

ASTINO BERHAD

Condensed Consolidated Statements Of Comprehensive Income For

The Fourth Quarter Ended 31 July 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
	31/7/2020	31/7/2019	31/7/2020	31/7/2019
	RM'000	RM'000	RM'000	RM'000
Revenue	127,051	152,856	521,338	584,211
Operating Expenses	(117,215)	(145,297)	(492,120)	(549,394)
Other Operating Income	343	552	1,833	1,670
Profit from Operations	10,179	8,111	31,051	36,487
Financial costs	(590)	(765)	(2,800)	(3,589)
Share of (loss) / profit of associate	42	(21)	(147)	(344)
Profit before tax	9,631	7,325	28,104	32,554
Taxation	(2,329)	(1,779)	(5,807)	(8,816)
Profit for the year	7,302	5,546	22,297	23,738
Other Comprehensive Income				
-Fair Value (Loss) / Gain on Investment	-	-	-	-
Total Comprehensive Income for the year	7,302	5,546	22,297	23,738
Total Comprehensive Income Attributable to:				
Owners of the parent	7,302	5,546	22,297	23,738
EPS - Basic (sen)	2.69	2.03	8.20	8.71
- Diluted (sen)	2.69	2.03	8.20	8.71

(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 31 July 2020

(The figures have not been audited)

	As At 31/Jul/20 RM'000	As At 31/Jul/19 RM'000
Property, Plant and Equipment	181,600	187,266
Investment properties	31,385	31,350
Right-of-use assets	3,031	-
Intangible assets	2,617	-
Investment in associate	2,279	2,226
Available-for-sale financial assets	127	156
Deferred Tax Assets	4	575
Current Assets		
Inventories	168,182	205,356
Receivables	80,796	97,671
Cash & Cash Equivalents	64,977	20,663
	313,955	323,690
Current Liabilities		
Payables	50,314	73,114
Loans & Borrowings	47,341	75,603
Dividend Declared	-	-
Contract Liabilities	11,538	7,079
Taxation	1,536	1,078
	110,729	156,874
Net Current Assets	203,226	166,816
Long Term Liabilities		
Loans & Borrowings	18,231	840
Deferred Taxation	4,119	4,416
	22,350	5,256
	401,919	383,133
Share Capital	138,274	138,274
Treasury shares, at costs	(2,105)	(1,313)
Reserves	265,750	246,172
Shareholders' Fund	401,919	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 Fourth Quarter Ended 31 July 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
12 MONTHS ENDED 31-Jul-20					
Balance at 1-8-2019	138,274	(1,313)	30,124	216,048	383,133
Redemption of preference shares			-	-	-
Purchase of own shares		(792)	-		(792)
Total comprehensive income for the year				22,297	22,297
Dividend paid	-	-	-	(2,719)	(2,719)
Balance at 31-7-2020	<u>138,274</u>	<u>(2,105)</u>	<u>30,124</u>	<u>235,626</u>	<u>401,919</u>
12 MONTHS ENDED 31-Jul-19					
Balance at 1-8-2018	138,274	(1,172)	434	224,724	362,260
Redemption of preference shares			29,690	(29,690)	-
Purchase of own shares		(141)	-		(141)
Total comprehensive income for the year				23,738	23,738
Dividend paid	-	-	-	(2,724)	(2,724)
Balance at 31-7-2019	<u>138,274</u>	<u>(1,313)</u>	<u>30,124</u>	<u>216,048</u>	<u>383,133</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 Fourth Quarter Ended 31 July 2020**

(The figures have not been audited)

	12 MONTHS ENDED 31/7/2020 RM'000	12 MONTHS ENDED 31/7/2019 RM'000
Profit before tax	28,104	32,554
Adjustments for non-cash flow items:-		
Non-cash items	26,951	25,359
Non-operating items	2,341	3,056
Operating profit before changes in working capital	<u>57,396</u>	<u>60,969</u>
Changes in working capital		
Inventories	21,502	(10,531)
Receivables	15,791	(10,928)
Payables	<u>(18,366)</u>	<u>15,139</u>
Cash From Operation	76,323	54,649
Tax paid	(4,640)	(7,677)
Net Cash From Operating Activities	<u>71,683</u>	<u>46,972</u>
Investing Activities		
- Equity investments	(200)	(320)
- Dividend received	10	14
- Other investments	(8,199)	(28,844)
- Interest received	535	365
Net Cash Used In Investing Activities	(7,854)	(28,785)
Financing activities		
- Bank Borrowings	(12,951)	(8,780)
- Proceeds from issued of shares net of listing expenses	-	-
- Treasury shares	(792)	(141)
- Dividend paid	(2,719)	(2,724)
- Interest paid	(2,926)	(3,671)
Net Cash Used In Financing Activities	(19,388)	(15,316)
Effects of exchange rate changes on cash and cash equivalents	(127)	2
Net Change In Cash & Cash Equivalents	<u>44,314</u>	<u>2,873</u>
Cash & Cash Equivalents At Beginning Of Year	20,663	17,790
Cash & Cash Equivalents At End Of Year	<u><u>64,977</u></u>	<u><u>20,663</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 YEAR ENDED 31 JULY 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 year 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 year ended 31 July 2020 :-

The Company had bought back 1,339,500 of its own shares at a total cash consideration of RM791,808. 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>31-07-2020</u>	<u>31-07-2019</u>	<u>31-07-2020</u>	<u>31-07-2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Revenue				
- Local	114,912	131,571	470,599	512,208
- Overseas	12,139	21,285	50,739	72,003
	<u>127,051</u>	<u>152,856</u>	<u>521,338</u>	<u>584,211</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 year 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 31 July 2020:

	RM'000
Contracted but not provided for	<u>4,565</u>
	<u>4,565</u>

13. Review of Performance

	Individual Period (4th Quarter)		Changes		Cumulative Period		Changes	
	Current Year Quarter	Preceding Year Corresponding Quarter	Amount (RM'000)	%	Current YTD	Preceding Year Corresponding Period	Amount (RM'000)	%
	31-Jul-2020	31-Jul-2019			31-Jul-2020	31-Jul-2019		
	RM'000	RM'000	RM'000	RM'000				
Revenue	127,051	152,856	(25,805)	-16.9%	521,338	584,211	(62,873)	-10.8%
Profit From Operation	10,179	8,111	2,068	25.5%	31,051	36,487	(5,436)	-14.9%
Profit Before Tax	9,631	7,325	2,306	31.5%	28,104	32,554	(4,450)	-13.7%
Profit After Tax	7,302	5,546	1,756	31.7%	22,297	23,738	(1,441)	-6.1%

For the quarter under review, the Group achieved total turnover of RM127.1million for the current quarter ended 31 Jul 2020, a decrease of 16.9% or RM25.8 million from RM152.9 million recorded in the preceding year's corresponding quarter. The decrease in Group turnover for the current quarter was mainly due to weak market condition in May 2020 after we resumed operations on 30 April 2020 following the relaxation of the mandatory movement control order announced by the Malaysian government. However, operations improved in the subsequent months of June and July 2020

The profit before tax ("PBT") for current quarter under review was 31.5% higher than the preceding year corresponding quarter ended 31 July 2019. This was mainly due to the allowance for diminution in value of inventories for this quarter was RM1.1 million less than the preceding year corresponding quarter.

For the financial year to date, the Group reported lower revenue of RM521.3 million and PBT of RM28.1 million as compared with a revenue and PBT of RM584.2 million and RM32.6 million respectively for the corresponding period of the financial year 2019. The lower revenue and profit were mainly due to the decrease of local and oversea sales.

14. Variation of results against preceding quarter

	Current Quarter	Immediate Preceding Quarter	Changes	
	31-Jul-2020	30-Apr-2020	Amount (RM'000)	%
	RM'000	RM'000		
Revenue	127,051	92,182	34,869	37.8%
Profit From Operations	10,179	4,285	5,894	137.5%
Profit Before Tax	9,631	3,601	6,030	167.5%
Profit After Tax	7,302	4,170	3,132	75.1%

The Group's revenue has increased by 37.8% from RM92.2 million in the preceding quarter to RM127.1 million in this quarter. The increase in revenue was primarily due to the business operation days was gradually swift back to normal after Movement Control Order.

The Group registered a profit before taxation of RM9.6million, an increase of RM6.0million as compared to the preceding quarter ended 30 April 2020, which was recorded at RM3.6 million. The increased on the profit before tax for the current quarter under review was mainly due to increase in local sales from RM77million in preceding quarter to current quarter of RM115million.

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 year

	Current Quarter Ended 31 July 2020 RM'000	Current Year To Date 31 July 2020 RM'000
Profit before tax is arrived at after charging / crediting		
Allowance / (Reversal) for diminution in value of inventories	4,317	15,038
Allowance / (Reversal) for impairment losses of receivables	468	558
Depreciation and amortization	3,119	11,200
Gain / (Loss) on disposal of property, plant & equipment	51	149
Gain / (Loss) on financial instrument	(21)	(1)
Gain / (Loss) on foreign exchange	155	968
Interest Expenses	943	2,800
Interest Income	191	535
Other Income	585	746

18. Taxation

	Current Quarter Ended 31 July 2020 RM'000	Current Year To Date 31 July 2020 RM'000
Income Tax		
- Current year	(2,233)	(6,096)
- Prior year	563	563
	<u>(1,670)</u>	<u>(5,533)</u>
Deferred Tax		
- Current year	191	(350)
- Prior year	(850)	76
	<u>(2,329)</u>	<u>(5,807)</u>

The Group's effective tax rate for the year ended 31 July 2020 was lower than the statutory tax rate mainly due to utilisation of reinvestment allowances.

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 31 July 2020 are as follows: -

	Unsecured RM'000	Secured RM'000	TOTAL RM'000
<i>Short term borrowings</i>			
Bank Overdrafts	-	-	-
Other borrowings	47,341	-	47,341
	<u>47,341</u>	<u>-</u>	<u>47,341</u>
<i>Long term borrowings</i>			
	18,231	-	18,231
	<u>65,572</u>	<u>-</u>	<u>65,572</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 year ended 31 July 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 ended 31 July 2020.

24. Earnings Per Share

	Current Year Quarter 31-07-2020	Preceding Year Corresponding Quarter 31-07-2019	Current Year To Date 31-07-2020	Preceding Year Corresponding period 31-07-2019
a) Basic Earnings per share				
Net profit attributable to shareholders (RM'000)	7,302	5,546	22,297	23,738
Weighted average no. of Ordinary shares in issue ('000)	271,893	272,593	271,893	272,593
Basic earnings per share (sen)	2.69	2.03	8.20	8.71
b) Diluted Earnings per share				

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