

## ASTRAL ASIA BHD (374600-X)

### Part A1 : Quarterly Report

Quarterly report for the financial period ended : 31.03.2018  
 Quarter : 1st Quarter  
 Financial Year End : 31.12.2018  
 The Figures : Have not been audited

### Part A2 : Summary of Key Financial Information for the financial period ended 31/03/2018

	Individual Quarter		Cumulative Period	
	Current year quarter 31.03.2018 RM'000	Preceding year quarter 31.03.2017 RM'000	Current year to date 31.03.2018 RM'000	Preceding year to date 31.03.2017 RM'000
1 Revenue	7,949	6,497	7,949	6,497
2 Profit/(Loss) before tax	(2,776)	(456)	(2,776)	(456)
3 Profit/(Loss) for the period	(3,082)	(1,195)	(3,082)	(1,195)
4 Profit /(Loss) attributable to ordinary equity holders of the parent	(2,923)	(1,670)	(2,923)	(1,670)
5 Basic earning / (loss) per shares (sen)	(0.44)	(0.25)	(0.44)	(0.25)
6 Proposed /Declared dividend per share (sen)				
	<b>As at end of current quarter</b>		<b>As at preceding financial year end</b>	
7 Net assets per share attributable to ordinary equity holders of the company (RM)		0.3158		0.3119

### Part A3 : Additional Information

	Individual Quarter		Cumulative Period	
	Current year quarter 31.03.2018 RM'000	Preceding year quarter 31.03.2017 RM'000	Current year to date 31.03.2018 RM'000	Preceding year to date 31.03.2017 RM'000
1 Gross interest income	4	13	4	13
2 Gross interest expenses	198	175	198	175

**ASTRAL ASIA BHD (374600-X)**
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR  
THE FIRST QUARTER ENDED 31 MARCH 2018**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		1st Quarter		To date	
		31-Mar-18	31-Mar-17	31-Mar-18	31-Mar-17
		RM'000	RM'000	RM'000	RM'000
<b><u>Continuing Operations</u></b>					
Revenue		7,949	6,497	7,949	6,497
Cost of sales		(4,895)	(3,964)	(4,895)	(3,964)
<b>Gross profit</b>		<u>3,054</u>	<u>2,533</u>	<u>3,054</u>	<u>2,533</u>
Other income		9	539	9	539
Administrative expenses		(5,645)	(3,352)	(5,645)	(3,352)
Other expenses		0	0	0	0
Finance costs		(194)	(176)	(194)	(176)
Share of profit/(loss) in associate		0	0	0	0
<b>Profit/(loss) before taxation</b>		<u>(2,776)</u>	<u>(456)</u>	<u>(2,776)</u>	<u>(456)</u>
Tax income/(expense)	18	(306)	(739)	(306)	(739)
<b>Profit/(loss) after taxation</b>		<u>(3,082)</u>	<u>(1,195)</u>	<u>(3,082)</u>	<u>(1,195)</u>
<b>Other Comprehensive income/(loss), net of tax</b>		-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>		<u>(3,082)</u>	<u>(1,195)</u>	<u>(3,082)</u>	<u>(1,195)</u>
<b>Profit/(loss) attributable to:</b>					
Owners of the parent		(2,923)	(1,670)	(2,923)	(1,670)
Non-controlling interests		(159)	475	(159)	475
<b>Profit/(loss) for the period</b>		<u>(3,082)</u>	<u>(1,195)</u>	<u>(3,082)</u>	<u>(1,195)</u>
<b>Total comprehensive income attributable to:</b>					
Owners of the parent		(2,923)	(1,670)	(2,923)	(1,670)
Non-controlling interests		(159)	475	(159)	475
<b>Total comprehensive income/(loss) for the period</b>		<u>(3,082)</u>	<u>(1,195)</u>	<u>(3,082)</u>	<u>(1,195)</u>
<b>Earning Per Share attributable to owners of the parent:</b>					
Earning / (loss) per share (Sen)	26	(0.44)	(0.25)	(0.44)	(0.25)

**ASTRAL ASIA BHD (374600-X)**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR  
THE FIRST QUARTER ENDED 31 MARCH 2018**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(UNAUDITED) CURRENT QUARTER END 31-Mar-18 RM'000	(AUDITED) (RESTATED) PRECEDING YEAR END 31-Dec-17 RM'000
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	368,169	362,518
Investment property	15,733	15,733
Investment in associated company	1,281	1,281
	<u>385,183</u>	<u>379,532</u>
<b>Current assets</b>		
Inventories	687	270
Consumable biological assets	6,133	6,133
Trade receivables	3,493	2,920
Other receivables	3,829	3,591
Cash and cash equivalents	3,932	8,205
Tax recoverable	-	-
	<u>18,074</u>	<u>21,119</u>
<b>TOTAL ASSETS</b>	<b><u>403,257</u></b>	<b><u>400,651</u></b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity Attributable To Owners of the parent</b>		
Share capital	131,997	131,997
Reserves	76,399	73,839
Total equity attributable to owners of the parent	<u>208,396</u>	<u>205,836</u>
Non-controlling Interests	94,080	95,149
<b>TOTAL EQUITY</b>	<b><u>302,476</u></b>	<b><u>300,985</u></b>
<b>Non-current liabilities</b>		
Borrowings	12,377	12,609
Hire purchase creditors	266	296
Deferred taxation	75,620	75,132
	<u>88,263</u>	<u>88,037</u>
<b>Current liabilities</b>		
Trade payables	2,140	2,010
Other payables	6,155	6,430
Dividend payables	-	-
Borrowings	2,737	958
HP creditors	395	545
Amount due to associate company	565	565
Provision for Taxation	526	1,121
	<u>12,518</u>	<u>11,629</u>
<b>TOTAL LIABILITIES</b>	<b><u>100,781</u></b>	<b><u>99,666</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>403,257</u></b>	<b><u>400,651</u></b>

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2018

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent		Non-distributable		Total		Non-controlling interest		Total Equity	
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Available-for-sales Fair Value Reserve	Other Reserve	Accumulated Profit	Total	Total Equity	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>As at 1 January 2018</b>	131,997			148,308	(84,414)		9,945	205,836	95,149	300,985
Transactions with owners:-										
Dividend paid to non-controlling interests									(910)	(910)
Total transactions with owners									(910)	(910)
Profit / (loss) for the period							(2,923)	(2,923)	(159)	(3,082)
Other Comprehensive income for the period										
Revaluation of leasehold land and buildings and biological assets, net of tax										
<b>Total Comprehensive income for the period</b>							(2,923)	(2,923)	(159)	(3,082)
Effects on adoption of MFRS				1,545	84,414	(80,476)		5,483		5,483
<b>Balance as at 31 March 2018</b>	131,997			149,853	0	(80,476)	7,022	208,396	94,080	302,476
<b>As at 1 January 2017</b>	131,997			145,087	(84,414)		11,681	204,351	94,001	298,352
Transactions with owners:-										
Issuance of bonus shares										
Share issuance expenses									(3,150)	(3,150)
Dividend paid to non-controlling interests									(3,150)	(3,150)
Total transactions with owners							(1,736)	(1,736)	2,729	993
Profit / (loss) for the financial year				3,221				3,221	1,569	4,790
Other Comprehensive income for the financial year										
Revaluation of leasehold land and buildings and biological assets, net of tax				3,221				1,485	4,298	5,783
<b>Total Comprehensive income for the financial year</b>				3,221			(1,736)	1,485	4,298	5,783
<b>Balance as at 31 December 2017</b>	131,997			148,308	(84,414)		9,945	205,836	95,149	300,985

ASTRAL ASIA BHD (374600-X)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST QUARTER ENDED 31 MARCH 2018  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 MONTHS ENDED 31-Mar-18 RM'000	12 MONTHS ENDED 31-Dec-17 RM'000
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>		
Profit before taxation	(2,776)	4,576
<i>Adjustments for:-</i>		
Non-cash items/non-operating items	1,656	5,350
Interest expense	198	724
Interest income	(4)	(121)
<b><i>Operating profit before working capital changes</i></b>	<b>(926)</b>	<b>10,529</b>
<i>Changes in working capital:-</i>		
Net Change In Current Assets / Current Liabilities	361	3,778
Tax refund/(paid)	(565) (901)	14,307 (3,207)
<b><i>Net cash (Used In)/ generated from operating activities</i></b>	<b>(1,466)</b>	<b>11,100</b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>		
Interest received	4	121
Proceeds from disposal of property, plant and equipment		-
Purchase of property, plant and equipment	(1,336)	(339)
Purchase of biological assets	-	(49)
<b><i>Net cash used in investing activities</i></b>	<b>(1,332)</b>	<b>(267)</b>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>		
Dividend Paid to Non-controlling interests	(910)	(4,200)
Repayment of term / flexi loan	(232)	(1,011)
Repayment of hire purchase creditors	(135)	(708)
Interest paid	(198)	(724)
Drawdown of term loan	-	-
Share issuance expenses	-	-
<b><i>Net cash used in financing activities</i></b>	<b>(1,475)</b>	<b>(6,643)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(4,273)</b>	<b>4,190</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>8,205</b>	<b>4,015</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	<b>3,932</b>	<b>8,205</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING:</b>		
Cash and bank balances	8,205	8,205
Fixed Deposit placed with licensed banks		-
	<b>3,932</b>	<b>8,205</b>

Notes to the Interim Financial Statement - 31 March 2018

**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 and basis of preparation**

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017. 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 2017.

The accounting policies are consistent with the recent audited financial statements for the year ended 31 December 2017 except for the adoption of the new Malaysian Financial Reporting Standards, interpretations and amendments to standards to be applied by all Entities Other Than Private Entities for the financial period beginning on or after 1 January 2018:

- Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards
- MFRS 141: Agriculture
- MFRS 15: Revenue from Contracts with Customers

The Group and the Company have used fair value in its opening MFRS statements of financial position as deemed cost for investment in subsidiaries, the revaluation gains and losses previously recognised are adjusted to Other Reserve.

The Group has adopted MFRS 141 since 1 January 2018. The standard requires a change of accounting policy to capitalisation and amortisation method. Replanting expenditure charged as an expense in prior years are to be retrospectively added back as cost and amortised according to the useful lives of the biological asset. The produce growing on trees will be treated as a consumable biological asset. Agricultural produce harvested from the Group's biological asset shall be measured at fair value less cost to sell as the period of harvest. Gains and losses are recognised in profit or loss for the period in which it arises.

**3 Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 31 December 2017 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>3 months financial period</u> <u>ended 31 March 2018</u>	<u>Construction,</u>					<u>Consolidated</u>
	<u>Plantation</u>	<u>Property Development</u> <u>&amp; Property Investment</u>	<u>Investment</u>	<u>Others</u>	<u>Elimination</u>	
<u>Segment Revenue</u>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	6,306	1,643				7,949
Inter-segment revenue			1,690		(1,690)	
Total revenue	6,306	1,643	1,690		(1,690)	7,949
<u>Segment Results</u>						
Operating results	(140)	(2,340)	1,627		(1,729)	(2,582)
Share of results of associate company						
Finance cost	(8)	(186)				(194)
Profit/(loss) before tax	(148)	(2,526)	1,627		(1,729)	(2,776)
Tax (expense)/income	(306)	0	-		-	(306)
	(454)	(2,526)	1,627		(1,729)	(3,082)

<u>3 months financial period</u> <u>ended 31 March 2017</u>	<u>Construction,</u>					<u>Consolidated</u>
	<u>Plantation</u>	<u>Property Development</u> <u>&amp; Property Investment</u>	<u>Investment</u>	<u>Others</u>	<u>Elimination</u>	
<u>Segment Revenue</u>	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	6,340	157				6,497
Inter-segment revenue						
Total revenue	6,340	157				6,497
<u>Segment Results</u>						
Operating results	2,135	(2,307)	(108)			(280)
Share of results of associate company						
Finance cost	(4)	(172)				(176)
Profit/(loss) before tax	2,131	(2,479)	(108)			(456)
Tax (expense)/income	(774)	35				(739)
	1,357	(2,444)	(108)			(1,195)

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.

## 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 loss of RM 2.8 million on revenue of RM 7.9 million for the quarter under review compared to pre-tax loss of RM 0.5 million on revenue of RM 6.5 million for the corresponding period in Year 2017.

The marginal 0.5 % decrease in the revenue of the plantation division to RM 6.3 million for the quarter under review was due to the lower Crude Palm Oil ("CPO") prices realised compared to the corresponding period last year. The average CPO prices realised during the period under review had decreased by 21.1 % to RM 2,465 per MT (2017: RM 3,126 per MT). However, the Group's total Fresh Fruit Bunches ("FFB") harvested for the quarter under review had increased by 35.7% to 10,684 MT (2017: 7,874 MT).

The construction, property development and property investment divisions' losses before tax of RM 2.5 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 loss before tax for the current quarter of RM 2.8 million compared to the immediate preceding quarter's profit before tax of RM 1.9 million was due to lower crude palm oil prices and lower FFB production coupled with the higher administration expenses incurred in the current quarter.

**16 Commentary on prospects**

Barring unforeseen circumstances, the Group anticipates the plantation division to record lower profit in the current financial year due to anticipated lower commodities prices in year 2018.

**17 Profit forecast**

Not applicable as there was no profit forecast published.

**18 Taxation**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	3 months ended		3 months ended	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
	RM'000	RM'000	RM'000	RM'000
Current Taxation	(306)	(739)	(306)	(739)
Over provision of tax in prior year	-	-	-	-
	(306)	(739)	(306)	(739)
Deferred Tax	-	-	-	-
Share of taxation of subsidiary	-	-	-	-
Tax income/(expense)	(306)	(739)	(306)	(739)

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
	31.03.2018	31.12.2017
	RM'000	RM'000
Short term bank borrowings	2,737	958
Long term bank borrowings	12,377	12,609
	<u>15,114</u>	<u>13,567</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 Material Litigation**

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

**25 Dividend Payable**

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

**26 Earnings per share**

	<u>Individual Quarter</u> 3 months ended		<u>Cumulative Quarter</u> 3 months ended	
	31.03.2018	31.03.2017	31.03.2018	31.03.2017
Profit / (loss) attributable to ordinary equity holders of the parent (RM'000 )	(2,923)	(1,670)	(2,923)	(1,670)
Weighted average number of ordinary share in issue ('000)	659,984	659,984	659,984	659,984
Basic earning / (loss) per share (sen)	(0.44)	(0.25)	(0.44)	(0.25)

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

**27 Additional notes to the Statement of Comprehensive Income**

	<u>Individual Quarter</u> 3 months ended		<u>Cumulative Quarter</u> 12 months ended	
	31.03.2018 RM'000	31.03.2017 RM'000	31.03.2018 RM'000	31.03.2017 RM'000
Profit before tax is arrived at after charging / (crediting):				
Interest Income	4	13	4	13
Interest expense	198	175	198	175
Depreciation and amortization	1817	1279	1817	1279

**28 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.