

## CHEETAH HOLDINGS BERHAD (430404 - H)

### INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011 (The figures have not been audited )

#### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011

	Current Year Quarter Ended 31-12-11 RM '000	Comparative Corresponding Quarter Ended 31-12-10 RM '000	6 Months Cumulative To Date 31-12-11 RM '000	Comparative 6 Months Cumulative To Date 31-12-10 RM '000
Revenue	31,087	28,910	69,578	66,901
Operating Expenses	(7,575)	(7,679)	(16,021)	(14,892)
Other Operating Expenses	(788)	(753)	(1,543)	(1,474)
Other Operating Income	292	417	347	555
Income from Other Investment	70	75	144	135
Finance Costs	(74)	(96)	(132)	(157)
<b>Profit Before Tax</b>	<b>3,882</b>	<b>3,220</b>	<b>9,272</b>	<b>9,827</b>
Income Tax Expenses	(973)	(755)	(2,303)	(2,402)
<b>Profit for the period</b>	<b>2,909</b>	<b>2,465</b>	<b>6,969</b>	<b>7,425</b>
<b>Attributable to :</b>				
Equity Shareholders of the Company	2,909	2,465	6,969	7,425
<b>Earnings Per Share (EPS) attributable to equity shareholders the Company</b>				
- Basic ( sen )	2.28	1.93	5.46	5.82
- 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 2011

**CHEETAH HOLDINGS BERHAD (430404 - H)****INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND QUARTER ENDED 31 DECEMBER 2011  
(The figures have not been audited )****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	UNAUDITED As At 31-12-11 RM '000	AUDITED As At 30/06/2011 RM '000
<b>ASSETS</b>		
Property, plant and equipment	21,358	21,002
Prepaid lease payments	2,519	2,535
Investment properties	41	43
Deferred tax assets	8	8
	<u>23,926</u>	<u>23,588</u>
<b>Current assets</b>		
Inventories	78,082	85,404
Trade receivables	27,104	23,152
Other receivables, deposits and prepayments	3,617	879
Tax recoverable	538	530
Short term deposits with financial institutions	13,948	20,266
Cash and bank balances	4,081	4,747
	<u>127,370</u>	<u>134,978</u>
<b>Non-current asset</b> classified as held for sale	-	644
	<u>151,296</u>	<u>159,210</u>
<b>TOTAL ASSETS</b>		
<b>EQUITY</b>		
Share capital	63,810	63,810
Reserves	54,020	47,051
<b>Total Equity</b>	<u>117,830</u>	<u>110,861</u>
<b>Non-current Liabilities</b>		
Deferred tax	1,408	1,408
Term loan	-	628
	<u>1,408</u>	<u>2,036</u>
<b>Current Liabilities</b>		
Trade payables	23,267	34,227
Other payables and accruals	1,133	1,312
Short term borrowings	6,761	10,597
Provision for taxation	897	177
	<u>32,058</u>	<u>46,313</u>
<b>Total Liabilities</b>	33,466	48,349
	<u>151,296</u>	<u>159,210</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	0.92	0.87

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 SECOND QUARTER ENDED 31 DECEMBER 2011

(The figures have not been audited )

### CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 DECEMBER 2011

	Period Ended 31-12-11 RM '000	Period Ended 31-12-10 RM '000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	9,272	9,827
Adjustment for :		
Depreciation of property, plant & equipment	1,439	1,412
Amortisation of prepaid lease payment	16	16
Interest income	(144)	(135)
Interest expenses	132	157
Gain on disposal of property, plant & equipment	(195)	(392)
Operating profit before changes in working capital	<u>10,520</u>	<u>10,885</u>
Changes in working capital :		
(Increase)/decrease of inventories	7,322	(8,279)
(Increase)/decrease of receivables	(3,952)	(3,979)
(Increase)/decrease of other receivables and prepaid expenses	(2,738)	(3,318)
(Decrease)/ increase in payable	(10,960)	11,045
(Decrease)/ increase in other payable and accrued expenses	(179)	(618)
Interest paid	(132)	(157)
Taxation paid	(1,591)	(1,339)
Net cash from operating activities	<u>(1,710)</u>	<u>4,240</u>
<b>CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,793)	(1,589)
Interest income	144	135
Proceeds from disposal of property, plant & equipment	839	411
Net cash used in investing activities	<u>(810)</u>	<u>(1,043)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Drawdown / (Repayment) of short-term borrowings	(3,836)	3,062
Repayment of long-term borrowings	(628)	-
Proceeds from issue of shares	-	-
Proceeds from disposal of property , plant & equipment	-	-
Shares issue expenses paid	-	-
Dividend Paid	-	-
Net cash from /(used in )financing activities	<u>(4,464)</u>	<u>3,062</u>
Net increase/ (decrease) in cash and cash equivalents	(6,984)	6,259
Cash and cash equivalents at the beginning of the financial period	25,013	15,752
Cash and cash equivalents at the end of the financial period	<u>18,029</u>	<u>22,011</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	13,948	13,617
Cash and bank balances	4,081	8,394
	<u>18,029</u>	<u>22,011</u>

The Condensed Cash Flow Statement should be read in conjunction with the audited annual financial report for the year ended 30 June 2011

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## CHEETAH HOLDINGS BERHAD (430404 - H)

### INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011

(The figures have not been audited )

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011

	Share Capital RM '000	Distributable Retained Profits RM '000	Total RM '000
<b><u>6 months ended 31 December 2011</u></b>			
As at 1 July 2011	63,810	47,051	110,861
Total comprehensive income for the year	-	6,969	6,969
As at 31 December 2011	<u>63,810</u>	<u>54,020</u>	<u>117,830</u>
<b><u>6 months ended 30 September 2010</u></b>			
As at 1 July 2010	63,810	39,062	102,872
Total comprehensive income for the year	-	7,425	7,425
As at 31 December 2010	<u>63,810</u>	<u>46,487</u>	<u>110,297</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 2011

# CHEETAH HOLDINGS BERHAD (430404-H)

## NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2011

### 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 2011.

#### 2. Changes in Accounting Policies

During the current financial period, the Group adopted the following Financial Reporting Standards (“FRS”) and IC Interpretations issued by MASB that are relevant to their operations and effective for periods beginning on or after 1 July 2011.

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

FRS 3	Business Combinations (revised in 2010)**
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 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 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*

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 2011 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 2011.

**11. Subsequent Events**

There are 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 SECOND QUARTER ENDED 31 DECEMBER 2011

#### 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 RM31.09 million for the current quarter under review, an increase of RM 2.18 million or 7.54% as compared to RM28.91 million posted in the corresponding quarter of last year.

The increase in revenue was mainly due to the addition of new points of sales.

The Group's Profit Before Tax increased by RM0.66 million or 20.50% from RM3.22 million in the previous quarter to RM3.88 million for the current quarter. The increase in Profit Before Tax in the current quarter was in tandem with the higher revenue generated.

The cumulative revenue for the period ended 31 December 2011 was RM 69.58 million, RM2.68 million higher than the cumulative revenue of RM 66.90 million in the previous corresponding six months period.

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

The comparison of this quarter's with the preceding quarter is set out below.

	<b>Current Quarter</b>	<b>Preceding Quarter</b>	<b>Variance</b>
Period ended	31.12.2011	30.09.2011	
	(RM'000)	(RM'000)	(RM'000)
Revenue	31,087	38,491	(7,404)
Profit Before Tax	3,882	5,390	(1,508)

Revenue for current quarter was RM31.09 million, which is RM7.40 million or 19.23% lower than that of the immediate preceding quarter of RM38.49 million .

This was due to stronger Hari Raya festive season Sales 2011 captured in the immediate preceding quarter.

For the current quarter ended 31 December 2011, the Group posted a Profit Before Tax of RM3.88 million, which is RM1.51 million or 28.01% lower than that of the immediate preceding quarter of RM5.39 million.

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

**3. Prospects**

We expect revenue generation in the local retail market to remain challenging and competitive for the rest of the current financial year.

Barring any unforeseen circumstances, the Board of Directors expects the Group to achieve 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 :-

	<b>Current Quarter</b>	<b>Year – to –Date</b>
	RM'000	RM'000
Current quarter taxation	973	2,303
	<b>973</b>	<b>2,303</b>

Income tax rate is calculated at the statutory rate of 25% of the taxable profit for the period.

**6. Status of Corporate Proposals**

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

**7. 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>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Short-term borrowing	1,479	5,282	6,761
Long-term borrowing	-	-	-
	<b>1,479</b>	<b>5,282</b>	<b>6,761</b>

There was no debt securities issued in the quarter ended 31 December 2011.

**8. Material Litigation**

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

**9. Proposed Dividend**

The shareholders of the Company approved the payment of first and final dividend of 2.70 sen per ordinary share less income tax in respect of the financial year ended 30 June 2011 at the Company's Annual General Meeting held on 30 November 2011. The dividend payable of RM2.58 million was included in the Statement of Financial Position as Other Receivables, Deposits and Prepayments. The dividend was paid on 5 January 2012.

## 10. 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 31/12/2011</b>	<b>Preceding Year Corresponding Quarter 31/12/2010</b>
Net profit attributable to shareholders (RM '000)	2,909	2,465
<i>Weighted average number of ordinary shares of RM 0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares in issue	127,621	127,621
	----- 127,621 =====	----- 127,621 =====
Basic earnings per share (sen)	2.28	1.93

## 11. Realised And Unrealised Retained Earnings

	Group as at 31/12/2011 (RM'000)
Total retained earnings	
- Realised	95,708
- Unrealised	(1,408)
Less: consolidation adjustments	(41,544)
Add: capital reserve	1,264
Total group reserve as per consolidated accounts	<b>54,020</b>

**12. Profit Before Taxation**

	Current Year Quarter Ended 31-12-2011	6 Months Cumulative To Date 31-12-2011
	RM'000	RM'000
Profit Before Tax is arrived after charging /(crediting):		
Amortisation of Prepaid Lease payment	8	16
Depreciation of Property, Plant and Equipment	729	1,439
Net Gain on Disposal of Property, Plant & Equipment	195	195
Interest Income	(70)	(144)
Interest Expenses	74	132