

**CHEETAH HOLDINGS BERHAD (430404 - H)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST QUARTER ENDED 30 SEPTEMBER 2010  
(The figures have not been audited )****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

	<b>Current Year Quarter Ended 30-09-10 RM '000</b>	<b>Comparative Corresponding Quarter Ended 30-09-09 RM '000</b>	<b>3 Months Cumulative To Date 30-09-10 RM '000</b>	<b>Comparative 3 Months Cumulative To Date 30-09-09 RM '000</b>
Revenue	37,991	40,146	37,991	40,146
Operating Expenses	(7,213)	(7,192)	(7,213)	(7,192)
Other Operating Expenses	(721)	(661)	(721)	(661)
Other Operating Income	138	42	138	42
Income from Other Investment	60	39	60	39
Finance Costs	(61)	(80)	(61)	(80)
<b>Profit Before Tax</b>	<b>6,607</b>	<b>7,158</b>	<b>6,607</b>	<b>7,158</b>
Income Tax Expenses	(1,647)	(1,788)	(1,647)	(1,788)
<b>Profit for the period</b>	<b>4,960</b>	<b>5,370</b>	<b>4,960</b>	<b>5,370</b>
<b>Attributable to :</b>				
<b>Equity Shareholders of the Company</b>	<b>4,960</b>	<b>5,370</b>	<b>4,960</b>	<b>5,370</b>
<b>Earnings Per Share (EPS) attributable to equity shareholders the Company</b>				
- Basic ( sen )	3.89	4.21	3.89	4.21
- Diluted (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements Of Comprehensive Income should be read in conjunction with the audited annual financial report for the year ended 30 June 2010

# CHEETAH HOLDINGS BERHAD (430404 - H)

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010

(The figures have not been audited)

### CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED As At 30-09-10 RM '000	AUDITED As At 30/06/2010 RM '000
<b>ASSETS</b>		
Property, plant and equipment	22,665	22,374
Prepaid lease payments	2,560	2,568
Investment properties	688	689
Deferred tax assets	7	7
	<u>25,920</u>	<u>25,638</u>
<b>Current Assets</b>		
Inventories	59,873	63,139
Trade receivables	33,835	21,656
Other receivables, deposits and prepayments	1,430	1,450
Short term deposits with financial institutions	15,419	8,030
Cash and bank balances	6,626	7,722
	<u>117,183</u>	<u>101,997</u>
<b>TOTAL ASSETS</b>	<u><b>143,103</b></u>	<u><b>127,635</b></u>
<b>EQUITY</b>		
Share capital	63,810	63,810
Reserves	44,022	39,062
<b>Total Equity</b>	<u><b>107,832</b></u>	<u><b>102,872</b></u>
<b>Non-current Liabilities</b>		
Deferred tax	774	774
Term loan	1,990	2,255
	<u>2,764</u>	<u>3,029</u>
<b>Current Liabilities</b>		
Trade payables	19,924	12,737
Other payables and accruals	2,303	2,710
Short term borrowings	9,000	6,220
Provision for taxation	1,280	67
	<u>32,507</u>	<u>21,734</u>
<b>Total Liabilities</b>	35,271	24,763
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>143,103</b></u>	<u><b>127,635</b></u>
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	0.84	0.81

The Condensed Consolidated Statement Of Financial Position should be read in conjunction with the audited annual financial report for the year ended 30 June 2010

# CHEETAH HOLDINGS BERHAD (430404 - H)

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010

(The figures have not been audited )

### CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 30 SEPTEMBER 2010

	Period Ended 30-09-10 RM '000	Period Ended 30-09-09 RM '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	6,607	7,158
Adjustment for :		
Depreciation of property, plant & equipment	698	617
Amortisation of prepaid lease payment	8	8
Interest income	(60)	(39)
Interest expenses	61	80
Gain on disposal of property, plant & equipment	(126)	-
Operating profit before changes in working capital	<u>7,188</u>	<u>7,824</u>
Changes in working capital :		
Net change in current assets	(8,893)	(3,383)
Net change in current liabilities	6,780	(358)
Interest paid	(61)	(80)
Taxation paid	(435)	(1,410)
Net cash from operating activities	<u>4,579</u>	<u>2,593</u>
<b>CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(989)	(1,165)
Interest income	60	39
Proceeds from disposal of property, plant & equipment	128	-
Net cash used in investing activities	<u>(801)</u>	<u>(1,126)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Drawdown / (Repayment) of short-term borrowings	2,780	(2,410)
Repayment of long-term borrowings	(265)	-
Net cash from / (used in) financing activities	<u>2,515</u>	<u>(2,410)</u>
Net increase/ (decrease) in cash and cash equivalents	6,293	(943)
Cash and cash equivalents at the beginning of the financial period	<u>15,752</u>	<u>12,791</u>
Cash and cash equivalents at the end of the financial period	<u>22,045</u>	<u>11,848</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	15,419	8,274
Cash and bank balances	6,626	3,574
	<u>22,045</u>	<u>11,848</u>

The Condensed Cash Flow Statement should be read in conjunction with the audited annual financial report for the year ended 30 June 2010

## CHEETAH HOLDINGS BERHAD (430404 - H)

### INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010

(The figures have not been audited )

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2010

	Share Capital RM '000	Distributable Retained Profits RM '000	Total RM '000
<b><u>3 months ended 30 September 2010</u></b>			
As at 1 July 2010	63,810	39,062	102,872
Profits for the period	-	4,960	4,960
As at 30 September 2010	<u>63,810</u>	<u>44,022</u>	<u>107,832</u>
<b><u>3 months ended 30 September 2009</u></b>			
As at 1 July 2009	63,795	27,764	91,559
Profits for the period	-	5,370	5,370
As at 30 September 2009	<u>63,795</u>	<u>33,134</u>	<u>96,929</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 2010

## **CHEETAH HOLDINGS BERHAD (430404-H)**

### **NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

#### **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, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad.

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 statement from the effective date of acquisition.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2010.

##### **2. Changes in Accounting Policies**

During the current financial period, the Group adopted Financial Reporting Standards (“FRS”) and IC Interpretations issued by MASB the following that is relevant to their operations and effective for periods beginning on or after 1 July 2010.

###### **FRSs and Interpretations**

FRS 1	First-time Adoption of Financial Reporting Standards (Amendments relating to a cost of an investment in subsidiary, jointly controlled entity or associate)*
FRS 1	First-time Adoption of Financial Reporting Standards (revised in 2010)**
FRS 2	Share Based Payment – Vesting Conditions and Cancellation*
FRS 2	Share Based Payment (Amendments relating to scope of FRS 2 and revised FRS 3)**
FRS 3	Business Combinations (revised in 2010)**
FRS 4	Insurance Contract*
FRS 5	Non-current Asset Held for Sale and Discontinued Operations (Amendments relating to plan to sell the controlling interest in a subsidiary)**
FRS 7	Financial Instruments : Disclosures*

FRS 7	Financial Instruments : Disclosures (Amendments relating to reclassification of financial assets and reclassification of financial assets – effective date and transition)*
FRS 7	Financial Instruments : Disclosures (Amendments relating to improving disclosures about financial instruments)***
FRS 101	Presentation of Financial Statements (revised in 2009)*
FRS 123	Borrowing Costs (revised)*
FRS 127	Consolidated and Separate Financial Statements (Amendments to relating cost of an investment in a subsidiary, jointly controlled entity or associate)*
FRS 127	Consolidated and Separate Financial Statements (revised in 2010)**
FRS 132	Financial Instruments : Presentation (Amendments relating to Puttable Financial Instruments and Obligations Arising on Liquidation and transitional provision relating to compound instruments)*
FRS 132	Financial Instruments : Presentation (Amendments relating to classification of rights issue)****
FRS 138	Intangible Assets (Amendments relating to additional consequential amendments arising from FRS 3)**
FRS 139	Financial Instruments : Recognition and Measurement*
FRS 139	Financial Instruments : Recognition and Measurement (Amendments relating to eligible hedged items, reclassification of financial assets, reclassification of financial assets – effective date and transition, embedded derivatives and revised FRS 3 and revised FRS 127) *

#### Improvement to FRSs (2009)\*

IC Int 4	Determining whether an arrangement contains a lease ***
IC Int 9	Reassessment of Embedded Derivatives*
IC Int 9	Reassessment of Embedded Derivatives (Amendments relating to embedded derivatives)*
IC Int 9	Reassessment of Embedded Derivatives (Amendments relating to scope of IC Int 9 and revised FRS 3)**
IC Int 10	Interim Financial Reporting and Impairment*
IC Int 11	FRS 2 – Group and Treasury Share Transactions*
IC Int 12	Service Concession Arrangements**
IC Int 13	Customer Loyalty Programmes*
IC Int 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction*
IC Int 16	Hedges of a Net Investment in Foreign Operation**
IC Int 17	Distributions of Non-cash Assets to Owners**

At the date of the authorisation of these interim financial statements, the following FRSs, Amendments to FRS and Issue Committee Interpretations (“IC Int”) were issued but not yet effective and have not been applied by the Group:

FRS 1	First-time Adoption of Financial Reporting Standards (Amendments relating to limited exemption from Comparative FRS Disclosures for First-time Adopters)***
FRS 2	Share Based Payment (Amendments relating to group cash – settled share –based payment transactions)
IC Int 15	Agreements for the Construction of Real Estate**
IC Int 18	Transfers of Assets from Customers

- \* Effective for annual periods beginning on or after 1 January 2010
- \*\* Effective for annual periods beginning on or after 1 July 2010
- \*\*\* Effective for annual periods beginning on or after 1 January 2011
- \*\*\*\* Effective for annual periods beginning on or after 1 March 2010
- \*\*\*\*\* Applies to transfers of assets from customers received on or after 1 January 2011
- \*\*\*\*\* Effective for annual periods beginning on or after 1 January 2012

The adoption of the above FRSs and Interpretations upon their effective dates are not expected to have significant impact on the interim financial statements of the Group.

### **3. Preceding Audited Financial Statements**

The audited financial statements of the Group for the preceding year ended 30 June 2010 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 2010.

**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.



## **CHEETAH HOLDINGS BERHAD (430404-H)**

### **NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2010**

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

##### **1. Review of Performance of the Group**

The Group recorded a revenue of RM37.99 million for the current quarter under review, a decrease of RM2.16 million or 5.4% as compared to RM40.15 million posted in the corresponding quarter of last year.

Correspondingly, the Group's Profit Before Tax decreased by 8.3% from RM7.16 million to RM6.61 million as compared to the previous corresponding quarter.

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

For the current quarter ended 30 September 2010, the Group posted a Profit Before Tax of RM6.61 million, which is RM4.41 million or 200% higher than that of the immediate preceding quarter of RM2.20 million.

This was on the back of revenue for the current quarter of RM37.99 million, which is 56% higher than that of the immediate preceding quarter of RM24.35 million due to peak *Hari Raya Sales* captured in this current quarter.

The Group's business is subject to major festive seasonal fluctuations in the domestic retail market.

##### **3. Prospects**

Barring any unforeseen circumstances, the Board of Directors expects that the Group will continue to register growth in the current financial year.

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

Not applicable.

5. **Taxation**

The breakdown of taxation is as follows :-

	<b>Current Quarter</b>	<b>Year – to –Date</b>
	RM'000	RM'000
Current quarter taxation	1,647	1,647
Deferred Tax	-	-
	<b>1,647</b>	<b>1,647</b>

Domestic current income tax rate is calculated at the statutory rate of 25% of the taxable profit for the period.

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:-

	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	RM'000	RM'000	RM'000
Short-term borrowing	1,526	7,474	9,000
Long-term borrowing	1,990	-	1,990
	<b>3,516</b>	<b>7,474</b>	<b>10,990</b>

There was no debt securities issued in the quarter ended 30 September 2010.

**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.

	<b>Current Year Quarter Ended 30/09/2010</b>	<b>Preceding Year Corresponding Quarter 30/09/2009</b>
Net profit attributable to shareholders (RM '000)	4,960	5,370
<i>Weighted average number of ordinary shares of RM 0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares	127,621	127,589
In issue	-	-
Shares repurchased	-	-
	----- 127,621 =====	----- 127,589 =====
Basic earnings per share (sen)	3.89	4.21

## 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.

	<b>Current Year Quarter Ended 30/09/2010</b>	<b>Preceding Year Corresponding Quarter 30/09/2009</b>
Net profit attributable to shareholders (RM '000)	4,960 =====	5,370 =====
<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
Shares repurchased	-	-
Effect of unexercised ESOS	-	1,392
	----- - =====	----- 129,036 =====
Diluted earnings per share (sen)	N/A	N/A

The fully diluted earnings per share of the Group in 2009 has not been presented as the options are unissued ordinary shares granted pursuant to the ESOS at the end of the financial period have an anti dilutive effect as the exercise price of the option is above the average market value of the company's shares.

The exercise period of the options under the ESOS has lapsed on January 5, 2010.