

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the First Quarter Ended 31 March 2019**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 March 2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 March 2018 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2018 RM'000
Revenue	245,719	264,178	245,719	264,178
Cost of sales	(213,831)	(208,146)	(213,831)	(208,146)
Gross Profit	31,888	56,032	31,888	56,032
Other operating income/(expenses)	2,588	4,103	2,588	4,103
Selling & administrative expenses	(42,824)	(44,798)	(42,824)	(44,798)
Finance costs	(1,801)	(1,764)	(1,801)	(1,764)
Profit/(Loss) Before Tax	(10,149)	13,573	(10,149)	13,573
Tax expense	(791)	(6,085)	(791)	(6,085)
Net Profit/(Loss) For The Period	(10,940)	7,488	(10,940)	7,488
Net profit/(loss) attributable to:				
Owners of the Company	(10,567)	6,769	(10,567)	6,769
Non-controlling interests	(373)	719	(373)	719
	(10,940)	7,488	(10,940)	7,488
Earnings per share (Note B 10)				
- Basic (Sen)	(1.25)	0.80	(1.25)	0.80
- Diluted (Sen)	(1.25)	0.80	(1.25)	0.80

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2018 and the accompanying explanatory notes attached to the interim financial statements.

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(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 PERIOD TO-DATE
	31 March 2019 RM'000	31 March 2018 RM'000	31 March 2019 RM'000	31 March 2018 RM'000
Net Profit/(Loss) For The Period	(10,940)	7,488	(10,940)	7,488
Other comprehensive income				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	2,578	(3,752)	2,578	(3,752)
Other comprehensive income/(loss) net of tax	2,578	(3,752)	2,578	(3,752)
Total comprehensive income/(loss) for the period	(8,362)	3,736	(8,362)	3,736
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(7,989)	3,017	(7,989)	3,017
Non-controlling interests	(373)	719	(373)	719
	(8,362)	3,736	(8,362)	3,736

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EVERGREEN FIBREBOARD BERHAD (217120 W)
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INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Financial Position

As at 31 March 2019

(The figures have not been audited)

	As at 31 March 2019 RM'000 (Unaudited)	As at 31 December 2018 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	1,006,498	1,014,247
Land use rights	34,328	34,495
Biological assets	34,602	34,300
Goodwill	9,584	9,584
Other intangible asset	104	111
Deferred tax assets	1,803	1,804
	<u>1,086,919</u>	<u>1,094,541</u>
Current assets		
Inventories	244,761	252,845
Trade receivables	100,186	95,252
Other receivables, deposits & prepayments	32,614	37,092
Current tax assets	3,605	2,759
Cash and cash equivalents	97,912	106,922
	<u>479,078</u>	<u>494,870</u>
	<u>1,565,997</u>	<u>1,589,411</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	344,749	344,749
Treasury shares	(483)	(483)
Retained earnings	720,315	730,882
Other reserves	83,721	81,143
	<u>1,148,302</u>	<u>1,156,291</u>
Non-controlling interests	29,638	30,011
Total equity	<u>1,177,940</u>	<u>1,186,302</u>
Non-current liabilities		
Deferred tax liabilities	41,200	42,203
Loans and borrowings	80,473	86,763
Other payables	11,576	11,489
	<u>133,249</u>	<u>140,455</u>
Current liabilities		
Trade payables	47,983	67,833
Other payables and accruals	67,106	70,470
Loans and borrowings	136,830	122,547
Current tax liabilities	2,889	1,804
	<u>254,808</u>	<u>262,654</u>
Total liabilities	<u>388,057</u>	<u>403,109</u>
TOTAL EQUITY AND LIABILITIES	<u>1,565,997</u>	<u>1,589,411</u>
<i>Net assets per share (RM) **</i>	<i>1.39</i>	<i>1.40</i>

** 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 2018 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 2019
(The figures have not been audited)

	-----Attributable to owners of the parent -----						Non-Controlling Interests RM'000	Total Equity RM'000
	----- Non-distributable -----		Distributable		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		
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
3 months period ended 31 March 2018								
At 1 January 2018	344,749	(393)	383	67,860	726,230	1,138,829	29,994	1,168,823
Total comprehensive income for the period	-	-	-	(3,752)	6,769	3,017	719	3,736
At 31 March 2018	344,749	(393)	383	64,108	732,999	1,141,846	30,713	1,172,559

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 2018 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 First Quarter Ended 31 March 2019**

(The figures have not been audited)

	31 March 2019 RM'000	31 March 2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	(10,149)	13,573
Adjustments for :-		
Depreciation and amortisation	18,768	17,550
Loss/(gain) on disposal of property, plant and equipment	(1)	(10,889)
Goodwill written off	-	8,000
Interest income	(418)	(385)
Interest expense	1,801	1,764
Other non-cash items	(2,103)	(1,602)
Operating profit before changes in working capital	<u>7,898</u>	<u>28,011</u>
Changes in working capital		
Net Change in inventory	8,084	(12,906)
Net Change in trade and other receivables	(456)	(13,633)
Net Change in trade and other payables	(23,126)	1,855
Net cash flows from/(used in)	<u>(15,497)</u>	<u>(24,684)</u>
Interest paid	(1,801)	(1,764)
Income taxes paid	(1,543)	(2,081)
	<u>(3,344)</u>	<u>(3,845)</u>
Net cash flows from/(used in) operating activities	<u>(10,943)</u>	<u>(519)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(8,946)	(19,055)
- Proceeds from disposal of property, plant and equipment	990	19,440
- Interest received	418	385
Net cash flows from/(used in) investing activities	<u>(7,538)</u>	<u>770</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Drawdown of borrowings	21,843	4,824
- Repayment of borrowings	(12,372)	(20,490)
Net cash flows from/(used in) financing activities	<u>9,471</u>	<u>(15,666)</u>
Net increase/(decrease) in Cash & Cash Equivalents	(9,010)	(15,414)
Cash and Cash Equivalents at the beginning of the financial period	106,922	120,874
Cash and Cash Equivalents at the end of the financial period	<u>97,912</u>	<u>105,460</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 2018 and the accompanying explanatory notes attached to the interim financial statements.