

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 30 JUNE 2017

	Notes	Individual Quarter		Changes	Cumulative Quarter		Changes
		Current Year Quarter	Preceding Year Quarter	(%)	Current Year-To-Date	Preceding Year-To-Date	(%)
		30.06.2017 RM'000	30.06.2016 RM'000		30.06.2017 RM'000	30.06.2016 RM'000	
Revenue	A9	31,771	33,572	(5.36)	122,166	126,293	(3.27)
Cost of sales		(24,067)	(24,115)	(0.20)	(88,796)	(90,456)	(1.83)
Gross profit		7,704	9,457	(18.53)	33,370	35,837	(6.88)
Other Income		753	728	3.43	3,187	1,558	104.55
Selling and distribution expenses		(1,713)	(1,522)	12.55	(6,507)	(5,754)	13.08
Administrative expenses		(2,153)	(4,227)	(49.06)	(10,352)	(11,373)	(8.98)
Operating Profit		4,591	4,436	3.49	19,698	20,268	(2.81)
Finance costs		(15)	(323)	(95.35)	(80)	(998)	(91.98)
Profit before tax	B5	4,576	4,113	11.26	19,618	19,270	1.80
Income tax expense	B6	(1,888)	(1,366)	38.21	(5,079)	(4,824)	5.26
Profit for the period		2,688	2,747	(2.15)	14,539	14,446	0.64
Other comprehensive income, net of tax							
Exchange difference on translation of foreign operation		(1)	-	-	2	-	-
Revaluation of land and buildings		-	-	-	-	10,899	(100)
Total comprehensive income for the period		2,687	2,747	(2.18)	14,541	25,345	(42.83)
Profit attributable to:							
Owners of the company		2,745	2,780	(1.26)	14,680	14,531	1.03
Non-controlling interest		(57)	(33)	72.72	(141)	(85)	65.88
Profit for the period		2,688	2,747	(2.15)	14,539	14,446	0.64
Total comprehensive income attributable to:							
Owners of the company		2,744	2,780	(1.29)	14,680	25,430	(42.27)
Non-controlling interest		(57)	(33)	72.72	(139)	(85)	63.53
Total comprehensive income for the period		2,687	2,747	(2.18)	14,541	25,345	(42.83)



**Earnings per share
attributable to Owners of the
Company⁽²⁾**

- Basic (sen)	B12	1.46	1.56	(6.41)	7.81	9.67	(19.23)
- Diluted (sen)	B12	1.46	1.56	(6.41)	7.81	9.67	(19.23)

Notes:

(1) 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 2016, and the explanatory notes attached to this report.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.



**Earnings per share attributable to
Owners of the Company⁽²⁾**

- Basic (sen)	B12	1.46	1.23	18.70
- Diluted (sen)	B12	1.46	1.23	18.70

Notes:

(1) 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 2016, and the explanatory notes attached to this report.

(2) Based on the weighted average number of ordinary shares in issue as detailed in Note B12.



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017**

	(Unaudited) 30.06.2017 RM'000	(Audited) 30.06.2016 RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	50,872	50,270
Other assets	269	269
	<u>51,141</u>	<u>50,539</u>
Current Assets		
Inventories	16,670	19,832
Trade receivables	22,446	23,096
Other receivables, deposits and prepayments	2,584	1,357
Derivative assets	-	7
Fixed deposits with licensed banks	-	26,515
Short term funds	79,691	36,684
Cash and bank balances	12,968	24,405
	<u>134,359</u>	<u>131,896</u>
TOTAL ASSETS	<u>185,500</u>	<u>182,435</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	135,702	94,000
Reserves	28,513	63,055
Translation Reserve	1	-
Treasury Stock	(524)	-
	<u>163,692</u>	<u>157,055</u>
Non-controlling interest	(138)	(128)
Total Equity	<u>163,554</u>	<u>156,927</u>
LIABILITIES		
Non-Current Liabilities		
Deferred tax liabilities	6,033	4,984
	<u>6,033</u>	<u>4,984</u>
Current Liabilities		
Trade payables	11,326	16,343
Other payables and accruals	3,732	2,474
Amount owing to directors	300	370
Derivative liabilities	-	-
Provision for taxation	555	1,337
	<u>15,913</u>	<u>20,524</u>
Total Liabilities	<u>21,946</u>	<u>25,508</u>
TOTAL EQUITY AND LIABILITIES	<u>185,500</u>	<u>182,435</u>
Net assets per share attributable to owners of the Company (sen)	<u>87.00</u>	<u>83.47</u>

Notes:

(1) The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE TWELVE MONTHS ENDED 30 JUNE 2017**

	← Non-Distributable			Attributable to owners of the Company				Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Share Premium RM'000	Treasury Shares RM'000	Translation Reserve RM'000	Retained Earnings RM'000			
At 01.07.2016	94,000	10,899	(60,822)	41,702	-	-	71,276	157,055	(128)	156,927
Issuance of new shares	-	-	-	-	-	-	-	-	130	130
Translation loss	-	-	-	-	-	1	-	1	1	2
Dividend paid	-	-	-	-	-	-	(7,520)	(7,520)	-	(7,520)
Share buy-back	-	-	-	-	(524)	-	-	(524)	-	(524)
Profit for the period	-	-	-	-	-	-	14,680	14,680	(141)	14,539
Transition to no par value regime ⁽²⁾	41,702	-	-	(41,702)	-	-	-	-	-	-
At 30.06.2017	135,702	10,899	(60,822)	-	(524)	1	78,436	163,692	(138)	163,554

Notes:

(1) The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

(2) Effective from 31 January 2017, the Companies Act 2016 ("the Act") abolished the concept of authorised share capital and par value of share capital. Consequently, the credit balances of the share premium became a part of the Company's share capital pursuant to the transitional provision.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 30 JUNE 2017**

	12 months ended 30 June	
	2017	2016
	RM'000	RM'000
Cash flows from/(for) operating activities		
Profit before tax	19,618	19,270
Adjustments for:		
Depreciation of property, plant and equipment	4,089	3,527
(Gain) /loss on disposal of property, plant and equipment	(133)	(182)
(Gain) /loss on unrealised foreign exchange	(345)	(255)
Interest expense	-	950
Interest income	(2,780)	(1,217)
Operating profit before working capital changes	<u>20,449</u>	<u>22,093</u>
Changes in working capital:		
Inventories	3,162	493
Trade and other receivables	(590)	5,059
Trade and other payables	(3,541)	1,824
Cash from operations	<u>19,480</u>	<u>29,469</u>
Interest paid	-	(950)
Income tax paid	(4,839)	(5,959)
Net cash from/ (for) operating activities	<u>14,641</u>	<u>22,560</u>
Cash flows from/ (for) investing activities		
Proceeds from disposal of plant and equipment	153	263
Purchase of plant and equipment	(4,711)	(3,063)
Interest received	2,780	1,217
Net withdrawal/(placement) of fixed deposits with licensed banks	26,516	(23,628)
Net cash from/ (for) investing activities	<u>24,738</u>	<u>(25,211)</u>
Cash flows from/ (for) financing activities		
Net repayment of term loans	-	(12,252)
Repayment of hire purchase	-	(63)
Drawdown of bankers' acceptance	-	(5,000)
Proceeds from issuance of shares	60	65,600
(Repayment to)/Advance from a related party	-	(237)
Advance from/(Repayment to) a related director	(62)	132
Treasury Stock	(524)	-
Dividend paid	(7,520)	(3,760)
Net cash from/ (for) investing activities	<u>(8,046)</u>	<u>44,420</u>
Net increase in cash and cash equivalents	31,333	41,769
Effect of foreign exchange translation	237	(449)
Cash and cash equivalents at beginning of the financial period	<u>61,089</u>	<u>19,769</u>
Cash and cash equivalents at the end of financial period	<u>92,659</u>	<u>61,089</u>

Notes:

(1) The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.



A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134: INTERIM FINANCIAL REPORTING

A1. 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 Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2016.

A2. Significant accounting policies

The significant accounting policies and methods of computation adopted in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2016. The Group has not applied in advance the following accounting standards (including the consequential amendments, if any that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:

MFRSs (Including The Consequential Amendments)	Effective Date
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019
Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an investor and its Associate or Joint Venture	Deferred until further notice
Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'	1 January 2018

A3. Auditors' Report

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2016.

A4. Seasonal or cyclical factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors during the current financial quarter under review.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no material unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

A6. Changes in estimates

There were no changes in estimates that have a material effect in the current financial quarter under review.

A7. Debt and equity securities

There were no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter and financial period to date except for the following share repurchase.

During the current quarter, the Company has repurchased a total of 347,000 ordinary shares at an average price price of RM1.51 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares. As at 30 June 2017, the number of treasury shares held were 347,000 ordinary shares.

A8. Dividend paid

The final single tier dividend of 2.0 sen per ordinary share amounting to RM3.76 million in respect of the financial year ended 30 June 2016 was approved by the shareholders during the Annual General Meeting on 23 November 2016 and paid on 27 December 2016.

An interim single tier dividend of 2.0 sen per ordinary share totalling RM3.76 million in respect of the financial year ending 30 June 2017 has been paid on 28 March 2017.

A9. Segmental information

a) Operating segments

The Group's current business activities comprised of two segments namely automotive and aviation segments. Automotive segment focus on the styling, manufacturing, distribution and installation of automotive leather upholstery for car seat covers and accessories covers; whereas aviation segment is involved in the manufacturing, repair, refurbishment, distribution and installation of aircraft seat covers, parts refurbishment and other leather related products. Breakdown of the Group's total revenue by business activities and products as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
<u>AUTOMOTIVE</u>				
Car seat covers				
- OEM ⁽¹⁾	12,688	12,186	54,210	59,716
- REM	6,986	5,944	25,649	20,323
- PDI	3,742	5,441	15,958	19,375
Sub-total for car seat covers	23,416	23,571	95,817	99,414
Leather cut pieces supply	5,833	8,316	19,851	21,019



Others

- Supply of door trim covers	21	24	102	911
- Sewing of fabric car seat covers	12	578	191	1,191
- Manufacturing of leather/PVC car accessories covers and miscellaneous seat covers, provision of wrapping and stitching services and supply of raw materials	2,277	1,041	5,712	3,462
Sub-total for others	2,310	1,643	6,005	5,564
	31,559	33,530	121,673	125,997
AVIATION				
Interior refurbishment	212	42	493	296
Grand Total	31,771	33,572	122,166	126,293

b) Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers.

	Current Quarter Ended		Cumulative Quarter Ended	
	30.06.2017 RM'000	30.06.2016 RM'000	30.06.2017 RM'000	30.06.2016 RM'000
Malaysia	24,637	27,939	97,343	108,803
Rest of Asia	3,948	3,177	13,412	5,349
Europe	926	993	3,510	5,019
North America	1,100	595	2,816	2,018
Oceania	1,160	852	5,073	5,044
Africa	-	16	12	60
Grand Total	31,771	33,572	122,166	126,293

Note (1):

OEM – Original Equipment Manufacturer

REM – Replacement Equipment Manufacturer

PDI – Pre-delivery Inspection

A10. Valuation of property, plant and equipment

The Group has not carried out any valuation on its property, plant and equipment in the current financial quarter.



A11. Capital commitments

Authorised capital commitment not provided for as at 30 June 2017 were as follows: -

	RM'000
Construction of an additional storey of production floor area on the existing factory building	<u>3,157</u>

A12. Changes in the composition of the Group

There were no material changes in the composition of the Group for the current quarter under review.

A13. Contingent liabilities or contingent assets

There were no material contingent liabilities or contingent assets as at the date of this report.

A14. Materials events subsequent to the end of the quarter

There were no other materials events subsequent to the end of current quarter that have not been reflected in this interim financial report.

A15. Related Party Transactions

The Group's related party transactions for the current quarter and the cumulative quarter ended 30 June 2017 are as follows:

	Current Quarter Ended 30.06.2017 RM'000	Cumulative Quarter Ended 30.06.2017 RM'000
Rental charges to related party		
- Tint Auto (M) Sdn Bhd	<u>54</u>	<u>216</u>

Note:

The related party is a company in which certain Directors and substantial shareholders of the Company have interests.

B. ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS OF BURSA SECURITIES MALAYSIA BERHAD

B1. Review of performance

For the current quarter under review, the Group recorded a revenue of RM31.77 million and profit before taxation of RM4.57 million.

Revenue from leather car seat covers contributed approximately 73.71% of total revenue followed by leather cut pieces supply which accounted for approximately 18.36% of total revenue during the quarter under review.

OEM leather car seat remained the largest contributor segment accounted for approximately 39.94% of the total revenue for leather car seat covers whilst REM and PDI contributed approximately 21.99% and 11.78% respectively.

The lower revenue for the current quarter of RM31.77 million compare to the preceding year quarter of RM33.57 million was mainly due to lower sales from the domestic market as some of our key customers recorded lower market share.

B2. Material changes in the quarterly results compared to the immediate preceding quarter

The Group's revenue of RM31.77 million in the current quarter was 25.69% higher than RM25.28 million recorded in the immediate preceding quarter. This was mainly due to higher vehicle total industry volume (TIV) in the current quarter fuelled by the promotions and offers by car companies. The lower TIV in the preceding quarter was also compounded by the shorter working period in the preceding quarter due to Chinese New Year festival holidays.

The profit before tax for the Group was higher at RM4.57 million compared to preceding quarter of RM2.71 million in line with the higher revenue and sales mix. The current quarter however recorded a higher tax expense of RM1.89 million compared to preceding quarter of RM0.44 million due to adjustment made for deferred tax for both the current and prior quarters.

B3. Prospect

Despite the weak sentiment surrounding automotive market, the Board remains optimistic of the Group's performance going forward. In the local market, TIV for the first half of 2017 was 3.26% higher than the preceding year. TIV is expected to be increase year on year by 1.7% for 2017 and 5.0% for 2018. However, the Board remains cautious as these TIV volumes are still below 2015's TIV. The sales from export segment continued to increase by 26.65% compared to the preceding quarter and the Board expects the export segment to continue its growth in the forthcoming quarters. Year on year export has increased by 41.93% from financial year ended 30 June 2016.

B4. Variance of actual profit from profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee in any form of public documentation or announcement.



B5. Profit before taxation

The profit before taxation is stated after charging/(crediting):-

	Current Quarter Ended 30.06.2017 RM'000	Cumulative Quarter Ended 30.06.2017 RM'000
Interest income	(667)	(2,780)
Depreciation and amortisation	1,031	4,089
Gain on disposal of property, plant & equipment	-	(133)
Realised foreign exchange loss/(gain)	(38)	317
Unrealised foreign exchange loss/(gain)	48	(345)

Save as disclosed above, the other items as required under paragraph 16 of Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

B6. Taxation

	Current Quarter Ended 30.06.2017 RM'000	Cumulative Quarter Ended 30.06.2017 RM'000
Current tax expense	(1,888)	(5,079)

The effective tax rate for the current quarter of 41.26% is higher than the statutory tax rate of 24% due to adjustment made for deferred tax for both the current and prior quarters.

B7. Status of Corporate Proposals

There was no corporate proposal announced but not completed as at the date of this report.

B8. Utilization of Proceeds

The status of utilization of the proceeds from the Public Issue of 47,796,000 new ordinary shares at RM1.42 as at 30 June 2017 is as follows:

	Purposes	Estimated Timeframe for utilisation	Amount (RM'000)	Actual Utilization (RM'000)	Deviation (RM'000)
a)	Working capital	Within 12 months	26,970	(26,970)	-
b)	Repayment of bank borrowings	Within 6 months	17,100	(16,967)	133
c)	Purchase of new machineries for the production of car leather seat covers	Within 24 months	7,550	(2,814)	-
d)	Construction of an additional storey of production floor area on the existing factory building	Within 24 months	5,000	(1,889)	-
e)	Opening of retail outlets	Within 24 months	3,750	-	-
f)	Establishment of market presence in Thailand	Within 24 months	1,500	(41)	-
g)	Expansion of aviation business	Within 24 months	1,000	(194)	-
h)	Estimated listing expenses	Immediate	5,000	(4,111)	889
	Total Public Issue Proceeds		67,870	(52,986)	1,022

Note:

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 29 March 2016.

B9. Group borrowings (secured)

The Group had fully settled all the bank borrowings with the proceeds from IPO as disclosed in Note B8 above.

B10. Material litigation

The Group is not engaged in any material litigation either as plaintiff or defendant, which has a material effect on the financial position of the Group, and the Directors do not have any knowledge of any proceeding pending or threatened or of any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group, as at the date of this report.

B11. Dividend

At the forthcoming Annual General Meeting, a final single tier dividend in respect of the financial year ended 30 June 2017 of 3.0 sen on 187,528,000 ordinary shares (excluding treasury shares) amounting to a dividend payable of approximately RM5,625,840 will be proposed for shareholders' approval.



B12. Earnings Per Share ("EPS")

a) Basic earnings per share

The basic earnings per share for the current quarter and financial year-to-date are computed as follows:

	Current Quarter Ended 30.06.2017 RM'000	Cumulative Quarter Ended 30.06.2017 RM'000
Profit attributable to equity holders	<u>2,745</u>	<u>14,680</u>
Weighted average number of ordinary shares in issue	<u>188,000</u>	<u>188,000</u>
Basic earnings per shares (sen)	<u>1.46</u>	<u>7.81</u>
Diluted earnings per shares (sen)	<u>1.46</u>	<u>7.81</u>

(b) Diluted earnings per share

There are no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period ended 30 June 2017.

B13. Realised and unrealised profits/(losses)

	As at 30.06.2017 RM'000	As at 30.06.2016 RM'000
Total retained profits / (accumulated losses) of the Group and of the Company:		
- realised	80,424	72,731
- unrealised	<u>(2,297)</u>	<u>(1,287)</u>
	78,127	71,444
Add/Less: Consolidated adjustments	<u>309</u>	<u>(168)</u>
	<u>78,436</u>	<u>71,276</u>

**BY ORDER OF THE BOARD
22 AUGUST 2017**