

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year-To-Date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Revenue	54,932	64,791	114,660	116,978
Operating expenses	(45,689)	(60,497)	(98,128)	(108,181)
Other operating income	452	624	997	1,365
Operating profit	9,695	4,918	17,529	10,162
Finance costs	(121)	(183)	(367)	(337)
Profit before taxation	9,574	4,735	17,162	9,825
Tax expense	(2,380)	(1,205)	(4,273)	(2,533)
Profit after taxation	7,194	3,530	12,889	7,292
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	7,194	3,530	12,889	7,292
<b>Profit after taxation attributable to:</b>				
Owners of the parent	7,194	3,530	12,889	7,292
Non-controlling interests	-	-	-	-
	7,194	3,530	12,889	7,292
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	7,194	3,530	12,889	7,292
Non-controlling interests	-	-	-	-
	7,194	3,530	12,889	7,292
Earnings per share attributable to owners of the parent :				
- Basic (sen)	4.53	2.21	8.12	4.56
- 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 2020 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020  
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As At 31.12.2020 RM'000</b>	<b>Audited As At 30.06.2020 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	55,201	56,777
Right-of-use assets	7,885	7,577
Deferred tax assets	3,428	2,723
<b>Total non-current assets</b>	<b>66,514</b>	<b>67,077</b>
<b>CURRENT ASSETS</b>		
Inventories	71,927	83,071
Trade and other receivables	38,351	35,209
Tax assets	172	728
Short term investment	81,105	55,182
Deposits, cash and bank balances	18,324	15,276
<b>Total current assets</b>	<b>209,879</b>	<b>189,466</b>
<b>TOTAL ASSETS</b>	<b>276,393</b>	<b>256,543</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	80,000	80,000
Treasury shares	(823)	(823)
Reserves	165,057	154,548
<b>Total Equity</b>	<b>244,234</b>	<b>233,725</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	1,221	1,138
Provision	378	380
Lease liabilities	1,772	2,477
Bank borrowings	1,301	1,697
<b>Total non-current liabilities</b>	<b>4,672</b>	<b>5,692</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	14,303	9,917
Tax liabilities	1,780	33
Lease liabilities	6,293	5,199
Bank borrowings	5,111	1,977
<b>Total current liabilities</b>	<b>27,487</b>	<b>17,126</b>
<b>TOTAL LIABILITIES</b>	<b>32,159</b>	<b>22,818</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>276,393</b>	<b>256,543</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (RM)</b>	<b>1.54</b>	<b>1.46</b>

*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 2020 and the accompanying explanatory notes attached to this interim financial statements.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the parent			Sub-Total RM000	Non-controlling Interests RM000	Total Equity RM000
	Share Capital RM000	Treasury Share RM000	Retained Profits RM000			
<b><u>6 months ended 31 December 2020</u></b>						
As at 1 July 2020	80,000	(823)	154,548	233,725	-	233,725
Profit after taxation / Total comprehensive income for the period	-	-	12,889	12,889	-	12,889
Dividends paid	-	-	(2,380)	(2,380)	-	(2,380)
<b>As at 31.12.2020</b>	<b>80,000</b>	<b>(823)</b>	<b>165,057</b>	<b>244,234</b>	<b>-</b>	<b>244,234</b>
<b><u>6 months ended 31 December 2019</u></b>						
As at 01.07.2019	80,000	(70)	146,451	226,381	-	226,381
Profit after taxation / Total comprehensive income for the period	-	-	7,292	7,292	-	7,292
Dividends paid	-	-	(3,998)	(3,998)	-	(3,998)
<b>As at 31.12.2019</b>	<b>80,000</b>	<b>(70)</b>	<b>149,745</b>	<b>229,675</b>	<b>-</b>	<b>229,675</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 2020 and the accompanying explanatory notes attached to this interim financial report.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	<b>Current Year-To-Date 31.12.2020 RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2019 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	17,162	9,825
Adjustments for:		
Interest income	(914)	(895)
Interest expense	367	337
Depreciation of property, plant and equipment	1,922	1,984
Depreciation of right-of-use assets	3,264	3,147
Impairment loss for slow moving stock	2,047	1,151
Allowance of Impairment loss on trade receivables	40	995
Foreign exchange (gain)/loss	764	(69)
Non-cash items	(10)	14
Operating profit before changes in working capital	24,642	16,489
Changes in working capital		
Inventories	9,096	(12,174)
Trade and other receivables	(3,947)	3,052
Trade and other payables	4,378	2,475
Cash from operations	34,169	9,842
Net tax paid	(2,590)	(3,995)
Interest paid	(51)	(245)
Net cash from operating activities	31,528	5,602
<b>Cash flows from/(for) investing activities</b>		
Interest received	914	895
Proceed of disposal property, plant and equipment	34	19
Purchase of property, plant and equipment	(371)	(820)
Net cash from investing activities	577	94
<b>Cash flows for financing activities</b>		
Drawdown of bankers acceptance	3,123	5,843
(Repayment)/net drawdown of term loan	(385)	257
Payment of lease obligations	(3,492)	(3,497)
Dividends paid	(2,380)	(3,998)
Net cash for financing activities	(3,134)	(1,395)
<b>Net increase in cash and cash equivalents</b>	28,971	4,301
<b>Cash and cash equivalents at beginning of period</b>	70,458	59,421
<b>Cash and cash equivalents at end of period</b>	99,429	63,722
<b>Cash and cash equivalents comprise the following:</b>		
Cash and bank balances	17,344	11,655
Short term investments	81,105	49,113
Deposits with licensed banks	980	2,954
<b>Cash and cash equivalents</b>	99,429	63,722

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 2020 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**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 2020 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 2020.

**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 2020.

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 2020 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 31 DECEMBER 2020**

**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**

The approved final dividend of 1.5 sen per ordinary share comprising of 1.5 sen per ordinary share single-tier tax exempt dividend amounting to RM2,379,791 in respect of the financial year ending 30 June 2020, will be paid on 19<sup>th</sup> January 2021 to Depositors whose names are registered in the Record of Depositors on 22<sup>nd</sup> December 2020.

**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 2020.

**9. Debt and Equity Securities**

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

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020

10. Segmental Reporting

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

Period Ended 31.12.2020	Investment holding RM'000	Design and manufacturing RM'000	Retailing RM'000	Distribution and trading RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>						
External sales	-	10,936	34,284	69,440		114,660
Inter-segment sales	331	11,696	456	4,148	(16,631)	-
Total revenue	331	22,632	34,740	73,588	(16,631)	114,660
<b>Results</b>						
Profit before tax	348	1,748	6,327	8,675	64	17,162
Tax expense						(4,273)
Profit after tax						12,889
Attributed to:-						
Owners of the parent						12,889
Non controlling interests						-
						12,889

Period Ended 31.12.2019	Investment holding RM'000	Design and manufacturing RM'000	Retailing RM'000	Distribution and trading RM'000	Elimination RM'000	Consolidated RM'000
<b>Revenue</b>						
External sales	-	11,448	35,683	69,847	-	116,978
Inter-segment sales	551	12,171	692	4,377	(17,791)	-
Total revenue	551	23,619	36,375	74,224	(17,791)	116,978
<b>Results</b>						
Profit before tax	554	1,013	4,442	4,221	(405)	9,825
Tax expense						(2,533)
Profit after tax						7,292
Attributed to:-						
Owners of the parent						7,292
Non controlling interests						-
						7,292

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**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 2020:

	<b>As at 31.12.2020 RM'000</b>	<b>As at 30.06.2020 RM'000</b>
Bank guarantees	<u>690</u>	<u>677</u>

**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**

The Standard Operating Procedures imposed during Conditional Movement Control Order till 12 January 2021, Movement Control Order from 13 January 2021 onwards has restricted the Group's operations from operating at full capacity and the preventive measures imposed by certain countries have also impacted the Group's export sales. Consequently, the Group's results for the coming months will be impacted by the Covid-19 pandemic both locally and abroad.

Other than the above, there were 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 31 DECEMBER 2020**

**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 of RM54.93 million representing RM9.86 million or 15.2% drop as compared to the corresponding quarter in previous year's revenue of RM64.79 million. Lower sales was due to Conditional Movement Control Order that had restricted the Group's operations from operating at full capacity, slower retails markets and the preventive measures imposed by certain countries have affected the Group's consignment, retails and export sales.

The Group's profit before tax increased by RM4.84 million or 102.2% to RM9.57 million from RM 4.74 million in the corresponding quarter in previous year was attributed by write-back of impairment of trade receivables, lower operating expenses and the Group's cost saving initiatives.

For the 6 months ended 31 December 2020, the Group recorded revenue and profit before tax of RM114.66 million and RM17.16 million respectively, representing RM2.32 million or 2.0% drop in revenue and RM7.34 million or 74.7% increase in profit before tax as compared to previous year corresponding period revenue and profit before tax of RM116.98 million and RM9.83 million respectively.

Lower revenue for the period ended 31 December 2020 was due to Covid-19 pandemic that have impacted the Group's sales both locally and abroad. Written back of impairment of trade receivables, lower operating expenses, the Group's cost saving initiatives and the government's stimulus package have attributed to higher profit before tax.

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

The Group revenue for the current quarter under review, drop by RM4.80 million or 8.0% to RM54.93 million compared to RM59.73 million in the immediate preceding quarter ended 30 September 2020 was due to Conditional Movement Control Order and temporary not allowed for businesses on effected shopping malls during period October 2020 to December 2020.

The Group's current quarter profit before tax increased by RM1.98 million or 26.1% to RM9.57 million as compared to RM7.59 million in the immediate preceding quarter was due to written back of impairment of trade receivables, lower operating expenses and the Group's cost-saving initiatives.

**3. Prospects for the Current Financial Year**

The Covid-19 Pandemic started as a health crisis has evolved into a global economic crisis and the recovery is still uncertain. The local retail market and export sales will remain challenging and competitive in moving forward. Nevertheless, the management has taken various austerity measures including streamline operations, pro-active marketing strategies and with the Group's underlying fundamental strength of efficient business operations, financial stability and wide distribution network, the Board expects the impact is mitigated and a satisfactory growth in the financial performance of the Group for the coming financial year ending 30 June 2021 .

**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 2020**

**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 Ended 31.12.2020 RM'000	Preceding Year Corresponding Quarter 31.12.2019 RM'000	Current Year-to-date 31.12.2020 RM'000	Preceding Year Corresponding Period 31.12.2019 RM'000
Current taxation	2,847	2,168	4,894	3,196
Deferred taxation	(467)	(963)	(621)	(663)
	<u>2,380</u>	<u>1,205</u>	<u>4,273</u>	<u>2,533</u>

The tax expense for the Group reflects an effective tax rate of approximately 24.9%, 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.

**8. Status of Corporate Proposals**

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

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**9. Group Borrowings and Debt Securities**

The Group's total borrowings and debts securities as at 31 December 2020 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	4,324	-	4,324
Term loan	787	1,308	2,095
	<u>5,111</u>	<u>1,308</u>	<u>6,419</u>

**10. Derivative Financial Instruments**

As at 31 December 2020, the Group has no significant outstanding derivative 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 2020**

**13. Earnings 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 31.12.2020</b>	<b>Preceding Year Corresponding Quarter 31.12.2019</b>	<b>Current Year-To-Date 31.12.2020</b>	<b>Preceding Year Corresponding Period 31.12.2019</b>
Profit attributable to owners of the parent (RM'000)	7,194	3,530	12,889	7,292
Total number of weighted average ordinary shares in issue ('000)	158,653	159,915	158,653	159,915
Basic earnings per share (sen)	4.53	2.21	8.12	4.56

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.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2020**

**14. Profit Before Tax**

The following items have been included in arriving at profit before tax :

	Preceding Year		Preceding Year	
	Current Year	Corresponding	Current	Corresponding
	Quarter	Quarter	Year-To-Date	Period
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
	RM'000	RM'000	RM'000	RM'000
<b>After charging :</b>				
Interest expense	121	183	367	337
Depreciation and amortisation	2,600	2,590	5,186	5,131
Impairment loss for slow moving stock	1,587	894	2,048	1,151
Impairment loss on receivables	448	2,670	448	995
Realised foreign exchange loss	119	-	187	-
Unrealised foreign exchange loss	257	270	577	265
<b>After crediting :</b>				
Interest income	(417)	(434)	(914)	(895)
Gain on disposal of assets	-	(16)	(26)	(17)
Writeback of impairment loss on receivable	(166)	-	(408)	-
Realised foreign exchange gain	-	(103)	-	(334)

There were no gain or loss on disposal of quoted or unquoted investments or properties and derivative financial instruments for the current quarter and financial year to-date under review.

**15. Authorisation**

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board on 23 February 2021.