



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	Individual quarter ended		Cumulative quarter ended	
	Current year quarter	Preceding year corresponding quarter	Current year quarter	Preceding year corresponding quarter
	30.09.2021 RM'000	30.09.2020 RM'000	30.09.2021 RM'000	30.09.2020 RM'000
Revenue	168,807	234,976	168,807	234,976
Cost of sales	(153,762)	(204,707)	(153,762)	(204,707)
<b>Gross profit</b>	<b>15,045</b>	<b>30,269</b>	<b>15,045</b>	<b>30,269</b>
Other income	1,823	1,822	1,823	1,822
Selling and distribution expenses	(4,740)	(6,016)	(4,740)	(6,016)
Administrative expenses	(6,886)	(5,611)	(6,886)	(5,611)
Other expenses	(1,664)	(3,058)	(1,664)	(3,058)
<b>Operating profit</b>	<b>3,578</b>	<b>17,406</b>	<b>3,578</b>	<b>17,406</b>
Finance costs	(699)	(655)	(699)	(655)
<b>Profit before taxation</b>	<b>2,879</b>	<b>16,751</b>	<b>2,879</b>	<b>16,751</b>
Taxation	(1,395)	(3,658)	(1,395)	(3,658)
<b>Profit for the period</b>	<b>1,484</b>	<b>13,093</b>	<b>1,484</b>	<b>13,093</b>
Attributable to :				
Owners of the parent	1,484	13,093	1,484	13,093
Non-controlling interest	-	-	-	-
<b>Profit for the period</b>	<b>1,484</b>	<b>13,093</b>	<b>1,484</b>	<b>13,093</b>
<b>Earnings per share (sen) :</b>				
(a) Basic	0.76	6.87 *	0.76	6.87 *
(b) Diluted	0.76	6.87 *	0.76	6.87 *
Weighted average number of ordinary shares ('000)	194,310.0	190,500.0	194,310.0	190,500.0
Profit for the period	1,484	13,093	1,484	13,093
Other comprehensive income:				
Foreign currency translation	911	(8,308)	911	(8,308)
<b>Total comprehensive income for the period</b>	<b>2,395</b>	<b>4,785</b>	<b>2,395</b>	<b>4,785</b>
Total comprehensive income attributable to :				
Owners of the parent	2,395	4,785	2,395	4,785
Non-controlling interest	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>2,395</b>	<b>4,785</b>	<b>2,395</b>	<b>4,785</b>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

\* For comparative purpose, the EPS for the quarter and year to date ended 30 September 2020 has been adjusted to reflect the bonus issue of 1 bonus share for every 1 existing ordinary share which was completed on 16 March 2021.



**LATITUDE TREE HOLDINGS BERHAD**  
(Registration No.: 199401017151 (302829-W))

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 30 SEPTEMBER 2021**

	<b>Unaudited</b>	<b>Audited</b>
	<b>30.09.2021</b>	<b>30.06.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	248,340	251,235
Investment properties	59,478	59,562
Right-of-use assets	34,033	34,510
Other investments	81	81
Investment securities	-	-
Deferred tax assets	912	907
	<u>342,844</u>	<u>346,295</u>
<b>Current assets</b>		
Inventories	188,275	228,979
Trade and other receivables	35,459	61,257
Prepayments	3,911	3,816
Tax recoverable	1,350	1,154
Cash and bank balances	191,141	196,602
Investment securities	73,525	55,452
Derivatives	30	-
	<u>493,691</u>	<u>547,260</u>
<b>TOTAL ASSETS</b>	<u><u>836,535</u></u>	<u><u>893,555</u></u>



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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 30 SEPTEMBER 2021 (CONT'D)**

	<b>Unaudited</b>	<b>Audited</b>
	<b>30.09.2021</b>	<b>30.06.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	98,433	98,433
Treasury shares	(155)	(155)
Retained earnings	445,026	443,542
Foreign currency translation reserve	69,331	68,420
	<u>612,635</u>	<u>610,240</u>
Non-controlling interest	-	-
<b>Total equity</b>	<u>612,635</u>	<u>610,240</u>
<b>Non-current liabilities</b>		
Loans and borrowings	21,360	22,062
Lease liabilities	4,838	4,834
Provision for severance allowance	248	231
Retirement benefit obligation	214	224
Deferred tax liabilities	3,662	3,213
	<u>30,322</u>	<u>30,564</u>
<b>Current liabilities</b>		
Trade and other payables	57,529	111,664
Loans and borrowings	106,547	108,076
Lease liabilities	661	883
Tax payable	28,841	32,001
Derivatives	-	127
	<u>193,578</u>	<u>252,751</u>
<b>Total liabilities</b>	<u>223,900</u>	<u>283,315</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>836,535</u>	<u>893,555</u>
Net assets per share attributable to owners of the parent (RM)	<u>3.15</u>	<u>3.14</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	<u>Share capital</u>	<u>Treasury shares</u>	<u>Non-distributable Foreign currency translation reserve</u>	<u>Distributable Retained earnings</u>	<u>Total</u>	<u>Non-controlling interest</u>	<u>Total equity</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 July 2020	98,433	(5,798)	77,399	407,967	578,001	-	578,001
Total comprehensive income for the period	-	-	(8,308)	13,093	4,785	-	4,785
As at 30 September 2020	<b>98,433</b>	<b>(5,798)</b>	<b>69,091</b>	<b>421,060</b>	<b>582,786</b>	-	<b>582,786</b>
As at 1 July 2021	98,433	(155)	68,420	443,542	610,240	-	610,240
Total comprehensive income for the period	-	-	911	1,484	2,395	-	2,395
As at 30 September 2021	<b>98,433</b>	<b>(155)</b>	<b>69,331</b>	<b>445,026</b>	<b>612,635</b>	-	<b>612,635</b>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

	30.09.2021 RM'000	30.09.2020 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,879	16,751
<b>Adjustments for:</b>		
Depreciation and amortisation	5,119	5,029
Net fair value gain on derivatives	(157)	(676)
Net fair value loss/(gain) on investment securities	52	(87)
Net unrealised loss on foreign exchange	446	1,444
Distribution from investment securities	(227)	(250)
Non cash items	25	-
Net financing costs	215	(51)
<b>Operating profit before working capital changes</b>	<b>8,352</b>	<b>22,160</b>
<b>Changes in working capital</b>		
Net change in current assets	67,771	(17,144)
Net change in current liabilities	(55,274)	36,715
Net income taxes paid	(4,571)	(1,500)
Net financing costs paid	(248)	32
<b>Net cash flows from operating activities</b>	<b>16,030</b>	<b>40,263</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,266)	(6,053)
Purchase of investment properties	(15)	-
Withdrawal of deposits with licensed banks	3,616	4,728
(Purchase of)/proceeds from investment securities	(17,799)	3,662
<b>Net cash flows (used in)/generated from investing activities</b>	<b>(15,464)</b>	<b>2,337</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net (repayment)/drawdown of loans and borrowings	(3,236)	20,554
Repayments for principal portion of lease liabilities	(267)	(291)
(Placement)/withdrawal of deposits placed as securities for bank borrowings and guarantees	(16)	411
<b>Net cash flows (used in)/generated from financing activities</b>	<b>(3,519)</b>	<b>20,674</b>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	<b>(2,953)</b>	<b>63,274</b>
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>184,960</b>	<b>101,426</b>
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS</b>	<b>1,092</b>	<b>(2,051)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>183,099</b>	<b>162,649</b>
Cash and cash equivalents included in the Consolidated Statement of Cash Flows comprise the following balance sheet amounts :		
Cash and bank balances	137,118	129,422
Term deposits	54,023	52,868
	191,141	182,290
Less:		
Deposits pledged as securities for bank borrowings and guarantees	(7,401)	(15,405)
Deposits with licensed banks with tenure more than three months	(641)	(4,236)
	183,099	162,649

**Reconciliation of liabilities arising from financing activities:**

	Carrying amount as at 1 July 2021 RM'000	Cash flows RM'000	Effects of foreign exchange RM'000	Carrying amount as at 30 September 2021 RM'000
Group				
Loans and borrowings	130,138	(3,236)	1,005	127,907
Lease liabilities	5,717	(267)	49	5,499
Total	135,855	(3,503)	1,054	133,406

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



# **LATITUDE TREE HOLDINGS BERHAD**

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## **NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2021**

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### **A1. BASIS OF PREPARATION**

The interim financial report is unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and Chapter 9 paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the year ended 30 June 2021.

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2021 except for the changes in accounting policies and presentation resulting from the adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations that are effective for the financial periods beginning on 1 July 2021.

The adoption of relevant MFRSs, Amendment to MFRSs and IC Interpretations did not have any material effect on the financial performance or position of the Group.

### **A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The latest audited financial statements for the financial year ended 30 June 2021 were not subject to any qualification.

### **A3. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence for the current quarter and financial period ended 30 September 2021.

### **A4. VALUATION OF PROPERTY, PLANT & EQUIPMENT**

There was no revaluation of properties of the Group during the financial period ended 30 September 2021.



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**A5. TAXATION**

The taxation of the Group for the financial period under review was as follows:

	Individual Quarter		Cumulative Quarter	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian	187	390	187	390
Overseas	750	2,665	750	2,665
<b>Total</b>	<b>937</b>	<b>3,055</b>	<b>937</b>	<b>3,055</b>
Deferred tax expense				
Malaysian	449	596	449	596
Overseas	9	7	9	7
<b>Total</b>	<b>458</b>	<b>603</b>	<b>458</b>	<b>603</b>
	<b>1,395</b>	<b>3,658</b>	<b>1,395</b>	<b>3,658</b>

**A6. CHANGES IN THE COMPOSITION OF THE GROUP**

There was no change to the composition of the Group in the quarter ended 30 September 2021.

**A7. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current quarter that would have impact on the result that had been reflected in the quarter under review.

**A8. CHANGES IN EQUITY AND LONG TERM DEBTS**

There were no changes in equity and long term debts for the current quarter ended 30 September 2021.

**A9. BORROWINGS AND DEBTS SECURITIES**

Details of the Group's borrowings were as follows:



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	As at 30 September 2021					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
<b>Secured</b>						
Term loan (USD)	13,887	-	1,815	-	15,702	-
Term loan (RM)	-	6,811	-	775	-	7,586
Term loan (THB)	662	-	550	-	1,212	-
Bankers' acceptances (RM)	-	-	-	4,585	-	4,585
Bankers' acceptances (USD)	-	-	124	-	124	-
Revolving credit (USD)	-	-	6,278	-	6,278	-
<b>Unsecured</b>						
Trust receipts (USD)	-	-	86,296	-	86,296	-
Debentures (USD)	-	-	6,124	-	6,124	-
<b>Total</b>	14,549	6,811	101,187	5,360	115,736	12,171

	As at 30 June 2021					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
<b>Secured</b>						
Term loan (USD)	14,218	-	1,801	-	16,019	-
Term loan (RM)	-	7,007	-	768	-	7,775
Term loan (THB)	837	-	576	-	1,413	-





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**NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2021**

	As at 30 June 2021					
	Long term		Short term		Total borrowings	
	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000	RM equivalents of amount denominated in foreign currency (RM'000)	RM'000
Bankers' acceptances (RM)	-	-	-	2,228	-	2,228
Bankers' acceptances (USD)	-	-	941	-	941	-
Revolving credit (USD)	-	-	2,075	-	2,075	-
<b>Unsecured</b>						
Trust receipts (USD)	-	-	99,687	-	99,687	-
<b>Total</b>	15,055	7,007	105,080	2,996	120,135	10,003

**A10. FINANCIAL INSTRUMENTS - DERIVATIVES**

Details of the Group's outstanding derivative financial instruments were as follows:

	As at 30 September 2021			As at 30 June 2021		
	Contract/ Notional amount	Assets	Fair value gain	Contract/ Notional amount	Liabilities	Fair value gain
<b>Non-hedging derivatives:</b>						
<b>Non-current</b>						
Forward currency contracts	-	-	-	-	-	762
<b>Current</b>						
Forward currency contracts	25,140	30	157	38,137	(127)	261
Interest rate swap	-	-	-	-	-	2
	25,140	30	157	38,137	(127)	263
<b>Total derivatives</b>	25,140	30	157	38,137	(127)	1,025



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The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's bank balance denominated in United States Dollar ("USD") for which Group's commitments existed at the reporting date, extending to February 2022 and March 2022. During the financial period under review, the Group recognised a gain of RM156,223 arising from fair value changes of forward currency contracts. The fair value changes are attributable to changes in foreign exchange closing and forward rate.

**A11. CHANGES IN MATERIAL LITIGATION**

There was no material litigation or any pending material litigation since the date of the last annual statement of financial position until 25 November 2021.

**A12. SEGMENTAL INFORMATION**

The Group's primary business segment, including its overseas subsidiaries is that of the manufacture and sale of wooden furniture and components.

Business segmental information has not been prepared as the Group's revenue, operating profit, assets and liabilities, capital expenditure, depreciation and amortisation and non-cash expenses are mainly confined to one business segment.

***Geographical segments***

The Group's business segment operates principally in Malaysia, Vietnam and Thailand.

In presenting information on the basis of geographical segments, segment revenue and profit before taxation, segment assets and liabilities were based on the geographical location of assets.

**Results for the Individual and Cumulative Quarter ended 30 September**

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Total revenue	23,533	45,227	143,449	191,324	4,719	6,040	634	888	172,335	243,479
Inter-segment revenue	(2,431)	(6,062)	-	(105)	(1,097)	(2,336)	-	-	(3,528)	(8,503)
External revenue	21,102	39,165	143,449	191,219	3,622	3,704	634	888	168,807	234,976
Profit/(loss) before taxation	1,992	3,276	822	13,536	(851)	(149)	916	88	2,879	16,751



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**NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2021**

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Segment assets	256,579	250,195	441,172	468,842	37,590	35,093	595,086	600,164	1,330,427	1,354,294
Segment liabilities	54,509	49,224	162,758	220,580	19,936	14,646	85,880	258,025	323,083	542,475

The following items are deducted from segment assets/liabilities to arrive at total assets/liabilities reported in the consolidated statement of financial position:

	<b>30.09.2021</b>	<b>30.09.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Inter-segment assets	<u>493,892</u>	<u>495,991</u>
Inter-segment liabilities	<u>99,183</u>	<u>266,958</u>

**ADDITIONAL INFORMATION REQUIRED BY MAIN MARKET LISTING REQUIREMENT (APPENDIX 9B)**

**B1. MATERIAL CHANGE IN PROFIT BEFORE TAXATION COMPARED TO IMMEDIATE PRECEDING QUARTER**

RM' Million	Individual quarter		Changes (%)
	30.09.2021	30.06.2021	
Revenue	168.8	216.0	-21.9%
Gross profit	15.0	27.3	-45.1%
Profit before taxation	2.9	10.0	-71.0%
Profit after taxation	1.5	2.6	-42.3%

**Revenue**

For the quarter under review, the Group's revenue dipped 21.9% to RM168.8 million as compared to the preceding quarter of RM216.0 million. The decrease was mainly attributable to the followings:

- lower sales and production output recorded by furniture plants in Vietnam due to temporary interruption of operation under Directive No.16 effective 19 July 2021 as announced by the Government of Vietnam to contain outbreak of Covid-19 virus in 16 southern states of Vietnam;



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- lower sales and production output recorded by furniture plant in Malaysia due to implementation of full lockdown effective June 2021 as announced by the Government of Malaysia to curb high daily infection of Covid-19 pandemic; offset with
- strengthening of US Dollar (“USD”) against Ringgit Malaysia (“RM”) by 1.7%.

### **Gross profit**

The Group has recorded lower gross profit from RM27.3 million in preceding quarter compared to RM15.0 million in current quarter, representing a decline of 45.1%. The decrease in gross profit was mainly attributable to the followings:

- in line with the decrease in revenue;
- higher operating cost resulting from closure of furniture and sawmill plants in Malaysia during the quarter under review; and
- higher operating expenses due to the implementation of “3 on the spot” approach by furniture plants in Vietnam.

### **Profit before taxation (“PBT”)**

The Group has recorded a significant decline in PBT from RM10.0 million in preceding quarter to RM2.9 million in current quarter, representing a decrease of 71.0%. The substantial decrease in PBT was mainly attributable to the followings:

- in line with the decrease in gross profit;
- the ongoing Covid-19 related expenses incurred by all factories to comply with the requirement of local authorities and to protect the safety of all workers; offset with
- absence of inventories written down of RM2.0 million in current quarter; and
- lower selling and marketing expenses by RM3.1 million in current quarter compared to preceding quarter due to lower sales recorded.

### **Profit after taxation (“PAT”)**

The Group recorded PAT of RM1.5 million in current quarter, representing a decrease of 42.3% from RM2.6 million in preceding quarter was in line with the decrease in PBT offset with lower tax provision made in current quarter compared to preceding quarter.

## **B2. REVIEW OF PERFORMANCE**

RM' Million	Cumulative quarter		Changes (%)
	30.09.2021	30.09.2020	
Revenue	168.8	235.0	-28.2%
Gross profit	15.0	30.3	-50.5%
Profit before taxation	2.9	16.8	-82.7%
Profit after taxation	1.5	13.1	-88.5%



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### **Revenue**

The Group recorded revenue of RM168.8 million for the three months financial period ended 30 September 2021 (“FP2022”), representing a decrease of 28.2% as compared to the three months financial period ended 30 September 2020 (“FP2021”) of RM235.0 million. The decrease was mainly attributable to the followings:

- lower sales recorded by all divisions of the Group due to closure of plants resulting from implementation of full lockdown and Directive No.16 by the Governments of Malaysia and Vietnam to contain outbreak of Covid-19 pandemic; and
- weakening of US Dollar (“USD”) against Ringgit Malaysia (“RM”) by 0.2%.

### **Gross profit**

Gross profit of the Group amounted to RM15.0 million in FP2022, representing a decrease of 50.5% from RM30.3 million in FP2021. The decrease in gross profit was mainly attributable to the followings:

- in line with the decrease in revenue;
- higher operating cost resulting from closure of furniture and sawmill plants in Malaysia during the quarter under review; and
- higher operating expenses due to the implementation of “3 on the spot” approach by furniture plants in Vietnam.

### **Profit before taxation (“PBT”)**

PBT of the Group amounted to RM2.9 million in FP2022, representing a significant decrease of 82.7% from RM16.8 million in FP2021 was mainly attributable to the followings:

- in line with the decrease in gross profit;
- the ongoing Covid-19 related expenses incurred by all factories to comply with the requirement of local authorities and to protect the safety of all workers; and
- lower net fair value gain on derivatives recorded in FP2022 as compared to FP2021.

### **Profit after taxation (“PAT”)**

PAT of the Group amounted to RM1.5 million in FP2022, representing a significant decrease of 88.5% from RM13.1 million in FP2021 was in line with decrease in PBT.



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## NOTES TO THE QUARTERLY REPORT – 30 SEPTEMBER 2021

### B3. PROFIT FOR THE PERIOD

Profit for the period is arrived at after (crediting)/charging:

	Individual quarter ended		Cumulative quarter ended	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(484)	(706)	(484)	(706)
Interest expense	699	655	699	655
Distribution from investment securities	(227)	(250)	(227)	(250)
Depreciation and amortisation	5,119	5,029	5,119	5,029
Net unrealised loss on foreign exchange	446	1,444	446	1,444
Net realised loss on foreign exchange	1,238	631	1,238	631
Net fair value gain on derivatives	(157)	(676)	(157)	(676)
Net fair value loss/(gain) on investment securities	52	(87)	52	(87)
Insurance compensation	(372)	-	(372)	-

### B4. TRADE AND OTHER RECEIVABLES

	30.09.2021 RM'000	30.06.2021 RM'000
<b>Trade receivables</b>		
Third parties	27,038	48,512
Less: Allowance for expected credit losses	(5,317)	(5,286)
Trade receivables, net	<u>21,721</u>	<u>43,226</u>
<b>Other receivables</b>		
Import duty and other indirect taxes	4,071	10,669
Advance to suppliers	7,171	5,047
Sundry receivables	1,799	1,629
Deposits	962	964
	<u>14,003</u>	<u>18,309</u>
Less: Allowance for expected credit losses-sundry receivables	(265)	(278)
Other receivables, net	<u>13,738</u>	<u>18,031</u>
Total trade and other receivables	<u>35,459</u>	<u>61,257</u>

The ageing analysis of the Group's trade receivables is as follows:



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	<b>30.09.2021</b>	<b>30.06.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
Neither past due nor impaired	18,233	34,533
Past due not impaired:		
1 - 30 days	2,134	6,245
31 - 60 days	5	1,522
61 - 90 days	1,340	779
> 91 days	9	147
Impaired	<u>5,317</u>	<u>5,286</u>
Gross trade receivables	<u>27,038</u>	<u>48,512</u>

**Trade receivables**

Trade receivables are non-interest bearing. The Group's normal trade credit terms range from 7 to 90 days. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

**B5. CORPORATE PROPOSAL**

There were no corporate proposals announced but not completed as at 25 November 2021.

**B6. SEASONAL OR CYCLICAL FACTORS**

The Group operation is seasonal in nature whereby the turnover for the first three months of a calendar year is slightly lower due to long festive holidays which fall on the first quarter of the calendar year and also the lower demand in the United States which normally slows down after Christmas and New Year.

**B7. CURRENT YEAR PROSPECT**

The global market remains volatile and uncertain with the continued impact of the Covid-19 pandemic, foreign exchange fluctuations, surge in oil price and increase in logistic costs. Prices of most raw materials are expected to increase or stay high for the remainder of FY2022.

The operating environment in this trying time especially the global economic uncertainties, the Group will remain resilient and vigilant in addressing these uncertainties in all levels of decision making. The Group is continuing with its cost controlling strategies, enhancing production efficiency, development of new products and new designs in the "new normal" environment and effective cost management across all functions.

Barring any unforeseen circumstances, the Board believes that the Group will remain profitable for the financial year ending 30 June 2022.



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**B8. VARIANCE BETWEEN ACTUAL RESULT AND FORECAST PROFIT OR PROFIT GUARANTEE**

The Group did not issue any profit forecast or profit guarantee for the quarter ended 30 September 2021.

**B9. DIVIDEND**

The Company has declared a final single-tier dividend of 3.0 sen per ordinary share for the financial year ended 30 June 2021 subject to shareholders' approval at the forthcoming Annual General Meeting.

The Board of Directors did not recommend any interim dividend for the current quarter ended 30 September 2021.

**B10. EARNINGS PER SHARE (“EPS”)**

Basic EPS	Individual Quarter		Cumulative Quarter	
	30.09.2021	30.09.2020	30.09.2021	30.09.2020
Net profit attributable to owners the parent (RM'000)	1,484	13,093	1,484	13,093
Weighted average number of shares ('000)	194,310.0	190,500.0	194,310.0	190,500.0
Basic EPS (sen)	0.76	6.87*	0.76	6.87*

\* For comparative purpose, the EPS for the quarter and year to date ended 30 September 2020 has been adjusted to reflect the bonus issue of 1 bonus share for every 1 existing ordinary share which was completed on 16 March 2021.

**B11. CAPITAL COMMITMENTS**

Capital commitments for property, plant and equipment not provided for in the financial statements as at 30 September 2021 were as follows:

	RM'000
Authorised by Directors and contracted	8,099
Authorised by Directors and not contracted	-
	<b>8,099</b>