

CHEETAH HOLDINGS BERHAD (430404 - H)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 31 DECEMBER 2012****(The figures have not been audited)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2012**

	Current Year Quarter Ended 12/31/2012 RM '000	Comparative Corresponding Quarter Ended 12/31/2011 RM '000	6 Months Cumulative To Date 12/31/2012 RM '000	Comparative 6 Months Cumulative To Date 12/31/2011 RM '000
Revenue	31,089	31,087	70,413	69,578
Operating Expenses	(7,822)	(7,575)	(16,654)	(16,021)
Other Operating Expenses	(803)	(788)	(1,656)	(1,543)
Other Operating Income	61	292	120	347
Income from Other Investment	97	70	198	144
Finance Costs	(56)	(74)	(81)	(132)
Profit Before Tax	3,517	3,882	8,809	9,272
Income Tax Expenses	(889)	(973)	(2,212)	(2,303)
Profit for the period	2,628	2,909	6,597	6,969
Attributable to :				
Equity Shareholders of the Company	2,628	2,909	6,597	6,969
Earnings Per Share (EPS) attributable to equity shareholders the Company				
- Basic (sen)	2.11	2.28	5.28	5.46
- 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 2012

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED As At 12/31/2012 RM '000	AUDITED As At 30/06/2012 RM '000	
ASSETS			
Property, plant and equipment	20,909	21,015	106
Prepaid lease payments	2,486	2,502	16
Investment properties	39	40	1
Deferred tax assets	-	-	
	23,434	23,557	
Current assets			
Inventories	70,166	77,356	7,190
Trade receivables	27,135	23,305	(3,830)
Other receivables, deposits and prepayments	1,059	901	(158)
Tax recoverable	317	317	-
Short term deposits with financial institutions	24,666	20,189	(4,477)
Cash and bank balances	11,685	5,725	(5,960)
	135,028	127,793	-
TOTAL ASSETS	158,462	151,350	
EQUITY			
Share capital	63,810	63,810	
Treasury Shares	(2,671)	(896)	
Reserves	61,927	55,330	6,597
Total Equity	123,066	118,244	
Non-current Liabilities			
Deferred tax	1,442	1,442	
Term loan	-	-	
	1,442	1,442	
Current Liabilities			
Trade payables	26,442	22,388	4,054
Other payables and accruals	1,254	1,328	(74)
Short term borrowings	5,200	7,615	(2,415)
Provision for taxation	1,058	333	725
	33,954	31,664	
Total Liabilities	35,396	33,106	
TOTAL EQUITY AND LIABILITIES	158,462	151,350	
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	1.01	0.93	

The Condensed Consolidated Statement Of Financial Position should be read in conjunction with the audited annual financial report for the year ended 30 June 2012

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2012

(The figures have not been audited)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 DECEMBER 2012

	Period Ended 12/31/2012 RM '000	Period Ended 12/31/2011 RM '000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	8,809	9,272
Adjustment for :		
Depreciation of property, plant & equipment	1,512	1,439
PPE written off	41	-
Investment properties	2	-
Amortisation of prepaid lease payment	16	16
Interest income	(198)	(144)
Interest expenses	81	132
Gain on disposal of property, plant & equipment	-	(195)
Operating profit before changes in working capital	<u>10,263</u>	<u>10,520</u>
Changes in working capital :		
(Increase)/decrease of inventories	7,190	7,322
(Increase)/decrease of receivables	(3,830)	(3,952)
(Increase)/decrease of other receivables and prepaid expenses	(158)	(2,738)
(Decrease)/ increase in payable	4,054	(10,960)
(Decrease)/ increase in other payable and accrued expenses	(74)	(179)
Interest paid	(81)	(132)
Tax refund	-	-
Taxation paid	(1,487)	(1,591)
Net cash from operating activities	<u>15,877</u>	<u>(1,710)</u>
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,448)	(1,793)
Interest income	198	144
Proceeds from disposal of property, plant & equipment	-	839
Net cash used in investing activities	<u>(1,250)</u>	<u>(810)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net repayment of term loan	-	-
Drawdown / (Repayment) of short-term borrowings	(2,415)	(3,836)
Repayment of long-term borrowings	-	(628)
Purchase of treasury shares	(1,775)	-
Net cash from / (used in) financing activities	<u>(4,190)</u>	<u>(4,464)</u>
Net increase/ (decrease) in cash and cash equivalents	10,437	(6,984)
Cash and cash equivalents at the beginning of the financial period	<u>25,914</u>	<u>25,013</u>
Cash and cash equivalents at the end of the financial period	<u>36,351</u>	<u>18,029</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	24,666	13,948
Cash and bank balances	<u>11,685</u>	<u>4,081</u>
	<u>36,351</u>	<u>18,029</u>

The Condensed Cash Flow Statement should be read in conjunction with the audited annual financial report for the year ended 30 June 2012

CHEETAH HOLDINGS BERHAD (430404 - H)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 31 DECEMBER 2012****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2012**

	Share Capital RM '000	Treasury Shares RM '000	Non - Distributable Capital Reserve RM '000	Distributable Retained Profits RM '000	Total RM '000
<u>6 months ended 31 December 2012</u>					
As at 1 July 2012	63,810	(994)	1,264	54,066	118,146
Total comprehensive income for the year	-	-	-	6,597	6,597
Shares bought-back held as treasury shares	-	(1,677)	-	-	(1,677)
As at 31 December 2012	<u>63,810</u>	<u>(2,671)</u>	<u>1,264</u>	<u>60,663</u>	<u>123,066</u>
<u>6 months ended 31 December 2011</u>					
As at 1 July 2011	63,810	-	1,264	45,787	110,861
Total comprehensive income for the year	-	-	-	6,969	6,969
As at 31 December 2011	<u>63,810</u>	<u>-</u>	<u>1,264</u>	<u>52,756</u>	<u>117,830</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 2012

CHEETAH HOLDINGS BERHAD (430404-H)

**NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2012**

**PART A –PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS
(MFRS) 134 “INTERIM FINANCIAL REPORTING”**

A1. Basis of Preparation and Consolidation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 and Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2012. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2012.

For the periods up to and including the year ended 30 June 2012, the Group prepared its financial statements in accordance with Financial Reporting Standards (“FRS”). The Group has adopted the MFRS Framework issued by the Malaysian Accounting Standards Board (“MASB”) with effect from 1 July 2012. This MFRS Framework was introduced by the MASB in order to fully converge Malaysia’s existing FRS Framework with the International Financial Reporting Standards (IFRS) Framework issued by the International Accounting Standards Board.

These interim financial statements are the Group’s first MFRS compliant interim financial statements and hence MFRS 1: First-Time Adoption of MFRS has been applied. The adoption of the MFRS does not have significant financial impact on the interim financial statements of the Group.

A2. Preceding Audited Financial Statements

The audited financial statements of the Group for the preceding year ended 30 June 2012 were not qualified.

A3. 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.

A4. 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.

A5. 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.

A6. Changes in Debt and Equity Securities

There were no issuance and repayment of debt and equity securities during the quarter under review.

A7. Dividend

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

A8. 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.

A9. 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.

A10. 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.

A.11 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 2012

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

B1. Review of Performance of the Group

The Group recorded a revenue of RM31.09 million for the current quarter under review, same as in previous year corresponding quarter.

Profit before taxation for the current quarter decreased from RM3.88 million to RM3.52 million as compared to previous year corresponding quarter. The decrease was due to higher operating costs in the current quarter.

B2. 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	Difference
Period ended	31.12.2012	30.09.2012	
	(RM'000)	(RM'000)	(RM'000)
Revenue	31,089	39,324	(8,235)
Profit Before Tax	3,517	5,292	(1,775)

Revenue for current quarter was RM31.09 million, which is RM8.23 million or 20.93% lower than that of the immediate preceding quarter of RM39.32 million due to Hari Raya Sales captured in the immediate preceding quarter.

For the current quarter ended 31 December 2012, the Group posted a Profit Before Tax of RM3.52 million, which is RM1.77 million or 33.45% lower than that of the immediate preceding quarter of RM5.29 million. The decrease in the profit was in tandem with lower revenue generated.

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

B3. Prospects

The Board foresees the local retailing market encountering more challenges in the current financial year as well as cost challenges with the introduction of minimum wage.

In this respect, additional initiatives will be carried out to enhance our branding with promotional activities in order to improve sales revenue while taking measures to become more cost efficient.

Barring unforeseen events or circumstances, the Board of Directors expects the Group to still achieve satisfactory performance in the current financial year.

B4. Variance from Profit Forecast and Profit Guarantee

Not applicable.

B5. Taxation

The breakdown of taxation is as follows:-

	Current Quarter	Year – to –Date
	RM'000	RM'000
Current quarter taxation	889	2,212
Total	889	2,212

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

B6. Status of Corporate Proposals

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

B7. Details of treasury shares

As at the end of the reporting period, the status of the share buy-back is as follows:-

	Current Quarter	Accumulated Total
Description of shares purchased	Ordinary Share	Ordinary Share
Number of shares purchased	3,330,900	5,533,000
Number of shares cancelled	-	-
Number of shares held as treasury shares	3,330,900	5,533,000
Number of treasury shares resold	-	-

B8. 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	-	5,200	5,200
Long-term borrowing	-	-	-
	-	5,200	5,200

There was no debt securities issued in the quarter ended 31 December 2012.

B9. Material Litigation

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

B10. Dividend

The shareholders of the Company have approved the payment of first and final dividend of 2.55 sen per ordinary share less income tax in respect of the financial year ended 30 June 2012 at the Company's Annual General Meeting held on 28 November 2012. The dividend was paid on 8 January 2013.

B11. 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 31/12/2012	Preceding Year Corresponding Quarter 31/12/2011
Net profit attributable to shareholders (RM '000)	2,628	2,909
<i>Weighted average number of ordinary shares of RM 0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares ('000)	124,621	127,621
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Basic earnings per share (sen)	2.11	2.28
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B12. Realised And Unrealised Retained Earnings

	Group as at 31/12/2012 (RM'000)
Total retained earnings	
- Realised	104,913
- Unrealised	(1,442)
Less: consolidation adjustments	(41,544)
Total group reserves as per consolidated accounts	61,927

B13. Profit Before Taxation

	Current Year Quarter Ended 31.12.2012 RM'000	6 Months Cumulative to Date 31.12.2012 RM'000
Profit Before Tax is arrived after charging /(crediting):-		
Amortisation of prepaid Lease Payment	8	16
Depreciation of Property, Plant and Equipment	753	1,512
Net Gain on Disposal of Property , Plant & Equipment	-	-
Interest Income	(97)	(198)
Interest Expenses	56	81