

AWC BERHAD

(Company No. 550098-A)



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 31 MARCH 2019

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT PERIOD QUARTER 31/03/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2018 RM'000	CURRENT PERIOD TO DATE 31/03/2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2018 RM'000
Revenue	14	88,857	75,252	243,296	209,809
Cost of sales		(63,358)	(50,936)	(170,598)	(151,859)
Gross profit		25,499	24,316	72,698	57,950
Other operating income		364	187	1,021	1,710
Other operating expenses		(13,464)	(13,452)	(40,180)	(33,829)
Profit from operations		12,399	11,051	33,539	25,831
Finance income/(costs), net		(268)	130	(416)	422
Profit before taxation	14	12,131	11,181	33,123	26,253
Taxation	18	(2,624)	(2,672)	(7,048)	(5,958)
Profit after taxation for the financial period		9,507	8,509	26,075	20,295
Other comprehensive income:					
Foreign currency translation differences		270	(1,097)	1,363	711
Total comprehensive income for the financial period		9,777	7,412	27,438	21,006
Profit attributable to:					
Owners of the Company		6,931	6,857	20,007	16,980
Non-controlling interests		2,576	1,652	6,068	3,315
		9,507	8,509	26,075	20,295
Total comprehensive income attributable to:					
Owners of the Company		6,726	3,117	20,605	15,531
Non-controlling interests		3,050	4,295	6,833	5,475
		9,777	7,412	27,438	21,006
Basic earnings per share (sen)	23	2.37	2.54	7.15	6.36

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018.

The accompanying notes are an integral part of this statement.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE THIRD QUARTER ENDED 31 MARCH 2019**

	(Unaudited)	(Audited)
	AS AT	AS AT
Note	31/03/2019	30/6/2018
	RM'000	RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	17,055	15,477
Investment properties	4,510	4,510
Intangible assets - goodwill	62,439	28,144
Deferred tax assets	2,823	3,355
	86,827	51,486
CURRENT ASSETS		
Inventories	17,830	18,856
Tax recoverable	4,305	2,256
Other receivables	8,512	9,702
Trade receivables	111,709	82,205
Due from customer on contracts	62,959	54,556
Deposits with licensed banks, cash and bank balances	82,934	57,048
	288,249	224,623
TOTAL ASSETS	375,076	276,109
EQUITY AND LIABILITIES		
Equity		
Share capital	113,856	94,841
Treasury shares	(855)	(855)
Foreign exchange reserve	5,012	4,414
Revaluation reserve	4,024	4,024
Share option reserve	1,510	1,510
Retained profits	76,766	59,772
Equity attributable to owners of the Company	200,313	163,706
Non-controlling interests	46,752	36,033
Total Equity	247,065	199,739
NON-CURRENT LIABILITIES		
Other payables	352	353
Provision for end of service benefit	672	586
Long term borrowings	20 17,084	10,833
Deferred tax liabilities	215	622
	18,323	12,394
CURRENT LIABILITIES		
Other payables	32,575	20,367
Trade payables	49,533	39,988
Provision for taxation	1,308	240
Short term borrowings	20 25,055	2,623
Due to customers on contracts	1,217	758
	109,688	63,976
TOTAL LIABILITIES	128,011	76,370
TOTAL EQUITY AND LIABILITIES	375,076	276,109
NET ASSETS PER SHARE (SEN)	68.5	60.8

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018.

The accompanying notes are an integral part of this statement.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 31 MARCH 2019**

	CURRENT PERIOD TO DATE 31/03/2019 RM'000	PREVIOUS PERIOD TO DATE 31/03/2018 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	33,123	26,253
Adjustments for:		
Allowance for impairment losses on trade receivables	22	-
Allowance for slow moving inventories	117	-
Reversal of impairment on receivables	(12)	(1,003)
Depreciation of property, plant and equipment	2,205	1,996
Provision for end of service benefit	85	1
Reversal of retirement benefit obligation	-	(16)
Gain on disposal of property, plant and equipment	(155)	(97)
Unrealised loss on foreign exchange	(160)	-
Finance expenses/(income),net	416	(422)
Operating profit before working capital changes	35,641	26,712
Decrease/(Increase) in inventories	908	(36)
(Increase)/Decrease in receivables	(36,728)	12,258
Increase/(Decrease) in payables	17,087	(47,954)
Cash generated from operations	16,908	(9,020)
Interest paid	(1,434)	(591)
Taxes paid	(9,494)	(6,419)
Net cash generated from/ (used in) operating activities	5,980	(16,030)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash outflow from acquisition of a subsidiary	(12,217)	-
Purchase of property, plant and equipment	(2,290)	(1,574)
Proceeds from disposals of property, plant and equipment	234	100
Increase of investment in subsidiaries by non-controlling interests	6,136	-
Interest received	1,018	1,013
Net cash used in investing activities	(7,119)	(461)
CASH FLOWS FOR FINANCING ACTIVITIES		
Drawdown/(repayment) of revolving credit/term loans	26,614	(1,702)
Repayment of hire purchase and lease payables	(716)	-
Drawdown of trade loan	2,069	-
Proceed from exercise of employee share options	1,515	1,990
Dividends paid to owners	(1,420)	(2,674)
Dividends paid to non-controlling interest	(1,960)	-
Net cash generated from/(used in) financing activities	26,102	(2,386)
NET INCREASE IN CASH AND CASH EQUIVALENTS	24,963	(18,877)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	57,048	67,691
Effects of exchange differences	923	(2,116)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	82,934	46,698
Cash and cash equivalents comprise:		
Cash and bank balances	58,201	25,531
Deposits with licensed bank	24,733	21,167
	82,934	46,698

The Condensed Consolidated Statement of Cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED 31 MARCH 2019

	Share Capital	Treasury Shares	Foreign Exchange Reserves	Revaluation Reserves	Share Option Reserves	Distributable Retained Profits	Total	Non- Controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31 March 2019									
At 1 July 2018	94,841	(855)	4,414	4,024	1,510	59,772	163,706	36,033	199,739
Other comprehensive income for the financial year	-	-	-	-	-	20,007	20,007	6,068	26,075
- Foreign currency translation reserve	-	-	598	-	-	-	598	765	1,363
Total comprehensive income for the financial year	-	-	598	-	-	20,007	20,605	6,833	27,438
Transaction with owners:									
- Exercise of employee share options	1,515	-	-	-	-	-	1,515	-	1,515
- Issuance of shares for acquisition of a subsidiary	17,500	-	-	-	-	-	17,500	-	17,500
- Dividends paid on shares to owner of the company	-	-	-	-	-	(1,420)	(1,420)	-	(1,420)
- Dividends paid on shares to non-controlling interests	-	-	-	-	-	-	-	(1,960)	(1,960)
- Non controlling interest arising from acquisition of new subsidiary	-	-	-	-	-	-	-	5,845	5,845
- MFRS 15 adjustment	-	-	-	-	-	(1,592)	(1,592)	-	(1,592)
At 31 March 2019	113,856	(855)	5,012	4,024	1,510	76,767	200,314	46,751	247,065
31 March 2018									
At 1 July 2017	91,115	(855)	5,872	2,928	2,018	40,169	141,247	28,431	169,678
Other comprehensive income for the financial year	-	-	-	-	-	16,980	16,980	3,315	20,295
- Foreign currency translation reserve	-	-	(1,449)	-	-	-	(1,449)	2,160	711
Total comprehensive income for the financial year	-	-	(1,449)	-	-	16,980	15,531	5,475	21,006
Transaction with owners:									
- Exercise of employee share options	1,989	-	-	-	-	-	1,989	-	1,989
- Dividend	-	-	-	-	-	(2,674)	(2,674)	-	(2,674)
At 31 March 2018	93,104	(855)	4,423	2,928	2,018	54,475	156,093	33,906	189,999

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2018.

The accompanying notes are an integral part of this statement.