


**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)

(Incorporated in Malaysia)

<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2021</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	<b>As At 30 Sep 2021 RM'000 Unaudited</b>	<b>As At 30 Jun 2021 RM'000 Audited</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	87,011	87,522
Right-of-use assets	39,522	44,953
Investment properties	99,221	98,952
Intangible assets	73,097	73,740
Interests in associates	190	238
Other investments	1,111	1,120
Deferred tax assets	1,276	1,428
Other receivables	2,288	2,092
	<b>303,716</b>	<b>310,045</b>
<b>CURRENT ASSETS</b>		
Inventories	61,183	60,792
Trade and other receivables	38,281	43,351
Current tax assets	1,326	1,644
Cash and bank balances	86,664	85,203
Short term funds	16,565	15,493
	<b>204,019</b>	<b>206,483</b>
<b>Assets of disposal group classified as held for sale/held for distribution*</b>	62,668	65,149
<b>TOTAL ASSETS</b>	<b>570,403</b>	<b>581,677</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to the owners of the parent</b>		
Share capital	201,572	201,572
Treasury shares	(485)	(485)
Reserves	158,534	163,468
	359,621	364,555
Non-controlling interests	20,273	20,480
<b>TOTAL EQUITY</b>	<b>379,894</b>	<b>385,035</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	73,773	75,046
Lease liabilities	25,797	28,288
Other payables	5,022	5,015
Provision for restoration costs	1,420	1,370
Deferred tax liabilities	6,127	6,240
	<b>112,139</b>	<b>115,959</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	21,006	20,943
Borrowings	9,130	6,834
Contract liabilities	20,655	21,137
Lease liabilities	17,530	20,846
Provision for restoration costs	361	415
Current tax liabilities	576	1,250
	<b>69,258</b>	<b>71,425</b>
<b>Liabilities of disposal group classified as held for distribution*</b>	9,112	9,258
<b>TOTAL LIABILITIES</b>	<b>190,509</b>	<b>196,642</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>570,403</b>	<b>581,677</b>
	-	-
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>	<b>1.7892</b>	<b>1.8138</b>

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

(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 2021 )



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2021</b>				
<b>CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b>				
	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 30 Sep 2021 RM'000</b>	<b>Preceding Year Corresponding Quarter 30 Sep 2020 RM'000</b>	<b>Current Year- To-Date 30 Sep 2021 RM'000</b>	<b>Preceding Year Corresponding Period 30 Sep 2020 RM'000</b>
<b><u>Continuing operations</u></b>				
Revenue	42,848	69,586	42,848	69,586
Cost of sales	(20,213)	(33,341)	(20,213)	(33,341)
Gross profit	22,635	36,245	22,635	36,245
Selling and distribution expenses	(17,007)	(19,686)	(17,007)	(19,686)
General and administration expenses	(14,364)	(14,560)	(14,364)	(14,560)
Other operating income	7,170	5,875	7,170	5,875
<b>Profit/(Loss) from operations</b>	<b>(1,566)</b>	<b>7,874</b>	<b>(1,566)</b>	<b>7,874</b>
Finance income	148	189	148	189
Finance costs	(1,198)	(1,139)	(1,198)	(1,139)
Share of results of an associate	(48)	6	(48)	6
<b>Profit/(Loss) before tax</b>	<b>(2,664)</b>	<b>6,930</b>	<b>(2,664)</b>	<b>6,930</b>
Taxation	(620)	(1,698)	(620)	(1,698)
<b>Profit/(Loss) for the period</b>	<b>(3,284)</b>	<b>5,232</b>	<b>(3,284)</b>	<b>5,232</b>
<b><u>Discontinuing operations *</u></b>				
Profit/(Loss) from discontinuing operations, net of tax	(1,731)	1,223	(1,731)	1,223
<b>Profit/(Loss) for the period</b>	<b>(5,015)</b>	<b>6,455</b>	<b>(5,015)</b>	<b>6,455</b>
<b>Other comprehensive income, net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
<b><u>Continuing operations</u></b>				
Reclassification of exchange translation reserve to profit or loss upon deregistration of a foreign subsidiary	-	50	-	50
Foreign currency exchange differences	(126)	(2,227)	(126)	(2,227)
<b>Total comprehensive income for the period</b>	<b>(5,141)</b>	<b>4,278</b>	<b>(5,141)</b>	<b>4,278</b>
<b>Profit/(Loss) attributable to :</b>				
Owners of the parent				
- from continuing operations	(3,110)	4,139	(3,110)	4,139
- from discontinuing operations	(1,731)	1,223	(1,731)	1,223
	(4,841)	5,362	(4,841)	5,362
Non-controlling interests				
- from continuing operations	(174)	1,093	(174)	1,093
	<b>(5,015)</b>	<b>6,455</b>	<b>(5,015)</b>	<b>6,455</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent				
- from continuing operations	(3,203)	2,065	(3,203)	2,065
- from discontinuing operations	(1,731)	1,223	(1,731)	1,223
	(4,934)	3,288	(4,934)	3,288
Non-controlling interests				
- from continuing operations	(207)	990	(207)	990
	<b>(5,141)</b>	<b>4,278</b>	<b>(5,141)</b>	<b>4,278</b>
<b>Net earnings per share attributable to owners of the parent :</b>				
Basic (sen)				
- from continuing operations	(1.55)	2.16	(1.55)	2.16
- from discontinuing operations	(0.86)	0.64	(0.86)	0.64
	<b>(2.41)</b>	<b>2.80</b>	<b>(2.41)</b>	<b>2.80</b>

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

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2021)*



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2021**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to Owners of the Parent →					Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Shares RM'000	Exchange Translation Reserve RM'000	Revaluation Reserve RM'000	Retained Earnings RM'000			
<b>Balance as at 1 July 2021</b>	201,572	(485)	13,688	184	149,596	364,555	20,480	385,035
Loss for the financial period	-	-	-	-	(4,841)	(4,841)	(174)	(5,015)
Foreign currency translations	-	-	(93)	-	-	(93)	(33)	(126)
<b>Total comprehensive loss for the period</b>	-	-	(93)	-	(4,841)	(4,934)	(207)	(5,141)
<b>Balance as at 30 September 2021</b>	<b>201,572</b>	<b>(485)</b>	<b>13,595</b>	<b>184</b>	<b>144,755</b>	<b>359,621</b>	<b>20,273</b>	<b>379,894</b>
<b>Balance as at 1 July 2020</b>	201,572	(6,100)	14,876	2,521	153,437	366,306	20,259	386,565
Loss for the financial period	-	-	-	-	5,362	5,362	1,093	6,455
Foreign currency translations	-	-	(2,124)	-	-	(2,124)	(103)	(2,227)
Reclassification of exchange translation reserve to profit or loss upon deregistration of a foreign subsidiary	-	-	50	-	-	50	-	50
<b>Total comprehensive loss for the period</b>	-	-	(2,074)	-	5,362	3,288	990	4,278
Transaction with owners :								
Repurchase of treasury shares	-	(2,760)	-	-	-	(2,760)	-	(2,760)
Transfer of reserves	-	-	-	(508)	508	-	-	-
<b>Total transaction with owners</b>	-	(2,760)	-	(508)	508	(2,760)	-	(2,760)
<b>Balance as at 30 September 2020</b>	<b>201,572</b>	<b>(8,860)</b>	<b>12,802</b>	<b>2,013</b>	<b>159,307</b>	<b>366,834</b>	<b>21,249</b>	<b>388,083</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2021 )*


**BONIA CORPORATION BERHAD**

Registration No. 199101013622 (223934-T)

(Incorporated in Malaysia)

<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2021</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS</b>		
	<b>30 Sep 2021</b>	<b>30 Sep 2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash flows from operating activities		
Profit before tax :		
From continuing operations	(2,664)	6,930
From discontinuing operations	(1,760)	1,125
	(4,424)	8,055
Adjustments for :		
Amortisation of intangible assets	102	101
Amortisation of trademarks	346	345
Bad debts written off	-	1
Depreciation of property, plant and equipment	2,031	2,767
Depreciation of right-of-use assets	6,044	6,502
Fair value loss on other investment	7	7
Fair value (gain)/loss on short term funds	(12)	1
Gain on disposals of property, plant and equipment, net	-	(57)
Gain on disposal of right-of-use asset	(376)	-
(Gain)/Loss on deregistration of a foreign subsidiary	-	50
Gain on reassessments and modifications of leases	(39)	(74)
Impairment loss/(reversal of impairment loss), net on:		
- trade and other receivables	1,459	1,063
Interest income and distribution income from cash and bank balances and short term funds	(232)	(278)
Interest expense and profit payment on borrowings	1,293	1,269
Lease concessions	(2,481)	(1,152)
Property, plant and equipment written off	-	206
Share of (profit)/loss of an associate	48	(6)
Unrealised (gain)/loss on foreign exchange, net	(170)	260
Operating profit before changes in working capital	3,596	19,060
Changes in working capital		
Net change in current assets	5,138	(3,952)
Net change in current liabilities	(25)	633
Cash generated from/(used in) operations	8,709	15,741
Tax (paid)/refunded, net	(1,041)	(1,454)
Net cash from/(used in) operating activities	7,668	14,287
Cash flows from investing activities		
Interest received	232	278
Placement of short term funds	(1,120)	(2,911)
Proceeds from disposal of property, plant and equipment	-	12
Proceeds from disposal of investment property	-	600
Proceeds from disposal of right-of-use asset	1,000	-
Purchase of property, plant and equipment	(1,230)	(797)
Net cash from/(used in) investing activities	(1,118)	(2,818)
Cash flows from financing activities		
Interest paid and profit paid on borrowings	(693)	(392)
Net financing/(repayments) of bank borrowings	1,068	322
Payments of lease liabilities	(4,531)	(5,982)
Repurchase of own shares	-	(2,760)
Net cash from/(used in) financing activities	(4,156)	(8,812)
Net changes in cash and cash equivalents	2,394	2,657
Cash and cash equivalents at beginning of financial period	97,800	77,644
Effects of exchange rate changes on cash and cash equivalents	(454)	(136)
Cash and cash equivalents at end of financial period	99,740	80,165

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2021 )*

**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**1. Basis of Preparation**

This Interim Financial Report is unaudited and has been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). This Report also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

This Report should be read in conjunction with the Audited Financial Statements of the Group for the financial year ended 30 June 2021.

The explanatory notes attached to this Report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2021.

**2. Accounting Policies**

The significant accounting policies adopted by the Group in this Report are consistent with those adopted in the Audited Financial Statements of the Group for the financial year ended 30 June 2021 except for the adoption of the following new accounting standards and amendments and interpretation:

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

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

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

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

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been early adopted by the Group and the Company:

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

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



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

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

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

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

Other than the COVID-19 impact as disclosed in Note 15, there were no unusual items as a result of their nature, size or incidence that had affected this Interim Financial Report during the financial 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 for the financial period ended 30 September 2021.

**7. Dividends Paid**

There were no dividend paid for the financial period ended 30 September 2021.



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**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. The Group segmental analysis for three months ended 30 September 2021 are as follows:-

3 months ended 30.09.2021	Retailing				Manufacturing	Investment and property development	Total continuing operations	Discontinuing operations	Total
	Malaysia	Singapore	Indonesia	Other countries					
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Revenue</u></b>									
Total Revenue	19,089	18,175	2,384	2,733	376	33,172	75,929	2,350	78,279
Inter-segment revenue	-	-	-	-	(375)	(32,706)	(33,081)	-	(33,081)
Revenue from external customers	19,089	18,175	2,384	2,733	1	466	42,848	2,350	45,198
<b><u>Results</u></b>									
<b>Operating profit/(loss)</b>	(2,708)	1,641	834	(38)	(551)	(744)	(1,566)	(1,749)	(3,315)
Finance income	32	78	2	-	2	34	148	84	232
Finance costs	(185)	(382)	(1)	-	(1)	(629)	(1,198)	(95)	(1,293)
Net finance income/(expense)	(153)	(304)	1	-	1	(595)	(1,050)	(11)	(1,061)
Share of results of an associate	-	-	-	-	-	(48)	(48)	-	(48)
<b>Profit/(Loss) before tax</b>	(2,861)	1,337	835	(38)	(550)	(1,387)	(2,664)	(1,760)	(4,424)
<b>Segment assets</b>	126,181	110,767	9,052	588	21,742	240,190	508,520	58,343	566,863
<b>Segment liabilities</b>	42,506	53,320	1,081	42	716	77,029	174,694	9,055	183,749



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

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

3 months ended 30.09.2020	← Retailing →				Manufacturing RM'000	Investment and property development RM'000	Total continuing operations RM'000	Discontinuing operations RM'000	Total RM'000
	Malaysia RM'000	Singapore RM'000	Indonesia RM'000	Other countries RM'000					
<b><u>Revenue</u></b>									
Total Revenue	43,030	22,481	2,812	994	4,604	9,009	82,930	8,429	91,359
Inter-segment revenue	-	-	-	-	(4,597)	(8,747)	(13,344)	-	(13,344)
Revenue from external customers	43,030	22,481	2,812	994	7	262	69,586	8,429	78,015
<b><u>Results</u></b>									
<b>Operating profit/(loss)</b>	5,121	3,113	(655)	(13)	298	10	7,874	1,166	9,040
Finance income	47	117	2	-	-	23	189	89	278
Finance costs	(659)	(148)	-	-	(5)	(327)	(1,139)	(130)	(1,269)
Net finance income/(expense)	(612)	(31)	2	-	(5)	(304)	(950)	(41)	(991)
Share of results of an associate	-	-	-	-	-	6	6	-	6
<b>Profit/(Loss) before tax</b>	4,509	3,082	(653)	(13)	293	(288)	6,930	1,125	8,055
<b>Segment assets</b>	151,963	115,005	13,257	1,601	22,098	186,931	490,855	66,348	557,203
<b>Segment liabilities</b>	49,840	55,330	869	4,676	1,788	38,892	151,395	11,680	163,075



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

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

**11. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 30 September 2021 comprised of corporate guarantees given to financial institutions for credit facilities granted to certain subsidiaries amounting to RM185.3 million of which RM86.2 million have been utilised by these subsidiaries.

**12. Capital Commitments**

The total capital commitments as at 30 September 2021 are as follows:

**Continuing operations**

Authorised and contracted for:  
Property, plant and equipment:  
- Others

RM'000

2,090**13. Recurrent Related Party Transactions (“RRPT”)**

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

No.	Transacting party	Transacting related party	Interested directors, major shareholders and/or persons connected with them	Nature of transactions	Aggregate value transacted for the financial period ended 30.09.2021 RM'000
1.	Bonia Group	Speciale Eyewear Sdn. Bhd.	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Purchase of eyewear	21
2.	Bonia Group	Speciale Eyewear Sdn. Bhd.	Datuk Chiang Heng Kieng and persons connected with him (including their family)	• Receive of rental income	8
3.	Bonia Group	Bonia International Holdings Pte. Ltd.	Chiang Sang Sem and persons connected with him (including their family)	• Payment of Bonia and Sembonia trademark royalties	79

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)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021****14. Fair Value of Financial Instruments**

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

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

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

As at 30 September 2021					
Fair Value of Financial Instruments Carried at Fair Value					
Continuing Operations	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total Fair Value RM'000	Carrying Amount RM'000
<b>Financial Assets Fair value through profit or lost</b>					
- Short term funds	16,565	-	-	16,565	16,565
- Club memberships	-	-	1,111	1,111	1,111

As at 30 September 2021					
Fair Value of Financial Instruments Carried at Fair Value					
Discontinuing Operations	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total Fair Value RM'000	Carrying Amount RM'000
<b>Financial Assets Fair value through profit or lost</b>					
- Short term funds	13,255	-	-	13,255	13,255

There have been no transfers between the levels of the fair value hierarchy for the financial period ended 30 September 2021.

There were no gain or loss arising from fair value changes of the financial liabilities for the financial period ended 30 September 2021.



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**15. Performance Review**

**Financial review for the current quarter**

	Quarter ended 30 September					
	Continuing Operations			Discontinuing Operations		
	Current Quarter RM'000	Preceding Year Corresponding Quarter RM'000	Changes +/(-) %	Current Quarter RM'000	Preceding Year Corresponding Quarter RM'000	Changes +/(-) %
Revenue	42,848	69,586	(38.4)	2,350	8,429	(72.1)
(Loss)/Profit from operations	(1,566)	7,874	(119.9)	(1,749)	1,166	(250.0)
Interest income	148	189	(21.7)	84	89	(5.6)
Finance costs	(1,198)	(1,139)	(5.2)	(95)	(130)	26.9
Share of results of an associate	(48)	6	(900.0)	-	-	-
(Loss)/Profit before taxation	(2,664)	6,930	(138.4)	(1,760)	1,125	(256.4)
Taxation	(620)	(1,698)	63.5	29	98	70.4
(Loss)/Profit for the period	(3,284)	5,232	(162.8)	(1,731)	1,223	(241.5)

**Continuing Operations**

The Group reported a revenue of RM42.8 million for the current quarter as compared to RM69.6 million recorded in the previous year corresponding quarter. The decrease in revenue was primarily due to the re-imposition of nationwide full lockdown (“MCO 3.0”) in Malaysia since 1 June 2021 caused by the resurgence of Covid-19 pandemic. All domestic outlets were closed for business and only progressively reopened from 16 August 2021 under phase 2 of the National Recovery Plan with strict standard operating procedures (“SOP”). In addition, the revenue in preceding year corresponding quarter was higher due to the recovery of economy after the easing restrictions from the full lockdown (“MCO 1.0” and “Circuit Breaker”) in domestic and overseas markets.

Consequently, the Group reported loss before tax (“LBT”) of RM2.7 million during the current quarter as compared to profit before tax (“PBT”) of RM6.9 million in the preceding year corresponding quarter. The losses were mainly due to the lower sales activities during MCO 3.0 while the Group still incurred fixed overheads during the period.

**Discontinuing Operations**

The discontinuing operations reported a revenue and LBT of RM2.4 million and RM1.8 million respectively, as compared to revenue and PBT of RM8.4 million and RM1.1 million respectively in the preceding year corresponding quarter. The lower revenue and LBT position was mainly impacted by the MCO 3.0 measures imposed by the Malaysia government.



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**15. Performance Review (Cont'd)**

**Financial review for current quarter compared with immediate preceding quarter**

	Current Quarter			Preceding Quarter			Changes	
	Cont'g Operations RM'000	Discont. Operations RM'000	Total RM'000	Cont'g Operations RM'000	Discont. Operations RM'000	Total RM'000	Cont'g Operations +/(-)%	Discont. Operations +/(-)%
Revenue	42,848	2,350	45,198	52,289	5,829	58,118	(18.1)	(59.7)
(Loss)/Profit from operations	(1,566)	(1,749)	(3,315)	3,566	(997)	2,569	(143.9)	(75.4)
Interest income	148	84	232	160	91	251	(7.5)	(7.7)
Finance costs	(1,198)	(95)	(1,293)	(1,072)	(100)	(1,172)	(11.8)	5.0
Share of results of an associate	(48)	-	(48)	(54)	-	(54)	11.1	-
(Loss)/Profit before taxation	(2,664)	(1,760)	(4,424)	2,600	(1,006)	1,594	(202.5)	(75.0)
Taxation	(620)	29	(591)	715	(501)	214	(186.7)	105.8
(Loss)/Profit for the period	(3,284)	(1,731)	(5,015)	3,315	(1,507)	1,808	(199.1)	(14.9)

**Continuing Operations**

For the current quarter under review, the Group reported a revenue of RM42.8 million and LBT of RM2.7 million as compared to the revenue of RM52.3 million and PBT of RM2.6 million recorded in the immediate preceding quarter.

The declined in quarterly revenue of RM9.4 million or 18.1% was mainly due to the longer full lockdown (“MCO 3.0”) period during the quarter compared to the immediate preceding quarter. In addition, the preceding quarter revenue was higher primarily due to the Hari Raya Festival shopping spree.

The Group’s reported LBT of RM2.7 million from the PBT of RM2.6 million in the immediate preceding quarter was primarily due to the lower sales activities during the quarter while still incurred fixed overheads.

**Discontinuing Operations**

The discontinuing operations reported a revenue of RM2.4 million and LBT of RM1.8 million as compared to revenue of RM5.8 million and LBT of RM1.0 million reported in the immediate preceding quarter. The lower revenue and LBT position were mainly impacted by the MCO 3.0 measures in the domestic market.

**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021****16. Prospect**

Looking forward, with more than 77% of the Malaysia population have been fully vaccinated as of the date of this report (covidnow.moh.gov.my) and with the activation of boosters shot of vaccines in Malaysia, coupled with the interstate travelling allowed since 11 October 2021, the Board is positive that the gradual reopening of the local economy may see the recovery of the retail segment in the next quarter.

Nonetheless, the Board remains cautious on the remaining financial year as the complete recovery of the economy will be dependent on the containment of the Covid-19 death rate and serious cases in Malaysia and overseas markets. The Group remains committed to delivering long-term sustainable growth as it navigates through the new norm and changing business operating environment as well as improving operational efficiency.

**17. Achievability of Revenue or Profit Estimate, Forecast, Projection or Internal Targets**

No revenue or profit estimate, forecast, projection or internal targets have been issued by the Group previously in any public document.

**18. Taxation**

	<b>Current Quarter 30.09.2021 RM'000</b>
<b>Continuing Operations</b>	
Current year tax expense	578
Deferred tax expense	42
	<u>620</u>
	<b>Current Quarter 30.09.2021 RM'000</b>
<b>Discontinuing Operations</b>	
Current year tax expense	114
Deferred tax expense	(143)
	<u>(29)</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 mainly due to losses incurred by certain subsidiaries during the quarter where no deferred tax assets is recognised.

**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**19. Status of Corporate Proposals**

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

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

**20. Group Borrowings**

The particulars of the Group borrowings as at 30 September 2021 are as follows:

<b>Continuing Operations</b>	<b>Current RM'000</b>	<b>Non-current RM'000</b>	<b>Total RM'000</b>
<b><i>Secured</i></b>			
Term loan	1,806	15,571	17,377
Term financing-i	1,381	58,202	59,583
	3,187	73,773	76,960
<b><i>Unsecured</i></b>			
Bankers' acceptance	1,525	-	1,525
Trust receipt	4,418	-	4,418
	5,943	-	5,943
<b>Total borrowings</b>	<b>9,130</b>	<b>73,773</b>	<b>82,903</b>

Foreign currency borrowings are as follows:

	<b>Foreign Currency '000</b>	<b>RM Equivalent '000</b>
Singapore Dollar	4,180	12,863

**BONIA CORPORATION BERHAD**Registration No. 199101013622 (223934-T)  
(Incorporated in Malaysia)**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021****21. Notes to the Condensed Consolidated Statement of Comprehensive Income**

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

	3 months ended 30.09.21		
	Continuing Operations RM'000	Discontinuing Operations RM'000	Total RM'000
Amortisation of intangible assets	102	-	102
Amortisation of trademarks	346	-	346
Depreciation of property, plant and equipment	1,730	301	2,031
Depreciation of right-of-use assets	5,395	649	6,044
Fair value loss on other investment	7	-	7
(Gain)/Loss on disposal of right-of-use asset	(376)	-	(376)
Interest expense	1,198	95	1,293
Interest income and distribution income from short term funds	(148)	(84)	(232)
Lease concession	(2,169)	(312)	(2,481)
Net provision/(reversal) of impairment loss on trade and other receivables	941	518	1,459
Realised (gain)/loss on foreign exchange, net	(51)	1	(50)
Unrealised (gain)/loss on foreign exchange, net	(162)	(8)	(170)

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



## **BONIA CORPORATION BERHAD**

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

### **NOTES TO INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

#### **22. Material Litigation**

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

Further to the announcement on the quarterly results (under Note B12) made on 22 November 2013, the Plaintiffs had on 31 October 2016 filed a Writ of Summon and Statement of Claim against the Defendant and served the same on the Defendant on 2 November 2016.

On 21 November 2016, the Defendant filed 2 separate applications for a declaration that the Malaysian Court has no jurisdiction over the Defendant and for consequential relief (Enclosure 10), and for a declaration that the Malaysian Court is not the appropriate forum to try the Plaintiffs’ claim and consequently for a stay of proceedings (Enclosure 11).

On 16 December 2016, the Defendant filed 2 separate applications to strike out the Writ of Summons dated 31 October 2016 for lack of authority (Enclosure 20), and for a stay of proceedings pending arbitration (Enclosure 22).

On 25 January 2017, the Defendant withdrew Enclosure 20 with no order as to costs.

On 25 April 2017, the High Court dismissed Enclosures 10 and 11 with costs of RM5,000 for each enclosure.

On 3 May 2017, the Defendant filed 2 appeals against the High Court’s decisions on Enclosures 10 and 11 (“Appeals”).

On 8 May 2017, the Defendant filed an application to stay the proceedings pending the disposal of the Appeals (Enclosure 43).

On 11 May 2017, the Defendant filed 2 separate applications for an extension of time to file his Defence (Enclosure 47), and to strike out the Writ of Summons for abuse of process (Enclosure 50).

On 23 May 2017, the High Court dismissed Enclosure 43 with costs of RM1,500. The Judge also granted Enclosure 47 with no order as to costs, and directed the Defendant to file his Defence by 23 June 2017. The Defendant also withdrew Enclosure 50, which was accordingly struck out with no order as to costs.

On 22 June 2017, the Defendant filed his Defence and Counterclaim claiming general damages, exemplary damages, and costs for abuse of process. The Plaintiffs filed their Reply and Defence to Counterclaim on 24 July 2017.

On 17 October 2017, the Court of Appeal dismissed the Appeals with costs of RM5,000 for each appeal.

On 5 January 2018, the High Court allowed Enclosure 22 and stayed the suit pending reference of the dispute to arbitration with costs of RM5,000 to follow the outcome of the arbitration.

On 26 January 2018, the Plaintiffs appealed to the Court of Appeal against the High Court’s decision on Enclosure 22.

On 26 June 2018, the Court of Appeal allowed the appeal on Enclosure 22 with costs of RM15,000 for the Court of Appeal and High Court proceedings.

On 3 July 2018, the Defendant applied for leave to the Federal Court to appeal against the Court of Appeal’s decision on Enclosure 22.

On 20 July 2018, the Defendant filed an application to stay the proceedings pending the disposal of the Federal Court proceedings (Enclosure 7).

On 30 July 2018, the Plaintiffs filed an application for security for costs (Enclosure 13).



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

**22. Material Litigation (cont'd)**

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

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

The matter is presently fixed for trial on 10 to 13 January 2022.

The matter is fixed for Case Management in the High Court on 16 December 2021. The January 2022 trial dates are maintained.

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

**23. Dividends**

On 28 September 2021, the Board has approved and declared a single tier interim dividend of 2.00 sen per share of approximately RM4,020,000 in respect of the financial year ending 30 June 2022, and payment was made on 28 October 2021 to the shareholders of the Company whose names appear in the Record of Depositors on 13 October 2021 (previous financial period ended 30 September 2020 : Nil).

The total dividend declared for the financial period ended 30 September 2021 is 2.00 sen single tier dividend per share (previous financial period ended 30 September 2020 : Nil).

**24. Earnings Per Share**

The basic earnings per ordinary share was computed by dividing the Group's loss/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.

	<b>Current Quarter 30.09.2021 RM'000</b>	<b>Preceding Year Corresponding Quarter 30.09.2020 RM'000</b>	<b>Current Year- to-date 30.09.2021 RM'000</b>	<b>Preceding Year Corresponding Period 30.09.2020 RM'000</b>
<b><i>(Loss)/Profit for the period</i></b>				
Profit attributable to owners of the parent :				
- Continuing operations	(3,110)	4,139	(3,110)	4,139
- Discontinuing operations	(1,731)	1,223	(1,731)	1,223
	(4,841)	5,362	(4,841)	5,362
<b><i>Number of ordinary shares</i></b>				
Weighted average number of ordinary shares ('000)	200,995	191,519	200,995	191,519
Basic earnings per share (sen) :				
- Continuing operations	(1.55)	2.16	(1.55)	2.16
- Discontinuing operations	(0.86)	0.64	(0.86)	0.64
	(2.41)	2.80	(2.41)	2.80



**BONIA CORPORATION BERHAD**

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

**NOTES TO INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 30 SEPTEMBER 2021**

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

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

By Order of the Board,

**BONIA CORPORATION BERHAD**

**CHONG CHIN LOOK**

Group Finance Director

Kuala Lumpur

30 November 2021