

## ASTRAL ASIA BHD (374600-X)

### Part A1 : Quarterly Report

Quarterly report for the financial period ended : 30.6.2021  
Quarter : 2nd Quarter  
Financial Year End : 31.12.2021  
The Figures : Have not been audited

### Part A2 : Summary of Key Financial Information for the financial period ending 30/6/2021

	Individual Quarter		Cumulative Period	
	Current year quarter 30.6.2021 RM'000	Preceding year quarter 30.6.2020 RM'000	Current year to date 30.6.2021 RM'000	Preceding year to date 30.6.2020 RM'000
1 Revenue	4,921	4,922	8,086	8,395
2 Profit/(Loss) before tax	(315)	(1,187)	(1,558)	(2,848)
3 Profit/(Loss) for the period	(838)	(1,658)	(2,325)	(3,319)
4 Profit /(Loss) attributable to ordinary equity holders of the parent	(816)	(1,447)	(2,014)	(2,728)
5 Basic earning / (loss) per shares (sen)	(0.12)	(0.22)	(0.31)	(0.41)
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)		0.2761		0.2791

### Part A3 : Additional Information

	Individual Quarter		Cumulative Period	
	Current year quarter 30.6.2021 RM'000	Preceding year quarter 30.6.2020 RM'000	Current year to date 30.6.2021 RM'000	Preceding year to date 30.6.2020 RM'000
1 Gross interest income	3	0	3	0
2 Gross interest expenses	41	346	103	394

**ASTRAL ASIA BHD (374600-X)**
**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2021**
**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		ToDate	
		30-Jun-21	30-Jun-20	30-Jun-21	30-Jun-20
		RM'000	RM'000	RM'000	RM'000
<b><u>Continuing Operations</u></b>					
Revenue		4,921	4,922	8,086	8,395
Cost of sales		(1,967)	(2,819)	(3,111)	(4,944)
<b>Gross profit</b>		<u>2,954</u>	<u>2,103</u>	<u>4,975</u>	<u>3,451</u>
Other income		68	71	117	74
Administrative expenses		(2,061)	(1,551)	(3,202)	(2,986)
Other expenses		0	0	0	0
Finance costs		(41)	(346)	(103)	(394)
Finance income		3	0	3	0
Depreciation and amortisation		(1,238)	(1,464)	(3,348)	(2,993)
Bearer plants written off due to replanting		0	0	0	0
Share of profit / (loss) in associate		0	0	0	0
<b>Profit/(loss) before taxation</b>		<u>(315)</u>	<u>(1,187)</u>	<u>(1,558)</u>	<u>(2,848)</u>
Tax income/(expense)	18	(523)	(471)	(767)	(471)
<b>Profit/(loss) after taxation</b>		<u>(838)</u>	<u>(1,658)</u>	<u>(2,325)</u>	<u>(3,319)</u>
<b>Other Comprehensive income/(loss), net of tax</b>		-	-	-	-
<b>Total comprehensive income/(loss) for the period</b>		<u>(838)</u>	<u>(1,658)</u>	<u>(2,325)</u>	<u>(3,319)</u>
<b>Profit/(loss) attributable to:</b>					
Owners of the parent		(816)	(1,447)	(2,014)	(2,728)
Non-controlling interests		(19)	(211)	(311)	(591)
<b>Profit/(loss) for the period</b>		<u>(838)</u>	<u>(1,658)</u>	<u>(2,325)</u>	<u>(3,319)</u>
<b>Total comprehensive income/(loss) attributable to:</b>					
Owners of the parent		(816)	(1,447)	(2,014)	(2,728)
Non-controlling interests		(19)	(211)	(311)	(591)
<b>Total comprehensive income/(loss) for the period</b>		<u>(838)</u>	<u>(1,658)</u>	<u>(2,325)</u>	<u>(3,319)</u>
<b>Earning Per Share attributable to owners of the parent:</b>					
Earning / (loss) per share (Sen)	26	(0.12)	(0.22)	(0.31)	(0.41)

2(The Condensed consolidated Statment of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2020)

**ASTRAL ASIA BHD (374600-X)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2021****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021**

	<b>(UNAUDITED) CURRENT QUARTER END 30-Jun-21 RM'000</b>	<b>(AUDITED) PRECEDING YEAR END 31-Dec-20 RM'000</b>
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	51,025	50,326
Right-of -use assets	281,249	283,341
Investment property	18,800	18,800
Investment in associated company	1,167	1,167
	<b>352,241</b>	<b>353,634</b>
<b>Current assets</b>		
Inventories	1,214	974
Bearer biological assets	961	998
Trade receivables	605	317
Other receivables	769	11,654
Cash and cash equivalents	6,778	3,647
Tax recoverable	446	66
	<b>10,773</b>	<b>17,656</b>
<b>TOTAL ASSETS</b>	<b>363,014</b>	<b>371,290</b>
 <b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity Attributable To Owners of the parent</b>		
Share capital	131,997	131,997
Reserves	50,192	52,205
Total equity attributable to owners of the parent	<b>182,189</b>	<b>184,202</b>
Non-controlling Interests	84,666	84,978
<b>TOTAL EQUITY</b>	<b>266,855</b>	<b>269,180</b>
<b>Non-current liabilities</b>		
Borrowings	9,635	10,271
Lease liabilities	7,504	7,737
Finance lease payables	152	-
Deferred taxation	70,854	70,854
	<b>88,145</b>	<b>88,862</b>
<b>Current liabilities</b>		
Trade payables	645	618
Other payables	4,715	4,892
Dividend payables	-	-
Bank borrowings	1,020	6,920
Lease liabilities	163	253
Amount due to associate company	565	565
Provision for Taxation	906	-
	<b>8,014</b>	<b>13,248</b>
<b>TOTAL LIABILITIES</b>	<b>96,159</b>	<b>102,110</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>363,014</b>	<b>371,290</b>

3(The Condensed Consolidated Statement of Financial Position should read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2020)

ASTRAL ASIA BHD (374600-X)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE 2ND QUARTER ENDED 30 JUNE 2021

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent							Total	Non-controlling Interest	Total Equity
	Non-distributable									
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Available-for-sales Fair Value Reserve	Other Reserve	Accumulated Profit			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>As at 1 January 2020</b>	131,997						53,918	185,914	86,769	272,683
Transactions with owners:-										
Total transactions with owners							-	-	-	-
Profit / (loss) for the year							(1,712)	(1,712)	(741)	(2,453)
Dividend paid to non-controlling Interests							-	-	(1,050)	(1,050)
Total Comprehensive income for the period							(1,712)	(1,712)	(1,791)	(3,503)
<b>Balance as at 31 December 2020</b>	<b>131,997</b>	-	-	-	-	-	<b>52,206</b>	<b>184,202</b>	<b>84,978</b>	<b>269,180</b>
<b>As at 1 January 2021</b>	131,997						52,206	184,202	84,978	269,180
Transactions with owners:-										
Dividend paid to non-controlling Interests									-	-
Total transactions with owners									-	-
Profit / (loss) for the financial period							(2,014)	(2,014)	(311)	(2,325)
Other Comprehensive income for the financial period										
Total Comprehensive income for the financial period							(2,014)	(2,014)	(311)	(2,325)
Effects on adoption of MFRS							-	-	-	-
<b>Balance as at 30 June 2021</b>	<b>131,997</b>						<b>50,192</b>	<b>182,188</b>	<b>84,667</b>	<b>266,855</b>

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

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
2ND QUARTER ENDED 30 JUNE 2021  
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>PERIOD ENDED 30-Jun-21 RM'000</b>	<b>YEAR ENDED 31-Dec-20 RM'000</b>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>		
Loss before taxation	(1,558)	(6,351)
<i>Adjustments for:-</i>		
Non-cash items/non-operating items	3,311	10,050
Interest expense	103	1,084
Interest income	(3)	(5)
<b><i>Operating profit before working capital changes</i></b>	<b>1,853</b>	<b>4,778</b>
<i>Changes in working capital:-</i>		
Net Change In Current Assets / Current Liabilities	(1,146)	(1,243)
	<b>707</b>	<b>3,535</b>
Tax refund / (paid)	(278)	(664)
<b><i>Net cash (Used In)/ generated from operating activities</i></b>	<b>429</b>	<b>2,871</b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>		
Interest received	3	5
Proceeds from disposal of property, plant and equipment	10,952	1,017
Purchase of property, plant and equipment	(2,458)	(3,589)
Purchase of right of use assets	-	(21)
<b><i>Net cash used in investing activities</i></b>	<b>8,497</b>	<b>(2,588)</b>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>		
Dividend Paid to Non-controlling interests	-	(1,050)
Repayment of term / flexi loan	(1,196)	(296)
Repayment of lease liabilities/payables	(194)	(329)
Interest paid	(103)	(1,084)
Drawdown of borrowings	-	442
<b><i>Net cash used in financing activities</i></b>	<b>(1,493)</b>	<b>(2,317)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>7,433</b>	<b>(2,034)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>(1,675)</b>	<b>359</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL QUARTER</b>	<b>5,758</b>	<b>(1,675)</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING:</b>		
Cash and bank balances	6,774	3,643
Fixed Deposit placed with licensed banks	4	-
Bank overdraft	(1,020)	(5,318)
	<b>5,758</b>	<b>(1,675)</b>

5(The Condensed Consolidated Statement of Cash Flows should be read conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2020)

**Astral Asia Berhad (374600-X)**

**Notes to the Interim Financial Statement - 30 June 2021**

**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 2020. 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 2020.

The accounting policies are consistent with the recent audited financial statements for the year ended 31 December 2020.

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

The auditors' report on the financial statements for the year ended 31 December 2020 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>Period ended</u> <u>30-Jun-21</u>	<u>Plantation</u>	<u>Construction &amp;</u> <u>Property Development</u>	<u>Investment</u>	<u>Trading</u>	<u>Consolidated</u>
<b>Segment Revenue</b>	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	7,370	-	487	229	8,086
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>7,370</u>	<u>-</u>	<u>487</u>	<u>229</u>	<u>8,086</u>
<b>Segment Results</b>					
Operating results	3,108	(1,117)	(33)	(69)	1,889
Depreciation and bearer plant write off	(3,149)	(183)	(14)	(1)	(3,347)
Bearer plant written off due to replanting	-	-	-	-	-
Share of results of associate company	-	-	-	-	-
Interest Income	3	-	-	-	3
Finance cost	(85)	(18)	-	-	(103)
Profit/(loss) before tax	(123)	(1,318)	(47)	(70)	(1,558)
Tax (expense) / income	(767)	-	-	-	(767)
	<u>(890)</u>	<u>(1,318)</u>	<u>(47)</u>	<u>(70)</u>	<u>(2,325)</u>

<u>Period ended</u> <u>30-Jun-20</u>	<u>Plantation</u>	<u>Construction &amp;</u> <u>Property Development</u>	<u>Investment</u>	<u>Trading</u>	<u>Consolidated</u>
<b>Segment Revenue</b>	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	7,818	577	-	-	8,395
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>7,818</u>	<u>577</u>	<u>-</u>	<u>-</u>	<u>8,395</u>
<b>Segment Results</b>					
Operating results	(1,216)	(1,238)	-	-	(2,454)
Depreciation and bearer plant write off	-	-	-	-	-
Other non-cash expenses	-	-	-	-	-
Share of results of associate company	-	-	-	-	-
Interest Income	-	-	-	-	-
Finance cost	(3)	(391)	-	-	(394)
Profit / (loss) before tax	(1,219)	(1,629)	-	-	(2,848)
Tax (expense)/income	(471)	-	-	-	(471)
	<u>(1,690)</u>	<u>(1,629)</u>	<u>-</u>	<u>-</u>	<u>(3,319)</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 subsequent events to the end of the current quarter.**

There were no material subsequent events to the end of the current quarter.

## 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 as at the date of this report.

## 14 Review of performance

The Group incurred a lower pre-tax loss of RM1.6 million on a revenue of RM8.1 million for the 6 months under review compared to the pre-tax loss of RM2.8 million on revenue of RM8.4 million for the corresponding period in 2020. The lower pre-tax loss recorded was mainly attributed to the significant improvement in CPO prices offset by a lower FFB harvested during the first half of 2021.

During the 2nd Quarter under review, Clean Link Sdn Bhd which has started the e-commerce business since December 2020 had increased its sales twofold to RM154,000, compared to the revenue of RM75,000 attained in the 1st Quarter of 2021. In the construction segment, the Group had not been successful to secure new construction jobs during the quarter under review. The prolonged Covid-19 pandemic had continued to affect the economic recovery of the construction sector.

The revenue of the plantation segment had dropped by 5.7 % to RM7.8 million during the 6 months under review compared to the previous financial period. The Fresh Fruit Bunches ("FFB") harvested for the period under review had decreased by 41.5 % to 8,305 M/T (2020: 14,199 M/T). The lower FFB production was mainly due to the current replanting programme at both Kertau and Peijing estates. However, the drop in revenue due to the lower FFB production was compensated by a significant higher CPO prices realised during the 6 months under review. The average CPO prices realised during the period under review had increased by 70.1 % to RM 4,080 M/T (2020: 2,398 M/T). The planted acreage, FFB production and yield of the Group's estates during the financial period are as follows:-

**Table of FFB production and yield**

Estate	Planted area as at 30.6.2021			FFB production (m/t)		Yield (m/t / ha)	
	Immature	Mature	Total	period ended	period ended	period ended	period ended
	(ha)	(ha)	(ha)	30.6.2021	30.6.2020	30.6.2021	30.6.2020
Bukit Kuin 1	0	601	601	2,099	3,492	3.5	5.8
Bukit Kuin 2	0	191	191	1,046	1,652	5.5	8.6
Kertau	800	817	1,617	2,430	3,895	3.0	4.8
Sungai Pejing	500	643	1,143	2,730	5,160	4.2	4.5
	1,300	2,252	3,552				
Buildings, roads and others			467				
Total area (hectares)			4,019				
Total FFB production (m/t)				8,305	14,199		

## 15 Comparison with the immediate preceding quarter's results

The Group reported a lower loss before tax of RM0.31 million for the current quarter as compared to a loss before tax amounted to RM1.2 million for the immediate preceding quarter was mainly due to 48 % increase in FFB production to 4,965 M/T during the 2nd Quarter under review (1st Quarter 2021:3,340 M/T).



## 16 Commentary on prospects

The outbreak of the Coronavirus Disease 2019 ("COVID-19") which started in December 2019 has now been declared as a pandemic by World Health Organization in March 2020. The pandemic will continue to materially affect the world economy in 2021 due mainly to international borders closures and Malaysia is not excluded from this health crisis. The various Movement Control Orders ("MCOs") implemented by the Malaysian Government since March last year have now been replaced by the National Recovery Plan (PPN) comprising four phases of recovery. The measures undertaken by the PPN will continue to have a substantial impact on most economic activities in Malaysia. Since February 2021, the Malaysian Health Ministry (MoH) has kick-started the Covid-19 vaccination on a nationwide scale aimed to achieve the desired herd immunity. It is hopeful that the MoH vaccination programme which is targeted to be completed by February 2022 will bring the pandemic to an end.

The Group's oil palm estates will be allowed to operate during the various phases of the PPN as oil palm cultivation is considered as an essential economic sector. However, the lockdowns and the new foreign workers recruitment restrictions will continue to severely affect the employment of new foreign workers required by the oil palm industry.

The prices of CPO started high in January 2021 and the commodity price hit a 13-year high of RM4,773 per mt on 20 May 2021 and thereafter the prices had maintained above RM4,432 per mt since early September 2021. The current buoyant CPO prices will mitigate the losses of the Group's plantation segment.

We expect a significant lower FFB production for the Group during the FYE 2021 due to the on-going oil palm replanting programme at both Kertau and Pejing estates. In the absence of profit contribution from the Group's other business segments in the near term, the Group's operating results for FYE 2021 are not expected to improve significantly compared to the previous financial year.

## 17 Profit forecast

Not applicable as there was no profit forecast published.

## 18 Taxation

	<u>Individual Quarter ended</u>		<u>Cumulative Quarter ended</u>	
	30.6.2021 RM'000	30.6.2020 RM'000	30.6.2021 RM'000	30.6.2020 RM'000
Current Taxation	(523)	(471)	(767)	(471)
Over provision of tax in prior year	-	-	0	-
	<u>(523)</u>	<u>(471)</u>	<u>(767)</u>	<u>(471)</u>
Deferred tax - reversal due to bearer plant written off	0	-	0	-
Deferred tax- reversal due to leasehold land not required	0	-	0	-
Tax income/(expense)	<u>(523)</u>	<u>(471)</u>	<u>(767)</u>	<u>(471)</u>

The provision for income tax for the Group is mainly due to the chargeable income of the plantation segment.

The tax charge is higher than the statutory rate owing to certain expenses not claimable for tax purposes.

## 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 disposal and purchase of quoted investments 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 and year-to-date.

**21 Status of uncompleted corporate proposals**

There were no uncompleted corporate proposals as of the date of this report.

**22 Borrowings and debts securities**

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

	<b>As at 30.6.2021 RM'000</b>	<b>As at 31.12.2020 RM'000</b>
Short term bank borrowings	1,020	6,920
Long term bank borrowings	9,635	10,271
	<u>10,655</u>	<u>17,191</u>

The above bank borrowings are secured by the properties of the subsidiary companies 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 ended</u>		<u>Cumulative Quarter ended</u>	
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
Profit / (loss) attributable to ordinary equity holders of the parent (RM'000 )	(816)	(1,447)	(2,014)	(2,728)
Weighted average number of ordinary share in issue ('000)	659,984	659,984	659,984	659,984
Basic earning / (loss) per share (sen)	(0.12)	(0.22)	(0.31)	(0.41)

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 ended</u>		<u>Cumulative Quarter ended</u>	
	30.6.2021 RM'000	30.6.2020 RM'000	30.6.2021 RM'000	30.6.2020 RM'000
Profit before tax is arrived at after charging / (crediting):				
Interest Income	3	0	3	0
Interest expense	41	346	103	394
Depreciation and amortization	1,238	1,464	3,348	2,993

**28 Capital Commitment not provided for in the Financial Statements**

As at 30.6.2021, the oil palm replanting cost contracted but not provided for in the financial statements amounted to RM1,393,000 (2020 : RM Nil).

This announcement is dated 22 September 2021.