

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.18 RM'000	Preceding Year Corresponding Quarter 30.09.17 RM'000	Current Year-To-Date 30.09.18 RM'000	Preceding Year Corresponding Period 30.09.17 RM'000
Revenue	55,770	49,199	55,770	49,199
Operating expenses	(48,539)	(44,190)	(48,539)	(44,190)
Other operating income	1,007	789	1,007	789
Operating profit	8,238	5,798	8,238	5,798
Finance costs	(190)	(188)	(190)	(188)
Profit before taxation	8,048	5,610	8,048	5,610
Tax expense	(2,072)	(1,228)	(2,072)	(1,228)
Profit after taxation	5,976	4,382	5,976	4,382
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	5,976	4,382	5,976	4,382
<b>Profit after taxation attributable to:</b>				
Owners of the parent	5,976	4,382	5,976	4,382
Non-controlling interests	-	-	-	-
	5,976	4,382	5,976	4,382
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	5,976	4,382	5,976	4,382
Non-controlling interests	-	-	-	-
	5,976	4,382	5,976	4,382
Earnings per share attributable to owners of the parent :				
- Basic (sen)	3.74	2.74	3.74	2.74
- 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 2018 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As At 30.09.18 RM'000	Audited As At 30.06.18 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	48,850	49,158
Deferred tax assets	1,888	1,835
<b>Total non-current assets</b>	<b>50,738</b>	<b>50,993</b>
<b>CURRENT ASSETS</b>		
Inventories	102,853	103,468
Trade and other receivables	59,685	54,089
Short term investment	27,724	27,117
Deposits, cash and bank balances	11,679	12,003
<b>Total current assets</b>	<b>201,941</b>	<b>196,677</b>
<b>TOTAL ASSETS</b>	<b>252,679</b>	<b>247,670</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	80,000	80,000
Treasury shares	(70)	(70)
Reserves	138,834	132,858
<b>Total Equity</b>	<b>218,764</b>	<b>212,788</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	1,166	1,145
Provision	281	274
Bank borrowings	-	333
<b>Total non-current liabilities</b>	<b>1,447</b>	<b>1,752</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	15,180	18,983
Tax liabilities	1,431	1,408
Bank borrowings	15,857	12,739
<b>Total current liabilities</b>	<b>32,468</b>	<b>33,130</b>
<b>TOTAL LIABILITIES</b>	<b>33,915</b>	<b>34,882</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>252,679</b>	<b>247,670</b>
 NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (RM)	 1.37	 1.33

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 2018 and the accompanying explanatory notes attached to this interim financial statements.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**  
**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			
<b><u>3 months ended 30 September 2018</u></b>						
As at 01.07.2018	80,000	(70)	132,858	212,788	-	212,788
Profit after taxation / Total comprehensive income for the period	-	-	5,976	5,976	-	5,976
<b>As at 30.09.2018</b>	<b>80,000</b>	<b>(70)</b>	<b>138,834</b>	<b>218,764</b>	<b>-</b>	<b>218,764</b>
<b><u>3 months ended 30 September 2017</u></b>						
As at 01.07.2017	80,000	(70)	115,832	195,762	-	195,762
Profit after taxation / Total comprehensive income for the period	-	-	4,382	4,382	-	4,382
<b>As at 30.09.2017</b>	<b>80,000</b>	<b>(70)</b>	<b>120,214</b>	<b>200,144</b>	<b>-</b>	<b>200,144</b>

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 2018 and the accompanying explanatory notes attached to this interim financial report.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	<b>Current Year-To-Date 30.09.18 RM'000</b>	<b>Preceding Year Corresponding Period 30.09.17 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	8,048	5,610
Adjustments for:		
Non-cash items	1,138	1,275
Operating profit before changes in working capital	9,186	6,885
Changes in working capital		
Inventories	230	(3,742)
Trade and other receivables	(5,557)	(5,337)
Trade and other payables	(600)	(2,183)
Cash from/(Absorbed by) operations	3,259	(4,377)
Net tax paid	(2,080)	(1,632)
Interest paid	(189)	(187)
Net cash from/(for) operating activities	990	(6,196)
<b>Cash flows from/(for) investing activities</b>		
Interest received	321	302
Purchase of property, plant and equipment	(642)	(384)
Proceeds from disposal of fixed assets	26	-
Net cash for investing activities	(295)	(82)
<b>Cash flows for financing activities</b>		
Drawdown of bankers' acceptance	2,997	6,924
Repayment of bank borrowings	(211)	(277)
Dividends paid	(3,198)	(3,198)
Net cash (for)/from financing activities	(412)	3,449
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>283</b>	<b>(2,829)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>39,120</b>	<b>38,285</b>
<b>Cash and cash equivalents at end of period</b>	<b>39,403</b>	<b>35,456</b>
<b>Cash and cash equivalents comprise the following:</b>		
Cash and bank balances	7,970	6,631
Short term investments	27,724	24,299
Deposits with licensed banks	3,709	4,526
<b>Cash and cash equivalents</b>	<b>39,403</b>	<b>35,456</b>

**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 2018 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**

**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 2018 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 2018.

**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 2018.

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 2018 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 2018**

**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 2018 was paid on 26<sup>th</sup> July 2018 to Depositors whose names are registered in the Record of Depositors on 9<sup>th</sup> July 2018.

**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 2018.

**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:

<b>Period Ended</b> <b>30 September 2018</b>	<b>Investment holding</b> <b>RM' 000</b>	<b>Design and manufacturing</b> <b>RM' 000</b>	<b>Retailing</b> <b>RM' 000</b>	<b>Distribution and trading</b> <b>RM' 000</b>	<b>Elimination</b> <b>RM' 000</b>	<b>Consolidated</b> <b>RM' 000</b>
<b>Revenue</b>						
External sales	-	6,461	14,239	35,070	-	55,770
Inter-segment sales	287	7,955	536	1,003	(9,781)	-
<b>Total revenue</b>	<b>287</b>	<b>14,416</b>	<b>14,775</b>	<b>36,073</b>	<b>(9,781)</b>	<b>55,770</b>
<b>Results</b>						
Profit before tax	354	1,118	1,751	4,861	(36)	8,048
Tax expense						(2,072)
Profit after tax						5,976
Attributable to :						
Owners of the parent						5,976
Non-controlling interests						-
						5,976

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**

<b>Period Ended</b> <b>30 September 2017</b>	<b>Investment holding</b> <b>RM' 000</b>	<b>Design and manufacturing</b> <b>RM' 000</b>	<b>Retailing</b> <b>RM' 000</b>	<b>Distribution and trading</b> <b>RM' 000</b>	<b>Elimination</b> <b>RM' 000</b>	<b>Consolidated</b> <b>RM' 000</b>
<b>Revenue</b>						
External sales	-	10,088	11,289	27,822	-	49,199
Inter-segment sales	264	6,882	397	1,535	(9,078)	-
<b>Total revenue</b>	<b>264</b>	<b>16,970</b>	<b>11,686</b>	<b>29,357</b>	<b>(9,078)</b>	<b>49,199</b>
<b>Results</b>						
Profit before tax	302	2,578	712	2,187	(169)	5,610
Tax expense						(1,228)
Profit after tax						4,382
Attributable to :						
Owners of the parent						4,382
Non-controlling interests						-
						4,382

**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 2018:

	<b>As at</b> <b>30.09.2018</b> <b>RM'000</b>	<b>As at</b> <b>30.06.2018</b> <b>RM'000</b>
Bank guarantees	700	500

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**

**13. Related Party Transactions**

There were no significant transactions with related party as at the date of this report.

**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 2018**

**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 RM55.77 million and RM8.05 million respectively, revenue increased by RM6.57 million or 13.4% and profit before tax increased by RM2.44 million or 43.5% as compared to previous year corresponding quarter revenue and profit before tax of RM49.20 million and RM5.61 million respectively.

The higher sales were mainly attributed by Home's Harmony recently opened Retail Boutique Shops in Melawati Mall and Empire Shopping Gallery, higher retail and consignment sales following the government's move to zero-rated GST sales. The higher profit before tax in current quarter was due to higher sales and lower operating costs.

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

The Group posted revenue of RM55.77 million for the current quarter under review, an increase of RM5.55 million or 11.05% compared to RM50.22 million in the immediate preceding quarter ended 30 June 2018 was from higher Home's Harmony retail and consignment sales mainly due to zero-rated GST sales.

The Group's current quarter profit before tax slightly increased by RM0.99 million or 14.0% to RM8.05 million as compared to RM7.06 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 2019 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 2018**

**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 30.09.2018 RM'000	Preceding Year Corresponding Quarter 30.09.2017 RM,000	Current Year-To-Date 30.09.2018 RM'000	Preceding Year Corresponding Period 30.09.2017 RM'000
Current taxation	2,103	1,591	2,103	1,591
Deferred taxation	(31)	(363)	(31)	(363)
	<u>2,072</u>	<u>1,228</u>	<u>2,072</u>	<u>1,228</u>

The tax expense for the Group reflects an effective tax rate of approximately 25.7%, which is higher than the statutory tax rate of 24% was due to certain 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 30 SEPTEMBER 2018**

**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 2018 are as follows:

	<b>Short Term Borrowings RM'000</b>	<b>Long Term Borrowings RM'000</b>	<b>Total RM'000</b>
<b>Secured</b>			
Bankers' acceptances	14,962	-	14,962
Term loan	895	-	895
	15,857	-	15,857

**10. Derivative Financial Instruments**

As at 30 September 2018, the Group has no outstanding derivative 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 2018, will be paid on 18<sup>th</sup> January 2019 to Depositors whose names are registered in the Record of Depositors on 21<sup>st</sup> December 2018.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2018**

**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.

	<b>Current Year Quarter 30.09.2018</b>	<b>Preceding Year Corresponding Quarter 30.09.2017</b>	<b>Current Year-To-Date 30.09.2018</b>	<b>Preceding Year Corresponding Period 30.09.2017</b>
Profit attributable to owners of the parent (RM'000)	5,976	4,382	5,976	4,382
Total number of weighted average ordinary shares in issue ('000)	159,915	159,915	159,915	159,915
Basic earnings per share (sen)	3.74	2.74	3.74	2.74

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. Authorisation**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board on 27 November 2018.