



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	<b>As At 30 Sep 2016 RM'000 (UNAUDITED)</b>	<b>As At 30 Jun 2016 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	190,707	193,618
Investment properties	32,801	32,801
Intangible assets	93,094	93,171
Investments in associates	378	392
Other investments	1,300	1,298
Deferred tax assets	2,002	2,113
Trade and other receivable	10,967	10,805
<b>Total non-current assets</b>	<b>331,249</b>	<b>334,198</b>
<b>CURRENT ASSETS</b>		
Inventories	149,881	149,426
Trade and other receivables	104,235	111,719
Current tax assets	7,436	7,092
Cash and cash equivalents	119,600	103,159
<b>Total current assets</b>	<b>381,152</b>	<b>371,396</b>
<b>Non-current Asset Classified As Held For Sale</b>	<b>-</b>	<b>4,136</b>
<b>TOTAL ASSETS</b>	<b>712,401</b>	<b>709,730</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	201,572	201,572
Reserves	218,710	204,662
<b>Total equity attributable to the owners of the parent</b>	<b>420,282</b>	<b>406,234</b>
<b>Non-controlling Interest</b>	<b>19,362</b>	<b>20,701</b>
<b>Total equity</b>	<b>439,644</b>	<b>426,935</b>
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	102,823	106,322
Trade and other payables	6,741	17,404
Provision for restoration costs	2,822	2,809
Deferred tax liabilities	7,149	6,859
<b>Total non-current liabilities</b>	<b>119,535</b>	<b>133,394</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	98,809	98,198
Bank borrowings	51,217	48,339
Provision for restoration costs	51	87
Current tax payables	3,145	2,777
<b>Total current liabilities</b>	<b>153,222</b>	<b>149,401</b>
<b>Total liabilities</b>	<b>272,757</b>	<b>282,795</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>712,401</b>	<b>709,730</b>
	<b>-</b>	<b>-</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>	<b>0.52</b>	<b>0.50</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report of the Group for the financial year ended 30 June 2016)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 Sep 2016 RM'000	Preceding Year Corresponding Quarter 30 Sep 2015 RM'000	Current Year- To-Date 30 Sep 2016 RM'000	Preceding Year Corresponding Period 30 Sep 2015 RM'000
<b>Revenue</b>	<b>137,181</b>	<b>164,711</b>	<b>137,181</b>	<b>164,711</b>
Cost of sales	(57,077)	(75,131)	(57,077)	(75,131)
Gross profit	<b>80,104</b>	<b>89,580</b>	<b>80,104</b>	<b>89,580</b>
Selling and distribution expenses	(42,538)	(46,865)	(42,538)	(46,865)
General and administration expenses	(27,260)	(29,510)	(27,260)	(29,510)
Other operating income	6,266	3,029	6,266	3,029
<b>Profit from operations</b>	<b>16,572</b>	<b>16,234</b>	<b>16,572</b>	<b>16,234</b>
Finance costs	(2,798)	(2,584)	(2,798)	(2,584)
Share of results of associates	(14)	2	(14)	2
<b>Profit before tax</b>	<b>13,760</b>	<b>13,652</b>	<b>13,760</b>	<b>13,652</b>
Taxation	(4,046)	(4,312)	(4,046)	(4,312)
<b>Profit for the period</b>	<b>9,714</b>	<b>9,340</b>	<b>9,714</b>	<b>9,340</b>
Other comprehensive income				
Fair value loss on available-for-sale financial assets	(7)	-	(7)	-
Foreign currency exchange differences arising from consolidation	6,120	3,493	6,120	3,493
<b>Total comprehensive income for the period</b>	<b>15,827</b>	<b>12,833</b>	<b>15,827</b>	<b>12,833</b>
<b>Profit attributable to :</b>				
Owners of the parent	8,146	8,874	8,146	8,874
Non-controlling Interests	1,568	466	1,568	466
	<b>9,714</b>	<b>9,340</b>	<b>9,714</b>	<b>9,340</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent	14,048	11,843	14,048	11,843
Non-controlling Interests	1,779	990	1,779	990
	<b>15,827</b>	<b>12,833</b>	<b>15,827</b>	<b>12,833</b>
Net earnings per share attributable to owners of the parent (Note 25)				
- Basic (sen)	1.01	1.10	1.01	1.10

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report of the Group for the financial year ended 30 June 2016)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	←——— Attributable to owners of the parent ———→					Non- controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Available-for- sale Reserve RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Sub-total RM'000		
<b>At 1 July 2016</b>	201,572	(37)	7,715	196,984	406,234	20,701	426,935
Profit for the financial year	-	-	-	8,146	8,146	1,568	9,714
Fair value changes in available-for-sale financial assets	-	(7)	-	-	(7)	-	(7)
Foreign currency translations	-	-	5,909	-	5,909	211	6,120
<b>Total comprehensive income for the period</b>	-	(7)	5,909	8,146	14,048	1,779	15,827
Transaction with owners:							
Dividend paid to non-controlling interests of subsidiary	-	-	-	-	-	(3,118)	(3,118)
<b>Total transactions with owners</b>	-	-	-	-	-	(3,118)	(3,118)
<b>At 30 September 2016</b>	<b>201,572</b>	<b>(44)</b>	<b>13,624</b>	<b>205,130</b>	<b>420,282</b>	<b>19,362</b>	<b>439,644</b>
<b>At 1 July 2015</b>	201,572	(12)	3,745	182,211	387,516	16,789	404,305
Profit for the financial year	-	-	-	8,874	8,874	466	9,340
Foreign currency translations	-	-	2,969	-	2,969	524	3,493
<b>Total comprehensive income for the period</b>	-	-	2,969	8,874	11,843	990	12,833
Transaction with owners:							
Dividend paid to non-controlling interests of subsidiary	-	-	-	-	-	(1,812)	(1,812)
<b>Total transactions with owners</b>	-	-	-	-	-	(1,812)	(1,812)
<b>At 30 September 2015</b>	<b>201,572</b>	<b>(12)</b>	<b>6,714</b>	<b>191,085</b>	<b>399,359</b>	<b>15,967</b>	<b>415,326</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report of the Group for the financial year ended 30 June 2016)*



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2016</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS</b>		
	<b>30 Sep 2016</b>	<b>30 Sep 2015</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	13,760	13,652
Adjustments for non-cash flow:		
Amortisation of trademarks	344	335
Accretion of non-current other payable	163	109
Bad debts written off	342	-
Depreciation of property, plant and equipment	4,999	5,344
Gain on disposal of property, plant and equipment	(3,141)	(5)
Impairment loss on :-		
- trade and other receivables	-	31
- amounts owing by associates	-	432
Interest expense	1,881	1,729
Interest income	(686)	(154)
Properties, plant and equipment written off	64	89
Share of loss/(gain) of associates	14	(2)
Unwinding of discount on provision for restoration costs	1	4
Unrealised gain on foreign exchange, net	(1,024)	(1,502)
<b>Operating profit before changes in working capital</b>	<b>16,717</b>	<b>20,062</b>
Changes in working capital		
Net change in current assets	8,765	(4,347)
Net change in current liabilities	(11,527)	24,160
<b>Cash generated from operations</b>	<b>13,955</b>	<b>39,875</b>
Tax paid	(3,664)	(5,384)
Net cash from operating activities	10,291	34,491
<b>Cash flows used in investing activities</b>		
Interest received	686	154
Advances to associates	-	(1,863)
Replacements of deposits pledged to licensed banks	(1)	-
Proceeds from disposal of property, plant and equipment	7,397	5
Purchase of Trademarks	-	(8,724)
Purchase of property, plant and equipment	(1,714)	(8,573)
Net cash from/(used in) investing activities	6,368	(19,001)
<b>Cash flows used in financing activities</b>		
Interest paid	(1,881)	(1,729)
Dividends paid to non-controlling interests	(3,119)	(1,812)
Net financing from bank borrowings	(394)	2,547
Net cash used in financing activities	(5,394)	(994)
<b>Net increase in cash and cash equivalents</b>	<b>11,265</b>	<b>14,496</b>
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>98,201</b>	<b>71,679</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>5,717</b>	<b>960</b>
<b>Cash and cash equivalents at end of the financial year (Note A16)</b>	<b>115,183</b>	<b>87,135</b>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report of the Group for the financial year ended 30 June 2016)*



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**1. Basis of Preparation**

This Interim Financial Report is unaudited and have 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. This Report also complies 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 2016.

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 2016.

**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 2016.

The Group has not adopted the following new/revised MFRSs, Amendments to MFRSs and Interpretation that were in issue but not yet effective:

***MFRS and Amendments effective for financial periods beginning on or after 1 January 2016***

MFRS 14	<i>Regulatory Deferral Accounts</i>	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128	<i>Investment Entities : Applying the Consolidation Exception</i>	1 January 2016
Amendments to MFRS 101	<i>Disclosure Initiative</i>	1 January 2016
Amendments to MFRS 116 and MFRS 138	<i>Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to MFRS 11	<i>Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
Amendments to MFRS 116 and MFRS 141	<i>Agriculture: Bearer Plants</i>	1 January 2016
Amendments to MFRS 127	<i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to MFRSs	<i>Annual Improvements to 2012-2014 Cycle</i>	1 January 2016
Amendments to MFRS 112	<i>Recognition of Deferred Tax Assets for Unrealised Losses</i>	1 January 2017
Amendments to MFRS 107	<i>Disclosure Initiative</i>	1 January 2017
MFRS 15	<i>Revenue from Contracts with Customers</i>	1 January 2018
Clarification to MFRS 15		1 January 2018
MFRS 9	<i>Financial Instruments (IFRS as issued by IASB in July 2014)</i>	1 January 2018
MFRS 16	<i>Leases</i>	1 January 2019
Amendments to MFRS 10 and MFRS 128	<i>Sale or Contribution of Assets between an Investor and its associates or Joint Venture</i>	Deferred

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



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**3. 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.

**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 2016.

**5. Debts and Equity Securities**

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

**6. Status of Corporate Proposals**

There were no corporate proposals announced but not completed 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 2016 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 has been issued by the Group previously in any public document.

Following the Company's announcement on the Deed of Amendment in respect of the Sale and Purchase Agreement dated 29 January 2016 on the Acquisition of 100% equity interest in IBB Pte Ltd by Jeco (Pte) Limited, from Helgo Neugebauer (vendor) for a cash consideration of SGD6,000,000 dated 22 September 2016, the guaranteed Profit After Tax ("PAT") for the financial period of 1 January 2016 to 31 December 2016 and 1 January 2017 to 31 December 2017 respectively as warranted by the vendor has been deleted in its entirety from the relevant Sale and Purchase Agreement.

**9. Dividend**

The Directors did not declare any interim dividend in respect of the financial quarter ended 30 September 2016.

The single tier final dividend of 5% or 1.25 sen per ordinary share of 25.0 sen each, amounting to RM10,078,593 in respect of the financial year ended on 30 June 2016, has been approved by the shareholders during the 25<sup>th</sup> Annual General Meeting held on 22 November 2016 and payment will be made on 15 December 2016.



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**10. Segmental Information - Operating Segments**

**Results for 3 months ended 30 September 2016  
(current quarter)**

	Retailing RM'000	Manufac- turing RM'000	Investment and property development RM'000	Elimination RM'000	Consolidation RM'000
<i>Revenue</i>					
External revenue	135,980	981	220	-	137,181
Inter-segment revenue	-	7,013	17,044	(24,057)	-
Total revenue	<u>135,980</u>	<u>7,994</u>	<u>17,264</u>	<u>(24,057)</u>	<u>137,181</u>
<i>Results</i>					
Operating results	15,244	313	8,197	(8,785)	14,969
Interest income	543	-	143	-	686
Interest expense	(561)	(115)	(1,205)	-	(1,881)
Share of results of associates	-	-	(14)	-	(14)
Segment results	<u>15,226</u>	<u>198</u>	<u>7,121</u>	<u>(8,785)</u>	<u>13,760</u>
Tax expense					(4,046)
Profit for the current quarter					<u>9,714</u>

**Results for 3 months ended 30 September 2015  
(corresponding quarter of preceding year)**

	Retailing RM'000	Manufac- turing RM'000	Investment and property development RM'000	Elimination RM'000	Consolidation RM'000
<i>Revenue</i>					
External revenue	163,843	581	287	-	164,711
Inter-segment revenue	-	5,820	13,459	(19,279)	-
Total revenue	<u>163,843</u>	<u>6,401</u>	<u>13,746</u>	<u>(19,279)</u>	<u>164,711</u>
<i>Results</i>					
Operating results	15,456	268	4,380	(4,879)	15,225
Interest income	25	-	129	-	154
Interest expense	(446)	(116)	(1,167)	-	(1,729)
Share of results of associates	-	-	2	-	2
Segment results	<u>15,035</u>	<u>152</u>	<u>3,344</u>	<u>(4,879)</u>	<u>13,652</u>
Tax expense					(4,312)
Profit for the current quarter					<u>9,340</u>



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

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

*1Q17 vs. 1Q16*

For the current quarter, the Group reported a marginally higher profit before taxation (“PBT”) of RM13.76 million as compared to the PBT of RM13.65 million reported for 1Q16.

Despite the revenue had decreased 16.7% to RM137.18 million as compared to RM164.71 million reported for 1Q16, PBT was marginally higher due to gain on disposal of a property amounting to RM2.99 million. Excluding this gain on disposal of a property, the Group would have recorded a PBT of RM10.77 million as compared to RM13.65 million in the preceding year.

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

*1Q17 vs. 4Q16*

For the current quarter under review, the Group posted a PBT of RM13.76 million as compared to RM9.07 million in the preceding quarter ended 30 June 2016.

The increase in PBT was attributable to gain on disposal of a property amounting to RM2.99 million during the current quarter under review. Excluding this gain on disposal of a property, the Group would have recorded a PBT of RM10.77. The revenue for the current quarter under review had decreased by RM22.65 million or 14.2% to RM137.18 million as compared to RM159.83 million reported in the preceding quarter. The operating expenses had also reduced to RM 72.60 million as compared to RM 80.11 million incurred in 4Q16.

A lower PBT in 4Q16 also attributable to impairment losses arising from fair value adjustments on investment property and property, plant and equipment amounting to RM2.66 million and RM1.23 million respectively. In addition, there are impairment losses of trade receivables of RM1.37 million and write off of inventories of RM0.08 million respectively. Excluding these impairment losses and write off, the Group would have recorded a PBT of RM14.41 million.

**13. Prospect**

The retail sector has becoming more challenging due to rising costs of doing business, weakening Ringgit has driven up the merchandise costs. The rising cost of living and weaker Ringgit has deteriorated the consumer spending power. Weak commodity prices which the country is based upon, has also negatively affecting consumer sentiments.

Giving the uncertain economic outlook, the Group’s prospects for the remaining financial year are expected to be challenging. With the continue increase in the merchandise costs due to the weakened Ringgit, the Group will continue to monitor its operating costs and cautiously adjust its selling price to cope with falling gross margin. The Group will also embark on business consolidation by closing down of non-performing outlets, cost saving and rationalisation of business direction to increase efficiency and productivity as well as cessation of certain underperforming licensed brands under the Group’s portfolio.

Moving forward, the Group will focus and channel the resources on house brands namely, Bonia, Braun Buffel, Carlo Rino and Sembonia as well as continue its expansion plan in overseas markets, in particularly Indonesia and some Middle East countries.





**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**14. 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

**15. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 September 2016 comprised of corporate guarantee given to financial institutions for credit facilities granted to certain subsidiaries amounted to RM325.46 million of which utilised by these subsidiaries amounted to RM138.89 million.

**16. Capital Commitments**

The amount of capital commitments as at 30 September 2016 is as follows:

	RM'000
Authorised and contracted for:	
Property, plant and equipment:	
- Others	850
- Renovation for offices and warehouses	245
	<u>1,095</u>

**17. Cash and Cash equivalents**

	30.09.2016 RM'000	30.09.2015 RM'000
Cash and bank balances	87,088	89,726
Fixed deposits with licensed banks	8,212	860
Short term placements with licensed banks	24,300	-
Bank overdrafts	(3,534)	(2,592)
	<u>116,066</u>	<u>87,994</u>
Less: Fixed deposit pledged	(883)	(859)
	<u>115,183</u>	<u>87,135</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.



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**18. Taxation**

	Current year to-date ended 30.09.2016 RM'000	Preceding year to-date ended 30.09.2015 RM'000
Current year tax expense	3,088	4,243
Under/(Over) provision in prior year	-	-
Deferred tax expense	958	69
	4,046	4,312

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. Recurrent Related Party Transactions**

19.1 The aggregate value of the recurrent related party transactions (“RRPT”) conducted between the transacting subsidiaries of the Company (collectively, “Bonia Group”) with the related parties during the current financial period under review 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 Proposed RRPT Mandate pursuant to Circular to Shareholders dated 29.10.2015 duly approved at the 24th AGM held on 25.11.2015 RM'000	Actual aggregate value transacted from 25.11.2015 up to 30.09.16 RM'000
1.	Bonia Group	Bonia International Holdings Pte. Ltd.	Chiang Sang Sem and persons connected with him (including their family)	<ul style="list-style-type: none"> <li>• Payment of <i>Bonia</i>, <i>Carlo Rino</i>, <i>Sembonia</i> and <i>CR2</i> trademarks royalties</li> </ul>	4,600	2,685
2.	Bonia Group	Long Bow Manufacturing (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)	<ul style="list-style-type: none"> <li>• Payment of office and warehouse rental</li> </ul>	2,000	1,538
3.	Bonia Group	Cassardi International Co. Ltd.	Boonnam Boonnamsap (a major shareholder of Bonia’s subsidiary) and persons connected with him (including their family)	<ul style="list-style-type: none"> <li>• Purchase of men’s apparels</li> <li>• Payment of <i>Valentino Rudy</i> trademark royalty</li> </ul>	N/A	478

19.2 The actual value transacted up to 30 September 2016 did not exceed the estimated aggregate value during the validity period of the existing shareholdings’ mandate obtained on 25 November 2015 by 10% or more.

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



**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2016**

**20. Group Borrowings**

The total Group borrowings and debts securities were as follows:

	30.09.2016		30.06.2016	
	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000
<i>Conventional financing facilities</i>				
<i>- Secured</i>				
Bank overdrafts	-	-	386	-
Bankers' acceptances	3,279	-	6,665	-
Hire-purchase & lease creditors	282	544	298	295
Term loans	14,239	69,221	14,525	72,309
	<u>17,800</u>	<u>69,765</u>	<u>21,874</u>	<u>72,604</u>
<i>Islamic financing facilities -</i>				
<i>Secured</i>				
Bank overdrafts	-	-	488	-
Bankers' acceptances	-	-	2,476	-
Term financing-i	3,359	33,058	2,980	33,718
	<u>3,359</u>	<u>33,058</u>	<u>5,944</u>	<u>33,718</u>
<i>Total secured borrowings</i>	<u>21,159</u>	<u>102,823</u>	<u>27,818</u>	<u>106,322</u>
<i>Conventional financing facilities</i>				
<i>- Unsecured</i>				
Bank overdrafts	1,807	-	1,509	-
Bankers' acceptances	13,428	-	6,110	-
Trust Receipt	9,167	-	7,923	-
Term loans	-	-	560	-
	<u>24,402</u>	<u>-</u>	<u>16,102</u>	<u>-</u>
<i>Islamic financing facilities -</i>				
<i>Unsecured</i>				
Bank overdrafts	1,727	-	1,704	-
Bankers' acceptances	3,929	-	2,715	-
	<u>5,656</u>	<u>-</u>	<u>4,419</u>	<u>-</u>
<i>Total unsecured borrowings</i>	<u>30,058</u>	<u>-</u>	<u>20,521</u>	<u>-</u>
<b>Total</b>	<u>51,217</u>	<u>102,823</u>	<u>48,339</u>	<u>106,322</u>



**NOTES TO INTERIM FINANCIAL REPORT  
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**20. Group Borrowings (cont'd)**

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

	30.09.2016		30.06.2016	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Singapore Dollar</u>				
<u>Secured</u>				
Hire-purchase & lease creditors	117	355	14	43
Term Loan	3,306	10,014	4,000	11,954
Trust Receipt	86	260	988	2,952
	<u>3,509</u>	<u>10,629</u>	<u>5,002</u>	<u>14,949</u>
<u>Vietnamese Dong</u>				
<u>Secured</u>				
Term Loan	10,673,019	2,013	9,999,958	1,838
	<u>10,673,019</u>	<u>2,013</u>	<u>9,999,958</u>	<u>1,838</u>
<u>Singapore Dollar</u>				
<u>Unsecured</u>				
Bank overdraft	-	-	-	-
Term Loan	-	-	187	560
Trust Receipt	2,940	8,906	1,663	4,970
	<u>2,940</u>	<u>8,906</u>	<u>1,850</u>	<u>5,530</u>
<u>U.S. Dollar</u>				
<u>Unsecured</u>				
Bankers' acceptances	1,160	4,797	725	2,915
	<u>1,160</u>	<u>4,797</u>	<u>725</u>	<u>2,915</u>
Total		<u>26,345</u>		<u>25,232</u>

**21. Realised and Unrealised Profits Disclosure**

The breakdown of the retained profits of the Group as at 30 September 2016, into realised and unrealised profits is prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and the directive of Bursa Malaysia Securities Berhad.

	As at 30.09.2016 RM'000	As at 30.06.2016 RM'000
Total retained profits of Bonia Corporation Berhad and its subsidiaries		
- Realised	233,696	224,904
- Unrealised	823	1,716
Total share of retained profits from associated companies		
- Realised	70	84
	<u>234,589</u>	<u>226,704</u>
Less : Consolidation adjustments	(29,459)	(29,720)
Total Group retained profits	<u>205,130</u>	<u>196,984</u>



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**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.

CRG Incorporated Sdn Bhd (“CRG”), a wholly-owned subsidiary of BCB, has incorporated a wholly-owned subsidiary company in Vietnam known as CRR Vietnam Co., Ltd (“CRR”). The relevant Investment Registration Certificate issued by the Department of Planning and Investment of Socialist Republic of Vietnam on 18 July 2016, was received by CRG on 27 July 2016.

The investment capital and contributed capital of CRR are VND4,500,000,000 (equivalent to RM823,500) and VND1,125,000,000 (equivalent to RM205,875) respectively. The intended business activities of CRR is to engage in management consultancy activities and to implement the right of import, distribution, wholesale of goods in Vietnam.

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

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

**24. Material Litigation**

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

Further to the announcement on the quarterly results (under Note B12) made on 22 November 2013, the civil suit filed in the High Court of Malaya at Kuala Lumpur against the Defendant, by the 60% owned subsidiaries of the Company, the Plaintiffs filed a Notice of Appeal on 9 April 2013 against part of the decision of the High Court dated 27 March 2013 in connection with the service of Writ of Summons and Statement of Claim on the Defendant. The Defendant also filed a Notice of Appeal against part of the decision of the High Court dated 27 March 2013 in connection with jurisdiction and forum.

On the hearing date of 8 July 2013, the Court of Appeal allowed the Defendant’s appeal with costs of RM10,000 and the Plaintiffs’ appeal was accordingly withdrawn with no order as to costs as it was no longer sustainable.

After discussing with their legal advisers, the Plaintiffs (also referred to as “Applicants”) had on 7 August 2013, filed a Notice of Motion in the Federal Court for the following orders:-

- (i) the Applicants be granted leave to appeal to the Federal Court against the whole of the decision of the Court of Appeal given on the 8 July 2013 in Civil Appeal No. W-02(IM)(NCVC)-797-04/2013 pursuant to Sections 96 and 97 of the Courts of Judicature Act, 1964 read with Rules 55, 107 and/or 108 of the Federal Court Rules, 1995 and/or the inherent jurisdiction of the Federal Court.
- (ii) in the event that leave to appeal is granted by the Federal Court, the Applicants be granted leave to file and serve a Notice of Appeal to the Federal Court within 7 days from the date of the order pursuant to Rule 108 of the Federal Court Rules, 1995.
- (iii) the costs of the application filed by the Applicants be costs in the cause.
- (iv) such further or other relief of the Federal Court may deem fit.

Leave to appeal to the Federal Court was granted on 29<sup>th</sup> January 2015.

On the hearing date of 9 November 2015, the Federal Court allowed the Applicants’ appeal and set aside the Court of Appeal’s Order dated 8 July 2013 in whole, thereby reversing the Court of Appeal’s decision that the High Court has no jurisdiction over Leong Tat Yan.

The Plaintiffs had on 31 October 2016 filed a Writ of Summons and served on the Defendant on 2 November 2016.

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



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**25. Earnings Per Share**

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

**Profit for the period (basic)**

	Current year quarter 30.09.2016 RM'000	Preceding year quarter 30.09.2015 RM'000	Current year to-date 30.09.2016 RM'000	Preceding year period 30.09.2015 RM'000
Profit attributable to equity holders of the parent	8,146	8,874	8,146	8,874

**Number of ordinary shares (basic)**

	Current year quarter 30.09.2016 '000	Preceding year quarter 30.09.2015 '000	Current year to-date 30.09.2016 '000	Preceding year period 30.09.2015 '000
Weighted average number of ordinary shares	806,287	806,287	806,287	806,287

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

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

	3 months ended	
	30.09.2016 RM'000	30.09.2015 RM'000
Interest income	(686)	(154)
Other income including investment income <sup>(1)</sup>	(6,266)	(3,029)
Interest expense	1,881	1,729
Depreciation of property, plant and equipment	4,999	5,344
Amortisation of trademarks	344	335
Provision for and write off of receivables	342	31
Provision for and write off of inventories	-	-
Gain or loss on disposal of properties, plant and equipment	(3,141)	(5)
Gain or loss on disposal of quoted and/or unquoted investments	-	-
Foreign exchange (gain) or loss	(851)	(1,849)
Gain or loss on derivatives <sup>(2)</sup>	-	-
PPE written off	64	89
Exceptional items	-	-

Notes:

(1) Including interest income and forex gain

(2) There were no derivative financial instruments as at the end of the financial quarter under review



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**26. Notes to the Condensed Consolidated Statement of Comprehensive Income (cont'd)**

- 26.2 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.

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

**CHONG CHIN LOOK**  
Group Finance Director  
Kuala Lumpur  
28 November 2016