

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009

	Current Year Quarter Ended 30/09/09 RM '000	Comparative Corresponding Quarter Ended 30/09/08 RM '000	3 Months Cumulative To Date 30/09/09 RM '000	Comparative 3 Months Cumulative To Date 30/09/08 RM '000
Revenue	40,146	40,152	40,146	40,152
Operating Expenses	7,192	6,619	7,192	6,619
Other Operating Expenses	661	456	661	456
Other Operating Income	42	28	42	28
Income from other investment	39	90	39	90
Finance Costs	80	121	80	121
Profit Before Tax	7,158	8,148	7,158	8,148
Income Tax Expenses	1,788	2,027	1,788	2,027
Profit for the period	5,370	6,121	5,370	6,121
Attributable to :				
Equity Shareholders of the Company	5,370	6,121	5,370	6,121
Earnings Per Share (EPS) attributable to equity shareholders the Company				
- Basic (sen)	4.21	4.80	4.21	4.80
- Diluted (sen)	4.16	4.74	4.16	4.74

The Condensed Consolidated Income Statements should be read in conjunction with the audited annual financial report for the year ended 30 June 2009

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INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009 (The figures have not been audited)

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2009

	UNAUDITED As At 30/09/09 RM '000	AUDITED As At 30/06/09 RM '000
ASSETS		
Property, plant & equipment	21,956	21,407
Prepaid lease payments	2,593	2,602
Investment properties	700	701
	<u>25,249</u>	<u>24,710</u>
Current Assets		
Inventories	62,978	74,170
Trade receivables	35,547	21,137
Other receivables, deposits and prepayments	1,511	1,309
Short term deposits with financial institutions	8,274	2,355
Cash and bank balances	3,574	10,436
	<u>111,884</u>	<u>109,407</u>
Non-current asset classified as held for sale	2,883	2,883
TOTAL ASSETS	<u><u>140,016</u></u>	<u><u>137,000</u></u>
EQUITY		
Share Capital	63,795	63,795
Reserves	33,134	27,764
Total Equity	<u>96,929</u>	<u>91,559</u>
Non-current Liabilities		
Deferred Tax	432	432
Term Loan	2,085	3,503
	<u>2,517</u>	<u>3,935</u>
Current Liabilities		
Trade Payables	24,506	24,918
Other payables and accruals	3,020	2,966
Short term borrowings	11,889	12,881
Provision for taxation	1,155	741
	<u>40,570</u>	<u>41,506</u>
Total Liabilities	43,087	45,441
TOTAL EQUITY AND LIABILITIES	<u><u>140,016</u></u>	<u><u>137,000</u></u>
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	0.76	0.72

The Condensed Condoliated Balance Sheet should be read in conjunction with the audited annual financial report for the year ended 30 June 2009

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INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009 (The figures have not been audited)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 30 SEPTEMBER 2009

	Period Ended 30/09/09 RM '000	Period Ended 30/09/08 RM '000
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation	7,158	8,148
Adjustment for :		
Depreciation of property, plant & equipment	625	427
Interest income	(39)	(90)
Interest expenses	80	121
(Gain)/Loss on disposal of property, plant & equipment	-	(26)
Operating profit before changes in working capital	<u>7,824</u>	<u>8,580</u>
Changes in working capital :		
Net change in current assets	(3,383)	(15,475)
Net change in current liabilities	(358)	4,757
Interest paid	(80)	(121)
Taxation Paid	(1,410)	(877)
Net cash generated from/(used in) operating activities	<u>2,593</u>	<u>(3,136)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment	(1,165)	(3,105)
Interest Income	39	90
Proceeds from disposal of property, plant & equipment	-	92
Net cash generated from/(used in) investing activities	<u>(1,126)</u>	<u>(2,923)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of short-term borrowings	(2,410)	7,772
Net cash generated from /(used in)financing activities	<u>(2,410)</u>	<u>7,772</u>
Net increase in cash and cash equivalents	(943)	1,713
Cash and cash equivalents at the beginning of the financial period	<u>12,791</u>	<u>14,504</u>
Cash and cash equivalents at the end of the financial period	<u>11,848</u>	<u>16,217</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	8,274	11,860
Cash and bank balances	<u>3,574</u>	<u>4,357</u>
	<u>11,848</u>	<u>16,217</u>

The Condensed Cash Flow Statement should be read in conjunction with the audited annual financial report for the year ended 30 June 2009

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CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2009

	Share Capital RM '000	← Non - Distributable → Share Premium RM '000	Capital Reserve RM '000	Distributable Retained Profits RM '000	Total RM '000
<u>3 months ended 30 September 2009</u>					
As at 1 July 2009	63,795	-	-	27,764	91,559
Profits for the period	-	-	-	5,370	5,370
Dividend paid	-	-	-	-	-
As at 30 September 2009	<u>63,795</u>	<u>-</u>	<u>-</u>	<u>33,134</u>	<u>96,929</u>
<u>3 months ended 30 September 2008</u>					
As at 1 July 2008 As previously stated	63,795	-	-	17,792	81,587
Profits for the period	-	-	-	6,121	6,121
Dividend paid	-	-	-	-	-
As at 30 September 2008	<u>63,795</u>	<u>-</u>	<u>-</u>	<u>23,913</u>	<u>87,708</u>

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited annual financial report for the year ended 30 June 2009

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NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009

PART A – EXPLANATORY NOTES IN COMPLIANCE WITH FINANCIAL REPORTING STANDARD (FRS) 134, INTERIM FINANCIAL REPORTING

1. Basis of Preparation and Consolidation

The interim financial report is unaudited and has been prepared in accordance with FRS 134 (previously known as MASB 26), Interim Financial Reporting and paragraph 9.22 of Bursa Malaysia Securities Berhad Listing Requirement.

The Group's policy is to adopt the acquisition method of accounting as the basis of consolidation. Under the acquisition method of accounting, the results of subsidiary companies acquired are to be included in the consolidated income statements from the effective date of acquisition.

The excess of the fair value of the net tangible assets of subsidiary companies at the effective date of acquisition over the purchase consideration is included in the consolidated balance sheet as reserve on consolidation.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2009.

2. Changes in Accounting Policies

During the current financial period, the Group and the Company adopted all of the revised Financial Reporting Standards ("FRS"), Amendments and Issue Committee Interpretations ("IC Interpretation") issued by MASB that are relevant to their operations and effective for periods beginning on or after 1 July 2008 as follows:

FRS 107	Cash Flow Statements
FRS 112	Income Taxes
FRS 118	Revenue
FRS 134	Interim Financial Reporting
FRS 137	Provisions, Contingent Liabilities and Contingent Assets
IC Interpretations 8	Scope of FRS 2

The adoption of these revised FRSs, Amendments and Interpretations did not result in substantial changes to the Group's and the Company's accounting policies and does not have any material financial effect on the financial statements of the Group and of the Company for the current and prior financial years.

3. Preceding Audited Financial Statements

The audited financial statements of the Group for the preceding year ended 30 June 2009 were not qualified.

4. Seasonal or Cyclical Factors

The Group's business operation is mainly in product designing, product development, marketing and retailing of sports apparel and accessories and casual wear under its own brand names. It is subject to seasonal or cyclical factors where local festivals, school holidays and carnival sales will generally have an impact on its performance.

5. Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income, or cash flow of the Group for the quarter or the financial period-to-date.

6. Changes In Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current or previous financial years which have any material effect in the current interim period.

7. Changes in Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellation, shares held as treasury shares or resale of treasury shares during the current quarter under review.

8. Dividend

There was no dividend paid during the current quarter under review.

9. Segmental Information

The Group is principally engaged in product designing, product development, marketing and retailing of sports apparel and accessories and casual wear under its own brand names. Hence, segmental information is not presented as there are no significant business segments other than the retailing business.

10. Valuation of Property, Plant and Equipment

The property, plant and equipment are carried at cost less accumulated depreciation and no valuation is done for the financial year ended 30 June 2009.

11. Subsequent Events

There is no material event subsequent to the end of the current quarter, which has not been reflected in the financial statements for the current period.

12. Changes In The Composition of The Group

There were no changes in the composition of the Group during the quarter under review including business composition, acquisition or disposal of any subsidiaries or long term investments, restructuring or discontinued operations.

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NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2009

PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)

1. Review of Performance of the Group

The Group recorded a revenue of RM 40.15 million for the current quarter under review, which is flat when compared to RM 40.15 million posted in the corresponding quarter of last year.

The Group's Profit Before Tax decreased to RM7.16 million from RM8.15 million in the previous corresponding quarter, due to higher operating cost resulting from the increase in consignment counters.

2. Material Changes in the Profit Before Tax As Compared to the Immediate Preceding Quarter

For the current quarter ended 30 September 2009, the Group posted a Profit Before Tax of RM 7.16 million, which is RM 4.66 million or 186.4% higher than that of the immediate preceding quarter of RM 2.50 million.

Revenue for current quarter was RM40.15 million, which is RM16.62 million or 70.63% higher than that of the immediate preceding quarter of RM23.53 million due to peak *Hari Raya Sales* captured in this current quarter.

3. Prospects

We expect the local retail market to be more challenging and even more competitive for the current financial year.

However, barring any unforeseen circumstances, the Board of Directors is cautiously confident that the Group will continue to register satisfactory performance in the current financial year.

4. **Variance from Profit Forecast and Profit Guarantee**

Not applicable.

5. **Taxation**

The breakdown of taxation is as follows :-

	<u>Current Quarter</u> RM '000	<u>Year-to-date</u> RM '000
Current quarter taxation	1,788	1,788
	-----	-----
	1,788	1,788
	=====	=====

6. **Sales of Unquoted Investments and/or properties**

There were no sales of unquoted investment and /or properties during the current quarter under review.

7. **Quoted Securities**

There were no purchases and disposals of quoted securities for the current quarter.

8. **Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of this quarterly report.

9. Group Borrowings and Debt Securities

The Group's borrowings as at the end of the current quarter are as follows:-

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short-term borrowing	1,594	10,295	11,889
Long-term borrowing	2,085	-	2,085
	3,679	10,295	13,974

There was no debt securities issued in the quarter ended 30 September 2009.

10. Financial Instruments With off Balance Sheet Risks

There are no financial instruments with off balance sheet risks as at the date of this quarterly report.

11. Material Litigation

There is no litigation of a material nature involving the Group as at the date of this quarterly report.

12. Proposed Dividend

No interim dividend has been declared for the current quarter under review.

13. Earnings Per Share

(i) Basic Earnings Per Share

The basic earnings per share of the Group is calculated by dividing the net profit attributable to shareholders for the period by the weighted average number of ordinary shares in issue during the period.

	Current Year Quarter Ended 30/09/2009	Preceding Year Corresponding Quarter 30/09/2008
Net profit attributable to shareholders (RM '000)	5,370	6,121
<i>Weighted average number of ordinary shares of RM 0.50 each in issue ('000)</i>	=====	====
Weighted average number of ordinary shares in issue	127,589	127,589
Shares repurchased	-	-
	-----	-----
	127,589	127,589
	=====	=====
Basic earnings per share (sen)	4.21	4.80

(ii) Diluted Earnings Per Share

The diluted earnings per share of the Group has been calculated by dividing the net profit attributable to shareholders for the period by the weighted average number of ordinary shares in issue during the period.

	Current Year Quarter Ended 30/09/2009	Preceding Year Corresponding Quarter 30/09/2008
Net profit attributable to shareholders (RM '000)	5,370 =====	6,121 =====
<i>Weighted average number of ordinary shares Of RM 0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares in issue (basic)	127,589	127,589
Shares repurchased	-	-
Effect of unexercised ESOS	1,392	1,447
	----- 128,981 =====	----- 129,036 =====
Diluted earnings per share (sen)	4.16	4.74