



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED 31 DECEMBER 2021**

	Individual quarter ended		Cumulative quarter ended	
	Current year quarter	Preceding year corresponding quarter	Current year quarter	Preceding year corresponding quarter
	31.12.2021 RM'000	31.12.2020 RM'000	31.12.2021 RM'000	31.12.2020 RM'000
Revenue	152,544	244,284	321,351	479,260
Cost of sales	(134,077)	(206,185)	(287,839)	(410,892)
Gross profit	18,467	38,099	33,512	68,368
Other income	1,804	9,397	3,627	11,219
Selling and distribution expenses	(4,235)	(7,107)	(8,975)	(13,123)
Administrative expenses	(7,021)	(7,506)	(13,907)	(13,117)
Other expenses	(931)	(1,816)	(2,595)	(4,874)
Operating profit	8,084	31,067	11,662	48,473
Finance costs	(536)	(793)	(1,235)	(1,448)
Profit before taxation	7,548	30,274	10,427	47,025
Taxation	(1,802)	(3,704)	(3,197)	(7,362)
Profit for the period	5,746	26,570	7,230	39,663
Attributable to :				
Owners of the parent	5,746	26,570	7,230	39,663
Non-controlling interest	-	-	-	-
Profit for the period	5,746	26,570	7,230	39,663
Earnings per share (sen) :				
(a) Basic	2.96	13.95 *	3.72	20.82 *
(b) Diluted	2.96	13.95 *	3.72	20.82 *
Weighted average number of ordinary shares ('000)	194,310.0	190,500.0	194,310.0	190,500.0
Profit for the period	5,746	26,570	7,230	39,663
Other comprehensive income:				
Foreign currency translation	(742)	(8,660)	169	(16,968)
Total comprehensive income for the period	5,004	17,910	7,399	22,695
Total comprehensive income attributable to :				
Owners of the parent	5,004	17,910	7,399	22,695
Non-controlling interest	-	-	-	-
Total comprehensive income for the period	5,004	17,910	7,399	22,695

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 31 December 2020 have 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 31 DECEMBER 2021

	Unaudited	Audited
	31.12.2021	30.06.2021
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	245,824	251,235
Investment properties	59,374	59,562
Right-of-use assets	33,390	34,510
Other investments	81	81
Investment securities	-	-
Deferred tax assets	894	907
	<u>339,563</u>	<u>346,295</u>
Current assets		
Inventories	207,809	228,979
Trade and other receivables	61,921	61,257
Prepayments	3,878	3,816
Tax recoverable	674	1,154
Cash and bank balances	130,966	196,602
Investment securities	95,536	55,452
Derivatives	296	-
	<u>501,080</u>	<u>547,260</u>
TOTAL ASSETS	<u><u>840,643</u></u>	<u><u>893,555</u></u>



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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 DECEMBER 2021 (CONT'D)

	Unaudited	Audited
	31.12.2021	30.06.2021
	RM'000	RM'000
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	98,433	98,433
Treasury shares	(155)	(155)
Retained earnings	450,772	443,542
Foreign currency translation reserve	68,589	68,420
	<u>617,639</u>	<u>610,240</u>
Non-controlling interest	-	-
Total equity	<u>617,639</u>	<u>610,240</u>
Non-current liabilities		
Loans and borrowings	19,980	22,062
Lease liabilities	4,775	4,834
Provision for severance allowance	220	231
Retirement benefit obligation	215	224
Deferred tax liabilities	3,611	3,213
	<u>28,801</u>	<u>30,564</u>
Current liabilities		
Trade and other payables	85,387	111,664
Loans and borrowings	79,464	108,076
Lease liabilities	428	883
Tax payable	28,924	32,001
Derivatives	-	127
	<u>194,203</u>	<u>252,751</u>
Total liabilities	<u>223,004</u>	<u>283,315</u>
TOTAL EQUITY AND LIABILITIES	<u>840,643</u>	<u>893,555</u>
Net assets per share attributable to owners of the parent (RM)	<u>3.18</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 31 DECEMBER 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	-	-	(16,968)	39,663	22,695	-	22,695
Dividend paid	-	-	-	(2,858)	(2,858)	-	(2,858)
As at 31 December 2020	98,433	(5,798)	60,431	444,772	597,838	-	597,838
As at 1 July 2021	98,433	(155)	68,420	443,542	610,240	-	610,240
Total comprehensive income for the period	-	-	169	7,230	7,399	-	7,399
As at 31 December 2021	98,433	(155)	68,589	450,772	617,639	-	617,639

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 31 DECEMBER 2021**

	31.12.2021 RM'000	31.12.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	10,427	47,025
Adjustments for:		
Depreciation and amortisation	9,948	9,838
Property, plant and equipment written off	-	9
Net fair value gain on derivatives	(423)	(1,298)
Net fair value loss/(gain) on investment securities	171	(231)
Net unrealised loss on foreign exchange	561	1,936
Gain on disposal of property, plant and equipment	(75)	-
Distribution from investment securities	(532)	(455)
Non cash items	50	10
Net financing costs	176	217
Operating profit before working capital changes	<u>20,303</u>	<u>57,051</u>
Changes in working capital		
Net change in current assets	20,967	(35,272)
Net change in current liabilities	(27,176)	37,692
Net income taxes paid	(5,499)	(4,214)
Net financing costs paid	(323)	(343)
Net cash flows from operating activities	<u>8,272</u>	<u>54,914</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,611)	(9,786)
Purchase of investment properties	(15)	(316)
Proceeds from disposal of property, plant and equipment	84	8
Withdrawal of deposits with licensed banks	769	4,871
(Purchase of)/proceeds from investment securities	(39,714)	6,833
Net cash flows (used in)/generated from investing activities	<u>(42,487)</u>	<u>1,610</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (repayment)/drawdown of loans and borrowings	(31,284)	20,047
Repayments for principal portion of lease liabilities	(535)	(575)
Dividends paid on ordinary shares	-	(2,858)
(Placement)/withdrawal of deposits placed as securities for bank borrowings and guarantees	(32)	360
Net cash flows (used in)/generated from financing activities	<u>(31,851)</u>	<u>16,974</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	<u>(66,066)</u>	<u>73,498</u>
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD	184,960	101,426
EFFECT OF FOREIGN EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	1,167	(6,139)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>120,061</u>	<u>168,785</u>
Cash and cash equivalents included in the Consolidated Statement of Cash Flows comprise the following balance sheet amounts :		
Cash and bank balances	83,622	123,141
Term deposits	47,344	65,192
	<u>130,966</u>	<u>188,333</u>
Less:		
Deposits pledged as securities for bank borrowings and guarantees	(7,417)	(15,456)
Deposits with licensed banks with tenure more than three months	(3,488)	(4,092)
	<u>120,061</u>	<u>168,785</u>

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 31 December 2021 RM'000
<u>Group</u>				
Loans and borrowings	130,138	(31,284)	590	99,444
Lease liabilities	5,717	(535)	21	5,203
Total	<u>135,855</u>	<u>(31,819)</u>	<u>611</u>	<u>104,647</u>

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

(Registration No.: 199401017151 (302829-W))

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

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 31 December 2021.

A4. VALUATION OF PROPERTY, PLANT & EQUIPMENT

There was no revaluation of properties of the Group during the financial period ended 31 December 2021.



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

A5. TAXATION

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

	Individual Quarter		Cumulative Quarter	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian	892	1,096	1,079	1,486
Overseas	952	2,807	1,702	5,472
Total	1,844	3,903	2,781	6,958
Deferred tax expense				
Malaysian	(51)	(204)	398	392
Overseas	9	5	18	12
Total	(42)	(199)	416	404
	1,802	3,704	3,197	7,362

A6. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change to the composition of the Group in the quarter ended 31 December 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 31 December 2021.

A9. BORROWINGS AND DEBTS SECURITIES

Details of the Group's borrowings were as follows:



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

	As at 31 December 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
Secured						
Term loan (USD)	13,366	-	1,806	-	15,172	-
Term loan (RM)	-	6,614	-	780	-	7,394
Bankers' acceptances (RM)	-	-	-	5,985	-	5,985
Revolving credit (USD)	-	-	6,245	-	6,245	-
Unsecured						
Trust receipts (USD)	-	-	58,498	-	58,498	-
Debentures (USD)	-	-	6,150	-	6,150	-
Total	13,366	6,614	72,699	6,765	86,065	13,379

	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
Secured						
Term loan (USD)	14,218	-	1,801	-	16,019	-
Term loan (RM)	-	7,007	-	768	-	7,775
Term loan (THB)	837	-	576	-	1,413	-
Bankers' acceptances (RM)	-	-	-	2,228	-	2,228
Bankers' acceptances (USD)	-	-	941	-	941	-



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 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
Revolving credit (USD)	-	-	2,075	-	2,075	-
Unsecured						
Trust receipts (USD)	-	-	99,687	-	99,687	-
Total	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 31 December 2021			As at 30 June 2021		
	Contract/ Notional amount	Assets	Fair value gain	Contract/ Notional amount	Liabilities	Fair value gain
Non-hedging derivatives:						
Non-current						
Forward currency contracts	-	-	-	-	-	762
Current						
Forward currency contracts	26,731	296	423	38,137	(127)	261
Interest rate swap	-	-	-	-	-	2
	<u>26,731</u>	<u>296</u>	<u>423</u>	<u>38,137</u>	<u>(127)</u>	<u>263</u>
Total derivatives	26,731	296	423	38,137	(127)	1,025

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 October 2022. During the financial period under review, the Group recognised



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

a gain of RM422,041 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 24 February 2022.

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 Quarter ended 31 December

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Total revenue	47,231	46,863	105,771	199,057	6,198	6,370	9,080	12,329	168,280	264,619
Inter-segment revenue	(5,579)	(6,244)	(114)	(168)	(1,629)	(2,776)	(8,414)	(11,147)	(15,736)	(20,335)
External revenue	41,652	40,619	105,657	198,889	4,569	3,594	666	1,182	152,544	244,284
Profit/(loss) before taxation	4,505	2,829	4,286	26,675	(628)	412	(615)	358	7,548	30,274
Segment assets	263,575	249,927	432,926	473,768	34,324	35,482	602,212	603,568	1,333,037	1,362,745
Segment liabilities	57,766	46,958	160,990	218,750	17,220	14,196	84,857	256,655	320,833	536,559



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

Results for the Cumulative Quarter ended 31 December

RM'000	Malaysia		Vietnam		Thailand		Others		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Total revenue	70,764	92,090	249,220	390,381	10,917	12,410	9,714	13,217	340,615	508,098
Inter-segment revenue	(8,010)	(12,306)	(114)	(273)	(2,726)	(5,112)	(8,414)	(11,147)	(19,264)	(28,838)
External revenue	62,754	79,784	249,106	390,108	8,191	7,298	1,300	2,070	321,351	479,260
Profit/(loss) before taxation	6,497	6,105	5,108	40,211	(1,479)	263	301	446	10,427	47,025
Segment assets	263,575	249,927	432,926	473,768	34,324	35,482	602,212	603,568	1,333,037	1,362,745
Segment liabilities	57,766	46,958	160,990	218,750	17,220	14,196	84,857	256,655	320,833	536,559

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

	31.12.2021	31.12.2020
	RM'000	RM'000
Inter-segment assets	<u>492,394</u>	<u>496,454</u>
Inter-segment liabilities	<u>97,829</u>	<u>268,106</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 (%)
	31.12.2021	30.09.2021	
Revenue	152.5	168.8	-9.7%
Gross profit	18.5	15.0	+23.3%
Profit before taxation	7.5	2.9	>+100.0%
Profit after taxation	5.7	1.5	>+100.0%



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

Revenue

For the quarter under review, the Group's revenue dipped 9.7% to RM152.5 million as compared to the preceding quarter of RM168.8 million. The decrease was mainly attributable to the followings:

- lower production output recorded by a furniture plant in Vietnam due to manpower shortage issue after resumption of operation from lockdown in Vietnam; and
- lower shipments due to logistic issues caused by US ports congestion.

Gross profit

The Group has recorded higher gross profit from RM15.0 million in preceding quarter compared to RM18.5 million in current quarter, representing an increase of 23.3%. The increase in gross profit was mainly due to lower operating costs in current quarter as Malaysia and Vietnam plants are allowed to resume operations after prolonged lockdown in preceding quarter.

Profit before taxation ("PBT")

The Group has recorded a significant increase in PBT from RM2.9 million in preceding quarter to RM7.5 million in current quarter, representing an increase of more than 100.0%. The substantial increase in PBT was mainly attributable to the followings:

- in line with the increase in gross profit; and
- lower foreign exchange loss by RM1.2 million in current quarter compared to preceding quarter.

Profit after taxation ("PAT")

The Group recorded PAT of RM5.7 million in current quarter, representing a significant increase of more than 100.0% from RM1.5 million in preceding quarter was in line with the increase in PBT offset with higher tax provision made in current quarter compared to preceding quarter.

B2. REVIEW OF PERFORMANCE

RM' Million	Cumulative quarter		Changes (%)
	31.12.2021	31.12.2020	
Revenue	321.4	479.3	-32.9%
Gross profit	33.5	68.4	-51.0%
Profit before taxation	10.4	47.0	-77.9%
Profit after taxation	7.2	39.7	-81.9%



LATITUDE TREE HOLDINGS BERHAD

(Registration No.: 199401017151 (302829-W))

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

Revenue

The Group recorded revenue of RM321.4 million for the six months financial period ended 31 December 2021 (“FP2022”), representing a decline of 32.9% as compared to the six months financial period ended 31 December 2020 (“FP2021”) of RM479.3 million. The decrease was mainly attributable to the followings:

- lesser production days due to lockdown in Malaysia and Vietnam to contain outbreak of Covid-19 pandemic;
- lower sales and production output recorded by a furniture plant in Vietnam due to manpower shortage issue after resumption of operation from lockdown in Vietnam; and
- lower shipments due to congestion at US ports.

Gross profit

Gross profit of the Group amounted to RM33.5 million in FP2022, representing a decrease of 51.0% from RM68.4 million in FP2021. The decline 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 FP2022;
- higher operating expenses due to the implementation of “3 on the spot” approach by furniture plants in Vietnam; and
- escalating raw material prices due to surge in oil price and high logistic cost.

Profit before taxation (“PBT”)

PBT of the Group amounted to RM10.4 million in FP2022, representing a significant decrease of 77.9% from RM47.0 million in FP2021 was mainly attributable to the followings:

- in line with the decrease in gross profit; and
- the ongoing Covid-19 related expenses incurred by all factories to comply with the requirement of local authorities and to protect the safety of our workers.

Profit after taxation (“PAT”)

PAT of the Group amounted to RM7.2 million in FP2022, representing a significant decline of 81.9% from RM39.7 million in FP2021 was in line with decrease in PBT.



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

B3. PROFIT FOR THE PERIOD

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

	Individual quarter ended		Cumulative quarter ended	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(575)	(524)	(1,059)	(1,230)
Interest expense	536	792	1,235	1,447
Distribution from investment securities	(305)	(205)	(532)	(455)
Depreciation and amortisation	4,829	4,809	9,948	9,838
Property, plant and equipment written off	-	9	-	9
Net unrealised loss on foreign exchange	115	492	561	1,936
Net realised loss on foreign exchange	363	490	1,601	1,121
Net fair value gain on derivatives	(266)	(622)	(423)	(1,298)
Net fair value loss/(gain) on investment securities	119	(144)	171	(231)
Insurance compensation	(170)	(7,798)	(542)	(7,798)

B4. TRADE AND OTHER RECEIVABLES

	31.12.2021 RM'000	30.06.2021 RM'000
Trade receivables		
Third parties	50,112	48,512
Less: Allowance for expected credit losses	(5,292)	(5,286)
Trade receivables, net	<u>44,820</u>	<u>43,226</u>
Other receivables		
Import duty and other indirect taxes	9,942	10,669
Advance to suppliers	4,962	5,047
Sundry receivables	1,500	1,629
Deposits	964	964
	<u>17,368</u>	<u>18,309</u>
Less: Allowance for expected credit losses-sundry receivables	(267)	(278)
Other receivables, net	<u>17,101</u>	<u>18,031</u>
Total trade and other receivables	<u>61,921</u>	<u>61,257</u>



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

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

	31.12.2021	30.06.2021
	RM'000	RM'000
Neither past due nor impaired	38,438	34,533
Past due not impaired:		
1 - 30 days	5,220	6,245
31 - 60 days	671	1,522
61 - 90 days	450	779
> 91 days	41	147
Impaired	5,292	5,286
Gross trade receivables	<u>50,112</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 24 February 2022.

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 the prolonged US ports congestion. 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.



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

NOTES TO THE QUARTERLY REPORT – 31 DECEMBER 2021

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 31 December 2021.

B9. DIVIDEND

The Company had on 14 January 2022 paid a final single-tier dividend of 3.0 sen per ordinary share for the financial year ended 30 June 2021.

On 24 February 2022, the Board of Directors approved and declared a first interim single-tier dividend of 1.0 sen per ordinary share in respect of the financial year ending 30 June 2022 which will be paid on 13 May 2022. The entitlement date is on 15 April 2022.

A Depositor shall qualify for entitlement to the dividend only in respect of:

- a) Shares transferred to the Depositor's Securities Account before 5.00 p.m. on 15 April 2022 in respect of transfers; and
- b) Shares bought on Bursa Malaysia Securities Berhad ("Bursa Securities") on a cum entitlement basis according to the Rules of Bursa Securities.

B10. EARNINGS PER SHARE ("EPS")

Basic EPS	Individual Quarter		Cumulative Quarter	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Net profit attributable to owners the parent (RM'000)	5,746	26,570	7,230	39,663
Weighted average number of shares ('000)	194,310.0	190,500.0	194,310.0	190,500.0
Basic EPS (sen)	2.96	13.95*	3.72	20.82*

* For comparative purpose, the EPS for the quarter and year to date ended 31 December 2020 have 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 31 December 2021 were as follows:

	RM'000
Authorised by Directors and contracted	7,423
Authorised by Directors and not contracted	-
	7,423