



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2008</b>		
<b>CONDENSED CONSOLIDATED BALANCE SHEETS</b>		
	<b>Unaudited As At 30 Sep 2008 RM'000</b>	<b>Audited As At 30 Jun 2008 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	59,240	56,860
Investment properties	9,857	9,857
Prepaid lease payments for land	604	606
Intangible assets	4,878	4,878
Investments in associates	193	225
Other investments	592	590
Deferred tax assets	1,109	1,530
<b>Total non-current assets</b>	<b>76,473</b>	<b>74,546</b>
<b>CURRENT ASSETS</b>		
Inventories	59,448	58,623
Trade and other receivables	63,009	54,684
Current tax asset	3,483	2,119
Other investments	3,000	3,000
Cash and cash equivalents	63,562	67,997
<b>Total current assets</b>	<b>192,502</b>	<b>186,423</b>
Non-current asset classified as held for sale	4,400	4,400
	<b>196,902</b>	<b>190,823</b>
<b>TOTAL ASSETS</b>	<b>273,375</b>	<b>265,369</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	100,786	100,786
Reserves	69,441	63,309
<b>Total equity attributable to the holders of the parent</b>	<b>170,227</b>	<b>164,095</b>
<b>Minority interests</b>	<b>2,740</b>	<b>2,693</b>
<b>Total equity</b>	<b>172,967</b>	<b>166,788</b>
<b>NON-CURRENT LIABILITIES</b>		
Long Term borrowings	8,729	8,283
Deferred tax liabilities	371	316
<b>Total non-current liabilities</b>	<b>9,100</b>	<b>8,599</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	25,836	27,676
Bank borrowings	62,799	58,886
Current tax payable	2,673	3,420
<b>Total current liabilities</b>	<b>91,308</b>	<b>89,982</b>
<b>Total liabilities</b>	<b>100,408</b>	<b>98,581</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>273,375</b>	<b>265,369</b>
	-	-
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM)</b>	<b>0.84</b>	<b>0.81</b>

*(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 Sep 2008 RM'000	Preceding Year Corresponding Quarter 30 Sep 2007 RM'000	Current Year- To-Date 30 Sep 2008 RM'000	Preceding Year Corresponding Period 30 Sep 2007 RM'000
<b>Revenue</b>	<b>89,136</b>	<b>70,625</b>	<b>89,136</b>	<b>70,625</b>
Cost of sales	(40,830)	(30,247)	(40,830)	(30,247)
Gross profit	<b>48,306</b>	<b>40,378</b>	<b>48,306</b>	<b>40,378</b>
Selling and distribution expenses	(19,102)	(14,313)	(19,102)	(14,313)
General and administration expenses	(20,301)	(13,804)	(20,301)	(13,804)
Other operating income	1,000	829	1,000	829
<b>Profit from operations</b>	<b>9,903</b>	<b>13,090</b>	<b>9,903</b>	<b>13,090</b>
Finance costs	(1,315)	(1,251)	(1,315)	(1,251)
Share of results of associated company	(32)	37	(32)	37
<b>Profit before taxation</b>	<b>8,556</b>	<b>11,876</b>	<b>8,556</b>	<b>11,876</b>
Tax expense	(2,564)	(3,032)	(2,564)	(3,032)
<b>Profit for the period</b>	<b>5,992</b>	<b>8,844</b>	<b>5,992</b>	<b>8,844</b>
Attributable to :				
Equity holders of the parent	5,945	8,611	5,945	8,611
Minority interests	47	233	47	233
<b>Profit for the period</b>	<b>5,992</b>	<b>8,844</b>	<b>5,992</b>	<b>8,844</b>
Earnings per share attributable to equity holders of the parent : (Note B13)				
- Basic (sen)	2.95	4.37	2.95	4.37
- Diluted (sen)	2.95	4.30	2.95	4.30

*(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)*


**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	← Attributable to equity holders of the parent →					Minority interests RM'000	Total Equity RM'000
	Share Capital RM'000	Warrants RM'000	Non-Distributable Share Premium, Other Reserves RM'000	Distributable Retained Profits RM'000	Sub-total RM'000		
<b>At 1 July 2008</b>	100,786	-	2,705	60,604	164,095	2,693	166,788
Foreign currency translation gains	-	-	187	-	187	-	187
Gains recognised directly in equity	-	-	187	-	187	-	187
Profit for the period	-	-	-	5,945	5,945	47	5,992
<b>At 30 September 2008</b>	<b>100,786</b>	<b>-</b>	<b>2,892</b>	<b>66,549</b>	<b>170,227</b>	<b>2,740</b>	<b>172,967</b>
<b>At 1 July 2007</b>	97,922	195	1,632	36,985	136,734	2,440	139,174
Issue of ordinary shares pursuant to the exercise of : - Warrants	808	(54)	54	-	808	-	808
Foreign currency translation gains	-	-	244	-	244	-	244
Gains recognised directly in equity	-	-	244	-	244	-	244
Profit for the period	-	-	-	8,611	8,611	233	8,844
<b>At 30 September 2007</b>	<b>98,730</b>	<b>141</b>	<b>1,930</b>	<b>45,596</b>	<b>146,397</b>	<b>2,673</b>	<b>149,070</b>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2008**  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	<b>30 Sep 2008</b> <b>RM'000</b>	<b>30 Sep 2007</b> <b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	8,556	11,876
Adjustments for non-cash flow:		
Non-cash items	3,197	2,209
Share of results of associated companies	32	(37)
(Gain)/Loss on disposal of property, plant and equipment	(160)	-
Interest expense	1,148	905
Interest income	(7)	(12)
Profit received from fund trust accounts	(271)	(279)
Operating profit before changes in working capital	12,495	14,662
Changes in working capital		
Net change in current assets	(9,150)	(21,521)
Net change in current liabilities	(1,901)	5,755
<b>Cash generated from operations</b>	<b>1,444</b>	<b>(1,104)</b>
Tax paid	(4,199)	(745)
<b>Net cash from operating activities</b>	<b>(2,755)</b>	<b>(1,849)</b>
<b>Cash flows from investing activities</b>		
Interest received	7	12
Proceeds from disposal of property, plant and equipment	161	-
Purchase of property, plant and equipment	(5,575)	(3,125)
Profit received from fund trust accounts	271	279
Other Investments	(2)	(6)
Net cash used in investing activities	(5,138)	(2,840)
<b>Cash flows from financing activities</b>		
Interest paid	(1,148)	(905)
Net proceed / (repayment) of bank borrowings	1,928	(14,682)
Proceeds from issue of shares	-	808
Net cash (used in)/from financing activities	780	(14,779)
<b>Net increase in cash and cash equivalents</b>	<b>(7,113)</b>	<b>(19,468)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>64,642</b>	<b>62,501</b>
<b>Foreign exchange differences on opening balances</b>	<b>247</b>	<b>187</b>
<b>Cash and cash equivalents at end of period (Note A15)</b>	<b>57,776</b>	<b>43,220</b>

*(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2008)*



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

**NOTES TO INTERIM FINANCIAL REPORT**

**30 September 2008**

*(Unaudited)*

**A1. Accounting Policies**

The interim financial statements are unaudited and have been prepared in accordance with the requirement of Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and Chapter 9 paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 30 June 2008.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2008.

The significant accounting policies adopted by the Group in this Report are consistent with those used in the Audited Financial Statements of the Group for the financial year ended 30 June 2008.

**A2. Declaration of audit qualification**

There was no qualified report issued by the auditors in the financial statements of the Group for the financial year ended 30 June 2008.

**A3. Seasonality or Cyclicity of Interim Operations**

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

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no exceptional items or unusual events affecting assets, liabilities, equity, net income or cash flow of the Group in the quarterly financial statements under review.

**A5. Material Changes in Estimates**

There were no unusual items in the quarterly financial statements under review.

**A6. Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for current quarter under review.

**A7. Dividend Paid**

No dividend has been paid in the current quarter under review.

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****30 September 2008***(Unaudited)***A8. Segment Information**  
Business segments**3 months ended 30 Sept 2008**

	<b>Retailing RM'000</b>	<b>Manufac- turing RM'000</b>	<b>Investment and property development RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidation RM'000</b>
<b>Revenue</b>					
External sales	89,049	1	86	-	89,136
Inter-segment sales	-	3,849	3,836	(7,685)	-
Total revenue	89,049	3,850	3,922	(7,685)	89,136
<b>Results</b>					
Segment results	9,321	118	(783)	(68)	8,588
Share of results of associated Company					(32)
Profit before tax					8,556
Tax expense					(2,564)
Profit for the financial year					5,992
Attributable to:					
Equity holders of the parent					5,945
Minority interests					47
					5,992

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****30 September 2008***(Unaudited)***A8. Segment Information (continued)**  
Business segments (continued)**3 months ended 30 Sept 2007**

	<b>Retailing RM'000</b>	<b>Manufac- turing RM'000</b>	<b>Investment and property development RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidation RM'000</b>
<b>Revenue</b>					
External sales	70,495	-	130	-	70,625
Inter-segment sales	-	4,348	2,102	(6,450)	-
Total revenue	70,495	4,348	2,232	(6,450)	70,625
<b>Results</b>					
Segment results	13,940	101	(567)	(1,635)	11,839
Share of results of associated Company					37
Profit before tax					11,876
Tax expense					(3,032)
Profit for the financial year					8,844
Attributable to:					
Equity holders of the parent					8,611
Minority interests					233
					8,844

**A9. Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment if any, have been brought forward without amendment from the previous annual financial statements.

**A10. Material Events Subsequent to the End of the Interim Period**

There were no material events 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**

**30 September 2008**

*(Unaudited)*

**A11. Changes in the Composition of the Group**

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

A wholly-owned subsidiary company of Bonia Corporation Berhad, Kin Sheng Group Limited ("KSGL") had incorporated a wholly-owned subsidiary in the People's Republic of China known as Guangzhou Bonia Fashions Co., Limited ("GBFCL").

The registered capital of GBFCL is RMB5,000,000.00 and the paid-up of the said share capital has been fully paid. The intended principal activities of GBFCL are manufacturing, marketing and retailing of fashionable leatherwear, apparels and accessories.

**A12. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 September 2008 comprised of corporate guarantee given to financial institutions for credit facilities granted to certain subsidiary companies amounted to RM133.27 million of which utilised by these subsidiaries amounted to RM40.64 million.

**A13. Capital Commitments**

The amount of capital commitments as at 30 September 2008 is as follows:

	<b>RM'000</b>
Authorised and contracted for:	
Property, plant and equipment:	
- properties under construction	10,256
- others	7,619
	<u>17,875</u>





**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**

**30 September 2008**

(Unaudited)

**A14. Related Party Disclosures**

The aggregate value of the recurrent related party transactions conducted between the Company's subsidiaries with the related parties during the current quarter under review is as follows:-

No.	Transacting parties	Nature of transactions	Interested parties and nature of relationship	Amount transacted RM'000
1.	Cassardi International Co Ltd	<ul style="list-style-type: none"> <li>•Purchase of men's apparels</li> <li>•Payment of <i>Valentino Rudy</i> trademark royalty</li> </ul>	Note 1	586
2.	BBA International Co Ltd	Sales of fashionable goods	Note 2	349
3.	PT Super Prima	<ul style="list-style-type: none"> <li>• Sales of fashionable goods</li> <li>• Payment of permitted reimbursable expenses</li> </ul>	Note 3	1,521
4.	Bonia International Holdings Pte Ltd	Payment of <i>Bonia, Bonia Uomo, Carlo Rino and Sembonia</i> trademarks royalties	Note 4	422
5.	Long Bow Manufacturing (S) Pte Ltd	Payment of office rental	Note 5	50

**Notes:**

Note	Related Party	Relationship
1.	Cassardi International Co. Ltd.	A company in which a major shareholder of Apex Marble Sdn. Bhd. and VR Directions Sdn. Bhd., the subsidiaries, Siriwan Boonnamsap has substantial financial interests.
2.	BBA International Co. Ltd.	An associate company
3.	PT Super Prima	A company in which a Director of Banyan Sutera Sdn. Bhd., a subsidiary, Jonto Sunarso has substantial interests.
4.	Bonia International Holdings Pte. Ltd.	A company in which a Director of the Company has substantial financial interest.
5.	Long Bow Manufacturing (S) Pte. Ltd.	A company in which a Director of the Company has substantial financial interests.

Save as disclosed above, there were no recurrent related party transactions of revenue or trading nature during the current quarter under review.



**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**

**30 September 2008**

*(Unaudited)*

**A15. Cash and cash equivalents**

	<b>30 Sept 2008 RM'000</b>	<b>30 Sept 2007 RM'000</b>
Fixed deposits	42,657	33,642
Cash and bank balances	20,905	13,612
Bank overdrafts	(4,614)	(2,590)
	<hr/>	<hr/>
	58,948	44,664
Less: Fixed deposit pledged	(1,172)	(1,444)
	<hr/>	<hr/>
	57,776	43,220
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**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**

**30 September 2008**

*(Unaudited)*

**ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS**

**B1. Review of Performance of the Company and its Subsidiaries**

The Group's revenue for the 3 months ended 30 September 2008 increased by RM18.51 million or 26.21% over the corresponding cumulative quarter in the preceding year. The growth was mainly attributed to higher sales achieved from our nationwide Mega Sales and Hari Raya festive season during the current quarter under review. Revenue generated from overseas has also increased to 10.45 million from 8.55 million as recorded in the previous corresponding quarter .

The Group's profit before tax decreased to RM8.56 million from RM11.88 million in the previous corresponding quarter mainly due to higher advertising expenses, boutiques' rental, staff costs, new store expansion and higher operating costs incurred.

**B2. Comments on Material Changes in the Profit Before Taxation for the Quarter under Review as Compared with Immediate Preceding Quarter**

For the quarter under review, the Group recorded a profit before tax of RM8.56 million as compared to profit before tax of RM4.83 million in the preceding quarter ended 30 June 2008. The higher profit before tax for the current quarter under review is mainly due to higher sales generated during the current quarter under review.

**B3. Current Year Prospect**

Barring any unforeseen circumstance and assuming the present business sentiment continues, the Board of Directors expects the remaining financial year to be challenging.

**B4. Variance of Actual Profit from Forecast Profit**

Not applicable.

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****30 September 2008***(Unaudited)***B5. Taxation**

	<b>Current year to-date ended 30 Sept 2008 RM'000</b>	<b>Preceding year to-date ended 30 Sept 2007 RM'000</b>
Current year tax	2,094	3,397
Over provision in prior year	-	(39)
Deferred tax	470	(326)
	<u>2,564</u>	<u>3,032</u>

The tax charge for the Group reflects an effective tax rate which is higher than the statutory tax rate due mainly to tax losses of certain subsidiary companies for which deferred tax assets are not recognised due to uncertainty in availability of future profit for utilisation, and certain expenses which are not deductible for tax purposes.

**B6. Profit / (Loss) on Sale of Unquoted Investments and/or Properties**

There were no sales of unquoted investments or properties for the financial period under review.

**B7. Quoted Securities**

There were no purchases or disposals of quoted securities for the financial period under review.

**B8. Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of this announcement.



**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT**

**30 September 2008**

(Unaudited)

**B9. Group Borrowings**

The total Group borrowings and debts securities as follows:

	30 Sept 2008		30 June 2008	
	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000
<u>Secured</u>				
Bank overdrafts	108	-	655	-
Bankers' acceptances	2,484	-	6,275	-
Term loans	529	6,737	534	6,276
	<u>3,121</u>	<u>6,737</u>	<u>7,464</u>	<u>6,276</u>
<u>Unsecured</u>				
Bank overdrafts	4,506	-	1,528	-
Bankers' acceptances	22,587	-	17,972	-
Trust Receipt	1,558	-	1,052	-
Term loans	30,000	-	30,000	-
Hire purchase & lease	1,027	1,992	870	2,007
	<u>59,678</u>	<u>1,992</u>	<u>51,422</u>	<u>2,007</u>
Total	<u>62,799</u>	<u>8,729</u>	<u>58,886</u>	<u>8,283</u>

The above include borrowings denominated in foreign currency as follows:

	30 Sept 2008		30 June 2008	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Singapore Dollar</u>				
<u>Secured</u>				
Term Loan	679	1,636	684	1,641
<u>Unsecured</u>				
Trust Receipt	646	1,558	438	1,052
Hire purchase	307	740	303	727
	<u>953</u>	<u>2,298</u>	<u>741</u>	<u>1,779</u>
Total	<u>1,632</u>	<u>3,934</u>	<u>1,425</u>	<u>3,420</u>

**B10. Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments entered into by the Group as at the date of this report.

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****30 September 2008***(Unaudited)***B11. Material Litigation**

There was no material litigation pending at the date of this report.

**B12. Dividend**

No interim dividend has been declared for the current quarter under review.

**B13. Earnings Per Share**

The basic and diluted earnings per share has been calculated by dividing the Group's profit for the period by the number of ordinary shares in issue during the period.

**i) Profit for the period (basic & diluted)**

	Current year quarter 30 Sept 2008 RM'000	Preceding year quarter 30 Sept 2007 RM'000	Current year to-date 30 Sept 2008 RM'000	Preceding year period 30 Sept 2007 RM'000
Profit attributable to shareholders	5,945	8,611	5,945	8,611

**ii) Number of ordinary shares (basic)**

	Current year quarter 30 June 2008 '000	Preceding year quarter 30 June 2007 '000	Current year to-date 30 June 2008 '000	Preceding year period 30 June 2007 '000
Weighted average number of ordinary shares	201,572	196,920	201,572	196,920

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****30 September 2008***(Unaudited)***B13. Earnings Per Share (continued)****iii) Number of ordinary shares (diluted)**

	Current year quarter 30 Sept 2008 '000	Preceding year quarter 30 Sept 2007 '000	Current year to-date 30 Sept 2008 '000	Preceding year period 30 Sept 2007 '000
Weighted average number of ordinary shares	201,572	196,920	201,572	196,920
Effects of Warrants	-	3,230	-	3,230
Weighted average number of Ordinary shares (diluted)	201,572	200,150	201,572	200,150

By Order of the Board,  
**BONIA CORPORATION BERHAD**

**CHONG CHIN LOOK**  
Group Finance Director  
Kuala Lumpur  
24 November 2008