

PRESS METAL ALUMINIUM HOLDINGS BERHAD

(Company No.1198171-H)

CONDENSED CONSOLIDATED INCOME STATEMENT

For the period ended 30 June 2019

	2nd Quarter			Period-to-date		
	3 months ended			6 months ended		
	30.06.2019	30.06.2018	Changes	30.06.2019	30.06.2018	Changes
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	2,133,602	2,438,840	(12.5)	4,304,855	4,564,276	(5.7)
Operating expenses	(1,959,515)	(2,160,694)	(9.3)	(3,950,102)	(4,054,664)	(2.6)
Other operating income/(expenses)	(12,387)	(9,639)	28.5	2,274	11,928	(80.9)
Profit from operations	161,700	268,507	<i>(39.8)</i>	357,027	521,540	<i>(31.5)</i>
Net finance costs	(43,578)	(47,384)	(8.0)	(86,046)	(90,716)	(5.1)
Share of profit from associate	5,346	300	1,682.0	8,057	838	861.5
Profit before tax	123,468	221,423	<i>(44.2)</i>	279,038	431,662	<i>(35.4)</i>
Taxation	<i>B5</i> (4,378)	(22,358)	(80.4)	(16,607)	(40,033)	(58.5)
Profit for the period	119,090	199,065	<i>(40.2)</i>	262,431	391,629	<i>(33.0)</i>
Attributable to :						
Equity holders of the parent	102,887	160,603	(35.9)	217,994	311,080	(29.9)
Non-controlling interest	16,203	38,462	(57.9)	44,437	80,549	(44.8)
	119,090	199,065	<i>(40.2)</i>	262,431	391,629	<i>(33.0)</i>
Basic earnings per share (sen)	<i>B12(a)</i> 2.56	4.15	(38.4)	5.45	8.05	(32.3)
Diluted earnings per share (sen)	<i>B12(b)</i> 2.55	3.99	(36.0)	5.44	7.74	(29.7)

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.

PRESS METAL ALUMINIUM HOLDINGS BERHAD*(Company No.1198171-H)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the period ended 30 June 2019

	2nd Quarter 3 months ended			Period-to-date 6 months ended		
	30.06.2019 <i>RM'000</i>	30.06.2018 <i>RM'000</i>	<i>Changes</i> %	30.06.2019 <i>RM'000</i>	30.06.2018 <i>RM'000</i>	<i>Changes</i> %
Profit for the period	119,090	199,065	<i>(40.2)</i>	262,431	391,629	<i>(33.0)</i>
Other comprehensive income, net of tax						
-Foreign currency translation differences for foreign operations	(34,979)	(64,016)	<i>(45.4)</i>	(13,647)	10,470	<i>(230.3)</i>
-Cash flow hedge	(127,497)	(261,840)	<i>(51.3)</i>	(141,185)	297,988	<i>(147.4)</i>
Total comprehensive income for the period	(43,386)	(126,791)	<i>(65.8)</i>	107,599	700,087	<i>(84.6)</i>
Attributable to :						
Equity holders of the parent	(36,715)	(138,309)	<i>(73.5)</i>	105,409	634,849	<i>(83.4)</i>
Non-controlling interest	(6,671)	11,518	<i>(157.9)</i>	2,190	65,238	<i>(96.6)</i>
	(43,386)	(126,791)	<i>(65.8)</i>	107,599	700,087	<i>(84.6)</i>

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

(Company No.1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2019

	As at 30.06.2019 RM'000	As at 31.12.2018 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,756,974	4,832,298
Prepaid lease payments	9,557	9,946
Investment properties	17,225	17,406
Goodwill	39,125	39,125
Investment in associates	586,848	138,017
Other investments	1,803	1,803
Right-of-use assets	8,811	-
Derivative financial assets	-	715
Total non-current assets	5,420,343	5,039,310
Current assets		
Inventories	1,362,175	1,539,499
Trade receivables	945,171	942,809
Other receivables, deposits and prepayments	765,968	380,861
Contract assets	51	94
Derivative financial assets	126,961	229,171
Current tax assets	11,423	10,498
Deposits, cash and bank balances	199,945	199,050
	3,411,694	3,301,982
Asset classified as held for sale	-	235
Total current assets	3,411,694	3,302,217
Total assets	8,832,037	8,341,527
EQUITY		
Equity attributable to equity holders of the parent		
Share capital	1,085,802	1,046,903
Reserves	(107,174)	12,218
Retained profits	2,284,892	2,177,593
	3,263,520	3,236,714
Non-controlling interest	793,061	790,871
Total equity	4,056,581	4,027,585
LIABILITIES		
Non-current liabilities		
Hire purchase & finance lease liabilities	8,003	8,592
Long term borrowings	<i>B8</i> 2,534,605	2,011,939
Derivative financial liabilities	134,857	21,311
Deferred tax liabilities	191,403	183,962
Lease liabilities	6,024	-
Total non-current liabilities	2,874,892	2,225,804
Current liabilities		
Trade payables	496,190	719,485
Other payables and accruals	205,209	214,406
Contract liabilities	1,575	1,027
Derivative financial liabilities	106,208	181,358
Hire purchase & finance lease liabilities	5,528	5,554
Overdraft & short term borrowings	<i>B8</i> 1,075,465	958,560
Lease liabilities	2,788	-
Taxation	7,601	7,748
Total current liabilities	1,900,564	2,088,138
	4,775,456	4,313,942
Total equity and liabilities	8,832,037	8,341,527
Net assets per share (RM)	0.81	0.82

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.

PRESS METAL ALUMINIUM HOLDINGS BERHAD

(Company No: 1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2019

	←----- Attributable to equity holders of the parent ----->							Non-controlling Interest RM'000	Total Equity RM'000
	←----- Non-Distributable ----->				Distributable		Total RM'000		
	Share Capital RM'000	Translation Reserve RM'000	Warrants Reserve RM'000	Hedging Reserve RM'000	Retained Profits RM'000				
At 1 January 2018	990,641	64,408	17,830	(625,515)	1,823,281	2,270,645	699,796	2,970,441	
Exchange differences	-	10,470	-	-	-	10,470	-	10,470	
Exercise of warrants	17,138	-	(3,112)	-	-	14,026	-	14,026	
Acquisition of a subsidiary	-	-	-	-	-	-	(5,726)	(5,726)	
Cash flow hedge	-	-	-	313,299	-	313,299	(15,311)	297,988	
Proposed dividend									
- Fourth interim 2017	-	-	-	-	(57,991)	(57,991)	-	(57,991)	
- First interim 2018	-	-	-	-	(58,031)	(58,031)	-	(58,031)	
Net profit for the period	-	-	-	-	311,080	311,080	80,549	391,629	
At 30 June 2018	1,007,779	74,878	14,718	(312,216)	2,018,339	2,803,498	759,308	3,562,806	
At 1 January 2019	1,046,903	39,272	7,614	(34,668)	2,177,593	3,236,714	790,871	4,027,585	
Exchange differences	-	(13,647)	-	-	-	(13,647)	256	(13,391)	
Exercise of warrants	38,899	-	(7,063)	-	-	31,836	-	31,836	
Cash flow hedge	-	-	-	(98,682)	-	(98,682)	(42,503)	(141,185)	
Proposed dividend									
- Fourth interim 2018	-	-	-	-	(60,292)	(60,292)	-	(60,292)	
- First interim 2019	-	-	-	-	(50,403)	(50,403)	-	(50,403)	
Net profit for the period	-	-	-	-	217,994	217,994	44,437	262,431	
At 30 June 2019	1,085,802	25,625	551	(133,350)	2,284,892	3,263,520	793,061	4,056,581	

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.

PRESS METAL ALUMINIUM HOLDINGS BERHAD*(Company No: 1198171-H)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the period ended 30 June 2019

	6 months ended	
	30.06.2019	30.06.2018
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	279,038	431,662
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	183,886	197,895
Finance income	(5,901)	(2,589)
Finance costs	91,947	93,305
Share of profit of equity accounted associate, net of tax	(8,057)	(838)
(Gain)/Loss on disposal of property, plant and equipment	(3,093)	730
Property, plant and equipment written off	5,195	10,363
Unrealised foreign exchange (gain)/loss	(2,284)	5,212
Operating profit before changes in working capital	540,731	735,740
Changes in working capital		
Inventories	170,915	(74,363)
Trade and other receivables	(98,140)	(313,892)
Trade and other payables	(232,297)	65,354
Cash generated from operations	381,209	412,839
Income tax paid	(10,613)	(21,258)
Net cash from operating activities	370,596	391,581
Cash flows from investing activities		
Acquisition of property, plant and equipment	(108,810)	(138,626)
Acquisition of a subsidiary, net of cash and cash equivalents acquired	-	(68,554)
Acquisition of investment in associates	(442,093)	(32,440)
Proceeds from disposal of other investment	-	15,000
Subscription of Irredeemable Convertible Unsecured Loan Stock	-	(58,947)
Loan to an associate	(314,312)	-
Dividend received from an associate	1,319	215
Proceeds from disposal of property, plant and equipment	2,262	1,276
Interest received from fixed deposits	5,901	2,589
Net cash used in investing activities	(855,733)	(279,487)
Cash flows from financing activities		
Dividend paid to owners of the Company	(110,695)	(116,022)
Net drawdown of banking facilities	612,459	74,124
Increase in amount due (from)/to associate	(30,793)	1,892
Interest paid on loans and borrowings	(91,947)	(93,305)
Proceeds from issue of shares via exercise of warrants	31,836	14,026
Repayment loan from associate	57,926	-
Finance lease payments	(1,533)	(32)
Net cash from/(used) in financing activities	467,253	(119,317)
Net increase in cash and cash equivalents	(17,884)	(7,223)
Effect of exchange rate fluctuations on cash held	(9,070)	9,223
Cash and cash equivalents at 1 January	193,880	201,705
Cash and cash equivalents at 30 June	166,926	203,705

PRESS METAL ALUMINIUM HOLDINGS BERHAD

(Company No: 1198171-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS *(cont'd)*

For the period ended 30 June 2019

Cash and cash equivalents

Cash and cash equivalents included in the statement of cash flows comprise the following statement of financial position amounts:

	6 months ended	
	30.06.2019	30.06.2018
	<i>RM'000</i>	<i>RM'000</i>
Deposits (exclude deposits pledged)	4,620	32,023
Cash and bank balances	164,625	171,916
Bank overdrafts	(2,319)	(234)
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	166,926	203,705

Deposits, cash and bank balances

	6 months ended	
	30.06.2019	30.06.2018
	<i>RM'000</i>	<i>RM'000</i>
Deposits placed with licence banks	35,320	86,628
Cash and bank balances	164,625	171,916
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	199,945	258,544

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2018.