

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.15 RM'000	Preceding Year Corresponding Quarter 31.12.14 RM'000	Current Year-To-Date 31.12.15 RM'000	Preceding Year Corresponding Period 31.12.14 RM'000
Revenue	51,342	50,214	93,641	94,121
Operating expenses	(43,721)	(42,156)	(83,048)	(81,611)
Other operating income	437	1,049	3,661	1,443
Operating profit	8,058	9,107	14,254	13,953
Finance costs	(248)	(137)	(398)	(385)
Profit before taxation	7,810	8,970	13,856	13,568
Tax expense	(2,202)	(2,378)	(3,459)	(3,660)
Profit after taxation	5,608	6,592	10,397	9,908
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	5,608	6,592	10,397	9,908
Profit after taxation attributable to:				
Owners of the parent	5,608	6,592	10,397	9,908
Non-controlling interests	-	-	-	-
	5,608	6,592	10,397	9,908
Total comprehensive income attributable to:				
Owners of the parent	5,608	6,592	10,397	9,908
Non-controlling interests	-	-	-	-
	5,608	6,592	10,397	9,908
Earnings per share attributable to owners of the parent :				
- Basic (sen)	3.51	4.12	6.50	6.19
- 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 2015 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As At 31.12.15 RM'000	Audited As At 30.06.15 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	50,471	44,235
Intangible assets	461	461
Total non-current assets	50,932	44,696
CURRENT ASSETS		
Inventories	71,444	61,512
Trade and other receivables	57,206	46,080
Tax refundable	1,032	341
Short term investment	30,535	14,744
Deposits, cash and bank balances	12,074	27,270
Total current assets	172,291	149,947
TOTAL ASSETS	223,223	194,643
EQUITY AND LIABILITIES		
Share capital	80,000	80,000
Treasury shares	(52)	(52)
Reserves	92,332	85,134
Total Equity	172,280	165,082
NON-CURRENT LIABILITIES		
Deferred tax liabilities	1,094	1,225
Provision	220	197
Bank borrowings	6,798	2,554
Total non-current liabilities	8,112	3,976
CURRENT LIABILITIES		
Trade and other payables	17,717	18,655
Tax liabilities	729	312
Bank borrowings	24,385	6,618
Total current liabilities	42,831	25,585
TOTAL LIABILITIES	50,943	29,561
TOTAL EQUITY AND LIABILITIES	223,223	194,643
 NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (SEN)	 107.72	 103.20

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 2015 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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			
6 months ended 31 December 2015							
As at 01.07.2015	80,000	(44,365)	(52)	129,499	165,082	-	165,082
Profit after taxation / Total comprehensive income for the period	-	-	-	10,397	10,397	-	10,397
Dividends paid	-	-	-	(3,199)	(3,199)	-	(3,199)
As at 31.12.2015	80,000	(44,365)	(52)	136,697	172,280	-	172,280
6 months ended 31 December 2014							
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	-	-	-	9,908	9,908	-	9,908
Dividends paid	-	-	-	(3,199)	(3,199)	-	(3,199)
As at 31.12.2014	80,000	(44,365)	(52)	124,050	159,633	-	159,633

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 2015 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year-To-Date 31.12.15 RM'000	Preceding Year Corresponding Period 31.12.14 RM'000
Cash flows from operating activities		
Profit before taxation	13,856	13,568
Adjustments for:		
Non-cash items	1,862	3,272
Operating profit before changes in working capital	15,718	16,840
Changes in working capital		
(Increase)/Decrease in inventories	(10,320)	3,526
Increase in trade and other receivables	(11,291)	(2,620)
Decrease in trade and other payables	(883)	(882)
Cash (used in)/generated from operations	(6,776)	16,864
Net tax paid	(3,864)	(3,788)
Interest paid	(393)	(380)
Net cash (used in)/generated from operating activities	(11,033)	12,696
Cash flows from/(for) investing activities		
Interest received	530	314
Proceed of disposal property, plant and equipment	86	-
Purchase of property, plant and equipment	(7,799)	(1,083)
Net cash used in investing activities	(7,183)	(769)
Cash flows for financing activities		
Drawdown/(Repayment) of bank borrowings	22,010	(12,992)
Buy back of ordinary shares	-	(52)
Dividends paid	(3,199)	(3,200)
Net cash generated from/(used in) financing activities	18,811	(16,244)
Net increase/(decrease) in cash and cash equivalents	595	(4,317)
Cash and cash equivalents at beginning of period	42,014	35,159
Cash and cash equivalents at end of period	42,609	30,842
Cash and cash equivalents comprise the following:		
Cash and bank balances	12,074	6,972
Short term investments	25,546	11,000
Deposits with licensed banks	4,989	12,870
Cash and cash equivalents	42,609	30,842

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 2015 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 2015 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 2015.

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 2015.

The adoption of the new and revised Malaysian Financial Reporting Standards (“MFRSs”) and IC Interpretations that became mandatory for the current reporting period does not have significant impact on the financial performance or position of the Group.

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 2015 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.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

7. Dividends Paid

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 RM3,198,700 in respect of the financial year ended 30 June 2015 was paid on 28th July 2015 to Depositors whose names are registered in the Record of Depositors on 8th July 2015.

A final dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier dividend amounting to RM3,198,700 in respect of the financial year ended 30 June 2015 was paid on 28 January 2016 to Depositors whose names are registered in the Record of Depositors on 8 January 2016.

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 quarter ended 31 December 2015.

9. Debt and Equity Securities

There were no changes in the debt and equity securities for the current quarter under review.

10. Segmental Reporting

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

Period Ended	Investment holding	Design and manufacturing	Retailing	Distribution and trading	Elimination	Consolidated
31 December 2015	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
Revenue						
External sales	-	17,964	19,066	56,611	-	93,641
Inter-segment sales	446	11,026	3,059	2,865	(17,396)	-
Total revenue	446	28,990	22,125	59,476	(17,396)	93,641
Results						
Profit before tax	438	4,562	3,087	6,050	(281)	13,856
Tax expense						(3,459)
Profit after tax						10,397
Attributable to :						
Owners of the parent						10,397
Non-controlling interests						-
						10,397

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

Period Ended	Investment holding	Design and manufacturing	Retailing	Distribution and trading	Elimination	Consolidated
31 December 2014	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
Revenue						
External sales	-	14,112	17,624	62,385	-	94,121
Inter-segment sales	466	13,260	39	3,619	(17,384)	-
Total revenue	466	27,372	17,663	66,004	(17,384)	94,121
Results						
Profit before tax	482	2,177	2,482	8,829	(402)	13,568
Tax expense						(3,660)
Profit after tax						9,908
Attributable to :						
Owners of the parent						9,908
Non-controlling interests						-
						9,908

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 quarter ended 31 December 2015:

	As at 31.12.2015 RM'000	As at 30.06.2015 RM'000
Bank guarantees	778	680

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

13. Related Party Transactions

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

	Current Year Quarter 31.12.2015 RM'000	Current Year-To-date 31.12.2015 RM'000
a) Transaction with Yoon Fah Realty Sdn Bhd in which certain directors of the Company have substantial interest:		
- Rental of premises	95	189
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	1,089	2,104
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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 quarter ended.

15. Capital Commitment

The amount of capital commitment as at 31 December 2015 is as follows:

	RM'000
Awarded contract for construction of factory cum warehouse	1,420
Awarded contract for racking system	504
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	1,924
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UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 RM51.34 million and RM7.81 million respectively, revenue increased by RM1.13 million or 2.3% but profit before tax drop by RM1.16 million or 12.9% as compared to previous year corresponding quarter revenue and profit before tax of RM50.21 million and RM8.97 million respectively.

The higher sales was mainly due to higher export and retails boutique sales. The higher profit before tax in previous year corresponding quarter was mainly due to lower operating expenses and higher foreign exchange gain.

For the 6 months ended 31 December 2015, the Group recorded revenue and profit before tax of RM93.64 million and RM13.86 million respectively, representing RM0.48 million or 0.5% drop in revenue and RM0.29 million or 2.1% higher in profit before tax as compared to previous year corresponding period revenue and profit before tax of RM94.12 million and RM13.57 million respectively.

The lower sales for the 6 months ended 31 December 2015 was mainly due to lower consignment sales and higher profit before tax was due to higher foreign exchange gain.

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

The Group posted revenue of RM51.34 million for the current quarter under review, an increase of RM9.04 million or 21.4% compared to RM42.30 million in the immediate preceding quarter ended 30 September 2015. Higher revenue in current quarter was mainly due to year-end festive season sales.

The Group's current quarter profit before tax increased by RM1.76 million or 29.1% to RM7.81 million as compared to RM6.05 million in the immediate preceding quarter was mainly due to higher 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.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

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 31.12.2015 RM'000	Preceding Year Corresponding Quarter 31.12.2014 RM,000	Current Year-To-Date 31.12.2015 RM'000	Preceding Year Corresponding Period 31.12.2014 RM'000
Current taxation	2,330	2,429	3,590	4,015
Deferred taxation	(128)	(51)	(131)	(355)
	<u>2,202</u>	<u>2,378</u>	<u>3,459</u>	<u>3,660</u>

The tax expense for the Group reflects an effective tax rate of approximately 25.0%, which is higher than the statutory tax rate of 24.0% was mainly 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 QUARTER ENDED 31 DECEMBER 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 31 December 2015 are as follows:

	Short Term Borrowings RM'000	Long Term Borrowings RM'000	Total RM'000
Secured			
Bankers' acceptances	23,472	-	23,472
Term loan	913	6,798	7,711
	<u>24,385</u>	<u>6,798</u>	<u>31,183</u>

10. Financial Instruments

As at 31 December 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 does not recommend any interim dividend for the current quarter under review.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 of the Company by the weighted average number of ordinary shares in issue excluding treasury shares during the current financial quarter and financial year to-date under review.

	Current Year Quarter 31.12.2015	Preceding Year Corresponding Quarter 31.12.2014	Current Year-To-Date 31.12.2015	Preceding Year Corresponding Period 31.12.2014
Profit attributable to owners of the parent (RM'000)	5,607	6,592	10,397	9,908
Total number of weighted average ordinary shares in issue ('000)	159,935	159,997	159,935	159,995
Basic earnings per share (sen)	3.51	4.12	6.50	6.19

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 31 December 2015 were as follows:-

	As At 31.12.2015 RM'000	As At 30.06.2015 RM'000
Total retained profits / (losses) of the Company and its subsidiaries :		
-Realised	127,719	120,884
-Unrealised	10,437	9,868
	<u>138,156</u>	<u>130,752</u>
Less: consolidated adjustments	(1,459)	(1,253)
Total consolidated retained profits	<u><u>136,697</u></u>	<u><u>129,499</u></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 25 February 2016.