

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.16 RM'000	Preceding Year Corresponding Quarter 30.09.15 RM'000	Current Year-To-Date 30.09.16 RM'000	Preceding Year Corresponding Period 30.09.15 RM'000
Revenue	45,260	42,299	45,260	42,299
Operating expenses	(39,349)	(39,327)	(39,349)	(39,327)
Other operating income	895	3,224	895	3,224
Operating profit	6,806	6,196	6,806	6,196
Finance costs	(256)	(150)	(256)	(150)
Profit before taxation	6,550	6,046	6,550	6,046
Tax expense	(1,694)	(1,257)	(1,694)	(1,257)
Profit after taxation	4,856	4,789	4,856	4,789
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	4,856	4,789	4,856	4,789
Profit after taxation attributable to:				
Owners of the parent	4,856	4,789	4,856	4,789
Non-controlling interests	-	-	-	-
	4,856	4,789	4,856	4,789
Total comprehensive income attributable to:				
Owners of the parent	4,856	4,789	4,856	4,789
Non-controlling interests	-	-	-	-
	4,856	4,789	4,856	4,789
Earnings per share attributable to owners of the parent :				
- Basic (sen)	3.04	2.99	3.04	2.99
- 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 2016 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As At 30.09.16 RM'000	Audited As At 30.06.16 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	51,177	51,530
Intangible assets	461	461
Total non-current assets	51,638	51,991
CURRENT ASSETS		
Inventories	75,664	76,479
Trade and other receivables	49,421	46,279
Tax refundable	351	513
Short term investment	25,342	31,107
Deposits, cash and bank balances	13,514	15,153
Total current assets	164,292	169,531
TOTAL ASSETS	215,930	221,522
EQUITY AND LIABILITIES		
Share capital	80,000	80,000
Treasury shares	(70)	(70)
Reserves	104,491	99,635
Total Equity	184,421	179,565
NON-CURRENT LIABILITIES		
Deferred tax liabilities	639	340
Provision	270	225
Bank borrowings	6,085	6,327
Total non-current liabilities	6,994	6,892
CURRENT LIABILITIES		
Trade and other payables	13,773	15,735
Tax liabilities	384	418
Bank borrowings	10,358	18,912
Total current liabilities	24,515	35,065
TOTAL LIABILITIES	31,509	41,957
TOTAL EQUITY AND LIABILITIES	215,930	221,522
 NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (SEN)	 115.32	 112.28

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 2016 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016
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
	Share Capital RM'000	Treasury Share RM'000	Retained Profits RM'000			
<u>3 months ended 30 September 2016</u>						
As at 01.07.2016	80,000	(70)	99,635	179,565	-	179,565
Profit after taxation / Total comprehensive income for the period	-	-	4,856	4,856	-	4,856
As at 30.09.2016	80,000	(70)	104,491	184,421	-	184,421
<u>3 months ended 30 September 2015</u>						
As at 01.07.2015	80,000	(52)	85,134	165,082	-	165,082
Profit after taxation / Total comprehensive income for the period	-	-	4,789	4,789	-	4,789
As at 30.09.2015	80,000	(52)	89,923	169,871	-	169,871

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 2016 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 30.09.16 RM'000	Preceding Year Corresponding Period 30.09.15 RM'000
Cash flows from operating activities		
Profit before taxation	6,550	6,046
Adjustments for:		
Non-cash items	404	(769)
Operating profit before changes in working capital	6,954	5,277
Changes in working capital		
Decrease/(Increase) in inventories	955	(5,258)
Increase in trade and other receivables	(2,677)	(3,709)
Increase/(Decrease) in trade and other payables	1,277	(1,460)
Cash generated/(used in) from operations	6,509	(5,150)
Net tax paid	(1,267)	(1,943)
Interest paid	(253)	(148)
Net cash generated from/(used in) operating activities	4,989	(7,241)
Cash flows from/(for) investing activities		
Interest received	334	251
Purchase of property, plant and equipment	(734)	(3,703)
Net cash used in investing activities	(400)	(3,452)
Cash flows for financing activities		
(Repayment)/Drawdown of bank borrowings	(8,795)	9,599
Dividends paid	(3,198)	(3,199)
Net cash (used in)/generated from financing activities	(11,993)	6,400
Net decrease in cash and cash equivalents	(7,404)	(4,293)
Cash and cash equivalents at beginning of period	46,260	42,014
Cash and cash equivalents at end of period	38,856	37,721
Cash and cash equivalents comprise the following:		
Cash and bank balances	7,910	13,350
Short term investments	25,342	18,471
Deposits with licensed banks	5,604	5,900
Cash and cash equivalents	38,856	37,721

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 2016 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016

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 2016 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 2016.

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 2016.

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 2016 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.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016

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

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 RM3,198,300 in respect of the financial year ended 30 June 2016 was paid on 28th July 2016 to Depositors whose names are registered in the Record of Depositors on 11th July 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 30 September 2016.

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 30 September 2016	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	-	9,408	10,188	25,664	-	45,260
Inter-segment sales	239	5,956	160	1,214	(7,569)	-
Total revenue	239	15,364	10,348	26,878	(7,569)	45,260
Results						
Profit before tax	261	3,354	443	2,479	13	6,550
Tax expense						(1,694)
Profit after tax						4,856
Attributable to :						
Owners of the parent						4,856
Non-controlling interests						-
						4,856

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016

Period Ended 30 September 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	-	7,701	8,183	26,415	-	42,299
Inter-segment sales	223	5,824	591	1,538	(8,176)	-
Total revenue	223	13,525	8,774	27,953	(8,176)	42,299
Results						
Profit before tax	252	3,039	1,114	1,854	(213)	6,046
Tax expense						(1,257)
Profit after tax						4,789
Attributable to :						
Owners of the parent						4,789
Non-controlling interests						-
						4,789

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 30 September 2016:

	As at 30.09.2016 RM'000	As at 30.06.2016 RM'000
Bank guarantees	832	884

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13. Related Party Transactions

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

	Current Year Quarter 30.09.2016 RM'000	Current Year-To-date 30.09.2016 RM'000
a) Transaction with Yoon Fah Realty Sdn Bhd in which certain directors of the Company have substantial interest:		
- Rental of premises	53	53
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	730	730
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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

There are no material capital commitments as at the date of this report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016

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 RM45.26 million and RM6.55 million respectively, revenue increased by RM2.96 million or 7.0% and profit before tax increased by RM0.50 million or 8.3% as compared to previous year corresponding quarter revenue and profit before tax of RM42.30 million and RM6.05 million respectively.

The higher sales were mainly due to higher retail and institutional sales. The higher profit before tax in current quarter was due to higher sales.

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

The Group posted revenue of RM45.26 million for the current quarter under review, a slight increase of RM0.20 million or 0.4% compared to RM45.06 million in the immediate preceding quarter ended 30 June 2016 was mainly due to higher retail sales.

The Group's current quarter profit before tax increased by RM1.28 million or 24.3% to RM6.55 million as compared to RM5.27 million in the immediate preceding quarter was mainly due to lower operating costs.

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 2017 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 30 SEPTEMBER 2016

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 30.09.2016 RM'000	Preceding Year Corresponding Quarter 30.09.2015 RM,000	Current Year-To-Date 30.09.2016 RM'000	Preceding Year Corresponding Period 30.09.2015 RM'000
Current taxation	1,395	1,260	1,395	1,260
Deferred taxation	299	(3)	299	(3)
	<u>1,694</u>	<u>1,257</u>	<u>1,694</u>	<u>1,257</u>

The tax expense for the Group reflects an effective tax rate of approximately 25.9%, which is higher than the statutory tax rate of 24% was mainly due to non-taxable 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 30 SEPTEMBER 2016

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 September 2016 are as follows:

	Short Term Borrowings RM'000	Long Term Borrowings RM'000	Total RM'000
Secured			
Bankers' acceptances	9,418	-	9,418
Term loan	940	6,085	7,025
	10,358	6,085	16,443

10. Financial Instruments

As at 30 September 2016, 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 approved final dividend of 2.0 sen per ordinary share comprising of 2.0 sen per ordinary share single-tier tax exempt dividend amounting to RM3,198,300 in respect of the financial year ending 30 June 2016, will be paid on 18th January 2017 to Depositors whose names are registered in the Record of Depositors on 22nd December 2016.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016

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 30.09.2016	Preceding Year Corresponding Quarter 30.09.2015	Current Year-To-Date 30.09.2016	Preceding Year Corresponding Period 30.09.2015
Profit attributable to owners of the parent (RM'000)	4,856	4,789	4,856	4,789
Total number of weighted average ordinary shares in issue ('000)	159,915	159,935	159,915	159,935
Basic earnings per share (sen)	3.04	2.99	3.04	2.99

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 September 2016 were as follows:-

	As At 30.09.2016 RM'000	As At 30.06.2016 RM'000
Total retained profits / (losses) of the Company and its subsidiaries :		
-Realised	95,620	91,037
-Unrealised	10,114	9,851
	<u>105,734</u>	<u>100,888</u>
Less: consolidated adjustments	(1,243)	(1,253)
Total consolidated retained profits	<u>104,491</u>	<u>99,635</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 29 November 2016.