

ASTINO BERHAD

Condensed Consolidated Statements Of Comprehensive Income For

The Third Quarter Ended 30 April 2020

(The figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter	Preceding year corresponding quarter	Current Year To date	Preceding year corresponding period
	30/4/2020	30/4/2019	30/4/2020	30/4/2019
	RM'000	RM'000	RM'000	RM'000
Revenue	92,182	141,438	394,287	431,355
Operating Expenses	(88,994)	(130,014)	(374,905)	(404,097)
Other Operating Income	1,097	422	1,490	1,118
Profit from Operations	4,285	11,846	20,872	28,376
Financial costs	(637)	(880)	(2,210)	(2,824)
Share of (loss) / profit of associate	(47)	(68)	(189)	(323)
Profit before tax	3,601	10,898	18,473	25,229
Taxation	569	(2,314)	(3,478)	(7,037)
Profit for the period	4,170	8,584	14,995	18,192
Other Comprehensive Income				
-Fair Value (Loss) / Gain on Investment	-	-	-	-
Total Comprehensive Income for the period	4,170	8,584	14,995	18,192
Total Comprehensive Income Attributable to:				
Owners of the parent	4,170	8,584	14,995	18,192
EPS - Basic (sen)	1.53	3.15	5.51	6.67
- Diluted (sen)	1.53	3.15	5.51	6.67

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2019)

ASTINO BERHAD

Condensed Consolidated Statements of Financial Position

As At 30 April 2020

(The figures have not been audited)

	As At 30/Apr/20 RM'000	As At 31/Jul/19 RM'000
Property, Plant and Equipment	190,981	187,266
Investment properties	27,284	31,350
Investment in associate	2,237	2,226
Available-for-sale financial assets	116	156
Deferred Tax Assets	556	575
Current Assets		
Inventories	199,904	205,356
Receivables	63,674	97,671
Cash & Cash Equivalents	37,604	20,663
	301,182	323,690
Current Liabilities		
Payables	53,975	73,114
Loans & Borrowings	47,816	75,603
Dividend Declared	-	-
Contract Liabilities	4,574	7,079
Taxation	479	1,078
	106,844	156,874
Net Current Assets	194,338	166,816
Long Term Liabilities		
Loans & Borrowings	16,585	840
Deferred Taxation	4,011	4,416
	20,596	5,256
	394,916	383,133
Share Capital	138,274	138,274
Treasury shares, at costs	(1,806)	(1,313)
Reserves	258,448	246,172
Shareholders' Fund	394,916	383,133

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2019)

ASTINO BERHAD

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR The Third Quarter Ended 30 April 2020

(The figures have not been audited)

	Share Capital RM'000	Treasury Shares RM'000	Non-Distributable Reserves RM'000	Distributable Reserves RM'000	TOTAL RM'000
9 MONTHS ENDED 30-Apr-20					
Balance at 1-8-2019	138,274	(1,313)	30,124	216,048	383,133
Redemption of preference shares			-	-	-
Purchase of own shares		(493)	-		(493)
Total comprehensive income for the period				14,995	14,995
Dividend paid	-	-	-	(2,719)	(2,719)
Balance at 30-4-2020	<u>138,274</u>	<u>(1,806)</u>	<u>30,124</u>	<u>228,324</u>	<u>394,916</u>
9 MONTHS ENDED 30-Apr-19					
Balance at 1-8-2018	138,274	(1,172)	434	224,724	362,260
Redemption of preference shares			287	(287)	-
Purchase of own shares		(141)	-		(141)
Total comprehensive income for the period				18,192	18,192
Dividend paid	-	-	-	(2,724)	(2,724)
Balance at 30-4-2019	<u>138,274</u>	<u>(1,313)</u>	<u>721</u>	<u>239,905</u>	<u>377,587</u>

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2019)

ASTINO BERHAD

**Condensed Consolidated Statements of Cash Flow For
The Third Quarter Ended 30 April 2020**

(The figures have not been audited)

	9 MONTHS ENDED 30/4/2020 RM'000	9 MONTHS ENDED 30/4/2019 RM'000
Profit before tax	18,473	25,229
Adjustments for non-cash flow items:-		
Non-cash items	19,053	17,237
Non-operating items	1,587	2,256
Operating profit before changes in working capital	<u>39,113</u>	<u>44,723</u>
Changes in working capital		
Inventories	(5,270)	19,430
Receivables	33,956	(8,167)
Payables	<u>(21,681)</u>	<u>(8,560)</u>
Cash From Operation	46,118	47,427
Tax paid	(4,195)	(6,295)
Net Cash From Operating Activities	<u>41,923</u>	<u>41,132</u>
Investing Activities		
- Equity investments	(200)	(220)
- Dividend received	-	8
- Other investments	(7,635)	(23,661)
- Interest received	344	272
Net Cash Used In Investing Activities	(7,491)	(23,601)
Financing activities		
- Bank Borrowings	(12,042)	(13,482)
- Proceeds from issued of shares net of listing expenses	-	-
- Treasury shares	(493)	(141)
- Dividend paid	(2,720)	(2,724)
- Interest paid	(2,210)	(2,824)
Net Cash (Used In) / From Financing Activities	(17,465)	(19,171)
Effects of exchange rate changes on cash and cash equivalents	(26)	74
Net Change In Cash & Cash Equivalents	<u>16,941</u>	<u>(1,566)</u>
Cash & Cash Equivalents At Beginning Of Year	20,663	17,790
Cash & Cash Equivalents At End Of Year	<u><u>37,604</u></u>	<u><u>16,224</u></u>

**(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual
Financial Statement for the year ended 31 July 2019)**

ASTINO BERHAD
(Company No.: 523085-X)
(Incorporated in Malaysia)
AND ITS SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 30 APRIL 2020

1. Basis of preparation of the Financial Statements

The Interim Financial Statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad’s (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 July 2019.

The accounting policies and methods of computation adopted by the Group in these quarterly financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 July 2019.

The Group have not applied the following MFRSs which have been issued but are not yet effective:

<u>MFRSs (issues as at the end of the reporting period)</u>	<u>Effective for annual periods beginning on or after</u>
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020

2. Disclosure of the qualification on the preceding annual financial statements

There was no qualification on the Group’s preceding annual financial statements.

3. Seasonal or Cyclical Factors

The business of the Group was not affected significantly by cyclical factors as it does not have any distinguishable cycle.

4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flow that are unusual because of their size, or incidence

There was no items affecting assets, liabilities, equity, net income, or cash flow that are unusual because of their size, or incidence.

5. Changes in estimates of amounts reported in prior interim period of the current financial year or in prior financial years

There was no material changes in the estimates of amounts reported in prior interim period of the current financial period or in prior financial years.

6. Issuance, cancellations, repurchases, resale and repayments of debt and equity securities

Save as disclosed below, there were no cancellation, repurchases, resale and repayment of debt and equity securities for the financial period ended 30 April 2020 :-

The Company had bought back 748,500 of its own shares at a total cash consideration of RM492,896. The highest and the lowest price per share purchased were at RM0.70 and RM0.45 respectively.

7. Dividend paid

A first & final single tier dividend of 1 sen per share in respect of the financial year ended 31 July 2019 was paid on 13 March 2020.

8. Segmental Reporting

a) Operating Segment

Information about operating segments has not been reported separately as the Group's profit or loss, assets and liabilities are mainly confined to a single operating segment, namely the manufacture and sale of metal building related products.

b) Geographical segment

	<u>Individual quarter ended</u>		<u>Cumulative quarter ended</u>	
	<u>30-04-2020</u>	<u>30-04-2019</u>	<u>30-04-2020</u>	<u>30-04-2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Revenue</u>				
- Local	76,838	120,810	355,687	380,637
- Overseas	15,344	20,628	38,600	50,718
	<u>92,182</u>	<u>141,438</u>	<u>394,287</u>	<u>431,355</u>

9. Material Events not reflected in the Financial Statements

There were no material subsequent events to be disclosed as at the date of this report.

10. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial period to date.

11. Contingent Liabilities or Contingent Assets

As at the date of report the total corporate guarantee given by the Company to secure credit facilities to its subsidiary companies are RM411million.

12. Capital commitments

Authorised capital commitments not provided for in the financial statements as at 30 April 2020:

	RM'000
Contracted but not provided for	<u>4,723</u>
	<u>4,723</u>

13. Review of Performance

	Individual Period (2nd Quarter)		Changes		Cumulative Period		Changes	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount (RM'000)	%	Current YTD	Preceding Year Corresponding Period	Amount (RM'000)	%
	30-Apr-2020	30-Apr-2019			30-Apr-2020	30-Apr-2019		
	RM'000	RM'000	RM'000	RM'000				
Revenue	92,182	141,438	(49,256)	-34.8%	394,287	431,355	(37,068)	-8.6%
Profit From Operations	4,285	11,846	(7,562)	-63.8%	20,872	28,376	(7,504)	-26.4%
Profit Before Tax	3,601	10,898	(7,297)	-67.0%	18,473	25,229	(6,757)	-26.8%
Profit After Tax	4,170	8,584	(4,414)	-51.4%	14,995	18,192	(3,197)	-17.6%

For the quarter under review, the Group achieved total turnover of RM92.2million for the current quarter ended 30 February 2020, a decrease of 34.8% or RM49.2 million from RM141.4 million recorded in the preceding year's corresponding quarter. The decrease in Group turnover for the current quarter was mainly due to the suspend of business operation announced by government since 18th March 2020 because of the world wide outbreak of a pandemic disease COVID-19.

The profit before tax ("PBT") for current quarter under review was 67.0% lower than the preceding year corresponding quarter ended 30 April 2019. These were mainly due to weak market condition due to pandemic disease.

For the financial period to date, the Group recorded a revenue of RM394.3 million and PBT of RM18.5 million as compared with a revenue and PBT of RM431.3 million and RM25.2 million respectively for the corresponding period of the financial year 2019. The lower revenue and profit was mainly due to the decrease of local and oversea sales.

14. Variation of results against preceding quarter

	Current Quarter	Immediate Preceding Quarter	Changes	
	30-Apr-2020	31-Jan-2020	Amount	%
	RM'000	RM'000	(RM'000)	
Revenue	92,182	149,289	(57,107)	-38.3%
Profit From Operations	4,285	10,012	(5,728)	-57.2%
Profit Before Tax	3,601	9,237	(5,636)	-61.0%
Profit After Tax	4,170	6,720	(2,549)	-37.9%

The Group's revenue has decreased by 38.3% from RM149.3 million in the preceding quarter to RM92.2 million in this quarter. The decrease in revenue was primarily due to the current quarter business operation day was 26 days less than the preceding quarter which was affected by Movement Control Order.

The Group registered a profit before taxation of RM3.6 million, a decrease of RM5.6 million as compared to the preceding quarter ended 31 January 2020, which was recorded at RM9.2 million.

The decreased on the profit before tax for the current quarter under review was mainly due to decrease in sales.

15. Prospects

The volatile steel price and foreign currency has caused uncertainties in our pricing policies. In this regard, we will continue to closely monitor the changes in steel price in order to ensure that our profit margins are reasonably protected as well as our selling prices remain competitive.

Barring any unforeseen circumstances, the Group will continue to strive for a commendable performance to maintain the Group's competitiveness in the long term.

16. Profit Forecast and Profit Guarantee

Not applicable.

17. Profit for the period

	Current Quarter Ended 30 April 2020 RM'000	Current Year To Date 30 April 2020 RM'000
Profit before tax is arrived at after charging / crediting		
Allowance / (Reversal) for diminution in value of inventories	724	10,721
Allowance / (Reversal) for impairment losses of receivables	57	90
Depreciation and amortization	2700	8,081
Gain / (Loss) on disposal of property, plant & equipment	1	98
Gain / (Loss) on financial instrument	29	20
Gain / (Loss) on foreign exchange	907	813
Interest Expenses	284	1,857
Interest Income	109	344
Other Income	139	161

18. Taxation

	Current Quarter Ended 30 April 2020 RM'000	Current Year To Date 30 April 2020 RM'000
Income Tax		
- Current year	(718)	(3,863)
- Prior year	-	-
	(718)	(3,863)
Deferred Tax		
- Current year	344	(541)
- Prior year	943	926
	569	(3,478)

19. Corporate Proposals

There was no corporate proposal being carried out during the year under review.

20. Group Borrowings and Debt Securities

a) Group borrowings as at 30 April 2020 are as follows: -

	Unsecured RM'000	Secured RM'000	TOTAL RM'000
<i>Short term borrowings</i>			
Bank Overdrafts	-	-	-
Other borrowings	47,816	-	47,816
	<u>47,816</u>	<u>-</u>	<u>47,816</u>
<i>Long term borrowings</i>			
	16,585	-	16,585
	<u>64,401</u>	<u>-</u>	<u>64,401</u>

21. Financial Assets / (Liabilities) At Fair Value Through Profit Or Loss

There were no financial instruments with off balance sheet risk for the financial period ended 30 April 2020.

22. Changes in Material Litigation

As at the date of this report, neither the Company nor any of its subsidiaries are engaged in any material litigation, claim or arbitration, either as plaintiff or defendant and the Directors of the Company are not aware of any proceedings pending or threatened against the Company or its subsidiary companies or of any other facts likely to give rise to any proceedings which might materially or adversely affect the position or business of the Group financially or otherwise.

23. Dividends

Save for a first & final single tier dividend of 1 sen per share in respect of the financial year ended 31 July 2019 was paid on 13 March 2020, there was no dividends being declared for the financial year ending 31 July 2020.

24. Earnings Per Share

	Current Year Quarter 30-04-2020	Preceding Year Corresponding Quarter 30-04-2019	Current Year To Date 30-04-2020	Preceding Year Corresponding period 30-04-2019
a) Basic Earnings per share				
Net profit attributable to shareholders (RM'000)	4,170	8,584	14,995	18,192
Weighted average no. of Ordinary shares in issue ('000)	271,971	272,789	271,971	272,789
Basic earnings per share (sen)	1.53	3.15	5.51	6.67
b) Diluted Earnings per share				

The Group has no dilution in its earnings per ordinary share in the period under review / financial year-to-date as there are no dilutive potential ordinary shares.