

**CHEETAH HOLDINGS BERHAD**

Registration no.: 199701014907 (430404-H)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND QUARTER ENDED 31 DECEMBER 2021***(The figures have not been audited )***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021**

	Current Year Quarter Ended 31/12/2021 RM '000	Comparative Corresponding Quarter Ended 31/12/2020 RM '000	6 Months Cumulative To Date 31/12/2021 RM '000	Comparative 6 Months Cumulative To Date 31/12/2020 RM '000
Revenue	47,474	24,239	58,352	52,142
Cost of Sales	(32,124)	(16,499)	(39,315)	(36,407)
<b>Gross Profit</b>	<b>15,350</b>	<b>7,740</b>	<b>19,037</b>	<b>15,735</b>
Operating Expenses	(6,421)	(5,367)	(11,745)	(11,173)
Other Operating Expenses	(1,228)	(104)	(7,346)	(721)
Other Operating Income	2	9	3	16
Income from Other Investment	63	208	184	400
Finance Costs	(2)	33	(6)	10
<b>Profit before tax</b>	<b>7,764</b>	<b>2,519</b>	<b>127</b>	<b>4,267</b>
Taxation	(1,288)	-	(1,288)	-
<b>Profit/(Loss) after tax</b>	<b>6,476</b>	<b>2,519</b>	<b>(1,161)</b>	<b>4,267</b>
<b>Attributable to :</b>				
<b>Equity Shareholders of the Company</b>	<b>6,476</b>	<b>2,519</b>	<b>(1,161)</b>	<b>4,267</b>
<b>(Loss)/Earnings Per Share (EPS) attributable to equity shareholders the Company</b>				
- Basic (sen)	1.88	0.73 *	(0.34)	1.24 *
- Diluted (sen)	N/A	N/A	N/A	N/A

The unaudited condensed consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial statements.

\* For comparative purpose, the earnings per share for the corresponding quarter and corresponding year to date ended 31 December 2020 have been adjusted to reflect the bonus issue of 2 ordinary shares ("Shares") for every 1 existing Share held which was completed on 8 September 2021.

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Registration no.: 199701014907 (430404-H)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND QUARTER ENDED 31 DECEMBER 2021***(The figures have not been audited )***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	UNAUDITED As At 31/12/2021 RM '000	AUDITED As At 30/6/2021 RM '000
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	10,751	10,646
Rights-of-use assets	2,293	2,434
Investment property	538	544
Other investment	19,152	-
	32,734	13,624
<b>Current assets</b>		
Inventories	46,175	45,598
Trade and other receivables	36,683	21,594
Current tax assets	1,091	1,334
Cash and bank balances	22,855	12,183
Short-term funds	5,437	40,767
	112,241	121,476
<b>TOTAL ASSETS</b>	<b>144,975</b>	<b>135,100</b>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	63,810	63,810
Treasury Shares	(6,261)	(6,261)
Reserves	72,482	73,643
<b>Total Equity</b>	<b>130,031</b>	<b>131,192</b>
<b>Non-current Liabilities</b>		
Deferred tax	587	587
	587	587
<b>Current Liabilities</b>		
Trade and other payables	14,244	3,048
Lease liabilities	113	273
	14,357	3,321
<b>Total Liabilities</b>	14,944	3,908
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>144,975</b>	<b>135,100</b>
Net Assets per share attributable to ordinary equity shareholders of the Company (RM)	0.38	0.38 *

**The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial statements.**

*\* For comparative purpose, the net assets per share attributable to the owners of the Company as at 30 June 2021 have been adjusted to reflect the bonus issue of 2 ordinary shares ("Shares") for every 1 existing Share held which was completed on 8 September 2021.*

**CHEETAH HOLDINGS BERHAD**

Registration no.: 199701014907 (430404-H)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2021***(The figures have not been audited )***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021**

	6 months ended	
	31/12/2021	31/12/2020
	RM '000	RM '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	127	4,267
Adjustments for :		
Depreciation of :		
Property, plant and equipment	479	715
Investment property	6	6
Right-of-use assets	141	204
Lease concession	-	(402)
Property, plant and equipment written off	37	211
Provision of inventories written off	1,391	2,001
Inventories written down/(written back)	94	(54)
Amortisation of prepaid lease payments	-	17
Interest income	(184)	(392)
Finance costs	6	(10)
Impairment of loss on property, plant and equipment	-	(96)
Loss on disposal of property, plant and equipment	49	-
Net impairment losses on trade receivables	-	30
Provision of impairment losses on trade receivables	100	-
Fair value adjustment on other investment	5,861	-
Operating profit before changes in working capital	8,107	6,497
Changes in working capital :		
(Increase)/Decrease in inventories	(2,061)	1,675
Increase in trade and other receivables	(15,189)	(632)
Increase in trade and other payables	11,197	3,675
Cash generated from operations	2,054	11,215
Tax refunded	-	-
Tax paid	(1,045)	(316)
Net cash from operating activities	1,009	10,899
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of other investment	(25,013)	-
Purchase of property, plant and equipment	(672)	(81)
Interest income	184	392
Right-of-use assets	-	862
Net cash (used in)/from investing activities	(25,501)	1,173
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(6)	10
Payments of lease liabilities	(160)	(897)
Drawdown of bankers' acceptance	-	485
Repayment of bankers' acceptance	-	(485)
Net cash used in from financing activities	(166)	(887)
Net (decrease)/increase in cash and cash equivalents	(24,658)	11,185
Cash and cash equivalents at the beginning of the financial period	52,950	42,432
Cash and cash equivalents at the end of the financial period	<b>28,292</b>	<b>53,617</b>
Cash and cash equivalents comprise :-		
Short-term deposits with financial institutions	5,437	44,757
Cash and bank balances	22,855	8,860
	<b>28,292</b>	<b>53,617</b>

The unaudited condensed consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial statements.

# CHEETAH HOLDINGS BERHAD

Registration no.: 199701014907 (430404-H)

## INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2021

*(The figures have not been audited )*

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2021

	-----Non - Distributable-----			Distributable	
	Share Capital RM '000	Treasury Shares RM '000	Capital Reserve RM '000	Retained Earnings RM '000	Total Equity RM '000
<b><u>6 months ended 31 December 2021</u></b>					
Balance as at 1 July 2021	63,810	(6,261)	1,265	72,378	131,192
Total comprehensive loss	-	-	-	(1,161)	(1,161)
<b>Balance as at 31 December 2021</b>	<b><u>63,810</u></b>	<b><u>(6,261)</u></b>	<b><u>1,265</u></b>	<b><u>71,217</u></b>	<b><u>130,031</u></b>
<b><u>6 months ended 31 December 2020</u></b>					
Balance as at 1 July 2020	63,810	(6,261)	1,265	65,641	124,455
Total comprehensive income	-	-	-	4,267	4,267
<b>Balance as at 31 December 2020</b>	<b><u>63,810</u></b>	<b><u>(6,261)</u></b>	<b><u>1,265</u></b>	<b><u>69,908</u></b>	<b><u>128,722</u></b>

The unaudited condensed consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2021 and the accompanying explanatory notes attached to this interim financial statements.

**NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2021**

**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 2021. 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 2021.

**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 and IC Interpretations, and which were issued but not yet effective and not early adopted by the Group are as listed below:

<b>Title</b>	<b>Effective Date</b>
<i>Interest Rate Benchmark Reform – Phase 2 (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)</i>	1 January 2021
<i>Covid-19-Related Rent Concessions beyond 30 June 2021 (Amendment to MFRS 16 Leases)</i>	1 April 2021
<i>Annual Improvements to MFRS Standards 2018 - 2020</i>	1 January 2022
<i>Amendments to MFRS 3 Reference to the Conceptual Framework</i>	1 January 2022
<i>Amendments to MFRS 116 Property, Plant and Equipment - Proceeds before Intended Use</i>	1 January 2022
<i>Amendments to MFRS 137 Onerous Contracts - Cost of Fulfilling a Contract</i>	1 January 2022
<i>Amendments to MFRS 101 Classification of Liabilities as Current or Non-current</i>	1 January 2023
<i>MFRS 17 Insurance Contracts</i>	1 January 2023
<i>Amendments to MFRS 17 Insurance Contracts</i>	1 January 2023
<i>Disclosure of Accounting Policies (Amendments to MFRS 101 Presentation of Financial Statements)</i>	1 January 2023
<i>Definition of Accounting Estimates (Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors)</i>	1 January 2023
<i>Amendments to MFRS 112 Deferred tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023

**New and Revised Standards and Amendments in issue but not yet effective  
(continued)**

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The directors anticipate that abovementioned Standards, Amendments and IC Interpretations will be adopted in the annual financial statements of the Group when they become effective and that the adoption of these Standards, Amendments and IC Interpretations are not expected to have material impact on the financial statements of the Group.

**A2. Preceding Audited Financial Statements**

The audited financial statements of the Group for the preceding year ended 30 June 2021 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 flows 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 except items stated as follows:

- a. The latest issued capital is 382,862,250 shares (before was 127,620,750 shares) after completed the listing and quotation of 255,241,500 Bonus Shares (including 25,522,600 treasury shares) on 8 September 2021.
- b. Subscription of Rights Shares and Excess Rights Shares At An Issue Price of RM0.10 Per Rights Share by the wholly-owned subsidiary of the Company, Cheetah Marketing Sdn Bhd (“Cheetah Marketing”) in Lambo Group Berhad (“Lambo”)

On 13 September 2021, the Company announced that Cheetah Marketing Sdn Bhd, a wholly-owned subsidiary of the Company, had subscribed for 239,500,000 Rights Shares with 95,800,000 free detachable warrants (“Warrants C”) at a total cash consideration of RM23.95 million in Lambo Group Berhad. Subsequent to the subscription of Rights Shares with free detachable warrants, Cheetah Marketing Sdn Bhd holds a total of 239,500,000 ordinary shares and 95,800,000 Warrants C in Lambo Group Berhad.

On 3 January 2022, the Company released an amended announcement to rectify that the total shareholdings (ordinary shares) held by Cheetah Marketing Sdn Bhd in Lambo Group Berhad upon the Subscription shall be 239,500,000 instead of 239,550,000.

On 5 January 2022, 13 January 2022, 17 January 2022, 14 February 2022 and 16 February 2022 respectively, the Company announced that Cheetah Marketing Sdn Bhd had between 31 December 2021 to February 2022 acquired from the open market an additional 87,097,400 ordinary shares in Lambo, for a total cash consideration of RM7,853,197. The total shareholdings held by Cheetah Marketing Sdn Bhd in Lambo after the acquisition is 326,597,400 ordinary shares (21.201%) and 95,800,000 Warrants C.

- c. Private Placement

On 13 January 2022, the Company announced the latest issue share capital after the Private Placement of 103,373,000 Placement Shares is as follows:

Issue and Paid up Share Capital	Number of Shares	Share Capital
		RM
Total Issue Shares as at 31 December 2021	382,862,250	63,810,375.00
Add: Private Shares	103,373,000	9,324,244.60
<b>Total Issue Shares After Private Shares</b>	<b>486,235,250</b>	<b>73,134,619.60</b>

On 14 January 2022, the Company announced that the Private Placement has been completed following listing and quotation of 103,373,000 Placement Shares, being the first and final tranche of Placement Shares for the Private Placement.

**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 2021.

**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.

**A11. 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.



**NOTES TO THE QUARTERLY REPORT ON THE CONSOLIDATED RESULTS  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2021  
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 about RM47.47 million for the current quarter under review, an increase of RM23.23 million or 95.83% compared to RM24.24 million recorded in the previous year's corresponding quarter. The increase in the revenue was due to uplifted to National Recovery Plan ("NRP") stage 4 and depleting of COVID-19 cases in Malaysia. Hence, this resilience from an increase in foot traffic and leverages in the year-end festive season in the current quarter under review.

As compared to the previous year's corresponding quarter where most of the States were under Conditional Movement Control Order ("CMCO") for the period from October 2020 to December 2020.

The profit before tax for the current quarter was about RM7.76 million compared to profit before tax of about RM2.52 million as recorded in the previous year's corresponding quarter. The profit before tax for the current quarter under review was in tandem with the uplifted of NRP to stage 4 and robust in consumer demand in the year-end festive season.

**B2. Material Changes in the Profit/(Loss) Before Tax As Compared to the Immediate Preceding Quarter**

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

<b>Period ended</b>	<b>Current Quarter</b> 31.12.2021 RM'000	<b>Preceding Quarter</b> 30.09.2021 RM'000	<b>Variance</b> RM'000
Revenue	47,474	10,878	36,596
Profit/(Loss) Before Tax	7,764	(7,637)	15,401

Revenue for the current quarter was about RM47.47 million which is RM36.59 million or 336.31% higher than the immediate preceding quarter of RM10.88 million.

The increase in revenue for current quarter was due to the uplifted of NRP to stage 4 and due to robust consumer demand in the year-end festive season compared to NRP stage 1 in the preceding quarter.

**B2. Material Changes in the Profit/(Loss) Before Tax As Compared to the Immediate Preceding Quarter (continued)**

For the current quarter under review, the Group posted a profit before tax of RM7.76 million which is RM15.40 million or 201.57% compared to the immediate preceding quarter's loss before tax of RM7.64 million. The profit before tax was due to uplifted to NRP stage 4 as well as repercussion by year-end festive season for the current quarter under review compared to NRP stage 1 imposed by the Government in the immediate preceding quarter.

This is in tandem with Bank Negara Malaysia ("BNM") Quarterly Bulletin (Vol. 36 No.4) Fourth Quarter 2021 reported that household spending is improving for the period from Oct-21 to Dec-21 by 3.7% compared to the period from Jul-21 to Sep-21 of deficit of -4.2% (*source from: bnm.gov.my/gdp4q2021*).

**B3. Prospects**

The economy outlook in the country will be arduous with uncertainty and unpredictable aftermath of the pandemic as well as the resurgence of Omicron variant spreads in February 2022. Hence, the sentiment of the retail garment industry will continue to remain erratic and challenging.

The Group will continue to be vigilant to changes in the business environment in the country. The Group is evolving into rebranding on design, quality of material and promotional strategies planning to embark and adapt to the changes in consumers spending and purchase behavior which repercussion by the pandemic.

**B4. Variance from Profit Forecast and Profit Guarantee**

Not applicable.

**B5. Taxation**

The breakdown of taxation is as follows:

	<b>Current Quarter</b>	<b>Year-to-Date</b>
<b>Tax Provision:</b>	RM'000	RM'000
Current	1,288	1,288
Prior year	-	-
<b>Total income tax provision</b>	<b>1,288</b>	<b>1,288</b>

The Group's effective tax rate for the current quarter is lower than the statutory rate of 24% mainly due to non-taxable profit set-off against taxable profit and utilization of tax losses carried forward. The Group's effective tax rate for the current financial year is higher than the statutory rate of 24% due to certain expenses and provisions 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 except the corporate proposals as stated below.

### Multiple Proposals

On 25 June 2021 and subsequently on 29 July 2021, the Company announced multiple proposals which as follows:

- (i) Proposed bonus issue of up to 255,241,500 new ordinary shares in the Company (“Cheetah Shares” or “Shares”) (“Bonus Shares”) on the basis of 2 Bonus Shares for every 1 existing Share held on an entitlement date to be determined and announced later (“Bonus Entitlement Date”) (“Proposed Bonus Issue of Shares”);
- (ii) Proposed Private Placement of up to 114,858,000 new Shares (“Placement Shares”), representing 30% of the enlarged total number of issued Shares, to independent third-party investor(s) to be identified and at an issue price to be determined later (“Proposed Private Placement”);
- (iii) Proposed bonus issue of up to 248,860,125 free warrants in Cheetah (“Warrants”) on the basis of 1 warrant for every 2 existing Shares held on an entitlement date to be determined and announced later after the completion of the proposed private placement (“Proposed Bonus Issue of Warrants”); and
- (iv) Proposed establishment of an employees’ share options scheme (“ESOS” or “Scheme”) involving up to 15% of the total number of issued shares (excluding Treasury Shares, if any) for eligible directors and employees of the Company and its subsidiaries (“Proposed ESOS”).

The aforementioned Multiple Proposals was approved by the shareholders of the Company at an Extraordinary General Meeting held on 23 August 2021.

## **B6. Status of Corporate Proposals (continued)**

### Bonus Shares

On 23 August 2021, the Company announced the Bonus Shares will be listed and quoted on the Main Market of Bursa Securities on 8 September 2021, being the next market day after the Bonus Entitlement Date. The notices of allotment for the Bonus Shares will be despatched to the entitled shareholders within 4 market days from the date of listing and quotation of the Bonus Shares. On 24 August 2021, the Company announced the notice of Bonus Entitlement Date. The Company had subsequently made an announcement on 7 September 2021 that 255,241,500 Bonus Shares (including 25,522,600 treasury shares) have been issued pursuant to the Bonus Issue of Shares and the same will be listed and quoted on the Main Market of Bursa Securities with effect from 9.00 a.m. on Wednesday, 8 September 2021. Hence, the Company will have an enlarged total number of 382,862,250 Shares (including 38,283,900 treasury shares). On the 8 September 2021, the Company announced that the Bonus Issue of Shares has been completed following the listing and quotation of 255,241,500 Bonus Shares (including 25,522,600 treasury shares) on the Main Market of Bursa Securities.

### Private Placement

On 4 January 2022, the Company announced (“Price-fixing Date”) fixed the issue price for the placement of 103,373,000 Placement Shares, being the first and final tranche of the Private Placement, at RM0.0902 per Placement Share (“Issue Price”). The Issue Price represents a discount of 19.96% to the 5-day VWAP of the Shares up to and including 3 January 2022 of RM0.1127, being the last market day immediately preceding the Price-fixing Date. On 13 January 2022, the Company announced the latest issue share capital after the Private Placement of 103,373,000 Placement Shares. On 14 January 2022, the Company announced that the Private Placement has been completed following listing and quotation of 103,373,000 Placement Shares, being the first and final tranche of Placement Shares for the Private Placement. On 21 January 2022, the Company had on 13 January 2022 wherein announced that the Company has submitted an application to seek Bursa Securities’ approval for an extension of time of 3 months for the Company to complete the Bonus Issue of Warrants and the implementation of the ESOS.

### Extension of time (EOT)

Bursa Securities had, vide its letter dated 21 January 2022, approved the Company’s application for an extension of time until 28 April 2022 for the Company to complete the implementation of the Bonus Issue of Warrants and the ESOS.

There was no other corporate proposal 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:-

	<b>Previous Quarter</b>	<b>Current Quarter</b>	<b>Accumulated Total</b>
Description of shares purchased	Ordinary Share	Bonus Share	Ordinary Share
Number of shares purchased	Nil	Nil	Nil
Number of shares cancelled	Nil	Nil	Nil
Number of shares held as treasury shares	38,283,900	Nil	38,283,900
Number of treasury shares resold	Nil	Nil	Nil

The Company will not continue its share buy-back program at the moment as the treasury shares now stand at 9.999% of the company's issued shares, the maximum allowed being 10.0%.

On 7 September 2021, the Company announced that 255,241,500 Bonus Shares (including 25,522,600 treasury shares) have been issued pursuant to the Bonus Issue of Shares and the same will listed and quoted on the Main Market of Bursa Securities. On 8 September 2021, the Company announced that Bonus Issue of Shares has been completed following the listing and quotation of 255,241,500 Bonus Shares (including 25,522,600 treasury shares) on the Main Market of Bursa Securities. The total number of treasury shares held by the Company is 38,283,900 shares.

Subsequently on 4 January 2022 and 5 January 2022, the Company disposed 17,273,900 shares and 11,500,000 shares respectively. The total number of treasury shares held by the Company after disposal is 9,510,000 shares.

On 11 February 2022, the Company disposed 9,510,000 shares and hence there is no treasury shares on hand after the disposal. On 23 February 2022, the Company announced Notice of Sale or Cancellation of Treasury Shares pursuant to Section 127 of Companies Act 2016.

**B8. Group Borrowings and Debt Securities**

There were no borrowings and debt securities issued as at 31 December 2021.

**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.

	<b>Current Year Quarter Ended</b>	<b>Preceding Year Corresponding Quarter Ended</b>
	31.12.2021	31.12.2020
Net Profit attributable to shareholders (RM'000)	6,476	2,519
Weighted average number of ordinary shares ('000)	344,578	344,578
Basic earnings per share (sen)	<b>1.88</b>	<b>0.73*</b>

*\*For comparative purpose, the earnings per share for the preceding year corresponding quarter ended 31 December 2020 has been adjusted to reflect the bonus issue of 2 ordinary shares ("Shares") for every 1 existing Share held which was completed on 8 September 2021.*

**B12. Profit before taxation**

	<b>Current Year Quarter Ended 31.12.2021 RM'000</b>	<b>6 Months Cumulative to Date 31.12.2021 RM'000</b>
Profit before tax is arrived at after charging/(crediting):-		
Depreciation of property, plant and equipment	234	479
Depreciation of right-of-use assets	71	141
Depreciation of investment property	3	6
Property, plant and equipment written off	13	37
Provision of inventories written off	1,119	1,391
Inventories written down/(written back)	(102)	94
Finance costs	2	6
Interest income	(63)	(184)