

**FIAMMA HOLDINGS BERHAD**

Quarterly Report on consolidated results for the second quarter ended 31 March 2021

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

(The figures have not been audited)

	NOTE	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 MONTHS)	
		CURRENT YEAR QUARTER 31 MAR 2021 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 MAR 2020 RM'000	CURRENT YEAR TO DATE 31 MAR 2021 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 MAR 2020 RM'000
Revenue		93,265	106,815	192,741	181,814
Cost of sales		(63,742)	(70,048)	(133,794)	(121,998)
Gross profit		29,523	36,767	58,947	59,816
Operating expenses		(11,714)	(14,065)	(24,467)	(26,218)
Other operating income		891	909	2,040	1,985
Profit from operations		18,700	23,611	36,520	35,583
Finance costs		(1,571)	(2,891)	(3,370)	(5,199)
Depreciation and amortisation		(685)	(829)	(1,362)	(1,650)
<b>Profit before tax</b>		<b>16,444</b>	<b>19,891</b>	<b>31,788</b>	<b>28,734</b>
Tax expense	B5	(4,267)	(5,204)	(8,182)	(7,577)
<b>Profit for the period</b>		<b>12,177</b>	<b>14,687</b>	<b>23,606</b>	<b>21,157</b>
<b>Other comprehensive income</b>					
Foreign exchange translation difference		197	(14)	256	47
<b>Total comprehensive income</b>		<b>12,374</b>	<b>14,673</b>	<b>23,862</b>	<b>21,204</b>
Profit for the period attributable to:					
Owners of the Company		11,225	14,134	21,635	19,902
Non-controlling Interest		952	553	1,971	1,255
<b>Profit for the period</b>		<b>12,177</b>	<b>14,687</b>	<b>23,606</b>	<b>21,157</b>
Total comprehensive income for the period attributable to:					
Owners of the Company		11,367	14,123	21,819	19,936
Non-controlling Interest		1,007	550	2,043	1,268
<b>Total comprehensive income</b>		<b>12,374</b>	<b>14,673</b>	<b>23,862</b>	<b>21,204</b>
Basic earnings per share (sen)	B11	2.29	2.88	4.42	4.06
Diluted earnings per share (sen)	B11	2.21	2.88	4.27	4.06

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 MARCH 2021**  
(The figures have not been audited)

	NOTE	AS AT 31 MAR 2021 RM'000	AS AT 30 SEPT 2020 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		100,363	98,901
Right-of-use assets		143	219
Investment properties		73,215	73,215
Inventories		133,013	132,227
Deferred tax assets		5,540	5,492
		<u>312,274</u>	<u>310,054</u>
<b>Current assets</b>			
Inventories		279,124	290,173
Contract assets		2,496	1,273
Contract costs		290	877
Trade and other receivables		102,386	118,986
Prepayments		1,320	1,153
Current tax assets		423	356
Cash and cash equivalents		126,597	114,027
		<u>512,636</u>	<u>526,845</u>
<b>TOTAL ASSETS</b>		<b><u>824,910</u></b>	<b><u>836,899</u></b>
<b>EQUITY</b>			
Share capital		267,413	265,030
Treasury shares		(11,023)	(10,904)
Reserves and retained earnings		275,840	254,312
<b>Total equity attributable to owners of the Company</b>		<u>532,230</u>	<u>508,438</u>
<b>Non-controlling interest</b>		<u>27,342</u>	<u>25,299</u>
<b>TOTAL EQUITY</b>		<b><u>559,572</u></b>	<b><u>533,737</u></b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B7	48,797	58,111
Trade payables		6,358	6,358
Lease liabilities		61	73
Deferred tax liabilities		2,910	2,881
		<u>58,126</u>	<u>67,423</u>
<b>Current liabilities</b>			
Loans and borrowings	B7	112,855	127,958
Trade and other payables		61,278	80,326
Contract liabilities		22,271	19,623
Lease liabilities		86	150
Provision for warranties		515	435
Current tax liabilities		10,207	7,247
		<u>207,212</u>	<u>235,739</u>
<b>TOTAL LIABILITIES</b>		<b><u>265,338</u></b>	<b><u>303,162</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>824,910</u></b>	<b><u>836,899</u></b>
<b>Net assets per share (RM)</b>		<b><u>1.0815</u></b>	<b><u>1.0405</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 2020.

**FIAMMA HOLDINGS BERHAD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 6 MONTHS ENDED 31 MARCH 2021**  
(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 2020</b>	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	-	-	184	-	-	184	72	256
- Profit for the financial period	-	-	-	-	21,635	21,635	1,971	23,606
<b>Total comprehensive income for the financial year</b>	-	-	184	-	21,635	21,819	2,043	23,862
<i>Contribution by and (distributions to) owners of the Company</i>								
- Issuance of ordinary shares pursuant to ESOS	A6	2,092	-	-	-	2,092	-	2,092
- Transfer from share option reserve		291	-	(933)	642	-	-	-
- Own shares acquired	A6	-	(119)	-	-	(119)	-	(119)
<b>Total transactions with owners of the Company</b>		2,383	(119)	-	(933)	1,973	-	1,973
<b>At 31 March 2021</b>		267,413	(11,023)	1,845	1,440	272,555	27,342	559,572

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 6 MONTHS ENDED 31 MARCH 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		
Total comprehensive income for the financial period								
- Foreign exchange translation reserve	-	-	34	-	-	34	13	47
- Profit for the financial period	-	-	-	-	19,902	19,902	1,255	21,157
<b>Total comprehensive income for the financial year</b>	-	-	34	-	19,902	19,936	1,268	21,204
<i>Contribution by and (distributions to) owners of the Company</i>								
- Own shares acquired	-	(1,030)	-	-	-	(1,030)	-	(1,030)
- Share-based payment transactions	-	-	-	242	-	242	-	242
<b>Total transactions with owners of the Company</b>	-	(1,030)	-	242	-	(788)	-	(788)
<b>At 31 March 2020</b>	<u>265,030</u>	<u>(10,103)</u>	<u>1,689</u>	<u>2,332</u>	<u>249,701</u>	<u>508,649</u>	<u>25,771</u>	<u>534,420</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 6 MONTHS ENDED 31 MARCH 2021**

(The figures have not been audited)

	<b>6 MONTHS ENDED 31 MAR 2021 RM'000</b>	<b>6 MONTHS ENDED 31 MAR 2020 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	31,788	28,734
Adjustments	4,022	7,618
Operating profit before changes in working capital	35,810	36,352
Changes in working capital:		
Contract assets	(1,223)	(352)
Contract liabilities	2,648	48
Contract costs	587	1,158
Inventories	9,993	28,687
Prepayments	(167)	(580)
Trade and other payables	(19,034)	(17,257)
Trade and other receivables	16,752	10,309
<b>Cash generated from operations</b>	45,366	58,365
Provision for warranties utilised	(244)	(137)
Tax paid net of refund	(5,308)	(4,421)
<b>Net cash from operating activities</b>	39,814	53,807
<b>Cash flows from investing activities</b>		
Addition of property, plant and equipment	(2,619)	(1,117)
Interest received	865	1,086
Proceeds from disposal of property, plant and equipment	-	1
<b>Net cash used in investing activities</b>	(1,754)	(30)
<b>Cash flows from financing activities</b>		
(Repayment)/Drawdown of borrowings - net	(24,417)	15,749
Interest paid	(3,153)	(4,988)
Interest paid in relation to lease liabilities	(4)	-
Payment of lease liabilities	(81)	-
Proceeds from issuance of ordinary shares pursuant to ESOS	2,092	-
Purchase of treasury shares	(119)	(1,030)
<b>Net cash (used in)/from financing activities</b>	(25,682)	9,731
<b>Net increase in cash and cash equivalents</b>	12,378	63,508
<b>Cash and cash equivalents at beginning of financial year</b>	114,027	64,658
<b>Effect of exchange rate fluctuation on cash held</b>	192	27
<b>Cash and cash equivalents at end of financial period</b>	126,597	128,193
<b>Cash and cash equivalents</b>		
Cash and bank balance and deposits placed with licensed banks	126,597	128,193
Bank overdraft	-	-
	126,597	128,193

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.