



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As At 30 Sep 2019 RM'000</b>	<b>As At 30 Jun 2019 RM'000 Audited</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	116,379	119,775
Right-of-use assets	73,164	-
Investment properties	50,814	51,647
Intangible assets	82,569	83,223
Interests in associates	379	531
Other investments	1,192	1,203
Deferred tax assets	2,134	1,770
Other receivables	6,307	6,310
<b>Total non-current assets</b>	<b>332,938</b>	<b>264,459</b>
<b>CURRENT ASSETS</b>		
Inventories	95,118	93,118
Trade and other receivables	67,661	64,553
Current tax assets	3,433	3,271
Cash and bank balances	71,661	89,169
Short term funds	26,387	18,301
<b>Total current assets</b>	<b>264,260</b>	<b>268,412</b>
<b>TOTAL ASSETS</b>	<b>597,198</b>	<b>532,871</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	201,572	201,572
Reserves	175,343	174,664
<b>Total equity attributable to the owners of the parent</b>	<b>376,915</b>	<b>376,236</b>
<b>Non-controlling Interests</b>	<b>20,311</b>	<b>19,910</b>
<b>Total equity</b>	<b>397,226</b>	<b>396,146</b>
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	34,396	35,024
Lease liabilities	52,177	-
Other payables	5,337	5,067
Provision for restoration costs	1,117	1,316
Deferred tax liabilities	7,223	7,505
<b>Total non-current liabilities</b>	<b>100,250</b>	<b>48,912</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	32,842	38,302
Bank borrowings	14,755	21,008
Contract liabilities	23,603	23,551
Lease liabilities	23,468	-
Provision for restoration costs	1,440	1,341
Current tax liabilities	3,614	3,611
<b>Total current liabilities</b>	<b>99,722</b>	<b>87,813</b>
<b>Total liabilities</b>	<b>199,972</b>	<b>136,725</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>597,198</b>	<b>532,871</b>
	-	-
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>	<b>0.4775</b>	<b>0.4759</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2019)*



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019</b>				
<b>CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b>				
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 30 Sep 2019 RM'000</b>	<b>Preceding Year Corresponding Quarter 30 Sep 2018 RM'000</b>	<b>Current Year- To-Date 30 Sep 2019 RM'000</b>	<b>Preceding Year Corresponding Period 30 Sep 2018 RM'000</b>
<b><u>CONTINUING OPERATIONS</u></b>				
Revenue	94,110	99,203	94,110	99,203
Cost of sales	(40,175)	(44,193)	(40,175)	(44,193)
Gross profit	53,935	55,010	53,935	55,010
Selling and distribution expenses	(29,778)	(31,539)	(29,778)	(31,539)
General and administration expenses	(18,483)	(22,036)	(18,483)	(22,036)
Other operating income	1,707	1,360	1,707	1,360
<b>Profit from operations</b>	<b>7,381</b>	<b>2,795</b>	<b>7,381</b>	<b>2,795</b>
Finance income	382	528	382	528
Finance costs	(1,402)	(1,354)	(1,402)	(1,354)
Share of results of an associate	49	2	49	2
<b>Profit before tax</b>	<b>6,410</b>	<b>1,971</b>	<b>6,410</b>	<b>1,971</b>
Taxation	(1,748)	(812)	(1,748)	(812)
<b>Profit from continuing operations</b>	<b>4,662</b>	<b>1,159</b>	<b>4,662</b>	<b>1,159</b>
<b><u>Discontinued operations</u></b>				
Profit from discontinued operations, net of tax	-	104	-	104
<b>Profit for the period</b>	<b>4,662</b>	<b>1,263</b>	<b>4,662</b>	<b>1,263</b>
<b>Other comprehensive income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
<b><u>Continuing operations</u></b>				
Foreign currency exchange differences	(101)	(168)	(101)	(168)
<b><u>Discontinued operations</u></b>				
Foreign currency exchange differences	-	80	-	80
<b>Total comprehensive income for the period</b>	<b>4,561</b>	<b>1,175</b>	<b>4,561</b>	<b>1,175</b>
<b>Profit attributable to :</b>				
Owners of the parent				
- from continuing operations	3,954	128	3,954	128
- from discontinued operations	-	104	-	104
	3,954	232	3,954	232
Non-controlling interests				
- from continuing operations	708	1,031	708	1,031
	<b>4,662</b>	<b>1,263</b>	<b>4,662</b>	<b>1,263</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent				
- from continuing operations	3,791	(487)	3,791	(487)
- from discontinued operations	-	184	-	184
	3,791	(303)	3,791	(303)
Non-controlling Interests				
- from continuing operations	770	1,478	770	1,478
	<b>4,561</b>	<b>1,175</b>	<b>4,561</b>	<b>1,175</b>
Net earnings per share attributable to owners of the parent (Note 24)				
Basic (sen)				
- from continuing operations	0.50	0.02	0.50	0.02
- from discontinued operations	-	-	-	-
	<b>0.50</b>	<b>0.02</b>	<b>0.50</b>	<b>0.02</b>

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2019)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share Capital RM'000	Treasury Shares RM'000	Non-distributable			Retained Earnings RM'000	Total attributable to owners of the parent Sub-total RM'000	Non-controlling interests RM'000	Total Equity RM'000
			Available-for-sale Reserve RM'000	Exchange Translation Reserve RM'000	Revaluation Reserve RM'000				
<b>At 1 July 2019 (as previously reported)</b>	201,572	(4,659)	-	15,196	2,521	161,606	376,236	19,910	396,146
Adjustments arising from adoption of MFRS 16	-	-	-	-	-	(2,762)	(2,762)	(369)	(3,131)
<b>At 1 July 2019 (restated)</b>	201,572	(4,659)	-	15,196	2,521	158,844	373,474	19,541	393,015
Profit for the financial period	-	-	-	-	-	3,954	3,954	708	4,662
Foreign currency translations	-	-	-	(163)	-	-	(163)	62	(101)
<b>Total comprehensive income for the period</b>	-	-	-	(163)	-	3,954	3,791	770	4,561
Transaction with owners:									
Repurchase of treasury shares	-	(350)	-	-	-	-	(350)	-	(350)
<b>Total transactions with owners</b>	-	(350)	-	-	-	-	(350)	-	(350)
<b>At 30 September 2019</b>	<b>201,572</b>	<b>(5,009)</b>	<b>-</b>	<b>15,033</b>	<b>2,521</b>	<b>162,798</b>	<b>376,915</b>	<b>20,311</b>	<b>397,226</b>
<b>At 1 July 2018</b>	201,572	(355)	(93)	11,759	184	227,870	440,937	25,018	465,955
Adjustments arising from adoption of MFRS 9	-	-	93	259	-	(11,797)	(11,445)	(1,371)	(12,816)
Adjustments arising from adoption of MFRS 15	-	-	-	-	-	(266)	(266)	(21)	(287)
<b>At 1 July 2018 (restated)</b>	201,572	(355)	-	12,018	184	215,807	429,226	23,626	452,852
Profit for the financial period	-	-	-	-	-	232	232	1,031	1,263
Foreign currency translations	-	-	-	(535)	-	-	(535)	447	(88)
<b>Total comprehensive income for the period</b>	-	-	-	(535)	-	232	(303)	1,478	1,175
<b>At 30 September 2018</b>	<b>201,572</b>	<b>(355)</b>	<b>-</b>	<b>11,483</b>	<b>184</b>	<b>216,039</b>	<b>428,923</b>	<b>25,104</b>	<b>454,027</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2019)



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2019</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS</b>		
	<b>30 Sep 2019</b>	<b>30 Sep 2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash flows from operating activities		
Profit before tax		
From continuing operations	6,410	1,971
From discontinued operations	-	459
	6,410	2,430
Adjustments for non-cash flow items:		
Amortisation of trademarks	344	343
Amortisation of intangible assets	100	606
Amortisation of right-of-use assets	7,655	-
Depreciation of property, plant and equipment	3,023	4,350
Fair value loss on other investment	7	-
Fair value gain on short term funds	(6)	(132)
Gain on disposals of property, plant and equipment, net	(13)	(91)
Impairment loss on :-		
- trade and other receivables	981	1,484
Interest income & distribution income from short term funds	(382)	(593)
Interest expense and profit payment on Islamic financing	639	1,547
Lease interest expense	763	-
Property, plant and equipment written off	48	19
Reversal of impairment on trade and other receivables	(427)	-
Reversal of Impairment losses on property, plant and equipment	-	(12)
Share of profit of an associate	(49)	(2)
Unwinding of discount on provision for restoration costs	-	19
Unrealised loss/(gain) on foreign exchange, net	16	(616)
Operating profit before changes in working capital	19,109	9,352
Changes in working capital		
Net change in current assets	(9,458)	(2,916)
Net change in current liabilities	(10,499)	3,266
Cash (used in)/generated from operations	(848)	9,702
Tax (paid)/refunded, net	(2,031)	(671)
Net cash (used in)/ from operating activities	(2,879)	9,031
Cash flow used in investing activities		
Interest received	382	593
Advances to an associates	140	-
Placements of deposits pledged with licensed banks	-	(18)
Placements of short term funds	(8,080)	(4,135)
Proceeds from disposal of property, plant and equipment	19	105
Proceeds from disposal of investment property	900	-
Purchase of property, plant and equipment	(198)	(2,171)
Net cash used in investing activities	(6,837)	(5,626)
Cash flows used in financing activities		
Interest paid and profit paid on Islamic financing	(639)	(1,547)
Net financing/(repayments) of bank borrowings	(7,166)	(4,852)
Repurchase of own shares	(350)	-
Net cash used in financing activities	(8,155)	(6,399)
Net decrease in cash and cash equivalents	(17,871)	(2,994)
Cash and cash equivalents at beginning of financial period	87,627	95,655
Effects of exchange rate changes on cash and cash equivalents	40	(668)
Cash and cash equivalents at end of financial period (Note 17)	69,796	91,993

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2019)*



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**1. Basis of Preparation**

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). This Report also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

This Report should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2019.

The explanatory notes attached to this 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 30 June 2019.

**2. Accounting Policies**

The significant accounting policies adopted by the Group in this Report are consistent with those adopted in the Audited Financial Statements of the Group for the financial year ended 30 June 2019 except for the adoption of the following new accounting standards and amendments and interpretation:-

**2.1 Adoption of MFRS and Amendments effective for financial years beginning on or after 1 January 2019**

The adoption of the following accounting standards and amendments has no significant impact on the financial statements of the Group except for the adoption of MFRS 16.

<b>Title</b>	<b>Effective Date</b>
MFRS 16 <i>Leases</i>	1 January 2019
IC Interpretation 23 <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 128 <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019
Amendments to MFRS 9 <i>Prepayment Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 3 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 11 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 112 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 123 <i>Annual Improvements to MFRS Standards 2015 - 2017 Cycle</i>	1 January 2019
Amendments to MFRS 119 <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
Amendments to MFRS 3 <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 101 and MFRS 108 <i>Definition of Material</i>	1 January 2020
MFRS 17 <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred



**2. Accounting Policies (cont'd)**

**(a) MFRS 16, Leases**

MFRS 16 supersedes MFRS 117 Leases, IC Interpretation 4 Determining whether an Arrangement contains a Lease, IC Interpretation 115 Operating Lease – Incentives and IC Interpretation 127 Evaluating the Substance of Transaction Involving the Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires for lessee to account for all leases under a single on-balance sheet model. The standard requires the lessee to recognise the right-of-use of the underlying lease asset and future lease payments liabilities in the statements of financial position. The lessor accounting under MFRS 16 is substantially the same as the accounting under the MFRS 117. Lessor continues to classify leases as either operating or finance lease.

The right-of-use asset is initially measure at cost, and subsequently at cost less accumulated depreciation, accumulated impairment loss and adjusted for any remeasurement of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at that date. The lease payment discounted using the interest rate implicit in the lease, if that rate can be readily determined. Otherwise, the Group's incremental borrowing rate as the discount rate. The lease liability is subsequently increased by the interest cost on the lease liability, decreased by lease payment made and remeasured the carrying amount to reflect any reassessment or lease modification.

The Group has elected to adopt the cumulative effect method. The cumulative effect of initial application of this standard is adjusted to the opening balances of retained earnings as at 1 July 2019.

Other than the above, the Group elected to apply exemption for leases of premises and equipment expiring within twelve (12) months. The lease payments of these premises and equipment are recognised as an expense on a straight line basis over the remaining lease terms.

The financial effects arising from the initial adoption of MFRS 16 is as follows :

	As previously reported as at <u>1 July 2019</u> RM'000	Effects of adoption of <u>MFRS 16</u> RM'000	Restated as at <u>1 July 2019</u> RM'000
<u>Condensed Consolidated</u>			
<u>Statement of Financial Position Assets</u>			
Property, plant and equipment	119,775	(430)	119,345
Right-to-use assets	-	77,360	77,360
Deferred tax assets	1,770	465	2,235
Impact to assets	121,545	77,395	198,940
<u>Non-Current Liabilities</u>			
Lease liabilities	-	39,234	39,234
Provision for restoration costs	1,316	334	1,650
Impact to non-current liabilities	1,316	39,568	40,884
<u>Current Liabilities</u>			
Lease liabilities	-	41,273	41,273
Provision for restoration costs	1,341	(315)	1,026
Impact to current liabilities	1,341	40,958	42,299
<u>Equity</u>			
Retained earnings	161,606	(2,762)	158,844
Non-controlling interests	19,910	(369)	19,541
Impact to equity	181,516	(3,131)	178,385



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**2. Accounting Policies (cont'd)**

**2.2 MFRS and Amendments effective for financial years beginning on or after 1 January 2020**

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been early adopted by the Group and the Company:

<b>Title</b>	<b>Effective Date</b>
<i>Amendments to References to the Conceptual Framework in MFRS Standards</i>	1 January 2020
<i>Amendments to MFRS 3 Definition of a Business</i>	1 January 2020
<i>Amendments to MFRS 101 and MFRS 108 Definition of Material</i>	1 January 2020
<i>MFRS 17 Insurance Contracts</i>	1 January 2021
<i>Amendments to MFRS 10 and MFRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group and the Company are in the process of assessing the impact of implementing these Standards and Amendments, since the effects would only be observable for the future financial years.

**3. Seasonality or Cyclicity of Interim Operations**

The business operations of the Group are generally dependent on the Malaysia’s economy, consumer confidence and Government support, as well as major festive seasons.

**4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items as a result of their nature, size or incidence that had affected this Interim Financial Report for the financial quarter ended 30 September 2019.

**5. Debts and Equity Securities**

There were no issuance, cancellation, resale or repayments of debts and equity securities for the quarter under review.

**6. Status of Corporate Proposals**

6.1 On 8 May 2018, the Company entered into a conditional share sale agreement with a Director, Mr. Chiang Sang Sem for the disposal of 500,000 ordinary shares in a wholly-owned subsidiary, Maha Asia Capital Sdn. Bhd. (“Maha Asia”), representing 100% equity interest in Maha Asia for a disposal price of RM2,491,000, which is subject to adjustments as mentioned below. On the latest practical date prior to completion of the proposed disposal of Maha Asia (“Cut-Off Date”) :

- (i) where the total assets (excluding the net book value of Maha Asia’s property) of Maha Asia on the Cut-Off Date is higher than that in Maha Asia’s management accounts as at 31 March 2018 (“Accounts”), the purchase price shall be increased by that amount of total assets that has been increased and correspondingly in the event the total assets (excluding the net book value of Maha Asia’s property) is lower than in the Accounts, the purchase price shall be reduced by the amount; and



**BONIA CORPORATION BERHAD** (223934-T)  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**6. Status of Corporate Proposals (cont'd)**

- (ii) where the total liabilities of Maha Asia on the Cut-Off Date is higher than that in the Accounts, the purchase price shall be reduced by the amount of total liabilities that has been increased and correspondingly in the event the total liabilities is lower than in the Accounts, the purchase price shall be increased by the amount.

As at 31 March 2018, the total assets (excluding the net book value of Maha Asia's property) and total liabilities of Maha Asia is RM1,190,000 and RM24,699,000 respectively. The Company and Mr. Chiang Sang Sem have agreed vide a supplementary letter dated 8 August 2018 to extend the Cut-Off Date for two (2) months to 7 October 2018. Subsequently, the Cut-Off Date was extended for six (6) months from 7 October 2018 to 7 April 2019 vide a supplementary letter dated 4 October 2018. Thereafter, the Cut-Off Date was further extended to 7 October 2019 vide another supplementary letter dated 5 April 2019 as agreed between the Company and Mr. Chiang Sang Sem.

On 8 October 2019, the parties have entered into a Deed of Termination to terminate the share sale agreement. The deposit of RM249,099.01, being the sum equivalent to 10% of the Purchase Price paid by Mr. Chiang Sang Sem to the Company has been refunded to Mr. Chiang Sang Sem free of interest.

- 6.2 On 28 November 2019, the shareholders of the Company had granted their approval for the Company to undertake the Proposed Share Consolidation as detailed in its circular to shareholder dated 30 October 2019.

Barring unforeseen circumstances, the Proposed Share Consolidation would be completed in the second quarter of the financial year ending 2020.

Save as disclosed, there were no corporate proposals announced but pending completion as at the date of this Report.

**7. Qualification of Preceding Annual Financial Statements**

The Company's preceding Audited Financial Statements for the financial year ended 30 June 2019 did not contain any qualification.

**8. Achievability of Revenue or Profit Estimate, Forecast, Projection or Internal Targets**

No revenue or profit estimate, forecast, projection or internal targets have been issued by the Group previously in any public document.

**9. Dividend**

On 29 August 2019, the Board has approved a single tier interim dividend of 0.5 sen per ordinary shares in respect of the financial year ended 30 June 2019 and such interim dividend of RM3,947,024.96 has been paid on 10 October 2019 to shareholders of the Company whose names appeared in the Record of Depositors on 18 September 2019.





**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**10. Segmental Information**

The Group operates mainly in Malaysia, Singapore, Indonesia and Vietnam. The revenue disclosed in geographical segments is based on the geographical location of customers. Segment assets are based on geographical locations of the assets. The Group's segmental results for the financial year ended 30 September 2019 are as follows:-

	← Retailing →					Manufac- turing	Management services/ investment holdings and investment properties	Total Continuing Operations	Discontinued Operations	Total
	Malaysia	Singapore	Indonesia	Vietnam	Other countries					
1 <sup>st</sup> quarter - 30.09.2019	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>										
Total revenue	52,632	25,549	13,728	532	1,408	4,092	4,892	102,833	-	102,833
Inter-segment revenue	-	-	-	-	-	(4,063)	(4,660)	(8,723)	-	(8,723)
Revenue from external customers	52,632	25,549	13,728	532	1,408	29	232	94,110	-	94,110
<b><u>Results</u></b>										
<b>Operating profit/(loss)</b>	6,207	1,496	(240)	133	-	14	(229)	7,381	-	7,381
Interest income	295	-	4	-	-	1	82	382	-	382
Finance costs	(468)	(348)	-	(18)	-	(2)	(566)	(1,402)	-	(1,402)
Net finance income/(expense)	(173)	(348)	4	(18)	-	(1)	(484)	(1,020)	-	(1,020)
Share of profit of an associate	-	-	-	-	-	-	49	49	-	49
<b>Profit/(Loss) before tax</b>	6,034	1,148	(236)	115	-	13	(664)	6,410	-	6,410
<b>Segment assets</b>	200,339	132,409	21,027	4,059	-	22,411	211,386	591,631	-	591,631
<b>Segment liabilities</b>	59,355	79,939	1,767	6,122	-	1,354	40,598	189,135	-	189,135



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**10. Segmental Information (cont'd)**

1 <sup>st</sup> quarter - 30.09.2018	← Retailing →					Manufac- turing RM'000	Management services/ investment holdings and investment properties RM'000	Total Continuing Operations RM'000	Discontinued Operations RM'000	Total RM'000
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Vietnam RM'000	Other countries RM'000					
<b><u>Revenue</u></b>										
Total Revenue	57,372	32,972	4,903	761	2,736	5,992	5,702	110,438	23,390	133,828
Inter-segment revenue	-	-	-	-	-	(5,816)	(5,419)	(11,235)	(1,829)	(13,064)
Revenue from external customers	57,372	32,972	4,903	761	2,736	176	283	99,203	21,561	120,764
<b><u>Results</u></b>										
<b>Operating profit/(loss)</b>	3,919	1,582	(1,318)	(1,105)	-	(115)	(168)	2,795	587	3,382
Interest income	190	208	5	-	-	-	125	528	65	593
Finance costs	(191)	(112)	(18)	(36)	-	(41)	(956)	(1,354)	(193)	(1,547)
Net finance income/(expense)	(1)	96	(13)	(36)	-	(41)	(831)	(826)	(128)	(954)
Share of profit of an associate	-	-	-	-	-	-	2	2	-	2
<b>Profit/(Loss) before tax</b>	3,918	1,678	(1,331)	(1,141)	-	(156)	(997)	1,971	459	2,430
<b>Segment assets</b>	180,382	104,421	23,259	5,408	-	25,070	228,185	566,725	91,424	658,149
<b>Segment liabilities</b>	26,381	51,943	206	7,520	-	4,679	85,937	176,666	24,463	201,129



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**11. Performance Review**

**11.1 Table 1: Financial review for current quarter**

*1QFY2020 vs 1QFY2019*

	Quarter ended 30 September		Increase/(Decrease)	
	Current Quarter	Preceding Corresponding Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
<b>Continuing Operations</b>				
<b>Revenue</b>				
- Retailing				
• Malaysia	52,632	57,372	(4,740)	(8.3)
• Singapore	25,549	32,972	(7,423)	(22.5)
• Indonesia	13,728	4,903	8,825	>100.0
• Vietnam	532	761	(229)	(30.1)
• Other countries	1,408	2,736	(1,328)	(48.5)
Total overseas market	41,217	41,372	(155)	(0.4)
- Manufacturing	29	176	(147)	(83.5)
- Management services/investment holdings and investment properties	232	283	(51)	(18.1)
	94,110	99,203	(5,093)	(5.1)
<b>Operating profit/(loss)</b>				
- Retailing				
• Malaysia	6,207	3,919	2,288	58.4
• Singapore	1,496	1,582	(86)	(5.5)
• Indonesia	(240)	(1,318)	1,078	81.8
• Vietnam	133	(1,105)	1,238	>100.0
• Other countries	-	-	-	-
Total overseas market	1,389	(841)	2,230	>100.0
- Manufacturing	14	(115)	129	>100.0
- Management services/investment holdings and investment properties	(229)	(168)	(61)	(36.1)
	7,381	2,795	4,586	>100.0
Interest income	382	528	(146)	(27.7)
Finance costs	(1,402)	(1,354)	(48)	(3.5)
Share of results of an associate	49	2	47	>100.0
Profit before tax	6,410	1,971	4,439	>100.0
Taxation	(1,748)	(812)	(936)	(>100.0)
Profit from continuing operations	4,662	1,159	3,503	>100.0
Profit from discontinued operations	-	104	(104)	(100.0)
<b>Profit for the period</b>	<b>4,662</b>	<b>1,263</b>	<b>3,399</b>	<b>&gt;100.0</b>



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**11. Performance Review (cont'd)**

**11.1 Table 1: Financial review for current quarter (cont'd)**

*1QFY2020 vs 1QFY2019 (cont'd)*

Continuing Operations

The Group reported a revenue of RM94.1 million for the current quarter as compared to a revenue of RM99.2 million reported in the previous year's corresponding quarter. The revenue decreased by RM5.1 million or 5.1% as compared to the previous year's corresponding quarter mainly due to lower revenue contribution from the retailing segment.

The retailing segment registered a revenue of RM93.8 million for the current quarter as compared to a revenue of RM98.7 million reported in the previous year's corresponding quarter. The reasons for the lower revenue achieved are primarily due to the Group's continuing rationalisation process of closing its non-performing outlets, as well as a weak retail market exacerbated by numerous online market portals.

Revenue from the manufacturing segment recorded a minor decrease due to lower sales for the current quarter.

The management services, investment holding and investment properties segment also recorded a minor decrease in revenue mainly due to lower rental income for the current quarter under review.

The decrease in the Group's revenue has resulted in its gross profit declined by RM1.1 million or 2.0%. Nevertheless, the Group's profit before tax ("PBT") increased by RM4.4 million. This was mainly due to higher profit margin, as well as the reduction in operating costs, particularly staff costs, as a result of its consolidation and rationalisation exercise and closing of several non-performing outlets.

**Table 2: Financial review for current quarter**

*1QFY2020 vs 1QFY2019*

	Quarter ended 30 September		Increase/(Decrease)	
	2019	2018	RM'000	%
<u>Discontinued Operations</u>	RM'000	RM'000	RM'000	%
Revenue	-	21,561	(21,561)	(100.0)
Operating profit	-	587	(587)	(100.0)
Interest income	-	65	(65)	(100.0)
Finance costs	-	(193)	193	100.0
Profit before tax	-	459	(459)	(100.0)
Taxation	-	(355)	355	100.0
<b>Profit for the period</b>	-	104	(104)	(100.0)

Discontinued Operations

The discontinued operations represented the results of CRG and its subsidiaries' ("CRG Group"). CRG Group was demerged and ceased as subsidiaries of the Group in the previous financial year.



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**11. Performance Review (cont'd)**

**11.2 Financial review for current quarter compared with immediate preceding quarter**

1QFY2020 vs 4QFY2019

	Current Quarter	Preceding Quarter	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue	94,110	113,865	(19,755)	(17.3)
Operating profit	7,381	12,210	(4,829)	(39.5)
Interest income	382	484	(102)	(21.1)
Finance costs	(1,402)	(1,450)	48	3.3
Share of results of an associate	49	(7)	56	>100.0
Profit before tax	6,410	11,237	(4,827)	(43.0)
Taxation	(1,748)	(3,297)	1,549	47.0
Profit for the period	4,662	7,940	(3,278)	(41.3)

For the quarter under review, the Group registered a revenue of RM94.1 million and PBT of RM6.4 million as compared to the revenue of RM113.9 million and PBT of RM11.3 million reported in the immediate preceding quarter. The revenue and PBT in the preceding quarter were higher mainly due to Hari Raya Festival sales.

**12. Prospect**

We expect to face further challenges as the global economy remains highly uncertain while the domestic economy will take time to recover from the effects of the weakened Malaysian Ringgit, low commodity prices and overall subdued consumer sentiment. We note that the selective consumer spending pattern towards essentials may well continue for the remaining financial period. Nevertheless, Visit Malaysia Year in 2020 is expected to increase tourist arrivals which in turns will contribute positively to our business.

The Group's consolidation and rationalisation exercise, as well as prudent cost management over the previous years, have had a positive impact on the Group's performance during the financial period. However, under the current highly uncertain retail situation, we will focus more on brand, resource and risk management to improve brand recognition, sustainability and operational efficiency, as well as adopt a more prudent approach towards cash management to ensure long term and sustainable business performance. New initiatives to be adopted include investments in the digital environment, enhance presence in social media and digital advertising.

Based on the uncertain retail economy and despite the initiatives taken by the Group, the Board remains cautious of the Group's performance for the remaining financial period.

**13. Valuation of Property, Plant and Equipment**

The values of the property, plant and equipment have been brought forward without amendment from the previous Audited Financial Statements for the financial year ended 30 June 2019.



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**14. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 September 2019 comprised of corporate guarantees given to financial institutions for credit facilities granted to certain subsidiaries amounting to RM202.4 million of which utilised by these subsidiaries amounted to RM54.2 million.

**15. Capital Commitments**

The total capital commitments as at 30 September 2019 are as follows:

	RM'000
Authorised and contracted for:	
Property, plant and equipment:	
- Others	<u>720</u>

**16. Short Term Funds**

The short term funds represent investments in money market funds.

**17. Cash and Cash equivalents**

<b>Continuing operations</b>	30.09.2019	30.09.2018
	RM'000	RM'000
Cash and bank balances	59,854	68,563
Fixed deposits with licensed banks	<u>11,807</u>	<u>9,863</u>
	71,661	78,426
Less : Bank overdrafts	(1,802)	(2,742)
Less : Fixed deposits pledged	(63)	(892)
Add : Cash and cash classified as held for distribution	-	17,201
	<u>69,796</u>	<u>91,993</u>

The details of the major components on the operating, investing and financing activities of the Group have been included in the Condensed Consolidated Statement of Cash Flows of this report.

<b>Discontinued operations</b>	30.09.2019	30.09.2018
	RM'000	RM'000
Net cash from operating activities	-	3,006
Net cash used in investing activities	-	(231)
Net cash used in financing activities	-	(999)
Net decrease in cash and cash equivalent	-	1,776
Cash and cash equivalent at beginning of financial year	-	15,639
Effect of exchange rate changes on cash and cash equivalent	-	(4)
Reclassification to continuing operations	-	(210)
	<u>-</u>	<u>17,201</u>



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**18. Taxation**

	Current year to-date ended 30.06.2019 RM'000	Current year to-date ended 30.09.2018 RM'000
<b>Continuing operations</b>		
Current year tax expense	1,813	1,125
Over provision in prior years	82	-
Deferred tax expense	(147)	(313)
	<u>1,748</u>	<u>812</u>
<b>Discontinued operations</b>		
Current year tax expense	-	454
Over provision in prior years	-	-
Deferred tax expense	-	(99)
	<u>-</u>	<u>355</u>

The tax charge for the Group reflects an effective tax rate which is higher than the statutory tax rate due mainly to certain expenses which are not deductible for tax purposes.

**19. Share Capital of the Company**

	30.09.2019		30.09.2018	
	Number of shares '000	Amount RM'000	Number of shares '000	Amount RM'000
<b>Ordinary shares</b>				
Issued and fully paid	<u>806,287</u>	<u>201,572</u>	<u>806,287</u>	<u>201,572</u>

Upon the enforcement of the Companies Act 2016 ("CA2016") on 31 January 2017,

- the Company is no longer required to state its authorised capital,
- the Company's share capital is in a no par value regime since 31 January 2017, and
- the Company's share capital is not affected by Section 618 of the CA2016 as there is no amount standing to the credit of the Company's share premium account and capital redemption reserve upon the enforcement of the CA2016.

As at the date of this report, the Company has re-purchased 16,882,400 ordinary shares of its total number of issued shares from open market financed by internally generated fund and held the same as treasury shares.



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**20. Recurrent Related Party Transactions (“RRPT”)**

20.1 Under the existing RRPT mandate obtained on 26.11.2018  
Validity period: from 26.11.2018 to the Company’s AGM held on 28 November 2019

- The aggregate value of the RRPT conducted by the transacting subsidiaries of the Company (collectively, “Bonia Group”) with the related parties during the validity period are as follows:

No.	Transacting party	Transacting related party	Interested directors, major shareholders and/or persons connected with them	Nature of transactions	Estimated aggregate value during the validity period of the existing RRPT mandate pursuant to Circular to Shareholders dated 26.10.2018 duly approved at the 27th AGM held on 26.11.2018 RM’000	Actual aggregate value transacted from 26.11.2018 up to 30.09.2019 RM’000
1.	Bonia Group	Long Bow Manufac-turing (S) Pte. Ltd.	Chiang Sang Sem and persons connected with him (including their family); and Chiang Boon Tian (a director of Bonia’s subsidiaries) and persons connected with him (including their family)	• Payment of office rental	2,000	681
2.	Bonia Group	Speciale Eyewear Sdn. Bhd.	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Purchase of eyewear	500	160
3.	Bonia Group	Speciale Eyewear Sdn. Bhd.	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Sell of bags and accessories	200	3
4.	Bonia Group	Bonia International Holdings Pte. Ltd.	Chiang Sang Sem and persons connected with him (including their family)	• Payment of <i>Bonia, Sembonia, Carlo Rino, and CR2</i> trademarks royalties	3,000	752
5.	Bonia Group	Bonia International Holdings Pte. Ltd.	Chiang Sang Sem and persons connected with him (including their family)	• Payment of fixed <i>Carlo Rino, and CR2</i> trademarks royalties for licensed territories and licensed products	100	-

Notes:

RRPT 4 - Payment of *Carlo Rino, and CR2* trademarks royalties from 13 November 2018 onwards be excluded from this report following the demerger of the then indirect transacting subsidiaries under CRG Incorporated Berhad Group from Bonia Group

RRPT 5 - Payment of fixed *Carlo Rino, and CR2* trademarks royalties for licensed territories and licensed products from 13 November 2018 onwards be excluded from this report following the demerger of the then indirect transacting subsidiary ie. CRG Incorporated Berhad from Bonia Group

- The actual value transacted up to 30.09.2019 did not exceed the estimated aggregate value during the validity period of the RRPT mandate obtained on 26.11.2018 by 10% or more.

20.2 Save as disclosed above, there were no other RRPT during the current financial year under review.





**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**21. Group Borrowings**

The total Group borrowings and debts securities are as follows:

<b><u>Continuing Operations</u></b>	30.09.2019			30.09.2018		
	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Total RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Total RM'000
<i>Conventional financing facilities - Secured</i>						
Bankers' acceptances	623	-	623	958	-	958
Revolving Credit	-	-	-	1,200	-	1,200
Hire-purchase and lease creditors	206	101	307	200	182	382
Term loans	831	14,297	15,128	25,663	16,871	42,534
	1,660	14,398	16,058	28,021	17,053	45,074
<i>Islamic financing facilities - Secured</i>						
Term financing-i	1,610	19,998	21,608	5,415	35,624	41,039
<i>Total secured borrowings</i>	3,270	34,396	37,666	33,436	52,677	86,113
<i>Conventional financing facilities - Unsecured</i>						
Bank overdrafts	1,331	-	1,331	2,281	-	2,281
Bankers' acceptances	1,794	-	1,794	9,113	-	9,113
Revolving Credit	1,000	-	1,000	1,000	-	1,000
Trust Receipts	6,190	-	6,190	4,008	-	4,008
	10,315	-	10,315	16,402	-	16,402
<i>Islamic financing facilities - Unsecured</i>						
Bank overdrafts	471	-	471	461	-	461
Bankers' acceptances	699	-	699	107	-	107
	1,170	-	1,170	568	-	568
<i>Total unsecured borrowings</i>	11,485	-	11,485	16,970	-	16,970
<b>Total</b>	<b>14,755</b>	<b>34,396</b>	<b>49,151</b>	<b>50,406</b>	<b>52,677</b>	<b>103,083</b>

<b><u>Discontinued Operations</u></b>	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Total RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Total RM'000
<i>Conventional financing facilities - Secured</i>						
Term Loan	-	-	-	711	14,987	15,698
<i>Total secured borrowings</i>	-	-	-	711	14,987	15,698



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**21. Group Borrowings (cont'd)**

The above which included borrowings denominated in foreign currency are as follows:

	As at 30.09.2019					
	Long Term		Short Term		Total Borrowings	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Secured</u> <u>Singapore Dollar</u> Hire-purchase & lease creditors	27	82	23	69	50	151
<u>Unsecured</u> <u>Singapore Dollar</u> Trust Receipt	-	-	2,043	6,190	2,043	6,190
<b>Total</b>		<b>82</b>		<b>6,259</b>		<b>6,341</b>

	As at 30.09.2018					
	Long Term		Short Term		Total Borrowings	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Secured</u> <u>Singapore Dollar</u> Hire-purchase & lease creditors	49	149	24	72	73	221
Trust Receipt	-	-	366	1,109	366	1,109
Term Loan	97	294	875	2,647	972	2,941
	146	443	1,265	3,828	1,411	4,271
<u>Vietnamese Dong</u> Term Loan	-	-	11,333,549	2,006	11,333,549	2,006
<u>Unsecured</u> <u>Singapore Dollar</u> Trust Receipt	-	-	958	2,899	958	2,899
<b>Total</b>		<b>443</b>		<b>8,733</b>		<b>9,176</b>

<u>Exchange rates applied</u>	<b>As at 30.09.2019</b>	<b>As at 30.09.2018</b>
SGD/RM	3.0304	3.0251
VDN100/RM	0.0181	0.0177
IDR100/RM	0.0295	0.0278



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**21. Group Borrowings (cont'd)**

Reconciliation of liabilities from financing activities:

	Hire- purchase and lease creditors RM'000	Term loan and financing-i RM'000	Banker acceptan- ces RM'000	Bank overdrafts RM'000	Trust receipts RM'000	Revolving credit RM'000	Total RM'000
At 1 July 2019	249	41,842	6,044	1,479	5,418	1,000	56,032
Cash flow :							
- Net of repayments and drawdown of borrowings	59	(5,115)	(2,928)	323	818	-	(6,843)
Non-cash flows:							
- Effect of foreign exchange	(1)	9	-	-	(46)	-	(38)
As at 30 September 2019	307	36,736	3,116	1,802	6,190	1,000	49,151

**22. Changes in the Composition of the Group**

Save as disclosed below, there were no changes in the composition of the Group for the current quarter under review.

- (a) New Series Sdn. Bhd. has completed its members' voluntary winding-up process.
- (b) Future Classic Sdn. Bhd., Armani Context Sdn. Bhd., FR Gallery Sdn. Bhd. and SCRL Pte. Ltd. commenced their members' voluntary winding-up or striking off processes.

**23. Material Events Subsequent to the End of the Interim Year**

There were no material event subsequent to the end of the current quarter under review up to the date of this report.



**BONIA CORPORATION BERHAD (223934-T)**  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**24. Earnings Per Share**

The basic earnings per ordinary share is calculated by dividing the Group's profit for the year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the year.

*Profit for the year (basic)*

	Current year quarter 30.09.2019 RM'000	Preceding year quarter 30.09.2018 RM'000	Current year to-date 30.09.2019 RM'000	Preceding year year 30.09.2018 RM'000
Profit attributable to equity holders of the parent				
- Continuing operations	3,954	128	3,954	128
- Discontinued operations	-	104	-	104
	<u>3,954</u>	<u>232</u>	<u>3,954</u>	<u>232</u>

*Number of ordinary shares (basic)*

	Current year quarter 30.09.2019 RM'000	Preceding year quarter 30.09.2018 RM'000	Current year to-date 30.09.2019 RM'000	Preceding year year 30.09.2018 RM'000
Weighted average number of ordinary shares ('000)	789,679	805,651	789,679	805,651
Basic earnings per share (sen)				
- Continuing operations	0.50	0.02	0.50	0.02
- Discontinued operations	-	-	-	-
	<u>0.50</u>	<u>0.02</u>	<u>0.50</u>	<u>0.02</u>



**25. Notes to the Condensed Consolidated Statement of Comprehensive Income**

25.1 Profit for the year is arrived after charging/(crediting) the following items:

	3 months ended 30.09.2019			3 months ended 30.09.2018		
	Continuing operations RM'000	Discontinued operations RM'000	Total RM'000	Continuing operations RM'000	Discontinued operations RM'000	Total RM'000
Interest income & distribution income from short term funds	(382)	-	(382)	(528)	(65)	(593)
Interest expense	1,402	-	1,402	1,354	193	1,547
Depreciation of property, plant and equipment	3,023	-	3,023	3,622	728	4,350
Amortisation of intangible assets	100	-	100	606	-	606
Amortisation of trademarks	344	-	344	343	-	343
Amortisation of right-of-use assets	7,655	-	7,655	-	-	-
Fair value loss on other investment	7	-	7	-	-	-
Bad debts written off	-	-	-	-	-	-
Fair value loss/(gain) on investment properties	-	-	-	-	-	-
Net provision/(reversal of) for trade and other receivables	554	-	554	775	709	1,484
Provision for and write off of inventories	-	-	-	-	-	-
(Gain)/loss on disposal of PPE, net	(13)	-	(13)	(90)	(1)	(91)
Loss on disposal of quoted/unquoted investments	-	-	-	-	-	-
Gain on foreign exchange	(103)	-	(103)	(284)	(471)	(755)
Loss on foreign exchange	502	-	502	499	454	953
Net impairment loss and written off of PPE	48	-	48	6	1	7

Note: (1) There were no derivative financial instruments as at the end of the financial quarter under review.

25.2 Save as disclosed, the Group does not have other material items that being recognised as profit/loss in the condensed consolidated statement of comprehensive income in this report.



**BONIA CORPORATION BERHAD** (223934-T)  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**26. Material Litigation**

*Apex Marble Sdn Bhd and Mcore Sdn Bhd (collectively as “Plaintiffs”) vs Leong Tat Yan (“Defendant”)*

Further to the announcement on the quarterly results (under Note B12) made on 22 November 2013, the Plaintiffs had on 31 October 2016 filed a Writ of Summon and Statement of Claim against the Defendant and served the same on the Defendant on 2 November 2016.

On 21 November 2016, the Defendant filed 2 separate applications for a declaration that the Malaysian Court has no jurisdiction over the Defendant and for consequential relief (Enclosure 10), and for a declaration that the Malaysian Court is not the appropriate forum to try the Plaintiffs’ claim and consequently for a stay of proceedings (Enclosure 11).

On 16 December 2016, the Defendant filed 2 separate applications to strike out the Writ of Summons dated 31 October 2016 for lack of authority (Enclosure 20), and for a stay of proceedings pending arbitration (Enclosure 22).

On 25 January 2017, the Defendant withdrew Enclosure 20 with no order as to costs.

On 25 April 2017, the High Court dismissed Enclosures 10 and 11 with costs of RM5,000 for each enclosure.

On 3 May 2017, the Defendant filed 2 appeals against the High Court’s decisions on Enclosures 10 and 11 (“Appeals”).

On 8 May 2017, the Defendant filed an application to stay the proceedings pending the disposal of the Appeals (Enclosure 43).

On 11 May 2017, the Defendant filed 2 separate applications for an extension of time to file his Defence (Enclosure 47), and to strike out the Writ of Summons for abuse of process (Enclosure 50).

On 23 May 2017, the High Court dismissed Enclosure 43 with costs of RM1,500. The Judge also granted Enclosure 47 with no order as to costs, and directed the Defendant to file his Defence by 23 June 2017. The Defendant also withdrew Enclosure 50, which was accordingly struck out with no order as to costs.

On 22 June 2017, the Defendant filed his Defence and Counterclaim claiming general damages, exemplary damages, and costs for abuse of process. The Plaintiffs filed their Reply and Defence to Counterclaim on 24 July 2017.

On 17 October 2017, the Court of Appeal dismissed the Appeals with costs of RM5,000 for each appeal.

On 5 January 2018, the High Court allowed Enclosure 22 and stayed the suit pending reference of the dispute to arbitration with costs of RM5,000 to follow the outcome of the arbitration.

On 26 January 2018, the Plaintiffs appealed to the Court of Appeal against the High Court’s decision on Enclosure 22.

On 26 June 2018, the Court of Appeal allowed the appeal on Enclosure 22 with costs of RM15,000 for the Court of Appeal and High Court proceedings.

On 3 July 2018, the Defendant applied for leave to the Federal Court to appeal against the Court of Appeal’s decision on Enclosure 22.

On 20 July 2018, the Plaintiffs filed an application to stay the proceedings pending the disposal of the Federal Court proceedings (Enclosure 7).

On 30 July 2018, the Plaintiffs filed an application for security for costs (Enclosure 13).



**BONIA CORPORATION BERHAD** (223934-T)  
[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2019**

**26. Material Litigation (cont'd)**

On 8 October 2018, the Federal Court allowed Enclosure 7 in full and Enclosure 13 in part.

The Defendant's application for leave to appeal to the Federal Court on Enclosure 22 is fixed for Case Management on 13 January 2020.

Save and except for the abovementioned litigation, there is no other material litigation filed by the Company at the date of this report.

By Order of the Board,

**BONIA CORPORATION BERHAD**

**CHONG CHIN LOOK**

Group Finance Director

Kuala Lumpur

29 November 2019