

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2016
The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2016

	QUARTER ENDED		CUMULATIVE
	30.06.2016	30.06.2015	18 MONTHS
	RM'000	RM'000	30.06.2016
			RM'000
Revenue	1,756	2,194	12,631
Other operating income	76	47	691
Operating expenses	(1,887)	(2,073)	(12,222)
(Loss) / Profit from operations	(55)	168	1,100
Non-operating expenses	(222)	-	(222)
Finance costs	(318)	(330)	(1,958)
Share of results of associate	3	(36)	165
Loss before taxation	(592)	(198)	(915)
Taxation	(8)	-	(8)
Loss for the financial period	(600)	(198)	(923)
Attributable to:			
Equity holders of the Company	(600)	(198)	(923)
Non-controlling interest	-	-	-
	(600)	(198)	(923)
	Sen	Sen	Sen
Loss per share attributable to equity holders of the Company:			
- Basic / Diluted	(0.06)	(0.02)	(0.10)

Note : There are no comparative figures for the cumulative 18 months period ended 30 June 2016 due to the Company's change of financial year end to 30 June 2016.

The Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Annual Financial Report for the year ended 31 December 2014 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 PERIOD ENDED 30 JUNE 2016**

	QUARTER ENDED		CUMULATIVE
	30.06.2016	30.06.2015	18 MONTHS
	RM'000	RM'000	30.06.2016
			RM'000
Loss for the financial period	(600)	(198)	(923)
Fair value charges of available-for-sale financial assets	-	-	-
Total comprehensive loss for the financial period	<u>(600)</u>	<u>(198)</u>	<u>(923)</u>
Total comprehensive loss attributable to:			
Equity holders of the Company	(600)	(198)	(923)
Non-controlling interest	-	-	-
	<u>(600)</u>	<u>(198)</u>	<u>(923)</u>

Note : There are no comparative figures for the cumulative 18 months period ended 30 June 2016 due to the Company's change of financial year end to 30 June 2016.

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2014 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 30 JUNE 2016

	30.06.2016	31.12.2014
	RM'000	Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	23,750	25,001
Investment in associate	270	105
Available-for-sale investments	872	872
	<u>24,892</u>	<u>25,978</u>
Current assets		
Inventories	208	148
Trade and other receivables	1,223	812
Current tax assets	8	8
Amounts owing by associate	50,266	50,766
Deposits, cash and bank balances	2,155	4,574
	<u>53,860</u>	<u>56,308</u>
TOTAL ASSETS	<u>78,752</u>	<u>82,286</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	92,887	92,887
Other reserves	495	495
Accumulated losses	(37,202)	(36,279)
	<u>56,180</u>	<u>57,103</u>
Non-controlling interest	-	-
Total equity	<u>56,180</u>	<u>57,103</u>
Non-current liabilities		
Borrowings	17,375	18,797
Deferred tax liabilities	294	294
	<u>17,669</u>	<u>19,091</u>
Current liabilities		
Trade and other payables	3,911	5,230
Borrowings	976	849
Current tax liabilities	16	13
	<u>4,903</u>	<u>6,092</u>
Total liabilities	<u>22,572</u>	<u>25,183</u>
TOTAL EQUITY AND LIABILITIES	<u>78,752</u>	<u>82,286</u>
	RM	RM
Net assets per share attributable to equity holders of the Company	<u>0.06</u>	<u>0.06</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2014 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 PERIOD ENDED 30 JUNE 2016**

	<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>Other</u> <u>Reserves</u> <u>RM'000</u>	<u>Distributable</u> <u>Retained</u> <u>Profits</u> <u>RM'000</u>	<u>Total</u> <u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
18 months ended 30 June 2016						
Balance as at 1 January 2015	92,887	495	(36,279)	57,103	-	57,103
Total comprehensive loss for the financial period	-	-	(923)	(923)	-	(923)
Balance as at 30 June 2016	92,887	495	(37,202)	56,180	-	56,180
12 months ended 31 December 2014						
Balance as at 1 January 2014	92,887	495	(33,329)	60,053	-	60,053
Total comprehensive loss for the financial year	-	-	(2,950)	(2,950)	-	(2,950)
Balance as at 31 December 2014	92,887	495	(36,279)	57,103	-	57,103

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2016

	CUMULATIVE 18 MONTHS 30.06.2016
	RM'000
Cash Flows From Operating Activities	
Loss before taxation	(915)
Adjustments for:-	
Interest expense	1,958
Interest income	(78)
Share of results of associate	(165)
Non-operating items	1,499
Operating profit before working capital changes	<u>2,299</u>
Net change in working capital	(1,290)
Net tax paid	(5)
Net cash from operating activities	<u>1,004</u>
Cash Flows From Investing Activities	
Interest income received	78
Purchase of property, plant and equipment	(248)
Net cash used in investing activities	<u>(170)</u>
Cash Flows From Financing Activities	
Interest paid	(1,958)
Repayment of bank borrowings	(1,295)
Net cash used in financing activities	<u>(3,253)</u>
Net decrease In Cash And Cash Equivalents	(2,419)
Cash And Cash Equivalents At Beginning Of Financial Period	<u>4,574</u>
Cash And Cash Equivalents At End Of Financial Period	<u><u>2,155</u></u>

Note : There are no comparative figures for the cumulative 18 months period ended 30 June 2016 due to the Company's change of financial year end to 30 June 2016.

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 INTERIM FINANCIAL REPORTING

A1. Change in Financial Year End

The Company has changed its financial year end from 31 December to 30 June. As a result of this change, the next audited financial statements of the Company shall be for a period of 18 months from 1 January 2015 to 30 June 2016 and thereafter 30 June for each subsequent year.

A2. 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 2014. 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 2014.

A3. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2014 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 2015:-

Amendments to MFRS 119 Employee Benefits - Defined Benefit Plans: Employee Contributions
Annual Improvements to MFRSs 2010 -2012 Cycle
Annual Improvements to MFRSs 2011 -2013 Cycle

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

A4. Seasonal or Cyclical Factors

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

A5. 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 period ended 30 June 2016.

A6. 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 period ended 30 June 2016.

A7. 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 period ended 30 June 2016.

A8. Dividends Paid

No dividend was paid during the financial period ended 30 June 2016. (31 December 2014:Nil)

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W

(Incorporated in Malaysia)

A9. Operating Segments

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

For the 18 months ended 30 June 2016

	Hotel RM'000	Universal broking RM'000	Investment holding RM'000	Total RM'000	Elimination RM'000	Group RM'000
REVENUE						
External sales	12,631	-	-	12,631	-	12,631
Inter-segment sales	-	-	36	36	(36)	-
	<u>12,631</u>	<u>-</u>	<u>36</u>	<u>12,667</u>	<u>(36)</u>	<u>12,631</u>
RESULTS						
Segment results	1,282	-	(404)	878	-	878
Finance costs	(1,958)	-	-	(1,958)	-	(1,958)
Share of results of associate	-	165	-	165	-	165
(Loss)/Profit before taxation	<u>(676)</u>	<u>165</u>	<u>(404)</u>	<u>(915)</u>	<u>-</u>	<u>(915)</u>
Segment assets	28,395	-	50,079	78,474	-	78,474
Investment in associate	-	270	-	270	-	270
	<u>28,395</u>	<u>270</u>	<u>50,079</u>	<u>78,744</u>	<u>-</u>	<u>78,744</u>
Unallocated assets						8
Total assets						<u>78,752</u>

A10. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the financial period ended 30 June 2016 that have not been reflected in the interim financial statements for the said period as at the date of this report.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period ended 30 June 2016.

A12. 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.

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

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

B1. Review of Performance

The Group recorded revenue of RM1.8 million and loss before tax of RM0.6 million for the current quarter ended 30 June 2016 as compared with revenue of RM2.2 million and loss before tax of RM0.2 million for the quarter ended 30 June 2015. The lower revenue and higher loss before tax was mainly attributed to lower occupancy and lower average room rate of the hotel operations and non-operating expenses incurred.

B2. Comparison with Preceding Quarter Result

The Group recorded lower revenue of RM1.8 million for the current quarter from its hotel operations as compared to RM2 million in the preceding quarter. The decrease was mainly due to lower occupancy and lower average room rate of the hotel operations. The Group recorded a higher loss before tax of RM0.6 million for the current quarter compared with a loss before tax of RM0.4 million for the preceding quarter mainly due to lower revenue and non-operating expenses incurred.

B3. Year 2016 Prospects

Bank Negara Malaysia projected the Malaysian economy to grow between 4.0% to 5.0% in terms of real gross domestic product in 2016. Corus Paradise Resort Port Dickson will improve revenue through its marketing efforts to attract more tourists from China and Middle East countries. However, in view of the uncertainties of the local and global economies, the Group is cautious on the earnings of Corus Paradise Resort Port Dickson and its associate in 2016.

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:-

	QUARTER ENDED		CUMULATIVE
	30.06.2016	30.06.2015	18 MONTHS
	RM'000	RM'000	30.06.2016
			RM'000
Interest income	11	18	78
Depreciation	(86)	(282)	(1,499)

B6. Income Tax Expense

	QUARTER ENDED		CUMULATIVE
	30.06.2016	30.06.2015	18 MONTHS
	RM'000	RM'000	30.06.2016
			RM'000
Income tax expense			
Current year	16	-	16
Prior year	(8)	-	(8)

B7. Realised and Unrealised Profits or Losses

The accumulated losses as at the end of each reporting year may be analysed as

	30.06.2016	31.12.2014
	RM'000	RM'000
		Audited
Total accumulated losses of the Company and its subsidiaries:		
- realised	(452,999)	(451,911)
- unrealised	(294)	(294)
	<u>(453,293)</u>	<u>(452,205)</u>
Total share of accumulated losses of associate:		
- realised	(54,584)	(54,749)
- unrealised	786	786
	<u>(507,091)</u>	<u>(506,168)</u>
Less : Consolidation adjustments	469,889	469,889
	<u>(37,202)</u>	<u>(36,279)</u>

B8. Status of Corporate Proposals

On 12 December 2014, the Company announced that Dato' Dr Yu Kuan Chon had entered into a share sale agreement with various vendors to acquire 642,700,783 shares in the Company for a total cash consideration of approximately RM77.1 million ("Proposed Disposal").

On 11 May 2015, the Company announced that the Securities Commission Malaysia ("SC") had vide its letter dated 7 May 2015 addressed to PM Securities Sdn Bhd ("PMS") (a subsidiary of Pan Malaysia Capital Berhad which is in turn the associated company of the Company), rejected PMS's application for change of controlling shareholder. On 18 December 2015, PMS submitted a new application for change of controlling shareholder. PMS is awaiting the outcome of the application. In the meantime, the cut-off date to fulfill the condition precedent in the Share Sale Agreement has been mutually extended to 11 September 2016.

PAN MALAYSIA HOLDINGS BERHAD

Company No : 95469-W
(Incorporated in Malaysia)

B9. Group Borrowings

	30.06.2016
	RM'000
Bank Borrowings Secured	
- : current	976
- : non-current	17,375
Total	<u>18,351</u>

B10. Derivative Financial Instruments

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

B11. Fair Values Changes of Financial Liabilities

As at 30 June 2016, 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 period ended 30 June 2016. (31 December 2014: Nil)

B14. Earnings/(Loss) Per Share

(i) Earnings/(Loss) per share :-

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

	QUARTER ENDED		CUMULATIVE
	30.06.2016	30.06.2015	18 MONTHS
	RM'000	RM'000	30.06.2016
			RM'000
Loss attributable to equity holders of the Company	(600)	(198)	(923)
	Units	Units	Units
	'000	'000	'000
Weighted average number of ordinary shares in issue	928,867	928,867	928,867
	Sen	Sen	Sen
Earnings/(Loss) per share	(0.06)	(0.02)	(0.10)

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

B15. Comparative Figures

There are no comparative figures for the cumulative 18 months period ended 30 June 2016 due to the Company's change of financial year end to 30 June 2016.

B16. Audit Report of Preceding Annual Financial Statements

The audit report of the audited financial statements for the year ended 31 December 2014 was not qualified.

BY ORDER OF THE BOARD
PAN MALAYSIA HOLDINGS BERHAD

Lee Chik Siong
Chin Suan Yong
Joint Company Secretaries
29 August 2016