

CHEETAH HOLDINGS BERHAD (430404 - H)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
FOURTH QUARTER ENDED 30 JUNE 2017****(The figures have not been audited)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 30 JUNE 2017**

	Current Year Quarter Ended 6/30/2017 RM '000	Comparative Corresponding Quarter Ended 6/30/2016 RM '000	12 Months Cumulative To Date 6/30/2017 RM '000	Comparative 12 Months Cumulative To Date 6/30/2016 RM '000
Revenue	39,810	35,271	125,697	126,694
Operating Expenses	(9,902)	(10,271)	(43,613)	(43,686)
Other Operating Expenses	(1,337)	(1,524)	(4,260)	(4,156)
Other Operating Income	128	114	206	540
Income from Other Investment	73	156	707	966
Finance Costs	(102)	(80)	(265)	(187)
Profit / (Loss) Before Tax	5,716	2,932	2,775	3,266
Income Tax Credit / (Expenses)	(606)	(913)	(996)	(999)
Profit / (Loss) For The Period	5,110	2,019	1,779	2,267
Attributable to :				
Equity Shareholders of the Company	5,110	2,019	1,779	2,267
Earnings Per Share (EPS) attributable to equity shareholders the Company	4.36	1.70	1.52	1.91
- Basic (sen)				
- 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 2016

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2017

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	UNAUDITED As At 6/30/2017 RM '000	AUDITED As At 6/30/2016 RM '000
ASSETS		
Property, plant and equipment	18,145	20,433
Prepaid lease payments	2,337	2,370
Investment properties	429	447
	<u>20,911</u>	<u>23,250</u>
Current assets		
Inventories	69,053	65,293
Trade receivables	36,717	32,337
Other receivables, deposits and prepayments	1,024	641
Tax recoverable	452	365
Short term deposits with financial institutions	17,945	31,060
Cash and bank balances	4,524	3,987
	<u>129,715</u>	<u>133,683</u>
TOTAL ASSETS	<u>150,626</u>	<u>156,933</u>
EQUITY		
Share capital	63,810	63,810
Treasury Shares	(5,208)	(5,013)
Reserves	70,810	69,910
Total Equity	<u>129,412</u>	<u>128,707</u>
Non-current Liabilities		
Deferred tax	732	901
Hire Purchase Creditor	6	79
	<u>738</u>	<u>980</u>
Current Liabilities		
Trade payables	13,661	18,621
Other payables and accruals	3,690	3,775
Hire Purchase Creditor	73	73
Short term borrowings	3,052	4,777
Provision for taxation	-	-
	<u>20,476</u>	<u>27,246</u>
Total Liabilities	<u>21,214</u>	<u>28,226</u>
TOTAL EQUITY AND LIABILITIES	<u>150,626</u>	<u>156,933</u>
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	1.10	1.10

The Condensed Consolidated Statement Of Financial Position should be read in conjunction with the audited annual financial report for the year ended 30 June 2016

CHEETAH HOLDINGS BERHAD (430404 - H)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2017 (The figures have not been audited)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED 30 JUNE 2017

	Year Ended 6/30/2017 RM '000	Year Ended 6/30/2016 RM '000
CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES		
Profit / (Loss) before tax	2,775	3,266
Adjustments for :		
Depreciation of :		
Property, plant and equipment	3,370	3,319
Investment properties	18	18
Impairment loss on investment properties	-	158
Property, plant and equipment written off	273	165
Provision of Inventories written off / Inventories written off	1,860	1,809
Provision for slow moving inventories / (Provision for slow moving inventories no longer required)	(9)	32
Inventories written down / (Reversal of Inventories written down)	135	480
Amortisation of prepaid lease payments	33	33
Allowance for doubtful debts	-	-
Interest income	(707)	(966)
Finance costs	265	187
Gain on disposal of property, plant and equipment	-	(128)
Operating profit before changes in working capital	<u>8,013</u>	<u>8,373</u>
Changes in working capital :		
(Increase) / Decrease in inventories	(5,746)	6,472
(Increase) / Decrease in receivables	(4,380)	(5,385)
(Increase) / Decrease in other receivables and prepaid expenses	(383)	149
Increase / (Decrease) in payables	(4,960)	(4,845)
Increase/ (Decrease) in other payable and accrued expenses	(85)	478
Cash generated from operations	<u>(7,541)</u>	<u>5,242</u>
Tax refunded	-	18
Tax paid	(1,251)	(976)
Net cash from operating activities	<u>(8,792)</u>	<u>4,284</u>
CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,356)	(2,618)
Interest income	707	966
Proceeds from disposal of property, plant and equipment	-	128
Net cash used in investing activities	<u>(649)</u>	<u>(1,524)</u>
CASH FLOW FROM/ (USED IN) FINANCING ACTIVITIES		
Decrease in short -term borrowings - unsecured	(1,725)	2,924
Net drawdown of hire purchase obligations	(73)	(73)
Dividend paid	(879)	(890)
Purchase of treasury shares	(195)	(883)
Finance costs paid	(265)	(187)
Net cash from/(used in) financing activities	<u>(3,137)</u>	<u>891</u>
Net increase in cash and cash equivalents	(12,578)	3,651
Cash and cash equivalents at the beginning of the financial year	35,047	31,396
Cash and cash equivalents at the end of the financial year	<u>22,469</u>	<u>35,047</u>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	17,945	31,060
Cash and bank balances	4,524	3,987
	<u>22,469</u>	<u>35,047</u>

The Condensed Cash Flow Statement should be read in conjunction with the audited annual financial report for the year ended 30 June 2016

CHEETAH HOLDINGS BERHAD (430404 - H)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
FOURTH QUARTER ENDED 30 JUNE 2017****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2017**

	Share Capital RM '000	Treasury Shares RM '000	Non - Distributable Capital Reserve RM '000	Distributable Retained Earnings RM '000	Total RM '000
<u>12 months ended 30 June 2017</u>					
As at 1 July 2016	63,810	(5,013)	1,264	68,646	128,707
Total comprehensive loss for the year	-	-	-	1,779	1,779
Dividend paid	-	-	-	(879)	(879)
Shares buy-back held as treasury shares	-	(195)	-	-	(195)
As at 30 June 2017	<u>63,810</u>	<u>(5,208)</u>	<u>1,264</u>	<u>69,546</u>	<u>129,412</u>
<u>12 months ended 30 June 2016</u>					
As at 1 July 2015	63,810	(4,130)	1,264	67,269	128,213
Total comprehensive income for the year	-	-	-	2,267	2,267
Dividend paid	-	-	-	(890)	(890)
Shares buy-back held as treasury shares	-	(883)	-	-	(883)
As at 30 June 2016	<u>63,810</u>	<u>(5,013)</u>	<u>1,264</u>	<u>68,646</u>	<u>128,707</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 2016

CHEETAH HOLDINGS BERHAD (430404-H)

NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 30 JUNE 2017

PART A – PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134 - INTERIM FINANCIAL REPORTING

A1. Basis of Preparation and Consolidation

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by Malaysian Accounting Standard Board (“MASB”) 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 2016. 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 year ended 30 June 2017.

New and Revised Standards and Amendments in issue but not yet effective

At the date of authorisation for issue of the interim financial statements, the new and revised Standards and Amendments that are relevant to the Group, and which were issued but not yet effective and not early adopted by the Group are as listed below:

MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014) ²
MFRS 15	Revenue from Contracts with Customers (and the related Clarifications) ²
MFRS 16	Leases ³
Amendments to MFRS 2	Clarification and Measurement of Share-based Payment Transactions ²
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ⁴
Amendments to MFRS 107	Disclosure Initiative ¹
Amendments to MFRS 112	Recognition of Deferred Tax Assets for Unrealised Losses ¹
Amendments to MFRS 140	Transfers of Investment Property ²
IC Interpretation 22	Foreign Currency Transactions and Advance Consideration ²
Annual Improvements to MFRSs 2014 - 2016 Cycle ^{1 or 2}	

- ¹ Effective for annual periods beginning on or after 1 January 2017, with earlier application permitted.
- ² Effective for annual periods beginning on or after 1 January 2018, with earlier application permitted.
- ³ Effective for annual periods beginning on or after 1 January 2019, with earlier application permitted provided MFRS 15 is also applied.
- ⁴ Effective date deferred to a date to be determined and announced, with earlier application still permitted.

The Directors anticipate that the abovementioned Standards and Amendments will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards and Amendments will have no material impact on the financial statements of the Group in the period of initial application.

A2. Preceding Audited Financial Statements

The audited financial statements of the Group for the preceding year ended 30 June 2016 were not qualified.

A3. Seasonal or Cyclical Factors

The Group's business operations are 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 2017.

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 FOURTH QUARTER ENDED 30 JUNE 2017

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 revenue of RM39.81 million for the current quarter under review, an increase of RM4.54 million or 12.87% as compared to RM35.27 million recorded in the previous year corresponding quarter. The increase in revenue was due to the Hari Raya Festive sales being fully captured in the current quarter as compared to the 2016 Hari Raya Festive Sales being only partly captured as Hari Raya fell on 06 July 2016 in the previous year corresponding quarter.

Profit Before Tax for the current quarter was RM5.72 million, an increase of RM2.79 million or 95.22% as compared to RM2.93 million recorded in the previous year corresponding quarter. The better performance was due to the increase in revenue, better margin and coupled with cost savings, marking a strong turnaround from the losses that the Group suffered in the last 3 quarters.

The cumulative Revenue for the year ended 30 June 2017 was RM125.70 million as compared to RM126.69 million in the prior year, a slight decrease in the revenue due to an overall soft consumer spending.

The cumulative Profit Before Tax for the year ended 30 June 2017 was RM2.78 million i.e. RM0.49 million or 14.98% lower than that of the cumulative Profit Before Tax of RM3.27 million in previous corresponding twelve month period. This was due to lower Other Operating Income and Income from Other Investment.

B2. Material Changes in the Profit Before Tax As Compared to the Immediate Preceding Quarter

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

	Current Quarter	Preceding Quarter	Variance
Period ended	30.06.2017	31.03.2017	
	(RM'000)	(RM'000)	(RM'000)
Revenue	39,810	28,037	11,773
Profit/(Loss) Before Tax	5,716	(2,830)	8,546

Revenue for current quarter was RM39.81 million, which is RM11.77 million or 41.98% higher than that of the immediate preceding quarter of RM28.04 million due to the Hari Raya Festive Sales being fully captured in current quarter under review.

For the current quarter ended 30 June 2017, the Group posted a Profit before tax of RM5.72 million, compared to the immediate preceding quarter Loss before tax of RM2.83 million. The significantly positive turnaround was due to Hari Raya Festive Sales being fully captured in the current quarter under review coupled with cost savings and better margin.

B3. Prospects

Despite an anticipated overall slowdown in consumer spending, the Company will continue to sustain or improve on its positive performance in next financial year by sourcing from reliable suppliers at competitive prices, trimming down direct costs, reviewing less or unprofitable consignment counters as well as profitable counters with a view to sustaining positive results and at the same time monetize inventories in order to maintain a strong positive cash flow position.

B4. Variance from Profit Forecast and Profit Guarantee

Not applicable.

B5. Taxation

The breakdown of taxation is as follows:-

	Current Quarter	Year – to –Date
Tax Provision :	RM'000	RM'000
Current	606	996
Total	606	996

The Group's effective tax rate for the current quarter and current financial year are higher than the statutory rate of 24% mainly due to certain expenses which are not deductible for tax purposes.

B6. Status of Corporate Proposals

There were no corporate proposals as at the date of this quarterly report.

B7. Details of treasury shares

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

	Current Quarter	Accumulated Total
Description of shares purchased	Ordinary Share	Ordinary Share
Number of shares purchased	231,000	10,647,700
Number of shares cancelled	Nil	Nil
Number of shares held as treasury shares	Nil	Nil
Number of treasury shares resold	Nil	Nil

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 borrowings	-	3,052	3,052
Hire purchase payables	79	-	79
	79	3,052	3,131

There were no debt securities issued as at 30 June 2017.

B9. Material Litigation

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

B10. Proposed Dividend

No dividend has been declared or recommended for payment by the Company for the current quarter under review.

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	Preceding Year Corresponding Quarter Ended
	30/06/2017	30/06/2016
Net profit attributable to shareholders (RM'000)	5,110	2,019
<i>Weighted average number of ordinary shares of RM0.50 each in issue ('000)</i>		
Weighted average number of ordinary shares ('000)	117,230	118,724
Basic earnings per share (sen)	4.36	1.70

B12. Realised And Unrealised Retained Earnings

	Group as at 30/06/2017 (RM'000)
Total retained earnings (loss)	
- Realised	113,237
- Unrealised	(732)
Less: consolidation adjustments	(41,695)
Total Group retained earnings as per consolidated accounts	70,810

B13. Profit before taxation

	Current Year Quarter Ended 30.06.2017 RM'000	12 Months Cumulative to Date 30.06.2017 RM'000
Profit before tax is arrived at after charging/(crediting):-		
Amortisation of prepaid lease payments	8	33
Depreciation of property, plant and equipment	827	3,370
Depreciation of investment properties	5	18
Property, plants and equipment written off	32	273
Provision of inventories written off / (Provision of inventories written off no longer required)	(286)	1,860
Provision for slow moving inventories	9	9
Inventories written down	135	135
Interest income	(73)	(707)
Finance costs	102	265