

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2012

(The figures have not been audited)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 30 JUNE 2012

	Current Year Quarter Ended 30-06-12 RM '000	Comparative Corresponding Quarter Ended 30-06-11 RM '000	12 Months Cumulative To Date 30-06-12 RM '000	Comparative 12 Months Cumulative To Date 30-06-11 RM '000
Revenue	27,397	26,389	126,339	123,808
Operating Expenses	(7,956)	(7,259)	(33,835)	(31,599)
Other Operating Expenses	(893)	(941)	(3,230)	(3,171)
Other Operating Income	79	(107)	485	652
Income from Other Investment	289	311	514	521
Finance Costs	(94)	(147)	(286)	(414)
Profit Before Tax	4,003	2,899	14,706	15,262
Income Tax Expenses	(1,182)	(1,136)	(3,843)	(4,067)
Profit for the period	2,821	1,763	10,863	11,195
Attributable to :				
Equity Shareholders of the Company	2,821	1,763	10,863	11,195
Earnings Per Share (EPS) attributable to equity shareholders the Company				
- Basic (sen)	2.22	1.38	8.52	8.77
- 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 FOURTH QUARTER ENDED 30 JUNE 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED As At 30-06-12 RM '000	AUDITED As At 30/06/2011 RM '000
ASSETS		
Property, plant and equipment	21,015	21,002
Prepaid lease payments	2,502	2,535
Investment properties	40	43
Deferred tax assets	-	8
	23,557	23,588
Current assets		
Inventories	77,356	85,404
Trade receivables	23,305	23,152
Other receivables, deposits and prepayments	901	862
Tax recoverable	317	530
Short term deposits with financial institutions	20,189	20,266
Cash and bank balances	5,725	4,764
	127,793	134,978
Non-current asset classified as held for sale	-	644
TOTAL ASSETS	151,350	159,210
EQUITY		
Share capital	63,810	63,810
Reserves	54,434	47,051
Total Equity	118,244	110,861
Non-current Liabilities		
Deferred tax	1,442	1,408
Term loan	-	628
	1,442	2,036
Current Liabilities		
Trade payables	22,388	34,227
Other payables and accruals	1,328	1,312
Short term borrowings	7,615	10,597
Provision for taxation	333	177
	31,664	46,313
Total Liabilities	33,106	48,349
TOTAL EQUITY AND LIABILITIES	151,350	159,210
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	0.93	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 2011

CHEETAH HOLDINGS BERHAD (430404 - H)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
FOURTH QUARTER ENDED 30 JUNE 2012**

(The figures have not been audited)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2012**

	Period Ended 30-06-12 RM '000	Period Ended 30-06-11 RM '000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	14,706	15,262
Adjustment for :		
Amortisation of goodwill	-	-
Depreciation of property, plant & equipment	2,944	2,770
PPE written off	36	-
Investment properties	3	3
Inventories written off	2,130	809
Amortisation of prepaid lease payment	33	33
Allowance for doubtful debts	-	24
Bad Debt Written Off	-	1
Interest income	(514)	(521)
Interest expenses	286	414
Gain on disposal of property, plant & equipment	(195)	(479)
Unrealised gain in foreign exchange	(43)	(92)
Operating profit before changes in working capital	<u>19,386</u>	<u>18,224</u>
Changes in working capital :		
(Increase)/decrease of inventories	5,918	(23,073)
(Increase)/decrease of receivables	(153)	(1,521)
(Increase)/decrease of other receivables and prepaid expenses	(38)	115
(Decrease)/ increase in payable	(11,796)	21,581
(Decrease)/ increase in other payable and accrued expenses	16	(485)
Interest paid	(286)	(414)
Tax refund	281	-
Taxation paid	(3,713)	(3,381)
Net cash from operating activities	<u>9,615</u>	<u>11,046</u>
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,993)	(2,376)
Interest income	514	521
Proceeds from disposal of property, plant & equipment	839	542
Net cash used in investing activities	<u>(1,640)</u>	<u>(1,313)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net repayment of term loan	-	-
Drawdown / (Repayment) of short-term borrowings	(1,929)	4,352
Repayment of long-term borrowings	(1,682)	(1,601)
Dividend Paid	(2,584)	(3,206)
Purchase of treasury shares	(896)	-
Net cash from / (used in) financing activities	<u>(7,091)</u>	<u>(455)</u>
Net increase/ (decrease) in cash and cash equivalents	884	9,278
Cash and cash equivalents at the beginning of the financial period	25,030	15,752
Cash and cash equivalents at the end of the financial period	<u>25,914</u>	<u>25,030</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	20,189	20,266
Cash and bank balances	<u>5,725</u>	<u>4,764</u>
	<u>25,914</u>	<u>25,030</u>

The Condensed Cash Flow Statement 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 FOURTH QUARTER ENDED 30 JUNE 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2012

	Share Capital RM '000	Non - Distributable Capital Reserve RM '000	Distributable Retained Profits RM '000	Total RM '000
<u>12 months ended 30 June 2012</u>				
As at 1 July 2011	63,810	1,264	45,787	110,861
Total comprehensive income for the year	-	-	10,863	10,863
Dividend paid	-	-	(2,584)	(2,584)
Shares bought-back held as treasury shares	-	(896)	-	(896)
As at 30 June 2012	<u>63,810</u>	<u>368</u>	<u>54,066</u>	<u>118,244</u>
<u>12 months ended 31 June 2011</u>				
As at 1 July 2010	63,810	1,264	37,798	102,872
Total comprehensive income for the year	-	-	11,195	11,195
Dividend paid	-	-	(3,206)	(3,206)
As at 30 June 2011	<u>63,810</u>	<u>1,264</u>	<u>45,787</u>	<u>110,861</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 FOURTH QUARTER ENDED 30 JUNE 2012

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, cancellation, resale and repayment of debt and equity securities during the current financial period except for the following:-

Shares Buy-Back

On 30 November 2011, the shareholders of the Company renewed the authority for the Company to purchase its own ordinary shares of RM0.50 each ("Shares"). For the current year ended 30 June 2012, the Company purchased 1,986,300 of Shares from the open market at an overall average price of RM0.45 per Share. These Shares are being held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965.

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 2012.

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 FOURTH QUARTER ENDED 30 JUNE 2012

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 RM27.40 million for the current quarter under review, an increase of RM1.01 million or 3.83% as compared to RM26.39 million recorded in previous corresponding quarter.

Profit before taxation for the current quarter increase from RM2.90 million to RM4.00 million as compared to previous corresponding quarter. The increase in the profit before tax was mainly attributed to provision of stock no longer required.

The cumulative revenue for the year ended 30 June 2012 was RM 126.34 million, RM2.53 million or 2.04% higher than the cumulative revenue of RM 123.81 million in the previous corresponding twelve month period. The slight increase in revenue is mainly due to additional points of sales.

The cumulative Profit Before Tax for the year ended 30 June 2012 was RM14.71 million, RM0.55 million or 3.60% lower than the cumulative Profit Before Tax of RM15.26 million in previous corresponding twelve month period. The decrease was due to higher operating costs in the current year.

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.

	Current Quarter	Preceding Quarter	Variance
Period ended	30.06.2012	31.03.2012	
	(RM'000)	(RM'000)	(RM'000)
Revenue	27,397	29,364	1,967
Profit Before Tax	4,003	1,431	2,572

Revenue for current quarter was RM27.40 million, which is RM1.96 million or 6.68% lower than that of the immediate preceding quarter of RM29.36 million. The higher revenue in the immediate preceding quarter was due to Chinese New Year Festive Sales.

For the current quarter ended 30 June 2012, the Group posted a Profit Before Tax of RM4.00 million, which is RM2.57 million or 179.72% higher than that of the immediate preceding quarter of RM1.43 million. The increase in the profit before tax was mainly attributed to provision of stock no longer required.

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

3. Prospects

With global economy in an uncertain environment and coupled with the country's slower GDP growth, we foresee local retailing market encountering more challenges in the next financial year. We shall be cautious and be more attentive to the market environment and respond accordingly.

In this respect, additional initiatives will be carried out to enhance our branding with promotional activities in order to improve sales revenue while achieving cost efficiency.

Based on the above, the Board of Directors expects the Group to achieve satisfactory performance in the next financial year.

4. Variance from Profit Forecast and Profit Guarantee

Not applicable.

5. Taxation

The breakdown of taxation is as follows :-

	Current Quarter	Year – to –Date
	RM'000	RM'000
Current quarter taxation	1,182	3,843
Total	1,182	3,843

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:-

	Secured	Unsecured	Total
	RM'000	RM'000	RM'000
Short-term borrowing	627	6,988	7,615
Long-term borrowing	-	-	-
	627	6,988	7,615

There was no debt securities issued in the quarter ended 30 June 2012.

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 Board of Directors has recommended a first and final dividend of 2.55 sen per ordinary share of RM0.50 each less income tax of 25% in respect of the financial year ended 30 June 2012 which is subject to the shareholders' approval at the forthcoming Annual General Meeting. The closure of books to determine shareholders' entitlement and the payment date of the first and final dividend will be announced at a later date.

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.

	Current Year Quarter Ended 30/06/2012	Preceding Year Corresponding Quarter 30/06/2011
Net profit attributable to shareholders (RM '000)	2,821	1,763
<i>Weighted average number of ordinary shares of RM 0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares ('000)	127,426	127,621
	-----	-----
Basic earnings per share (sen)	2.22	1.38
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11. Realised And Unrealised Retained Earnings

	Group as at 30/06/2012 (RM'000)
Total retained earnings	
- Realised	97,010
- Unrealised	(1,400)
Less: consolidation adjustments	(41,544)
Add: capital reserves	368
Total group reserves as per consolidated accounts	54,434

12. Profit Before Taxation

	Current Year Quarter Ended 30.06.2012 RM'000	12 Months Cumulative to Date 30.06.2012 RM'000
Profit Before Tax is arrived after charging /(crediting):-		
Amortisation of prepaid Lease Payment	8	33
Depreciation of Property, Plant and Equipment	755	2,944
Net Gain on Disposal of Property , Plant & Equipment	-	(195)
Interest Income	(289)	(514)
Interest Expenses	94	286