

**INTERIM FINANCIAL REPORTS ON THE CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 SEPTEMBER 2013**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 SEPTEMBER 2013
CONTINUING OPERATIONS**

	Current Quarter Ended 30/09/2013 RM '000	Corresponding Quarter Ended 30/09/2012 RM '000	Current 6 Months Ended 30/09/2013 RM '000	Corresponding 6 Months Ended 30/09/2012 RM '000
Revenue	78,665	75,757	149,334	159,116
Other income	315	395	316	507
	<hr/> 78,980	<hr/> 76,152	<hr/> 149,650	<hr/> 159,623
Operating expenses	(77,609)	(73,216)	(146,763)	(151,197)
Finance costs	(648)	(484)	(1,155)	(952)
Profit before tax	<hr/> 723	<hr/> 2,452	<hr/> 1,732	<hr/> 7,474
Taxation	(310)	(351)	(652)	(1,613)
Profit for the period attributable to equity holders of the Company	<hr/> 413	<hr/> 2,101	<hr/> 1,080	<hr/> 5,861
Other comprehensive income				
Currency translation difference arising from consolidation	196	(275)	328	(14)
Total comprehensive income for the period to equity holders of the Company	<hr/> 609 <hr/>	<hr/> 1,826 <hr/>	<hr/> 1,408 <hr/>	<hr/> 5,847 <hr/>
Earnings per share				
- Basic (sen)	0.50	2.56	1.32	7.14
- Diluted (sen)	-	-	-	-

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with
the audited annual financial report for the year ended 31 March 2013**

**INTERIM FINANCIAL REPORTS ON THE CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 SEPTEMBER 2013**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2013**

	Unaudited As At 30/09/2013 RM '000	Audited As At 31/03/2013 RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	39,352	39,250
Intangible assets	29,138	28,743
Long term deposits	7,255	6,891
Deferred tax assets	621	627
	<u>76,366</u>	<u>75,511</u>
Current assets		
Inventories	62,446	56,003
Trade and other receivables	45,167	36,685
Tax recoverable	125	345
Cash and bank balances	9,834	11,038
	<u>117,572</u>	<u>104,071</u>
TOTAL ASSETS	<u>193,938</u>	<u>179,582</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	82,046	82,046
Reserves	39,113	37,705
Total equity	<u>121,159</u>	<u>119,751</u>
LIABILITIES		
Non-current liabilities		
Deferred tax liabilities	779	862
Current liabilities		
Trade and other payables	12,357	11,715
Short term bank borrowings (unsecured)	59,642	47,023
Taxation payable	1	231
	<u>72,000</u>	<u>58,969</u>
Total liabilities	<u>72,779</u>	<u>59,831</u>
TOTAL EQUITY AND LIABILITIES	<u>193,938</u>	<u>179,582</u>
Net assets per share (RM) *	1.48	1.46

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with
the audited annual financial report for the year ended 31 March 2013**

*The net assets per share is based on the computation of total assets (including intangibles) minus total liabilities divided by total number of ordinary shares in circulation

**INTERIM FINANCIAL REPORTS ON THE CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 SEPTEMBER 2013**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	Period Ended 30/09/2013 RM '000	Period Ended 30/09/2012 RM '000
CASH FLOW (USED IN) / FROM OPERATING ACTIVITIES		
Profit before tax	1,732	7,474
Adjustments for :-		
Depreciation of property, plant and equipment	3,261	3,253
Interest income	(81)	(1)
Interest expenses	889	752
Property, plant and equipment written off	-	274
Inventories written off and written down	57	469
Trade and other receivables written off	-	21
Loss / (gain) on disposal of property, plant and equipment	1	(40)
Loss on foreign exchange - unrealised	-	19
Operating profit before changes in working capital	<u>5,859</u>	<u>12,221</u>
Changes in working capital:-		
Net change in current assets	(14,982)	(264)
Net change in current liabilities	642	380
Cash (used in) / generated from operations	<u>(8,481)</u>	<u>12,337</u>
Interest paid	(889)	(752)
Interest received	81	1
Taxation paid, net of refunds	(739)	(1,250)
Net cash (used in) / from operating activities	<u>(10,028)</u>	<u>10,336</u>
CASH FLOW USED IN INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,211)	(8,222)
Proceeds from disposal of property, plant and equipment	1	75
Increase in entrance fee	(395)	(318)
Long term deposits	(364)	(126)
Net cash used in investing activities	<u>(3,969)</u>	<u>(8,591)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Bank borrowings	12,799	2,867
Dividend paid	-	(1,231)
Net cash from financing activities	<u>12,799</u>	<u>1,636</u>
Net (decrease) / increase in cash and cash equivalents	(1,198)	3,381
Net effect of exchange rate movements	175	(7)
Cash and cash equivalents brought forward	10,170	8,734
Net cash and cash equivalents carried forward	<u>9,147</u>	<u>12,108</u>
Cash and cash equivalents comprise:-		
Cash and bank balances	9,834	12,882
Bank overdraft	(687)	(774)
	<u>9,147</u>	<u>12,108</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with
the audited annual financial report for the year ended 31 March 2013**

**INTERIM FINANCIAL REPORTS ON THE CONSOLIDATED RESULTS FOR THE
SECOND QUARTER ENDED 30 SEPTEMBER 2013**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	Attributable to equity holders of the Company			Total RM '000
	Share Capital RM '000	Foreign Exchange Reserve RM '000	Unappropriated Profits RM '000	
6 Months				
<u>Ended 30 September 2013</u>				
Balance as at 1 April 2013	82,046	(2,816)	40,521	119,751
Total comprehensive income for the period	-	328	1,080	1,408
Balance as at 30 September 2013	82,046	(2,488)	41,601	121,159
6 Months				
<u>Ended 30 September 2012</u>				
Balance as at 1 April 2012	82,046	(2,883)	34,757	113,920
Total comprehensive income for the period	-	(14)	5,861	5,847
Dividends paid	-	-	(1,231)	(1,231)
Balance as at 30 September 2012	82,046	(2,897)	39,387	118,536

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with
the audited annual financial report for the year ended 31 March 2013**

NOTES TO THE INTERIM FINANCIAL REPORTS ON THE CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2013

1 Basis of Preparation & Accounting Policies

The condensed consolidated interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2013. These explanatory notes attached to the interim financial report 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 31 March 2013.

2 Significant Accounting Policies

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for year ended 31 March 2013 except for adoption of the following MFRSs, Amendments to MFRSs and IC Interpretations by the Group with effect from 1 April 2013:

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (revised)
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
Amendments to MFRS 1	First-time Adoption of MFRS- Government Loans
Amendments to MFRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Annual Improvements to IC Interpretations and MFRSs 2009-2011 Cycle	

The adoption of the above did not have any significant impact on the interim financial reports of the Group.

As at the date of this interim financial report, the following MFRSs and Amendments to MFRSs were issued but are not yet effective and have not been adopted by the Group:-

Effective for financial periods beginning on or after 1 January 2014

Amendments to MFRS 10	Consolidated Financial Statements: Investment Entities
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Investment Entities
Amendments to MFRS 127	Consolidated and Separate Financial Statements: Investment Entities
Amendments to MFRS 132	Financial Instruments: Presentation- Offsetting Financial Assets and Financial Liabilities

2 Significant Accounting Policies (Cont'd)

Effective for financial periods beginning on or after 1 January 2015

MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)
Amendments to MFRS 9	Financial Instruments –Mandatory Effective Date of MFRS 9 and Transition Disclosures

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any significant impact to the financial statements of the Group upon their initial application.

3 Preceding Year's Audited Annual Accounts

The audited accounts of the Group for the preceding financial year ended 31 March 2013 were not qualified.

4 Seasonal and Cyclical Factors

The Group's principal business operations were not significantly affected by seasonal or cyclical factors.

5 Unusual Material Event

There was no unusual material event during the current quarter.

6 Accounting Estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years that have a material effect in the current interim period under review.

7 Issuance and Repayment of Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buyback, share cancellation, shares held as treasury shares or resale of treasury shares in the current interim period under review.

8 Dividend

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

9 Notes to the Condensed Consolidated Statement of Comprehensive Income

Profit before tax is arrived at after charging / (crediting) the following items:

	Current Quarter	Year-to-Date
	RM '000	RM '000
Interest expense	518	889
Depreciation and amortization	1,630	3,261
Inventories written off and written down	20	57
Interest income	(80)	(81)
Foreign exchange loss	(477)	(219)

9 Notes to the Condensed Consolidated Statement of Comprehensive Income (Cont'd)

There was no gain or loss on disposal of properties and quoted or unquoted investments; impairment of assets; gain or loss on derivatives and exceptional items for the financial quarter and financial year to date.

10 Segmental Reporting

The analysis of the Group by activity is as follows: -

	Retail	Garment	Haulage	Elimination	Group Total
	RM '000	RM '000	RM '000	RM '000	RM '000
6 Months					
<u>Ended 30 September 2013</u>					
Revenue					
External sales	90,674	58,660	-	-	149,334
Inter-segment sales	-	1,559	-	(1,559)	-
	<u>90,674</u>	<u>60,219</u>	<u>-</u>	<u>(1,559)</u>	<u>149,334</u>
Results					
Segment results	2,393	623	(1)	-	3,015
Unallocated results					(128)
Profit from operations					<u>2,887</u>
Finance cost					<u>(1,155)</u>
Profit before tax					<u>1,732</u>
<u>As At 30 September 2013</u>					
Assets					
Segment assets	109,947	83,057	80	-	193,084
Unallocated assets					854
Total assets					<u>193,938</u>

11 Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendments from the previous audited annual financial statements.

12 Subsequent Events

There are no material events subsequent to the end of the current quarter, which has not been reflected in the financial statements for the current period.

13 Effect of Changes in the Composition of the Group

There have been 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.

14 Change in Contingent Liabilities

	As At 30/09/2013 RM '000	Audited As At 31/03/2013 RM '000
Corporate guarantee given to banks to secure banking facilities granted to subsidiaries	122,321	120,711
Third party legal claim (*)	-	525

* Further to the previous note as reported in the last quarter, the crystallised liability has been resolved and is reflected accordingly in the quarter under review.

15 Significant Related Party Transaction

There is no significant related party transaction for the quarter under review.

16 Review of Performance

Comparison with the corresponding quarter in the previous financial year

For the current quarter under review, the Group's total revenue increased by 3.84% to RM78.67 million from RM75.76 million, in the previous corresponding quarter.

Revenue for the retail segment constituted RM47.24 million in the current quarter as compared to RM49.48 million in the previous corresponding quarter, a decrease of 4.52%. This is primarily due to the discontinuation of our association with Calvin Klein Jeans. Profit before tax for the segment registered a decline of 75.32% to RM0.74 million from RM3.01 million. This decrease was due in part to the decline in revenue, increased pre-opening expenses for new shops and start up expenses associated with the launch of a new brand. In addition, this decrease was also due to the final resolution of a 16 year legal dispute by a third party claim against a subsidiary prior to the reverse takeover of MCL Corporation Berhad by Jerasia Capital Berhad. The final amount involved a sum of RM0.525 million being the principal sum and RM0.896 million being accrued interest and court costs.

Revenue for the garment manufacturing segment totalled RM32.48 million, an increase of 5.68% from RM30.74 million in the previous corresponding quarter. Of this, inter-company sales amounted to RM1.06 million in this quarter as compared to RM4.46 million in the previous corresponding quarter. The garment manufacturing segment registered a profit of RM0.10 million for the current quarter as compared to a loss of RM0.45 million for the previous year's corresponding quarter, mainly due to the better performance against a backdrop of improving overseas demand.

17 Comparison with Immediate Preceding Quarter

The Group registered an 11.31% increase in total revenue to RM78.67 million in the current quarter as compared to RM70.67 million achieved in the immediate preceding quarter ended 30 June 2013.

The retail segment contributed to an increase of 8.75% to RM47.24 million in the current quarter as compared to RM43.44 million in the preceding quarter.

17 Comparison with Immediate Preceding Quarter (Cont'd)

As for the garment manufacturing segment, it recorded an increase of 17.12% to RM32.48 million in the current quarter as compared to RM27.74 million in the immediate preceding quarter. Of this, inter-company sales amounted to RM1.06 million from RM0.50 million previously.

The Group recorded a decrease of 28.34% in profit before tax to RM0.72 million in the current quarter from RM1.01 million in the immediate preceding quarter.

Profit before tax for the retail segment decreased by 26.36% to RM0.74 million in the current quarter from RM1.01 million in the immediate preceding quarter. The garment manufacturing sector recorded a profit of RM0.10 million in the current quarter as compared to a profit of RM0.01 million in the immediate preceding quarter.

18 Current Year Prospects

The Group is maintaining its positive posture in line with the encouraging performance of the Malaysia economy as reflected in the third quarter GDP growth of 5% year-on-year.

19 Profit Forecast or Guarantee

Not applicable.

20 Taxation

The breakdown of taxation is as follows:-

	Current Quarter	Year-to-Date
	RM '000	RM '000
Estimated current tax payable	328	730
Deferred taxation	(18)	(78)
	<u>310</u>	<u>652</u>

The Group's effective tax rate is higher than the statutory tax rate. This is mainly due to higher non-deductible expenses for tax calculation.

21 Realised and Unrealised Profits / Losses Disclosure

	As At	As At
	30/09/2013	31/03/2013
	RM '000	RM '000
Realised	83,259	81,995
Unrealised	(157)	(185)
	<u>83,102</u>	<u>81,810</u>
Consolidation adjustments	(41,501)	(41,289)
Total Group retained earnings as per consolidated accounts	<u>41,601</u>	<u>40,521</u>

22 Status of Corporate Proposals Announced and Not Completed

Share Buy-Back

At the Thirteenth Annual General Meeting held on 28 Aug 2013, shareholders approved the renewal of Share Buy-Back mandate. To-date, the Company has not effected any Share Buy-Back transaction.

23 Group Borrowings and Debt Securities

The Group's borrowings as at the end of the current quarter comprise:-

RM '000

Short term bank borrowings (unsecured)

59,642

There was no debt securities issued.

24 Derivatives

- a) There was no outstanding derivatives (including instruments designated as hedging instruments) as at the end of the quarter ended 30 September 2013; and
- b) The Group has not entered into any type of derivative, not disclosed in the previous financial year or any of the previous quarters under the current financial year.

25 Pending Material Litigation

There is no pending material litigation.

26 Earnings per Share

Earnings per share have been computed based on profit for the period attributable to equity holders of the Company divided by the weighted average number of ordinary shares in issue during the period.

	3 Months Ended		Year-to-Date	
	30/09/2013	30/09/2012	30/09/2013	30/09/2012
Profit for the period attributable to equity holders of the Company (RM'000)	413	2,101	1,080	5,861
Weighted average number of ordinary shares in issue (RM'000)	82,046	82,046	82,046	82,046
Basic earnings per share (sen)	<u>0.50</u>	<u>2.56</u>	<u>1.32</u>	<u>7.14</u>