-	-	122	-	122	-	122
Total transactions with owners of the Company	-	(487)	-	122	-	(365)	-	(365)
At 31 December 2019	<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 2020.

FIAMMA HOLDINGS BERHAD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 3 MONTHS ENDED 31 DECEMBER 2020

(The figures have not been audited)

	3 MONTHS ENDED 31 DEC 2020 RM'000	3 MONTHS ENDED 31 DEC 2019 RM'000
Cash flows from operating activities		
Profit before tax	15,344	8,843
Adjustments	1,940	2,617
Operating profit before changes in working capital	17,284	11,460
Changes in working capital:		
Contract assets	(714)	346
Contract liabilities	3,437	292
Contract costs	505	715
Inventories	4,479	3,623
Prepayments	(189)	(358)
Trade and other payables	(13,578)	(16,110)
Trade and other receivables	17,470	11,185
Cash generated from operations	28,694	11,153
Provision for warranties utilised	(164)	(137)
Tax paid net of refund	(2,836)	(2,242)
Net cash from operating activities	25,694	8,774
Cash flows from investing activities		
Addition of property, plant and equipment	(2,033)	(164)
Interest received	468	583
Proceeds from disposal of property, plant and equipment	-	1
Net cash (used in)/from investing activities	(1,565)	420
Cash flows from financing activities		
(Repayment)/Drawdown of borrowings - net	(11,644)	26,527
Interest paid	(1,666)	(2,547)
Interest paid in relation to lease liabilities	(2)	-
Payment of lease liabilities	(41)	-
Purchase of treasury shares	(119)	(487)
Net cash (used in)/from financing activities	(13,472)	23,493
Net increase in cash and cash equivalents	10,657	32,687
Cash and cash equivalents at beginning of financial year	114,027	64,658
Effect of exchange rate fluctuation on cash held	31	93
Cash and cash equivalents at end of financial period	124,715	97,438
Cash and cash equivalents		
Cash and bank balance and deposits placed with licensed banks	124,715	97,438
Bank overdraft	-	-
	124,715	97,438

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 2020.