



**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)

(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2022 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	<b>As At 30/6/2022 RM'000 Unaudited</b>	<b>As At 30/6/2021 RM'000 Audited</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	90,387	87,522
Right-of-use assets	59,775	44,953
Investment properties	98,476	98,952
Intangible assets	73,813	73,740
Interests in associates	494	238
Other investments	7,444	1,120
Deferred tax assets	1,878	1,428
Other receivables	86	2,092
	<b>332,353</b>	<b>310,045</b>
<b>CURRENT ASSETS</b>		
Inventories	53,869	60,792
Trade and other receivables	49,946	43,351
Current tax assets	1,514	1,644
Cash and bank balances	115,286	85,203
Short term funds	27,318	15,493
	<b>247,933</b>	<b>206,483</b>
<b>Assets of disposal group classified as held for sale/held for distribution*</b>	64,813	65,149
<b>TOTAL ASSETS</b>	<b>645,099</b>	<b>581,677</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to the owners of the parent</b>		
Share capital	201,572	201,572
Treasury shares	(485)	(485)
Reserves	197,230	163,468
	398,317	364,555
Non-controlling interests	24,831	20,480
<b>TOTAL EQUITY</b>	<b>423,148</b>	<b>385,035</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	70,173	75,046
Lease liabilities	46,010	28,288
Other payables	5,246	5,015
Provision for restoration costs	929	1,370
Deferred tax liabilities	5,558	6,240
	<b>127,916</b>	<b>115,959</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	32,116	20,943
Borrowings	10,182	6,834
Contract liabilities	20,098	21,137
Lease liabilities	16,539	20,846
Provision for restoration costs	736	415
Current tax liabilities	6,302	1,250
	<b>85,973</b>	<b>71,425</b>
<b>Liabilities of disposal group classified as held for distribution*</b>	8,062	9,258
<b>TOTAL LIABILITIES</b>	<b>221,951</b>	<b>196,642</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>645,099</b>	<b>581,677</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>	<b>1.9817</b>	<b>1.8138</b>

\* The disposal group is in respect of the assets and liabilities of SBG Holdings Sdn Bhd and its subsidiaries which is held for distribution to shareholders of the Company.



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2022</b>				
<b>CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b>				
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30/6/2022</b>	<b>30/6/2021</b>	<b>30/6/2022</b>	<b>30/6/2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b><u>Continuing operations</u></b>				
Revenue	101,143	52,289	333,011	261,219
Cost of sales	(39,738)	(25,188)	(140,519)	(124,264)
Gross profit	<b>61,405</b>	<b>27,101</b>	<b>192,492</b>	<b>136,955</b>
Selling and distribution expenses	(26,330)	(19,600)	(90,329)	(81,368)
General and administration expenses	(18,983)	(11,521)	(63,455)	(58,616)
Other operating income	5,528	7,586	21,243	26,516
<b>Profit from operations</b>	<b>21,620</b>	<b>3,566</b>	<b>59,951</b>	<b>23,487</b>
Finance income	427	160	987	705
Finance costs	(1,219)	(1,072)	(4,866)	(4,645)
Share of results of an associate	(18)	(54)	256	(100)
<b>Profit before tax</b>	<b>20,810</b>	<b>2,600</b>	<b>56,328</b>	<b>19,447</b>
Taxation	(4,091)	715	(8,880)	(4,138)
<b>Profit for the year from continuing operations</b>	<b>16,719</b>	<b>3,315</b>	<b>47,448</b>	<b>15,309</b>
<b><u>Discontinuing operations *</u></b>				
Profit from discontinuing operations, net of tax	2,949	(1,507)	5,113	853
<b>Profit for the year</b>	<b>19,668</b>	<b>1,808</b>	<b>52,561</b>	<b>16,162</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>				
Reclassification of exchange translation reserve to profit or loss upon deregistration of a foreign subsidiary	-	27	-	77
Foreign currency exchange differences	2,275	(161)	3,016	(1,246)
<b>Total comprehensive income for the year</b>	<b>21,943</b>	<b>1,674</b>	<b>55,577</b>	<b>14,993</b>
<b>Profit attributable to :</b>				
Owners of the parent				
- from continuing operations	14,971	789	39,895	13,019
- from discontinuing operations	2,949	(1,507)	5,113	853
	17,920	(718)	45,008	13,872
Non-controlling interests				
- from continuing operations	1,746	2,526	7,551	2,290
	<b>19,666</b>	<b>1,808</b>	<b>52,559</b>	<b>16,162</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent				
- from continuing operations	17,065	830	42,719	11,831
- from discontinuing operations	2,949	(1,507)	5,113	853
	20,014	(677)	47,832	12,684
Non-controlling interests				
- from continuing operations	1,927	2,351	7,743	2,309
	<b>21,941</b>	<b>1,674</b>	<b>55,575</b>	<b>14,993</b>
<b>Net earnings per share attributable to owners of the parent :</b>				
Basic (sen)				
- from continuing operations	7.45	0.39	19.85	6.68
- from discontinuing operations	1.47	(0.75)	2.54	0.44
	<b>8.92</b>	<b>(0.36)</b>	<b>22.39</b>	<b>7.12</b>

\* Pursuant to the corporate proposal as disclosed in Note 19 of this interim report, the disposal group held for distribution was presented as discontinuing operations in line with the requirements of MFRS 5 Non-current Assets held for Sale and Discontinued Operations.

*(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 2021)*


**BONIA CORPORATION BERHAD**

 Registration No. 199101013622 (223934-T)  
 (Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2022 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY								
	← Attributable to Owners of the Parent →					Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Exchange Translation Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000			
<b>Balance as at 1 July 2021</b>	201,572	(485)	13,688	184	149,596	364,555	20,480	385,035
Profit for the financial year	-	-	-	-	45,008	45,008	7,551	52,559
Foreign currency translations	-	-	2,824	-	-	2,824	192	3,016
<b>Total comprehensive loss for the year</b>	-	-	2,824	-	45,008	47,832	7,743	55,575
Transaction with owners :								
Issuances of shares to non-controlling interests	-	-	-	-	-	-	1,575	1,575
Dividends paid	-	-	-	-	(14,070)	(14,070)	-	(14,070)
Dividends paid to non-controlling interests	-	-	-	-	-	-	(4,967)	(4,967)
<b>Total transactions with owners</b>	-	-	-	-	(14,070)	(14,070)	(3,392)	(17,462)
<b>Balance as at 30 June 2022</b>	<b>201,572</b>	<b>(485)</b>	<b>16,512</b>	<b>184</b>	<b>180,534</b>	<b>398,317</b>	<b>24,831</b>	<b>423,148</b>
<b>Balance as at 1 July 2020</b>	201,572	(6,100)	14,876	2,521	153,437	366,306	20,259	386,565
Profit for the financial year	-	-	-	-	13,872	13,872	2,290	16,162
Foreign currency translations	-	-	(1,265)	-	-	(1,265)	19	(1,246)
Reclassification of exchange translation reserve to profit or loss upon deregistration of a foreign subsidiary	-	-	77	-	-	77	-	77
<b>Total comprehensive loss for the year</b>	-	-	(1,188)	-	13,872	12,684	2,309	14,993
Transaction with owners :								
Dividends paid	-	-	-	-	(7,835)	(7,835)	-	(7,835)
Share dividend	-	12,508	-	-	(12,508)	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	-	-	(5,475)	(5,475)
Repurchase of treasury shares	-	(6,893)	-	-	-	(6,893)	-	(6,893)
Transfer of reserves	-	-	-	(2,337)	2,337	-	-	-
Issuances of shares to non-controlling interests	-	-	-	-	-	-	3,680	3,680
Acquisition of equity interest from non-controlling interests	-	-	-	-	293	293	(293)	-
<b>Total transaction with owners</b>	-	5,615	-	(2,337)	(17,713)	(14,435)	(2,088)	(16,523)
<b>Balance as at 30 June 2021</b>	<b>201,572</b>	<b>(485)</b>	<b>13,688</b>	<b>184</b>	<b>149,596</b>	<b>364,555</b>	<b>20,480</b>	<b>385,035</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 2021)



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2022</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS</b>		
	<b>Cumulative Quarter</b>	
	<b>30/6/2022</b>	<b>30/6/2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash flows from operating activities		
Profit before tax :		
From continuing operations	56,328	19,447
From discontinuing operations	6,054	1,187
	62,382	20,634
Adjustments for :		
Amortisation of intangible assets	132	403
Amortisation of trademarks	1,382	1,395
Bad debts written off	-	178
Depreciation of property, plant and equipment	8,104	9,882
Depreciation of right-of-use assets	25,085	25,988
Fair value adjustments on investment properties	1,267	34
Fair value loss on other investment	148	28
Fair value (gain)/loss on short term funds	(48)	(15)
Gain on disposals of property, plant and equipment, net	(3,210)	(152)
Gain on disposal of right-of-use assets	(376)	-
Gain on disposals of investment properties	-	(170)
Gain on reassessments and modifications of leases	574	(250)
(Reversal of impairment loss)/Impairment loss, net on:		
- goodwill	-	2,582
- property, plant and equipment	-	331
- right-of-use assets	641	1,763
- trade and other receivables	(2,880)	927
Interest income and distribution income from cash and bank balances and short term funds	(1,310)	(1,054)
Interest expense and profit payment on borrowings	5,208	5,085
Inventories written off	-	23
Lease concessions	(6,724)	(5,704)
Loss on deregistration of a foreign subsidiary	-	50
Loss on disposal of other investment	-	27
Over-provision for restoration cost	-	(227)
Payables written off	-	(4,589)
Property, plant and equipment written off	93	254
Right-of-use assets written off	-	17
Share of (profit)/loss of an associate	(256)	100
Unrealised (gain)/loss on foreign exchange, net	(159)	(446)
Operating profit before changes in working capital	90,053	57,094
Changes in working capital		
Net change in current assets	7,054	29,854
Net change in current liabilities	9,549	(1,148)
Cash generated from/(used in) operations	106,656	85,800
Tax (paid)/refunded, net	(5,713)	(6,739)
Net cash from/(used in) operating activities	100,943	79,061
Cash flows from investing activities		
Interest received	1,310	1,054
(Placement)/Withdrawals of short term funds	(12,978)	(5,257)
Proceeds from disposal of property, plant and equipment	6,647	187
Proceeds from disposal of investment property	-	13,080
Proceeds from disposal of other investment	-	6
Proceeds from disposal of right-of-use asset	1,000	-
Proceeds from acquisition of equity interests by non-controlling interests	-	8
Purchase of intangible assets	-	(3)
Purchase of property, plant and equipment	(10,876)	(3,601)
Purchase of right-of-use assets	-	(89)
Purchase of investment properties	(407)	(19,467)
Purchase of bonds	(6,333)	-
Net cash from/(used in) investing activities	(21,637)	(14,082)
Cash flows from financing activities		
Interest paid and profit paid on borrowings	(2,604)	(2,140)
Dividends paid to owners of the parent	(14,070)	(7,835)
Dividends paid to non-controlling interests	(4,967)	(5,475)
Issuances of shares to non-controlling interests	1,575	-
Net financing/(repayments) of bank borrowings	(1,861)	441
Payments of lease liabilities	(22,616)	(22,841)
Repurchase of own shares	-	(6,893)
Net cash from/(used in) financing activities	(44,543)	(44,743)
Net changes in cash and cash equivalents	34,763	20,236
Cash and cash equivalents at beginning of financial year	97,800	77,644
Effects of exchange rate changes on cash and cash equivalents	1,294	(80)
Cash and cash equivalents at end of financial year	133,857	97,800

*(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 2021)*

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****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 2021.

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 2021.

**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 2021 except for the adoption of the following new accounting standards and amendments and interpretation:

**2.1 Standards of MFRS and Amendments effective for financial years beginning on or after 1 July 2021**

<b>Title</b>
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 <i>Interest Rate Benchmark Reform – Phase 2</i>
Amendments to MFRS 16 <i>Covid-19 – Related Rent Concessions beyond 30 June 2021</i>

The adoption of the above standards and amendments has no significant impact on the financial statements of the Group for the current quarter.

**2.2 Standards of MFRS and Amendments issued but not yet effective and not early adopted**

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>
Annual Improvements to MFRS Standards 2018 - 2020	1 July 2022
Amendments to MFRS 3 <i>Reference to the Conceptual Framework</i>	1 July 2022
Amendments to MFRS 116 <i>Property, Plant and Equipment - Proceeds before Intended Use</i>	1 July 2022
Amendments to MFRS 137 <i>Onerous Contracts - Cost of Fulfilling a Contract</i>	1 July 2022
Amendments to MFRS 101 <i>Classification of Liabilities as Current or Non-current</i>	1 July 2023
Amendments to MFRS 101 <i>Disclosure of Accounting Policies</i>	1 July 2023
Amendments to MFRS 108 <i>Definition of Accounting Estimates</i>	1 July 2023
MFRS 17 <i>Insurance Contracts</i>	1 July 2023
Amendments to MFRS 112 <i>Income Taxes Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 July 2023
Amendment to MFRS 17 <i>Initial Application of MFRS 17 and MFRS 9 - Comparative Information</i>	1 July 2023
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred



**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

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

**2.2 Standards of MFRS and Amendments issued but not yet effective and not early adopted (Cont'd)**

The Group and the Company are in the process of assessing the impact of implementing these Standards and Amendments in the year of initial application.

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

The business operations of the Group are generally dependent on the regional economy, consumer confidence and Government restrictions and policies on retail operations, as well as major festive seasons.

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

Other than the Covid-19 impact as disclosed in Note 15, there were no unusual items as a result of their nature, size or incidence that had affected this Interim Financial Report during the financial year.

**5. Material Changes in Estimation**

There were no changes in estimates of amounts reported in prior financial year that have a material effect in the current financial year.

**6. Debts and Equity Securities**

There were no issuance, cancellation, resale or repayments of debts and equity securities for the financial year ended 30 June 2022.

**7. Dividends Paid**

The dividends paid during the financial year ended 30 June 2022 are as follows:

	RM'000
In respect of the financial year ended 30 June 2022:	
- Single tier interim dividend of 2.00 sen per ordinary share, paid on 28 October 2021	4,020
- Single tier interim dividend of 2.00 sen per ordinary share, paid on 29 March 2022	4,020
- Single tier special dividend of 1.00 sen per ordinary share, paid on 29 March 2022	2,010
- Single tier interim dividend of 2.00 sen per ordinary share, paid on 16 June 2022	4,020
	<u>14,070</u>



**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

**8. Segmental Information**

The Group reported operating segments that are according to the nature of products and services which are requires different business and marketing strategies. The Group operates mainly in Malaysia, Singapore and Indonesia and the segmental analysis for the financial year ended 30 June 2022 are as follows:-

Financial year ended 30.06.2022	← Retailing →				Manufactur- ing	Investment and Property Development	Total Continuing Operations	Discontinuing Operations	Total
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Other Countries RM'000					
<b><u>Revenue</u></b>									
Total Revenue	184,432	131,860	12,149	2,126	13,088	67,283	410,938	36,246	447,184
Inter-segment revenue	-	-	-	-	(13,088)	(64,839)	(77,927)	-	(77,927)
Revenue from external customers	184,432	131,860	12,149	2,126	-	2,444	333,011	36,246	369,257
<b><u>Results</u></b>									
<b>Operating profit/(loss)</b>	40,489	19,312	3,376	(682)	(554)	(1,991)	59,950	6,072	66,022
Finance income	348	426	4	-	11	198	987	323	1,310
Finance costs	(1,345)	(1,015)	(2)	-	(14)	(2,490)	(4,866)	(342)	(5,208)
Net finance income/(expense)	(997)	(589)	2	-	(3)	(2,292)	(3,879)	(19)	(3,898)
Share of results of an associate	-	-	-	-	-	256	256	-	256
<b>Profit/(Loss) before tax</b>	39,492	18,723	3,378	(682)	(557)	(4,027)	56,327	6,053	62,380
<b>Segment assets</b>	165,304	138,971	7,875	200	22,424	242,120	576,894	63,961	640,855
<b>Segment liabilities</b>	52,432	72,007	710	84	2,323	74,473	202,029	7,866	209,895





**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

**8. Segmental Information (Cont'd)**

Financial year ended 30.06.2021	← Retailing →				Manufactur- ing RM'000	Investment and Property Development RM'000	Total Continuing Operations RM'000	Discontinuing Operations RM'000	Total RM'000
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Other Countries RM'000					
<b><u>Revenue</u></b>									
Total Revenue	149,789	83,780	15,957	10,180	15,880	38,483	314,069	27,838	341,907
Inter-segment revenue	-	-	-	-	(15,760)	(37,090)	(52,850)	-	(52,850)
Revenue from external customers	149,789	83,780	15,957	10,180	120	1,393	261,219	27,838	289,057
<b><u>Results</u></b>									
<b>Operating profit/(loss)</b>	13,538	9,437	(1,992)	3,404	839	(1,739)	23,487	1,278	24,765
Finance income	176	408	5	-	2	114	705	349	1,054
Finance costs	(1,960)	(711)	(3)	(1)	(14)	(1,956)	(4,645)	(440)	(5,085)
Net finance income/(expense)	(1,784)	(303)	2	(1)	(12)	(1,842)	(3,940)	(91)	(4,031)
Share of results of an associate	-	-	-	-	-	(100)	(100)	-	(100)
<b>Profit/(Loss) before tax</b>	11,754	9,134	(1,990)	3,403	827	(3,681)	19,447	1,187	20,634
<b>Segment assets</b>	127,713	114,218	10,766	616	23,007	241,168	517,488	60,286	577,774
<b>Segment liabilities</b>	43,697	56,948	1,101	65	956	77,127	179,894	9,171	189,065

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****9. Material Events Subsequent to the End of the Reporting Quarter**

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

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

There were no changes in the composition of the Group for the current quarter under review.

**11. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 June 2022 comprised of corporate guarantees given to financial institutions for credit facilities granted to certain subsidiaries amounting to RM159.1 million of which RM84.2 million have been utilised by these subsidiaries.

**12. Capital Commitments**

Capital commitments as at 30 June 2022 are as follows:

**Continuing operations**

Authorised and contracted for:  
Property, plant and equipment

RM'000

987

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

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

No.	Transacting party	Transacting related party	Interested directors, major shareholders and/or persons connected with them	Nature of transactions	Aggregate value transacted for the financial year ended 30.06.2022 RM'000
1.	Bonia Group	Speciale Eyewear Sdn. Bhd. (“SESB”)	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Purchase of eyewear from SESB	180
2.	Bonia Group	Speciale Eyewear Sdn. Bhd. (“SESB”)	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Receipt of rental income from SESB	33
3.	Bonia Group	Bonia International Holdings Pte. Ltd. (“BIH”)	Chiang Sang Sem and persons connected with him (including their family)	• Payment of <i>Bonia</i> and <i>Sembonia</i> trademark royalties to BIH	523

Save as disclosed above, there were no other RRPT during the financial year ended 30 June 2022.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****14. Fair Value of Financial Instruments**

The Group uses the following hierarchy for determining the fair value of financial instruments carried at fair value :

- (i) Level 1 : Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- (ii) Level 2 : Input other than quoted prices including within Level 1 that are observable for the assets and liabilities, either direct or indirect.
- (iii) Level 3 : Input for asset or liability that are not based on observable market data (unobservable inputs).

The following tables set out financial instruments carries at fair value and for which fair value is disclosed, together with their fair values and carrying amounts shown in the statements of financial position.

	<b>As at 30 June 2022</b>				
	<b>Fair Value of Financial Instruments Carried at Fair Value</b>				
<b>Continuing Operations</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Fair Value</b>	<b>Carrying Amount</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Financial Assets</b>					
<b>Fair value through profit or loss</b>					
- Short term funds	27,318	-	-	27,318	27,318
- Club memberships	-	-	1,105	1,105	1,105
- Bonds	6,339	-	-	6,339	6,339

	<b>As at 30 June 2022</b>				
	<b>Fair Value of Financial Instruments Carried at Fair Value</b>				
<b>Discontinuing Operations</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Fair Value</b>	<b>Carrying Amount</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Financial Assets</b>					
<b>Fair value through profit or loss</b>					
- Short term funds	14,396	-	-	14,396	14,396

There have been no transfers between the levels of the fair value hierarchy for the financial year ended 30 June 2022.

There were no gain or loss arising from fair value changes of the financial liabilities for the financial year ended 30 June 2022.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****15. Performance Review****15.1 Continuing Operations**

	Fourth Quarter Ended			Financial Year Ended		
	30/06/2022 RM'000	30/06/2021 RM'000	Changes +/(-) %	30/06/2022 RM'000	30/06/2021 RM'000	Changes +/(-) %
Revenue	101,143	52,289	93.4	333,011	261,219	27.5
Profit from operations	21,619	3,566	506.3	59,950	23,487	155.2
Interest income	427	160	166.9	987	705	40.0
Finance costs	(1,219)	(1,072)	13.7	(4,866)	(4,645)	4.8
Share of results of an associate	(18)	(54)	(66.7)	256	(100)	(356.0)
Profit before tax	20,809	2,600	700.3	56,327	19,447	189.6
Taxation	(4,091)	715	(672.2)	(8,880)	(4,138)	114.6
Profit for the period/year	16,718	3,315	404.3	47,447	15,309	209.9

**Current Quarter Performance**

The group revenue for the current quarter (4Q22) has increased by 93.4% to RM101.1 million from RM52.3 million. The higher revenue was primarily due to strong sales performance in conjunction with the Hari Raya Aidilfitri celebrations. In addition, the one-off special withdrawal of RM10,000 allowed by Employee Provident Fund (“EPF”) for eligible Malaysian in April 2022 has also contributed positively to the domestic consumption.

In contrast, there was a nationwide lockdown due to imposition of Movement Control Orders in the corresponding quarter started from 1 June 2021 through the quarter. All sectors were not allowed to operate except for essential economic and services sectors.

Profit before tax for the current quarter improved by 700.3% to RM20.8 million from RM2.6 million as a result of higher revenue and improving gross profit margin from 52% to 61% due to rationalisation of discount given and continuous products development.

**Year-To-Date Performance**

The group revenue for the 12-month financial year ended 30 June 2022 has increased by 27.5% to RM333.0 million from RM261.2 million. The Group recorded significantly lower revenue in 1Q22 due to the nationwide lockdown imposed in Malaysia but rebounded strongly for the subsequent 3 quarters as a result of reopening of economic activities, and the reinstatement of interstate and international travelling. The continuous brand building exercise and products development in launching trendy and fashionable products also contributed to the higher revenue.

Profit before tax for the 12-month financial year ended 30 June 2022 has increased by 189.6% to RM56.3 million from RM19.4 million primarily due to strong performance achieved in 2Q22 as a result of the reopening of economic activities in Malaysia and year-end festivities shopping. The momentum carried to 3Q22 and 4Q22 in conjunction with the Chinese New Year and Hari Raya Aidilfitri celebrations shopping respectively. The strong results from 2Q22 to 4Q22 offset the loss before tax incurred in 1Q22 due to the nationwide lockdown. The overall improvement in profit before tax during the financial period was due to the higher revenue achieved and improving gross profit margin from 52% to 58%.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****15. Performance Review (Cont'd)****15.2 Discontinuing Operations**

	Fourth Quarter Ended			Financial Year Ended		
	30/06/2022 RM'000	30/06/2021 RM'000	Changes +/-) %	30/06/2022 RM'000	30/06/2021 RM'000	Changes +/-) %
Revenue	14,953	5,829	156.5	36,246	27,838	30.2
Profit from operations	3,245	(997)	(425.5)	6,072	1,278	375.1
Interest income	83	91	(8.8)	323	349	(7.4)
Finance costs	(56)	(100)	(44.0)	(342)	(440)	(22.3)
Profit before tax	3,272	(1,006)	(425.5)	6,053	1,187	409.9
Taxation	(324)	(501)	(35.3)	(941)	(334)	181.7
Profit for the period/year	2,948	(1,507)	(295.6)	5,112	853	499.3

**Current Quarter Performance**

The increase in revenue of Sembonia Group during the quarter (4Q22) was primarily due to the Hari Raya celebrations shopping and also the impact of full operating quarter compared to corresponding period where nationwide lockdown started from 1 June 2021 through the quarter.

**Year-To-Date Performance**

The current 12-month revenue of Sembonia Group has increased by 30.2% from RM27.8 million to RM36.2 million. The discontinuing operations suffered a significantly lower revenue in 1Q22 due to the nationwide lockdown in Malaysia but this was offset with the strong rebound of revenue in the subsequent 3 quarters as a result of the reopening of economic activities, year-end festivities, Chinese New Year and Hari Raya celebrations. Overall, the discontinuing operations recorded higher profit before tax of RM6.1 million.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****15. Performance Review (Cont'd)****15.3 Performance of current quarter compared with immediate preceding quarter**

	Current Quarter Ended 30/06/2022			Preceding Quarter Ended 31/03/2022			Changes	
	Cont'g Operations RM'000	Discont. Operations RM'000	Total RM'000	Cont'g Operations RM'000	Discont. Operations RM'000	Total RM'000	Cont'g Operations +/(-)%	Discont. Operations +/(-)%
Revenue	101,143	14,953	116,096	86,820	8,704	95,524	16.5	71.8
Profit from operations	21,619	3,245	24,864	16,471	1,581	18,052	31.3	105.2
Interest income	427	83	510	256	68	324	66.8	22.1
Finance costs	(1,219)	(56)	(1,275)	(1,197)	(90)	(1,287)	1.8	(37.8)
Share of results of an associate	(18)	-	(18)	188	-	188	(109.6)	-
Profit before tax	20,809	3,272	24,081	15,718	1,559	17,277	32.4	109.9
Taxation	(4,091)	(324)	(4,415)	(2,214)	(242)	(2,456)	84.8	33.9
Profit for the period	16,718	2,948	19,666	13,504	1,317	14,821	23.8	123.8

**Continuing Operations**

The Group recorded higher revenue of RM101.1 million in 4Q22, as compared to RM86.8 million achieved in 3Q22. The higher revenue was primarily due to the strong sales during the Hari Raya Aidilfitri celebrations. On 1 April 2022, Malaysia has moved to Covid-19 endemic phase with less restrictions for businesses as well as the return of international travellers. The special one-off withdrawal of RM10,000 allowed for the EPF members from 20 April 2022 also led to higher disposable income to spend for Hari Raya celebrations.

The higher revenue in 4Q22 contributed to the higher profit before tax of RM20.8 million as compared to RM15.7 million achieved in 3Q22.

**Discontinuing Operations**

Similarly, the discontinuing operations recorded higher revenue of RM15.0 million in 4Q22 compared to RM8.7 million in 3Q22 primarily due to the Hari Raya festival shopping. The higher revenue also contributed to the higher profit before tax of RM3.3 million compared to RM1.6 million recorded in 3Q22.



**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

**16. Prospect**

Moving forward, the Group will continue to build its brand equity via product research and developments, launch of two new collections in a year (spring/summer and autumn/winter), collaborate with local and foreign celebrities, KOL and social influencers to create content that resemble our brands and to reach the target audience.

For offline channel, the Group will focus on opening of new boutiques at strategic locations and modernising boutique design concept to enhance the retail experience for customers.

For e-commerce channel, the Group will continue to invest in digital performance marketing to create digital content, generate traffic and sales for our own websites. The Group will also expand its presence to the regional market via the major marketplaces.

On the external front, the retail industry is still facing several headwinds in the short-term such as the rising prices of basic necessities and the increase of 50 basis points in the Overnight Policy Rate by Bank Negara. These external factors may affect the purchasing power of the consumers. Nevertheless, the continued expansion in domestic demand, the reopening of international borders and the improvement in labour market and income prospects are the key factors to support the growth in the retail industry.

The Board is cautiously optimistic for the next financial year as all the key markets where the Group operates in have moved to the Covid-19 endemic phase. The Group remains committed in the brand building exercise and product offerings to be the leading lifestyle brand.

**17. 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.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****18. Taxation**

	<b>Current Quarter 30.06.2022 RM'000</b>	<b>Year-to-date 30.06.2022 RM'000</b>
<b>Continuing Operations</b>		
<b>Current Taxation :</b>		
- Current year tax expense	5,323	12,365
- Over provision in prior years	(13)	(2,300)
	<u>5,310</u>	<u>10,065</u>
<b>Deferred Taxation :</b>		
- Origination and reversal of temporary differences	(1,071)	(987)
- Under/(Over) provision in prior years	(148)	(198)
	<u>(1,219)</u>	<u>(1,185)</u>
	<u><u>4,091</u></u>	<u><u>8,880</u></u>
<b>Discontinuing Operations</b>		
<b>Current Taxation :</b>		
- Current year tax expense	196	924
- Under provision in prior years	-	9
	<u>196</u>	<u>933</u>
<b>Deferred Taxation :</b>		
- Origination and reversal of temporary differences	81	(39)
- Under/(Over) provision in prior years	47	47
	<u>128</u>	<u>8</u>
	<u><u>324</u></u>	<u><u>941</u></u>

The tax charge of the Group for the current financial year reflects an effective tax rate which is lower than the statutory tax rate primarily due to utilisation of previously unrecognised tax losses of certain subsidiaries and tax allowances received from the Government of Singapore.

**19. Status of Corporate Proposals**

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

- (a) Proposals (i.e. Proposed Demerger and Proposed Listing, collectively) - as detailed in the Company's Circular to shareholders in relation to the Proposed Listing of SBG Holdings Sdn. Bhd. on the Leap Market of Bursa Malaysia Securities Berhad, dated 22 July 2021 (Note: The Company had obtained its shareholders' approval for the Proposed Listing at the Extraordinary General Meeting held on 11 August 2021); and
- (b) Proposed Share Buy-Back - as detailed in the Company's Circular to shareholders in relation to the Proposed Renewal of Shareholders' Mandate To Enable Bonia Corporation Berhad To Purchase Up To 10% Of Its Total Number Of Issued Shares, dated 29 October 2021 (Note: The Company had obtained its shareholders' approval for the Proposed Share Buy-Back at the Annual General Meeting held on 30 November 2021).



**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****20. Borrowings**

Borrowings of the Group as at 30 June 2022 are as follows:

<b>Continuing Operations</b>	<b>Current RM'000</b>	<b>Non-current RM'000</b>	<b>Total RM'000</b>
<i>Secured</i>			
Term loan	2,875	13,514	16,389
Term financing-i	2,287	56,659	58,946
	5,162	70,173	75,335
<i>Unsecured</i>			
Bankers' acceptance	350	-	350
Trust receipt	4,670	-	4,670
	5,020	-	5,020
Total borrowings	10,182	70,173	80,355

Borrowings denominated in foreign currency are as follows:

	<b>Foreign Currency '000</b>	<b>RM Equivalent '000</b>
Singapore Dollar	<u>3,969</u>	<u>12,579</u>

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****21. Notes to the Condensed Consolidated Statement of Comprehensive Income**

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

	Current Quarter Ended 30 June 2022			Financial Year Ended 30 June 2022		
	Continuing Operations RM'000	Discontinuing Operations RM'000	Total RM'000	Continuing Operations RM'000	Discontinuing Operations RM'000	Total RM'000
Amortisation of intangible assets	-	-	-	132	-	132
Amortisation of trademarks	347	-	347	1,382	-	1,382
Depreciation of property, plant and equipment	1,679	78	1,757	7,156	948	8,104
Depreciation of right-of-use assets	5,993	586	6,579	22,542	2,543	25,085
Fair value loss on other investment	7	-	7	28	-	28
(Gain)/Loss on disposal of property, plant and equipment	(3,136)	-	(3,136)	(3,210)	-	(3,210)
(Gain)/Loss on disposal of right-of-use asset	-	-	-	(376)	-	(376)
Fair value loss on investment properties	1,267	-	1,267	1,267	-	1,267
Impairment loss on right-of-use assets	-	641	641	-	641	641
Interest expense	1,219	56	1,275	4,866	342	5,208
Interest income and distribution income from short term funds	(427)	(83)	(510)	(987)	(323)	(1,310)
Lease concession	(190)	(9)	(199)	(6,140)	(584)	(6,724)
Net provision/(reversal) of impairment loss on trade and other receivables	(701)	58	(643)	(2,925)	45	(2,880)
Property, plant and equipment written off	49	-	49	93	-	93
Realised (gain)/loss on foreign exchange, net	(25)	1	(24)	181	3	184
Unrealised (gain)/loss on foreign exchange, net	(49)	(45)	(94)	(102)	(57)	(159)

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**

Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

**22. 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 Defendant 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**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022****22. Material Litigation (cont'd)**

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

On 26 February 2021, the Defendant's application for leave to appeal to the Federal Court on Enclosure 22 was dismissed and the matter was remitted to the High Court for trial.

The matter is fixed for Case Management in the High Court on 30 August 2022. The matter is fixed for trial on 14, 15, 26 to 28 September, 31 October and 5 to 8 December 2022.

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

**23. Dividends**

The Board is pleased to declare: (i) a single tier interim dividend of 2.00 sen per ordinary share; and (ii) a single tier special dividend of 10.00 sen per ordinary share for the financial year ended 30 June 2022 ("FY22"), payable on 30 September 2022 to the shareholders of the Company whose names appear in the Record of Depositors on 13 September 2022 (4Q2021: Nil).

This results in a total dividend declared of 19.00 sen per ordinary share for the financial year ended 30 June 2022 (FYE 2021: 4.00 sen per ordinary share).

**24. Earnings Per Share**

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

	Individual Quarter		Cumulative Quarter	
	30/06/2022	30/06/2021	30/06/2022	30/06/2021
	RM'000	RM'000	RM'000	RM'000
<b><i>Profit for the year</i></b>				
Profit attributable to owners of the parent:				
- Continuing operations	14,970	789	39,894	13,019
- Discontinuing operations	2,948	(1,507)	5,112	853
	<u>17,918</u>	<u>(718)</u>	<u>45,006</u>	<u>13,872</u>
<b><i>Number of ordinary shares</i></b>				
Weighted average number of ordinary shares ('000)				
	<u>200,995</u>	<u>200,995</u>	<u>200,995</u>	<u>194,965</u>
Basic earnings per share (sen):				
- Continuing operations	7.45	0.39	19.85	6.68
- Discontinuing operations	1.47	(0.75)	2.54	0.44
	<u>8.92</u>	<u>(0.36)</u>	<u>22.39</u>	<u>7.12</u>



**BONIA CORPORATION BERHAD**  
Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 JUNE 2022**

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

The Company's preceding Audited Financial Statements for the financial year ended 30 June 2021 did not contain any qualification.