

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Financial Position

As at 31 March 2020

(The figures have not been audited)

	As at 31 March 2020 RM'000 (Unaudited)	As at 31 December 2019 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	1,004,227	1,022,145
Right-of-use assets	38,952	39,636
Biological assets	36,933	36,700
Goodwill	9,584	9,584
Other intangible asset	76	83
Deferred tax assets	1,803	1,803
	<u>1,091,575</u>	<u>1,109,951</u>
Current assets		
Inventories	235,740	248,106
Trade receivables	101,641	83,580
Other receivables, deposits & prepayments	22,681	28,654
Current tax assets	2,985	2,857
Cash and cash equivalents	95,986	104,749
	<u>459,033</u>	<u>467,946</u>
TOTAL ASSETS	<u>1,550,608</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	672,913	685,065
Other reserves	94,891	105,348
	<u>1,112,070</u>	<u>1,134,679</u>
Non-controlling interests	28,579	29,683
Total equity	<u>1,140,649</u>	<u>1,164,362</u>
Non-current liabilities		
Deferred tax liabilities	36,999	37,449
Loans and borrowings	75,141	77,584
Lease liabilities	3,348	3,676
Other payables	11,764	11,953
	<u>127,252</u>	<u>130,662</u>
Current liabilities		
Trade payables	51,093	54,800
Other payables and accruals	56,160	67,261
Loans and borrowings	172,396	157,875
Lease liabilities	1,640	1,851
Current tax liabilities	1,418	1,086
	<u>282,707</u>	<u>282,873</u>
Total liabilities	<u>409,959</u>	<u>413,535</u>
TOTAL EQUITY AND LIABILITIES	<u>1,550,608</u>	<u>1,577,897</u>
<i>Net assets per share (RM) **</i>	1.35	1.38

** 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 First Quarter Ended 31 March 2020**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 March 2020 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 March 2019 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2020 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2019 RM'000
Revenue	227,412	245,719	227,412	245,719
Cost of sales	(195,881)	(213,831)	(195,881)	(213,831)
Gross Profit	31,531	31,888	31,531	31,888
Other operating income/(expenses)	965	2,588	965	2,588
Selling & administrative expenses	(42,205)	(42,824)	(42,205)	(42,824)
Finance costs	(2,037)	(1,801)	(2,037)	(1,801)
Profit/(Loss) Before Tax	(11,746)	(10,149)	(11,746)	(10,149)
Tax expense	(1,510)	(791)	(1,510)	(791)
Net Profit/(Loss) For The Period	(13,256)	(10,940)	(13,256)	(10,940)
Net profit/(loss) attributable to:				
Owners of the Company	(12,152)	(10,567)	(12,152)	(10,567)
Non-controlling interests	(1,104)	(373)	(1,104)	(373)
	(13,256)	(10,940)	(13,256)	(10,940)
Earnings per share (Note B 10)				
- Basic (Sen)	(1.44)	(1.25)	(1.44)	(1.25)
- Diluted (Sen)	(1.44)	(1.25)	(1.44)	(1.25)

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 First Quarter Ended 31 March 2020**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	31 March 2020 RM'000	31 March 2019 RM'000	31 March 2020 RM'000	31 March 2019 RM'000
Net Profit/(Loss) For The Period	<u>(13,256)</u>	<u>(10,940)</u>	<u>(13,256)</u>	<u>(10,940)</u>
Other comprehensive income				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	(10,457)	2,578	(10,457)	2,578
Other comprehensive income/(loss) net of tax	<u>(10,457)</u>	<u>2,578</u>	<u>(10,457)</u>	<u>2,578</u>
Total comprehensive income/(loss) for the period	<u>(23,713)</u>	<u>(8,362)</u>	<u>(23,713)</u>	<u>(8,362)</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(22,609)	(7,989)	(22,609)	(7,989)
Non-controlling interests	(1,104)	(373)	(1,104)	(373)
	<u>(23,713)</u>	<u>(8,362)</u>	<u>(23,713)</u>	<u>(8,362)</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)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the First Quarter Ended 31 March 2020****(The figures have not been audited)**

	31 March 2020 RM'000	31 March 2019 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	(11,746)	(10,149)
Adjustments for :-		
Depreciation and amortisation	19,900	18,768
Loss/(gain) on disposal of property, plant and equipment	7	(1)
Interest income	(380)	(418)
Interest expense	2,037	1,801
Other non-cash items	(746)	(2,103)
Operating profit before changes in working capital	<u>9,072</u>	<u>7,897</u>
Changes in working capital		
Net Change in inventory	12,366	8,084
Net Change in trade and other receivables	(12,088)	(456)
Net Change in trade and other payables	(14,997)	(23,126)
Net cash flows from/(used in)	<u>(14,720)</u>	<u>(15,497)</u>
Interest paid	(2,037)	(1,801)
Income taxes paid	(1,820)	(1,543)
	<u>(3,857)</u>	<u>(3,345)</u>
Net cash flows from/(used in) operating activities	<u>(9,505)</u>	<u>(10,943)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(9,591)	(8,946)
- Proceeds from disposal of property, plant and equipment	57	990
- Interest received	380	418
Net cash flows from/(used in) investing activities	<u>(9,154)</u>	<u>(7,538)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Drawdown of borrowings	58,641	21,843
- Repayment of borrowings	(48,743)	(12,372)
Net cash flows from/(used in) financing activities	<u>9,897</u>	<u>9,471</u>
Net increase/(decrease) in Cash & Cash Equivalents	(8,763)	(9,010)
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>95,986</u>	<u>97,912</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.

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 31 March 2020
(The figures have not been audited)

	-----Attributable to owners of the parent -----							
	----- Non-distributable -----			Distributable			Non-	Total
	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	Controlling Interests RM'000	Equity RM'000
3 months period ended 31 March 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	-	-	-	(10,457)	(12,152)	(22,609)	(1,104)	(23,713)
At 31 March 2020	344,749	(483)	383	94,508	672,913	1,112,070	28,579	1,140,649
3 months period ended 31 March 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	-	-	-	2,578	(10,567)	(7,989)	(373)	(8,362)
At 31 March 2019	344,749	(483)	383	83,338	720,315	1,148,302	29,638	1,177,940

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.