

ASTRAL ASIA BHD (374600-X)

Part A1 : Quarterly Report

Quarterly report for the financial period ended : 31.12.2017
Quarter : 4th Quarter
Financial Year End : 31.12.2017
The Figures : Have not been audited

Part A2 : Summary of Key Financial Information for the financial period ended 31/12/2017

	Individual Quarter		Cumulative Period	
	Current year quarter 31.12.2017	Preceding year quarter 31.12.2016	Current year to date 31.12.2017	Preceding year to date 31.12.2016
	RM'000	RM'000	RM'000	RM'000
1 Revenue	8,631	6,363	31,489	25,813
2 Profit/(Loss) before tax	1,901	118	4,693	2,065
3 Profit/(Loss) for the period	1,019	2,314	1,082	2,391
4 Profit/(Loss) attributable to ordinary equity holders of the parent	257	720	(1,647)	5
5 Basic earning / (loss) per shares (sen) *	0.04	0.11	(0.25)	0.00
6 Proposed /Declared dividend per share (sen)	-	-	-	-
	As at end of current quarter		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the company (RM) *		0.3119		0.3096

Part A3 : Additional Information

	Individual Quarter		Cumulative Period	
	Current year quarter 31.12.2017	Preceding year quarter 31.12.2016	Current year to date 31.12.2017	Preceding year to date 31.12.2016
	RM'000	RM'000	RM'000	RM'000
1 Gross interest income	90	11	121	46
2 Gross interest expenses	165	177	724	855

ASTRAL ASIA BHD (374600-X)
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR
THE FOURTH QUARTER ENDED 31 DECEMBER 2017**
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		<u>Current</u>	<u>Preceding</u>	<u>Current</u>	<u>Preceding</u>
		<u>Year</u>	<u>Year</u>	<u>Year</u>	<u>Year</u>
		<u>4th Quarter</u>		<u>ToDate</u>	
		<u>31-Dec-17</u>	<u>31-Dec-16</u>	<u>31-Dec-17</u>	<u>31-Dec-16</u>
		<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Continuing Operations</u>					
Revenue		8,631	6,363	31,489	25,813
Cost of sales		(741)	(2,862)	(13,642)	(17,050)
Gross profit		7,890	3,501	17,847	8,763
Other income		(812)	(1,237)	632	3,306
Administrative expenses		(4,548)	(1,906)	(12,605)	(9,091)
Other expenses		(427)	(44)	(427)	(44)
Finance costs		(172)	(182)	(724)	(855)
Share of profit/(loss) in associate		(30)	(14)	(30)	(14)
Profit/(loss) before taxation		1,901	118	4,693	2,065
Tax income/(expense)	18	(882)	2,196	(3,611)	326
Profit/(loss) after taxation		1,019	2,314	1,082	2,391
Other Comprehensive income/(loss), net of tax		4,702	1,991	4,702	1,991
Total comprehensive income/(loss) for the period		5,721	4,305	5,784	4,382
Profit/(loss) attributable to:					
Owners of the parent		257	720	(1,647)	5
Non-controlling interests		762	1,594	2,729	2,386
Profit/(loss) for the period		1,019	2,314	1,082	2,391
Total comprehensive income attributable to:					
Owners of the parent		3,390	1,855	1,486	1,140
Non-controlling interests		2,331	2,450	4,298	3,242
Total comprehensive income/(loss) for the period		5,721	4,305	5,784	4,382
Earning Per Share attributable to owners of the parent:					
Earning / (loss) per share (Sen) *	27	0.04	0.11	(0.25)	0.00

ASTRAL ASIA BHD (374600-X)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR
THE FOURTH QUARTER ENDED 31 DECEMBER 2017**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(UNAUDITED) CURRENT QUARTER END 31-Dec-17 RM'000	(AUDITED) PRECEDING YEAR END 31-Dec-16 RM'000
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	318,784	316,409
Biological assets	49,867	50,837
Investment Property	15,733	15,500
Investment in associated company	1,281	1,311
	<u>385,665</u>	<u>384,057</u>
Current assets		
Inventories	270	353
Trade receivables	2,920	4,368
Other receivables	3,591	4,825
Cash and cash equivalents	8,205	4,015
Tax Recoverable	-	-
	<u>14,986</u>	<u>13,561</u>
TOTAL ASSETS	<u>400,651</u>	<u>397,618</u>
<u>EQUITY AND LIABILITIES</u>		
Equity Attributable To Owners of the parent		
Share Capital	131,997	131,997
Share Premium	-	-
Capital Reserve	-	-
Revaluation Reserve	148,219	145,087
Available-for-sales Fair Value Reserve	(84,414)	(84,414)
Accumulated losses	10,034	11,681
Total equity attributable to owners of the parent	<u>205,836</u>	<u>204,351</u>
Non-controlling Interests	95,149	94,001
TOTAL EQUITY	<u>300,985</u>	<u>298,352</u>
Non-current liabilities		
Borrowings	12,609	13,585
Hire purchase creditors	389	654
Deferred taxation	75,104	73,382
	<u>88,102</u>	<u>87,621</u>
Current liabilities		
Trade payables	2,010	1,214
Other payables	6,430	6,095
Dividend payables	-	1,050
Borrowings	958	993
HP creditors	452	696
Amount due to associate company	565	565
Provision for Taxation	1,149	1,032
	<u>11,564</u>	<u>11,645</u>
TOTAL LIABILITIES	<u>99,666</u>	<u>99,266</u>
TOTAL EQUITY AND LIABILITIES	<u>400,651</u>	<u>397,618</u>

ASTRAL ASIA BHD (374600-X)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the parent →						Non-controlling Interest	Total Equity	
	← Non-distributable →								
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Available-for-sales Fair Value Reserve	Accumulated losses			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
As at 1 January 2017	131,997	-	-	145,087	(84,414)	11,681	204,351	94,001	298,352
Transactions with owners:-									
Dividend paid to non-controlling Interests								(3,150)	(3,150)
Total transactions with owners	-	-	-	-	-	-	-	(3,150)	(3,150)
Profit / (loss) for the period						(1,647)	(1,647)	2,729	1,082
Other Comprehensive income for the period									
Revaluation of leasehold land and buildings and biological assets, net of tax				3,132			3,132	1,569	4,701
Total Comprehensive income for the period				3,132		(1,647)	1,485	4,298	5,783
Balance as at 31 December 2017	131,997	-	-	148,219	(84,414)	10,034	205,836	95,149	300,985
As at 1 January 2016	23,999	1,333	22,726	143,952	-	11,676	203,687	92,859	296,546
Transactions with owners:-									
Issuance of bonus shares	107,997	(857)	(22,726)		(84,414)		0		(476)
Share issuance expenses		(476)					(476)		(476)
Dividend paid to non-controlling Interests								(2,100)	(2,100)
Total transactions with owners	107,997	(1,333)	(22,726)	-	(84,414)	-	(476)	(2,100)	(2,576)
Profit / (loss) for the financial year						5	5	2,386	2,391
Other Comprehensive income for the financial year									
Revaluation of leasehold land and buildings and biological assets, net of tax				1,135			1,135	856	1,991
Total Comprehensive income for the financial year				1,135		5	1,140	3,242	4,382
Balance as at 31 December 2016	131,997	-	-	145,087	(84,414)	11,681	204,351	94,001	298,352

ASTRAL ASIA BHD (374600-X)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
FOURTH QUARTER ENDED 31 DECEMBER 2017
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 MONTHS ENDED 31-Dec-17 RM'000	12 MONTHS ENDED 31-Dec-16 RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	4,693	2,065
<i>Adjustments for:-</i>		
Non-cash items/non-operating items	5,233	5,339
Interest expense	724	855
Interest income	(121)	(46)
<i>Operating profit before working capital changes</i>	10,529	8,213
<i>Changes in working capital:-</i>		
Net Change In Current Assets / Current Liabilities	3,778	(3,663)
Tax refund/(paid)	14,307 (3,207)	4,550 (1,918)
<i>Net cash (Used In)/ generated from operating activities</i>	11,100	2,632
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Interest received	121	46
Proceeds from disposal of property, plant and equipment		169
Purchase of property, plant and equipment	(339)	(2,851)
Purchase of biological assets	(49)	(63)
<i>Net cash used in investing activities</i>	(267)	(2,699)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend Paid to Non-controlling interests	(4,200)	(2,625)
Repayment of term / flexi loan	(1,011)	(6,481)
Repayment of hire purchase creditors	(709)	(766)
Interest paid	(723)	(855)
Drawdown of term loan	-	-
Share issuance expenses	-	(476)
<i>Net cash used in financing activities</i>	(6,643)	(11,203)
NET CHANGE IN CASH AND CASH EQUIVALENTS	4,190	(11,270)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	4,015	15,285
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	8,205	4,015
CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING:		
Cash and bank balances	8,205	3,499
Fixed Deposit placed with licensed banks		516
	8,205	4,015

Notes to the Interim Financial Statement - 31 December 2017

1 Statement of compliance

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board and Paragraph 9.22 of the Bursa Malaysia Securities Berhad's ("Bursa Securities") Main Market Listing Requirements.

2 Accounting policies

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016. The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 December 2016.

The adoption of the new MFRSs and Amendments do not have any material financial impact to these interim financial statements.

3 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2016 was not qualified.

4 Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

5 Unusual items affecting the assets, liabilities, equity, net income, or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group for the current quarter and financial year-to-date.

6 Material changes in estimates

There were no changes in estimates that have had material effect in the current results.

7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date.

8 Dividend paid

No dividend was paid out during the current quarter under review.

9 Segmental reporting

Segmental information for the Group is presented as follows:

<u>12 months financial period</u> <u>ended 31 December 2017</u>	<u>Plantation</u>	<u>Construction,</u>			<u>Elimination</u>	<u>Consolidated</u>
		<u>Property Development</u> <u>& Property Investment</u>	<u>Investment</u>	<u>Others</u>		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Segment Revenue</u>						
External revenue	29,903	1,586			0	31,489
Inter-segment revenue	-	-	5,850		(5,850)	0
Total revenue	<u>29,903</u>	<u>1,586</u>	<u>5,850</u>		<u>(5,850)</u>	<u>31,489</u>
<u>Segment Results</u>						
Operating results	11,380	(5,288)	(11,073)		10,428	5,447
Share of results of associate company	-	(30)	-		-	(30)
Finance cost	(16)	(708)	0		-	(724)
Profit/(loss) before tax	<u>11,364</u>	<u>(6,026)</u>	<u>(11,073)</u>		<u>10,428</u>	<u>4,693</u>
Tax (expense)/income	<u>(3,567)</u>	<u>(44)</u>	<u>-</u>		<u>-</u>	<u>(3,611)</u>
	<u>7,797</u>	<u>(6,070)</u>	<u>(11,073)</u>		<u>10,428</u>	<u>1,082</u>

<u>12 months financial period ended 31 December 2016</u>	<u>Plantation</u>	<u>Construction, Property Development & Property Investment</u>	<u>Investment</u>	<u>Others</u>	<u>Elimination</u>	<u>Consolidated</u>
<u>Segment Revenue</u>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	23,924	1,169	720		-	25,813
Inter-segment revenue	-	-	3,900		(3,900)	-
Total revenue	<u>23,924</u>	<u>1,169</u>	<u>4,620</u>		<u>(3,900)</u>	<u>25,813</u>
<u>Segment Results</u>						
Operating results	6,511	7,126	(8,062)	22	(2,663)	2,934
Share of results of associate company		(14)				(14)
Finance cost	(32)	(163)	(660)		-	(855)
Profit/(loss) before tax	6,479	6,949	(8,722)	22	(2,663)	2,065
Tax (expense)/income	335	0	(9)		-	326
	<u>6,814</u>	<u>6,949</u>	<u>(8,731)</u>	<u>22</u>	<u>(2,663)</u>	<u>2,391</u>

The Group principally operates within Malaysia.

10 Valuation of Property, Plant & Equipment

There were no material changes to the valuation of property, plant & equipment brought forward from the previous annual financial statements.

11 Material event subsequent to the end of the period not reflected in the current financial period.

There were no material events subsequent to the end of the period that have not been reflected in this quarterly report.

12 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and year-to-date except for TAA Piling and Geotechnical Sdn Bhd, a dormant subsidiary company, had been struck off pursuant to Section 308(4) of the Companies Act 1965.

13 Contingent liabilities or assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

14 Review of performance

The Group recorded a pre-tax profit of RM 4.7 million on revenue of RM 31.5 million for the year under review compared to pre-tax profit of RM 2.1 million on revenue of RM 25.8 million for the corresponding period in Year 2016.

The 25.0 % increase in the revenue of the plantation division to RM 29.9 million for the year under review was due to the higher Crude Palm Oil ("CPO") prices realised compared to the corresponding period last year. The average CPO prices realised during the period under review had increased by 4.5 % to RM 2,761 per M/T (2016: RM 2,643 per M/T). Additionally, the Group's total Fresh Fruit Bunches ("FFB") harvested for the year under review had increased by 16.8% to 43,492 M/T (2016: 37,240 M/T).

The construction, property development and property investment divisions' losses before tax of RM 6.0 million was mainly due to Group's operating overheads costs and the development cost of Kuantan Hi-Tech Park development project.

15 Comparison with the immediate preceding quarter's results

The reduction of RM0.3 million profit before tax for the current quarter to RM 1.9 million compared to the immediate preceding quarter's profit before tax of RM 2.2 million was mainly due to lower FFB production output and lower crude palm oil prices.

16 Commentary on prospects

Barring unforeseen circumstances, the Group anticipates the plantation division to record moderate profit in the current financial year should the crude palm oil prices are sustainable above RM 2,600 per M/T.

17 Profit forecast

Not applicable as there was no profit forecast published.

18 Taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
	RM'000	RM'000	RM'000	RM'000
Current Taxation	(882)	2,196	(3,611)	326
Over provision of tax in prior year	-	-	-	-
	(882)	2,196	(3,611)	326
Deferred Tax	-	-	-	-
Share of taxation of subsidiary	-	-	-	-
Tax income/(expense)	(882)	2,196	(3,611)	326

The provision for income tax for the Group is mainly due to the chargeable income from the Plantation Division. The tax charge is higher than the statutory tax rate owing to certain expenses not deductible for tax purpose.

19 Unquoted investments and properties

There were no disposals of unquoted investments or properties during the current quarter.

20 Purchase or disposal of quoted securities**a. Sale proceeds and purchase consideration**

There were no disposals and purchase of quoted investment or properties for the current quarter and financial year-to-date.

b. Investment in quoted securities as at end of the reporting period

There were no quoted securities held as at end of the current quarter.

21 Status of uncompleted corporate proposals

There were no uncompleted corporate proposals as at end of the current quarter.

22 Borrowings and debts securities

The Group's borrowings and debts securities were as follows:

	As at	As at
	31.12.2017	31.12.2016
	RM'000	RM'000
Short term bank borrowings	958	993
Long term bank borrowings	12,609	13,585
	<u>13,567</u>	<u>14,578</u>

The above bank borrowings are secured by the properties of the subsidiary company and the corporate guarantee of the Company.

23 Off balance sheet financial instruments

During the quarter under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

24 Disclosure of Realised and Unrealised Profits (Unaudited)

	As at 31.12.2017 RM'000	As at 31.12.2016 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(33,093)	(17,764)
- Unrealised	(7,079)	(6,876)
	(40,172)	(24,640)
Total accumulated losses from associate company:		
- Realised	(1,168)	(1,138)
	(41,340)	(25,778)
Less: Consolidated adjustments	51,374	37,459
Total group retained profits / (accumulated losses) as per consolidated accounts	10,034	11,681

25 Material Litigation

There were no pending material litigation claims against the Group as at end of this quarter.

26 Dividend Payable

No dividend has been proposed for the financial quarter under review.

27 Earnings per share

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Profit / (loss) attributable to ordinary equity holders of the parent (RM'000)	257	720	(1,647)	5
Weighted average number of ordinary share in issue ('000)	659,984	659,984	659,984	659,984
Basic earning / (loss) per share (sen)	0.04	0.11	(0.25)	0.00

There is no diluted earning per share as the Group has no dilutive potential ordinary share.

28 Additional notes to the Statement of Comprehensive Income

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	31.12.2017 RM'000	31.12.2016 RM'000	31.12.2017 RM'000	31.12.2016 RM'000
Profit before tax is arrived at after charging / (crediting):				
Interest Income	90	11	121	46
Interest expense	165	177	724	855
Depreciation and amortization	1614	1476	5435	5200

29 Capital Commitment not provided for in the Financial Statements

The Group did not have any capital commitment as at the end of the current financial quarter under review.