

ASTINO BERHAD

Condensed Consolidated Statements Of Comprehensive Income For

The Second Quarter Ended 31 January 2022

(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
	31/1/2022	31/1/2021	31/1/2022	31/1/2021
	RM'000	RM'000	RM'000	RM'000
Revenue	161,952	175,291	298,421	335,489
Operating Expenses	(148,580)	(154,342)	(262,807)	(299,254)
Other Operating Income	1,251	254	2,457	923
Profit from Operations	14,623	21,203	38,071	37,158
Financial costs	(146)	(224)	(290)	(606)
Share of (loss) / profit of associate	(50)	(55)	(102)	(73)
Profit before tax	14,427	20,924	37,679	36,479
Taxation	(3,594)	(3,836)	(9,270)	(7,923)
Profit for the period	10,833	17,088	28,409	28,556
Other Comprehensive Income				
-Fair Value (Loss) / Gain on Investment	-	-	-	-
Total Comprehensive Income for the period	10,833	17,088	28,409	28,556
Total Comprehensive Income Attributable to:				
Owners of the parent	10,833	17,088	28,409	28,556
EPS - Basic (sen)	2.20	3.53	5.76	5.90
- Diluted (sen)	2.20	3.53	5.76	5.90

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2021)

ASTINO BERHAD

Condensed Consolidated Statements of Financial Position As At 31 January 2022

(The figures have not been audited)

	As At 31/Jan/22 RM'000	As At 31/Jul/21 RM'000
Property, Plant and Equipment	177,848	170,284
Investment properties	44,127	42,243
Right-of-use assets	2,914	3,433
Intangible assets	1,271	1,719
Investment in associate	2,335	2,217
Available-for-sale financial assets	194	204
Deferred Tax Assets	23	36
Current Assets		
Inventories	223,313	127,900
Receivables	87,214	55,729
Cash & Cash Equivalents	20,626	119,369
	331,153	302,998
Current Liabilities		
Payables	23,987	19,627
Loans & Borrowings	21,024	7,290
Dividend Declared	-	-
Contract Liabilities	11,936	15,953
Taxation	3,418	3,152
	60,365	46,022
Net Current Assets	270,788	256,976
Long Term Liabilities		
Loans & Borrowings	7,252	11,738
Deferred Taxation	4,114	5,649
	11,366	17,387
	488,134	459,725
Share Capital	138,274	138,274
Treasury shares, at costs	(1)	(1)
Reserves	349,861	321,452
Shareholders' Fund	488,134	459,725

(The Condensed Consolidated Financial Statements should be read in conjunction with the
Annual Financial Statement for the year ended 31 July 2021)

ASTINO BERHAD

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR The Second Quarter Ended 31 January 2022

(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
6 MONTHS ENDED 31-Jan-22					
Balance at 1-8-2021	138,274	(1)	30,123	291,329	459,725
Purchase of own shares			-		-
Total comprehensive income for the period				28,409	28,409
Dividend paid	-	-	-	-	-
Balance at 31-1-2022	<u>138,274</u>	<u>(1)</u>	<u>30,123</u>	<u>319,738</u>	<u>488,134</u>
6 MONTHS ENDED 31-Jan-21					
Balance at 1-8-2020	138,274	(2,105)	30,124	235,626	401,919
Redemption of preference shares			-	-	-
Purchase of own shares		(1,278)	-		(1,278)
Total comprehensive income for the period				28,556	28,556
Dividend paid	-	-	-	-	-
Balance at 31-01-2021	<u>138,274</u>	<u>(3,383)</u>	<u>30,124</u>	<u>264,182</u>	<u>429,197</u>

(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual Financial Statement for the year ended 31 July 2021)

ASTINO BERHAD

**Condensed Consolidated Statements of Cash Flow For
The Second Quarter Ended 31 January 2022**

(The figures have not been audited)

	6 MONTHS ENDED 31/1/2022 RM'000	6 MONTHS ENDED 31/1/2021 RM'000
Profit before tax	37,679	36,479
Adjustments for non-cash flow items:-		
Non-cash items	20,329	14,042
Non-operating items	(1,495)	127
Operating profit before changes in working capital	<u>56,513</u>	<u>50,648</u>
Changes in working capital		
Inventories	(109,156)	50,454
Receivables	(30,970)	(21,684)
Payables	254	(30,236)
Cash (Used In) / From Operation	<u>(83,359)</u>	<u>49,182</u>
Tax paid	(11,034)	(2,191)
Net Cash (Used In) / From Operating Activities	<u>(94,393)</u>	<u>46,991</u>
Investing Activities		
- Equity investments	(220)	(100)
- Dividend received	-	-
- Other investments	(13,795)	(3,883)
- Interest received	641	290
Net Cash Used In Investing Activities	<u>(13,374)</u>	<u>(3,693)</u>
Financing activities		
- Bank Borrowings	9,247	(44,071)
- Proceeds from issued of shares net of listing expenses	-	-
- Treasury shares	-	(1,278)
- Dividend paid	-	-
- Interest paid	(290)	(606)
Net Cash From / (Used In) Financing Activities	<u>8,957</u>	<u>(45,955)</u>
Effects of exchange rate changes on cash and cash equivalents	67	106
Net Change In Cash & Cash Equivalents	<u>(98,743)</u>	<u>(2,551)</u>
Cash & Cash Equivalents At Beginning Of Year	119,369	64,977
Cash & Cash Equivalents At End Of Period	<u><u>20,626</u></u>	<u><u>62,426</u></u>

**(The Condensed Consolidated Financial Statements should be read in conjunction with the Annual
Financial Statement for the year ended 31 July 2021)**

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

NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 31 JANUARY 2022

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 2021.

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 2021.

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

MFRS (issued as at the end of the reporting period)	Effective for annual periods beginning on or after
MFRS 17 <i>Insurance Contracts</i>	1 January 2023
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 17 <i>Insurance Contracts</i>	1 January 2023
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
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

Management foresees that the initial application of the above MFRSs will not have any significant impacts on the financial statements.

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

There were no cancellation, repurchases, resale and repayment of debt and equity securities for the financial period ended 31 January 2022.

7. Dividend paid

No dividend had been paid for current financial quarter ended 31 January 2022.

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>31-1-2022</u>	<u>31-1-2021</u>	<u>31-1-2022</u>	<u>31-1-2021</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Revenue</u>				
- Local	159,632	169,168	290,308	319,206
- Overseas	2,320	6,123	8,113	16,283
	<u>161,952</u>	<u>175,291</u>	<u>298,421</u>	<u>335,489</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 RM347 million.

12. Capital commitments

Authorised capital commitments not provided for in the financial statements as at 31 January 2022:

	RM'000
Contracted but not provided for	<u>20,150</u>
	<u>20,150</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)	%
	31-Jan-2022	31-Jan-2021			31-Jan-2022	31-Jan-2021		
	RM'000	RM'000	RM'000	RM'000				
Revenue	161,952	175,291	(13,339)	-7.6%	298,421	335,489	(37,068)	-11.0%
Profit From Operation	14,623	21,203	(6,580)	-31.0%	38,071	37,158	913	2.5%
Profit Before Tax	14,427	20,924	(6,497)	-31.0%	37,679	36,479	1,200	3.3%
Profit After Tax	10,833	17,088	(6,255)	-36.6%	28,409	28,556	(147)	-0.5%

For the quarter under review, the Group achieved total turnover of RM162.0 million for the current quarter ended 31 January 2022, decrease of 7.6% or RM13.3 million from RM175.3 million recorded in the preceding year's corresponding quarter. The lower revenue for the quarter under review as compared with the corresponding quarter of FY2021 was mainly due to decrease in market demand.

The profit before tax ("PBT") for current quarter under review was 31.0% lower than the preceding year corresponding quarter ended 31 January 2021. These were mainly due to the lower profit margin on higher cost of materials and weak market demand which required competitive pricing.

For the financial period to date, the Group recorded a revenue of RM298.4 million and PBT of RM37.7 million as compared with a revenue and PBT of RM335.5 million and RM36.5 million respectively for the corresponding period of the financial year 2021. The lower revenue was mainly due to decrease of market demand in both local and oversea market. The slightly higher PBT was due to better profit margin in 1st quarter.

14. Variation of results against preceding quarter

	Current Quarter	Immediate Preceding Quarter	Changes	
	31-Jan-2022	31-Oct-2021	Amount (RM'000)	%
	RM'000	RM'000		
Revenue	161,952	136,469	25,483	18.7%
Profit From Operation	14,623	23,448	(8,825)	-37.6%
Profit Before Tax	14,427	23,252	(8,825)	-38.0%
Profit After Tax	10,833	17,576	(6,743)	-38.4%

The revenue and PBT for the current quarter were RM162.0 million and RM14.4 million respectively compared to revenue of RM136.6 million and profit before tax of RM23.2 million for the immediate preceding quarter ended 31 October 2021. The Group reported higher revenue was due to higher selling price. However, the Group registered a lower PBT as compared with preceding quarter due to increase of input cost.

15. Prospects

The Group expects the demand to gradually improve in the coming months but continues to be concerned with volatile material costs, impact of COVID-19 pandemic and the developing geopolitical risks. Barring any unforeseen circumstances, the Group is cautiously optimistic to achieve a more sustainable performance as the market demand for our product continues to remain firm. Going forward, the Group will continuously monitor the impact of COVID-19 on its operations and its financial performance. The Group will also be taking appropriate and timely measures to minimise the impact of the outbreak on the Group's operations.

16. Profit Forecast and Profit Guarantee

Not applicable.

17. Profit for the period

	Current Quarter	Current Period
	Ended	To date
	31/1/2022	31/1/2022
	RM'000	RM'000
Profit before tax is arrived at after charging / crediting		
Allowance / (Reversal) for diminution in value of inventories	2,820	15,401
Allowance / (Reversal) for impairment losses of receivables	(7)	(7)
Depreciation and amortisation	3,206	6,394
Gain / (Loss) on disposal of property, plant & equipment	807	1,215
Gain / (Loss) on financial instrument	514	764
Gain / (Loss) on foreign exchange	138	(86)
Interest Expenses	146	290
Interest Income	199	641
Other Income	197	552

18. Taxation

	Current Quarter Ended 31 January 2022 RM'000	Current Year To Date 31 January 2022 RM'000
Income Tax		
- Current year	(4,511)	(10,791)
- Prior year	0	0
	<u>(4,511)</u>	<u>(10,791)</u>
Deferred Tax		
- Current year	917	1,521
- Prior year	0	
	<u>917</u>	<u>1,521</u>
	<u>(3,594)</u>	<u>(9,270)</u>

19. Corporate Proposals

There is no other corporate proposal that has been announced but not yet completed by the Group as at the date of this report.

20. Group Borrowings and Debt Securities

a) Group borrowings as at 31 January 2022 are as follows: -

	Unsecured RM'000	Secured RM'000	TOTAL RM'000
<i>Short term borrowings</i>			
Bank Overdrafts	-	-	-
Other borrowings	21,024	-	21,024
	<u>21,024</u>	<u>-</u>	<u>21,024</u>
<i>Long term borrowings</i>			
	7,252	-	7,252
	<u>28,276</u>	<u>-</u>	<u>28,276</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 January 2022.

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 final single tier dividend of 1.0 sen per share in respect of the financial year ended 31 July 2021 will pay on 31 March 2022, there was no dividends being declared for the financial year ending 31 July 2022.

24. Earnings Per Share

	Current Year Quarter 31-1-2022	Preceding Year Corresponding Quarter 31-1-2021	Current Year To Date 31-1-2022	Preceding Year Corresponding period 31-1-2021
a) Basic Earnings per share				
Net profit attributable to shareholders (RM'000)	10,833	17,088	28,409	28,556
Weighted average no. of Ordinary shares in issue ('000)	493,409	483,748	493,409	483,748
Basic earnings per share (sen)	2.20	3.53	5.76	5.90
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.