

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2024 RM'000	Preceding Year Corresponding Quarter 30.09.2023 RM'000	Current Year-To-Date 30.09.2024 RM'000	Preceding Year Corresponding Period 30.09.2023 RM'000
Revenue	65,867	57,991	65,867	57,991
Operating expenses	(60,320)	(51,647)	(60,320)	(51,647)
Other operating income	1,341	1,828	1,341	1,828
Operating profit	6,888	8,172	6,888	8,172
Finance costs	(384)	(131)	(384)	(131)
Profit before taxation	6,504	8,041	6,504	8,041
Tax expense	(1,287)	(2,020)	(1,287)	(2,020)
Profit after taxation	5,217	6,021	5,217	6,021
Other comprehensive income for the period	2	-	2	-
Total comprehensive income for the period	5,219	6,021	5,219	6,021
Profit after taxation attributable to:				
Owners of the parent	5,210	6,021	5,210	6,021
Non-controlling interests	7	-	7	-
	5,217	6,021	5,217	6,021
Total comprehensive income attributable to:				
Owners of the parent	5,206	6,021	5,206	6,021
Non-controlling interests	13	-	13	-
	5,219	6,021	5,219	6,021
Earnings per share attributable to owners of the parent :				
- Basic (sen)	3.28	3.80	3.28	3.80
- 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 2024 and the accompanying explanatory notes attached to this interim financial statements.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Unaudited As At 30.09.2024 RM'000	Audited As At 30.06.2024 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	82,743	83,426
Right-of-use assets	22,721	25,472
Intangible assets	26,236	26,236
Deferred tax assets	2,170	1,792
Total non-current assets	133,870	136,926
CURRENT ASSETS		
Inventories	95,062	87,936
Trade and other receivables	31,694	32,287
Tax assets	312	348
Short term investment	56,957	42,751
Deposits, cash and bank balances	75,727	101,281
Total current assets	259,752	264,603
TOTAL ASSETS	393,622	401,529
EQUITY AND LIABILITIES		
Share capital	80,000	80,000
Treasury shares	(823)	(823)
Reserves	249,809	244,803
Owners of the Company	328,986	323,980
Non-controlling interests	7,899	8,027
Total Equity	336,885	332,007
NON-CURRENT LIABILITIES		
Deferred tax liabilities	4,466	4,554
Provision	1,690	1,621
Lease liabilities	12,580	14,586
Total non-current liabilities	18,736	20,761
CURRENT LIABILITIES		
Trade and other payables	18,890	25,846
Tax liabilities	2,283	3,106
Lease liabilities	11,334	12,175
Bank borrowings	5,494	7,634
Total current liabilities	38,001	48,761
TOTAL LIABILITIES	56,737	69,522
TOTAL EQUITY AND LIABILITIES	393,622	401,529
NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY OWNERS OF THE PARENT (RM)	2.12	2.09

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 2024 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024
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
	Distributable			Retained Profits RM'000			
	Share Capital RM'000	Treasury Share RM'000	Exchange Translation Reserves RM'000				
<u>3 months ended 30 September 2024</u>							
As at 1 July 2024	80,000	(823)	(13)	244,816	323,980	8,027	332,007
Effect on translation exchange	-	-	(147)	(53)	(200)	(141)	(341)
Profit after taxation / Total comprehensive income for the period	-	-	(4)	5,210	5,206	13	5,219
As at 30.09.2024	80,000	(823)	(164)	249,973	328,986	7,899	336,885
<u>3 months ended 30 September 2023</u>							
As at 1 July 2023	80,000	(823)	-	225,811	304,988	-	304,988
Profit after taxation / Total comprehensive income for the period	-	-	-	6,021	6,021	-	6,021
As at 30.09.2023	80,000	(823)	-	231,832	311,009	-	311,009

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 2024 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 30.09.2024 RM'000	Preceding Year Corresponding Period 30.09.2023 RM'000
Cash flows from operating activities		
Profit before taxation	6,504	8,041
Adjustments for:		
Interest income	(1,220)	(1,167)
Interest expense	384	131
Depreciation of property, plant and equipment	1,180	861
Depreciation of right-of-use assets	3,541	1,652
(Write-back)/Allowance impairment loss for slow moving stock	(21)	246
Allowance /(Write-back)of Impairment loss on trade receivables	41	(139)
Unrealised foreign exchange gain	1,258	219
Non-cash items	(17)	(11)
Operating profit before changes in working capital	11,650	9,833
Changes in working capital		
Inventories	(7,554)	1,151
Trade and other receivables	244	1,180
Trade and other payables	(167)	1,682
Cash from operations	4,173	13,846
Net tax paid	(2,511)	(2,357)
Interest paid	(72)	(31)
Net cash from operating activities	1,590	11,458
Cash flows from/(for) investing activities		
Interest received	1,220	1,167
Proceed of disposal property, plant and equipment	18	12
Purchase of property, plant and equipment	(1,193)	(556)
Net cash from investing activities	45	623
Cash flows for financing activities		
Drawdown of bankers acceptance	(1,324)	214
Repayment of term loan	(539)	-
Payment of lease obligations	(3,888)	(1,711)
Dividends paid	(6,346)	(5,553)
Net cash for financing activities	(12,097)	(7,050)
Net increase/(decrease) in cash and cash equivalents	(10,462)	5,031
Cash and cash equivalents at beginning of period	143,499	136,958
Effect of foreign exchange rate changes	(914)	170
Cash and cash equivalents at end of period	132,123	142,159
Cash and cash equivalents comprise the following:		
Short term investments	56,957	42,699
Cash and bank balances	17,794	23,702
Deposits with licensed banks	57,933	75,758
Bank overdraft	(561)	-
Cash and cash equivalents	132,123	142,159

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 2024 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024

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 2024 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 2024.

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 2024.

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 2024 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 2024

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 4.0 sen per ordinary share comprising of 4.0 sen per ordinary share single-tier tax exempt dividend amounting to RM6,346,108 in respect of the financial year ending 30 June 2024 was paid on 25 July 2024 to Depositors whose names are registered in the Record of Depositors on 27 June 2024.

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 2024.

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 30 SEPTEMBER 2024

10. Segmental Reporting

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

Period Ended	Investment holding	Design and manufacturing	Retailing	Distribution and trading	Elimination	The Group
30.09.2024	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External sales	-	2,387	32,869	30,611		65,867
Inter-segment sales	305	6,468	192	1,251	(8,216)	-
Total revenue	305	8,855	33,061	31,862	(8,216)	65,867
Results						
Profit before tax	16	152	4,121	2,678	(463)	6,504
Tax expense						(1,287)
Profit after tax						5,217
Other comprehensive income, net tax :						
Effect on foreign exchange translation						2
Total Comprehensive income						5,219
Segment assets	64,641	55,245	107,804	165,932	-	393,622
Segment liabilities	235	2,602	36,104	17,796	-	56,737

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024

Period Ended 30.09.2023	Investment holding RM'000	Design and manufacturing RM'000	Retailing RM'000	Distribution and trading RM'000	Elimination RM'000	The Group RM'000
Revenue						
External sales	-	4,955	21,043	31,993		57,991
Inter-segment sales	299	5,406	267	1,058	(7,030)	-
Total revenue	299	10,361	21,310	33,051	(7,030)	57,991
Results						
Profit before tax	492	917	3,681	2,962	(11)	8,041
Tax expense						(2,020)
Profit after tax						6,021
Other comprehensive income, net tax :						
Other comprehensive income						-
Total Comprehensive income						6,021
Segment assets	74,435	57,466	77,359	129,144	-	338,404
Segment liabilities	251	2,151	14,144	10,849	-	27,395

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024

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 2024:

	As at 30.09.2024 RM'000	As at 30.06.2024 RM'000
Bank guarantees	<u>903</u>	<u>781</u>

13. Related Party Transactions

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

	As at 30.09.2024 RM'000
NC Twenty Eight Glory Sdn Bhd	
- Supply of home linen products	43
T.C. Homeplus Pte Ltd	
- Supply of home linen products	976
- Management fees	46
	<u>1,065</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 30 SEPTEMBER 2024

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 posted revenue of RM65.87 million representing RM7.88 million or 13.6% increase in revenue as compared with the corresponding quarter in previous year's revenue of RM57.99 million. Higher sales were attributed by retails, online and subsidiary company in Singapore.

The Group's profit before tax decreased by RM1.99 million or 24.8% to RM6.05 million from RM8.04 million of last corresponding quarter was due to higher operating expenditure and unrealised exchange losses.

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 RM1.26 million or 1.9% to RM65.87 million compared to RM67.13 million in the immediate preceding quarter ended 30 June 2024. Drop in sales was due to Hari Raya festive sales and mid-year promotional sales in the immediate preceding quarter.

The Group's current quarter profit before tax drop by RM3.20 million or 34.6% to RM6.05 million as compared to RM9.25 million in the immediate preceding quarter was due to lower sales, higher operating expenditure and unrealised exchange losses.

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 2025 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 2024

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
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Current taxation	2,007	2,110	2,007	2,110
Over provision prior year tax	(252)	-	(252)	-
Deferred taxation	(468)	(90)	(468)	(90)
	<u>1,287</u>	<u>2,020</u>	<u>1,287</u>	<u>2,020</u>

The tax expense for the Group reflects an effective tax rate of approximately 19.8%, which is lower than the statutory tax rate of Malaysia at 24.0% was due to prior year tax adjustments.

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 30 SEPTEMBER 2024

9. Group Borrowings and Debt Securities

The Group's total borrowings and debts securities as at 30 September 2024 are as follows:

	Short Term Borrowings	Long Term Borrowings	Total Borrowings
	RM'000	RM'000	RM'000
Secured			
Bank borrowings:			
Bankers' acceptances/Trust Receipts	3,479	-	3,479
Bank overdraft	561	-	561
Term loan	1,454	-	1,454
	<u>5,494</u>	<u>-</u>	<u>5,494</u>
Lease liabilities:			
Hire purchase creditor	288	35	323
	<u>288</u>	<u>35</u>	<u>323</u>

Bank borrowings and hire purchase creditor denominated in foreign currency are as follows:

	Foreign Currency '000	RM equivalent '000
Singapore Dollar	<u>1,762</u>	<u>5,817</u>

10. Derivative Financial Instruments

As at 30 September 2024, 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 approved final dividend of 4.0 sen per ordinary share comprising of 4.0 sen per ordinary share single-tier tax exempt dividend amounting to RM6,346,108 in respect of the financial year ending 30 June 2024, will be paid on 17th January 2025 to Depositors whose names are registered in the Record of Depositors on 19th December 2024.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2024

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.

	Current Year Quarter 30.09.2024	Preceding Year Corresponding Quarter 30.09.2023	Current Year-To-Date 30.09.2024	Preceding Year Corresponding Period 30.09.2023
Profit attributable to owners of the parent (RM'000)	5,210	6,021	5,210	6,021
Total number of weighted average ordinary shares in issue ('000)	158,653	158,653	158,653	158,653
Basic earnings per share (sen)	3.28	3.80	3.28	3.80

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 30 SEPTEMBER 2024

14. Profit Before Tax

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

	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
After charging :				
Interest expense	384	131	384	131
Depreciation and amortisation	1,180	861	1,180	861
Depreciation of right-of-use assets	3,541	1,652	3,541	1,652
Impairment loss for slow moving stock	-	246	-	246
Allowance of impairment loss on trade receivable	41	-	41	-
Realised foreign exchange loss	31	-	31	-
Unrealised foreign exchange loss	1,258	219	1,258	219
After crediting :				
Interest income	(1,220)	(1,167)	(1,220)	(1,167)
Gain on disposal of assets	(18)	(12)	(18)	(12)
Write-back of Impairment loss for slow moving stock	(21)	-	(21)	-
Write-back of impairment loss on trade receivable	-	(139)	-	(139)
Realised foreign exchange gain	-	(435)	-	(435)

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 28th November 2024.