

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 30 June 2020**

(The figures have not been audited)

	As at 30 June 2020 RM'000 (Unaudited)	As at 31 December 2019 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	1,004,635	1,022,145
Right-of-use assets	38,514	39,636
Biological assets	37,139	36,700
Goodwill	9,584	9,584
Other intangible asset	70	83
Deferred tax assets	1,803	1,803
	<u>1,091,745</u>	<u>1,109,951</u>
Current assets		
Inventories	253,787	248,106
Trade receivables	76,167	83,580
Other receivables, deposits & prepayments	24,713	28,654
Current tax assets	2,606	2,857
Cash and cash equivalents	116,684	104,749
	<u>473,957</u>	<u>467,946</u>
TOTAL ASSETS	<u>1,565,702</u>	<u>1,577,897</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	344,749	344,749
Treasury shares	(483)	(483)
Retained earnings	661,832	685,065
Other reserves	115,519	105,348
	<u>1,121,617</u>	<u>1,134,679</u>
Non-controlling interests	29,973	29,683
Total equity	<u>1,151,590</u>	<u>1,164,362</u>
Non-current liabilities		
Deferred tax liabilities	36,428	37,449
Loans and borrowings	69,886	77,584
Lease liabilities	1,997	3,676
Other payables	12,454	11,953
	<u>120,765</u>	<u>130,662</u>
Current liabilities		
Trade payables	50,679	54,800
Other payables and accruals	55,814	67,261
Loans and borrowings	181,765	157,875
Lease liabilities	2,722	1,851
Current tax liabilities	2,367	1,086
	<u>293,347</u>	<u>282,873</u>
Total liabilities	<u>414,112</u>	<u>413,535</u>
TOTAL EQUITY AND LIABILITIES	<u>1,565,702</u>	<u>1,577,897</u>

<i>Net assets per share (RM) **</i>	1.36	1.38
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** Net assets per share is calculated based on Total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares as at each reporting date.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Second Quarter Ended 30 June 2020**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 June 2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 June 2019 RM'000	CURRENT YEAR PERIOD TO-DATE 30 June 2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 June 2019 RM'000
Revenue	172,921	231,928	400,333	477,647
Cost of sales	(147,485)	(199,869)	(343,366)	(413,700)
Gross Profit	25,436	32,059	56,967	63,947
Other operating income/(expenses)	378	1,134	1,343	3,722
Selling & administrative expenses	(32,692)	(40,722)	(74,897)	(83,546)
Finance costs	(1,823)	(1,946)	(3,860)	(3,747)
Profit/(Loss) Before Tax	(8,701)	(9,475)	(20,447)	(19,624)
Tax expense	(986)	(601)	(2,496)	(1,392)
Net Profit/(Loss) For The Period	(9,687)	(10,076)	(22,943)	(21,016)
Net profit/(loss) attributable to:				
Owners of the Company	(11,081)	(10,364)	(23,233)	(20,931)
Non-controlling interests	1,394	288	290	(85)
	(9,687)	(10,076)	(22,943)	(21,016)
Earnings per share (Note B 10)				
- Basic (Sen)	(1.31)	(1.23)	(2.75)	(2.47)
- Diluted (Sen)	(1.31)	(1.23)	(2.75)	(2.47)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Second Quarter Ended 30 June 2020**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER	CORRESPONDING	PERIOD	CORRESPONDING
	30 June 2020 RM'000	30 June 2019 RM'000	30 June 2020 RM'000	30 June 2019 RM'000
Net Profit/(Loss) For The Period	<u>(9,687)</u>	<u>(10,076)</u>	<u>(22,943)</u>	<u>(21,016)</u>
Other comprehensive income				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	20,628	18,743	10,171	21,321
Other comprehensive income/(loss) net of tax	<u>20,628</u>	<u>18,743</u>	<u>10,171</u>	<u>21,321</u>
Total comprehensive income/(loss) for the period	<u>10,941</u>	<u>8,667</u>	<u>(12,772)</u>	<u>305</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	9,547	8,379	(13,062)	390
Non-controlling interests	1,394	288	290	(85)
	<u>10,941</u>	<u>8,667</u>	<u>(12,772)</u>	<u>305</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

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INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the Second Quarter Ended 30 June 2020****(The figures have not been audited)**

	30 June 2020 RM'000	30 June 2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	(20,447)	(19,624)
Adjustments for :-		
Depreciation and amortisation	39,703	37,866
Loss/(gain) on disposal of property, plant and equipment	355	(345)
Interest income	(722)	(844)
Interest expense	3,860	3,747
Other non-cash items	4,707	4,446
Operating profit before changes in working capital	<u>27,455</u>	<u>25,245</u>
Changes in working capital		
Net Change in inventory	(5,681)	(7,194)
Net Change in trade and other receivables	11,353	15,116
Net Change in trade and other payables	(15,068)	(18,083)
Net cash flows from/(used in)	<u>(9,397)</u>	<u>(10,160)</u>
Interest paid	(3,860)	(3,747)
Income taxes paid	<u>(2,108)</u>	<u>(3,048)</u>
	<u>(5,967)</u>	<u>(6,795)</u>
Net cash flows from/(used in) operating activities	<u>12,091</u>	<u>8,292</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(12,681)	(22,201)
- Proceeds from disposal of property, plant and equipment	318	300
- Interest received	722	844
Net cash flows from/(used in) investing activities	<u>(11,642)</u>	<u>(21,057)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Drawdown of borrowings	102,367	60,521
- Repayment of borrowings	(90,879)	(54,787)
Net cash flows from/(used in) financing activities	<u>11,487</u>	<u>5,735</u>
Net increase/(decrease) in Cash & Cash Equivalents	11,935	(7,031)
Cash and Cash Equivalents at the beginning of the financial period	104,749	106,922
Cash and Cash Equivalents at the end of the financial period	<u>116,684</u>	<u>99,891</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)
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INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 30 June 2020
(The figures have not been audited)

	-----Attributable to owners of the parent -----				----- Distributable -----			
	Non-distributable		Distributable		Non-Controlling Interests		Total Equity	
	Share Capital RM'000	Treasury Shares RM'000	Equity Transaction Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
6 months period ended 30 June 2020								
At 1 January 2020	344,749	(483)	383	104,965	685,065	1,134,679	29,683	1,164,362
Total comprehensive income for the period	-	-	-	10,171	(23,233)	(13,062)	290	(12,772)
At 30 June 2020	344,749	(483)	383	115,136	661,832	1,121,617	29,973	1,151,590
6 months period ended 30 June 2019								
At 1 January 2019	344,749	(483)	383	80,760	730,882	1,156,291	30,011	1,186,302
Total comprehensive income for the period	-	-	-	21,321	(20,931)	390	(85)	305
At 30 June 2019	344,749	(483)	383	102,081	709,951	1,156,681	29,926	1,186,607

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.