

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Third Quarter Ended 30 September 2019**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 September 2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2018 RM'000	CURRENT YEAR PERIOD TO-DATE 30 September 2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 September 2018 RM'000
Revenue	249,474	288,529	727,121	842,622
Cost of sales	(216,431)	(238,993)	(630,131)	(681,363)
Gross Profit	33,043	49,536	96,990	161,259
Other operating income/(expenses)	4,007	10,952	7,729	24,626
Selling & administrative expenses	(39,186)	(50,991)	(122,732)	(145,580)
Finance costs	(2,453)	(1,753)	(6,200)	(5,129)
Profit/(Loss) Before Tax	(4,589)	7,744	(24,213)	35,176
Tax expense	(1,937)	(2,001)	(3,329)	(9,826)
Net Profit/(Loss) For The Period	(6,526)	5,743	(27,542)	25,350
Net profit/(loss) attributable to:				
Owners of the Company	(6,667)	5,345	(27,598)	24,073
Non-controlling interests	141	398	56	1,277
	(6,526)	5,743	(27,542)	25,350
Earnings per share (Note B 10)				
- Basic (Sen)	(0.79)	0.63	(3.26)	2.85
- Diluted (Sen)	(0.79)	0.63	(3.26)	2.85

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 9 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 September 2019 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2018 RM'000	CURRENT YEAR PERIOD TO-DATE 30 September 2019 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 September 2018 RM'000
Net Profit/(Loss) For The Period	(6,526)	5,743	(27,542)	25,350
Other comprehensive income				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	7,995	21,552	29,316	14,447
Other comprehensive income/(loss) net of tax	7,995	21,552	29,316	14,447
Total comprehensive income/(loss) for the period	1,469	27,295	1,774	39,797
Total comprehensive income/(loss) attributable to:				
Owners of the Company	1,328	26,897	1,718	38,520
Non-controlling interests	141	398	56	1,277
	1,469	27,295	1,774	39,797

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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INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Financial Position

As at 30 September 2019

(The figures have not been audited)

	As at 30 September 2019 RM'000 (Unaudited)	As at 31 December 2018 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	1,026,100	1,014,247
Land use rights	33,958	34,495
Biological assets	35,425	34,300
Goodwill	9,584	9,584
Other intangible asset	92	111
Deferred tax assets	1,803	1,804
	<u>1,106,962</u>	<u>1,094,541</u>
Current assets		
Inventories	271,732	252,845
Trade receivables	80,111	95,252
Other receivables, deposits & prepayments	26,622	37,092
Current tax assets	2,914	2,759
Cash and cash equivalents	90,684	106,922
	<u>472,063</u>	<u>494,870</u>
	<u>1,579,025</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	699,225	730,882
Other reserves	110,459	81,143
	<u>1,153,950</u>	<u>1,156,291</u>
Non-controlling interests	30,067	30,011
Total equity	<u>1,184,017</u>	<u>1,186,302</u>
Non-current liabilities		
Deferred tax liabilities	39,603	42,203
Loans and borrowings	82,690	86,763
Other payables	12,097	11,489
	<u>134,390</u>	<u>140,455</u>
Current liabilities		
Trade payables	55,835	67,833
Other payables and accruals	64,839	70,470
Loans and borrowings	136,156	122,547
Current tax liabilities	3,788	1,804
	<u>260,618</u>	<u>262,654</u>
Total liabilities	<u>395,008</u>	<u>403,109</u>
TOTAL EQUITY AND LIABILITIES	<u>1,579,025</u>	<u>1,589,411</u>
<i>Net assets per share (RM) **</i>	<u>1.40</u>	<u>1.40</u>

**** 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.

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 September 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		
9 months period ended 30 September 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	-	-	-	29,316	(27,598)	1,718	56	1,774
Dividends	-	-	-	-	(4,059)	(4,059)	-	(4,059)
At 30 September 2019	344,749	(483)	383	110,076	699,225	1,153,950	30,067	1,184,017
9 months period ended 30 September 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	-	-	-	14,447	24,073	38,520	1,277	39,797
Dividends	-	-	-	-	(11,672)	(11,672)	-	(11,672)
At 30 September 2018	344,749	(483)	383	82,307	738,631	1,165,587	31,271	1,196,858

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)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the Third Quarter Ended 30 September 2019****(The figures have not been audited)**

	30 September 2019 RM'000	30 September 2018 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	(24,213)	35,176
Adjustments for :-		
Depreciation and amortisation	57,429	54,460
Loss/(gain) on disposal of property, plant and equipment	(362)	(11,199)
Goodwill written off	-	8,000
Interest income	(1,329)	(1,178)
Interest expense	6,200	5,129
Other non-cash items	6,214	3,225
Operating profit before changes in working capital	<u>43,939</u>	<u>93,614</u>
Changes in working capital		
Net Change in inventory	(18,887)	(15,016)
Net Change in trade and other receivables	25,611	(31,500)
Net Change in trade and other payables	(17,019)	(3,854)
Net cash flows from/(used in)	<u>(10,295)</u>	<u>(50,370)</u>
Interest paid	(6,200)	(5,129)
Income taxes paid	(4,169)	(6,571)
	<u>(10,369)</u>	<u>(11,700)</u>
Net cash flows from/(used in) operating activities	<u>23,275</u>	<u>31,544</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(44,743)	(53,531)
- Proceeds from disposal of property, plant and equipment	519	20,071
- Interest received	1,329	1,178
Net cash flows from/(used in) investing activities	<u>(42,895)</u>	<u>(32,282)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	-	(90)
- Dividend Paid	(4,059)	(11,672)
- Drawdown of borrowings	93,956	53,102
- Repayment of borrowings	(86,514)	(66,037)
Net cash flows from/(used in) financing activities	<u>3,383</u>	<u>(24,697)</u>
Net increase/(decrease) in Cash & Cash Equivalents	(16,238)	(25,435)
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>90,684</u>	<u>95,439</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.