

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**  
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022 RM'000	Preceding Year Corresponding Quarter 31.03.2021 RM'000	Current Year-To-Date 31.03.2022 RM'000	Preceding Year Corresponding Period 31.03.2021 RM'000
Revenue	64,333	53,855	158,590	168,515
Operating expenses	(51,806)	(44,384)	(129,906)	(142,511)
Other operating income	660	109	1,357	1,106
Operating profit	13,187	9,580	30,041	27,110
Finance costs	(116)	(145)	(326)	(513)
Profit before taxation	13,071	9,435	29,715	26,597
Tax expense	(3,084)	(2,626)	(7,243)	(6,898)
Profit after taxation	9,987	6,809	22,472	19,699
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	9,987	6,809	22,472	19,699
<b>Profit after taxation attributable to:</b>				
Owners of the parent	9,987	6,809	22,472	19,699
Non-controlling interests	-	-	-	-
	9,987	6,809	22,472	19,699
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	9,987	6,809	22,472	19,699
Non-controlling interests	-	-	-	-
	9,987	6,809	22,472	19,699
Earnings per share attributable to owners of the parent :				
- Basic (sen)	6.29	4.29	14.16	12.42
- 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 2021 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022  
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As At 31.03.2022 RM'000</b>	<b>Audited As At 30.06.2021 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	53,286	53,486
Right-of-use assets	5,515	6,259
Deferred tax assets	3,004	3,570
<b>Total non-current assets</b>	<b>61,805</b>	<b>63,315</b>
<b>CURRENT ASSETS</b>		
Inventories	65,972	74,694
Trade and other receivables	46,290	27,702
Tax assets	637	480
Short term investment	102,588	93,476
Deposits, cash and bank balances	20,856	20,387
<b>Total current assets</b>	<b>236,343</b>	<b>216,739</b>
<b>TOTAL ASSETS</b>	<b>298,148</b>	<b>280,054</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	80,000	80,000
Treasury shares	(823)	(823)
Reserves	191,411	171,319
<b>Total Equity</b>	<b>270,588</b>	<b>250,496</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	1,234	1,203
Provision	392	385
Lease liabilities	2,036	1,987
Bank borrowings	277	895
<b>Total non-current liabilities</b>	<b>3,939</b>	<b>4,470</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	11,468	14,859
Tax liabilities	1,320	1,480
Lease liabilities	3,573	4,409
Bank borrowings	7,260	4,340
<b>Total current liabilities</b>	<b>23,621</b>	<b>25,088</b>
<b>TOTAL LIABILITIES</b>	<b>27,560</b>	<b>29,558</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>298,148</b>	<b>280,054</b>
 NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (RM)	 1.71	 1.58

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 2021 and the accompanying explanatory notes attached to this interim financial statements.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**  
**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>9 months ended 31 March 2022</u></b>						
As at 1 July 2021	80,000	(823)	171,319	250,496	-	250,496
Profit after taxation / Total comprehensive income for the period	-	-	22,472	22,472	-	22,472
Dividends paid	-	-	(2,380)	(2,380)	-	(2,380)
<b>As at 31.03.2022</b>	<b>80,000</b>	<b>(823)</b>	<b>191,411</b>	<b>270,588</b>	<b>-</b>	<b>270,588</b>
<b><u>9 months ended 31 March 2021</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	-	-	19,699	19,699	-	19,699
Dividends paid	-	-	(2,380)	(2,380)	-	(2,380)
<b>As at 31.03.2021</b>	<b>80,000</b>	<b>(823)</b>	<b>171,867</b>	<b>251,044</b>	<b>-</b>	<b>251,044</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 2021 and the accompanying explanatory notes attached to this interim financial report.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	<b>Current Year-To-Date 31.03.2022 RM'000</b>	<b>Preceding Year Corresponding Period 31.03.2021 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	29,715	26,597
Adjustments for:		
Interest income	(1,102)	(993)
Interest expense	326	512
Depreciation of property, plant and equipment	2,742	2,850
Depreciation of right-of-use assets	3,618	4,788
(Write back)/Allowance of impairment loss for slow moving stock	(242)	1,801
Write back of impairment loss on trade receivables	(2,243)	(94)
Unrealised foreign exchange (gain)/loss	(87)	152
Non-cash items	(413)	(10)
Operating profit before changes in working capital	32,314	35,603
Changes in working capital		
Inventories	8,964	13,121
Trade and other receivables	(16,374)	(1,590)
Trade and other payables	691	1,984
Cash from operations	25,595	49,118
Net tax paid	(6,962)	(3,993)
Interest paid	(136)	(118)
Net cash from operating activities	18,497	45,007
<b>Cash flows from/(for) investing activities</b>		
Interest received	1,102	993
Proceed of disposal property, plant and equipment	-	34
Purchase of property, plant and equipment	(2,633)	(453)
Net cash (for)/from investing activities	(1,531)	574
<b>Cash flows for financing activities</b>		
Drawdown of bankers acceptance	2,900	5,442
Repayment of term loan	(598)	(580)
Payment of lease obligations	(3,341)	(5,090)
Dividends paid	(6,346)	(4,759)
Net cash for financing activities	(7,385)	(4,987)
<b>Net increase in cash and cash equivalents</b>	9,581	40,594
<b>Cash and cash equivalents at beginning of period</b>	113,863	70,458
<b>Cash and cash equivalents at end of period</b>	123,444	111,052
<b>Cash and cash equivalents comprise the following:</b>		
Cash and bank balances	20,856	14,949
Short term investments	68,581	91,118
Deposits with licensed banks	34,007	4,985
<b>Cash and cash equivalents</b>	123,444	111,052

**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 2021 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**

**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 2021 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 2021.

**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 2021.

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 2021 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 MARCH 2022

### **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 2.5 sen per ordinary share comprising of 2.5 sen per ordinary share single-tier tax exempt dividend amounting to RM3,966,319 in respect of the financial year ending 30 June 2021 was paid on 16 July 2021 to Depositors whose names are registered in the Record of Depositors on 28 June 2021.

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 RM2,379,792 in respect of the financial year ending 30 June 2021, was paid on 19<sup>th</sup> January 2022 to Depositors whose names were registered in the Record of Depositors on 22<sup>nd</sup> December 2021.

### **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 2021.

### **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 MARCH 2022**

**10. Segmental Reporting**

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

Period Ended 31.03.2022	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	-	13,671	49,861	95,058		158,590
Inter-segment sales	15,782	14,701	1,271	4,766	(36,520)	-
Total revenue	15,782	28,372	51,132	99,824	(36,520)	158,590
<b>Results</b>						
Profit before tax	15,652	5,100	9,319	14,508	(14,864)	29,715
Tax expense						(7,243)
Profit after tax						22,472
Attributed to:-						
Owners of the parent						22,472
Non controlling interests						-
						22,472

Period Ended 31.03.2021	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	-	15,260	50,886	102,369		168,515
Inter-segment sales	11,597	16,285	554	5,470	(33,906)	-
Total revenue	11,597	31,545	51,440	107,839	(33,906)	168,515
<b>Results</b>						
Profit before tax	11,468	3,521	9,575	12,927	(10,894)	26,597
Tax expense						(6,898)
Profit after tax						19,699
Attributed to:-						
Owners of the parent						19,699
Non controlling interests						-
						19,699

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**

**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 year ended 30 June 2021:

	<b>As at 31.03.2022 RM'000</b>	<b>As at 30.06.2021 RM'000</b>
Bank guarantees	<u>524</u>	<u>590</u>

**13. Related Party Transactions**

Significant related party transactions for the current quarter under review are as follows :

	<b>As at 31.03.2022 RM'000</b>
NC Twenty Eight Glory Sdn Bhd - Supply of home linen products	<u>1,195</u>

**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 Group capital commitments in this current quarter under review are as follows :

	<b>As at 31.03.2022 RM'000</b>
a) Warehouse extension	388
b) Solar photovoltaic module system	1,320
	<u>1,708</u>



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**  
**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 RM64.33 million representing RM10.47 million or 19.4% increase as compared with the previous year corresponding quarter revenue of RM53.86 million. Higher sales was from higher export, retails and consignment.

The Group's profit before tax increased by RM3.63 million or 38.5% to RM13.07 million from RM9.44 million in the current quarter was attributed by higher sales, write-back of impairment loss on trade receivables and slow moving stocks.

For the 9 months ended 31 March 2022, the Group recorded revenue of RM158.59 million, representing RM9.93 million or 5.9% drop compared with the previous year corresponding period revenue of RM168.52 million. Lower revenue was due to MCO 3.0 and National Recovery Plan which had temporarily suspended the Group's retail and consignment business from 1st July 2021 till 19th August 2021.

The Group profit before tax for the 9 months ended 31 March 2022 increased by RM3.12 million or 11.7% to RM29.72 million from previous year corresponding period of RM26.60 million. Higher profit was mainly due to higher online sales with better profit margin, lower operating expenses, write-back of impairment loss on trade receivables and slow moving stocks.

**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 RM7.81 million or 10.8% to RM64.33 million compared to RM72.14 million in the immediate preceding quarter ended 31 December 2021 was due to relaxed standard operating procedures restrictions and year end festive season sales.

Consequently, the Group's current quarter profit before tax drop by RM2.15 million or 14.1% to RM13.07 million as compared to RM15.22 million in the immediate preceding quarter was due to lower sales.

**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 2022.

**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 MARCH 2022**

**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	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31.03.2022	31.03.2021	31.03.2022	30.09.2020
	RM'000	RM'000	RM'000	RM'000
Current taxation	2,774	2,179	6,648	7,072
Prior year taxation	(43)	494	(3)	(127)
Deferred taxation	353	(47)	598	(47)
	<u>3,084</u>	<u>2,626</u>	<u>7,243</u>	<u>6,898</u>

The tax expense for the Group reflects an effective tax rate of approximately 24.4%, which is higher than the statutory tax rate of 24% was due to prior year tax adjustment and 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.

**9. Group Borrowings and Debt Securities**

The Group's total borrowings and debts securities as at 31 March 2022 are as follows:

	Short Term Borrowings	Long Term Borrowings	Total
	RM'000	RM'000	RM'000
<b>Secured</b>			
Bankers' acceptances	6,439	-	6,439
Term loan	821	277	1,098
	<u>7,260</u>	<u>277</u>	<u>7,537</u>

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2022**

**10. Derivative Financial Instruments**

As at 31 March 2022, 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 of Directors has declared an interim dividend of 3.0 sen per ordinary share comprising of 3.0 sen per ordinary share single-tier tax exempt dividend amounting to RM4,759,581 in respect of the financial year ending 30 June 2022.

The interim dividend will be paid on 21 July 2022 to Depositors whose names are registered in the Record of Depositors on 28 June 2022.

**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 31.03.2022</b>	<b>Preceding Year Corresponding Quarter 31.03.2021</b>	<b>Current Year-To-Date 31.03.2022</b>	<b>Preceding Year Corresponding Period 31.03.2021</b>
Profit attributable to owners of the parent (RM'000)	9,987	6,809	22,472	19,699
Total number of weighted average ordinary shares in issue ('000)	158,653	158,653	158,653	158,653
Basic earnings per share (sen)	6.29	4.29	14.16	12.42

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 MARCH 2022**

**14. Profit Before Tax**

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2022 RM'000	Preceding Year Corresponding Quarter 31.03.2021 RM'000	Current Year-To-Date 31.03.2022 RM'000	Preceding Year Corresponding Period 31.03.2021 RM'000
<b>After charging :</b>				
Interest expense	116	145	326	512
Depreciation and amortisation	945	928	2,742	2,850
Depreciation of right-of-use assets	1,019	1,524	3,618	4,788
Impairment loss for slow moving stock	-	-	-	1,801
Realised foreign exchange loss	-	21	-	208
Unrealised foreign exchange loss	-	-	-	152
<b>After crediting :</b>				
Interest income	(541)	(79)	(1,102)	(993)
Gain on disposal of assets	-	-	-	(26)
Writeback for slow moving stock	(207)	(247)	(242)	-
Writeback of impairment loss on trade receivable	(1,311)	(134)	(2,243)	(94)
Realised foreign exchange gain	(17)	-	(107)	-
Unrealised foreign exchange gain	(71)	(425)	(87)	-

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 26<sup>th</sup> May 2022.