

PAN MALAYSIA HOLDINGS BERHADCompany No : 95469-W
(Incorporated in Malaysia)**INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

The figures have not been audited

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013**

	FOURTH QUARTER		CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Revenue	3,656	3,286	11,605	11,116
Other operating income	93	338	212	518
Operating expenses	(3,223)	(2,874)	(10,443)	(9,610)
Profit from operations	526	750	1,374	2,024
Non-operating (expenses)/income (refer Note A4)	(1,043)	30	(1,340)	30
Finance costs	(614)	(433)	(2,062)	(1,823)
Share of results of associate	(7,681)	(39,172)	(7,639)	(39,562)
Loss before taxation	(8,812)	(38,825)	(9,667)	(39,331)
Taxation	(52)	6	(71)	6
Loss for the period/year	(8,864)	(38,819)	(9,738)	(39,325)
Attributable to:				
Equity holders of the Company	(8,864)	(38,819)	(9,738)	(39,325)
Non-controlling interest	-	-	-	-
	(8,864)	(38,819)	(9,738)	(39,325)
	Sen	Sen	Sen	Sen
Loss per share attributable to equity holders of the Company:				
- Basic / Diluted	(0.95)	(4.18)	(1.05)	(4.23)

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013**

	<u>FOURTH QUARTER</u>		<u>CUMULATIVE 12 MONTHS</u>	
	<u>31.12.2013</u>	<u>31.12.2012</u>	<u>31.12.2013</u>	<u>31.12.2012</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Loss for the period/year	(8,864)	(38,819)	(9,738)	(39,325)
Foreign currency translations	(96)	0	(51)	0
Fair value for available-for-sale investments	(48)	(8)	(207)	203
Total comprehensive loss for the period/year	<u>(9,008)</u>	<u>(38,827)</u>	<u>(9,996)</u>	<u>(39,122)</u>
Total comprehensive loss attributable to:				
Equity holders of the Company	(9,008)	(38,827)	(9,996)	(39,122)
Non-controlling interest	-	-	-	-
	<u>(9,008)</u>	<u>(38,827)</u>	<u>(9,996)</u>	<u>(39,122)</u>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

	31.12.2013 RM'000	31.12.2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	26,439	27,047
Investment in associate	2,026	9,665
Available-for-sale investments	872	1,404
	<u>29,337</u>	<u>38,116</u>
Current assets		
Inventories	417	501
Trade and other receivables	1,269	1,997
Current tax assets	18	11
Amounts owing by associate	52,766	53,221
Deposits, cash and bank balances	1,986	1,288
	<u>56,456</u>	<u>57,018</u>
TOTAL ASSETS	<u>85,793</u>	<u>95,134</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	92,887	92,887
Other reserves	444	702
Accumulated losses	(32,734)	(22,996)
	<u>60,597</u>	<u>70,593</u>
Non-controlling interest	-	-
Total equity	<u>60,597</u>	<u>70,593</u>
Non-current liabilities		
Borrowings	19,709	13,640
Deferred tax liabilities	1,238	1,238
	<u>20,947</u>	<u>14,878</u>
Current liabilities		
Trade and other payables	4,144	3,003
Borrowings	72	6,660
Current tax liabilities	33	-
	<u>4,249</u>	<u>9,663</u>
Total liabilities	<u>25,196</u>	<u>24,541</u>
TOTAL EQUITY AND LIABILITIES	<u>85,793</u>	<u>95,134</u>
	RM	RM
Net assets per share attributable to equity holders of the Company	<u>0.07</u>	<u>0.08</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013**

	<u>Attributable to Equity Holders of the Company</u>				<u>Non-</u> <u>controlling</u> <u>interest</u>	<u>Total</u> <u>Equity</u>
	<u>Share</u> <u>Capital</u> <u>RM'000</u>	<u>Non-</u> <u>Distributable</u>	<u>Distributable</u>	<u>Total</u> <u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
		<u>Other</u> <u>Reserves</u> <u>RM'000</u>	<u>Retained</u> <u>Profits</u> <u>RM'000</u>			
12 months ended 31 December 2013						
Balance as at 1 January 2013	92,887	702	(22,996)	70,593	-	70,593
Total comprehensive loss for the year	-	(258)	(9,738)	(9,996)	-	(9,996)
Balance as at 31 December 2013	92,887	444	(32,734)	60,597	-	60,597
12 months ended 31 December 2012						
Balance as at 1 January 2012	92,887	499	16,329	109,715	-	109,715
Total comprehensive income/(loss) for the year	-	203	(39,325)	(39,122)	-	(39,122)
Balance as at 31 December 2012	92,887	702	(22,996)	70,593	-	70,593

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
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**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013**

	CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012
	RM'000	RM'000
Cash Flows From Operating Activities		
Loss before taxation	(9,667)	(39,331)
Adjustments for:-		
Interest expense	1,637	1,823
Interest income	(9)	(30)
Share of results of associate	7,639	39,562
Non-cash items	(51)	-
Non-operating items	2,181	839
Operating profit before working capital changes	1,730	2,863
Net change in working capital	1,396	1,212
Net tax (paid) / refund	(45)	10
Net cash from operating activities	3,081	4,085
Cash Flows From Investing Activities		
Interest income received	9	30
Dissolution of subsidiary	-	30
Proceeds from disposal of investment	224	-
Purchase of property, plant and equipment	(460)	(520)
Net cash used in investing activities	(227)	(460)
Cash Flows From Financing Activities		
Interest paid	(1,637)	(1,823)
Proceeds from drawdown of bank borrowings	19,781	-
Repayment of bank borrowings	(20,300)	(2,840)
Net cash used in financing activities	(2,156)	(4,663)
Net increase/(decrease) In Cash And Cash Equivalents	698	(1,038)
Cash And Cash Equivalents At Beginning Of Financial Year	1,288	2,326
Cash And Cash Equivalents At End Of Financial Year	1,986	1,288

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
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NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The condensed consolidated interim financial statements, other than financial instruments, have been prepared under the historical cost convention. Certain financial instruments have been carried at fair value in accordance to Malaysian Financial Reporting Standards ("MFRS") 139 Financial Instrument: Recognition and Measurement.

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to and understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

A2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2012 except for the adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretations which are applicable for the Group's financial period beginning 1 January 2013:-

MFRS 3	Business Combinations
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (revised)
MFRS 127	Consolidated and Separate Financial Statements (revised)
MFRS 128	Investments in Associates and Joint Ventures (revised)
Amendments to MFRS 1	First-time Adoption of MFRS - Government Loans
Amendments to MFRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to MFRS 11	Joint Arrangements: Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
Annual Improvements to IC Interpretations and MFRSs 2009 - 2011 Cycle	

The adoption of the above pronouncements did not have any impact on the financial statements of the group.

A3. Seasonal or Cyclical Factors

The businesses of the Group are affected by seasonal or cyclical factors.

A4. 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 are unusual because of their nature, size or incidence during the financial year ended 31 December 2013.

	FOURTH QUARTER		CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Loss on legal suit with Management Corporation of Paradise Lagoon Apartment	(1,012)	-	(1,012)	-
Loss on disposal of investment	(15)	-	(85)	-
Provision of impairment loss on investment	(16)	-	(16)	-
Financing related expenses	-	-	(227)	-
Gain arising from dissolution of a subsidiary	-	30	-	30
	<u>(1,043)</u>	<u>30</u>	<u>(1,340)</u>	<u>30</u>

A5. Changes in Estimates Reported in Prior Interim Periods

There were no changes in estimates of amounts reported in prior financial period, which may have a material effect during the financial year ended 31 December 2013.

A6. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances or repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial year ended 31 December 2013.

A7. Dividends Paid

No dividend was paid during the financial year ended 31 December 2013.

PAN MALAYSIA HOLDINGS BERHADCompany No : 95469-W
(Incorporated in Malaysia)**A8. Operating Segments**

Segment information is presented in respect of the Group's business segments.

For the 12 months ended 31 December 2013

	Hotel RM'000	Universal broking RM'000	Investment holding RM'000	Total RM'000	Elimination RM'000	Group RM'000
REVENUE						
External sales	11,605	-	-	11,605	-	11,605
Inter-segment sales	-	-	24	24	(24)	-
	<u>11,605</u>	<u>-</u>	<u>24</u>	<u>11,629</u>	<u>(24)</u>	<u>11,605</u>
RESULTS						
Segment results	1,774	-	(1,740)	34	-	34
Finance costs	(1,322)	-	(740)	(2,062)	-	(2,062)
Share of results of associate	-	(7,639)	-	(7,639)	-	(7,639)
Profit/(Loss) before taxation	<u>452</u>	<u>(7,639)</u>	<u>(2,480)</u>	<u>(9,667)</u>	<u>-</u>	<u>(9,667)</u>
Segment assets	29,907	-	53,842	83,749	-	83,749
Investment in associate	-	2,026	-	2,026	-	2,026
	<u>29,907</u>	<u>2,026</u>	<u>53,842</u>	<u>85,775</u>	<u>-</u>	<u>85,775</u>
Unallocated assets						18
Total assets						<u>85,793</u>

A9. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the financial year ended 31 December 2013 that have not been reflected in the interim financial statements for the said period as at the date of this report.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial year ended 31 December 2013.

A11. Commitments and Contingent Liabilities**(i) Contingent Liabilities**

The Group does not have any material contingent liabilities as at the date of this report.

(ii) Capital Commitments

The Group does not have any material capital commitments as at the date of this report.

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B. ADDITIONAL INFORMATION REQUIRED PURSUANT TO BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS

B1. Review of Performance

The Group recorded higher revenue of RM11.61 million for the year ended 31 December 2013 as compared with RM11.12 million for the previous year. The increase is due to higher average room rate of the hotel operations. The Group recorded a loss before tax of RM9.67 million for the year ended 31 December 2013 as compared with a loss before tax of RM39.33 million for the previous year. The associate made a lesser impairment on intangible assets in the current year compared with previous financial year. As such, the share of loss in associate for the current year is lower.

B2. Comparison with Preceding Quarter Result

The Group's recorded higher revenue of RM3.66 million for the current quarter from its hotel operations as compared to RM2.28 million in the preceding quarter. The increase was mainly due to the higher occupancy rate. The Group recorded a loss before tax of RM8.81 million for the current quarter compared with a loss before tax of RM0.66 million for the preceding quarter. The higher loss in the current quarter was mainly due to the share of a higher impairment loss in associate and the loss of legal suit in the current quarter.

B3. Year 2014 Prospects

According to Malaysian Institute of Economic Research (MIER), Malaysia real GDP is projected to grow between 5.0% and 5.5% in 2014. The Group expects the business environment to be challenging in 2014. The Group plans to further improve Corus PD to boost the occupancy rate.

B4. Variance of Actual Profit from Forecast Profit

This is not applicable to the Group.

B5. Profit/(Loss) Before Tax

Included in the profit/(loss) before tax are the following:-

	FOURTH QUARTER		CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Interest income	1	6	8	30
Depreciation	(283)	(260)	(1,068)	(1,010)

B6. Income Tax (Expense)/Income

	FOURTH QUARTER		CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Income tax (expense)/income:				
Current year	-	6	-	6
Prior year	(52)	-	(71)	-

B7. Realised and Unrealised Profits/(Losses)

The retained profits as at the end of the reporting period may be analysed as follows:-

	31.12.2013	31.12.2012
	RM'000	RM'000
		(Audited)
Retained profits of the Company and subsidiaries		
- Realised	19,254	21,353
Share of accumulated losses in associate company		
- Realised	(51,988)	(44,349)
	<u>(32,734)</u>	<u>(22,996)</u>

B8. Status of Corporate Proposals

The Group has not announced any corporate proposals which have not been completed as at the date of this report.

B9. Group Borrowings

	31.12.2013
	RM'000
Bank Borrowings	
Secured	
- current	72
- non-current	19,709
Total	<u>19,781</u>

PAN MALAYSIA HOLDINGS BERHAD

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B10. Derivative Financial Instruments

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

B11. Fair Values Changes of Financial Liabilities

As at 31 December 2013, the Group does not have any financial liabilities measured at fair value through profit or loss.

B12. Material Litigation

There was no material litigation as at the date of this report.

B13. Dividend

No dividend has been recommended by the Board for the financial year ended 31 December 2013 (31 December 2012: Nil)

B14. Loss Per Share

(i) Loss per share :-

The loss per ordinary share is calculated by dividing the (loss)/profit for the period attributable to equity holders of the Company with the weighted average number of shares in issue during the period as follows:-

	FOURTH QUARTER		CUMULATIVE 12 MONTHS	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Loss attributable to equity holders of the Company	(8,864)	(38,819)	(9,738)	(39,325)
	Units	Units	Units	Units
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue	928,867	928,867	928,867	928,867
	Sen	Sen	Sen	Sen
Loss per share	(0.95)	(4.18)	(1.05)	(4.23)

(ii) The diluted loss per share is not disclosed as there is no dilutive potential ordinary shares.

B15. Audit Report of Preceding Annual Financial Statements

The audit report of the audited financial statements for the year ended 31 December 2012 was not qualified.

BY ORDER OF THE BOARD
PAN MALAYSIA HOLDINGS BERHAD

Soo-Hoo Siew Hoon
Lee Chik Siong
Joint Company Secretaries
17 February 2014