

## ASTINO BERHAD

### Condensed Consolidated Statements Of Comprehensive Income For

**The First Quarter Ended 31 October 2020**

(The figures have not been audited)

|   | INDIVIDUAL PERIOD       |  | CUMULATIVE PERIOD       |   |
|---|-------------------------|--|-------------------------|---|
|   | Current Year<br>Quarter | Preceding year<br>corresponding<br>quarter | Current Year To<br>date | Preceding year<br>corresponding<br>period |
|   | 31/10/2020              | 31/10/2019                                 | 31/10/2020              | 31/10/2019                                |
|   | RM'000                  | RM'000                                     | RM'000                  | RM'000                                    |
| Revenue                                     | 160,198                 | 152,816                                    | 160,198                 | 152,816                                   |
| Operating Expenses                          | (144,912)               | (146,772)                                  | (144,912)               | (146,772)                                 |
| Other Operating Income                      | 669                     | 531  | 669                     | 531                                       |
| Profit from Operations                      | 15,955                  | 6,575                                      | 15,955                  | 6,575                                     |
| Financial costs                             | (382)                   | (871)                                      | (382)                   | (871)                                     |
| Share of (loss) / profit of associate       | (18)                    | (69)                                       | (18)                    | (69)                                      |
| Profit before tax                           | 15,555                  | 5,635                                      | 15,555                  | 5,635                                     |
| Taxation                                    | (4,087)                 | (1,530)                                    | (4,087)                 | (1,530)                                   |
| Profit for the period                       | 11,468                  | 4,105                                      | 11,468                  | 4,105                                     |
| Other Comprehensive Income                  |                         |  |                         |   |
| -Fair Value (Loss) / Gain on Investment     | -                       | -  | -                       | -   |
| Total Comprehensive Income for the period   | 11,468                  | 4,105                                      | 11,468                  | 4,105                                     |
| Total Comprehensive Income Attributable to: |                         |  |                         |   |
| Owners of the parent                        | 11,468                  | 4,105                                      | 11,468                  | 4,105                                     |
| EPS - Basic (sen)                           | 4.25                    | 1.51                                       | 4.25                    | 1.51                                      |
| - Diluted (sen)                             | 4.25                    | 1.51                                       | 4.23                    | 1.51                                      |

**(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2020)**

**ASTINO BERHAD****Condensed Consolidated Statements of Financial Position  
As At 31 October 2020**

(The figures have not been audited)

|  | <b>As At<br/>31/Oct/20<br/>RM'000</b> | <b>As At<br/>31/Jul/20<br/>RM'000</b> |
|--|---------------------------------------|---------------------------------------|
| <b>Property, Plant and Equipment</b>       | 179,269                               | 181,600                               |
| <b>Investment properties</b>               | 32,475                                | 31,385                                |
| <b>Right-of-use assets</b>                 | 2,946                                 | 3,031                                 |
| <b>Intangible assets</b>                   | 2,393                                 | 2,617                                 |
| <b>Investment in associate</b>             | 2,361                                 | 2,279                                 |
| <b>Available-for-sale financial assets</b> | 122                                   | 127                                   |
| <b>Deferred Tax Assets</b>                 | 4                                     | 4                                     |
| <b>Current Assets</b>                      |                                       |                                       |
| Inventories                                | 137,637                               | 168,182                               |
| Receivables                                | 96,557                                | 80,796                                |
| Cash & Cash Equivalents                    | 40,501                                | 64,977                                |
|  | <u>274,695</u>                        | <u>313,955</u>                        |
| <b>Current Liabilities</b>                 |                                       |                                       |
| Payables                                   | 25,416                                | 50,314                                |
| Loans & Borrowings                         | 22,750                                | 47,341                                |
| Dividend Declared                          | -                                     | -                                     |
| Contract Liabilities                       | 8,132                                 | 11,538                                |
| Taxation                                   | 2,180                                 | 1,536                                 |
|  | <u>58,478</u>                         | <u>110,729</u>                        |
| <b>Net Current Assets</b>                  | 216,217                               | 203,226                               |
| <b>Long Term Liabilities</b>               |                                       |                                       |
| Loans & Borrowings                         | 16,597                                | 18,231                                |
| Deferred Taxation                          | 6,437                                 | 4,119                                 |
|  | <u>23,034</u>                         | <u>22,350</u>                         |
|  | <u>412,753</u>                        | <u>401,919</u>                        |
| <b>Share Capital</b>                       | 138,274                               | 138,274                               |
| <b>Treasury shares, at costs</b>           | (2,739)                               | (2,105)                               |
| <b>Reserves</b>                            | 277,218                               | 265,750                               |
| <b>Shareholders' Fund</b>                  | <u>412,753</u>                        | <u>401,919</u>                        |

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2020)

## ASTINO BERHAD

### CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR The First Quarter Ended 31 October 2020

(The figures have not been audited)

|   | Share Capital<br>RM'000 | Treasury<br>Shares<br>RM'000 | Non-Distributable<br>Reserves<br>RM'000 | Distributable<br>Reserves<br>RM'000 | TOTAL<br>RM'000 |
|---|-------------------------|------------------------------|---|-------------------------------------|-----------------|
| <b>3 MONTHS ENDED</b>                     |                         |                              |   |                                     |                 |
| <b>31-Oct-20</b>                          |                         |                              |   |                                     |                 |
| Balance at 1-8-2020                       | 138,274                 | (2,105)                      | 30,124                                  | 235,626                             | 401,919         |
| Redemption of preference shares           |                         |                              | -                                       | -                                   | -               |
| Purchase of own shares                    |                         | (634)                        | -                                       |                                     | (634)           |
| Total comprehensive income for the period |                         |                              |   | 11,468                              | 11,468          |
| Dividend paid                             | -                       | -                            | -                                       | -                                   | -               |
| Balance at 31-10-2020                     | <u>138,274</u>          | <u>(2,739)</u>               | <u>30,124</u>                           | <u>247,094</u>                      | <u>412,753</u>  |
| <b>3 MONTHS ENDED</b>                     |                         |                              |   |                                     |                 |
| <b>31-Oct-19</b>                          |                         |                              |   |                                     |                 |
| Balance at 1-8-2019                       | 138,274                 | (1,313)                      | 30,124                                  | 216,048                             | 383,133         |
| Redemption of preference shares           |                         |                              | -                                       | -                                   | -               |
| Purchase of own shares                    |                         | (140)                        | -                                       |                                     | (140)           |
| Total comprehensive income for the period |                         |                              |   | 4,105                               | 4,105           |
| Dividend paid                             | -                       | -                            | -                                       | -                                   | -               |
| Balance at 31-10-2019                     | <u>138,274</u>          | <u>(1,453)</u>               | <u>30,124</u>                           | <u>220,153</u>                      | <u>387,098</u>  |

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2020)

**ASTINO BERHAD**

**Condensed Consolidated Statements of Cash Flow For  
The First Quarter Ended 31 October 2020**

(The figures have not been audited)

|   | <b>3 MONTHS<br/>ENDED<br/>31/10/2020<br/>RM'000</b> | <b>3 MONTHS<br/>ENDED<br/>31/10/2019<br/>RM'000</b> |
|---|---|---|
| Profit before tax   | 15,555  | 5,635   |
| Adjustments for non-cash flow items:-                         |   |   |
| Non-cash items  | 8,863   | 9,930   |
| Non-operating items   | 313   | 779   |
| Operating profit before changes in working capital            | <u>24,731</u>                                       | <u>16,344</u>                                       |
| Changes in working capital                                    |   |   |
| Inventories   | 24,580  | (74)  |
| Receivables   | (15,827)  | 11,264  |
| Payables  | <u>(28,304)</u>                                     | <u>(10,019)</u>                                     |
| Cash From Operation   | 5,180   | 17,515  |
| Tax paid  | (1,019)   | (1,804)   |
| Net Cash From Operating Activities                            | <u>4,161</u>  | <u>15,711</u>                                       |
| Investing Activities  |   |   |
| - Equity investments  | (100)   | (100)   |
| - Dividend received   | -   | -   |
| - Other investments   | (1,430)   | (2,775)   |
| - Interest received   | 139   | 122   |
| Net Cash Used In Investing Activities                         | (1,391)   | (2,753)   |
| Financing activities  |   |   |
| - Bank Borrowings   | (26,225)  | (6,761)   |
| - Proceeds from issued of shares net of listing expenses      | -   | -   |
| - Treasury shares   | (634)   | (140)   |
| - Dividend paid   | -   | -   |
| - Interest paid   | (382)   | (871)   |
| Net Cash Used In Financing Activities                         | (27,241)  | (7,772)   |
| Effects of exchange rate changes on cash and cash equivalents | (5)   | (45)  |
| Net Change In Cash & Cash Equivalents                         | <u>(24,476)</u>                                     | <u>5,141</u>  |
| Cash & Cash Equivalents At Beginning Of Year                  | 64,977  | 20,663  |
| Cash & Cash Equivalents At End Of Period                      | <u>40,501</u>                                       | <u>25,804</u>                                       |

**(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual  
Financial Statement for the year ended 31 July 2020)**

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

**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE PERIOD ENDED 31 OCTOBER 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 2020.

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 2020.

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>Reference to the Conceptual Framework</i>   | 1 January 2022  |
| 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 <i>Classification of Liabilities as Current or Non-current</i>   | 1 January 2022  |
| Amendments to MFRS 116 <i>Property, Plant and Equipment – Proceeds before Intended Use</i>                                      | 1 January 2022  |
| Amendments to MFRS 137 <i>Onerous Contracts – Cost of Fulfilling a Contract</i>   | 1 January 2022  |
| Annual Improvements to MFRS Standards 2018-2020   | 1 January 2022  |

**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 period 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 31 October 2020 :-

The Company had bought back 1,086,500 of its own shares at a total cash consideration of RM634,302. The highest and the lowest price per share purchased were at RM0.600 and RM0.565 respectively.

## 7. Dividend paid

No dividend had been paid for current financial quarter ended 31 October 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>31-10-2020</u>               | <u>31-10-2019</u> | <u>31-10-2020</u>               | <u>31-10-2019</u> |
|                | <u>RM'000</u>                   | <u>RM'000</u>     | <u>RM'000</u>                   | <u>RM'000</u>     |
| <u>Revenue</u> |                                 |                   |                                 |                   |
| - Local        | 150,038                         | 139,158           | 150,038                         | 139,158           |
| - Overseas     | 10,160                          | 13,658            | 10,160                          | 13,658            |
|                | <u>160,198</u>                  | <u>152,816</u>    | <u>160,198</u>                  | <u>152,816</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 RM348million.

## 12. Capital commitments

Authorised capital commitments not provided for in the financial statements as at 31 October 2020:

|                                 |               |
|---------------------------------|---------------|
|                                 | <b>RM'000</b> |
| Contracted but not provided for | <u>4,100</u>  |
|                                 | <u>4,100</u>  |

### 13. Review of Performance

|                       | Individual Period<br>(1st Quarter) |  | Changes            |        | Cumulative Period |   | Changes            |        |
|-----------------------|------------------------------------|--|--------------------|--------|-------------------|---|--------------------|--------|
|                       | Current Year<br>Quarter            | Preceding Year<br>Corresponding<br>Quarter | Amount<br>(RM'000) | %      | Current YTD       | Preceding Year<br>Corresponding<br>Period | Amount<br>(RM'000) | %      |
|                       | 31-Oct-2020                        | 31-Oct-2019                                |                    |        | 31-Oct-2020       | 31-Oct-2019                               |                    |        |
|                       | RM'000                             | RM'000                                     | RM'000             | RM'000 |                   |   |                    |        |
| Revenue               | 160,198                            | 152,816                                    | 7,382              | 4.8%   | 160,198           | 152,816                                   | 7,382              | 4.8%   |
| Profit From Operation | 15,955                             | 6,575                                      | 9,380              | 142.7% | 15,955            | 6,575                                     | 9,380              | 142.7% |
| Profit Before Tax     | 15,555                             | 5,635                                      | 9,920              | 176.0% | 15,555            | 5,635                                     | 9,920              | 176.0% |
| Profit After Tax      | 11,468                             | 4,105                                      | 7,363              | 179.4% | 11,468            | 4,105                                     | 7,363              | 179.4% |

For the quarter under review, the Group achieved total turnover of RM160.2million for the current quarter ended 31 Oct 2020, an increase of 4.8% or RM7.4 million from RM152.8 million recorded in the preceding year's corresponding quarter. The increase in Group turnover for the current quarter was mainly due to the increase in steel price and local market demand

The profit before tax ("PBT") for current quarter under review was 176.0% higher than the preceding year corresponding quarter ended 31 Oct 2019. These were mainly due to the increase in sales and profit margin.

### 14. Variation of results against preceding quarter

|                        | Current<br>Quarter | Immediate<br>Preceding<br>Quarter | Changes  |       |
|------------------------|--------------------|-----------------------------------|----------|-------|
|                        | 31-Oct-2020        | 31-Jul-2020                       | Amount   | %     |
|                        | RM'000             | RM'000                            | (RM'000) |       |
| Revenue                | 160,198            | 127,051                           | 33,147   | 26.1% |
| Profit From Operations | 15,955             | 10,179                            | 5,776    | 56.7% |
| Profit Before Tax      | 15,555             | 9,631                             | 5,924    | 61.5% |
| Profit After Tax       | 11,468             | 7,302                             | 4,166    | 57.1% |

The Group's revenue has increased by 26.1% from RM127.1 million in the preceding quarter to RM160.2 million in this quarter. The increase in revenue is primarily due to increase in local market demand.

The Group registered a profit before taxation of RM15.6million, an increase of RM6.0million as compared to the preceding quarter ended 31 July 2020, which was recorded at RM9.6 million. The increased on the profit before tax for the current quarter under review was mainly due to increase in local sales from RM115million in preceding quarter to current quarter of RM150million and improvement of profit margin due to steel price increased.

## 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<br>Quarter Ended<br>31 October 2020<br>RM'000 | Current Year To<br>Date<br>31 October 2020<br>RM'000 |
|---|---|--|
| <b>Profit before tax is arrived at after charging / crediting</b> |   |  |
| Allowance / (Reversal) for diminution in value of inventories     | 5,965   | 5,965  |
| Allowance / (Reversal) for impairment losses of receivables       | (156)   | (156)  |
| Depreciation and amortization                                     | 3,029   | 3,029  |
| Gain / (Loss) on disposal of property, plant & equipment          | 55  | 55   |
| Gain / (Loss) on financial instrument                             | 1   | 1  |
| Gain / (Loss) on foreign exchange                                 | (424)   | (424)  |
| Interest Expenses   | 382   | 382  |
| Interest Income   | 139   | 139  |
| Other Income  | 465   | 465  |

## 18. Taxation

|                | Current<br>Quarter Ended<br>31 October 2020<br>RM'000 | Current Year<br>To Date<br>31 October 2020<br>RM'000 |
|----------------|---|--|
| Income Tax     |   |  |
| - Current year | (1,769)   | (1,769)  |
| - Prior year   | -   | -  |
|                | <hr/>   | <hr/>  |
|                | (1,769)   | (1,769)  |
| Deferred Tax   |   |  |
| - Current year | (2,378)   | (2,378)  |
| - Prior year   | 60  | 60   |
|                | <hr/>   | <hr/>  |
|                | (4,087)   | (4,087)  |

The Group's effective tax rate for the period ended 31 October 2020 was higher than the statutory tax rate mainly due to certain expenses which are not deductible for tax purposes.

## 19. Corporate Proposals

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



## 20. Group Borrowings and Debt Securities

a) Group borrowings as at 31 October 2020 are as follows: -

|                              | <b>Unsecured<br/>RM'000</b> | <b>Secured<br/>RM'000</b> | <b>TOTAL<br/>RM'000</b> |
|------------------------------|-----------------------------|---------------------------|-------------------------|
| <i>Short term borrowings</i> |                             |                           |                         |
| Bank Overdrafts              | -                           | -                         | -                       |
| Other borrowings             | 22,750                      | -                         | 22,750                  |
|                              | <u>22,750</u>               | <u>-</u>                  | <u>22,750</u>           |
| <i>Long term borrowings</i>  |                             |                           |                         |
|                              | 16,597                      | -                         | 16,597                  |
|                              | <u>39,347</u>               | <u>-</u>                  | <u>39,347</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 31 October 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

A first & final singer tier dividend of 1.5 sen per share in respect of the financial year ended 31 July 2020 will be proposed for shareholder's approval at the forthcoming Annual General Meeting.

## 24. Earnings Per Share

|   | <b>Current<br/>Year<br/>Quarter<br/>31-10-2020</b> | <b>Preceding Year<br/>Corresponding<br/>Quarter<br/>31-10-2019</b> | <b>Current<br/>Year To<br/>Date<br/>31-10-2020</b> | <b>Preceding Year<br/>Corresponding<br/>period<br/>31-10-2019</b> |
|---|--|--|--|---|
| <b>a) Basic Earnings per share</b>                      |  |  |  |   |
| Net profit attributable to shareholders (RM'000)        | 11,468   | 4,105  | 11,468   | 4,105   |
| Weighted average no. of Ordinary shares in issue ('000) | 270,070  | 272,222  | 270,070  | 272,222   |
| Basic earnings per share (sen)                          | 4.25   | 1.51   | 4.25   | 1.51  |
| <b>b) Diluted Earnings per share</b>                    |  |  |  |   |

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.