



**BONIA CORPORATION BERHAD**

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

**INTERIM FINANCIAL REPORT**

**FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 31/12/2023 RM'000 Unaudited</b>	<b>As at 30/06/2023 RM'000 Audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	147,843	144,373
Right-of-use assets	90,828	73,630
Investment properties	98,645	99,186
Intangible assets	77,631	77,563
Interests in associates	1,232	1,160
Other investments	2,785	2,766
Deferred tax assets	1,619	1,115
	<u>420,583</u>	<u>399,793</u>
<b>Current assets</b>		
Inventories	96,871	94,140
Trade and other receivables	73,889	55,132
Current tax assets	2,080	1,953
Cash and bank balances	105,692	112,454
Short term funds	35,956	30,510
	<u>314,488</u>	<u>294,189</u>
<b>TOTAL ASSETS</b>	<u>735,071</u>	<u>693,982</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	201,572	201,572
Treasury shares	(485)	(485)
Reserves	230,490	226,531
<b>ATTRIBUTABLE TO OWNERS OF THE PARENT</b>	<u>431,577</u>	<u>427,618</u>
Non-controlling interests	46,376	27,986
<b>TOTAL EQUITY</b>	<u>477,953</u>	<u>455,604</u>
<b>Non-current liabilities</b>		
Borrowings	65,335	67,598
Lease liabilities	67,759	52,670
Other payables	5,919	5,796
Provision for restoration costs	1,539	1,518
Deferred tax liabilities	5,582	5,708
	<u>146,134</u>	<u>133,290</u>
<b>Current liabilities</b>		
Trade and other payables	31,905	29,232
Dividend payable	4,020	-
Borrowings	18,124	22,402
Contract liabilities	20,204	20,776
Lease liabilities	27,521	25,175
Provision for restoration costs	910	702
Current tax liabilities	8,300	6,801
	<u>110,984</u>	<u>105,088</u>
<b>TOTAL LIABILITIES</b>	<u>257,118</u>	<u>238,378</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>735,071</u>	<u>693,982</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM):</b>		
	<u>2.1472</u>	<u>2.1275</u>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2023)*



**UNAUDITED INTERIM FINANCIAL REPORT  
 FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>Individual quarter</b>		<b>Cumulative quarter</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	117,375	122,176	213,767	221,842
Cost of sales	(46,196)	(47,732)	(83,399)	(87,126)
Gross profit	71,179	74,444	130,368	134,716
Other operating income	1,210	2,023	3,287	5,273
Selling and distribution expenses	(31,687)	(29,478)	(59,481)	(55,596)
General and administration expenses	(19,889)	(17,219)	(39,172)	(33,504)
Profit from operations	20,813	29,770	35,002	50,889
Finance costs	(1,998)	(1,555)	(4,008)	(2,986)
Share of results of an associate	119	185	72	238
Profit before tax	18,934	28,400	31,066	48,141
Taxation	(4,721)	(5,676)	(7,836)	(8,749)
Net profit for the period	14,213	22,724	23,230	39,392
<b>Other comprehensive income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translations	1,084	1,999	467	3,399
Total comprehensive income for the period	15,297	24,723	23,697	42,791
Net profit attributable to:				
Owners of the parent	11,765	20,343	19,770	34,557
Non-controlling interests	2,448	2,381	3,460	4,835
	14,213	22,724	23,230	39,392
Total comprehensive income attributable to:				
Owners of the parent	12,704	22,215	20,039	37,600
Non-controlling interests	2,593	2,508	3,658	5,191
	15,297	24,723	23,697	42,791
Net earnings per share attributable to owners of the parent:				
Basic (sen)	5.85	10.12	9.84	17.19

*(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 2023.)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**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 2023</b>	201,572	(485)	26,993	184	199,354	427,618	27,986	455,604
Net profit for the financial period	-	-	-	-	19,770	19,770	3,460	23,230
Foreign currency translations	-	-	269	-	-	269	198	467
<b>Total comprehensive income for the period</b>	-	-	269	-	19,770	20,039	3,658	23,697
Transaction with owners:								
Dividends paid/ payable	-	-	-	-	(16,080)	(16,080)	-	(16,080)
Dividends paid to non-controlling interests	-	-	-	-	-	-	(2,865)	(2,865)
Changes in ownership interests in a subsidiary that do not result in a loss of control	-	-	-	-	-	-	17,597	17,597
<b>Total transactions with owners</b>	-	-	-	-	(16,080)	(16,080)	14,732	(1,348)
<b>Balance as at 31 December 2023</b>	<b>201,572</b>	<b>(485)</b>	<b>27,262</b>	<b>184</b>	<b>203,044</b>	<b>431,577</b>	<b>46,376</b>	<b>477,953</b>
<b>Balance as at 1 July 2022</b>	201,572	(485)	16,514	184	180,534	398,319	24,831	423,150
Net profit for the financial period	-	-	-	-	34,557	34,557	4,835	39,392
Foreign currency translations	-	-	3,043	-	-	3,043	356	3,399
<b>Total comprehensive loss for the period</b>	-	-	3,043	-	34,557	37,600	5,191	42,791
Transaction with owners:								
Dividends paid/ payable	-	-	-	-	(28,140)	(28,140)	-	(28,140)
Dividends paid to non-controlling interests	-	-	-	-	-	-	(1,920)	(1,920)
<b>Total transactions with owners</b>	-	-	-	-	(28,140)	(28,140)	(1,920)	(30,060)
<b>Balance as at 31 December 2022</b>	<b>201,572</b>	<b>(485)</b>	<b>19,557</b>	<b>184</b>	<b>186,951</b>	<b>407,779</b>	<b>28,102</b>	<b>435,881</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 2023)*



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Cumulative quarter	
	31/12/2023 RM'000	31/12/2022 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax:	31,066	48,141
Adjustments for:		
Amortisation of trademarks	726	697
Bad debts written off	-	20
Depreciation of property, plant and equipment	4,809	4,094
Depreciation of right-of-use assets	15,005	12,788
Fair value (gain)/ loss on other investment	(7)	218
Loss/(gain) on disposals of property, plant and equipment	196	(39)
Gain on reassessment and modification of leases	(175)	(506)
Impairment loss/(Reversal of impairment loss), net on:		
- trade and other receivables	1,081	(1,378)
Interest income and fair value adjustments from cash and bank balances and short-term funds	(1,555)	(1,392)
Interest expense and profit payment on borrowings	4,008	2,986
Property, plant and equipment written off	41	41
Share of loss/(profit) of an associate	(72)	(238)
Net unrealised loss/(gain) on foreign exchange	490	514
Operating profit before changes in working capital	55,613	65,946
Changes in working capital:		
Net change in current assets	(23,035)	(36,201)
Net change in current liabilities	1,924	(5,936)
Cash generated from operations	34,502	23,809
Tax (paid)/refunded, net	(7,171)	(4,512)
Net cash from operating activities	27,331	19,297
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	1,555	1,392
Changes in ownership interests in a subsidiary that do not result in a loss in control	17,597	-
Dividend received from an associate	-	120
Withdrawal/(placement) of short-term funds, net	(5,360)	11,881
Deposits placed for acquisition of land and property	-	(3,551)
Proceeds from disposal of property, plant and equipment	17	111
Purchase of other investments	-	4,779
Purchase of property, plant and equipment	(8,341)	(7,202)
Net cash from investing activities	5,468	7,530
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid and profit paid on borrowings	(2,101)	(1,620)
Dividends paid to owners of the parent	(12,060)	(24,120)
Dividends paid to non-controlling interests	(2,865)	(1,920)
Net financing/(repayments) of bank borrowings	(6,692)	2,640
Payments of lease liabilities	(16,433)	(14,512)
Net cash used in financing activities	(40,151)	(39,532)
Net changes in cash and cash equivalents	(7,352)	(12,705)
Cash and cash equivalents at beginning of financial period	111,275	133,924
Effects of exchange rate changes on cash and cash equivalents	590	1,820
Cash and cash equivalents at end of financial period	104,513	123,039

*(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 2023)*



**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**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 2023.

**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 2023 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 2023**

Amendments to MFRS 101 *Disclosure of Accounting Policies*  
Amendments to MFRS 108 *Definition of Accounting Estimates*  
MFRS 17 *Insurance Contracts*  
Amendment to MFRS 17 *Initial Application of MFRS 17 and MFRS 9 - Comparative Information*  
Amendments to MFRS 112 *Deferred Tax related to Assets and Liabilities arising from a Single Transaction and International Tax Reform - Pillar Two Model Rules*

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

**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:

<b>Title</b>	<b>Effective date</b>
Amendments to MFRS 101 <i>Non-current liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 16 <i>Lease Liability in a Sale and Leaseback</i>	1 January 2024
Amendment to IAS 7 and IFRS 7 <i>Supplier finance</i>	1 January 2024
Amendments to IAS 21 - <i>Lack of Exchangeability</i>	1 January 2025

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



**BONIA CORPORATION BERHAD**

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**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**

There were no unusual items as a result of their nature, size or incidence that had affected this Interim Financial Report during the financial period.

**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 period.

**6. Debts and Equity Securities**

There were no issuance, cancellation, resale or repayments of debts and equity securities during the financial period.

**7. Dividends Paid**

In respect of the financial year ending 30 June 2024:

- i) A single tier interim dividend of 2.00 sen per ordinary share amounted to approximately RM4,020,000 was declared on 25 August 2023, and paid on 29 September 2023.
- ii) A single tier special dividend of 4.00 sen per ordinary share amounted to approximately RM8,040,000 was declared on 25 August 2023, and paid on 29 September 2023.
- iii) A single tier interim dividend of 2.00 sen per ordinary share amounted to approximately RM4,020,000 was declared on 30 November 2023, and paid on 5 January 2024.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**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 period ended 31 December 2023 are as follows:

6-month ended 31/12/2023	← Retailing →				Manufactur- ing RM'000	Investment and Property Development RM'000	Total RM'000
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Others RM'000			
<b><u>Revenue</u></b>							
Total revenue	136,304	61,624	10,234	4,201	7,058	26,218	245,639
Inter-segment revenue	-	-	-	-	(7,057)	(24,815)	(31,872)
Revenue from external customers	136,304	61,624	10,234	4,201	1	1,403	213,767
<b><u>Results</u></b>							
<b>Operating profit/(loss)</b>	22,916	9,105	689	(31)	(259)	1,027	33,447
Finance income	892	389	1	-	26	247	1,555
Finance costs	(1,502)	(963)	-	-	(3)	(1,540)	(4,008)
Net finance income/(expense)	(610)	(574)	1	-	23	(1,293)	(2,453)
Share of results of an associate	-	-	-	-	-	72	72
<b>Net profit/(loss) before tax</b>	22,306	8,531	690	(31)	(236)	(194)	31,066
<b>Segment assets</b>	269,608	132,901	22,745	97	22,010	284,011	731,372
<b>Segment liabilities</b>	97,151	72,161	297	23	1,645	67,939	239,216





**UNAUDITED INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**8. Segmental Information (Continued)**

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 period ended 31 December 2022 are as follows:

6-month ended 31/12/2022	← Retailing →				Manufacturing RM'000	Investment and Property Development RM'000	Total RM'000
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Others RM'000			
<b><u>Revenue</u></b>							
Total revenue	130,871	71,656	13,910	3,999	10,797	33,102	264,335
Inter-segment revenue	-	-	-	-	(10,789)	(31,704)	(42,493)
Revenue from external customers	<u>130,871</u>	<u>71,656</u>	<u>13,910</u>	<u>3,999</u>	<u>8</u>	<u>1,398</u>	<u>221,842</u>
<b><u>Results</u></b>							
<b>Operating profit/(loss)</b>	27,497	15,914	3,235	(5)	508	2,348	49,497
Finance income	879	259	68	-	5	181	1,392
Finance costs	(794)	(852)	(3)	-	(5)	(1,332)	(2,986)
Net finance income/(expense)	<u>85</u>	<u>(593)</u>	<u>65</u>	<u>-</u>	<u>-</u>	<u>(1,151)</u>	<u>(1,594)</u>
Share of results of an associate	-	-	-	-	-	238	238
<b>Net profit/(loss) before tax</b>	<u>27,582</u>	<u>15,321</u>	<u>3,300</u>	<u>(5)</u>	<u>508</u>	<u>1,435</u>	<u>48,141</u>
<b>Segment assets</b>	232,620	137,769	22,736	584	23,238	244,714	661,661
<b>Segment liabilities</b>	62,405	67,561	287	124	2,121	81,001	213,499



**BONIA CORPORATION BERHAD**

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**9. Material Events Subsequent to the End of the Reporting Quarter**

There were no material event 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**

Pursuant to item 18(b) of this Report, SBG Holdings Sdn. Bhd. became a 70%-owned subsidiary of the Company with the other 30% equity stake in the hand of Remarkable Success Sdn. Bhd. (a body corporate controlled by Dato' Sri Chiang Fong Tat who is a director and shareholder of Bonia Corporation Berhad).

Other than the above, there were no changes in the composition of the Group for the current period under review.

**11. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 31 December 2023 comprised of corporate guarantees given to financial institutions for credit facilities granted to certain subsidiaries amounting to RM171.5 million of which RM88.5 million have been utilised by these subsidiaries.

**12. Capital Commitments**

Capital commitments as at 31 December 2023 are as follows:

	RM'000
Authorised and contracted for:	
- Property, plant and equipment	<u>1,217</u>

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****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:

<b>No.</b>	<b>Transacting party</b>	<b>Transacting related party</b>	<b>Interested directors, major shareholders and/or persons connected with them</b>	<b>Nature of transactions</b>	<b>Aggregate value transacted for the financial period ended 31/12/2023 RM’000</b>
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	113
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	17
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> trademark royalties to BIH	352

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

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****14. Performance Review*****Current Quarter Performance***

	<b>Individual quarter</b>		<b>Changes + / (-) %</b>
	<b>31/12/2023 RM'000</b>	<b>31/12/2022 RM'000</b>	
Revenue	117,375	122,176	(3.9)
Profit from operations	20,813	29,770	(30.1)
Finance costs	(1,998)	(1,555)	28.5
Share of results of an associate	119	185	(35.7)
Profit before tax	18,934	28,400	(33.3)
Taxation	(4,721)	(5,676)	(16.8)
Profit for the period	14,213	22,724	(37.5)

The Group's revenue during the quarter decreased by 3.9% year-on-year to RM117.4 million, primarily due to deceleration in sales within our Singapore market. This slowdown can be attributed to reduced tourist spending following the appreciation of the Singapore Dollar, coupled with a slowdown in the local demand as residents travelled overseas.

Profit before tax during the financial quarter decreased to RM18.9 million, representing a decline of 33.3%. This decrease was primarily driven by several factors, such as increase in depreciation of right-of-use assets due to new store openings, higher marketing expenses, and higher staff costs. Additionally, there was a net impairment of receivables totalling RM0.6 million during the quarter, in contrast to a net reversal of impairment amounting to RM0.6 million in the corresponding period.

***Year-To-Date Performance***

	<b>6-month period ended</b>		<b>Changes + / (-) %</b>
	<b>31/12/2023 RM'000</b>	<b>31/12/2022 RM'000</b>	
Revenue	213,767	221,842	(3.6)
Profit from operations	35,002	50,889	(31.2)
Finance costs	(4,008)	(2,986)	34.2
Share of results of an associate	72	238	(69.7)
Profit before tax	31,066	48,141	(35.5)
Taxation	(7,836)	(8,749)	(10.4)
Profit for the period	23,230	39,392	(41.0)

The Group's revenue decreased 3.6% year-on-year to RM213.7 million. The decline was mainly attributable the challenges faced in the Singapore market, coupled with a slowdown in the export sales due to the challenging business environment in Indonesia as a result of the impending President election. The lower sales in Singapore and export market were partially offset with the contribution of higher sales in Malaysia from the net opening of 11 new stores during the period.

Profit before tax decrease by 35.4% to RM31.1 million, primarily attributable to increase in the operating expenses, notably due to higher staff costs, increase in depreciation expenses of right-of-use assets resulting from new store openings, and an uptick in marketing expenses as part of our ongoing efforts to build brand equity. In addition, other operating income has decreased due to the one-off reversal of impairment loss on trade receivables amounted to RM2.1 mil in the corresponding period.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****14. Performance Review (Cont'd)***Financial review for current quarter compared with immediate preceding quarter*

	Individual quarter		Changes + / (-) %
	31/12/2023 RM'000	30/09/2023 RM'000	
Revenue	117,375	96,392	21.8
Profit from operations	20,813	14,189	46.7
Finance costs	(1,998)	(2,010)	(0.6)
Share of results of an associate	119	(47)	-
Profit before tax	18,934	12,132	56.1
Taxation	(4,721)	(3,115)	51.6
Profit for the period	14,213	9,017	57.6

The Group recorded higher revenue of RM117.4 million in Q2FY2024, reflecting a 21.8% increase compared to Q1FY2024. The higher revenue was attributed to robust sales performance during the year-end festive seasons.

Accordingly, the Group reported a higher profit before tax of RM18.9 million for the current quarter, as compared to RM12.1 million in the immediate preceding quarter.

Overall, the Group recorded a net profit for the period of RM14.2 million.

**15. Prospect**

As we navigate through challenging economic landscape characterised by weak consumer sentiments, high inflationary pressures and rising business costs, we stand resilient in our commitment to growth and sustainability. The Group proactively managing our resources and implementing effective cost-control measure to mitigate the impact to our operations.

In the long run, we are resolute in our commitment to brand building exercise, encompassing recent international engagements such as the dreamy Barbie™ x BONIA and the fun-filled Braun Büffel x Smiley® collaborations. Pop-up events for these collaborations were held in prominent malls in the Klang Valley during the quarter. Our latest highlight involves collaborating with the iconic sensation Nayeon from global Korean group TWICE, as our brand's ambassador with effect from 1 January 2024.

Mindful of our commitments and recent successes, we remain hopeful for recovery and continued growth as we navigate forward in the uncertain economic outlook.

**16. 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)**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****17. Taxation**

	<b>3-month quarter ended 31/12/2023 RM'000</b>	<b>Year-to-date 31/12/2023 RM'000</b>
<b>Current Taxation:</b>		
- Current year tax expense	4,999	8,486
- Over provision in prior years	-	-
	<u>4,999</u>	<u>8,486</u>
<b>Deferred Taxation:</b>		
- Origination and reversal of temporary differences	(245)	(615)
- Under/(over) provision in prior years	(33)	(35)
	<u>(278)</u>	<u>(650)</u>
	<u>4,721</u>	<u>7,836</u>

The tax charge of the Group for the current financial period reflects an effective tax rate which is higher than the statutory tax rate due certain expenses incurred that are not eligible for tax deductions.

**18. Status of Corporate Proposals**

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

- (a) 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 30 October 2023 (Note: The Company had obtained its shareholders’ approval for the Proposed Share Buy-Back at the 32<sup>nd</sup> AGM held on 30 November 2023)
- (b) Disposal – as detailed in the Company’s announcement in relation to the Share Sale Agreement, dated 21 June 2023 (all terms used in this section shall have the meanings set forth therein)

The Company had on 21 June 2023, inked a conditional Share Sale Agreement with a related party, Remarkable Success Sdn. Bhd. to dispose 30% of our equity interest (equivalent to 60,298,537 ordinary shares in issue of SBG) held in SBG Holdings Sdn. Bhd. (a wholly-owned subsidiary of Bonia) to RSSB at a disposal consideration of RM17,597,330.00 to be satisfied entirely in cash.

The Disposal was completed on 1 September 2023 following: (i) the Company’s receipt of the balance Disposal Consideration of RM15,837,597 from RSSB, and (ii) the fulfilment of all conditions precedent in the SSA by both the Company and RSSB.

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****19. Borrowings**

Borrowings of the Group as at 31 December 2023 are as follows:

	<b>Current RM'000</b>	<b>Non-current RM'000</b>	<b>Total RM'000</b>
<b>Secured</b>			
Term loan	2,824	9,988	12,812
Revolving credit	6,900	-	6,900
Term financing-i	2,017	55,347	57,364
	11,741	65,335	77,076
<b>Unsecured</b>			
Bankers' acceptance	6,383	-	6,383
	6,383	-	6,383
<b>Total borrowings</b>	<b>18,124</b>	<b>65,335</b>	<b>83,459</b>

Borrowings denominated in foreign currency are as follows:

	<b>Foreign currency '000</b>	<b>RM equivalent '000</b>
Singapore Dollar	1,489	5,179

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

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

	<b>Current quarter ended 31/12/2023 RM'000</b>	<b>6-month ended 31/12/2023 RM'000</b>
Amortisation of trademarks	364	726
Depreciation of property, plant and equipment	2,492	4,809
Depreciation of right-of-use assets	7,903	15,005
Property, plant and equipment written off	-	41
Interest expense	1,998	4,008
Interest income and distribution income from short term funds	(735)	(1,555)
Net provision/(reversal) of impairment loss on trade and other receivables	566	1,081
Net realised (gain)/loss on foreign exchange	157	275
Net unrealised (gain)/loss on foreign exchange	381	490

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



**BONIA CORPORATION BERHAD**

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

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023**

**NOTES TO INTERIM FINANCIAL REPORT**

**21. 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).

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.



**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2023****NOTES TO INTERIM FINANCIAL REPORT****21. Material Litigation (continued)**

On 30 August 2023, the High Court allowed the Plaintiffs' claim against the Defendant and made the following orders:

- i. The Defendant is to pay the 1st Plaintiff, i.e. AMSB the following sums:
  - a. RM946,496.39;
  - b. RM3,303,671.00; and
  - c. Interest on the sums in (a) and (b) above at the rate of 5% per annum from the date of judgment to the date of full realisation.
- ii. The Defendant is to pay the 2nd Plaintiff, i.e. Mcore the following sums:
  - a. RM2,249,751.08;
  - b. RM14,871,167.03; and
  - c. Interest on the sums in (a) and (b) above at the rate of 5% per annum from the date of judgment to the date of full realisation.
- iii. The Defendant is to pay the Plaintiffs costs of RM100,000.
- iv. The Defendant's counterclaim is dismissed.

On 21 September 2023, the Defendant filed an appeal against the decision of the High Court. No hearing date has been fixed yet.

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

**22. Dividends**

The Board is pleased to declare a single tier interim dividend of 2.00 sen per ordinary share for the financial year ending 30 June 2024 ("FY24"), payable on 5 April 2024 to the shareholders of the Company whose names appear in the Record of Depositors on 22 March 2024 (2Q2023: 2.00 sen).

The total dividend declared for the financial period ended 31 December 2023 is 4.00 sen per ordinary share (2Q2023: 4.00 sen).

**23. Earnings Per Share**

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

	Individual Quarter		Cumulative Quarter	
	31/12/2023 RM'000	31/12/2022 RM'000	31/12/2023 RM'000	31/12/2022 RM'000
<b>Net profit for the period</b>				
Net profit attributable to owners of the parent	11,765	20,343	19,770	34,557
<b>Number of ordinary shares</b>				
Weighted average number of ordinary shares ('000)	200,995	200,995	200,995	200,995
Basic earnings per share (sen):	5.85	10.12	9.84	17.19

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

The Company's preceding Audited Financial Statements for the financial year ended 30 June 2023 did not contain any qualification.