



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2014</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	<b>As At 30 Jun 2014 RM'000 (UNAUDITED)</b>	<b>As At 30 Jun 2013 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	108,417	84,352
Investment properties	104,326	47,132
Intangible assets	70,063	66,467
Investments in associates	658	2
Other investments	1,099	1,168
Deferred tax assets	2,936	1,630
<b>Total non-current assets</b>	<b>287,499</b>	<b>200,751</b>
<b>CURRENT ASSETS</b>		
Inventories	144,620	110,280
Trade and other receivables	111,699	105,384
Current tax assets	880	735
Cash and cash equivalents	69,629	75,846
<b>Total current assets</b>	<b>326,828</b>	<b>292,245</b>
<b>TOTAL ASSETS</b>	<b>614,327</b>	<b>492,996</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	100,786	100,786
Reserves	247,679	201,597
Treasury shares	(1,706)	-
<b>Total equity attributable to the owners of the parent</b>	<b>346,759</b>	<b>302,383</b>
<b>Non-controlling Interest</b>	<b>14,146</b>	<b>13,120</b>
<b>Total equity</b>	<b>360,905</b>	<b>315,503</b>
<b>NON-CURRENT LIABILITIES</b>		
Trade and other payables	4,982	5,533
Long term borrowings	105,111	51,564
Provision for restoration costs	1,393	222
Deferred tax liabilities	6,787	7,284
<b>Total non-current liabilities</b>	<b>118,273</b>	<b>64,603</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	87,105	75,482
Provision for restoration costs	345	-
Bank borrowings	40,403	29,281
Current tax payables	7,296	8,127
<b>Total current liabilities</b>	<b>135,149</b>	<b>112,890</b>
<b>Total liabilities</b>	<b>253,422</b>	<b>177,493</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>614,327</b>	<b>492,996</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>		
A	1.72	1.50
B	0.43	0.38

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2013)*

Notes :-

A The computations for NA per share is based on 201,571,000 issued shares, before the Bonus Issue and Share Split.

B The computations for NA per share is based on 806,287,400 issued shares, after the Bonus Issue and Share Split completed on 23rd July 2014.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2014**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30 Jun 2014 RM'000	Preceding Year Corresponding Quarter 30 Jun 2013 RM'000	Current Year- To-Date 30 Jun 2014 RM'000	Preceding Year Corresponding Period 30 Jun 2013 RM'000
<b>Revenue</b>	<b>165,859</b>	<b>154,678</b>	<b>691,608</b>	<b>632,318</b>
Cost of sales	(65,509)	(58,612)	(269,333)	(246,702)
<b>Gross profit</b>	<b>100,350</b>	<b>96,066</b>	<b>422,275</b>	<b>385,616</b>
Selling and distribution expenses	(48,635)	(52,914)	(204,834)	(191,177)
General and administration expenses	(39,293)	(30,447)	(131,476)	(121,853)
Other operating income	1,193	3,062	7,444	6,773
<b>Profit from operations</b>	<b>13,615</b>	<b>15,767</b>	<b>93,409</b>	<b>79,359</b>
Finance costs	(2,239)	(2,493)	(8,085)	(7,499)
Share of results of associates	-	-	(1)	(1)
<b>Profit before tax</b>	<b>11,376</b>	<b>13,274</b>	<b>85,323</b>	<b>71,859</b>
Taxation	(1,937)	(5,540)	(24,446)	(24,291)
<b>Profit for the period</b>	<b>9,439</b>	<b>7,734</b>	<b>60,877</b>	<b>47,568</b>
Other comprehensive income				
Foreign currency exchange differences arising from consolidation	(784)	(268)	904	(406)
<b>Total comprehensive income for the period</b>	<b>8,655</b>	<b>7,466</b>	<b>61,781</b>	<b>47,162</b>
<b>Profit attributable to :</b>				
Owners of the parent	9,192	5,278	55,398	41,348
Non-controlling Interests	247	2,456	5,479	6,220
	<b>9,439</b>	<b>7,734</b>	<b>60,877</b>	<b>47,568</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent	8,652	5,091	56,229	41,048
Non-controlling Interests	3	2,375	5,552	6,114
	<b>8,655</b>	<b>7,466</b>	<b>61,781</b>	<b>47,162</b>
Net earnings per share attributable to owners of the parent (Note B14)				
- Basic (sen)	A 1.14	0.65	6.87	5.13
	B 4.56	2.62	27.48	20.51

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2013)

\* Notes :-

(A) The computations for earnings per share is based on 806,287,400 issued shares after the Bonus Issue and Share Split completed on 23rd July 2014.

(B) The computations for earnings per share is based on 201,571,000 issued shares before the Bonus Issue and Share Split



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2014**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	----- Attributable to owners of the parent -----							Non-controlling interests RM'000	Total Equity RM'000
	----- Non-Distributable -----				----- Distributable -----				
	Share Capital RM'000	Share Premium RM'000	Available-for-sale Reserve RM'000	Exchange Translation Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Sub-total RM'000		
<b>At 1 July 2013</b>	100,786	476	(12)	(161)	-	201,294	302,383	13,120	315,503
Profit for the financial year	-	-	-	-	-	55,398	55,398	5,479	60,877
Foreign currency translations	-	-	-	831	-	-	831	73	904
<b>Total comprehensive income for the period</b>	-	-	-	831	-	55,398	56,229	5,552	61,781
Transaction with owners:									
Buy-back of shares	-	-	-	-	(1,706)	-	(1,706)	-	(1,706)
Dividend paid	-	-	-	-	-	(10,079)	(10,079)	-	(10,079)
Change of ownership interest in a subsidiary	-	-	-	-	-	(68)	(68)	258	190
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(4,784)	(4,784)
<b>Total transactions with owners</b>	-	-	-	-	(1,706)	(10,147)	(11,853)	(4,526)	(16,379)
<b>At 30 June 2014</b>	<b>100,786</b>	<b>476</b>	<b>(12)</b>	<b>670</b>	<b>(1,706)</b>	<b>246,545</b>	<b>346,759</b>	<b>14,146</b>	<b>360,905</b>
<b>At 1 July 2012</b>	100,786	476	-	127	-	168,009	269,398	14,861	284,259
Profit for the financial year	-	-	-	-	-	41,348	41,348	6,220	47,568
Fair value of available-for-sale financial assets	-	-	(12)	-	-	-	(12)	-	(12)
Foreign currency translations	-	-	-	(288)	-	-	(288)	(106)	(394)
<b>Total comprehensive income for the period</b>	-	-	(12)	(288)	-	41,348	41,048	6,114	47,162
Transaction with owners:									
Dividend paid	-	-	-	-	-	(8,063)	(8,063)	-	(8,063)
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(7,855)	(7,855)
<b>Total transactions with owners</b>	-	-	-	-	-	(8,063)	(8,063)	(7,855)	(15,918)
<b>At 30 June 2013</b>	<b>100,786</b>	<b>476</b>	<b>(12)</b>	<b>(161)</b>	<b>-</b>	<b>201,294</b>	<b>302,383</b>	<b>13,120</b>	<b>315,503</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2013)



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**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2014**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	30 Jun 2014 RM'000	30 Jun 2013 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	85,323	71,859
Adjustments for non-cash flow:		
Amortisation of trademarks	1,313	1,303
Inventories written off	-	51
Depreciation of property, plant and equipment	20,422	18,358
Fair value adjustments on investment properties	(87)	(471)
Gain on disposal of property, plant and equipment	(581)	(100)
Loss on disposal of investment in subsidiary	575	-
Accretion of non-current other payable	779	989
Impairment loss on :-		
- trade and other receivables	-	134
- amounts owing by associates	2,368	6,130
- property, plant and equipment	-	3,990
Interest expense	3,971	3,535
Interest income	(598)	(557)
Profit received from short term funds	-	(103)
Properties, plant and equipment written off	170	410
Share of loss of associates	1	1
Unrealised loss on foreign currency translations, net	10	27
Operating profit before changes in working capital	113,666	105,556
Changes in working capital		
Net change in current assets	(45,763)	(42,777)
Net change in current liabilities	16,634	9,202
<b>Cash generated from operations</b>	<b>84,537</b>	<b>71,981</b>
Tax paid	(28,026)	(22,437)
<b>Net cash from operating activities</b>	<b>56,511</b>	<b>49,544</b>
<b>Cash flows (used in)/from investing activities</b>		
Interest received	598	557
Loan/Advances to associates	(2,368)	(1,390)
Acquisition of additional shares in subsidiary	(334)	-
Acquisition of associates	(595)	(3)
Net cash outflow from disposal of a subsidiary	(377)	-
Proceeds from disposal of property, plant and equipment	675	138
Decrease in fixed deposits pledged to licensed banks	467	827
Purchase of Trademarks	(4,727)	-
Purchase of property, plant and equipment	(30,976)	(28,934)
Disposal of other long term investment	81	-
Purchase of investment properties	(8,022)	(3,923)
Profit received from short term funds	-	103
Net cash used in investing activities	(45,578)	(32,625)
<b>Cash flows (used in)/from financing activities</b>		
Interest paid	(3,971)	(3,535)
Buy-back of shares by the Company	(1,706)	-
Net financing from bank borrowings	3,587	7,126
Dividend paid to owners of the parent	(10,079)	(8,063)
Dividend paid to non-controlling interests	(4,784)	(7,855)
Net cash (used in) / from financing activities	(16,953)	(12,327)
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(6,020)</b>	<b>4,592</b>
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>71,613</b>	<b>67,277</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>653</b>	<b>(256)</b>
<b>Cash and cash equivalents at end of the financial year (Note A16)</b>	<b>66,246</b>	<b>71,613</b>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2013)



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**NOTES TO INTERIM FINANCIAL REPORT**

**30 JUNE 2014**

*(Unaudited)*

**A1. Basis of Preparation**

The interim financial statements are 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 Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

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 2013.

The 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 2013.

**A2. 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 2013 except for the adoption of the following new/revised MFRSs, Amendments to MFRSs and Issues Committee Interpretations (“IC Interpretations”) that are effective for financial periods beginning on or after 1 January 2013 :

**(a) Adoption of New/Revised MFRSs, Amendments to MFRSs and IC Interpretations**

**(i) Effective for financial periods beginning on or after 1 January 2013**

MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 13	Fair Value Measurement	1 January 2013
MFRS 119	Employee Benefits (revised)	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 7	Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRSs	Annual Improvements 2009 - 2011 Cycle	1 January 2013
Amendments to MFRS 10, MFRS 11 and MFRS 12	Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities : Transition Guidance	1 January 2013
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface mine	1 January 2013

The adoption of the above standards and amendments to MFRSs and IC Interpretation are not expected to have any significant financial impact on the financial statements of the Group.



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**A2. Accounting policies (continued)**

(b) MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective

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

**(i) Amendments effective for financial periods beginning on or after 1 January 2014**

Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21	Levies	1 January 2014

**(i) MFRS and Amendments effective for financial periods beginning on or after 1 January 2015**

Mandatory Effective Date of MFRS 9 and Transition Disclosures		1 January 2015
MFRS 9	Financial Instruments	1 January 2015

**A3. 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 2013.

**A4. 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.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

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

**A6. Material Changes in Estimates**

There were no material changes in estimates in the quarterly financial statements under review.

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**NOTES TO INTERIM FINANCIAL REPORT****30 JUNE 2014***(Unaudited)***A7. Debts and Equity Securities**

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

**A8. Dividend Paid**

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

**A9. Segment Information**

Business segments

**12 months ended 30 June 2014**

	<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>					
Revenue from external customers	690,574	284	750	-	691,608
Inter-segment revenue	-	24,577	126,364	(150,941)	-
Total revenue	690,574	24,861	127,114	(150,941)	691,608
<b>Results</b>					
Segment operating profit	104,215	1,549	76,795	(89,748)	92,811
Share of losses of associates	-	-	(1)	-	(1)
Interest income					598
Finance costs					(8,085)
Profit before tax					85,323
Tax expense					(24,446)
Profit for the financial period					60,877
Attributable to:					
Owners of the parent					55,398
Non-controlling interests					5,479
					60,877

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**NOTES TO INTERIM FINANCIAL REPORT****30 JUNE 2014***(Unaudited)***A9. Segment Information (continued)**

Business segments (continued)

**12 months ended 30 June 2013**

	<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>					
Revenue from external customers	630,735	855	728	-	632,318
Inter-segment revenue	-	29,397	111,570	(140,967)	-
Total revenue	630,735	30,252	112,298	(140,967)	632,318
<b>Results</b>					
Segment operating profit	84,861	2,277	86,932	(95,268)	78,802
Share of losses of associates	-	-	(1)	-	(1)
Interest income					557
Finance costs					(7,499)
Profit before tax					71,859
Tax expense					(24,291)
Profit for the financial period					47,568
Attributable to:					
Owners of the parent					41,348
Non-controlling interests					6,220
					47,568

**A10. 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.





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**A11. 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.

**A12. 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) Bonia Corporation Berhad had on 6 May 2014 incorporated a wholly-owned subsidiary in Malaysia known as Podium Retail Sdn Bhd (“PRSB”) and the Certificate of Incorporation was received from Suruhanjaya Syarikat Malaysia on 6 May 2014.

PRSB is incorporated with an authorised capital of RM400,000 divided into 400,000 ordinary shares of RM1.00 each, of which 4 ordinary shares have been issued and fully paid-up. The intended principal activity of PRSB is to carry on all kinds of businesses and services in relation to supply, retailing and dealing of fashionable goods, accessories and beauty products.

- (b) Following to the Company’s announcement dated 12 May 2014 and 3 June 2014 in relation to the Execution of New Shareholders Agreement with the Investors of Paris RCG Sdn Bhd (direct subsidiary company), the Subscription of shares by Investors and the Disposal of shares by Bonia had been completed on 5 June 2014 and 6 June 2014, respectively. Accordingly, PRCG ceased to be a subsidiary company but remain as a 30%-owned associate company of Bonia effective from 6 June 2014.

**A13. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 June 2014 comprised of corporate guarantee given to financial institutions for credit facilities granted to certain subsidiaries amounted to RM283.83 million of which utilised by these subsidiaries amounted to RM134.59 million.

**A14. Capital Commitments**

The amount of capital commitments as at 30 June 2014 is as follows:

	<b>RM’000</b>
Authorised and contracted for:	
Property, plant and equipment:	
- properties under construction	3,058
- others	133
Investment properties under construction	3,210
	<u>6,401</u>



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**A15. 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 financial year under review are as follows:-

No.	Transacting parties	Nature of transactions	Interested parties and nature of relationship	30 June 2014 Amount transacted RM'000	30 June 2013 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	894	1,464
2.	Bonia International Holdings Pte Ltd	<ul style="list-style-type: none"> <li>• Payment of <i>Bonia, Carlo Rino and Sembonia</i> trademarks royalties</li> </ul>	Note 2	907	125
3.	BIH Franchising Ltd.	<ul style="list-style-type: none"> <li>• Payment of <i>Bonia,, Carlo Rino and Sembonia</i> trademarks royalties</li> </ul>	Note 3	1,971	2,218
4.	Long Bow Manufacturing (S) Pte. Ltd.	<ul style="list-style-type: none"> <li>• Payment of office and warehouse rental</li> </ul>	Note 4	1,392	1,346
5.	Lianbee Marketing (M) Sdn Bhd	<ul style="list-style-type: none"> <li>• Payment of office and warehouse rental</li> </ul>	Note 5	230	-

**Notes:**

No.	Related Parties	Relationship
1.	Cassardi International Co. Ltd.	A company in which a major shareholder of VR Directions Sdn. Bhd. and New Series Sdn. Bhd., subsidiaries of the Company, Boonnam Boonnamsap has substantial financial interests.
2.	Bonia International Holdings Pte Ltd	A company in which a Director of the Company has substantial financial interest.
3.	BIH Franchising Ltd.	A company in which a Director of the Company has substantial financial interest.
4.	Long Bow Manufacturing (S) Pte. Ltd.	A company in which a Director of the Company has substantial financial interests.
5.	Lianbee Marketing (M) Sdn Bhd	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 financial year under review.

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**NOTES TO INTERIM FINANCIAL REPORT****30 JUNE 2014***(Unaudited)***A16. Cash and cash equivalents**

	<b>30 June 2014 RM'000</b>	<b>30 June 2013 RM'000</b>
Cash and bank balances	55,079	51,006
Fixed deposits with licensed banks	750	3,490
Short term placements with licensed banks	13,800	21,350
Placements with licensed banks	-	-
Bank overdrafts	(2,633)	(3,016)
	<u>66,996</u>	<u>72,830</u>
Less: Fixed deposit pledged	(750)	(1,217)
	<u>66,246</u>	<u>71,613</u>

**A17. Share Buy-Back**

During the twelve months ended 30 June 2014, the Company had bought back 507,000 ordinary shares of 50 sen each of its issued share capital from the open market for a consideration of approximately RM1,706,000. The bought back transactions were financed by internally generated funds. The shares bought back are held as treasury shares.

The 507,000 treasury shares were subsequently resold to the market in July 2014.



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**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 financial year ended 30 June 2014 increased by RM59.3 million or 9.4% as compared to the preceding financial year ended 30 June 2013.

The increase in sales of RM59.3 million was driven by better sales contributions from Jeco (Pte) Limited and other licensed brands which contributed 33% and 21% respectively of the total increase in revenue. Jeco (Pte) Limited had reported better sales derived from its export to Indonesia and boutiques sales in Singapore and Malaysia. The opening of Renoma and Santa Barbara Polo & Racquet Club boutiques have contributed positively to the licensed brands' increase in revenue. The Group's rapid expansion plans in Indonesia and Vietnam had resulted sales generated from these two countries to improve further and contributed 20% to the total increase of the Group's revenue.

The Group reported a profit before tax of RM85.3 million, which is 19% higher than the profit before tax of RM71.9 million reported for preceding year.

The commendable results were attributed to higher sales generated as well as better control of operating expenses. During the current financial year, the Group incurred lesser renovation and set up costs in Indonesia and Vietnam which amounting to RM1.4 million as compared to the preceding financial year of RM9.8 million. As a result, the operating expenses for the quarters under review were increased at a moderate rate of 8.8% as compared to 9% increase in revenue.

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

For the current quarter under review, the Group posted a profit before tax of RM11.4 million as compared to RM21.1 million in the preceding quarter ended 31 March 2013.

Compared to the previous quarter, sales for the quarter under review had decreased by RM5.2 million and gross margin is also lower due to more discount given out. Gross profit for the current quarter fell in tandem with the reduced revenues by about 5.4 million or 5.1%. The lower before tax was also due to an impairment loss on loan to an associate amounting to RM2.4 million, loss on disposal of a subsidiary amounting to RM0.56 million during the current quarter under review.

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Malaysia's GDP expanded 6.3% in the first half of 2014 compared with 5.5% in the corresponding period last year, as the economic supported by robust domestic demand and strong export growth. Domestic demand would remain the key driver of growth, albeit at a more moderate pace. Gradual recovery in major advanced economies, particularly the United States and European Union will continue to support manufacturing as well as external trade in Malaysia.

On the growth outlook for this year, Malaysian economy will likely expand at a slower pace in the second half of the year, amid moderating exports growth, domestic demand, rising inflation and debts levels.

Giving the uncertain economic outlook, the Group's prospects for the coming financial year are expected to be challenging. The Group will continue to focus on its expansion plan to overseas markets in particularly Indonesia and Combonia.

Barring any unforeseen circumstances, the Board of Directors is of the view that the Group's performance for the coming financial year will remain positive and will continue to grow, albeit at a slower pace, despite the challenges the Group has to face such as the rent and labour costs continue to increase, the implementation of GST in April 2015 and rising cost of doing business.

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

Not applicable.

**B5. Taxation**

	<b>Current year to-date ended 30 June 2014 RM'000</b>	<b>Preceding year to-date ended 30 June 2013 RM'000</b>
Current year tax expense	25,993	25,118
Under/(Over) provision in prior year	10	(491)
Deferred tax expense	(1,557)	(336)
	<u>24,446</u>	<u>24,291</u>

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



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

There were no sales of unquoted investments and/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**

Save for those disclosed below, there were no corporate proposals announced but not completed as at the date of this announcement.

The Proposed Bonus Issue, Proposed Share Split and Proposed M & A Amendments as detailed in the Circular to Shareholders dated 13 June 2014 were completed on 23 July 2014.



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**B9. Group Borrowings**

The total Group borrowings and debts securities were as follows:

	30 June 2014		30 June 2013	
	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	-	-	1,207	-
Bankers' acceptances	1,726	-	711	-
Hire-purchase & lease	827	1,108	773	1,507
Term loans	6,724	101,592	6,515	45,833
	<u>9,277</u>	<u>102,700</u>	<u>9,206</u>	<u>47,340</u>
<u>Unsecured</u>				
Bank overdrafts	2,633	-	1,809	-
Bankers' acceptances	19,846	-	14,405	-
Trust Receipt	6,718	-	1,984	-
Term loans	1,929	2,411	1,877	4,224
	<u>31,126</u>	<u>2,411</u>	<u>20,075</u>	<u>4,224</u>
Total	<u>40,403</u>	<u>105,111</u>	<u>29,281</u>	<u>51,564</u>

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

	30 June 2014		30 June 2013	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Singapore Dollar</u>				
<u>Secured</u>				
Term Loan	552	1,419	577	1,445
Hire-purchase	380	978	394	987
	<u>932</u>	<u>2,397</u>	<u>971</u>	<u>2,432</u>
<u>Unsecured</u>				
Bank overdraft	174	446		
Term Loan	1,687	4,340	2,438	6,101
Trust Receipt	2,612	6,718	793	1,985
	<u>4,473</u>	<u>11,504</u>	<u>3,231</u>	<u>8,086</u>
Total	<u>5,405</u>	<u>13,901</u>	<u>4,202</u>	<u>10,518</u>

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There are no derivative financial instruments as at the date of issue of this report.

**B11. Realised and Unrealised Profits Disclosure**

The breakdown of the retained profits of the Group as at 30 June 2014, 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.

	<b>As at 30 June 2014 RM'000</b>	<b>As at 30 June 2013 RM'000</b>
<b>Total retained profits of Bonia Corporation Berhad and its subsidiaries</b>		
- Realised	282,789	239,612
- Unrealised	924	(36)
Total share of retained profits from associated companies		
- Realised	(2)	(340)
	<hr/> 283,711	<hr/> 239,236
<b>Less : Consolidation adjustments</b>	<hr/> (37,166)	<hr/> (37,942)
<b>Total Group retained profits</b>	<hr/> <hr/> 246,545	<hr/> <hr/> 201,294





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**B12. (A) Material Litigation**

**Apex Marble Sdn Bhd and Mcore Sdn Bhd (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 Mr Leong Tat Yan (“the Defendant”), by the 60% owned subsidiaries of the Company, Apex Marble Sdn Bhd and Mcore Sdn Bhd (“the Plaintiffs”), the Company 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 cause papers 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 the 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 be struck out with no order as to costs.

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.

The Federal Court had adjourned the hearing for the application for leave to appeal to a further date pending the Grounds of Judgement from the Court of Appeal. The Court has fixed a further case management date on 24 November 2014, pending the Court of Appeal’s grounds

As the application for leave hearing has yet to be heard, the legal advisors are unable to express their opinion as to the quantum of damages receivable.



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**B12. (B) Other Material Potential Dispute**

**Active World Pte Ltd (“Active World”) vs Orchard Central Pte Ltd (“Orchard Central”)**

Active World, a subsidiary of Bonia, received a letter dated 14 April 2014 from lawyers acting for Orchard Central, alleging that Active World had breached the terms and conditions of lease agreements dated 3 March 2008 and 9 April 2009 entered into between Orchard Central and Active World in respect of 2 shop units located at Orchard Central, 181 Orchard Rd, Singapore 238896 (collectively “**Lease Agreements**”). Orchard Central had in the same letter, claimed for Active World a sum of SGB964,699.87, together with accrued late payment interest, arising from Active World’s failure/refusal to (i) take possession of the premises at the commencement date of the Lease Agreements and (ii) make payment of the rentals and other charges due and owing under Lease Agreements.

Orchard Central has yet to commence court proceedings against Active World for the alleged breaches. Active World’s lawyers have written to Orchard Central’s lawyers requesting additional information, including but not limited to the steps taken by Orchard Central to mitigate losses and the basis for quantification of the late payment interest.

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

**B13. Dividend**

The Board of Directors has recommended a final single tier dividend of 2.5% or 1.25 sen per ordinary share of 25.0 sen each, amounting to RM10,078,593 in respect of the financial year ended 30 June 2014

The aforesaid final dividend will be proposed for shareholders’ approval in the forthcoming Annual General Meeting. The entitlement date and the payment date for the proposed final dividend will be determined and announced at a later date.



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**B14. Earnings Per Share**

The basic earnings per share has been calculated by dividing the Group's profit during the period by number of ordinary shares i) after the issuance of the Bonus Shares and Shares Split and ii) in issue during the period

**Profit for the period (basic)**

	Current year quarter 30 June 2014 RM'000	Preceding year quarter 30 June 2013 RM'000	Current year to-date 30 June 2014 RM'000	Preceding year period 30 June 2013 RM'000
Profit attributable to owners of the parent	9,192	5,278	55,398	41,348

**Number of ordinary shares (basic)**

	Current year quarter 30 June 2014 '000	Preceding year quarter 30 June 2013 '000	Current year to-date 30 June 2014 '000	Preceding year period 30 June 2013 '000
i) After the issuance of the Bonus Shares and Shares Split	806,287	806,287	806,287	806,287
ii) Weighted average number of ordinary shares	201,571	201,571	201,571	201,571

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

**CHONG CHIN LOOK**  
Group Finance Director  
Kuala Lumpur  
28 August 2014