

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Fourth Quarter Ended 31 December 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 December 2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2017 RM'000	CURRENT YEAR PERIOD TO-DATE 31 December 2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2017 RM'000
Revenue	279,095	255,521	1,121,717	1,024,137
Cost of sales	(240,693)	(208,410)	(922,056)	(798,669)
Gross Profit	38,402	47,111	199,661	225,468
Other operating income/(expenses)	4,924	15,021	29,550	13,251
Selling & administrative expenses	(50,266)	(42,662)	(195,846)	(164,913)
Finance costs	(1,733)	(759)	(6,862)	(5,971)
Profit/(Loss) Before Tax	(8,673)	18,711	26,503	67,835
Tax expense	(684)	(5,936)	(10,510)	(21,002)
Net Profit/(Loss) For The Period	(9,357)	12,775	15,993	46,833
Net profit/(loss) attributable to:				
Owners of the Company	(8,016)	13,136	16,057	44,972
Non-controlling interests	(1,341)	(361)	(64)	1,861
	(9,357)	12,775	15,993	46,833
Earnings per share (Note B 10)				
- Basic (Sen)	(0.95)	1.55	1.90	5.32
- Diluted (Sen)	(0.95)	1.55	1.90	5.32

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2017 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 Fourth Quarter Ended 31 December 2018**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 December 2018 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2017 RM'000	CURRENT YEAR PERIOD TO-DATE 31 December 2018 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2017 RM'000
Net Profit/(Loss) For The Period	<u>(9,357)</u>	<u>12,775</u>	<u>15,993</u>	<u>46,833</u>
Other comprehensive income				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Remeasurement retirement benefits plan	-	(864)	-	(864)
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	(1,527)	(11,942)	12,920	(12,329)
Fair value (loss)/gain on available-for-sale financial assets	-	(45)	-	(39)
Other comprehensive income/(loss) net of tax	<u>(1,527)</u>	<u>(12,851)</u>	<u>12,920</u>	<u>(13,232)</u>
Total comprehensive income/(loss) for the period	<u>(10,884)</u>	<u>(76)</u>	<u>28,913</u>	<u>33,601</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(9,543)	337	28,977	31,792
Non-controlling interests	<u>(1,341)</u>	<u>(413)</u>	<u>(64)</u>	<u>1,809</u>
	<u>(10,884)</u>	<u>(76)</u>	<u>28,913</u>	<u>33,601</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 2017 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 Financial Position

As at 31 December 2018

(The figures have not been audited)

	As at 31 December 2018 RM'000 (Unaudited)	As at 31 December 2017 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	1,012,809	1,011,951
Land use rights	34,538	35,321
Biological assets	34,200	33,300
Goodwill	9,584	17,584
Other intangible asset	111	85
Deferred tax assets	1,803	4,589
	<u>1,093,045</u>	<u>1,102,830</u>
Current assets		
Inventories	253,561	227,257
Trade receivables	95,588	88,446
Other receivables, deposits & prepayments	32,984	39,620
Current tax assets	1,849	3,108
Cash and cash equivalents	107,520	120,874
	<u>491,502</u>	<u>479,305</u>
Non current asset classified as held for sale	-	8,552
	<u>491,502</u>	<u>487,857</u>
	<u>1,584,547</u>	<u>1,590,687</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	344,749	344,749
Treasury shares	(483)	(393)
Retained earnings	730,615	726,230
Other reserves	81,163	68,243
	<u>1,156,044</u>	<u>1,138,829</u>
Non-controlling interests	29,930	29,994
Total equity	<u>1,185,974</u>	<u>1,168,823</u>
Non-current liabilities		
Deferred tax liabilities	42,262	45,057
Loans and borrowings	86,779	123,587
Other payables	11,496	10,534
	<u>140,537</u>	<u>179,178</u>
Current liabilities		
Trade payables	63,244	59,326
Other payables and accruals	70,055	88,919
Loans and borrowings	122,531	93,722
Current tax liabilities	2,206	719
	<u>258,036</u>	<u>242,686</u>
Total liabilities	<u>398,573</u>	<u>421,864</u>
TOTAL EQUITY AND LIABILITIES	<u>1,584,547</u>	<u>1,590,687</u>
<i>Net assets per share (RM) **</i>	<i>1.40</i>	<i>1.38</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 2017 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 31 December 2018
(The figures have not been audited)

	Attributable to owners of the parent						Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	Non-distributable			Distributable						
	Share Capital RM'000	Share Premium * RM'000	Treasury Shares RM'000	Equity Transaction Reserve RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000				
12 months period ended 31 December 2018										
At 1 January 2018	344,749	-	(393)	383	-	67,860	726,230	1,138,829	29,994	1,168,823
Repurchase of treasury shares	-	-	(90)	-	-	-	-	(90)	-	(90)
Total comprehensive income for the period	-	-	-	-	-	12,920	16,057	28,977	(64)	28,913
Dividends	-	-	-	-	-	-	(11,672)	(11,672)	-	(11,672)
At 31 December 2018	344,749	-	(483)	383	-	80,780	730,615	1,156,044	29,930	1,185,974
12 months period ended 31 December 2017										
At 1 January 2017	211,606	133,143	(393)	383	39	80,189	699,052	1,124,019	28,123	1,152,142
Profit for the financial year	-	-	-	-	-	-	44,972	44,972	1,861	46,833
Other comprehensive income for the financial year	-	-	-	-	(39)	(12,329)	(812)	(13,180)	(52)	(13,232)
Acquisition of non-controlling interests	-	-	-	-	-	-	(62)	(62)	62	-
Adjustments for CA 2016 *	133,143	(133,143)	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	(16,920)	(16,920)	-	(16,920)
At 31 December 2017	344,749	-	(393)	383	-	67,860	726,230	1,138,829	29,994	1,168,823

* Pursuant to Section 618(2) of the Companies Act 2016 ("CA 2016"), any amount standing to the credit of the share premium account shall become part of the share capital. Notwithstanding this, the Group may within 24 months upon commencement of the CA 2016 use the amount standing to the credit of the share premium account of RM133,143,000 for the purposes set out in Section 618(3) of the CA 2016.

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 2017 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 Fourth Quarter Ended 31 December 2018**(The figures have not been audited)**

	31 December 2018 RM'000	31 December 2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	26,503	67,835
Adjustments for :-		
Depreciation and amortisation	74,592	62,902
Loss/(gain) on disposal of property, plant and equipment	(10,751)	(107)
Goodwill written off	8,000	-
Interest income	(1,680)	(1,181)
Interest expense	6,862	5,971
Other non-cash items	(573)	18,427
Operating profit before changes in working capital	<u>102,953</u>	<u>153,847</u>
Changes in working capital		
Net Change in inventory	(26,305)	(19,893)
Net Change in trade and other receivables	(507)	(14,698)
Net Change in trade and other payables	(13,983)	5,467
Net cash flows from/(used in)	<u>(40,795)</u>	<u>(29,124)</u>
Interest paid	(6,862)	(5,971)
Income taxes paid	(6,627)	(11,436)
	<u>(13,489)</u>	<u>(17,407)</u>
Net cash flows from/(used in) operating activities	<u>48,669</u>	<u>107,316</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(65,316)	(146,077)
- Proceeds from disposal of property, plant and equipment	20,642	135
- Interest received	1,680	1,881
Net cash flows from/(used in) investing activities	<u>(42,994)</u>	<u>(144,061)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	(90)	-
- Dividend Paid	(11,672)	(16,920)
- Drawdown of borrowings	79,995	112,743
- Repayment of borrowings	(87,262)	(98,471)
Net cash flows from/(used in) financing activities	<u>(19,029)</u>	<u>(2,648)</u>
Net increase/(decrease) in Cash & Cash Equivalents	(13,354)	(39,393)
Cash and Cash Equivalents at the beginning of the financial period	120,874	160,267
Cash and Cash Equivalents at the end of the financial period	<u>107,520</u>	<u>120,874</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 2017 and the accompanying explanatory notes attached to the interim financial statements.