

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	Current Year-To-Date 31.12.2022 RM'000	Preceding Year Corresponding Period 31.12.2021 RM'000
Revenue	71,999	72,138	133,867	94,257
Operating expenses	(59,939)	(57,149)	(112,045)	(78,100)
Other operating income	1,084	330	2,105	696
Operating profit	13,144	15,319	23,927	16,853
Finance costs	(213)	(103)	(333)	(210)
Profit before taxation	12,931	15,216	23,594	16,643
Tax expense	(3,118)	(3,736)	(5,907)	(4,160)
Profit after taxation	9,813	11,480	17,687	12,483
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	9,813	11,480	17,687	12,483
<b>Profit after taxation attributable to:</b>				
Owners of the parent	9,813	11,480	17,687	12,483
Non-controlling interests	-	-	-	-
	9,813	11,480	17,687	12,483
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	9,813	11,480	17,687	12,483
Non-controlling interests	-	-	-	-
	9,813	11,480	17,687	12,483
Earnings per share attributable to owners of the parent :				
- Basic (sen)	6.19	7.24	11.15	7.87
- 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 2022 and the accompanying explanatory notes attached to this interim financial statements.

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

	Unaudited As At 31.12.2022 RM'000	Audited As At 30.06.2022 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	54,201	55,046
Right-of-use assets	9,880	6,404
Deferred tax assets	2,589	2,643
<b>Total non-current assets</b>	<b>66,670</b>	<b>64,093</b>
<b>CURRENT ASSETS</b>		
Inventories	97,403	68,792
Trade and other receivables	47,513	43,514
Tax assets	330	840
Short term investment	44,001	73,735
Deposits, cash and bank balances	81,702	59,882
<b>Total current assets</b>	<b>270,949</b>	<b>246,763</b>
<b>TOTAL ASSETS</b>	<b>337,619</b>	<b>310,856</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	80,000	80,000
Treasury shares	(823)	(823)
Reserves	210,979	198,052
<b>Total Equity</b>	<b>290,156</b>	<b>277,229</b>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	1,744	1,617
Provision	390	386
Lease liabilities	4,891	2,732
Bank borrowings	-	73
<b>Total non-current liabilities</b>	<b>7,025</b>	<b>4,808</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	19,124	18,170
Tax liabilities	4,550	2,188
Lease liabilities	5,146	3,792
Bank borrowings	11,618	4,669
<b>Total current liabilities</b>	<b>40,438</b>	<b>28,819</b>
<b>TOTAL LIABILITIES</b>	<b>47,463</b>	<b>33,627</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>337,619</b>	<b>310,856</b>
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (RM)	1.83	1.75

*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 2022 and the accompanying explanatory notes attached to this interim financial statements.*

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 2022**  
**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 2022</u></b>						
As at 1 July 2022	80,000	(823)	198,052	277,229	-	277,229
Profit after taxation / Total comprehensive income for the period	-	-	17,687	17,687	-	17,687
Dividends paid	-	-	(4,760)	(4,760)	-	(4,760)
<b>As at 31.12.2022</b>	<b>80,000</b>	<b>(823)</b>	<b>210,979</b>	<b>290,156</b>	<b>-</b>	<b>290,156</b>
<b><u>6 months ended 31 December 2021</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	-	-	12,483	12,483	-	12,483
Dividends paid	-	-	(2,380)	(2,380)	-	(2,380)
<b>As at 31.12.2021</b>	<b>80,000</b>	<b>(823)</b>	<b>181,422</b>	<b>260,599</b>	<b>-</b>	<b>260,599</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 2022 and the accompanying explanatory notes attached to this interim financial report.*

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

	<b>Current Year-To-Date 31.12.2022 RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2021 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	23,594	16,643
Adjustments for:		
Interest income	(1,723)	(561)
Interest expense	333	210
Depreciation of property, plant and equipment	1,794	1,797
Depreciation of right-of-use assets	2,767	2,599
Write-back impairment loss for slow moving stock	(848)	(35)
Write-back of Impairment loss on trade receivables	(497)	(932)
Unrealised foreign exchange loss/(gain)	214	(16)
Non-cash items	30	(502)
Operating profit before changes in working capital	25,664	19,203
Changes in working capital		
Inventories	(27,763)	5,381
Trade and other receivables	(3,746)	(14,065)
Trade and other payables	985	3,702
Cash (for)/from operations	(4,860)	14,221
Net tax paid	(2,854)	(3,986)
Interest paid	(125)	(98)
Net cash (for)/from operating activities	(7,839)	10,137
<b>Cash flows from/(for) investing activities</b>		
Interest received	1,723	561
Proceed of disposal property, plant and equipment	4	-
Purchase of property, plant and equipment	(982)	(2,785)
Net cash from/(for) investing activities	745	(2,224)
<b>Cash flows for financing activities</b>		
Drawdown of bankers acceptance	7,293	1,849
Repayment of term loan	(417)	(397)
Payment of lease obligations	(2,936)	(2,245)
Dividends paid	(4,760)	(3,966)
Net cash for financing activities	(820)	(4,759)
<b>Net (decrease)/increase in cash and cash equivalents</b>	(7,914)	3,154
<b>Cash and cash equivalents at beginning of period</b>	133,617	113,863
<b>Cash and cash equivalents at end of period</b>	125,703	117,017
<b>Cash and cash equivalents comprise the following:</b>		
Cash and bank balances	15,644	23,219
Short term investments	44,001	61,248
Deposits with licensed banks	66,058	32,550
<b>Cash and cash equivalents</b>	125,703	117,017

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 2022 and the accompanying explanatory notes attached to this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 2022 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 2022.

**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 2022.

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 2022 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 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**

The approved final 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, was paid on 19<sup>th</sup> January 2023 to Depositors whose names were registered in the Record of Depositors on 22<sup>nd</sup> December 2022.

**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 2022.

**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 2022

10. Segmental Reporting

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

Period Ended 31.12.2022	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	-	11,577	49,225	73,065		133,867
Inter-segment sales	15,565	11,619	468	3,436	(31,088)	-
Total revenue	15,565	23,196	49,693	76,501	(31,088)	133,867
<b>Results</b>						
Profit before tax	15,576	2,773	10,393	10,497	(15,645)	23,594
Tax expense						(5,907)
Profit after tax						17,687
Attributed to:-						
Owners of the parent						17,687
Non controlling interests						-
						17,687

Period Ended 31.12.2021	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	-	7,885	28,973	57,399		94,257
Inter-segment sales	15,522	7,740	921	3,084	(27,267)	-
Total revenue	15,522	15,625	29,894	60,483	(27,267)	94,257
<b>Results</b>						
Profit before tax	15,389	2,129	5,512	8,515	(14,902)	16,643
Tax expense						(4,160)
Profit after tax						12,483
Attributed to:-						
Owners of the parent						12,483
Non controlling interests						-
						12,483

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 2022:

	<b>As at 31.12.2022 RM'000</b>	<b>As at 30.06.2022 RM'000</b>
Bank guarantees	<u>615</u>	<u>524</u>

**13. Related Party Transactions**

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

	<b>As at 31.12.2022 RM'000</b>
NC Twenty Eight Glory Sdn Bhd - Supply of home linen products	<u>663</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**

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



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 DECEMBER 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 RM72.00 million, slight drop of RM0.14 million or 0.2% as compared with the previous year corresponding quarter revenue of RM72.14 million. Slight drop in sales was mainly due to lower export sales.

The Group's profit before tax drop by RM2.29 million or 15.0% to RM12.93 million from RM15.22 million in the previous year corresponding quarter was due to the Government mandated new minimum wages which came into effect on 1<sup>st</sup> May 2022 and higher operating expenses.

For the 6 months ended 31 December 2022, the Group recorded revenue of RM133.87 million, increase of RM39.61 million or 42.0% compared with the previous year corresponding period revenue of RM94.26 million. Higher sales were from retails and consignment attributed by new Homes' Harmony Boutique shops and the Covid-19 lockdown of 1<sup>st</sup> quarter last year that had suspended the Group's retail and consignment business.

The Group profit before tax for the 6 months ended 31 December 2022 increased by RM6.95 million or 41.8% to RM23.59 million from previous year corresponding period of RM16.64 million. Higher profit was mainly due to higher sales.

**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, increase by RM72.00 million or 16.4% to RM61.87 million compared to RM10.13 million in the immediate preceding quarter ended 30 September 2022 was due to year end festive season sales.

The Group's current quarter profit before tax increased by RM2.27 million or 21.3% to RM12.93 million as compared to RM10.66 million in the immediate preceding quarter was due to higher sales.

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

The recovery in the global economic crisis is still uncertain and the local retail market and export sales 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 2023 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 2022**

**5. Taxation**

The tax expense charged for the current financial quarter and current financial year to-date under review includes the following:

	<b>31.12.2022</b>	<b>Quarter</b> <b>31.12.2021</b>	<b>31.12.2022</b>	<b>Period</b> <b>31.12.2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current taxation	3,174	3,346	5,726	3,875
Prior year taxation	-	(12)	-	40
Deferred taxation	(56)	402	181	245
	<u>3,118</u>	<u>3,736</u>	<u>5,907</u>	<u>4,160</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% 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.

**9. Group Borrowings and Debt Securities**

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

	<b>Short Term</b> <b>Borrowings</b>	<b>Long Term</b> <b>Borrowings</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Secured</b>			
Bankers' acceptances	11,139	-	11,139
Term loan	479	-	479
	<u>11,618</u>	<u>-</u>	<u>11,618</u>

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

**10. Derivative Financial Instruments**

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

**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 31.12.2022</b>	<b>Preceding Year Corresponding Quarter 31.12.2021</b>	<b>Current Year-To-Date 31.12.2022</b>	<b>Preceding Year Corresponding Period 31.12.2021</b>
Profit attributable to owners of the parent (RM'000)	9,813	11,480	17,687	12,483
Total number of weighted average ordinary shares in issue ('000)	158,653	158,653	158,653	158,653
Basic earnings per share (sen)	6.19	7.24	11.15	7.87

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 2022**

**14. Profit Before Tax**

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.12.2022 RM'000	Preceding Year Corresponding Quarter 31.12.2021 RM'000	Current Year-To-Date 31.12.2022 RM'000	Preceding Year Corresponding Period 31.12.2021 RM'000
<b>After charging :</b>				
Interest expense	213	102	333	210
Depreciation and amortisation	866	907	1,794	1,797
Depreciation of right-of-use assets	1,587	1,082	2,767	2,599
Allowance of impairment loss on trade receivable	37	-	-	-
Realised foreign exchange loss	-	-	-	2
Unrealised foreign exchange loss	246	54	214	-
<b>After crediting :</b>				
Interest income	(908)	(321)	(1,723)	(561)
Gain on disposal of assets	(1)	-	(4)	-
Writeback for slow moving stock	(644)	(263)	(848)	(35)
Writeback of impairment loss on trade receivable	-	(936)	(497)	(932)
Realised foreign exchange gain	(173)	(89)	(333)	(90)
Unrealised foreign exchange gain	-	-	-	(16)

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<sup>rd</sup> February 2023.