

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.15 RM'000	Preceding Year Corresponding Quarter 30.06.14 RM'000	Current Year-To-Date 30.06.15 RM'000	Preceding Year Corresponding Period 30.06.14 RM'000
Revenue	38,471	53,582	185,500	197,927
Operating expenses	(36,792)	(50,840)	(162,950)	(170,781)
Other operating income	1,197	150	3,446	1,385
Operating profit	2,876	2,892	25,996	28,531
Finance costs	(137)	(277)	(703)	(1,129)
Profit before taxation	2,739	2,615	25,293	27,402
Tax expense	(757)	(639)	(6,630)	(7,365)
Profit after taxation	1,982	1,976	18,663	20,037
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	1,982	1,976	18,663	20,037
Profit after taxation attributable to:				
Owners of the parent	1,982	1,976	18,663	20,037
Non-controlling interests	-	-	-	-
	1,982	1,976	18,663	20,037
Total comprehensive income attributable to:				
Owners of the parent	1,982	1,976	18,663	20,037
Non-controlling interests	-	-	-	-
	1,982	1,976	18,663	20,037
Earnings per share attributable to owners of the parent :				
- Basic (sen)	1.24	1.24	11.66	12.52
- Diluted (sen)	N/A	N/A	N/A	N/A

Notes:

N/A - Not applicable

The Unaudited Condensed Consolidated Statement Of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As At 30.06.15 RM'000	Audited As At 30.06.14 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	44,235	42,893
Intangible assets	461	461
Total non-current assets	44,696	43,354
CURRENT ASSETS		
Inventories	58,488	67,234
Trade and other receivables	48,537	51,317
Tax refundable	341	44
Short term investment	14,744	12,000
Deposits, cash and bank balances	27,270	23,159
Total current assets	149,380	153,754
TOTAL ASSETS	194,076	197,108
EQUITY AND LIABILITIES		
Share capital	80,000	80,000
Treasury Share	(52)	-
Reserves	85,241	72,976
Total Equity	165,189	152,976
NON-CURRENT LIABILITIES		
Deferred tax liabilities	1,212	1,602
Provision	197	179
Total non-current liabilities	1,409	1,781
CURRENT LIABILITIES		
Trade and other payables	17,946	15,256
Tax liabilities	360	1,205
Bank borrowings	9,172	25,890
Total current liabilities	27,478	42,351
TOTAL LIABILITIES	28,887	44,132
TOTAL EQUITY AND LIABILITIES	194,076	197,108
 NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (SEN)	 103.24	 95.61

Notes:

The Unaudited Condensed Consolidated Statement Of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent				Sub-Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Non-Distributable		Distributable				
	Share Capital RM'000	Merger Reserve RM'000	Treasury Share RM'000	Retained Profits RM'000			
12 months ended 30 June 2015							
As at 01.07.2014	80,000	(44,365)	-	117,341	152,976	-	152,976
Buy-back of ordinary shares	-	-	(52)	-	(52)	-	(52)
Profit after taxation / Total comprehensive income for the period	-	-	-	18,663	18,663	-	18,663
Dividends paid	-	-	-	(6,398)	(6,398)	-	(6,398)
As at 30.06.2015	80,000	(44,365)	(52)	129,606	165,189	-	165,189
12 months ended 30 June 2014							
As at 01.07.2013	80,000	(44,365)	-	103,704	139,339	-	139,339
Profit after taxation / Total comprehensive income for the period	-	-	-	20,037	20,037	-	20,037
Dividends paid	-	-	-	(6,400)	(6,400)	-	(6,400)
As at 30.06.2014	80,000	(44,365)	-	117,341	152,976	-	152,976

Notes:

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 30.06.15 RM'000	Preceding Year Corresponding Period 30.06.14 RM'000
Cash flows from operating activities		
Profit before taxation	25,293	27,402
Adjustments for:		
Non-cash items	5,068	5,547
Operating profit before changes in working capital	30,361	32,949
Changes in working capital		
Decrease/(Increase) in inventories	8,087	(10,859)
Increase/(Decrease) in trade and other receivables	1,794	(11,577)
Increase in trade and other payables	2,699	2,820
Cash generated from operations	42,941	13,333
Net tax paid	(8,162)	(7,370)
Interest paid	(693)	(1,119)
Net cash generated from operating activities	34,086	4,844
Cash flows from/(for) investing activities		
Interest received	868	769
Proceeds from sales of property, plant and equipment	15	56
Purchase of property, plant and equipment	(4,945)	(7,236)
Net cash used in investing activities	(4,062)	(6,411)
Cash flows for financing activities		
(Repayment)/Drawdown of bank borrowings	(16,718)	1,766
Buy back of ordinary share	(52)	-
Dividends paid	(6,399)	(6,400)
Net cash used in financing activities	(23,169)	(4,634)
Net increase/(decrease) in cash and cash equivalents	6,855	(6,201)
Cash and cash equivalents at beginning of period	35,159	41,360
Cash and cash equivalents at end of period	42,014	35,159
Cash and cash equivalents comprise the following:		
Cash and bank balances	12,484	7,929
Short term investments	14,744	12,000
Deposits with licensed banks	14,786	15,230
Cash and cash equivalents	42,014	35,159

Notes:

The Unaudited Condensed Consolidated Statement Of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial report.

These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“Group”) since the financial year ended 30 June 2014.

2. Summary of significant accounting policies

a) Changes in accounting policies

The condensed consolidated interim financial statements have been prepared in accordance with MFRSs, which are also in line with International Financial Reporting Standards as issued by the International Accounting Standards Board.

Significant accounting policies adopted are consistent with the audited financial statements for the financial year ended 30 June 2014 except for the adoption of the following new Malaysia Financial Reporting Standards (“MFRSs”) and Amendments to MFRSs with effect from 1 July 2014.

i) MFRS and IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities

Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation 21 Levies

Annual Improvements to MFRSs 2010 – 2012 Cycle

Annual Improvements to MFRSs 2011 – 2013 Cycle

The adoption of above standards and interpretation did not have significant impact on the financial performance or position of the Group.

ii) Inventories

During the financial period under review, the group has elected to change its’ inventories cost determination method from first-in-first-out basis to weighted average cost. Inventories are measured at the lower of cost and at net realisable value in accordance to MFRS 102.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of the Group for the financial year ended 30 June 2014 was not subject to any audit qualification.

4. Seasonality or Cyclicity Factors

The business operations of the Group are generally in the retail sector, which are subject to seasonal variations such as major local festive seasons, school holidays and carnival sales.

5. Unusual Items

There was no item, which is unusual because of their nature, size or incidence that has affected the assets, liabilities, equity, net income or cash flows of the Group in the quarterly financial statements under review.

6. Material Changes in Estimates

There were no changes in estimates of amounts that have had a material effect in the quarterly financial statements under review.

7. Dividends Paid

- a) An interim dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier dividend amounting to RM3,200,000 in respect of the financial year ending 30 June 2014 was paid on 25 July 2014 to Depositors whose names are registered in the Record of Depositors on 8 July 2014.
- b) A final dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier dividend amounting to RM3,198,960 in respect of the financial year ending 30 June 2014 was paid on 28 January 2015 to Depositors whose names are registered in the Record of Depositors on 8 January 2015.
- c) An interim dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier tax exempt dividend amounting to RM3,198,960 in respect of the financial year ending 30 June 2015 was paid on 28th July 2015 to Depositors whose names are registered in the Record of Depositors on 8th July 2015.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

8. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward without amendment from the audited financial statements for the financial year ended 30 June 2014.

9. Debt and Equity Securities

The Company repurchased 65,000 shares of its issued share capital from the open market at an average purchase price of RM0.80 per share. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965. As at 30 June 2015, out of the total 160,000,000 issued and fully paid ordinary shares, 65,000 shares were held as treasury shares at an average purchase price of RM0.80 per share. The share buyback transactions were financed by internally generated funds.

Saved as disclosed above, there were no issuances, cancellations, resale or repayments of debt and equity securities during the financial period under review.

10. Segmental Reporting

Segmental information for the Group by business segment is presented as follows:

Period Ended 30 June 2015	Investment holding RM' 000	Design and manufacturing RM' 000	Retailing RM' 000	Distribution and trading RM' 000	Elimination RM' 000	Consolidated RM' 000
Revenue						
External sales	-	29,241	35,900	120,359	-	185,500
Inter-segment sales	7,282	26,464	343	4,544	(38,633)	-
Total revenue	7,282	55,705	36,243	124,903	(38,633)	185,500
Results						
Profit before tax	7,341	5,989	5,375	13,014	(6,426)	25,293
Tax expense						(6,630)
Profit after tax						18,663
Attributable to :						
Owners of the parent						18,663
Non-controlling interests						-
						18,663

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

Period Ended 30 June 2014	Investment holding RM' 000	Design and manufacturing RM' 000	Retailing RM' 000	Distribution and trading RM' 000	Elimination RM' 000	Consolidated RM' 000
Revenue						
External sales	-	33,157	30,969	133,801	-	197,927
Inter-segment sales	6,446	28,863	136	4,392	(39,837)	-
Total revenue	6,446	62,020	31,105	138,193	(39,837)	197,927
Results						
Profit before tax	6,408	5,023	4,259	17,036	(5,324)	27,402
Tax expense						(7,365)
Profit after tax						20,037
Attributable to :						
Owners of the parent						20,037
Non-controlling interests						-
						20,037

11. Changes in Composition of the Group

There were no changes in the composition of the Group in this current quarter under review.

12. Contingent Liabilities

Save as disclosed below, the Group does not have any contingent liabilities since the last audited financial statements for the financial period ended 30 June 2015:

	As at 30.06.2015 RM'000	As at 30.06.2014 RM'000
Bank guarantees	673	665

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

13. Related Party Transactions

The Company entered into the following transaction with related parties during the quarter under review:

	Current Year Quarter 30.06.2015 RM'000	Current Year-To-date 30.06.2015 RM'000
a) Transaction with Yoon Fah Realty Sdn Bhd in which certain directors of the Company have substantial interest:		
- Rental of premises	93	370
b) Transaction with The Store Corporation Bhd in which a director of the Company is also a director of The Store Corporation Bhd		
- Supply of home linen products	615	4,559
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14. Material Events Subsequent to the End of the Current Financial Quarter

There are no material events subsequent to the end of the period that have not been reflected in the financial statements for the period ended.

15. Capital Commitment

The amount of capital commitment as at 30 June 2015 is as follows:

	RM'000
Awarded contract for construction of factory cum warehouse	6,621
Awarded contract for racking system	1,474
Final payment for purchase consideration for ERP System	51
	<hr/>
	8,146
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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS

1. Review of Performance of the Group

For the current quarter under review, the Group recorded revenue and profit before tax of RM38.47 million and RM2.74 million respectively, revenue drop by RM15.11 million or 28.2% but profit before tax increased by RM0.12 million or 4.6% as compared to previous year corresponding quarter revenue and profit before tax of RM53.58 million and RM2.62 million respectively.

The lower sales was mainly due to lower consignment, outright and boutique sales. The higher profit before tax in current quarter was due to higher foreign exchange gain and lower finance costs.

For the 12 months ended 30 June 2015, the Group recorded revenue and profit before tax of RM185.50 million and RM25.29 million respectively, representing RM12.43 million or 6.3% decreased in revenue and RM2.11 million or 7.7% decreased in profit before tax as compared to previous year corresponding period revenue and profit before tax of RM197.93 million and RM27.40 million respectively.

The lower sales for the 12 months ended 30 June 2015 was due to lower consignment and export sales. The lower profit before tax was due to lower sales and higher operating expenses.

2. Material Changes in the Quarterly Results as Compared to the Results of the Immediate Preceding Quarter

The Group posted revenue of RM38.47 million for the current quarter under review, a decreased of RM14.44 million or 27.3% compared to RM52.91 million in the immediate preceding quarter ended 31 March 2015. Higher revenue in the immediate preceding quarter was mainly due to festive, pre-GST clearance and promotion sales.

The Group's current quarter profit before tax decreased by RM6.25 million or 69.5% to RM2.74 million as compared to RM8.99 million in the immediate preceding quarter was due to lower sales.

3. Prospects for the Current Financial Year

The recovery in the global financial crisis is still uncertain and the local retail market will remain challenging and competitive in moving forward. However, with the Group's underlying fundamental strength of efficient business operations, financial stability and wide distribution network, the Board expects a satisfactory growth in the financial performance of the Group for the coming financial year ending 30 June 2016 with plans and strategies already in place to weather these challenging times.

4. Profit Forecast or Profit Guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter under review.

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5. Taxation

The tax expense charged for the current financial quarter and current financial year to-date under review includes the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2015 RM'000	Preceding Year Corresponding Quarter 30.06.2014 RM,000	Current Year-To-Date 30.06.2015 RM'000	Preceding Year Corresponding Period 30.06.2014 RM'000
Current taxation	839	1,011	7,040	7,710
Under provision in prior year	-	-	(19)	114
Deferred taxation	(82)	(372)	(391)	(459)
	<u>757</u>	<u>639</u>	<u>6,630</u>	<u>7,365</u>

The tax expense for the Group reflects an effective tax rate of approximately 26.2%, which is higher than the statutory tax rate of 25% due to certain tax not allowable expenses.

6. Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments and/or properties held by the Group for the current quarter and financial year to-date under review.

7. Purchase and/or Disposal of Quoted Securities

There was no purchase or disposal of quoted securities by the Group during the current quarter and financial year to-date under review.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

8. Status of Corporate Proposals

There were no corporate proposals announced during the current quarter under review.

9. Group Borrowings and Debt Securities

The Group's total borrowings and debts securities as at 30 June 2015 are as follows:

	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Total RM'000
Secured			
Bankers' acceptances	6,390	-	6,390
Term loan	228	2,554	2,782
	6,618	2,554	9,172

10. Financial Instruments

As at 30 June 2015, the Group has no outstanding financial instruments.

11. Changes in Material Litigation

There are no material litigation during the current period under review.

12. Dividends

The Board proposed a final dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier tax exempt dividend amounting to RM3,198,960 in respect of the financial year ended 30 June 2015. The proposed final dividend will be presented for shareholders' approval at the forthcoming Annual General Meeting. Subject to shareholders' approval, the proposed final dividend will be payable on a date to be announced later.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2015

13. Earning Per Share

a) Basic

The basic earnings per share has been calculated by dividing the Company's profit attributable to the owners for the current financial quarter and current financial year to-date by the weighted average number of ordinary shares in issue during the current financial quarter and financial year to-date under review.

	Current Year Quarter 30.06.2015	Preceding Year Corresponding Quarter 30.06.2014	Current Year-To-Date 30.06.2015	Preceding Year Corresponding Period 30.06.2014
Profit attributable to owners of the parent (RM'000)	1,982	1,976	18,663	20,037
Total number of ordinary shares in issue ('000)	160,000	160,000	160,000	160,000
Basic earnings per share (sen)	1.24	1.24	11.66	12.52

b) Diluted

The Company does not have any convertible share or convertible financial instruments for the current quarter and financial year to-date under review.

14. Realised and Unrealised Profits / Losses

Pursuant to Bursa Malaysia Securities Berhad disclosure of realised and unrealised profits / losses, the Group realised and unrealised profits / (losses) as at 30 June 2015 were as follows:-

	As At 30.06.2015 RM'000	As At 30.06.2014 RM'000
Total retained profits / (losses) of the Company and its subsidiaries :		
-Realised	121,034	110,063
-Unrealised	9,868	8,494
	<u>130,902</u>	<u>118,557</u>
Less: consolidated adjustments	(1,296)	(1,216)
Total consolidated retained profits	<u>129,606</u>	<u>117,341</u>

15. Authorisation

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board on 27 August 2015.